H-4192.1			

HOUSE BILL 2922

State of Washington 56th Legislature 2000 Regular Session

By Representatives Grant, Mastin, Kessler and Santos

Read first time 01/24/2000. Referred to Committee on Health Care.

- 1 AN ACT Relating to rural coronary health centers; amending RCW
- 2 70.38.025; and creating a new section.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 Sec. 1. The legislature finds that cardiovascular NEW SECTION. 5 disease is the leading cause of death in Washington state, accounting for approximately forty-two percent of all deaths. The legislature 6 also finds that many of these deaths can be prevented or delayed by reducing risk factors and improving access to services. 8 Some rural areas, such as Walla Walla county, have a disproportionately high 9 10 average annual rate for heart disease while lacking access to available 11 life-saving medical resources. The legislature further finds that 12 access to quality coronary tertiary health care services must be 13 assured, especially for rural communities. The purpose of this act is 14 to improve rural access to available and needed medical technology and 15 services for coronary heart disease procedures.
- 16 **Sec. 2.** RCW 70.38.025 and 1997 c 210 s 2 are each amended to read 17 as follows:

p. 1 HB 2922

- When used in this chapter, the terms defined in this section shall have the meanings indicated.
- 3 (1) "Board of health" means the state board of health created 4 pursuant to chapter 43.20 RCW.
- (2) "Capital expenditure" is an expenditure, including a force 5 6 account expenditure (i.e., an expenditure for a construction project 7 undertaken by a nursing home facility as its own contractor) which, 8 under generally accepted accounting principles, is not properly 9 chargeable as an expense of operation or maintenance. Where a person 10 makes an acquisition under lease or comparable arrangement, or through donation, which would have required review if the acquisition had been 11 made by purchase, such expenditure shall be deemed a capital 12 expenditure. Capital expenditures include donations of equipment or 13 14 facilities to a nursing home facility which if acquired directly by 15 such facility would be subject to certificate of need review under the provisions of this chapter and transfer of equipment or facilities for 16 less than fair market value if a transfer of the equipment or 17 facilities at fair market value would be subject to such review. 18 19 cost of any studies, surveys, designs, plans, working drawings, specifications, and other activities essential to the acquisition, 20 improvement, expansion, or replacement of any plant or equipment with 21 respect to which such expenditure is made shall be included in 22 determining the amount of the expenditure. 23
 - (3) "Continuing care retirement community" means an entity which provides shelter and services under continuing care contracts with its members and which sponsors or includes a health care facility or a health service. A "continuing care contract" means a contract to provide a person, for the duration of that person's life or for a term in excess of one year, shelter along with nursing, medical, health-related, or personal care services, which is conditioned upon the transfer of property, the payment of an entrance fee to the provider of such services, or the payment of periodic charges for the care and services involved. A continuing care contract is not excluded from this definition because the contract is mutually terminable or because shelter and services are not provided at the same location.
 - (4) "Department" means the department of health.
- 37 (5) "Expenditure minimum" means, for the purposes of the 38 certificate of need program, one million dollars adjusted by the 39 department by rule to reflect changes in the United States department

HB 2922 p. 2

24

25

26

27

28 29

30

31

32

3334

35

36

of commerce composite construction cost index; or a lesser amount required by federal law and established by the department by rule.

- 3 (6) "Health care facility" means hospices, hospitals, psychiatric 4 hospitals, nursing homes, kidney disease treatment centers, ambulatory surgical facilities, and home health agencies, and includes such 5 facilities when owned and operated by a political subdivision or 6 7 instrumentality of the state and such other facilities as required by 8 federal law and implementing regulations, but does not include any 9 health facility or institution conducted by and for those who rely 10 exclusively upon treatment by prayer or spiritual means in accordance with the creed or tenets of any well-recognized church or religious 11 denomination, or any health facility or institution operated for the 12 exclusive care of members of a convent as defined in RCW 84.36.800 or 13 rectory, monastery, or other institution operated for the care of 14 15 members of the clergy. In addition, the term does not include any 16 nonprofit hospital: (a) Which is operated exclusively to provide health care services for children; (b) which does not charge fees for 17 such services; and (c) if not contrary to federal law as necessary to 18 19 the receipt of federal funds by the state.
- 20 (7) "Health maintenance organization" means a public or private 21 organization, organized under the laws of the state, which:
- (a) Is a qualified health maintenance organization under Title XIII, section 1310(d) of the Public Health Services Act; or
- 24 (b)(i) Provides or otherwise makes available to enrolled participants health care services, including at least the following 25 26 basic health care services: Usual physician services, hospitalization, 27 laboratory, x-ray, emergency, and preventive services, and out-of-area coverage; (ii) is compensated (except for copayments) for the provision 28 29 of the basic health care services listed in (b)(i) to enrolled 30 participants by a payment which is paid on a periodic basis without regard to the date the health care services are provided and which is 31 fixed without regard to the frequency, extent, or kind of health 32 service actually provided; and (iii) provides physicians' services 33 34 primarily (A) directly through physicians who are either employees or 35 partners of such organization, or (B) through arrangements with individual physicians or one or more groups of physicians (organized on 36 37 a group practice or individual practice basis).
- 38 (8) "Health services" means clinically related (i.e., preventive, 39 diagnostic, curative, rehabilitative, or palliative) services and

p. 3 HB 2922

- 1 includes alcoholism, drug abuse, and mental health services and as 2 defined in federal law.
- 3 (9) "Health service area" means a geographic region appropriate for 4 effective health planning which includes a broad range of health 5 services.
- 6 (10) "Person" means an individual, a trust or estate, a 7 partnership, a corporation (including associations, joint stock 8 companies, and insurance companies), the state, or a political 9 subdivision or instrumentality of the state, including a municipal 10 corporation or a hospital district.
- (11) "Provider" generally means a health care professional or an organization, institution, or other entity providing health care but the precise definition for this term shall be established by rule of the department, consistent with federal law.
- 15 (12) "Public health" means the level of well-being of the general 16 population; those actions in a community necessary to preserve, 17 protect, and promote the health of the people for which government is 18 responsible; and the governmental system developed to guarantee the 19 preservation of the health of the people.
- 20 (13) "Secretary" means the secretary of health or the secretary's 21 designee.
- 22 (14) "Tertiary health service" means a specialized service that
 23 meets complicated medical needs of people and requires sufficient
 24 patient volume to optimize provider effectiveness, quality of service,
 25 and improved outcomes of care. "Tertiary health service" does not
 26 include open heart surgery, therapeutic cardiac catheterization, and
 27 percutaneous translumenal coronary angioplasty in or through a hospital
 28 located within the limits of the city of Walla Walla.
- (15) "Hospital" means any health care institution which is required to qualify for a license under RCW 70.41.020(2); or as a psychiatric hospital under chapter 71.12 RCW.

--- END ---

HB 2922 p. 4