1162 AMS WM S2551.1

2 <u>HB 1162</u> - S COMM AMD 3 By Committee on Ways & Means

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- 5 Strike everything after the enacting clause and insert the 6 following:
- 7 Sec. 1. The legislature finds that promoting a "NEW SECTION. 8 financially viable health care system in all parts of the state is a paramount interest. The health care financing administration has 9 10 recognized the crucial role that hospitals play in providing care in rural areas by creating the critical access hospital program to allow 11 12 small, rural hospitals that qualify to receive reasonable cost-based 13 reimbursement for medicare services. The legislature further finds 14 that creating a similar reimbursement system for the state's medical 15 assistance programs in small, rural hospitals that qualify will help assure the long-term financial viability of the rural health system in 16 those communities. 17

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- 19 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 74.09 RCW 20 to read as follows:
- Payments for recipients eligible for medical assistance programs 21 under this chapter for services provided by hospitals, regardless of 22 23 the beneficiary's managed care enrollment status, shall be made based on allowable costs incurred during the year, when services are provided 24 25 by a rural hospital certified by the health care financing administration as a critical access hospital. Any additional payments 26 made by the medical assistance administration for the healthy options 27 program shall be no more than the additional amounts per service paid 28 under this section for other medical assistance programs. 29
- For purposes of this section, "medical assistance programs" means the programs defined in RCW 74.09.010 for which federal matching funds are available.
- NEW SECTION. Sec. 3. A new section is added to chapter 74.09 RCW to read as follows:

- The department shall implement the program created in section 2 of this act within sixty days of the effective date of this act regardless of the beneficiary's managed care status.
- NEW SECTION. Sec. 4. If specific funding for the purposes of this act, referencing this act by bill or chapter number, is not provided by June 30, 2001, in the omnibus appropriations act, this act is null and void."
- 8 **HB 1162** S COMM AMD
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- On page 1, line 3 of the title, after "hospital;" strike the
- 12 remainder of the title and insert "adding new sections to chapter 74.09
- 13 RCW; and creating new sections."

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