
HOUSE BILL 2314

State of Washington

52nd Legislature

1992 Regular Session

By Representative Franklin; by request of Dept. of Social and Health Services

Read first time 01/14/92. Referred to Committee on Health Care.

1 AN ACT Relating to provision of medical services; and amending RCW
2 74.09.120.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 74.09.120 and 1989 c 372 s 15 are each amended to read
5 as follows:

6 The department shall purchase necessary physician and dentist
7 services by contract or "fee for service." (~~The department shall~~
8 ~~purchase hospital care by contract or by all inclusive day rate, or at~~
9 ~~a reasonable cost based on a ratio of charges to cost. Any hospital~~
10 ~~when requested by the department shall supply such information as~~
11 ~~necessary to justify its rate, charges or costs. All additional~~
12 ~~services provided by the hospital shall be purchased at rates~~
13 ~~established by the department after consultation with the hospital.))
14 The department shall purchase nursing home care by contract. The~~

1 department shall establish regulations for reasonable nursing home
2 accounting and reimbursement systems which shall provide that no
3 payment shall be made to a nursing home which does not permit
4 inspection by the department of social and health services of every
5 part of its premises and an examination of all records, including
6 financial records, methods of administration, general and special
7 dietary programs, the disbursement of drugs and methods of supply, and
8 any other records the department deems relevant to the establishment of
9 such a system.

10 ~~((All other services and supplies provided under the program shall
11 be secured by contract.))~~

12 The department may purchase care in institutions for the mentally
13 retarded, also known as intermediate care facilities for the mentally
14 retarded. The department shall establish rules for reasonable
15 accounting and reimbursement systems for such care. Institutions for
16 the mentally retarded include licensed nursing homes, public
17 institutions, licensed boarding homes with fifteen beds or less, and
18 hospital facilities certified as intermediate care facilities for the
19 mentally retarded under the federal medicaid program to provide health,
20 habilitative, or rehabilitative services and twenty-four hour
21 supervision for mentally retarded individuals or persons with related
22 conditions and includes in the program "active treatment" as federally
23 defined.

24 The department may purchase care in institutions for mental
25 diseases by contract. The department shall establish rules for
26 reasonable accounting and reimbursement systems for such care.
27 Institutions for mental diseases are certified under the federal
28 medicaid program and primarily engaged in providing diagnosis,
29 treatment, or care to persons with mental diseases, including medical
30 attention, nursing care, and related services.

1 The department may purchase all other services provided under this
2 chapter by contract or at rates established by the department.