## CERTIFICATION OF ENROLLMENT

## HOUSE BILL 2314

Chapter 8, Laws of 1992

52nd Legislature 1992 Regular Session

MEDICAL SERVICES--PURCHASE BY DEPARTMENT OF SOCIAL AND HEALTH SERVICES--REVISED PROVISIONS

EFFECTIVE DATE: 6/11/92

Passed by the House February 13, 1992 Yeas 96 Nays 0

JOE KING

Speaker of the House of Representatives

Passed by the Senate March 2, 1992 Yeas 43 Nays 3 CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is HOUSE BILL 2314 as passed by the House of Representatives and the Senate on the dates hereon set forth.

JOEL PRITCHARD

ALAN THOMPSON

President of the Senate

Chief Clerk

Approved March 20, 1992

FILED

March 20, 1992 - 9:08 a.m.

BOOTH GARDNER

Governor of the State of Washington

Secretary of State State of Washington

## HOUSE BILL 2314

Passed Legislature - 1992 Regular Session

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.

Passed the House February 13, 1992. Passed the Senate March 2, 1992. Approved by the Governor March 20, 1992. Filed in Office of Secretary of State March 20, 1992.