
SUBSTITUTE HOUSE BILL 1441

State of Washington

59th Legislature

2005 Regular Session

By House Committee on Health Care (originally sponsored by Representatives Clibborn, Morrell, Campbell, Cody, Tom, Moeller, Schual-Berke, Wallace, Grant, Williams, Lovick, Ormsby, Chase, Kessler, Kagi, Hunt, Appleton, Darneille, Upthegrove, Sells, Roberts, Conway, Miloscia, Fromhold, P. Sullivan, Santos, Takko, Green, Wood, Simpson, Hasegawa and Dickerson)

READ FIRST TIME 02/17/05.

1 AN ACT Relating to health insurance coverage for children; amending
2 RCW 74.09.055 and 74.09.415; adding a new section to chapter 74.09 RCW;
3 providing an effective date; and declaring an emergency.

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

5 NEW SECTION. **Sec. 1.** A new section is added to chapter 74.09 RCW
6 to read as follows:

7 (1) The legislature finds that:

8 (a) The health of the children of Washington state is critical to
9 their success in school and throughout their lives. Children with
10 health insurance coverage have better health outcomes than those who
11 lack coverage. Children without health insurance coverage are more
12 likely to be in poor health and more likely to delay receiving, or go
13 without, needed health care services;

14 (b) Access to preventive and well-child health services for
15 children is a cost-effective investment of both public and private
16 dollars that improves the health of children and of our communities at
17 large; and

18 (c) Health care coverage for children in Washington state is the
19 product of critical efforts in both the private and public sectors to

1 help children succeed. Employers are an integral part of children's
2 health insurance coverage. In 2004, almost sixty percent of children
3 in Washington had employer-sponsored or other private coverage. This
4 coverage is complemented by public programs that meet needs of low-
5 income children whose parents are not offered health insurance coverage
6 through their employer or who cannot otherwise afford the costs of
7 coverage. In 2004, thirty-five percent of children in Washington state
8 had some form of public health coverage. Yet, even with the efforts of
9 both the private and public sectors, too many children in Washington
10 state lack health insurance coverage. In 2004, almost one hundred
11 thousand children were uninsured. Two-thirds of these children are low
12 income.

13 (2) It is therefore the intent of the legislature that all children
14 in the state of Washington have health care coverage by 2010. This
15 should be accomplished by building upon and strengthening the successes
16 of employer-sponsored health insurance coverage, other sources of
17 private coverage, and publicly supported children's health insurance
18 programs in Washington state. Access to coverage should be streamlined
19 and efficient, with reductions in unnecessary administrative costs and
20 mechanisms to expeditiously link children with a medical home.

21 **Sec. 2.** RCW 74.09.055 and 2003 1st sp.s. c 14 s 1 are each amended
22 to read as follows:

23 (1) Except to the extent provided in subsection (2) of this
24 section, the department is authorized to establish copayment,
25 deductible, coinsurance, or other cost-sharing requirements for
26 recipients of any medical programs defined in RCW 74.09.010.

27 (2) The department shall not establish premium requirements for
28 children or pregnant women eligible for medical assistance as defined
29 in RCW 74.09.510 or the children's health program as defined in RCW
30 74.09.415.

31 **Sec. 3.** RCW 74.09.415 and 2002 c 366 s 2 are each amended to read
32 as follows:

33 (1) There is hereby established a program to be known as the
34 children's health program.

35 To the extent of available funds:

1 (a) Health care services may be provided to persons who are under
2 eighteen years of age with household incomes at or below two hundred
3 percent of the federal poverty level ((and)) not otherwise eligible for
4 medical assistance or the limited casualty program for the medically
5 needy.

6 (b) The determination of eligibility of recipients for health care
7 services shall be the responsibility of the department. The
8 application process shall be easy to understand and, to the extent
9 possible, applications shall be made available at local schools and
10 other appropriate locations. The department shall make eligibility
11 determinations within the time frames for establishing eligibility for
12 children on medical assistance, as defined by RCW 74.09.510.

13 (c) The amount, scope, and duration of health care services
14 provided to eligible children under the children's health program
15 ~~((shall))~~ may be the same as that provided to children under medical
16 assistance, as defined in RCW 74.09.520. In the event that available
17 funding is not sufficient to provide the amount, duration, and scope of
18 services provided to children under medical assistance, the department
19 shall make every effort to define covered services in a manner that
20 provides coverage for clinically proven preventive services and meets
21 the needs of children with special health care needs.

22 ~~((The legislature is interested in assessing the effectiveness~~
23 ~~of the prenatal care program. However, the legislature recognizes the~~
24 ~~cost and complexity associated with such assessment.~~

25 ~~The legislature accepts the effectiveness of prenatal and maternity~~
26 ~~care at improving birth outcomes when these services are received by~~
27 ~~eligible persons. Therefore, the legislature intends to focus scarce~~
28 ~~assessment resources to determine the extent to which support services~~
29 ~~such as child care, psychosocial and nutritional assessment and~~
30 ~~counseling, case management, transportation, and other support services~~
31 ~~authorized by chapter 296, Laws of 1990, result in receipt of prenatal~~
32 ~~and maternity care by eligible persons.~~

33 ~~The University of Washington shall conduct a study, based on a~~
34 ~~statistically significant statewide sampling of data, to evaluate the~~
35 ~~effectiveness of the maternity care access program set forth in RCW~~
36 ~~74.09.760 through 74.09.820 based on the principles set forth in RCW~~
37 ~~74.09.770.~~

1 ~~The University of Washington shall develop a plan and budget for~~
2 ~~the study in consultation with the joint legislative audit and review~~
3 ~~committee. The joint legislative audit and review committee shall also~~
4 ~~monitor the progress of the study.~~

5 ~~The department of social and health services shall make data and~~
6 ~~other information available as needed to the University of Washington~~
7 ~~as required to conduct this study.~~

8 ~~The study shall determine:~~

9 ~~(a) The characteristics of women receiving services, including~~
10 ~~health risk factors;~~

11 ~~(b) The extent to which access to maternity care and support~~
12 ~~services have improved in this state as a result of this program;~~

13 ~~(c) The utilization of services and birth outcomes for women and~~
14 ~~infants served by this program by type of practitioner;~~

15 ~~(d) The extent to which birth outcomes for women receiving services~~
16 ~~under this program have improved in comparison to birth outcomes of~~
17 ~~nonmedicaid mothers;~~

18 ~~(e) The impact of increased medicaid reimbursement to physicians on~~
19 ~~provider participation;~~

20 ~~(f) The difference between costs for services provided under this~~
21 ~~program and medicaid reimbursement for the services;~~

22 ~~(g) The gaps in services, if any, that may still exist for women~~
23 ~~and their infants as defined by RCW 74.09.790 (1) and (4) served by~~
24 ~~this program, excluding pregnant substance abusers, and women covered~~
25 ~~by private health insurance; and~~

26 ~~(h) The number and mix of services provided to eligible women as~~
27 ~~defined by subsection (2)(g) of this section and the effect on birth~~
28 ~~outcomes as compared to nonmedicaid birth outcomes.)) Enrollment in the~~
29 ~~children's health program shall not result in expenditures that exceed~~
30 ~~the amount that has been appropriated for the program in the operating~~
31 ~~budget. If it appears that continued enrollment will result in~~
32 ~~expenditures exceeding the appropriated level for a particular fiscal~~
33 ~~year, the department may freeze new enrollment in the program for that~~
34 ~~year.~~

35 NEW SECTION. Sec. 4. This act is necessary for the immediate
36 preservation of the public peace, health, or safety, or support of the

1 state government and its existing public institutions, and takes effect
2 July 1, 2005.

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