
SUBSTITUTE SENATE BILL 5852

State of Washington 64th Legislature 2015 Regular Session

By Senate Human Services, Mental Health & Housing (originally sponsored by Senators Frockt, O'Ban, and Ranker)

READ FIRST TIME 02/20/15.

1 AN ACT Relating to behavioral rehabilitation services; adding new
2 sections to chapter 74.13 RCW; and creating a new section.

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

4 NEW SECTION. **Sec. 1.** The legislature finds that dependent
5 children with high acuity behavioral and mental health needs require
6 robust and consistent behavioral rehabilitation services in order to
7 address their needs and ensure stable, permanent outcomes. However,
8 behavioral rehabilitation services providers have seen their
9 reimbursement rates from the state decrease over fifteen percent over
10 the past decade. A reliable network of therapeutic foster care and
11 residential care providers is critical to ensuring our highest needs
12 children receive prompt and appropriate services, and that this can
13 prevent the transition to more costly long-term mental health
14 treatment. The legislature also finds that costs and demand for these
15 services is constantly changing, and that the child welfare system
16 must be equipped to address the changing needs of children, the
17 community, and providers. Therefore, it is the intent of the
18 legislature to restore behavioral rehabilitation services rates to
19 appropriate levels and ensure that future rates address the real
20 costs of care.

1 NEW SECTION. **Sec. 2.** A new section is added to chapter 74.13
2 RCW to read as follows:

3 (1) A governor's advisory committee on vendor rates is created,
4 composed of nine members appointed by the governor. In addition, the
5 secretary of the department of social and health services or his or
6 her designee is an ex officio member of the committee. Members must
7 be selected on the basis of their interest in problems related to the
8 department of social and health services, and no less than two
9 members must be licensed certified public accountants. The members
10 shall serve at the pleasure of the governor. The governor shall
11 select one member to serve as chair of the committee and he or she
12 shall serve as such at the pleasure of the governor.

13 (2) The committee has the following powers and duties:

14 (a) Study and review the methods and procedures for establishing
15 the rates or fees of all vendors of goods, services, and care
16 purchased by the department of social and health services including
17 all medical and welfare care and services;

18 (b) Provide each professional and trade association or other
19 representative groups of each of the service areas the opportunity to
20 present to the committee their evidence for justifying the methods of
21 computing and the justification for the rates or fees they propose;

22 (c) Request vendors to provide the committee with an evaluation
23 and justification of the method of establishing rates or fees;

24 (d) Prepare and submit a written report to the governor, at least
25 sixty days prior to each session of the legislature, which contains
26 its findings and recommendations concerning the methods and
27 procedures for establishing rates or fees and the specific rates or
28 fees that should be paid by the department of social and health
29 services to the various designated vendors. This report must include
30 the suggested effective dates of the recommended rates or fees when
31 appropriate. The vendors shall furnish adequate documented evidence
32 related to the cost of providing their particular services, care, or
33 supplies in the form, to the extent, and at such times as the
34 committee may determine. The chair of the committee has the same
35 authority as provided in RCW 74.04.290 as it is now or hereafter
36 amended.

37 NEW SECTION. **Sec. 3.** A new section is added to chapter 74.13
38 RCW to read as follows:

1 (1) For the 2015-2017 biennium reimbursement rates for behavioral
2 rehabilitation services providers must be increased no less than
3 fifteen and twenty-seven one-hundredths percent. Thereafter the rate
4 must be adjusted annually as specified in subsection (3) of this
5 section.

6 (2) The department shall create a differentiated rate in
7 behavioral rehabilitation services for licensed group homes which
8 provide residential services to children. The rate shall be set at
9 one hundred fifty percent of the therapeutic foster care rate in
10 behavioral rehabilitation services.

11 (3) Effective July 1, 2017, contracted rates for behavioral
12 rehabilitation services must be adjusted as needed to reflect the
13 costs of care for the provider. The costs must be determined by a
14 licensed actuary and reviewed for errors by the governor's advisory
15 committee on vendor rates pursuant to section 2 of this act.

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