## SENATE BILL 5471

State of Washington 65th Legislature 2017 Regular Session

**By** Senators Rivers, Cleveland, Bailey, Rolfes, Brown, Frockt, Keiser, and Carlyle

Read first time 01/25/17. Referred to Committee on Health Care.

AN ACT Relating to ensuring access to primary care services for medicaid beneficiaries by applying the medicare payment rate floor to primary care services furnished under medicaid by providers of primary care services; adding a new section to chapter 74.09 RCW; and creating a new section.

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

7 <u>NEW SECTION.</u> Sec. 1. The legislature finds as follows:

8 (1) Access to primary care services is essential to ensure 9 quality of life and lower health care costs for Washingtonians.

10 (2) In particular, access for medicaid patients to primary care 11 services is critical.

12 (3) Primary care for any population is critical to ensuring 13 continuity of care, as well as to providing necessary preventive 14 care, which improves overall health and can reduce health care costs 15 and emergency room admissions.

16 (4) The availability of primary care is particularly important 17 for medicaid beneficiaries, to establish a regular source of care and 18 to provide services to a group that is more prone to chronic health 19 conditions that can be appropriately managed by primary care 20 physicians. 1 (5) Primary care physicians also perform the vital function of 2 coordinating care, including specialty care.

3 (6) In Washington, medicaid provides coverage for over one
4 million eight hundred thousand people, including forty-six percent of
5 Washington's children. Without medicaid coverage, many enrollees
6 would be uninsured or lack coverage for services they need.

7 (7) Historically, inadequate physician reimbursement rates have
8 proven to be a barrier to access to care for the medicaid population.
9 In Washington, medicaid pays sixty-six percent less than medicare for
10 the same primary care services.

(8) A recent Washington state primary care medicaid survey found that more than three-quarters of primary care physicians in Washington that are not in large health care organizations would stop or limit their acceptance of new medicaid patients or stop or limit care for current medicaid patients if the fair medicaid payments at medicare rates were not maintained.

(9) According to a study published in 2015 in the New England Journal of Medicine, higher medicaid payment rates have significantly increased appointment availability for medicaid enrollees.

20 (10) It is critical that primary care providers receive 21 sufficient reimbursement to participate in medicaid. Applying 22 medicare rates encourages greater provider participation by primary 23 care physicians in medicaid, thereby increasing access to primary 24 care health services by medicaid beneficiaries, particularly in 25 underserved areas.

26 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 74.09 27 RCW to read as follows:

Medicaid payment for primary care services furnished by a nurse 28 practitioner, a physician with a primary specialty designation of 29 30 family medicine, general internal medicine, or pediatric medicine or provided by subspecialists within these primary specialties 31 as recognized in accordance with the American board of medical 32 specialties, the American board of physician specialties, and the 33 American osteopathic association, on a fee-for-service basis as well 34 35 as through managed health care systems, must be at a rate not less than one hundred percent of the payment rate that applies to those 36 services and providers under medicare. 37

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