HB 1812 - H AMD 72 By Representative Springer

## WITHDRAWN 03/16/2023

1 Strike everything after the enacting clause and insert the 2 following:

3 "Sec. 1. RCW 82.04.43395 and 2019 c 350 s 1 are each amended to 4 read as follows:

5 (1) An accountable community of health may deduct from the 6 measure of tax delivery system reform incentive payments, medicaid 7 <u>transformation project funding, or both</u>, distributed by the 8 Washington state health care authority, as described in Sec. 1115 9 medicaid demonstration project number 11-W-00304/0, <u>as</u> approved by 10 the centers for medicare and medicaid services in accordance with 11 Sec. 1115(a) of the social security act.

12 (2) A hospital that is owned by a municipal corporation or 13 political subdivision, or a hospital that is affiliated with a state 14 institution, may deduct from the measure of tax either or both of the 15 following:

16 (a) Incentive payments received through the medicaid quality 17 improvement program established through 42 C.F.R. 438.6(b)(2), as 18 existing on July 28, 2019;

(b) Delivery system reform incentive payments, medicaid transformation project funding, or both, received through the project described in Sec. 1115 medicaid demonstration project number 11-W-00304/0, <u>as</u> approved by the centers for medicare and medicaid services in accordance with Sec. 1115(a) of the social security act.

(3) Managed care organizations may deduct from the measure of tax the incentive payments received for achieving quality performance standards established through 42 C.F.R. 438.6(b)(2), as existing on July 28, 2019.

(4) The definitions in this subsection apply throughout thissection unless the context clearly requires otherwise.

30 (a) "Accountable community of health" means ((an entity 31 designated by the health care authority as a community of health 32 under RCW 41.05.800 and any additional accountable communities of

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health authorized by the health care authority)) a regional nonprofit designated by the health care authority to work together with the health care delivery system, health plans, public health, social services, community-based organizations, the justice system, schools, tribal partners, and local government leaders to improve the health equity of their communities as part of Sec. 1115 medicaid demonstration project number 11-W-00304/0.

8 (b) "Managed care organization" has the same meaning as provided 9 in RCW 74.60.010.

10 <u>NEW SECTION.</u> Sec. 2. RCW 82.32.805 and 82.32.808 do not apply 11 to this act."

12 Correct the title.

EFFECT: Clarifies that the B&O deduction may be taken for the delivery system reform incentive payments, medicaid transformation project funding, or both. Provides a definition for "accountable community of health". Exempts the B&O deductions from an automatic 10-year expiration.

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