

# FINAL BILL REPORT

## SHB 2051

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Synopsis as Enacted

**Brief Description:** Concerning payment to acute care hospitals for difficult to discharge medicaid patients.

**Sponsors:** House Committee on Appropriations (originally sponsored by Representatives Gregerson, Macri, Parshley and Ormsby).

**House Committee on Appropriations**  
**Senate Committee on Ways & Means**

### **Background:**

#### Medical Assistance.

The Health Care Authority (HCA) administers medical assistance programs, primarily through Medicaid, that pay for health care for low-income state residents who meet certain eligibility criteria. Washington offers a complete medical benefits package to eligible families, children under age 19, low-income adults, certain disabled individuals, and pregnant women. Payments to health care providers and facilities for health care services may be made either directly by the HCA on a fee-for-service basis or through a managed care arrangement.

#### Medical Assistance Reimbursement for Hospital Stays.

The HCA pays for the hospital stays of medical assistance enrollees if the attending physician orders admission, and the admission and treatment meet coverage standards. Hospital services include: emergency room services; hospital room and board, including nursing care; inpatient services, supplies, equipment, and prescription drugs; surgery and anesthesia; diagnostic testing and laboratory work; and radiation and imaging services.

Hospitals may receive an "administrative day rate" for days of a hospital stay when a client does not meet the medical necessity criteria for acute inpatient care, but is not discharged because an appropriate placement outside the hospital is not available, even when the patient meets the criteria for discharge to any appropriate placement such as a nursing

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home, assisted living facility, adult family home, or residential setting funded by the Developmental Disabilities Administration. The administrative day rate is set annually using the statewide average nursing home rate. The HCA must adopt rules identifying which services are included in the rate and which services may be billed separately. Medically necessary services performed during the stay, pharmacy services, and pharmaceuticals must be billed and paid separately.

**Summary:**

The requirement that hospitals be reimbursed for medical assistance enrollees staying in a hospital when they do not meet inpatient care criteria and are not discharged from the hospital because an appropriate placement is not available, is removed.

The requirement is removed for the HCA to adopt rules identifying which services are included in the administrative day rate and which services may be billed separately. The requirement that medically necessary services performed during a stay must be billed by and paid to the hospital separately is removed, including services such as hemodialysis, laboratory charges, and X-rays.

**Votes on Final Passage:**

House	57	38
Senate	27	20

**Effective:** July 27, 2025