H-4047.1			

## HOUSE BILL 2811

52nd Legislature

By Representatives Braddock, Locke, H. Sommers, Wang, Prentice, Moyer, Schmidt, Paris, Wineberry and Anderson

Read first time 01/28/92. Referred to Committee on Appropriations.

- 1 AN ACT Relating to the reimbursement of facilities specifically
- 2 authorized to meet the needs of persons living with AIDS; and amending
- 3 RCW 74.46.500.

State of Washington

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 74.46.500 and 1980 c 177 s 50 are each amended to read
- 6 as follows:
- 7 (1) The administration and operations cost center shall include all
- items not included in the cost centers of nursing services, food, and 8
- 9 property.
- 10 (2) Subject to subsection (4) of this section, the administration
- 11 and operations cost center reimbursement rate for each facility shall
- be based on the computation in this subsection and shall not exceed the 12
- eighty-fifth percentile of (a) the rates of all reporting facilities 13

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- 1 derived from the computation below, or (b) reporting facilities grouped
- 2 in accordance with subsection (3) of this section:
- 3 AR = TAC/TPD, where
- 4 AR = the administration and operations cost center reimbursement rate
- 5 for a facility;
- 6 TAC = the total costs of the administration and operations cost
- 7 center plus the retained savings from such cost center as provided
- 8 in RCW 74.46.180 of a facility; and
- 9 TPD = the total patient days for a facility for the prior year.
- 10 (3) The secretary may group facilities based on factors which could
- 11 reasonably influence cost requirements of this cost center, other than
- 12 ownership or legal organization characteristics.
- 13 (4) In applying the eighty-fifth percentile reimbursement limit
- 14 <u>authorized</u> by <u>subsection</u> (2) of this <u>section</u> to the pilot facility
- 15 specially designed to meet the needs of persons living with AIDS as
- 16 <u>defined by RCW 70.24.017</u>, and specifically authorized for this purpose
- 17 <u>under the 1989 amendment to the Washington state health plan, the</u>
- 18 department shall exempt the cost of nursing supplies reported by the
- 19 pilot facility in excess of the average of nursing supplies cost for
- 20 <u>medicaid nursing facilities state-wide</u>.