

1 **SSB 6062** - H AMDS TO H APP COMM AMD (H-2996.1/97)**436 WITHDRAWN**

2 By Representative Dyer

3-31-97

3 On page 34, strike lines 20 through 23 and insert price, per
4 peer group, shall be established at 115 percent of the median
5 direct care cost per case mix unit.-

6 On page 34, after line 23, insert (iv) A cost-based system in
7 which payment to a facility shall be the facility's allowable cost
8 per case mix unit, adjusted for case mix up to a ceiling. The
9 ceiling, per peer group, shall be established at 115 percent of the
10 median direct care cost per case mix unit.

11 (v) A corridor-based system in which payment to a facility
12 shall be the facility's allowable cost per case mix unit adjusted
13 for case mix up to the ceiling and no less than a floor. The
14 floor, per peer group, shall be established at 90 percent of the
15 median direct care cost per case mix unit. The ceiling, per peer
16 group, shall be established at 115 percent of the median direct
17 care cost per case mix unit.-

18 On page 34, strike lines 26 through 28 and insert The rates
19 shall either be based on actual allowable expenditures, limited by
20 a median plus percentage lid, or a price based on a percentage of
21 the median industry-wide indirect care costs. Payments based on at
22 least two percentages shall be modeled for both peer groups;
23 metropolitan statistical area and non-metropolitan statistical
24 area.-

25 On page 34, after line 28, insert (d) The department shall
26 provide all data, information, and specifications of the methods
27 used in establishing the shadow case mix rates to the nursing home
28 provider associations.-

EFFECT: Lists additional nursing home rate structures to be modeled by the DSHS during FY 1998 and requires DSHS to produce all information regarding how the shadow nursing home rates are set to the nursing home provider associations.

FISCAL IMPACT: None.