

---

HOUSE BILL 1242

---

State of Washington

56th Legislature

1999 Regular Session

By Representatives Linville, Carlson, Keiser, Schual-Berke and Haigh;  
by request of Superintendent of Public Instruction

Read first time 01/19/1999. Referred to Committee on Education.

1 AN ACT Relating to medicaid reimbursement payments to school  
2 districts; and amending RCW 74.09.5256.

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

4 **Sec. 1.** RCW 74.09.5256 and 1994 c 180 s 7 are each amended to read  
5 as follows:

6 (1) Districts shall reassign medicaid payments to be received under  
7 RCW 74.09.5249 through 74.09.5253, 74.09.5254 and 74.09.5255, and this  
8 section to the superintendent of public instruction.

9 (2) The superintendent of public instruction shall receive medicaid  
10 payments from the department of social and health services for all  
11 state and federal moneys under Title XIX of the federal social security  
12 act due to districts for medical assistance provided in the district's  
13 special education program.

14 (3) The superintendent shall use reports from the department of  
15 social and health services, the state billing agent, districts acting  
16 as their own billing agent, and firms to calculate the appropriate  
17 amounts of incentive payments and state special education program  
18 moneys due each district.

1 (4) Moneys received by the superintendent of public instruction  
2 shall be disbursed for the following purposes:

3 (a) Reimbursement to the department of social and health services  
4 for the state-funded portion of medicaid payments;

5 (b) Reimbursement for billing agent's fees, including those of  
6 districts acting as their own agent and billing fees of firms;

7 (c) Incentive payments to school districts equal to (~~twenty~~)  
8 fifty percent of the federal portion of medicaid payments after  
9 deduction for billing fees; and

10 (d) The remainder shall be distributed to districts as part of  
11 state allocations for the special education program provided under RCW  
12 28A.150.390.

13 (5) With respect to private insurer funds received by districts,  
14 the superintendent of public instruction shall reduce state special  
15 education program allocations to the districts by eighty percent of the  
16 amount received, after deduction for billing fees.

--- END ---