# Washington State House of Representatives

BILL ANALYSIS

Office of Program Research

# **Health Care Committee**

## **SSB 5578**

**Brief Description:** Allowing for bed hold for boarding home residents.

**Sponsors:** Senate Committee on Ways & Means (originally sponsored by Senators Winsley, T. Sheldon, Brandland, Reardon, Franklin, Esser, Haugen and Hargrove).

## **Brief Summary of Substitute Bill**

The Department of Social and Health Services is required to increase payments to boarding homes to hold beds for residents.

**Hearing Date:** 3/31/03

**Staff:** Dave Knutson (786-7146).

### **Background:**

Boarding homes are required to hold the beds of Medicaid residents who vacate them temporarily for a short nursing home or hospital stay, if there is a reasonable likelihood the person will be returning. In the past, the boarding homes have been compensated by the state for Medicaid bed holds at the full rate for up to seven days, and a partial rate for the remainder of a 30-day absence. This direct payment for bed holds changed after the federal government told the state that these payments could not be federally matched. Last year the state eliminated the direct payment for bed holds, and added a small rate increase across all Medicaid beds in boarding homes to pay for bed holds across the system. This change in payment resulted in an uneven distribution of funds amongst boarding homes, some with many residents leaving for short medical absences, and others with very few.

### **Summary of Bill:**

The Department of Social and Health Services (Department) is required to pay a portion of the daily rate for the first 20 days a resident is temporarily hospitalized or in a nursing home. For the first seven days, the Department must pay 70 percent of the standard rate. For days eight through 20, the Department must pay a rate established in rule, and no less than \$10 per day. After the 20th day, the boarding home may seek payment from other third parties to hold the bed. If such payment is not received, the boarding home is not required to hold the resident's bed.

Appropriation: None.

Fiscal Note: Available.

Effective Date: The bill takes effect 90 days after adjournment of session in which bill is

passed.

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