## <u>SB 5779</u> - H COMM AMD By Committee on Health Care & Wellness

1 Strike everything after the enacting clause and insert the 2 following:

- 3 "Sec. 1. RCW 71.24.310 and 2013 2nd sp.s. c 4 s 994 are each 4 amended to read as follows:
  - The legislature finds that administration of chapter 71.05 RCW and this chapter can be most efficiently and effectively implemented as part of the regional support network defined in RCW 71.24.025. For this reason, the legislature intends that the department and the regional support networks shall work together to implement chapter 71.05 RCW as follows:
  - (1) By June 1, 2006, regional support networks shall recommend to the department the number of state hospital beds that should be allocated for use by each regional support network. The statewide total allocation shall not exceed the number of state hospital beds offering long-term inpatient care, as defined in this chapter, for which funding is provided in the biennial appropriations act.
  - (2) If there is consensus among the regional support networks regarding the number of state hospital beds that should be allocated for use by each regional support network, the department shall contract with each regional support network accordingly.
  - (3) If there is not consensus among the regional support networks regarding the number of beds that should be allocated for use by each regional support network, the department shall establish by emergency rule the number of state hospital beds that are available for use by each regional support network. The emergency rule shall be effective September 1, 2006. The primary factor used in the allocation shall be the estimated number of adults with acute and chronic mental illness in each regional support network area, based upon population-adjusted incidence and utilization.
- 30 (4) The allocation formula shall be updated at least every three 31 years to reflect demographic changes, and new evidence regarding the 32 incidence of acute and chronic mental illness and the need for long-33 term inpatient care. In the updates, the statewide total allocation 34 shall include (a) all state hospital beds offering long-term

- inpatient care for which funding is provided in the biennial appropriations act; plus (b) the estimated equivalent number of beds or comparable diversion services contracted in accordance with subsection (5) of this section.
- (5) The department is encouraged to enter performance-based 5 6 contracts with regional support networks to provide some or all of support network's allocated 7 regional long-term inpatient treatment capacity in the community, rather than in the state 8 hospital. The performance contracts shall specify the number of 9 patient days of care available for use by the regional support 10 11 network in the state hospital.
- 12 (6) If a regional support network uses more state hospital patient days of care than it has been allocated under subsection (3) 13 or (4) of this section, or than it has contracted to use under 14 subsection (5) of this section, whichever is less, it shall reimburse 15 16 the department for that care, except during the period of July 1, 17 2012, through December 31, 2013, where reimbursements may be temporarily altered per section 204, chapter 4, Laws of 2013 2nd sp. 18 19 sess. The reimbursement rate per day shall be one-half of the hospital's total annual budget for long-term inpatient care, divided 20 21 by the total patient days of care assumed in development of that 22 budget.
  - (7) ((One-half of)) Any reimbursements received pursuant to subsection (6) of this section shall be ((used to support the cost of operating the state hospital and, during the 2007-2009 fiscal biennium, implementing new services that will enable a regional support network to reduce its utilization of the state hospital. The department shall distribute the remaining half of such reimbursements)) distributed among regional support networks that have used less than their allocated or contracted patient days of care at that hospital, proportional to the number of patient days of care not used.
- 33 **Sec. 2.** 2014 c 225 s 1 (uncodified) is amended to read as 34 follows:
- 35 (1)(a) Beginning April 1, 2014, the legislature shall convene a 36 task force to examine reform of the adult behavioral health system, 37 with voting members as provided in this subsection.
- 38 (i) The president of the senate shall appoint one member and one 39 alternate member from each of the two largest caucuses of the senate.

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1 (ii) The speaker of the house of representatives shall appoint 2 one member and one alternate member from each of the two largest 3 caucuses in the house of representatives.

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- (iii) The governor shall appoint three members consisting of the secretary of the department of social and health services or the secretary's designee, the director of the health care authority or the director's designee, and a representative of the governor.
- 8 (iv) The Washington state association of counties shall appoint 9 three members.
- 10 (v) The governor shall request participation by a representative 11 of tribal governments.
- 12 (b) The task force shall choose two cochairs from among its 13 legislative members.
- 14 (c) The task force shall adopt a bottom-up approach and welcome input and participation from all stakeholders interested in the 15 improvement of the adult behavioral health system. To that end, the 16 17 task force must invite participation from, at a minimum, the following: The department of commerce, the department of corrections, 18 the office of financial management, behavioral health service 19 recipients and their families; local government; representatives of 20 21 regional support networks; representatives of county coordinators; law enforcement; city and county jails; tribal representatives; 22 health service providers; housing providers; 23 behavioral representatives; counties with state hospitals; mental health 24 25 advocates; chemical dependency advocates; public defenders with 26 involuntary mental health commitment or mental health court experience; chemical dependency experts working with drug courts; 27 medicaid managed care plan and associated delivery system 28 29 representatives; long-term care service providers; the Washington state hospital association; and individuals with expertise 30 31 evidence-based and research-based behavioral health 32 practices. Leadership of subcommittees formed by the task force may be drawn from this body of invited participants. 33
  - (2) The task force shall undertake a systemwide review of the adult behavioral health system and make recommendations for reform concerning, but not limited to, the following:
- 37 (a) The means by which services are purchased and delivered for 38 adults with mental illness and chemical dependency disorders through 39 the department of social and health services and the health care 40 authority, including:

(i) Guidance for the creation of common regional service areas for purchasing behavioral health services and medical care services by the department of social and health services and the health care authority, taking into consideration any proposal submitted by the Washington state association of counties under RCW 43.20A.893;

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- (ii) Identification of key issues which must be addressed by the department of social and health services to accomplish the integration of chemical dependency purchasing primarily with managed care contracts by April 1, 2016, under RCW 71.24.380, including review of the results of any available actuarial study to establish provider rates;
- (iii) Strategies for moving towards full integration of medical and behavioral health services by January 1, 2020, and identification of key issues that must be addressed by the health care authority and the department of social and health services in furtherance of this goal;
- 17 (iv) By August 1, 2014, a review of performance measures and outcomes developed pursuant to RCW 43.20A.895 and chapter 70.320 RCW;
  - (v) Review criteria developed by the department of social and health services and the health care authority concerning submission of detailed plans and requests for early adoption of fully integrated purchasing and incentives under RCW 71.24.380;
- (vi) Whether a statewide behavioral health ombuds office should be created;
  - (vii) Whether the state chemical dependency program should be mandated to provide twenty-four hour detoxification services, medication-assisted outpatient treatment, or contracts for case management and residential treatment services for pregnant and parenting women;
- (viii) Review legal, clinical, and technological obstacles to sharing relevant health care information related to mental health, chemical dependency, and physical health across practice settings; ((and))
- 34 (ix) Review the extent and causes of variations in commitment 35 rates in different jurisdictions across the state; <u>and</u>
- 36 (x) Identify options to promote the most appropriate use of long-37 term inpatient treatment capacity at the state hospitals, including 38 options to promote the effective use of state hospitals and encourage 39 appropriate cooperation among behavioral health organizations;

- 1 (b) Availability of effective means to promote recovery and 2 prevent harm associated with mental illness and chemical dependency;
  - (c) Availability of crisis services, including boarding of mental health patients outside of regularly certified treatment beds;
- 5 (d) Best practices for cross-system collaboration between 6 behavioral health treatment providers, medical care providers, long-7 term care service providers, entities providing health home services 8 to high-risk medicaid clients, law enforcement, and criminal justice 9 agencies;
- 10 (e) Public safety practices involving persons with mental illness 11 and chemical dependency with forensic involvement.
  - (3) Staff support for the task force must be provided by the senate committee services and the house of representatives office of program research.
  - (4) Legislative members of the task force must be reimbursed for travel expenses in accordance with RCW 44.04.120. Nonlegislative members, except those representing an employer or organization, are entitled to be reimbursed for travel expenses in accordance with RCW 43.03.050 and 43.03.060.
  - (5) The expenses of the task force must be paid jointly by the senate and house of representatives. Task force expenditures are subject to approval by the senate facilities and operations committee and the house of representatives executive rules committee, or their successor committees.
  - (6) The task force shall report initial findings and recommendations to the governor and the appropriate committees of the legislature in a preliminary report by December 15, 2014, and a final report by December 15, 2015. Recommendations under subsection (2)(a)(i) of this section must be submitted to the governor by September 1, 2014.
- 31 (7) This section expires July 1, 2016.
- NEW SECTION. Sec. 3. Section 1 of this act expires April 1, 33 2016."
- 34 Correct the title.

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<u>EFFECT:</u> Eliminates the reduction in the reimbursement rate that regional support networks must pay when they use more than their allotment of patient days of care at a state hospital as of April 1, 2016.

Directs the Adult Behavioral Health Systems Task Force to identify options to promote the most appropriate use of long-term inpatient treatment capacity at the state hospitals, including options to promote the effective use of state hospitals and encourage appropriate cooperation among behavioral health organizations.

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