RULE-MAKING ORDER PERMANENT RULE ONLY



CR-103P (December 2017) (Implements RCW 34.05.360)

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DATE: July 06, 2020 TIME: 11:25 AM

WSR 20-15-015

Agency: Health Care Authority
Effective date of rule: Permanent Rules □ 31 days after filing. □ Other (specify) (If less than 31 days after filing, a specific finding under RCW 34.05.380(3) is required and should be stated below)
Any other findings required by other provisions of law as precondition to adoption or effectiveness of rule? ☐ Yes ☐ No If Yes, explain:
Purpose: The agency is amending this section to implement requirements in the Bipartisan Budget Act of 2018, which requires state Medicaid agencies to use cost-avoidance on labor, delivery, and postpartum care claims. The Bipartisan Budget Act of 2018 also delayed the implementation of a provision in the Bipartisan Budget Act of 2013 that allowed payment up to 90 days for claims associated with medical support enforcement, rather than 30 days under the previous law. The agency is revising this section to implement this provision, now amended to 100 days, rather than 90, by the Medicaid Services Investment and Accountability Act of 2019
Citation of rules affected by this order:
New: Repealed: Amended: 182-501-0200 Suspended:
Statutory authority for adoption: RCW 41.05.021, 41.05.160
Other authority: 42 USC Sec. 1902(a)(25)(E) of the Social Security Act and section 53102(a)(1) of the Bipartisan Budget Act of 2018; 42 USC Sec.1305(7)(a)
PERMANENT RULE (Including Expedited Rule Making) Adopted under notice filed as WSR 20-10-105 on May 6, 2020 (date). Describe any changes other than editing from proposed to adopted version: N/A
If a preliminary cost-benefit analysis was prepared under RCW 34.05.328, a final cost-benefit analysis is available by contacting:
Name: Address: Phone:
Fax: TTY:
Email:
Web site:
Other:

Note: If any category is left blank, it will be calculated as zero. No descriptive text.

Count by whole WAC sections only, from the WAC number through the history note.

A section may be counted in more than one category.

The number of sections adopted in order to compl	y with:				
Federal statute:	New		Amended	<u>1</u>	Repealed
Federal rules or standards:	New		Amended		Repealed
Recently enacted state statutes:	New		Amended		Repealed
The number of sections adopted at the request of a	a nongo	vernmenta	al entity:		
	New		Amended		Repealed
The number of sections adopted on the agency's c	own initi	ative:			
	New		Amended		Repealed
The number of sections adopted in order to clarify	, stream	line, or ref	form agency	procedu	res:
	New		Amended	<u>1</u>	Repealed
The number of sections adopted using:					
Negotiated rule making:	New		Amended		Repealed
Pilot rule making:	New		Amended		Repealed
Other alternative rule making:	New		Amended	<u>1</u>	Repealed
Date Adopted: July 6, 2020	S	Signature:	` ` `		
Name: Wendy Barcus			M	nqr	Barrer
Title: HCA Rules Coordinator			, •	X	

- WAC 182-501-0200 Third-party resources. (1) The medicaid agency requires a provider to seek timely reimbursement from a third party when a client has available third-party resources, except as described under subsections (2) and (3) of this section.
- (2) The agency pays for medical services and seeks reimbursement from a liable third party when the claim is for ((any of the following:
- (a) Labor, delivery, and postpartum care (except inpatient hospital costs) for a pregnant woman; or
- (b))) preventive pediatric services as covered under the early and periodic screening, diagnosis and treatment (EPSDT) program.
- (3) The agency pays for medical services and seeks reimbursement from any liable third party when both of the following apply:
- (a) The provider submits to the agency documentation of billing the third party and the provider has not received payment after ((thirty)) one hundred days from the date of services; and
- (b) The claim is for a covered service provided to a client on whose behalf the office of support enforcement is enforcing a noncustodial parent to pay support. For the purpose of this section, "is enforcing" means the noncustodial parent either:
 - (i) Is not complying with an existing court order; or
- (ii) Received payment directly from the third party and did not pay for the medical services.
- (4) The provider may not bill the agency or the client for a covered service when a third party pays a provider the same amount as or more than the agency rate.
- (5) When the provider receives payment from a third party after receiving reimbursement from the agency, the provider must refund to the agency the amount of the:
- (a) Third-party payment when the payment is less than the agency's maximum allowable rate; or
- (b) Agency payment when the third-party payment is equal to or more than the agency's maximum allowable rate.
- (6) The agency does not pay for medical services if third-party benefits are available to pay for the client's medical services when the provider bills the agency, except under subsections (2) and (3) of this section.
- (7) The client is liable for charges for covered medical services that would be paid by the third-party payment when the client either:
- (a) Receives direct third-party reimbursement for the services; or
- (b) Fails to execute legal signatures on insurance forms, billing documents, or other forms necessary to receive insurance payments for services rendered. See WAC 182-503-0540 for assignment of rights.
- (8) The agency considers an adoptive family to be a third-party resource for the medical expenses of the birth mother and child only when there is a written contract between the adopting family and either the birth mother, the attorney, the provider, or the adoption service. The contract must specify that the adopting family will pay for the medical care associated with the pregnancy.
- (9) A provider cannot refuse to furnish covered services to a client because of a third-party's potential liability for the services.

[1] OTS-2117.1

(10) For third-party liability on personal injury litigation claims, the agency or managed care organization (MCO) is responsible for providing medical services under WAC 182-501-0100.

[2] OTS-2117.1