

## STATE OF WASHINGTON WASHINGTON STATE HEALTH CARE AUTHORITY

June 14, 2017

## NOTICE

# Title or Subject: Medicaid State Plan Amendments (SPA) 17-0014 FQHC and 17-0015 RHC Alternative Payment Methodology (APM)

Effective Date: July 1, 2017

**Description**: The Health Care Authority (the Agency) previously published notice of its intent to submit two Medicaid State Plan Amendments (SPAs) – 16-0027 for Federally Qualified Health Centers (FQHCs) and 16-0028 for Rural Health Centers (RHCs) - under WSR # 16-15-088. These SPAs were to be submitted as directed by the State Legislature in Engrossed Second Substitute House Bill 2572 and as supported by the Agency's Center for Medicare and Medicaid Innovation State Innovation Model grant. The Agency delayed submission of these SPAs in order to work with FQHCs and RHCs to develop an alternative payment methodology. The Agency has renumbered these SPAs and now intends to submit SPA 17-0014 regarding FQHCs and SPA 17-0015 regarding RHCs.

Both SPAs will establish an optional new alternative payment methodology (APM) for FQHCs (SPA 17-0014) and RHCs (SPA 17-0015). The new APM is intended to increase the use of value-based contracting, alternative quality contracting, and other payment incentives that promote quality, efficiency, cost-savings, and health improvement.

The APM will establish a budget-neutral, baseline per-member-per-month (PMPM) payment amount for each participating facility. The PMPM payment amount will be applicable for Medicaid managed care clients assigned to the facility by the managed care organization (MCO). MCOs will pay participating FQHCs and RHCs for each eligible client they assign to the facility, and the Agency will pay enhancements to bring the FQHCs and RHCs up to their baseline payment amounts, with adjustments for certain factors. The Agency will perform reconciliations to ensure participating facilities receive no less than they would have under previous reimbursement methods. For both SPAs, the Agency will ask the Centers for Medicare and Medicaid Services for an effective date of July 1, 2017.

The new APM is completely voluntary; FQHCs and RHCs will not be required to participate in the new APM if they do not wish to.

These SPAs are anticipated to have no effect on annual aggregate expenditures; participating facilities will receive no less than they would have under previous reimbursement methods.

The SPAs are in the development process; therefore copies are not yet available for review. To contact the Agency for additional information and copies of the SPAs when they become available, please contact the agency in your county listed below, or the person listed below.

**NOTE:** Effective March 20, 2017, official public notice of proposed Medicaid State Plan Amendments (SPAs) is published on the agency's <u>website</u> at the <u>Public Notices</u> link. As a convenience, the agency will continue to publish copies of SPA notices in the Washington State Register.

OFFICE OF THE CODE REVISER STATE OF WASHINGTON FILED

DATE: June 14, 2017 TIME: 2:19 PM

WSR 17-13-046

Name: Gary Swan Program: Healthier Washington Medicaid Transformation Address: 628 8<sup>th</sup> Ave SE, Olympia, WA 98501 Phone: 360-725-1250 TDD/TTY: 1-800-848-5429 Fax: 360-586-9551 E-mail address: gary.swan@hca.wa.gov Web site address: <u>http://www.hca.wa.gov/hw/Pages/mt\_initiative1.aspx</u>

## County Contacts

Adams County Adams County Health Department 108 West Main Ritzville, WA 99169 Phone (509) 659-3315

## **Asotin County**

Clarkston Home and Community Services Office 525 Fifth Street Clarkston, WA 99403 Web site http://www.altcwashington.com Phone (509) 751-4672 Alt. Phone 1-800-310-4881 Fax (509) 758-4593

## **Benton County**

Tri-Cities Home and Community Services Office 500 North Morain Street Suite 2210 Kennewick, WA 99336 Phone (509) 374-2100 Alt. Phone 1-800-310-4833 Fax (509) 374-7559

## **Chelan County**

Chelan Community Services Office 805 South Mission Street Wenatchee, WA 98801 Phone (509) 667-6000 **Clallam County** Port Angeles Home and Community Services Office 235 West 1st Street Port Angeles, WA 98362 Phone (360) 565-2160 Alt. Phone 1-800-280-9891 TTY (360) 417-5651 Fax (360) 417-1416

## **Clark County**

Vancouver Home and Community Services Office 800 N.E. 136th Avenue Suite 220 Vancouver, WA 98684 Phone (360) 397-9500 Alt. Phone 1-800-280-0586 TTY (360) 750-4079 Fax (360) 992-7949

#### **Columbia County**

Aging and Disability Resource Center

410 East Main Dayton, WA 99328 Web site http://www.altcwashington.com/ Phone (509) 382-4787

#### **Cowlitz County**

Kelso Home and Community Services Office 711 Vine Street Kelso, WA 98626 Phone (360) 501-2500 Alt. Phone 1-800-605-7322 TTY (360) 577-7591 Fax (360) 578-4106

#### **Douglas County**

Wenatchee Home and Community Services Office 50 Simon Street S.E. Suite B East Wenatchee, WA 98802 Phone (509) 886-6140 Alt. Phone 1-800-670-8874 Fax (509) 886-6221

#### **Ferry County**

Republic Home and Community Services Office 89 East Delaware Republic, WA 99166 Phone (509) 775-2227 Alt. Phone 1-888-437-0516 TTY (509) 775-2661 Fax (509) 775-2401

## Franklin County

Franklin County Commissioners Office 1016 North 4th Avenue Pasco, WA 99301 Phone (509) 545-3535

### **Garfield County**

Garfield County District Court 789 West Main Street P.O. Box 817 or 819 Pomeroy, WA 99347 Phone (509) 843-1002

## **Grant County**

Moses Lake Home and Community Services Office 1651 South Pilgrim Street Moses Lake, WA 98837 Phone (509) 764-5657 Alt. Phone 1-800-671-8902 TTY 1-800-833-6388 Fax (509) 764-5656

#### **Grays Harbor County**

Aberdeen Home and Community Services Office 415 West Wishkah Street Suite A2 Aberdeen, WA 98520 Phone (360) 533-9222 Alt. Phone 1-800-487-0119 TTY (360) 533-9730 Fax (360) 533-9782

#### **Island County**

Oak Harbor Home and Community Services Office 900 East College Way Suite 210 Mt. Vernon, WA 98273 Phone (360) 429-2961 Alt. Phone 1-866-608-0836 Fax (360) 429-2958

#### **Jefferson County**

Port Townsend Home and Community Services Office 915 Sheridan Street Suite 201 Port Townsend, WA 98368 Phone (360) 379-4326 Alt. Phone 1-800-280-9991 Fax (360) 344-4600

#### **King County**

King County Home and Community Services Office 1737 Airport Way South Suite 130 P.O. Box 24847 Seattle, WA 98134 Phone (206) 341-7750 Alt. Phone 1-800-346-9257 TTY 1-800-833-6384

#### **Kitsap County**

Bremerton Home and Community Services Office 4710 Auto Center Boulevard Bremerton, WA 98312 Phone (360) 473-2299 Alt. Phone 1-800-422-7114 TTY (360) 478-4928 Fax (360) 478-6467

#### **Kittitas County**

Ellensburg Home and Community Services Office 100 East Jackson Avenue Suite 100 Ellensburg, WA 98926 Phone (509) 925-0433 Alt. Phone 1-800-310-4999 Fax (509) 962-7755

### **Klickitat County**

White Salmon Home and Community Services Office 221 North Main Street White Salmon, WA 98672 Phone (509) 493-6157 Alt. Phone 1-800-504-1180

#### **Lewis County**

Chehalis Home and Community Services Office 3451 Galvin Road Centralia, WA 98531 Phone (360) 807-7150 Alt. Phone 1-800-487-0360 Fax (360) 330-7552

#### **Lincoln County**

Lincoln County Health Department 90 Nicholls Street Davenport, WA 99122 Phone (509) 725-1001

#### **Mason County**

Shelton Home and Community Services Office 2505 Olympic Highway North Suite 440 Shelton, WA 98584 Phone (360) 664-9050 Alt. Phone 1-800-462-4957 Fax (360) 432-2045

## **Okanogan County**

Omak Home and Community Services Office 130 South Main Omak, WA 98841 Phone (509) 846-2103 Alt. Phone 1-888-437-0529 TTY (509) 826-7389 Fax (509) 826-7439

## **Pacific County**

South Bend Home and Community Services Office 307 East Robert Bush Drive

P.O. Box 87 South Bend, WA 98586 Phone (360) 875-4222 Alt. Phone 1-800-458-3747 Fax (360) 875-0590

#### Pend Oreille County

Newport Home and Community Services Office 1600 West First Avenue Newport, WA 99156 Phone (509) 447-6223 Alt. Phone 1-888-437-0516 Fax (509) 447-5256

#### **Pierce County**

Tacoma Home and Community Services Office 1949 South State Street Tacoma, WA 98405 Phone (253) 476-7200 Alt. Phone 1-800-442-5129 TTY (253) 593-5471 Fax (253) 597-4161

#### San Juan County

San Juan County Health Services 145 Rhone Street Friday Harbor, WA 98250 Phone (360) 378-4474 Fax (360) 378-7036

## **Skagit County**

Mount Vernon Home and Community Services Office 900 East College Way Suite 210 Mt. Vernon, WA 98273 Phone (360) 429-2961 Alt. Phone 1-866-608-0836 Fax (360) 416-7401

## **Skamania County**

Stevenson Home and Community Services Office 266 S.W. Second Street P.O. Box 817 Stevenson, WA 98648 Phone (509) 427-5611 Alt. Phone 1-800-505-4203 Fax (509) 427-4604

#### **Snohomish County**

Smokey Point Home and Community Services Office 3906 172nd Street N.E.

Suite 101 Arlington, WA 98223 Phone (360) 651-6800 Alt. Phone 1-800-827-2984 Fax (360) 651-6832

#### **Spokane County**

Spokane Home and Community Services Office 1330 North Washington Street Suite 3000 Spokane, WA 99201 Phone (509) 568-3700 Alt. Phone 1-800-459-0421 TTY (509) 568-3697 Fax (509) 568-3771

#### **Stevens County**

Colville Home and Community Services Office 1100 South Main Colville, WA 99114 Phone (509) 685-5644 Alt. Phone 1-800-437-0516 Fax (509) 684-7430

#### **Thurston County**

Tumwater Home and Community Services Office 6639 Capitol Boulevard S.W. Tumwater, WA 98512 Phone (360) 664-9050 Alt. Phone 1-800-462-4957 TTY (360) 407-1678 Fax (360) 664-9107

#### Wahkiakum County

Health and Human Services 42 Elochoman Valley Road Cathlamet, WA 98612 Phone (360) 795-8630 Alt. Phone 1-800-635-5989

#### Walla Walla County

Walla Walla Home and Community Services Office 206 West Poplar Walla Walla, WA 99362 Phone (509) 524-4960 Alt. Phone 1-800-310-5678 Fax (509) 527-4142

#### Whatcom County

Bellingham Home and Community Services Office 600 Lakeway Drive

Bellingham, WA 98225 Phone (360) 756-5750 Alt. Phone 1-800-239-8292 Fax (360) 676-2239

## Whitman County

Colfax Home and Community Services Office 418 South Main Street Suite 3 Colfax, WA 99111 Phone (509) 397-5091 Alt. Phone 1-800-459-0421 Fax (509) 397-4323

## Yakima County

Yakima Home and Community Services Office 1002 North 16th Avenue Yakima, WA 98902 Phone (509) 225-4400 Alt. Phone 1-800-822-2097 Fax (509) 575-2286