### CERTIFICATION OF ENROLLMENT

### SUBSTITUTE HOUSE BILL 1499

Chapter 258, Laws of 2013

63rd Legislature 2013 Regular Session

ELDER CARE--PACE PROGRAM

EFFECTIVE DATE: 07/28/13

Passed by the House March 11, 2013 Yeas 98 Nays 0

#### FRANK CHOPP

## Speaker of the House of Representatives

Passed by the Senate April 16, 2013 Yeas 46 Nays 0

#### CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1499** as passed by the House of Representatives and the Senate on the dates hereon set forth.

### BARBARA BAKER

BRAD OWEN

Chief Clerk

## President of the Senate

Approved May 16, 2013, 1:43 p.m.

FILED

May 17, 2013

JAY INSLEE

Secretary of State State of Washington

Governor of the State of Washington

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#### SUBSTITUTE HOUSE BILL 1499

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Passed Legislature - 2013 Regular Session

## State of Washington

63rd Legislature

2013 Regular Session

By House Appropriations Subcommittee on Health & Human Services (originally sponsored by Representatives Jinkins, Harris, Cody, Fitzgibbon, Ryu, Roberts, Fey, and Pollet)

READ FIRST TIME 03/01/13.

- 1 AN ACT Relating to the program of all-inclusive care for the
- 2 elderly; and amending RCW 74.09.523.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 74.09.523 and 2001 c 191 s 2 are each amended to read 5 as follows:
- 6 (1) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.
- 8 (a) "PACE" means the program of all-inclusive care for the elderly, 9 a managed care medicare/medicaid program authorized under sections 10 1894, 1905(a), and 1934 of the social security act and administered by 11 the department.
- 12 (b) "PACE program agreement" means an agreement between a PACE 13 organization, the health care financing administration, and the 14 department.
- 15 (2) A PACE program may operate in the state only in accordance with 16 a PACE program agreement with the department.
- 17 (3) A PACE program shall at the time of entering into the initial 18 PACE program agreement, and at each renewal thereof, demonstrate cash
- 19 reserves to cover expenses in the event of insolvency.

- 1 (a) The cash reserves at a minimum shall equal the sum of:
  - (i) One month's total capitation revenue; and
  - (ii) One month's average payment to subcontractors.
  - (b) The program may demonstrate cash reserves to cover expenses of insolvency with one or more of the following: Reasonable and sufficient net worth, insolvency insurance, or parental guarantees.
  - (4) A PACE program must provide full disclosure regarding the terms of enrollment and the option to disenroll at any time to all persons who seek to participate or who are participants in the program.
  - (5) The department must establish rules to authorize long-term care clients enrolled in a PACE program to elect to continue their enrollment in a PACE program regardless of improved status related to functional criteria for nursing facility level of care, consistent with 42 C.F.R. Sec. 460.160(b) (2013).
- 15 (6) The department must develop and implement a coordinated plan to
  16 provide education about PACE program site operations under this
  17 section. The plan must include:
  - (a) A strategy to assure that case managers and other staff with responsibilities related to eligibility determinations discuss the option and potential benefits of participating in a PACE program with all eligible long-term care clients;
    - (b) Requirements that all clients eligible for placement in the community options program entry system waiver program that are age fifty-five or over and reside in a PACE service area be referred to the PACE provider for evaluation. The department's plan must assure that referrals are conducted in a manner that is consistent with federal requirements of Title XIX of the federal social security act; and
  - (c) Requirements for additional and ongoing training for case managers and other staff with responsibilities related to eligibility determinations in those counties in which a PACE program is operating. The training must include instruction in recognizing the benefits of continued enrollment in a PACE program for those clients who have experienced improved status related to functional criteria for nursing facility level of care.
- 35 (7) The department must identify a private entity that operates 36 PACE program sites in Washington to provide the training required under

1 <u>subsection (6) of this section at no cost to the state.</u>

Passed by the House March 11, 2013. Passed by the Senate April 16, 2013. Approved by the Governor May 16, 2013. Filed in Office of Secretary of State May 17, 2013.