CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1499

63rd Legislature 2013 Regular Session

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

Speaker of the House of Representatives

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

President of the Senate

Approved

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.

Chief Clerk

FILED

Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE HOUSE BILL 1499

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 7 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.

(2) A PACE program may operate in the state only in accordance witha PACE program agreement with the department.

(3) A PACE program shall at the time of entering into the initial
 PACE program agreement, and at each renewal thereof, demonstrate cash
 reserves to cover expenses in the event of insolvency.

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(a) The cash reserves at a minimum shall equal the sum of:

2 (i) One month's total capitation revenue; and

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(ii) One month's average payment to subcontractors.

4 (b) The program may demonstrate cash reserves to cover expenses of 5 insolvency with one or more of the following: Reasonable and 6 sufficient net worth, insolvency insurance, or parental guarantees.

7 (4) A PACE program must provide full disclosure regarding the terms
8 of enrollment and the option to disenroll at any time to all persons
9 who seek to participate or who are participants in the program.

10 (5) The department must establish rules to authorize long-term care 11 clients enrolled in a PACE program to elect to continue their 12 enrollment in a PACE program regardless of improved status related to 13 functional criteria for nursing facility level of care, consistent with 14 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:

18 (a) A strategy to assure that case managers and other staff with 19 responsibilities related to eligibility determinations discuss the 20 option and potential benefits of participating in a PACE program with 21 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>

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