ENGROSSED SECOND SUBSTITUTE HOUSE BILL 1935

State of Washington 61st Legislature 2009 Regular Session

By House Health & Human Services Appropriations (originally sponsored by Representatives Morrell, Walsh, Cody, Orwall, Kenney, Bailey, Miloscia, Green, Kelley, and Williams)

READ FIRST TIME 03/02/09.

AN ACT Relating to adult family homes; amending RCW 70.128.040, 70.128.005, and 70.128.060; adding a new section to chapter 70.128 RCW; and adding a new section to chapter 64.38 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 70.128.040 and 2007 c 184 s 8 are each amended to read 6 as follows:

7 (1) The department shall adopt rules and standards with respect to 8 adult family homes and the operators thereof to be licensed under this 9 chapter to carry out the purposes and requirements of this chapter. 10 The rules and standards relating to applicants and operators shall 11 address the differences between individual providers and providers that 12 are partnerships, corporations, associations, or companies. The rules and standards shall also recognize and be appropriate to the different 13 14 needs and capacities of the various populations served by adult family homes such as but not limited to persons who are developmentally 15 disabled or elderly. In developing rules and standards the department 16 shall recognize the residential family-like nature of adult family 17 18 homes and not develop rules and standards which by their complexity 19 serve as an overly restrictive barrier to the development of the adult 1 family homes in the state. Procedures and forms established by the 2 department shall be developed so they are easy to understand and comply 3 with. Paper work requirements shall be minimal. Easy to understand 4 materials shall be developed for applicants and providers explaining 5 licensure requirements and procedures.

(2)(a) In developing the rules and standards, the department shall 6 7 consult with all divisions and administrations within the department serving the various populations living in adult family homes, including 8 the division of developmental disabilities and the aging and adult 9 10 services administration. Involvement by the divisions and administration shall be for the purposes of assisting the department to 11 12 develop rules and standards appropriate to the different needs and 13 capacities of the various populations served by adult family homes. 14 During the initial stages of development of proposed rules, the department shall provide notice of development of the rules to 15 organizations representing adult family homes and their residents, and 16 17 other groups that the department finds appropriate. The notice shall state the subject of the rules under consideration and solicit written 18 recommendations regarding their form and content. 19

(b) In addition, the department shall engage in negotiated rule 20 21 pursuant to RCW 34.05.310(2)(a) with the making exclusive 22 representative of the adult family home licensees selected in accordance with RCW 70.128.043 and with other affected interests before 23 24 adopting requirements that affect adult family home licensees.

(3) Except where provided otherwise, chapter 34.05 RCW shall govern
 all department rule-making and adjudicative activities under this
 chapter.

28 (4) The department shall establish a specialty license to include 29 geriatric specialty certification for providers who have successfully 30 completed the University of Washington school of nursing certified 31 geriatric certification program and testing.

32 Sec. 2. RCW 70.128.005 and 2001 c 319 s 1 are each amended to read 33 as follows:

34 <u>(1)</u> The legislature finds that:

35 <u>(a) A</u>dult family homes are an important part of the state's long-36 term care system. Adult family homes provide an alternative to

institutional care and promote a high degree of independent living for
 residents.

3 (b) Persons with functional limitations have broadly varying 4 service needs. Adult family homes that can meet those needs are an 5 essential component of a long-term system. ((The legislature further 6 finds that)) Different populations living in adult family homes, such 7 as ((the - developmentally - disabled)) persons _ with _ developmental 8 disabilities and ((the)) elderly persons, often have significantly 9 different needs and capacities from one another.

10 (c) <u>Restrictive</u> <u>covenants</u> <u>must</u> <u>be</u> <u>updated</u> <u>to</u> <u>take</u> <u>into</u> consideration the legislative findings cited in (a) and (b) of this 11 12 subsection; the need to prevent or reduce institutionalization; and the 13 legislative and judicial mandates to provide care and services in the least restrictive setting appropriate to the needs of the individual. 14 Restrictive covenants which directly or indirectly restrict or prohibit 15 the use of property for adult family homes (i) are contrary to the 16 public_interest_served_by_establishing_adult_family_homes_and_(ii) 17 discriminate against individuals with disabilities in violation of RCW 18 49.60.224. 19

20 (2) It is the legislature's intent that department rules and 21 policies relating to the licensing and operation of adult family homes 22 recognize and accommodate the different needs and capacities of the 23 various populations served by the homes. Furthermore, the development 24 and operation of adult family homes that can provide quality personal 25 care and special care services should be encouraged.

26 (3) The legislature finds that many residents of community-based 27 long-term care facilities are vulnerable and their health and wellbeing are dependent on their caregivers. The quality, skills, and 28 knowledge of their caregivers are the key to good care. 29 The legislature finds that the need for well-trained caregivers is growing 30 as the state's population ages and residents' needs increase. 31 The legislature intends that current training standards be enhanced. 32

33 (4) The legislature finds that the state of Washington has a 34 compelling interest in protecting and promoting the health, welfare, 35 and safety of vulnerable adults residing in adult family homes. The 36 health, safety, and well-being of vulnerable adults must be the 37 paramount concern in determining whether to issue a license to an

applicant, whether to suspend or revoke a license, or whether to take
 other licensing actions.

3 <u>NEW SECTION.</u> Sec. 3. A new section is added to chapter 70.128 RCW 4 to read as follows:

5 (1) To effectuate the public policies of this chapter, restrictive 6 covenants may not limit, in any way, directly or indirectly:

7 (a) Persons with disabilities from living in an adult family home8 licensed under this chapter; or

9 (b) Persons and legal entities from operating adult family homes 10 licensed under this chapter, whether for-profit or nonprofit, to 11 provide services covered under this chapter.

12 (2) This section applies retroactively to all restrictive covenants 13 in effect on the effective date of this section. Any provision in a 14 restrictive covenant in effect on or after the effective date of this 15 section that is inconsistent with this section is void and 16 unenforceable.

17 <u>NEW SECTION.</u> Sec. 4. A new section is added to chapter 64.38 RCW 18 to read as follows:

(1) To effectuate the public policy of chapter 70.128 RCW, thegoverning documents may not limit, directly or indirectly:

(a) Persons with disabilities from living in an adult family home
 licensed under chapter 70.128 RCW; or

(b) Persons and legal entities from operating adult family homes
 licensed under chapter 70.128 RCW, whether for-profit or nonprofit, to
 provide services covered under chapter 70.128 RCW.

(2) This section applies retroactively to any governing documents in effect on the effective date of this section. Any provision in a governing document in effect on or after the effective date of this section that is inconsistent with this section is void and unenforceable.

31 **Sec. 5.** RCW 70.128.060 and 2004 c 140 s 3 are each amended to read 32 as follows:

33 (1) An application for license shall be made to the department upon 34 forms provided by it and shall contain such information as the 35 department reasonably requires.

(2) Subject to the provisions of this section, the department shall 1 2 issue a license to an adult family home if the department finds that the applicant and the home are in compliance with this chapter and the 3 rules adopted under this chapter, unless (a) the applicant or a person 4 5 affiliated with the applicant has prior violations of this chapter relating to the adult family home subject to the application or any 6 7 other adult family home, or of any other law regulating residential care facilities within the past five years that resulted in revocation, 8 9 suspension, or nonrenewal of a license or contract with the department; or (b) the applicant or a person affiliated with the applicant has a 10 history of significant noncompliance with federal, state, or local 11 laws, rules, or regulations relating to the provision of care or 12 13 services to vulnerable adults or to children. A person is considered 14 affiliated with an applicant if the person is listed on the license application as a partner, officer, director, resident manager, or 15 16 majority owner of the applying entity, or is the spouse of the 17 applicant.

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(3) The license fee shall be submitted with the application.

19 (4) The department shall serve upon the applicant a copy of the 20 decision granting or denying an application for a license. An 21 applicant shall have the right to contest denial of his or her 22 application for a license as provided in chapter 34.05 RCW by 23 requesting a hearing in writing within twenty-eight days after receipt 24 of the notice of denial.

(5) The department shall not issue a license to a provider if the department finds that the provider or spouse of the provider or any partner, officer, director, managerial employee, or majority owner has a history of significant noncompliance with federal or state regulations, rules, or laws in providing care or services to vulnerable adults or to children.

31 (6) The department shall license an adult family home for the 32 maximum level of care that the adult family home may provide. The 33 department shall define, in rule, license levels based upon the 34 education, training, and caregiving experience of the licensed provider 35 or staff.

36 (7) The department shall establish, by rule, standards used to37 license nonresident providers and multiple facility operators.

(8) The department shall establish, by rule, for multiple facility
 operators educational standards substantially equivalent to recognized
 national certification standards for residential care administrators.

(9) The license fee shall be set ((at fifty dollars per year)) in
an amount specified in the biennial operating budget for each home. A
((fifty dollar)) processing fee in an amount specified in the biennial
operating budget shall also be charged each home when the home is
initially licensed.

(10) A provider who receives notification of the department's 9 10 initiation of a denial, suspension, nonrenewal, or revocation of an adult family home license may, in lieu of appealing the department's 11 12 action, surrender or relinquish the license. The department shall not 13 issue a new license to or contract with the provider, for the purposes of providing care to vulnerable adults or children, for a period of 14 twenty years following the surrendering or relinquishment of the former 15 The licensing record shall indicate that the provider 16 license. 17 relinquished or surrendered the license, without admitting the violations, after receiving notice of the department's initiation of a 18 denial, suspension, nonrenewal, or revocation of a license. 19

(11) The department shall establish, by rule, the circumstances 20 21 requiring a change in the licensed provider, which include, but are not 22 limited to, a change in ownership or control of the adult family home or provider, a change in the provider's form of legal organization, 23 24 such as from sole proprietorship to partnership or corporation, and a 25 dissolution or merger of the licensed entity with another legal organization. The new provider is subject to the provisions of this 26 27 chapter, the rules adopted under this chapter, and other applicable In order to ensure that the safety of residents is not 28 law. compromised by a change in provider, the new provider is responsible 29 30 for correction of all violations that may exist at the time of the new 31 license.

32 <u>NEW_SECTION.</u> Sec. 6. If any provision of this act or its 33 application to any person or circumstance is held invalid, the 34 remainder of the act or the application of the provision to other 35 persons or circumstances is not affected.

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