## Washington State Register

## WSR 22-13-118 PROPOSED RULES HEALTH CARE AUTHORITY

[Filed June 17, 2022, 8:18 a.m.]

Original Notice.

Preproposal statement of inquiry was filed as WSR 22-09-064. Title of Rule and Other Identifying Information: WAC 182-515-1509 Home and community based (HCB) waiver services authorized by home [and] community services (HCB [HCS]) — Financial eligibility using SSrelated institutional rules.

Hearing Location(s): On July 26, 2022, at 10:00 a.m. In response to the coronavirus disease 2019 (COVID-19) public health emergency, the health care authority (HCA) continues to hold public hearings virtually without a physical meeting place. This promotes social distancing and the safety of the residents of Washington state.

To attend the virtual public hearing, you must register in advance https://us02web.zoom.us/webinar/register/WN okdBEytITLCb2dmAjv3rBA.

If the link above opens with an error message, please try using a different browser. After registering, you will receive a confirmation email containing information about joining the public hearing. Date of Intended Adoption: Not sooner than July 27, 2022.

Submit Written Comments to: HCA Rules Coordinator, P.O. Box 42716, Olympia, WA 98504-2716, email arc@hca.wa.gov, fax 360-586-9727, by July 26, 2022, by 11:59 p.m.

Assistance for Persons with Disabilities: Contact Johanna Larson, phone 360-725-1349, fax 360-586-9727, telecommunication[s] relay service 711, email johanna.larson@hca.wa.gov, by July 8, 2022.

Purpose of the Proposal and Its Anticipated Effects, Including Any Changes in Existing Rules: The agency is amending this rule to increase the personal needs allowance for clients eligible to receive home and community services waiver services, in alignment with SSB 5745.

Reasons Supporting Proposal: See purpose.

Statutory Authority for Adoption: SSB 5745 (67th legislature, 2022 regular session); RCW 41.05.021, 41.05.160.

Statute Being Implemented: RCW 41.05.021, 41.05.160.

Rule is not necessitated by federal law, federal or state court decision.

Agency Comments or Recommendations, if any, as to Statutory Language, Implementation, Enforcement, and Fiscal Matters: Not applicable.

Name of Proponent: HCA, governmental. Name of Agency Personnel Responsible for Drafting: Melinda Froud, P.O. Box 42716, Olympia, WA 98504-2716, 360-725-1408; Implementation and Enforcement: Paige Lewis, P.O. Box 45534, Olympia, WA 98504-5534, 360-725-0757.

A school district fiscal impact statement is not required under RCW 28A.305.135.

A cost-benefit analysis is not required under RCW 34.05.328. RCW 34.05.328 does not apply to HCA rules unless requested by the joint administrative rules review committee or applied voluntarily.

The proposed rule does not impose more-than-minor costs on businesses. Following is a summary of the agency's analysis showing how costs were calculated. The proposed rule does not impose a disproportionate cost on small businesses.

June 17, 2022 Wendy Barcus Rules Coordinator

## OTS-3842.2

AMENDATORY SECTION (Amending WSR 20-08-082, filed 3/27/20, effective 4/27/20)

- WAC 182-515-1509 Home and community based (HCB) waiver services authorized by home and community services (HCS)—Client financial responsibility. (1) A client eligible for home and community based (HCB) waiver services authorized by home and community services (HCS) under WAC 182-515-1508 must pay toward the cost of care and room and board under this section.
- (a) Post-eligibility treatment of income, participation, and participate are all terms that refer to a client's responsibility towards cost of care.
- (b) Room and board is a term that refers to a client's responsibility toward food and shelter in an alternate living facility (ALF).(2) The agency determines how much a client must pay toward the
- (2) The agency determines how much a client must pay toward the cost of care for HCB waiver services authorized by HCS when living ((at)) in their own home:
- (a) A single client who lives ((at)) in their own home (as defined in WAC 388-106-0010) keeps a personal needs allowance (PNA) of up to 300% of the federal ((poverty level (FPL))) benefit rate (FBR) for the supplemental security income (SSI) cash grant program and must pay the remaining available income toward cost of care after allowable deductions described in subsection (4) of this section. The Washington apple health income and resource standards chart identifies 300% of the FBR as the medical special income level (SIL).
- (b) A married client who lives with the client's spouse ((at)) in their own home (as defined in WAC 388-106-0010) keeps a PNA of up to the effective one-person medically needy income level (MNIL) and pays the remainder of the client's available income toward cost of care after allowable deductions under subsection (4) of this section.
- (c) A married client who lives ((at)) in their own home and apart from the client's spouse keeps a PNA of up to the ((FPL)) SIL but must pay the remaining available income toward cost of care after allowable deductions under subsection (4) of this section.
- (d) A married couple living ((at)) in their own home where each client receives HCB waiver services is each allowed to keep a PNA of up to the ((FPL))  $\underline{SIL}$  but must pay remaining available income toward cost of care after allowable deductions under subsection (4) of this section.
- (e) A married couple living ((at)) in their own home where each client receives HCB waiver services, one spouse authorized by the developmental disabilities administration (DDA) and the other authorized by HCS, is allowed the following:
- (i) The client authorized by DDA pays toward the cost of care under WAC 182-515-1512 or 182-515-1514; and

- (ii) The client authorized by HCS retains the ((federal poverty level (FPL))) SIL and pays the remainder of the available income toward cost of care after allowable deductions under subsection (4) of this section.
- (3) The agency determines how much a client must pay toward the cost of care for HCB waiver services authorized by HCS and room and board when living in a department contracted alternate living facility (ALF) defined under WAC 182-513-1100. A Client:
  - (a) Keeps a PNA of under WAC 182-513-1105;
- (b) Pays room and board up to the room and board standard under WAC 182-513-1105; and
- (c) Pays the remainder of available income toward the cost of care after allowable deductions under subsection (4) of this section.
- (4) If income remains after the PNA and room and board liability under subsection (2) or (3) of this section, the remaining available income must be paid toward the cost of care after it is reduced by deductions in the following order:
- (a) An earned income deduction of the first \$65 plus one-half of the remaining earned income;
- (b) Guardianship fees and administrative costs including any attorney fees paid by the quardian only as allowed under chapter 388-79A
- (c) Current or back child support garnished or withheld from the client's income according to a child support order in the month of the garnishment if it is for the current month. If the agency allows this as a deduction from income, the agency does not count it as the child's income when determining the family allocation amount in WAC 182-513-1385;
- (d) A monthly maintenance-needs allowance for the community spouse as determined under WAC 182-513-1385. If the community spouse is also receiving long-term care services, the allocation is limited to an amount that brings the community spouse's income to the community spouse's PNA, as calculated under WAC 182-513-1385;
- (e) A monthly maintenance-needs allowance for each dependent of the institutionalized client, or the client's spouse, as calculated under WAC 182-513-1385;
- (f) Incurred medical expenses which have not been used to reduce excess resources. Allowable medical expenses are under WAC 182-513-1350.
- (5) The total of the following deductions cannot exceed the special income level (SIL) defined under WAC 182-513-1100:
- (a) The PNA allowed in subsection (2) or (3) of this section, including room and board;
- (b) The earned income deduction in subsection (4)(a) of this section; and
- (c) The guardianship fees and administrative costs in subsection (4) (b) of this section.
- (6) A client may have to pay third-party resources defined under WAC 182-513-1100 in addition to the room and board and participation.
- (7) A client must pay the client's provider the sum of the room and board amount, and the cost of care after all allowable deductions, and any third-party resources defined under WAC 182-513-1100.
- (8) A client on HCB waiver services does not pay more than the state rate for cost of care.
- (9) When a client lives in multiple living arrangements in a month, the agency allows the highest PNA available based on all the living arrangements and services the client has received in a month.

(10) Standards described in this section are found at ((www.hca.wa.gov/free-or-low-cost-health-care/program-administration/program-standard-income-and-resources)) www.hca.wa.gov/health-care-services-supports/program-standard-income-and-resources.

[Statutory Authority: RCW 41.05.021 and 41.05.160. WSR 20-08-082, § 182-515-1509, filed 3/27/20, effective 4/27/20. Statutory Authority: RCW 41.05.021, 41.05.160, 2017 c 270. WSR 17-23-039, § 182-515-1509, filed 11/8/17, effective 1/1/18. Statutory Authority: RCW 41.05.021, 41.05.160, P.L. 111-148, 42 C.F.R. §§ 431, 435, and 457, and 45 C.F.R § 155. WSR 17-03-116, § 182-515-1509, filed 1/17/17, effective 2/17/17. WSR 13-01-017, recodified as WAC 182-515-1509, filed 12/7/12, effective 1/1/13. Statutory Authority: RCW 74.04.050, 74.04.057, 74.08.090, 74.09.530, section 6014 of the Deficit Reduction Act of 2005 (DRA), and 2010 1st sp.s. c 37 § 209(1). WSR 12-21-091, § 388-515-1509, filed 10/22/12, effective 11/22/12. Statutory Authority: RCW 74.04.050, 74.04.057, 74.08.090, 74.09.500, and 74.09.530 and Washington state 2007-09 operating budget (SHB 1128). WSR 08-22-052, § 388-515-1509, filed 11/3/08, effective 12/4/08.]