PROPOSED RULE MAKING



CR-102 (June 2024) (Implements RCW 34.05.320)

Do **NOT** use for expedited rule making

CODE REVISER USE ONLY

OFFICE OF THE CODE REVISER STATE OF WASHINGTON FILED

DATE: March 25, 2025

TIME: 10:54 AM

WSR 25-08-023

Agency: Health Care Authority								
□ Original Notice □ Original No								
□ Supplemental Notice to WSR								
□ Continuance of WSR								
□ Preproposal Statement of Inquiry was filed as WSR 25-04-109 ; or								
□ Expedited Rule MakingProposed notice was filed as WSR; or								
☐ Proposal is exempt under RCW 34.05.310(4) or 34.05.330(1); or								
☐ Proposal is exempt under RCW								
Title of rule and other identifying information: (describe subject) 182-513-1380, Determining a client's financial participation in the cost of care for long-term care in a medical institution								
Hearing location(s):								
Date:	Time:	Location: (be specific)		Comment:				
May 6, 2025	10:00 AM	The Health Care Authority holds		To attend the virtual public hearing,				
		public hearings virtually wit physical meeting place	nout a	you must register in advance:				
		physical meeting place		https://us02web.zoom.us/webinar/register/WN_RCfDW UhRTr-ZDz9AlxUzTA				
				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				
		sooner than May 7, 2025		: This is NOT the effective date)				
Submit written comm			Assistance for persons with disabilities:					
Name HCA Rules Coordinator			Contact Johanna Larson					
Address PO Box 42716, Olympia WA 98504-2716			Phone 360-725-1349					
Email arc@hca.wa.gov			Fax 360-586-9727					
Fax 360-586-9727			TTY Telecommunication Relay Service (TRS): 711					
Other			Email Johanna.Larson@hca.wa.gov					
Beginning (date and			Other	(a) A all 40, 0005				
By (date and time)		-		te) April 18, 2025				
Purpose of the proposal and its anticipated effects, including any changes in existing rules: The agency is amending WAC 182-513-1380 to clarify the scope of the housing maintenance allowance.								
Reasons supporting proposal: See Purpose								
Statutory authority for adoption: RCW 41.05.021, 41.05.160								
Statute being implemented: RCW 41.05.021, 41.05.160								
Is rule necessary bed	ause of a:							
Federal Law?				☐ Yes ⊠ No				
Federal Court Decision?				☐ Yes ⊠ No				
State Court Dec	ision?			☐ Yes ☒ No				
If yes, CITATION:								
Agency comments or matters: None	r recommer	ndations, if any, as to statu	itory la	nguage, implementation, enforcement, and fiscal				

Name of proponent: (person or organization) Health Care Authority Type of proponent: □ Private. □ Public. ☒ Governmental.						
Name of agency personnel responsible for:						
	Name	Office Location	Phone			
Drafting	Brian Jensen	PO Box 42716, Olympia, WA 98504-2716	360-725-0815			
Implementation	Paige Lewis	PO Box 42722, Olympia, WA 98504-2722	360-725-0757			
Enforcement	Paige Lewis	PO Box 42722, Olympia, WA 98504-2722	360-725-0757			
Is a school district If yes, insert staten		uired under <u>RCW 28A.305.135</u> ?	☐ Yes ⊠ No			
The public may obtain a copy of the school district fiscal impact statement by contacting: Name Address Phone Fax TTY Email Other						
Is a cost-benefit a	nalysis required under RCW	34.05.328?				
 ☐ Yes: A preliminary cost-benefit analysis may be obtained by contacting: Name Address Phone Fax TTY Email Other ☑ No: Please explain: RCW 34.05.328 does not apply to Health Care Authority rules unless requested by the Joint Administrative Rules Review Committee or applied voluntarily. 						
Regulatory Fairness Act and Small Business Economic Impact Statement Note: The Governor's Office for Regulatory Innovation and Assistance (ORIA) provides support in completing this part.						
(1) Identification of exemptions: This rule proposal, or portions of the proposal, may be exempt from requirements of the Regulatory Fairness Act (see chapter 19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19.85 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19 RCW). For additional information on exemptions, consult the exemption.go.ichapter.19 RCW). RCM						
☐ This rule proposal, or portions of the proposal, is exempt under RCW 19.85.061 because this rule making is being adopted solely to conform and/or comply with federal statute or regulations. Please cite the specific federal statute or regulation this rule is being adopted to conform or comply with, and describe the consequences to the state if the rule is not adopted. Citation and description:						
 □ This rule proposal, or portions of the proposal, is exempt because the agency has completed the pilot rule process defined by RCW 34.05.313 before filing the notice of this proposed rule. □ This rule proposal, or portions of the proposal, is exempt under the provisions of RCW 15.65.570(2) because it was adopted by a referendum. 						

	☐ This rule proposal, or portions of the proposal, is exempt under RCW 19.85.025(3). Check all that apply:							
		RCW 34.05.310 (4)(b)		RCW 34.05.310 (4)(e)				
		(Internal government operations)		(Dictated by statute)				
		RCW 34.05.310 (4)(c)		RCW 34.05.310 (4)(f)				
		(Incorporation by reference)		(Set or adjust fees)				
		RCW 34.05.310 (4)(d)		RCW 34.05.310 (4)(g)				
		(Correct or clarify language)		((i) Relating to agency hearings; or (ii) process				
				requirements for applying to an agency for a license or permit)				
\boxtimes	This rule	proposal, or portions of the proposal, is exempt $% \left(t\right) =\left(t\right) \left(t\right) +\left(t\right) \left(t\right) \left(t\right) $	under <u>R</u> 0	CW 19.85.025(4). (Does not affect small businesses).				
		proposal, or portions of the proposal, is exempt $% \left(x\right) =\left(x\right) +\left(x\right) +\left$						
eliç	Explanation of how the above exemption(s) applies to the proposed rule: The proposed rule pertains to client program eligibility and does not impose costs on businesses.							
		f exemptions: Check one.	ntione id	entified above apply to all portions of the rule proposal				
	 ☑ The rule proposal: Is fully exempt. (Skip section 3.) Exemptions identified above apply to all portions of the rule proposal. ☐ The rule proposal: Is partially exempt. (Complete section 3.) The exemptions identified above apply to portions of the rule 							
	proposal, but less than the entire rule proposal. Provide details here (consider using this template from ORIA):							
	The rule	proposal: Is not exempt. (Complete section 3.) N	lo exemp	tions were identified above.				
(3)	Small bu	siness economic impact statement: Complete	e this sed	ction if any portion is not exempt.				
If any portion of the proposed rule is not exempt , does it impose more-than-minor costs (as defined by RCW 19.85.020(2)) on businesses?								
	□ No Briefly summarize the agency's minor cost analysis and how the agency determined the proposed rule did not							
	impose more-than-minor costs. ——————————————————————————————————							
	economic impact statement is required. Insert the required small business economic impact statement here:							
The public may obtain a copy of the small business economic impact statement or the detailed cost calculations by contacting:								
		-						
		ime						
Address Phone								
Fax								
TTY								
	Email							
Other								
Date: March 25, 2025			Signatu	Signature:				
Name: Wendy Barcus			-	Mendy Barous				
Title: HCA Rules Coordinator				N				

- WAC 182-513-1380 Determining a client's financial participation in the cost of care for long-term care in a medical institution. This rule describes how the agency or the agency's designee allocates income and excess resources when determining participation in the cost of care in a medical institution.
- (1) The agency or the agency's designee defines which income and resources must be used in this process under WAC 182-513-1315.
- (2) The agency or the agency's designee allocates nonexcluded income in the following order, and the combined total of (a), (b), (c), and (d) of this subsection cannot exceed the effective one-person medically needy income level (MNIL):
 - (a) A personal needs allowance (PNA) under WAC 182-513-1105.
- (b) Mandatory federal, state, or local income taxes owed by the client.
 - (c) Wages for a client who:
- (i) Is related to the supplemental security income (SSI) program under WAC $182-512-0050\,(1)$; and
- (ii) Receives the wages as part of an agency-approved or department-approved training or rehabilitative program designed to prepare the client for a less restrictive placement. When determining this deduction, employment expenses are not deducted.
- (d) Guardianship fees, conservatorship fees, and administrative costs, including any attorney fees paid by the guardian or conservator, as allowed under chapter 388-79A WAC.
- (3) The agency or the agency's designee allocates nonexcluded income after deducting amounts under subsection (2) of this section in the following order:
- (a) Current or back child support garnished or withheld from income according to a child support order in the month of the garnishment if it is:
 - (i) For the current month;
 - (ii) For the time period covered by the PNA; and
- (iii) Not counted as the dependent member's income when determining the dependent allocation amount under WAC 182-513-1385.
- (b) A monthly maintenance needs allowance for the community spouse as determined using the calculation 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 up to the PNA.
- (c) A dependent allowance for each dependent of the institution-alized client or the client's spouse, as determined using the calculation under WAC 182-513-1385.
- (d) Medical expenses incurred by the institutionalized individual and not used to reduce excess resources. Allowable medical expenses and reducing excess resources are described in WAC 182-513-1350.
- (e) Maintenance of the home of a single institutionalized client ((or)), an institutionalized couple, or a married institutionalized client not sharing the same residence as the community spouse:
- (i) Up to 100 percent of the one-person federal poverty level per month:
 - (ii) Limited to a six-month period;
- (iii) When a physician has certified that the client or couple is likely to return to the home within the six-month period; and

- (iv) When social services staff documents the need for the income deduction.
- (4) A client may have to pay third-party resources as defined under WAC 182-513-1100 in addition to the participation.
- (5) A client is responsible to pay only up to the state rate for the cost of care. If long-term care insurance pays a portion of the state rate cost of care, a client pays only the difference up to the state rate cost of care.
- (6) 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 in a month.
- (7) Standards under this section for long-term care are found at www.hca.wa.gov/free-or-low-cost-health-care/i-help-others-apply-and-access-apple-health/program-standard-income-and-resources.