### **HUMAN SERVICES DEPARTMENT[441]**

### **Adopted and Filed Emergency**

The Human Services Department hereby amends Chapter 51, "Eligibility" and Chapter 52, "Payment," Iowa Administrative Code.

#### Legal Authority for Rule Making

This rule making is adopted under the authority provided in Iowa Code section 249A.4, 20 CFR § 416.2095, 20 CFR § 416.2096, and 2017 Iowa House File 653, Section 53 (2)-(3) and Section 70 (1)(m), (2) and (14).

## State or Federal Law Implemented

This rule making implements, in whole or in part, Iowa Code section 249A.4, 20 CFR § 416.2095, 20 CFR § 416.2096, and 2017 Iowa House File 653, Section 53 (2)-(3) and Section 70 (1)(m), (2) and (14).

#### Purpose and Summary

These administrative rule amendments remove the specific assistance standard amounts for State Supplementary Assistance and amend the Assistance Standards definition to include the legal citation to pass-along cost of living adjustments (COLA) in accordance with 20 CFR \$416.2095 and \$416.2096. COLA changes are effective January 1 each year.

# Reason for Adoption of Rule Making Without Prior Notice and Opportunity for Public Participation

Pursuant to Iowa Code section 17A.4(3), the Human Services Department finds that notice and public participation are unnecessary or impractical because the amendments increase payment amounts and income limits under the State Supplementary Assistance program in accordance with cost of living increases in SSI benefits, as required to meet federal pass-along requirements.

In compliance with Iowa Code section 17A.4(3)"a," the Administrative Rules Review Committee at its December 7, 2018, meeting reviewed the Human Service Department's determination and this rule making and approved the emergency adoption.

### Reason for Waiver of Normal Effective Date

Pursuant to Iowa Code section 17A.5(2)"b"(1), the Human Services Department also finds that the normal effective date of rule making, 35 days after publication, should be waived and the rule making made effective January 1, 2019 because the amendments confer a benefit on the public or remove a restriction on the public. The amendments increase payment amounts and income limits under the State Supplementary Assistance program.

### Adoption of Rule Making

This rule making was adopted by the Council on Human Services on December 12, 2018.

### Fiscal Impact

This rule making has a fiscal impact to the state of Iowa of less than \$100,000 annually or \$500,000 over 5 years. The RCF and Family Life Home personal needs allowances (PNA) are increasing by \$4.00 per month from \$99.00 to \$103.00 per month. The base personal needs allowance is increased due to the 2.8% COLA this year along with an increase in the average monthly Medicaid copayment per client per month for RCF recipients. (The average Medicaid copayment per client per month is added to the base PNA to determine the final monthly PNA.) The average copayment per client per month for RCF recipients for August 2017 through July 2018 was \$1.71. This is a increase of \$0.81 from last year's average of \$0.90.

For Family Life Home recipients, the \$17 increase in the payment to the family life home is offset by the \$4 increase in the personal needs deduction and a \$21 increase in the SSI

payment. The recipient will pay up to \$17 more due to the \$21 increase in income and a \$4 increase in the personal needs allowance.

For RCF assistance recipients, the maximum total payment to the facility will increase up to \$20.77 per month per recipient [(31.27 – 30.60) x 31 days]. RCF costs are shared by the state and the RCF recipient. Any potential increase costs to the state are expected to be more than offset by declining RCF caseloads in SFY '19 and SFY '20.

For Dependent Person assistance recipients, the maximum monthly payment is increasing by \$11, from \$387 to \$398. Each Dependent Person assistance recipient will receive up to \$11 increase, resulting in an anticipated increase in state expenditures however, this will be offset by the declining number of anticipated recipients and most recipients do not qualify for the maximum payment.

### Concurrent Publication of Notice of Intended Action

In addition to its adoption on an emergency basis, this rule making has been initiated through the normal rule-making process and is published herein under Notice of Intended Action as ARC {XXXXC} to allow for public comment.

#### Jobs Impact

After analysis and review of this rule making, no impact on jobs has been found.

#### Waivers

Any person who believes that the application of the discretionary provisions of this rule making would result in hardship or injustice to that person may petition the Human Services

Department for a waiver of the discretionary provisions, if any, pursuant to 441—1.8(17A, 217).

Review by Administrative Rules Review Committee

The Administrative Rules Review Committee, a bipartisan legislative committee which oversees rule making by executive branch agencies, may, on its own motion or on written request by any individual or group, review this rule making at its regular monthly meeting or at a special meeting. The Committee's meetings are open to the public, and interested persons may be heard as provided in Iowa Code section 17A.8(6).

### Effective Date

This rule making will become effective on January 1, 2019.

The following rule-making action is adopted:

ITEM 1. Amend subrule **51.4(1)** as follows:

51.4(1) *Income*. Income of a dependent relative shall be less than \$387 per month the amount established by the Department based on assistance standards as provided in 441-52.1(249). When the dependent's income is from earnings, an exemption of \$65 shall be allowed to cover work expense.

ITEM 2. Amend rule **441--51.7(249)** as follows:

441—51.7(249) Income from providing room and board. In determining profit income from furnishing room and board or providing family-life home care, \$387 per month the amount established by the Department based on assistance standards as provided in 441-52.1(249) shall be deducted to cover the cost, and the remaining amount shall be treated as earned income.

ITEM 3. Amend rule **441--52.1(249)** as follows:

**441**—**52.1**(**249**) **Assistance standards.** Assistance standards are the amounts of money allowed on a monthly basis to recipients of state supplementary assistance in determining financial need and the amount of assistance granted. <u>Current assistance standards shall be published on the</u>

department website. Assistance standards shall be adjusted annually to reflect cost-of-living adjustments (COLA) adopted by the Social Security Administration, in accordance with 20 C.F.R. §§ 416.2095 and 416.2096. Adjustments to the assistance standards based on COLA are effective January 1 of each year.

ITEM 4. Amend subrule **441—52.1(1)** as follows:

**52.1(1)** *Protective living arrangement.* The following assistance Assistance standards have been shall be established by the Department as provided in 441-52.1(249) for state supplementary assistance care and personal allowances for persons living in a family-life home certified under rules in 441—Chapter 111.

<del>\$813</del>	Care allowance
<del>\$ 99</del>	Personal allowance
	. ~
<del>\$912</del>	<del>Total</del>

ITEM 5. Amend subrule **52.1(2)** as follows:

52.1(2) Dependent relative. The following assistance Assistance standards for the following categories have been shall be established by the Department as provided in 441-52.1(249) for state supplementary assistance for dependent relatives residing in a recipient's home.

- a. Aged or disabled client and a dependent relative \$1,137
- b. Aged or disabled client, eligible spouse, and a dependent relative \$1,512
- c. Blind client and a dependent relative \$1,159
- d. Blind client, aged or disabled spouse, and a dependent relative \$1,534

e. Blind client, blind spouse, and a dependent relative \$1,556

ITEM 6. Amend subrule **52.1**(**3**) as follows:

**52.1**(3) *Residential care*. For periods of eligibility before July 1, 2017, the department will reimburse a recipient in either a privately operated or non-privately operated residential care facility on a flat per diem rate of \$17.86 or on a cost-related reimbursement system with a maximum per diem rate, of \$30.11 established consistent with the assistance standards principles provided in 441-52.1(249). The department shall establish a cost-related per diem rate for each licensed residential care facility choosing the cost-related reimbursement method of payment according to rule 441—54.3(249).

For periods of eligibility beginning July 1, 2017, and thereafter, payment to a recipient in a privately operated licensed residential care facility shall be based on the maximum per diem rate of \$30.11. Reimbursement for recipients in non-privately operated residential care facilities will be based on the flat per diem rate of \$17.86 or be based on the cost-related reimbursement system with a maximum per diem rate, of \$30.11 established consistent with the assistance standards principles provided in 441-52.1(249).

For periods of eligibility beginning January 1, 2018, and thereafter, payment to a recipient in a privately operated licensed residential care facility shall be based on the maximum per diem rate of \$30.60. Reimbursement for recipients in non-privately operated residential care facilities will be based on the flat per diem rate of \$17.86 or be based on the cost-related reimbursement system with a maximum per diem rate of \$30.60.

ITEM 7. Amend subparagraph **52.1(3)**"a"(2) as follows:

(2) An allowance, <u>established by the Department consistent with 441-52.1(249)</u>, <u>shall be</u> given of \$99 \$103 to meet personal expenses and Medicaid copayment expenses.