
Rate Setting Board

August 8, 2022

9:00 a.m. – 12:00 p.m.

Zoom attendance

In-person attendance

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TAB 1

Consumer Directed Employer Rate Setting Board
August 8, 2022
9:00 am – 12:00 pm

Agenda

Time/Minutes	Topic	Presenter
9:00-9:10	Welcome and Introductions	RSB Staff
	Purpose/Meeting Overview	Chair
9:10-9:15	Approval of Minutes 07.08.22	Chair
9:15-9:30	Public Comment	Chair/RSB Staff
9:30-9:40	Opening Remarks/Old Business	Chair
9:40-10:00	Discussion and vote on P&P – Establishing Rates	All
Board Discussion		
10:00-11:55	Board Discussion	All
11:55-12:00	Lessons Learned Survey	RSB Staff
12:00	Adjourn	Chair

Please note the agenda times may vary due to the flow of the meeting conversation.

Rate Setting Board Members

Charles Reed	Chair
Adam Glickman*	Exclusive Bargaining Unit Designee
Bea Rector*	DSHS Representative
Ben Bledsoe*	CDE Representative
Robyn Williams*	Governor's Office Representative
Rep. Drew MacEwen^	House of Representatives (R)
Rep. Steve Tharinger^	House of Representatives (D)
Senator Ron Muzzall^	Senate (R)
Senator Annette Cleveland^	Senate (D)
Georgiann Dustin^	State Council on Aging Representative
Adrienne Stewart^	People with Intellectual or Developmental Disabilities Organization
Kim Conner^	People with Disabilities Organization
Eric Erickson^	Licensed Home Care Agency
Brittany Williams^	Home Care Worker

*Voting member, ^Advisory member

Rate Setting Board Meeting Schedule

March 21, 2022 9:00am – 12:00pm	Zoom
April 18, 2022 9:00am – 3:00pm	Zoom
April 19, 2022 9:00am – 3:00pm	Zoom
May 2, 2022 9:00am – 2:30pm	Zoom
May 10, 2022 10:00am – 4:00pm	Zoom and In-Person*
May 19, 2022 9:00am – 3:00pm	Zoom
June 9, 2022 9:00am – 3:00pm	Zoom and In-Person*
June 14, 2022 10:00am – 4:00pm	Zoom and In-Person*
June 22, 2022 9:00am – 3:00pm	Zoom and In-Person*
July 8, 2022 8:30am-11:30am	Zoom and In-Person*
August 8, 2022 9:00am-12:00pm	Zoom and In-Person*

**Approved minutes from each meeting can be found at [Consumer Directed Employer Rate Setting Board | DSHS \(wa.gov\)](#)

*In-person meeting held at
Blake Office Park West
4450 10th AVE SE
Lacey, WA 98503
Chelan and Roosevelt rooms

TAB 2



Transforming lives

Rate Setting Board

[Approved By-Laws](#)

[Approved Charter](#)

[Approved Policy Selecting Chairperson](#)

Approved Policy Establishing and Submitting Rates **Pending

TAB 3

RSB Meeting August 8, 2022

Comparison in Labor Rate Proposals

	State Proposal 7/26	Alternative Proposal shift .20 from 24-25 reduce health
FY 24 rate	32.22	32.2
FY 24 health	4.68	4.13
FY 25 rate	33.66	33.86
FY 25 health	5.37	5.22
GF-S	337,602,000	337,676,000
total health cost	78,790,000	52,106,000
Total increase base wage & non-wage non health	5.11	5.31
Health	3.74	3.74
	1.37	1.22

CDWA Administrative Rate Proposal

Home Care Agencies Admin. Rate Proposals

Option 1

Make the \$0.5 per hour administrative Rate Pandemic Add-On (as in Jul 2020) to be part of permanent administrative rate in Biennium 2023-25

	FY2024	FY2025
Cost	\$ 7,866,000	\$ 7,894,000
› GF-State	\$ 3,461,000	\$ 3,473,000
GF-Fed	\$ 4,405,000	\$ 4,421,000

Home Care Agencies Admin. Rate cont'd

Option 2: \$ 0.56 per hour

Additional \$0.56 per hour administrative rate, less available pandemic add-on to be part of permanent administrative rate in Biennium 2023-25

	FY2024	FY2025
Cost	\$ 8,809,000	\$ 8,841,000
<i>GF-State</i>	<i>\$ 3,876,000</i>	<i>\$ 3,890,000</i>
GF-Fed	\$ 4,933,000	\$ 4,951,000

FY24 Hours **72,014,214**

FY25 Hours **79,594,658**

FMAP **56.0%**

	End FY23 Rate	Low Proposed	Cost @ FY23 Rate	FY23 Cost Proposed	Difference	Percentage
FY24 Current rate	Bad Debt \$ 0.07	\$ 0.07	\$ 5,040,995	\$ 5,040,995	\$ -	0.0%
	Base Admin \$ 1.20	\$ 1.20	\$ 86,417,057	\$ 86,417,057	\$ -	0.0%
	Total (w/o B&O) \$ 1.27	\$ 1.27	\$ 91,458,052	\$ 91,458,052	\$ -	0.0%
		Total Cost to State of Washington \$ 40,241,543	\$ 40,241,543			
		Total Cost Federal \$ 51,216,509	\$ 51,216,509			
	End FY24 Rate	Low Proposed	Cost @ FY23 Rate	FY24 Cost Proposed	Difference	Percentage
FY25 Current rate	Bad Debt \$ 0.07	\$ 0.07	\$ 5,571,626	\$ 5,571,626	\$ -	0.0%
	Base Admin \$ 1.20	\$ 1.20	\$ 95,513,589	\$ 95,513,589	\$ -	0.0%
	Total (w/o B&O) \$ 1.27	\$ 1.27	\$ 101,085,215	\$ 101,085,215	\$ -	0.0%
		Total Cost to State of Washington \$ 44,477,495	\$ 44,477,495			
		Total Cost Federal \$ 56,607,720	\$ 56,607,720			
	End FY23 Rate	Mid Proposed	Cost @ FY22 Rate	FY23 Cost Proposed	Difference	Percentage
FY24 MID	Bad Debt \$ 0.07	\$ 0.04	\$ 5,040,995	\$ 2,880,569	\$ (2,160,426)	-42.9%
	Change Order \$ -	\$ 0.02	\$ -	\$ 1,440,284	\$ 1,440,284	N/A
	Base Admin \$ 1.20	\$ 1.27	\$ 86,417,057	\$ 91,458,052	\$ 5,040,995	5.8%
	Total (w/o B&O) \$ 1.27	\$ 1.33	\$ 91,458,052	\$ 95,778,905	\$ 4,320,853	4.7%
		Total Cost to State of Washington \$ 40,241,543	\$ 42,142,718			
		Total Cost Federal \$ 51,216,509	\$ 53,636,187			
	End FY24 Rate	Mid Proposed	Cost @ FY23 Rate	FY24 Cost Proposed	Difference	Percentage
FY25 MID	Bad Debt \$ 0.04	\$ 0.04	\$ 3,183,786	\$ 3,183,786	\$ -	0.0%
	Change Order \$ 0.02	\$ 0.02	\$ 1,591,893	\$ 1,591,893	\$ -	N/A
	Base Admin \$ 1.27	\$ 1.34	\$ 101,085,215	\$ 106,656,841	\$ 5,571,626	5.5%
	Total (w/o B&O) \$ 1.33	\$ 1.40	\$ 105,860,894	\$ 111,432,521	\$ 5,571,626	5.3%
		Total Cost to State of Washington \$ 46,578,794	\$ 49,030,309			
		Total Cost Federal \$ 59,282,101	\$ 62,402,211			
	End FY23 Rate	HIGH Proposed	Cost @ FY22 Rate	FY23 Cost Proposed	Difference	Percentage
FY24 HIGH	Bad Debt \$ 0.07	\$ 0.04	\$ 5,040,995	\$ 2,880,569	\$ (2,160,426)	-42.9%
	Change Order \$ -	\$ 0.02	\$ -	\$ 1,440,284	\$ 1,440,284	N/A
	Startup Costs \$ -	\$ 0.11	\$ -	\$ 7,921,564	\$ 7,921,564	N/A
	Base Admin \$ 1.20	\$ 1.27	\$ 86,417,057	\$ 91,458,052	\$ 5,040,995	5.8%
Total (w/o B&O) \$ 1.27	\$ 1.44	\$ 91,458,052	\$ 103,700,468	\$ 12,242,416	13.4%	
		Total Cost to State of Washington \$ 40,241,543	\$ 45,628,206			
		Total Cost Federal \$ 51,216,509	\$ 58,072,262			

FY25 HIGH	End FY24 Rate	HIGH Proposed	Cost @ FY23 Rate	FY24 Cost Proposed	Difference	Percentage	
	Bad Debt \$	0.04	\$ 0.04	\$ 3,183,786	\$ 3,183,786	\$ -	0.0%
	Change Order \$	0.02	\$ 0.02	\$ 1,591,893	\$ 1,591,893	\$ -	N/A
	Startup Costs \$	0.11	\$ -	\$ 8,755,412	\$ -	\$ (8,755,412)	N/A
	Base Admin \$	1.27	\$ 1.34	\$ 101,085,215	\$ 106,656,841	\$ 5,571,626	5.5%
Total (w/o B&O) \$	1.44	\$ 1.40	\$ 114,616,307	\$ 111,432,521	\$ (3,183,786)	-2.8%	
		Total Cost to State of Washington	\$ 50,431,175	\$ 49,030,309			
		Total Cost Federal	\$ 64,185,132	\$ 62,402,211			

Summary		Total Cost	Increase/(Decrease) To Prior FY	Cost to Washington	Cost to Federal
	Total Biennium Cost @ Current Rates	\$ 192,543,267	\$ -	\$ 84,719,037	\$ 107,824,229
	Total Biennium Additional Cost MID	\$ 207,211,425	\$ 14,668,158	\$ 91,173,027	\$ 116,038,398
	Total Biennium Additional Cost High	\$ 215,132,989	\$ 22,589,722	\$ 94,658,515	\$ 120,474,474