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# RULE-MAKING ORDER PERMANENT RULE ONLY

# CR-103P (December 2017) (Implements RCW 34.05.360)

OFFICE OF THE CODE REVISER
STATE OF WASHINGTON
FILED

DATE: June 30, 2025 TIME: 12:11 PM

WSR 25-14-079

Agency: Department of Social and Health Services, Division of Vocational Rehabilitation (DVR)

# Effective date of rule:

- Permanent Rules
- $\boxtimes$  31 days after filing.

Other (specify) \_\_\_\_\_ (If less than 31 days after filing, a specific finding under RCW 34.05.380(3) is required and should be stated below)

Any other findings required by other provisions of law as precondition to adoption or effectiveness of rule? □ Yes imes No If Yes, explain:

**Purpose:** This proposal amends existing rule to provide more information to interested parties regarding the process DVR uses to set rates for service fees and the cadence of these processes. The proposed rulemaking is necessary pursuant to a corrective action plan required by the Department of Education's Rehabilitation Services Administration for DVR to come into compliance with 34 CFR 361, which is a condition of receiving federal Vocational Rehabilitation funding. DVR must align WAC with current practices and provide clarity to interested parties.

#### Citation of rules affected by this order:

New: Repealed: Amended: WAC 388-892-0500

Suspended:

Statutory authority for adoption: RCW <u>43.20A.310(2)</u>, <u>74.29.020(3)</u> and <u>74.29.080(8)</u>

# Other authority:

### PERMANENT RULE (Including Expedited Rule Making)

Adopted under notice filed as WSR 25-11-059 on 5/16/2025 (date).

Describe any changes other than editing from proposed to adopted version: N/A.

If a preliminary cost-benefit analysis was prepared under RCW 34.05.328, a final cost-benefit analysis is available by contacting:

Name: Mari Heusman DVR Policy and Strategies Manager Address: PO Box 45350, Olympia, WA 98504 Phone: 360-280-2044 Fax: TTY: 711 Relay Service Email: <u>dvrpolicy@dshs.wa.gov</u> Web site: Other:

Note: If any category is le No descriptive text		ık, it wi	ill be cal	culated	l as zero.		
Count by whole WAC sections only, from the WAC number through the history note. A section may be counted in more than one category.							
The number of sections adopted in order to comply	y with:						
Federal statute:	New		Amended		Repealed		
Federal rules or standards:	New		Amended	<u>1</u>	Repealed		
Recently enacted state statutes:	New		Amended		Repealed		
The number of sections adopted at the request of a	a nongove	ernmental	l entity:				
	New		Amended		Repealed		
The number of sections adopted on the agency's own initiative:							
	New		Amended		Repealed		
The number of sections adopted in order to clarify, streamline, or reform agency procedures:							
	New		Amended		Repealed		
The number of sections adopted using:							
Negotiated rule making:	New		Amended		Repealed		
Pilot rule making:	New		Amended		Repealed		
Other alternative rule making:	New		Amended	<u>1</u>	Repealed		
Date Adopted: June 30, 2025	Sig	jnature:					
Name: Katherine I. Vasquez		12 0	<b>_</b> (	1			
Title: DSHS Rules Coordinator		- Ratherine N. Varge					

AMENDATORY SECTION (Amending WSR 03-19-075, filed 9/12/03, effective 10/13/03)

WAC 388-892-0500 What is DVR's payment system for VR service contracts? To establish reasonable reimbursement rates for vocational rehabilitation services while providing informed choice and access, DVR establishes fixed fees for VR contract services as follows:

(1) ((DVR identifies geographic VR service delivery areas based on economic cost of living data)) Every six years, or on an interval as announced, and with input received from the service providers, DVR will conduct a fee study to establish community rehabilitation program/independent living and preemployment transition services/transition rates for the services outlined in WAC 388-891A-0527, 388-891A-0705, 388-891A-0715, 388-891A-0725 through 388-891A-0732, 388-891A-0760 through 388-891A-0769.

(2) ((Every two years or on an interval as announced in the contract RFQ, with input received from the service providers, DVR will establish and publish a scheduled of fixed payment fee for each contracted VR service)) As needed, DVR will establish and publish a schedule of fixed payment fees for each contracted VR service, which may include an increase, if the budget allows, based on the following:

(a) The percentage increase of the Consumer Price Index (CPI), CPI-U, U.S. city average, not seasonally adjusted, or successor index, as calculated by the U.S. department of labor or successor agency for the 12 months preceding the previous May 1; or

(b) Five percent, whichever is smaller, but in no event shall the fees or maximums be decreased.

(3) ((All VR service contractors, within each geographic VR service delivery area, are paid the fixed payment fee for each contracted VR service)) DVR will publish a schedule of the new fixed payment fee for each contracted VR service.

(4) All VR service contractors are paid the fixed payment fee for each contracted VR service.