

EXHIBIT V

DEPARTMENT OF HUMAN SERVICES, DIVISION OF AGING, ADULT, & BEHAVIORAL HEALTH SERVICES

SUBJECT: Division of Aging, Adult, and Behavioral Health Services (DAABHS) Manual Extension

DESCRIPTION:

Statement of Necessity

The rule was initially promulgated to sunset on December 31, 2021; however, the public health emergency is ongoing, therefore DAABHS amends the termination date to extend the sunset date to the end of the federal public health emergency, including any extensions.

Rule Summary

The Director of the Division of Aging, Adult, and Behavioral Health amends the COVID-19 Response Manual to extend the sunset date of three provisions from December 31, 2021 to the end of the federal public health emergency, including any extensions. DAABHS continues to suspend the 365-day expiration date requirement for Person-Centered Service Plans for ARChoices. Also suspended are the rules for the periodic Independent Assessment and annual Division of County Operations level of care predetermination as well as the DHS RN annual evaluation to determine whether a nursing home intermediate level of care is still appropriate. PACE involuntary dismissal rules are suspended as well as the semi-annual and annual requirements. These suspensions allow beneficiaries to remain eligible for ARChoices, Living Choices, and PACE programs even though they do not have timely evaluations. The Living Choices Assisted Living Facilities rate will be maintained at the current rate pending approval for permanency by CMS.

PUBLIC COMMENT: No public hearing was held on this proposed rule. The public comment period expired on November 8, 2021. The agency indicated that it received no public comments.

The proposed effective date is January 1, 2022.

FINANCIAL IMPACT: The agency indicated that this rule has a financial impact.

Per the agency, the total cost to implement this rule is \$769,969 for the current fiscal year (\$218,517 in general revenue and \$551,452 in federal funds) and \$1,539,938 for the next fiscal year (\$437,034 in general revenue and \$1,102,903 in federal funds). The total estimated cost by fiscal year to state, county, and municipal government to implement this rule is \$218,517 for the current fiscal year and \$437,034 for the next fiscal year.

The agency indicated that there is a new or increased cost or obligation of at least \$100,000 per year to a private individual, private entity, private business, state government, county government, municipal government, or to two or more of those entities combined. Accordingly, the agency provided the following written findings.

(1) a statement of the rule's basis and purpose;

Due to the COVID-19 pandemic, DAABHS made revisions to rules to ensure continuity of services for clients.

(2) the problem the agency seeks to address with the proposed rule, including a statement of whether a rule is required by statute;

DAABHS nurses will complete an evaluation of the beneficiary's current needs and will extend the dates for qualifying beneficiaries, ensuring continued eligibility for services. DAABHS suspended a rule to allow members who do not receive a timely evaluation to remain eligible for ARChoices, Living Choices and PACE.

(3) a description of the factual evidence that:

- (a) justifies the agency's need for the proposed rule; and*
- (b) describes how the benefits of the rule meet the relevant statutory objectives and justify the rule's costs;*

DAABHS nurses will complete an evaluation of the beneficiary's current needs and will extend the dates for qualifying beneficiaries, ensuring continued eligibility for services. DAABHS suspended a rule to allow members who do not receive a timely evaluation to remain eligible for ARChoices, Living Choices and PACE.

(4) a list of less costly alternatives to the proposed rule and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;

None.

(5) a list of alternatives to the proposed rule that were suggested as a result of public comment and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;

None at this time.

(6) a statement of whether existing rules have created or contributed to the problem the agency seeks to address with the proposed rule and, if existing rules have created or contributed to the problem, an explanation of why amendment or repeal of the rule creating or contributing to the problem is not a sufficient response; and

N/A

(7) an agency plan for review of the rule no less than every ten (10) years to determine whether, based upon the evidence, there remains a need for the rule including, without limitation, whether:

- (a) the rule is achieving the statutory objectives;*
- (b) the benefits of the rule continue to justify its costs; and*
- (c) the rule can be amended or repealed to reduce costs while continuing to achieve the statutory objectives.*

The Agency monitors State and Federal rules and policies for opportunities to reduce and control costs.

LEGAL AUTHORIZATION: The Department of Human Services has the responsibility to administer assigned forms of public assistance and is specifically authorized to maintain an indigent medical care program (Arkansas Medicaid). *See Ark. Code Ann. §§ 20-76-201(1), 20-77-107(a)(1).* The Department has the authority to make rules that are necessary or desirable to carry out its public assistance duties. *Ark. Code Ann. § 20-76-201(12); see also Ark. Code Ann § 20-10-203(b).* The Department and its divisions also have the authority to promulgate rules as necessary to conform their programs to federal law and receive federal funding. *Ark. Code Ann. § 25-10-129(b).*

QUESTIONNAIRE FOR FILING PROPOSED RULES AND REGULATIONS
WITH THE ARKANSAS LEGISLATIVE COUNCIL

DEPARTMENT/AGENCY Department of Human Services
DIVISION Division of Aging, Adult, and Behavioral Health Services (DAABHS)
DIVISION DIRECTOR Jay Hill
CONTACT PERSON Mac Golden
ADDRESS P. O. Box 1437, Slot S295 Little Rock, AR 72203-1437
PHONE NO. 501-320-6383 **FAX NO.** 501-404-4619 **E-MAIL** Mac.E.Golden @dhs.arkansas.gov
NAME OF PRESENTER AT COMMITTEE MEETING Jay Hill
PRESENTER E-MAIL Jay.Hill@dhs.arkansas.gov

INSTRUCTIONS

- A. Please make copies of this form for future use.
- B. Please answer each question completely using layman terms. You may use additional sheets, if necessary.
- C. If you have a method of indexing your rules, please give the proposed citation after "Short Title of this Rule" below.
- D. Submit two (2) copies of this questionnaire and financial impact statement attached to the front of two (2) copies of the proposed rule and required documents. Mail or deliver to:

Jessica C. Whittaker
Administrative Rules Review Section
Arkansas Legislative Council
Bureau of Legislative Research
One Capitol Mall, 5th Floor
Little Rock, AR 72201

Division of Aging, Adult, and Behavioral Health Services

1. What is the short title of this rule? (DAABHS) Manual Extension

2. What is the subject of the proposed rule? See Attached.

3. Is this rule required to comply with a federal statute, rule, or regulation? Yes No
If yes, please provide the federal rule, regulation, and/or statute citation. _____

4. Was this rule filed under the emergency provisions of the Administrative Procedure Act?

Yes No

If yes, what is the effective date of the emergency rule? N/A

When does the emergency rule expire? N/A

Will this emergency rule be promulgated under the permanent provisions of the Administrative Procedure Act?

Yes No

5. Is this a new rule? Yes No
If yes, please provide a brief summary explaining the regulation. _____

Does this repeal an existing rule? Yes No
If yes, a copy of the repealed rule is to be included with your completed questionnaire. If it is being replaced with a new rule, please provide a summary of the rule giving an explanation of what the rule does. _____

Is this an amendment to an existing rule? Yes No
If yes, please attach a mark-up showing the changes in the existing rule and a summary of the substantive changes. **Note: The summary should explain what the amendment does, and the mark-up copy should be clearly labeled "mark-up."**

See attached. Please note, this rule contains temporary provisions of existing rules to meet the needs of the pandemic.

6. Cite the state law that grants the authority for this proposed rule? If codified, please give the Arkansas Code citation. Arkansas Code Annotated §§ 20-76-201, 20-77-107, and 25-10-129.
7. What is the purpose of this proposed rule? Why is it necessary? See attached.

8. Please provide the address where this rule is publicly accessible in electronic form via the Internet as required by Arkansas Code § 25-19-108(b).

<https://humanservices.arkansas.gov/do-business-with-dhs/proposed-rules/>

9. Will a public hearing be held on this proposed rule? Yes No
If yes, please complete the following:

Date: N/A
Time: _____
Place: _____

10. When does the public comment period expire for permanent promulgation? (Must provide a date.)
November 8, 2021

11. What is the proposed effective date of this proposed rule? (Must provide a date.)
January 1, 2022

12. Please provide a copy of the notice required under Ark. Code Ann. § 25-15-204(a), and proof of the publication of said notice. See attached.

13. Please provide proof of filing the rule with the Secretary of State as required pursuant to Ark. Code Ann. § 25-15-204(e). See attached.

14. Please give the names of persons, groups, or organizations that you expect to comment on these rules?
Please provide their position (for or against) if known. Unknown

FINANCIAL IMPACT STATEMENT

PLEASE ANSWER ALL QUESTIONS COMPLETELY

DEPARTMENT Department of Human Services

DIVISION Division of Aging, Adult, and Behavioral Health Services (DAABHS)

PERSON COMPLETING THIS STATEMENT Jason Callan

TELEPHONE (501) 320-6540 **FAX** _____ **EMAIL:** Jason.Callan@dhs.arkansas.gov

To comply with Ark. Code Ann. § 25-15-204(e), please complete the following Financial Impact Statement and file two copies with the questionnaire and proposed rules.

SHORT TITLE OF THIS RULE Division of Aging, Adult, and Behavioral Health Services (DAABHS) Manual Extension

1. Does this proposed, amended, or repealed rule have a financial impact? Yes No

2. Is the rule based on the best reasonably obtainable scientific, technical, economic, or other evidence and information available concerning the need for, consequences of, and alternatives to the rule? Yes No

3. In consideration of the alternatives to this rule, was this rule determined by the agency to be the least costly rule considered? Yes No

If an agency is proposing a more costly rule, please state the following:

(a) How the additional benefits of the more costly rule justify its additional cost;

(b) The reason for adoption of the more costly rule;

(c) Whether the more costly rule is based on the interests of public health, safety, or welfare, and if so, please explain; and;

(d) Whether the reason is within the scope of the agency's statutory authority; and if so, please explain.

4. If the purpose of this rule is to implement a federal rule or regulation, please state the following:

(a) What is the cost to implement the federal rule or regulation?

Current Fiscal Year

General Revenue \$0
Federal Funds \$0
Cash Funds _____
Special Revenue _____
Other (Identify) _____

Total \$0

Next Fiscal Year

General Revenue \$0
Federal Funds \$0
Cash Funds _____
Special Revenue _____
Other (Identify) _____

Total \$0

(b) What is the additional cost of the state rule?

<u>Current Fiscal Year</u>	<u>Next Fiscal Year</u>
General Revenue \$218,517	\$437,034
Federal Funds \$551,452	\$1,102,903
Cash Funds _____	_____
Special Revenue _____	_____
Other (Identify) _____	_____
Total \$769,969	\$1,539,938

5. What is the total estimated cost by fiscal year to any private individual, entity and business subject to the proposed, amended, or repealed rule? Identify the entity(ies) subject to the proposed rule and explain how they are affected.

<u>Current Fiscal Year</u>	<u>Next Fiscal Year</u>
\$ 0 _____	\$ 0 _____

6. What is the total estimated cost by fiscal year to state, county, and municipal government to implement this rule? Is this the cost of the program or grant? Please explain how the government is affected.

<u>Current Fiscal Year</u>	<u>Next Fiscal Year</u>
\$ 218,517	\$ 437,034

7. With respect to the agency's answers to Questions #5 and #6 above, is there a new or increased cost or obligation of at least one hundred thousand dollars (\$100,000) per year to a private individual, private entity, private business, state government, county government, municipal government, or to two (2) or more of those entities combined?

Yes No

If YES, the agency is required by Ark. Code Ann. § 25-15-204(e)(4) to file written findings at the time of filing the financial impact statement. The written findings shall be filed simultaneously with the financial impact statement and shall include, without limitation, the following:

- (1) a statement of the rule's basis and purpose; - *Due to the COVID-19 pandemic, DAABH made revisions to rules to ensure continuity of services for clients.*
- (2) the problem the agency seeks to address with the proposed rule, including a statement of whether a rule is required by statute; - *DAABHS nurses will complete an evaluation of the beneficiary's current needs and will extend the dates for qualifying beneficiaries, ensuring continued eligibility for services. DAABH suspended a rule to allow members who do not receive a timely evaluation to remain eligible for ARChoices, Living Choices and PACE.*

- (3) a description of the factual evidence that:
- (a) justifies the agency's need for the proposed rule; and
 - (b) describes how the benefits of the rule meet the relevant statutory objectives and justify the rule's costs;
- DAABHS nurses will complete an evaluation of the beneficiary's current needs and will extend the dates for qualifying beneficiaries, ensuring continued eligibility for services. DAABH suspended a rule to allow members who do not receive a timely evaluation to remain eligible for ARChoices, Living Choices and PACE.*
- (4) a list of less costly alternatives to the proposed rule and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule; - *None*.
- (5) a list of alternatives to the proposed rule that were suggested as a result of public comment and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule; - *None at this time*.
- (6) a statement of whether existing rules have created or contributed to the problem the agency seeks to address with the proposed rule and, if existing rules have created or contributed to the problem, an explanation of why amendment or repeal of the rule creating or contributing to the problem is not a sufficient response; and - *N/A*
- (7) an agency plan for review of the rule no less than every ten (10) years to determine whether, based upon the evidence, there remains a need for the rule including, without limitation, whether:
- (a) the rule is achieving the statutory objectives;
 - (b) the benefits of the rule continue to justify its costs; and
 - (c) the rule can be amended or repealed to reduce costs while continuing to achieve the statutory objectives.
- The Agency monitors State and Federal rules and policies for opportunities to reduce and control costs.*

Statement of Necessity and Rule Summary
Division of Aging, Adult, and Behavioral Health Services Manual Extension

Statement of Necessity

The rule was initially promulgated to sunset on December 31, 2021; however, the public health emergency is ongoing, therefore DAABHS amends the termination date to extend the sunset date to the end of the federal public health emergency, including any extensions.

Summary

The Director of the Division of Aging, Adult, and Behavioral Health amends the COVID-19 Response Manual to extend the sunset date of three provisions from December 31, 2021 to the end of the federal public health emergency, including any extensions. DAABHS continues to suspend the 365-day expiration date requirement for Person-Centered Service Plans for ARChoices. Also suspended are the rules for the periodic Independent Assessment and annual Division of County Operations level of care redetermination as well as the DHS RN annual evaluation to determine whether a nursing home intermediate level of care is still appropriate. PACE involuntary dismissal rules are suspended as well as the semi-annual and annual requirements. These suspensions allow beneficiaries to remain eligible for ARChoices, Living Choices, and PACE programs even though they do not have timely evaluations. The Living Choices Assisted Living Facilities rate will be maintained at the current rate pending approval for permanency by CMS.

NOTICE OF RULE MAKING

The Director of the Division of Aging, Adult, and Behavioral Health Services of the Department of Human Services announces for a public comment period of thirty (30) calendar days a notice of rulemaking for the following proposed rules under one or more of the following chapters, subchapters, or sections of the Arkansas Code: §§ 20-76-201, 20-77-107, and 25-10-129.

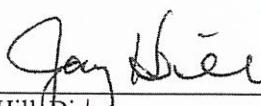
Effective January 1, 2022:

The Director of the Division of Aging, Adult, and Behavioral Health Services (DAABHS) amends the COVID-19 Response Manual to remove the sunset date of December 31, 2021, to align with the termination of the federal public health emergency, including any extensions. DAABHS allows the suspension of the Outpatient Behavioral Health Agencies Certified as Acute Crisis Units to sunset on December 31, 2021.

The proposed rules are available for review at the Department of Human Services (DHS) Office of Rules Promulgation, 2nd floor Donaghey Plaza South Building, 7th and Main Streets, P. O. Box 1437, Slot S295, Little Rock, Arkansas 72203-1437. You may also access and download the proposed rules at <https://humanservices.arkansas.gov/do-business-with-dhs/proposed-rules/>. Public comments must be submitted in writing at the above address or at the following email address: ORP@dhs.arkansas.gov. All public comments must be received by DHS no later than November 8, 2021. Please note that public comments submitted in response to this notice are considered public documents. A public comment, including the commenter's name and any personal information contained within the public comment, will be made publicly available and may be seen by various people.

If you need this material in a different format, such as large print, contact the Office of Rules Promulgation at 501-396-6428.

The Arkansas Department of Human Services is in compliance with Titles VI and VII of the Civil Rights Act and is operated, managed, and delivers services without regard to religion, disability, political affiliation, veteran status, age, race, color, or national origin. 4502035775



Jay Hill
Division of Aging, Adult, and Behavioral Health Services