

**DDS Rate Study concluded \$1.8 Billion (\$1.2 Billion General Fund) underfunding to services and supports for Californians with intellectual & developmental disabilities.**

**Holden, Frazier, & Stern Budget Request is for a *minimum* 8% increase for all service providers effective July 1, 2019. The estimated cost for our budget request is \$490 million (\$290 million GF) budget year and ongoing.**

<b><u>Issue</u></b>	<b><u>Assembly Budget Action</u></b>	<b><u>Senate Budget Action</u></b>
Provider Rate Increases	Approve 5.7 % rate increase effective January 1, 2020.  Cost: Budget Year: \$170 Million (\$103.68 million General Fund) Ongoing: \$340 Million (\$207 million General Fund)	Accept Governor's May Revise proposal to target increases for SLS, supported employment, CCFs w/ARM rates, family home agency, personal assistance, transportation assistant, and supplemental support services (average 18% increase for these services).  Reject sunset date and make ongoing. Additionally, provide an 8% increase for providers not included in the Governor's May Revision proposal AND provide an 8% increase for those providers included in the Governor's May Revision proposal that would have seen an increase of less than 8% These changes would be effective January 1, 2020.  Cost: Budget Year: \$323 million (\$201.58 million GF) Ongoing: \$646 million (\$403.16 million GF)

Fix the minimum wage “quirk” that currently prohibits state minimum wage adjustments to providers in areas where the local minimum wage is higher than the state’s required minimum wage.	Did <i>not</i> address minimum wage “quirk”.	Did address the Minimum Wage “quirk”.
Restore recession era cuts, including repeal of Half-Day Billing (\$1.6 Mil GF) and the Uniform Holiday Schedule (\$30.1 Mil GF) and restoration of Social Rec and Camp funding (\$14.8 Mil GF).	Approve	Approve
Rate Reform: Approve placeholder trailer bill language requiring the department to submit a plan for system-wide rate reform, considering the recommendations of the rate study and impending HCBS final rules, with stakeholder input, by January 10, 2020, with a planned beginning implementation date no later than January 2021.	Approve with additional intent language and requirements on process and outcomes of rate reform plan.	Approve