

**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	<p>Approve 5.7 % rate increase effective January 1, 2020.</p> <p>Cost: Budget Year: \$170 Million (\$103.68 million General Fund) Ongoing: \$340 Million (\$207 million General Fund)</p>	<p>Accept Governor's May Revision 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.</p> <p>Cost: Budget Year: \$323 million (\$201.58 million GF) Ongoing: \$646 million (\$403.16 million GF)</p>

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