

ACTIONS TAKEN

ASSEMBLY BUDGET SUBCOMMITTEE NO. 1 ON HEALTH AND HUMAN SERVICES

ASSEMBLYMEMBER DR. JOAQUIN ARAMBULA, CHAIR

WEDNESDAY, MARCH 29, 2017
2:30 P.M. - STATE CAPITOL, ROOM 444

ACTION ITEM	
ITEM	DESCRIPTION
5180	DEPARTMENT OF SOCIAL SERVICES
ISSUE 1	<p>IN-HOME SUPPORTIVE SERVICES (IHSS): EFFECTS OF THE COORDINATED CARE INITIATIVE</p> <p>ACTION: The Subcommittee took the following action:</p> <ol style="list-style-type: none"> 1. Reestablish the IHSS County Maintenance of Effort (MOE) and increase the amount by \$623 million, reinstating the previously applicable 3.5% annual growth factor. This achieves and locks in the General Fund savings included in the Governor's proposed budget for 2017-18 and future years. 2. Recognize that 1991 Realignment Sales Tax Growth Funds will grow over time to ultimately cover and then exceed the increased County MOE costs. It is important to note that it will take several years for revenue growth in the funds to fully cover the new costs of the increased MOE. 3. Protect county budgets by supplementing 1991 Realignment funds with other state funds until growth funds fully cover the new costs of the increased MOE. This supplement would come from a newly created state special fund called the County Budget Protection Fund, which would be funded with transfers from available balances of other state funds. This Fund would provide a temporary supplement to Realignment revenues to allow IHSS to be fully funded without impacting county budgets in any adverse way. Once the Realignment revenues exceed the new level of increased MOE costs, excess

	<p>Realignment revenues would replenish the County Budget Protection Fund and then transfer back to the special fund reserves. Preliminary estimates are that the County Budget Protection Fund would need to provide roughly \$500 million to cover the first year of the shortfall, with this amount decreasing every year until the supplement is no longer needed after approximately seven years.</p> <p>4. Consistent with this action, retain the California IHSS Authority, or Statewide Authority, where ultimately wages and benefits for providers would be collectively bargained. The approach on how counties would enter the Statewide Authority in the absence of connection to the CCI will be addressed in the coming weeks as the spring budgeting process unfolds.</p>																																			
	<table border="1" style="width: 100%; text-align: center;"> <thead> <tr> <th>MEMBERS</th> <th>AYE</th> <th>NO</th> <th>ABSENT</th> <th>NOT VOTING</th> </tr> </thead> <tbody> <tr> <td>Arambula (Chair)</td> <td>X</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Harper</td> <td></td> <td></td> <td></td> <td>X</td> </tr> <tr> <td>Mathis</td> <td>X</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Rubio</td> <td>X</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Wood</td> <td>X</td> <td></td> <td></td> <td></td> </tr> <tr> <td><i>Total</i></td> <td>4</td> <td></td> <td></td> <td>1</td> </tr> </tbody> </table>	MEMBERS	AYE	NO	ABSENT	NOT VOTING	Arambula (Chair)	X				Harper				X	Mathis	X				Rubio	X				Wood	X				<i>Total</i>	4			1
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ITEMS TO BE HEARD	
ITEM	DESCRIPTION
5180	DEPARTMENT OF SOCIAL SERVICES
4260	DEPARTMENT OF HEALTH CARE SERVICES (FOR ISSUE 1 ONLY)
ISSUE 1	<p>CONTINUUM OF CARE REFORM (CCR): IMPLEMENTATION UPDATE AND OVERSIGHT</p> <p>The Subcommittee requested updated/revised Supplemental Report Language (SRL) to address the adequacy of the post-interim rates and the access to and provision of mental health services. Staff, working with DSS, DOF, LAO, and stakeholders, was directed to pursue this option to respond to issues being raised by stakeholders who have weighed in on the implementation of CCR thus far. A proposed set of SRL is requested to come back to the Subcommittee at the May Revision to be considered for adoption.</p> <p>Otherwise, the Subcommittee held all issues in CCR open pending further</p>

	discussion and consideration. CCR estimates are likely to alter at the May Revision.
ISSUE 2	<p>APPROVED RELATIVE CAREGIVER PROGRAM – GOVERNOR'S TRAILER BILL LANGUAGE (TBL) PROPOSAL #623</p> <p>The TBL proposal was held open, however the Subcommittee requested the creation of a working group, to include Legislative staff, the Administration (DSS and DOF), LAO, and advocates to meet on the issues being raised by the advocates with both (1) the trailer bill as proposed and (2) to resolve issues to achieve rate equity that were mistakenly omitted as part of the statutory changes adopted last session and warranting current clean-up. If possible, a consensus, revised trailer bill proposal could be considered for adoption at the May Revision.</p>
ISSUE 3	<p>NEAR FATALITIES CASE REVIEWS – GOVERNOR'S BUDGET CHANGE PROPOSAL (BCP) #2</p> <p>Held open.</p>
ISSUE 4	<p>CHILD WELFARE SERVICES (CWS) AND FOSTER CARE – ADVOCACY PROPOSALS</p> <p>Held open.</p>
ISSUE 5	<p>COMMUNITY CARE LICENSING (CCL): IMPLEMENTATION UPDATE AND OVERSIGHT</p> <p>Held open.</p>
ISSUE 6	<p>CONTINUANCE OF CCL STAFFING RESOURCES – GOVERNOR'S BCP #4</p> <p>Held open.</p>
ISSUE 7	<p>CONTINUE FINGERPRINT LICENSING FEE EXEMPTION – GOVERNOR'S TBL PROPOSAL #622</p> <p>Held open.</p>
ISSUE 8	<p>DELAY LICENSING REQUIREMENTS FOR PRIVATE ALTERNATIVE BOARDING SCHOOLS AND OUTDOOR PROGRAMS – GOVERNOR'S TBL PROPOSAL #625</p> <p>Held open.</p>