



**CAPA**

California Association of  
Public Authorities for IHSS

# Overview of January Budget Release FY 23-24

Click to view the [Budget Summary](#)

Governor Newsom released the FY 23-24 budget with emphasis on budget resilience. Challenges include:

- Continued high inflation
- Multiple federal reserve bank interest rate increases
- Further stock market declines
- No money used from rainy day reserve
- Tech in recession for a year. Affecting California due to capital gains being lower.
- Wait and see approach for May Revise when there is more clarity
- Uncertainty when it comes to revenue picture. Waiting to see how to best use reserves.

The budget proposal includes:

- \$297 B Balanced Budget
- \$223.6 B General Fund
- \$22.5 B Shortfall
  - Balanced plan of funding delays, reductions and pullbacks, fund shifts, trigger reductions, and limited revenue generation and borrowing to address the budget problem
  - Does not propose to draw from the state's reserve accounts to close the budget gap

## **Governor's Budget Forecasts**

General Fund revenues will be \$29.5 billion lower than at the 2022 Budget Act projections, and California now faces an estimated budget gap of \$22.5 billion in the 2023-24 fiscal year.

- State is in its best fiscal position in recent memory to address this slowdown
- Economic forecast does not project a recession
- Maintains \$35.6 billion in total budgetary reserves

Close the \$22.5 B shortfall by:

- \$7.4 B funding delays
- \$5.7 B reductions and pullbacks
- \$4.3 B fund shifts
- \$3.9 B trigger reductions primarily in the areas of climate and transportation
- \$1.2 B limited revenue generation and borrowing
- Resiliency measures in the FY22-23 budget act to close shortfalls

**2023-24 Governor's Budget**  
**General Fund Budget Summary**  
(Dollars in Millions)

|  | 2022-23          | 2023-24          |
|--|------------------|------------------|
| <b>Prior Year Balance</b>                          | \$52,713         | \$21,521         |
| Revenues and Transfers                             | \$208,884        | \$210,174        |
| <b>Total Resources Available</b>                   | <b>\$261,597</b> | <b>\$231,695</b> |
| Non-Proposition 98 Expenditures                    | \$160,973        | \$143,060        |
| Proposition 98 Expenditures                        | \$79,103         | \$80,554         |
| <b>Total Expenditures</b>                          | <b>\$240,076</b> | <b>\$223,614</b> |
| <b>Fund Balance</b>                                | <b>\$21,521</b>  | <b>\$8,081</b>   |
| Reserve for Liquidation of Encumbrances            | \$4,276          | \$4,276          |
| Special Fund for Economic Uncertainties            | \$17,245         | \$3,805          |
| <b>Public School System Stabilization Account</b>  | <b>\$8,108</b>   | <b>\$8,473</b>   |
| <b>Safety Net Reserve</b>                          | <b>\$900</b>     | <b>\$900</b>     |
| <b>Budget Stabilization Account/Rainy Day Fund</b> | <b>\$21,487</b>  | <b>\$22,398</b>  |

Note: Numbers may not add due to rounding.

**2023-24 Total State Expenditures by Agency**

(Dollars in Millions)

|                                       | General Fund     | Special Funds   | Bond Funds     | Totals           |
|---------------------------------------|------------------|-----------------|----------------|------------------|
| Legislative, Judicial, Executive      | \$11,852         | \$3,678         | \$262          | \$15,792         |
| Business, Consumer Services & Housing | 1,472            | 1,217           | 936            | 3,625            |
| Transportation                        | 2,191            | 15,602          | 82             | 17,875           |
| Natural Resources                     | 9,723            | 2,019           | 585            | 12,327           |
| Environmental Protection              | 1,989            | 3,935           | 14             | 5,938            |
| Health and Human Services             | 71,447           | 30,769          | -              | 102,216          |
| Corrections and Rehabilitation        | 14,775           | 3,799           | -              | 18,574           |
| K-12 Education                        | 81,176           | 370             | 629            | 82,175           |
| Higher Education                      | 22,518           | 133             | 458            | 23,109           |
| Labor and Workforce Development       | 1,638            | 1,056           | -              | 2,694            |
| Government Operations                 | 3,847            | 251             | 7              | 4,105            |
| General Government:                   |                  |                 |                |                  |
| Non-Agency Departments                | 3,562            | 1,837           | 2              | 5,401            |
| Tax Relief/Local Government           | 558              | 3,523           | -              | 4,081            |
| Statewide Expenditures                | -3,134           | 2,196           | -              | -938             |
| <b>Total</b>                          | <b>\$223,614</b> | <b>\$70,385</b> | <b>\$2,975</b> | <b>\$296,974</b> |

Note: Numbers may not add due to rounding.

**GF Expenditures for Health and Human Services is INCREASED by 10.3% over FY 22-23**

The Governor's Budget includes \$230.5 billion (\$71.5 billion General Fund) for all health and human services programs in 2023-24. The Budget continues to advance the health and well-being of all Californians and maintains most of the investments made in recent years.

For more details see [Page 57 Budget Summary](#)

**Medi-Cal:**

The Medi-Cal budget includes \$137.7 billion (\$32.3 billion General Fund) in 2022-23 and \$138.9 billion (\$38.7 billion General Fund) in 2023-24. Medi-Cal is projected to cover approximately 15.2 million Californians in 2022-23 and 14.4 million in 2023-24—more than one-third of the state's population.

*2022-23 Budget Update*—The Budget reflects lower Medi-Cal expenditures of approximately \$4.2 billion General Fund in 2022-23 compared to the 2022 Budget Act. The decrease is due primarily to the shifting of certain repayments to the federal government related to state-only populations into 2023-24, and net savings from the assumed extension of the federal COVID-19 Public Health Emergency through mid-April 2023.

*Year-Over-Year Comparison*—The Budget projects Medi-Cal expenditures of \$38.7 billion General Fund in 2023-24, an increase of \$6.4 billion General Fund compared with the revised 2022-23 expenditures. A majority of the increase is attributable to shifting of repayments to the federal government related to state-only populations from 2022-23 and the assumed loss of increased federal funding consistent with the end of the federal Public Health Emergency while costs for caseload persist through the year. These costs are partially offset by one-time expenditures budgeted in 2022-23 that are not continuing into 2023-24.

## **DEPARTMENT OF SOCIAL SERVICES**

The Budget includes \$43.8 billion (\$18.4 billion General Fund) for DSS programs in 2023-24.

### **IHSS:**

- The Budget includes \$20.5 billion (\$7.8 billion General Fund) for the IHSS program in 2023-24
- Average monthly caseload is estimated to be 642,289 recipients in 2023-24
- The weighted average monthly hours per case for the individual provider mode are 115.9 hours in FY 2022-23 and FY 2023-24
- The statewide average cost per hour for the IP mode is \$18.62 in FY 2022-23 and \$19.12 in FY 2023-24.
- Medi-Cal redeterminations were suspended during the federal public health emergency under the continuous coverage requirement. During the public health emergency, IHSS-Residual (IHSS-R) cases progressively dropped which resulted in GF savings. Due to the assumed conclusion of the federal public health emergency and the resumption of Medi-Cal redeterminations beginning July 2023, the IHSS-R caseload will increase.
- The estimated net increase in services costs due to the increase in the minimum wage to \$15.50 per hour is \$213.7 million in FY 2022-23 and \$448.6 million in FY 2023-24. The estimated net increase in services costs due to the increase in the minimum wage to \$16.00 per hour is \$223.0 million in FY 2023-24.

### **Public Authority Allocations:**

- Permanent Back Up Provider – NO CHANGE in PA Allocation from FY 22-23  
Total: \$2.387 M
- PA Administration Funding – Increase \$2.339 M total (\$1.134 M General Fund) due to average monthly caseload increase of 26,692 – Total Funding \$56.309 M State  
Allocation: \$28,370 M

# Permanent Back-Up Provider System

## DESCRIPTION:

This premise provides ongoing funding to Public Authorities and counties to permanently establish a back-up provider system that provides services to IHSS recipients when their regular provider is not available. These services are provided through either the contract mode or individual provider mode. The premise includes a \$2.00 per hour wage differential for individual provider mode and an increased Maximum Allowable Contract Rate for county contract mode services. It also allows recipients to receive a maximum of 160 hours of back-up services per case.

## IMPLEMENTATION DATE:

The permanent system implemented in October 2022.

## KEY DATA/ASSUMPTIONS:

- The projected caseload is 12,311 for county contract mode and 23,041 for individual provider mode in FY 2022-23.
- The projected caseload is 12,844 for county contract mode and 24,038 for individual provider mode in FY 2023-24.
- The county administration costs are included for both the county contract mode and the individual provider mode. The Public Authority only provides administrative work for individual provider mode.

### Permanent Back-up Provider System – Services

- The additional cost per hour increase to the Maximum Allowable Contract Rate for county contract mode will be \$16.55, and the additional provider wage differential for individual provider mode will be \$2.00 in FY 2022-23.
- Both county contract mode and individual provider mode cases will receive an average of 119.1 hours of back-up services.

### Permanent Back-up Provider System – Administration and Public Authority

- The county administration cost per hour is \$86.23 and the blended rate cost per hour for Public Authority administration is \$49.65.
- The hours per case for county administration is 0.5 hours for the county contract mode and 1.0 hour for the individual provider mode.
- The hours per case for Public Authority administration hours is 2.0 for the individual provider mode.

## METHODOLOGY:

### Permanent Back-up Provider System – Services

For county contract mode, the cost is calculated by taking the contract mode caseload multiplied by the additional cost per hour and by the hours per case. For individual provider mode, the cost is calculated by taking the individual provider caseload multiplied by the wage differential and by the hours per case. The total cost is the sum of the individual provider mode and contract mode costs.

### Permanent Back-up Provider System – Administration and Public Authority

For individual providers, the county administration cost is calculated by multiplying the individual provider caseload by the county administration cost per hour and by the hours per case. For county contract mode, the county administration cost is calculated by multiplying the contract mode caseload by the county administration cost per hour and by the hours per case. The total county administration cost is the sum of the individual provider and county contract mode costs. For Public Authority administration, the county contract mode cost is calculated by multiplying the contract mode caseload by the Public Authority cost per hour and by the hours per case.

## FUNDING:

### Permanent Back-up Provider System – Services

Federal funds are provided by Title XIX of the Social Security Act. Costs are shared based on FFP eligibility criteria. Cases eligible for CFCO funds will have an FFP rate of 56 percent. All other federally eligible cases will have an FFP rate of 50 percent. Due to the implementation of the IHSS county MOE, the non-federal share is reflected at 100 percent GF and counties are billed for the IHSS Services portion of their MOE requirement. For more information on the IHSS county MOE, please refer to the IHSS County MOE premise.

### Permanent Back-up Provider System – Administration and Public Authority

Federal funding is provided by Title XIX of the Social Security Act, with the amount of FFP based on the FMAP of 50 percent for eligible cases. The federal share is reflected as a reimbursement, consistent with actual cash flow. Due to the implementation of the IHSS County MOE, county expenditures for the IHSS administration will be reimbursed using 100 percent GF for the non-federal share. Once a county exceeds its general IHSS administrative allocation, through any combination of regular IHSS county administrative expenditures, those costs will be shifted to county-only funds. For more information on the IHSS County MOE, please refer to the IHSS County MOE premise.

## CURRENT YEAR CHANGE FROM APPROPRIATION:

The increase in Services reflects growth in the projected caseload. There is no change for Administration and Public Authority.

## REASON FOR YEAR-TO-YEAR CHANGE:

The increases in Services and Administration reflect growth in the projected caseload. There is no change for Public Authority.

## EXPENDITURES:

(in 000s)

| <b><u>FY 2022-23</u></b>                     |              |                |              |               |               |
|--|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Services</b>              | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| Permanent Back-up Provider System – Services | \$29,748     | \$0            | \$13,089     | \$0           | \$16,659      |
| <b>Item 111 – IHSS Administration</b>        |              |                |              |               |               |
| Permanent Back-up Provider System – Admin    | \$2,592      | \$0            | \$1,305      | \$0           | \$1,287       |
| Permanent Back-up Provider System – PA       | 2,387        | 0              | 1,202        | 0             | 1,185         |
| <b><u>FY 2023-24</u></b>                     |              |                |              |               |               |
| <b>Item 111 – IHSS Services</b>              | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| Permanent Back-up Provider System – Services | \$31,039     | \$0            | \$13,657     | \$0           | \$17,382      |
| <b>Item 111 – IHSS Administration</b>        |              |                |              |               |               |
| Permanent Back-up Provider System – Admin    | \$2,626      | \$0            | \$1,323      | \$0           | \$1,303       |
| Permanent Back-up Provider System – PA       | 2,387        | 0              | 1,203        | 0             | 1,184         |



# Public Authority Administration

## DESCRIPTION:

This premise reflects the Public Authority administrative costs for the IHSS PCSP, IHSS Plus Option, CFCO, and non-Title XIX eligible IHSS recipients in the Residual program. For the purposes of collective bargaining of wages, hours, and other terms of employment, the Public Authorities act as the employers of IHSS providers. State law defines the make-up and functions of the Public Authorities which are separate entities from the county in which they operate. A county board of supervisors may elect to establish a Public Authority to provide for the delivery of IHSS. The IHSS recipients retain the right to hire, fire, and supervise the work of any IHSS worker providing services to them.

The Public Authorities assist recipients in finding IHSS providers through the establishment of a registry, investigate the qualifications and background of potential providers, establish a referral system under which IHSS providers shall be referred to recipients, provide access to training for providers and recipients, and perform other functions related to the delivery of IHSS. Each Public Authority's rate includes hourly costs for wages, employer taxes, benefits, and administrative costs. The Public Authority must submit a rate approval request to CDSS. Once CDSS approves the request, it is submitted to DHCS for final approval. After DHCS approves the rate, the Public Authority is notified of the new rate at which it can claim costs.

Pursuant to W&IC section 12306.16, the department collaborated with the California State Association of Counties and CWDA to examine the workload and budget assumptions related to Public Authority administration. The workgroup and the California Association of Public Authorities identified the costs of providing background checks, registry, training, health benefits management, and supervisory roles at the Public Authorities to determine the funding needed to perform these activities. For more information on the costs for county administration of the IHSS program, please refer to the IHSS Basic Administration premise.

## IMPLEMENTATION DATE:

This premise implemented on July 1, 1997.

## KEY DATA/ASSUMPTIONS:

- Authorizing statute(s): W&IC sections 12301.6 and 12306.16.
- The average cost per case of the Public Authorities administrative activities is \$87.67.
- The projected average monthly IHSS caseload in FY 2022-23 is 615,607.
- The projected average monthly IHSS caseload in FY 2023-24 is 642,289.

## METHODOLOGY:

The funding in FY 2023-24 is calculated by multiplying the average monthly caseload by the cost per case of performing the Public Authorities' administrative activities.

## FUNDING:

Federal funding is provided by Title XIX of the Social Security Act, with the amount of FFP based on the FMAP of 50 percent for eligible cases. The federal share is reflected as a reimbursement, consistent with actual cash flow. County expenditures for the IHSS administration will be reimbursed using 100 percent GF for the non-federal share. Once a county's allocation is fully expended, the GF share will shift to 100 percent county only for the non-federal share of cost. For more information on the IHSS County MOE, please refer to the IHSS County MOE premise.

## CURRENT YEAR CHANGE FROM APPROPRIATION:

The increase reflects growth in the projected monthly caseload.

## REASON FOR YEAR-TO-YEAR CHANGE:

The increase reflects growth in the projected monthly caseload.

## EXPENDITURES:

(in 000s)

| <u>FY 2022-23</u>               |          |         |          |        |          |
|---------------------------------|----------|---------|----------|--------|----------|
| Item 111 – IHSS Administration  | Total    | Federal | State    | County | Reimb.   |
| Public Authority Administration | \$53,970 | \$0     | \$27,236 | \$0    | \$26,734 |
| <u>FY 2023-24</u>               |          |         |          |        |          |
| Item 111 – IHSS Administration  | Total    | Federal | State    | County | Reimb.   |
| Public Authority Administration | \$56,309 | \$0     | \$28,370 | \$0    | \$27,939 |

**Advisory Committees: NO CHANGE**

\$3,000 GF for all counties in FY 2022-23 and FY 2023-24.

| <b><u>FY 2022-23</u></b>              |              |                |              |               |               |
|---------------------------------------|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Administration</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| Advisory Committees                   | \$345        | \$0            | \$174        | \$0           | \$171         |

| <b><u>FY 2023-24</u></b>              |              |                |              |               |               |
|---------------------------------------|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Administration</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| Advisory Committees                   | \$345        | \$0            | \$174        | \$0           | \$171         |

**IHSS Basic – Administration: INCREASE**

Reflects costs for the IHSS program county administration, inclusive of PCSP, IHSS Plus Option, Residual, and CFCO programs. The increase reflects growth in the projected monthly caseload.

| <b><u>FY 2022-23</u></b>              |              |                |              |               |               |
|---------------------------------------|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Administration</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| IHSS Basic – Administration           | \$649,745    | \$0            | \$327,898    | \$0           | \$321,847     |

| <b><u>FY 2023-24</u></b>              |              |                |              |               |               |
|---------------------------------------|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Administration</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| IHSS Basic – Administration           | \$677,907    | \$0            | \$341,545    | \$0           | \$336,362     |

**Electronic Visit Verification:**

The CMIPS system is expected to be compliant with Electronic Visit Verification requirements by June 2023. The penalty implemented on January 1, 2021 and is projected to be applied to the program expenditures through June 30, 2023. Penalty of \$59.9 million in FY 2022-23.

**IHSS County Maintenance of Effort (MOE):**

The FY 2023-24 IHSS County MOE is calculated by adding the FY 2022-23 IHSS County MOE and the four percent inflation factor amount for FY 2023-24.

**Paid Sick Leave Implementation: INCREASE**

IHSS providers who will submit sick leave claim forms, 20 percent will call and request assistance from the county. It takes 3.5 minutes to assist each provider who calls. The social worker and county staff blended rate is \$49.65 per hour. The increase in Paid Sick Leave Implementation and Admin costs reflects a higher than projected caseload.

| <b><u>FY 2022-23</u></b>              |              |                |              |               |               |
|---------------------------------------|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Services</b>       | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| Paid Sick Leave Implementation (SB 3) | \$132,498    | \$0            | \$59,958     | \$0           | \$72,540      |
| <b>Item 111 – IHSS Administration</b> |              |                |              |               |               |
| Paid Sick Leave Administration (SB 3) | \$172        | \$0            | \$87         | \$0           | \$85          |

| <b><u>FY 2023-24</u></b>              |              |                |              |               |               |
|---------------------------------------|--------------|----------------|--------------|---------------|---------------|
| <b>Item 111 – IHSS Services</b>       | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
| Paid Sick Leave Implementation (SB 3) | \$141,539    | \$0            | \$64,050     | \$0           | \$77,489      |
| <b>Item 111 – IHSS Administration</b> |              |                |              |               |               |
| Paid Sick Leave Administration (SB 3) | \$179        | \$0            | \$90         | \$0           | \$89          |

### **IHSS Caseload Impact of the Affordable Care Act: INCREASE**

Reflects the costs associated with an increase in the IHSS population from implementing the Patient Protection and ACA. The increase reflects a higher cost per hour.

#### **FY 2022-23**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| Caseload Impact of the ACA      | \$528,200    | \$0            | \$52,820     | \$0           | \$475,380     |

#### **FY 2023-24**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| Caseload Impact of the ACA      | \$542,383    | \$0            | \$54,238     | \$0           | \$488,145     |

### **Caseload Impact of SB 75: INCREASE**

SB 75 (2015) expands full scope Medi-Cal benefits to children under the age of 19 years, regardless of immigration status. The increase reflects a higher than projected cost per hour.

#### **FY 2022-23**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| Caseload Impact of SB 75        | \$854        | \$0            | \$854        | \$0           | \$0           |

#### **FY 2023-24**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| Caseload Impact of SB 75        | \$877        | \$0            | \$877        | \$0           | \$0           |

### **Undocumented 19 to 25 Full Scope Expansion: INCREASE**

The increase in IHSS Services reflects growth in the projected caseload and cost per case. The increase in IHSS Administration reflects a higher caseload.

#### **FY 2022-23**

| <b>Item 111 – IHSS Services</b>                          | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|--|--------------|----------------|--------------|---------------|---------------|
| Undocumented 19-25 Full Scope Expansion                  | \$41,280     | \$0            | \$41,280     | \$0           | \$0           |
| <b>Item 111 – IHSS Administration</b>                    |              |                |              |               |               |
| Undocumented 19-25 Full Scope Expansion – Administration | \$1,563      | \$0            | \$1,563      | \$0           | \$0           |

#### **FY 2023-24**

| <b>Item 111 – IHSS Services</b>                          | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|--|--------------|----------------|--------------|---------------|---------------|
| Undocumented 19-25 Full Scope Expansion                  | \$45,594     | \$0            | \$45,594     | \$0           | \$0           |
| <b>Item 111 – IHSS Administration</b>                    |              |                |              |               |               |
| Undocumented 19-25 Full Scope Expansion – Administration | \$1,706      | \$0            | \$1,706      | \$0           | \$0           |

### **Undocumented 50 and Above Full Scope Expansion: INCREASE**

Reflects the costs required to extend the provision of full scope Medi-Cal coverage to adults age 50 and above, regardless of immigration status. The increase in Services and Administration costs reflects a higher caseload.



**FY 2022-23**

| <b>Item 111 – IHSS Services</b>                           | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---|--------------|----------------|--------------|---------------|---------------|
| Undoc. 50 and Above Full Scope Expansion                  | \$99,603     | \$0            | \$99,603     | \$0           | \$0           |
| <b>Item 111 – IHSS Administration</b>                     |              |                |              |               |               |
| Undoc. 50 and Above Full Scope Expansion – Administration | \$3,771      | \$0            | \$3,771      | \$0           | \$0           |

**FY 2023-24**

| <b>Item 111 – IHSS Services</b>                           | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---|--------------|----------------|--------------|---------------|---------------|
| Undoc. 50 and Above Full Scope Expansion                  | \$826,315    | \$0            | \$826,315    | \$0           | \$0           |
| <b>Item 111 – IHSS Administration</b>                     |              |                |              |               |               |
| Undoc. 50 and Above Full Scope Expansion – Administration | \$30,911     | \$0            | \$30,911     | \$0           | \$0           |

**Fair Labor Standards Act (FLSA): INCREASE**

The increase to FLSA Overtime reflects a higher average overtime wage. The increase to FLSA Travel reflects a higher average travel wage.

**FY 2022-23**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| FLSA Overtime                   | \$983,955    | \$0            | \$445,262    | \$0           | \$538,693     |
| FLSA Travel                     | 25,080       | 0              | 11,620       | 0             | 13,460        |

**FY 2023-24**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| FLSA Overtime                   | \$1,012,070  | \$0            | \$457,985    | \$0           | \$554,085     |
| FLSA Travel                     | 25,735       | 0              | 11,923       | 0             | 13,812        |

**Federally Ineligible Providers: INCREASE**

To ensure CDSS continues to receive federal reimbursement and to comply with the requirements of the *Beckwith* court order, a state/county funded program was established to allow enrollment of providers who have criminal conviction(s) that are not identified in W&IC sections 12305.81 and 12305.87 but warrant placement on the federal OIG list (requiring exclusion from Medicaid participation), and, due to the court order, must be allowed to continue working for their Medicaid recipients. As these providers are ineligible to provide services to Medicaid-eligible recipients, this premise creates the necessary funding shift to ensure no federal share is used in the compensation of service hours provided under these circumstances. The increase reflects a growth in the cost per hour.

**FY 2022-23**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| Federally Ineligible Providers  | \$0          | \$0            | \$2,110      | \$0           | -\$2,110      |

**FY 2023-24**

| <b>Item 111 – IHSS Services</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---------------------------------|--------------|----------------|--------------|---------------|---------------|
| Federally Ineligible Providers  | \$0          | \$0            | \$2,173      | \$0           | -\$2,173      |

**Provider Wage Reimbursement: NO CHANGE**

1,900 providers will receive provider wage reimbursement in FY22-23 and FY 23-24. The average payout per case is \$907.11 in FY 2022-23 and FY 2023-24.

**FY 2022-23**

| Item 111 – IHSS Services    | Total   | Federal | State | County | Reimb. |
|-----------------------------|---------|---------|-------|--------|--------|
| Provider Wage Reimbursement | \$1,724 | \$0     | \$780 | \$0    | \$944  |

**FY 2023-24**

| Item 111 – IHSS Services    | Total   | Federal | State | County | Reimb. |
|-----------------------------|---------|---------|-------|--------|--------|
| Provider Wage Reimbursement | \$1,724 | \$0     | \$780 | \$0    | \$944  |

**Waiver Personal Care Services: NO CHANGE****FY 2022-23**

| Item 111 – IHSS Services      | Total     | Federal | State | County | Reimb.    |
|-------------------------------|-----------|---------|-------|--------|-----------|
| Waiver Personal Care Services | \$180,000 | \$0     | \$0   | \$0    | \$180,000 |

**FY 2023-24**

| Item 111 – IHSS Services      | Total     | Federal | State | County | Reimb.    |
|-------------------------------|-----------|---------|-------|--------|-----------|
| Waiver Personal Care Services | \$180,000 | \$0     | \$0   | \$0    | \$180,000 |

**Social Worker Training: DECREASE**

IHSS Training Academy contract costs to provide the base IHSS social worker training and the costs for the supplementary mandatory training. The decrease reflects the setting aside of funds for state operations in FY 2023-24.

**FY 2022-23**

| Item 111 – IHSS Administration | Total   | Federal | State   | County | Reimb.  |
|--------------------------------|---------|---------|---------|--------|---------|
| Social Worker Training         | \$5,360 | \$0     | \$2,705 | \$0    | \$2,655 |

**FY 2023-24**

| Item 111 – IHSS Administration | Total   | Federal | State   | County | Reimb.  |
|--------------------------------|---------|---------|---------|--------|---------|
| Social Worker Training         | \$3,853 | \$0     | \$1,941 | \$0    | \$1,912 |

**County Employer of Record: INCREASE**

Reflects the cost of administrative activities necessary for counties to act as the employer of record for IHSS providers. The increase reflects a higher projected annual caseload.

**FY 2022-23**

| Item 111 – IHSS Administration | Total | Federal | State | County | Reimb. |
|--------------------------------|-------|---------|-------|--------|--------|
| County Employer of Record      | \$193 | \$0     | \$97  | \$0    | \$96   |

**FY 2023-24**

| Item 111 – IHSS Administration | Total | Federal | State | County | Reimb. |
|--------------------------------|-------|---------|-------|--------|--------|
| County Employer of Record      | \$206 | \$0     | \$104 | \$0    | \$102  |

**Electronic Visit Verification County Administration: INCREASE**

The cost of ongoing support for Electronic Visit Verification activities in FY 2022-23 is \$6.9 million. The cost for ongoing support in FY 2023-24 is \$7.2 million. The increase reflects a higher number of IHSS recipients and IHSS providers.

**FY 2022-23**

| <b>Item 111 – IHSS Administration</b>               | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---|--------------|----------------|--------------|---------------|---------------|
| Electronic Visit Verification County Administration | \$6,921      | \$0            | \$1,730      | \$0           | \$5,191       |

**FY 2023-24**

| <b>Item 111 – IHSS Administration</b>               | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|---|--------------|----------------|--------------|---------------|---------------|
| Electronic Visit Verification County Administration | \$7,212      | \$0            | \$1,803      | \$0           | \$5,409       |

**CMIPS:**

The increase for CMIPS reflects updated costs. The decrease for CMIPS Updates reflects updated costs and project completion for CMIPS Electronic Visit Verification.

**FY 2022-23**

| <b>Item 111 – CMIPS</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|-------------------------|--------------|----------------|--------------|---------------|---------------|
| CMIPS                   | \$79,495     | \$0            | \$20,596     | \$0           | \$58,899      |
| CMIPS Updates           | 34,380       | 0              | 11,298       | 0             | 23,082        |
| CMIPS CalSavers Updates | 1,693        | 0              | 439          | 0             | 1,254         |
| CMIPS Career Pathways*  | 961          | 0              | 961          | 0             | 0             |

**FY 2023-24**

| <b>Item 111 – CMIPS</b> | <b>Total</b> | <b>Federal</b> | <b>State</b> | <b>County</b> | <b>Reimb.</b> |
|-------------------------|--------------|----------------|--------------|---------------|---------------|
| CMIPS                   | \$82,701     | \$0            | \$21,426     | \$0           | \$61,275      |
| CMIPS Updates           | 31,025       | 0              | 8,039        | 0             | 22,986        |
| CMIPS CalSavers Updates | 1,693        | 0              | 439          | 0             | 1,254         |
| CMIPS Career Pathways*  | 0            | 0              | 0            | 0             | 0             |

**1991 AND 2011 REALIGNMENT**

Realignment shifted administrative and fiscal responsibility to counties for a variety of programs, along with a dedicated source of funding. 1991 Realignment provides funding for social and health programs and 2011 Realignment provides funding for local public safety programs. Additionally, both 1991 and 2011 Realignment provide funding for mental health and child welfare programs. The programs for 1991 and 2011 Realignment are funded through two sources: state sales tax and vehicle license fees. These fund sources are projected to increase by 1.3 percent from 2021-22 to 2022-23 and by 1.6 percent from 2022-23 to 2023-24.

See More Details in the supplemental packet provided with CDSS Estimated Methodologies.