

## SUMMARY OF BUDGET DEAL IN TERMS OF CUTS REJECTED

The following, compiled by [California Disability Community Action Network](#) (CDCAN NOTE: To receive the free CDCAN Reports, send email to Marty Omoto at: [martyomoto@att.net](mailto:martyomoto@att.net)), is a summary of the highlights of the budget deal - including details on the proposed cuts that were rejected - and also some appropriations of funding.

### DEVELOPMENTAL SERVICES (REGIONAL CENTERS)

**SUPPLEMENTAL RATES:** **Rejects the Governor's withdrawal of the supplemental rate** increases for Early Start Specialized Therapeutic Services, Infant Development Programs and Independent Living services, first proposed in the Governor's January Budget, which cost \$10.8 million General Fund in 2020-21 and \$21.6 million in 2021-22, with trailer bill language to implement.

**PROVIDER PAYMENT REDUCTIONS:** **Rejects the Governor's May Revision** proposal that would have, absent a federal funds trigger restoration, proposed to adjust provider rates and review expenditure trends with a total cut target of \$300 million General Fund in 2020-21. Rejects associated trailer bill proposal.

**COST SHARING PROGRAM:** **Rejects the Governor's May Revision** proposal that would have, absent a federal funds trigger restoration, established a cost-sharing program that would result in additional \$2million General Fund in 2020-21 and \$4 million ongoing. Rejects associated trailer bill proposal.

**UNIFORM HOLIDAY SCHEDULE (FURLOUGH DAYS OR UNPAID DAYS):** **Rejects the Governor's May Revision** proposal that would have, absent a federal funds trigger restoration, implemented the uniform holiday schedule outlined in Welfare and Institutions Code section 4692, resulting in a cut of approximately \$31.3 million General Fund in 2020-21. Rejects associated trailer bill proposal.

**REGIONAL CENTER OPERATIONS:** **Rejects the Governor's May Revision** proposal that would have, absent a federal funds trigger restoration, reduced the operations budget for Regional Centers, resulting in a cut of \$30 million General Fund in 2020-21 and \$55 million ongoing. Rejects associated trailer bill proposal.

**FEDERAL REIMBURSEMENT EFFORTS:** **Rejects the Governor's May Revision** proposal on creating additional federal reimbursement opportunities for additional individuals with developmental disabilities eligible for and enrolled in Medi-Cal and new waiver eligible services, which was proposed to result in General Fund savings of \$27 million General Fund in 2020-21 and \$40 million ongoing. Rejects associated trailer bill proposal. Instead, due to concerns about impacts to families and limited time to review the proposal, adopts Supplemental Report Language asking the Legislative Analyst's Office to review the possible impacts and implications of such a proposal, and provide this information to the Legislature by March 1, 2021.

**ENHANCED PERFORMANCE INCENTIVE PROGRAM (REGIONAL CENTERS):** **Approves the Governor's withdrawal** of the Enhanced Performance Incentive Program that was proposed in the Governor's January Budget, which was proposed to cost \$60 million General Fund in 2020-2021, 2021-2022 and 2022-2023.

**ENHANCED CASELOAD RATIOS FOR YOUNG CHILDREN:** Approves the Governor's withdrawal of the Enhanced Caseload Ratios for Young Children that was proposed in the Governor's January Budget, which was proposed to cost \$11.8 million General Fund in 2020-2021.

**SYSTEMIC, THERAPEUTIC, ASSESSMENT, RESOURCES AND TREATING TRAINING:** Approves a delay during 2020-2021 of the Systemic, Therapeutic, Assessment, Resources and Treatment Training for services to individuals with co-occurring developmental disabilities and mental health needs that was proposed in the Governor's January Budget..

**ADDITIONAL COVID-19 SUPPORTS:** Approves the Governor's May Revision proposal to provide \$237 million in additional supports to developmental services to reflect impacts of COVID-19 on the system. These changes reflect increased costs associated with increased utilization in purchase of services specific to residential settings, respite, and personal attendants. These costs also reflect surge development at the developmental centers and in the community.

**SELF DETERMINATION PROGRAM UPDATE:** Approves trailer bill language for the State Council on Developmental Services to provide an update in 2021 on the state of implementation of the Self-Determination Program and observations from families in the developmental services system.

**ELECTRONIC VISIT VERIFICATION PHASE II:** Approves the modified Governor's proposal for \$477,000 General Fund and two positions for resources to support the planning and implementation efforts for Electronic Visit Verification (EVV) Phase II, a system to electronically verify in-home service visits as required by federal law.

**DEPARTMENT OF DEVELOPMENTAL SERVICES HEADQUARTERS:** Approves the modified Governor's proposal to decrease \$860,000 General Fund to reduce the level of resources associated with the department's move to the Clifford L. Allenby Building, a new facility. The department's relocation will be evaluated consistent with the Administration's proposal to make state government more efficient through workforce telework opportunities that may result in restacking of state offices. Requested Budget Bill language is also approved requiring the use of funding be contingent on the completion of this evaluation.

**SELF DETERMINATION PROGRAM:** Approves the Governor's May Revision proposal related to the Self-Determination Program implementation with a combined \$3.13 million General Fund to address administrative costs and workload related to expanding the Program. Also approves elimination of Provision 3 of Item 4300-001-0001 and Provision 6 of Item 4300-101-0001, as the flexibility is no longer required given the requested augmentation.

**ENHANCED FEDERAL MATCHING (MEDICAID) FUNDS:** Approves the Governor's May Revision proposal related to the Federal Medical Assistance Percentage (FMAP) increase, decreasing General Fund by \$370.8 million and increasing federal funds by the same amount due to the enhanced federal matching funds, which is assumed to be effective until June 30, 2021.

**INCOMPETENT TO STAND TRIAL (IST):** Approves the Governor's sustained January proposal for \$16.4 million and 71.7 positions for Incompetent to Stand Trial (IST) Capacity, with modified trailer bill components related to Porterville Developmental Center Secured Treatment Area (STA) unit activation, Enhanced Behavioral Support Homes with Secure Perimeters, and diversion practices for individuals with co-occurring disorders.

**STAR (STABILIZATION, TRAINING, ASSISTANCE AND REINTEGRATION) HOMES:** Approves the Governor's May Revision trailer bill language proposal authorizing the Department of Developmental Services to execute leases, lease-purchases, or leases with the option to purchase for real property necessary for the establishment or maintenance of Stabilization, Training, Assistance and Reintegration (STAR) homes to serve as acute crisis homes operated by the department. Additionally exempts DDS from the requirement to receive lease approval from the Department of General Services for the lease, lease-purchase, or lease with the option to purchase the STAR homes known as North STAR Home 1 and North STAR Home 2, both located in Vacaville, CA.

**INDIVIDUAL PROGRAM PLANS (IPP):** Approves trailer bill language requiring Regional Center planning teams to review the individual program plan no later than 7 days after the request is submitted if necessary for the consumer's health and safety or to maintain the person in their home

### ***More related actions...***

#### **IN-HOME SUPPORTIVE SERVICES**

- **IHSS 7% REDUCTION** - Rejects the Governor's May Revision proposal that would have cut IHSS service hours by 7% across the board effective January 1, 2021. In the Governor's May Revision proposal this cut would have been restored IF sufficient additional federal funding came to California in the coming months. Note: This reduction actually has been suspended for several years and remains in place and would go into effect December 31, 2021, unless this cut is eliminated from state law or delayed further next year by the Legislature and Governor. However, for now - for the 2020-2021 State Budget year that begins July 1, 2020 and ends June 30, 2021, this 7% cut will NOT go into effect.
- **IHSS PROTECTIVE SUPERVISION:** Approves the May Revision proposal for \$15.8 million General Fund to eliminate prorating protective supervision hours for IHSS recipients who are in the same household.
- **IHSS PROVIDER BACK-UP:** Approves the May Revision proposal for \$26.9 million General Fund to expand paid sick leave to IHSS providers per HR 6201, establish a provider back-up system for IHSS recipients whose provider is sick, and provide pay differential to back-up providers. The expanded paid sick leave benefit, provider back-up system, and pay differential are effective until January 1, 2021.

#### **SSI/SSP (SUPPLEMENTAL SECURITY INCOME/STATE SUPPLEMENTAL PAYMENT) AND CAPI (CASH ASSISTANCE PROGRAM FOR IMMIGRANTS):**

- **SSI/SSP (SUPPLEMENTAL SECURITY INCOME-STATE SUPPLEMENTAL PAYMENT):** Rejects the Governor's May Revision proposal withholding of the cost of living adjustment (COLA) scheduled for January 2021. This means SSI/SSP will receive the cost of living adjustment in January 2021 (with no corresponding cut to their SSP portion of the grant)
- **HOUSING AND DISABILITY ADVOCACY PROGRAM:** Approves the May Revision proposal to add provisional language to allow for the reappropriation of unexpended funds for the Housing and Disability Advocacy Program.
- **CASH ASSISTANCE PROGRAM FOR IMMIGRANTS (CAPI):** Requires that any applicant or recipient applying for CAPI through December 31, 2020 satisfies the eligibility verification requirement specified in

current law that the applicant or recipient is ineligible for Supplemental Security Income/State Supplemental Program (SSI/SSP) solely due to their immigration status, by providing a verbal attestation that they have applied for SSI/SSP and their application is pending a final determination by the Social Security Administration, or that they have received a final determination and denial by the Social Security Administration.

## **OLDER CALIFORNIAN SERVICES AND PROGRAMS**

- **COMMUNITY BASED ADULT SERVICES (CBAS) AND MULTIPURPOSE SENIOR SERVICES PROGRAM (MSSP):** Rejects the Governor's May Revision proposal that would have eliminated the Community-Based Adult Services (CBAS) and Multipurpose Senior Services Program (MSSP) programs (under the Governor's proposal, those cuts would have been rescinded if sufficient additional federal funds were received by California.
- **SENIOR NUTRITION PROGRAM (MEALS ON WHEELS):** Rejects the Governor's May Revision proposal that would have cut \$8.5 million General Fund for the Senior Nutrition program, also known as Meals on Wheels, in 2020-2021.
- **LONG TERM CARE OMBUDSMAN PROGRAM:** Rejects the Governor's May Revision proposal that would have cut \$2 million General Fund for the State Long-Term Care Ombudsman Program. Approves an increase of \$1 million for the Ombudsman Program to reflect the transfer of funds from the Department of Public Health State Health Citations Penalty Account, which allows fund balance in excess of \$6 million to go toward the Ombudsman Program.
- **AGING AND DISABILITY RESOURCE CENTERS:** Rejects the Governor's May Revision proposal that would have cut \$3 million General Fund for the Aging and Disability Resource Centers.
- **DEPARTMENT OF AGING AND COMMISSION ON AGING HEADQUARTERS:** Approves the modified Governor's proposal for \$743,000 to support the relocation of Department of Aging and Commission on Aging's headquarters. With the new office location identified and under contract negotiation, the increased costs are primarily attributable to revised one-time tenant improvement costs. This move is necessary due to health and safety concerns as well as capacity

## **INDEPENDENT LIVING CENTERS (ILCs)**

- **INDEPENDENT LIVING CENTERS:** Rejects the Governor's May Revision proposal that would have reduced funding for Independent Living Centers by \$2.1 million General Fund.

## **MEDI-CAL AND DEPARTMENT OF HEALTH CARE SERVICES**

- **MEDI-CAL COVERAGE FOR 65 YEARS OR OLDER - UNDOCUMENT PERSONS:** Adopts trailer bill that requires that full scope Medi-Cal coverage for individuals who are 65 years of age or older, and who do not have satisfactory immigration statuses or are unable to establish satisfactory immigration status, be prioritized for inclusion in the budget for the upcoming fiscal year, if the Department of Finance projects a positive ending balance in the Special Fund for Economic Uncertainties, for the upcoming fiscal year and each of the ensuing three fiscal years, that exceeds the cost of providing full scope benefits to this population.

- **MEDI-CAL OPTIONAL BENEFITS:** Restores \$54.3 million General Fund to continue all Medi-Cal optional benefits that were proposed to be eliminated in the May Revise, including: adult dental (partial reduction), optometry, optician/optical lab, audiology, incontinence creams/washes, pharmacist delivered services, speech therapy, podiatry, acupuncture, nurse anesthetists, occupational therapy, physical therapy, and the Diabetes Prevention Program.
- **MEDI-CAL PROVIDERS SUPPLEMENTAL PAYMENTS (PROPOSITION 56 FUNDED):** Rejects the May Revise proposal to eliminate \$1.2 billion in Proposition 56-funded supplemental payments to various Medi-Cal providers, but suspends these payments (with the exception of women's health services) on July 1, 2021 unless specified state fiscal conditions exist. These providers include: (1) Physician services - \$389 million; (2) Dental services - \$183.8 million; (3) Women's health services - \$18.7 million; (4) Family planning - \$35.9 million; (5) Developmental screenings - \$20.8 million; (6) CBAS/ADHC - \$6.7 million; (7) Non-emergency medical transportation - \$2.7 million; (8) Intermediate Care Facilities – Developmental Disabilities (ICF-DD) - \$12.4 million; (9) Hospital-based pediatric physicians - \$2 million; (10) Adverse childhood experiences (ACEs) screening - \$7.6 million; (12) ACEs provider training - \$21 million; (13) Physician and dentist loan repayment program - \$297.8 million; (14) Value-Based Payment Program - \$147 million
- **COMMUNITY BASED ADULT SERVICES (CBAS):** Rejects the elimination of the Community Based Adult Services (CBAS) program (also known as Adult Day Health Care or ADHC), including \$95.2 million General Fund.
- **CAREGIVER RESOURCE CENTERS:** Restores the 2019 augmentation for the Caregiver Resource Centers, which provide support to family caregivers of adults needing assistance to allow them to remain in the community, for \$10 million General Fund in 2020-2021.
- **MEDI-CAL ESTATE RECOVERY:** Rejects the May Revise proposal to reinstate a pre-2016 Medi-Cal estate recovery policy, which recovered the costs of all health care services from deceased beneficiaries' estates. Includes \$16.9 million General Fund to continue the current policy which recovers only long-term care costs, consistent with federal requirements.
- **MEDI-CAL "SENIOR PENALTY":** Rejects the May Revise request to restore the "senior penalty" in Medi-Cal, and as a result, continues to implement the increase in income eligibility for the Aged and Disabled Program to 138% of the federal poverty level approved in the 2019 Budget Act.
- **MEDICARE PART B DISREGARD:** Rejects the May Revise request to eliminate the Medicare Part B disregard to determine eligibility for the Aged and Disabled program, pursuant to AB 1088 (Wood, Chapter 450, Statutes of 2019).
- **MEDI-CAL Rx CARVE-OUT:** Approves of \$1.9 million (\$765,000 General Fund and \$1.1 million federal funds) in 2020-2021 to support Medi-Cal Rx, the carve-out and ongoing management of the Medi-Cal pharmacy benefit in the fee-for-service delivery system.
- **NON-HOSPITAL 340B CLINICS - SUPPLEMENTAL PAYMENTS:** Restores, by rejecting the withdrawal of the January budget proposal, \$52.5 million (\$26.3 million General Fund and \$26.3 million federal funds) to provide supplemental payments to nonhospital 340B clinics. These payments are intended to replace lost revenue from implementation of Medi-Cal Rx, which the Department of Health Care Services intends to do on January 1, 2021. Adopts trailer bill that requires the department to

establish a stakeholder process on or before July 15, 2020, to develop and implement the methodology for distribution of payments from the 340B supplemental payment pool, including the eligibility criteria for receipt of payments, the aggregate amount of pool funding, the criteria for apportioning the funding, and timing of payments.

- **HEARING AIDS AND RELATED SERVICES FOR CHILDREN:** Rejects the May Revise proposal to withdraw the January proposal to establish a program that provides hearing aids and related services to children up to 600 percent of the federal poverty level. Implements the program no sooner than July 1, 2021.
- **MEDI-CAL COVERAGE - EXTENSION OF PREGNANCY ONLY SERVICES:** Restores \$34.3 million General Fund to implement the extension of pregnancy-only MediCal coverage for up to 12 months after delivery for patients diagnosed with a maternal mental health condition, as approved through the 2019 budget.
- **PROSPECTIVE PAYMENT SYSTEM:** Rejects the May Revise proposal, for \$50 million General Fund, to eliminate carved-out services from a community clinic's Prospective Payment System (PPS) rate.
- **FAMILY MOSAIC PROJECT:** Rejects the May Revise proposal to eliminate \$1.1 million General Fund for the Family Mosaic Project, which manages children diagnosed with emotional disturbance who are at risk for out-of-home placement. The program is state-funded and based in San Francisco.
- **MARTIN LUTHER KING JR COMMUNITY HOSPITAL (LOS ANGELES):** Rejects the May Revise proposal to eliminate \$8.2 million in supplemental payments to the Martin Luther King Jr. Community Hospital in Los Angeles.
- **UNSPENT FUNDS:** Rejects the May Revise proposal to revert unspent funds from 2019 Budget Act augmentations, including: 1) Medi-Cal Enrollment Navigators (\$15 million General Fund); 2) Medi-Cal Interpreters Pilot (\$5 million General Fund); and 3) Behavioral Health Counselors in Emergency Departments (\$20 million General Fund).
- **CALIFORNIA HEALTH INFORMATION EXCHANGE ONBOARDING PROGRAM (CAL-HOP):** Rejects the May Revise proposal to eliminate \$2.1 million General Fund for the California Health Information Exchange Onboarding Program (Cal-HOP), which provides funding to assist Medi-Cal providers to access and use health information exchange technology
- **OPIOIDS SCREENING:** Rejects the May Revise proposal to eliminate \$466,000 General Fund for screening, brief intervention, and referral to treatment (SBIRT) for opioids and other drugs, as adopted in the 2019 Budget Act.
- **EARLY AND PERIODIC SCREENING DIAGNOSIS AND TREATMENT (EPSDT):** Rejects the May Revise proposal to eliminate \$6.6 million General Fund for case management for counties administering the Early and Periodic Screening Diagnosis and Treatment (EPSDT) benefit to Medi-Cal eligible children.
- **COUNTY MEDI-CAL ELIGIBILITY DETERMINATION WORKLOAD:** Rejects the May Revise proposal to freeze cost-of-doing-business increases for county Medi-Cal eligibility determination workload, which was estimated to result in General Fund savings of \$11 million.

- **HEALTH INSURANCE PREMIUM PROGRAM:** Rejects the May Revise proposal to eliminate the Health Insurance Premium Program, which covers premiums and cost-sharing for Medi-Cal beneficiaries with a high-cost medical condition that voluntarily enroll in other health coverage
- **DENTAL MANAGED CARE IN SACRAMENTO AND LOS ANGELES:** Defers without prejudice the Administration's January budget proposal to eliminate dental managed care in Sacramento and Los Angeles, for \$8.9 million General Fund.
- **MENTAL HEALTH SERVICES ACT:** Adopts trailer bill to give counties temporary flexibilities in the operations of the Mental Health Services Act, in response to the COVID-19 Public Health Emergency. Suspends reversion of unspent funds for 2019 and 2020, ensures access to prudent reserves, provides a one-year extension for obtaining final approvals for three-year plans, and increases flexibility on spending within Community Services and Supports.
- **DEPARTMENT OF HEALTH CARE SERVICES PROPOSED TRAILER BILL:** Approves of the Department of Health Care Services proposed trailer bill to implement several initiatives and other changes to reduce the cost of prescription drugs in the state, including: 1) allowing Medi-Cal to negotiate for rebates based on the international "best price", 2) allowing the Department of Health Care Services to seek federal approval to establish a prescription drug rebate program for non-Medi-Cal populations, and 3) eliminating copays and the six prescription limit in Medi-Cal fee-for-service.
- **BEHAVIORAL HEALTH QUALITY IMPROVEMENT PROGRAM:** Approves of the May Revise withdrawal of a January budget proposal to implement a Behavioral Health Quality Improvement Program to incentivize system changes and process improvements in county behavioral health programs. This was part of the Behavioral Health Payment Reform component of the California Advancing and Innovating in Medi-Cal (CalAIM) initiative, which the Department of Health Care Services is also delaying.
- **ENHANCED CARE MANAGEMENT BENEFITS:** Approves of the May Revise withdrawal of the January budget proposal to provide \$347.5 million for enhanced care management benefits and incentives for the provision of in-lieu of services as part of the CalAIM initiative.
- **PATIENTS AND COMMUNITIES ACT:** Approves the May Revise modified January proposal to implement the provisions of the federal SUPPORT for Patients and Communities Act, which prohibits states from terminating Medi-Cal eligibility for a juvenile under age 21 or foster care youth under age 26 while incarcerated. Approves of \$3.7 million (\$1.2 million General Fund and \$2.5 million federal funds) in 2020-21, and \$139,000 (\$70,000 General Fund and \$69,000 federal funds) annually thereafter. Includes trailer bill language to align state law with the SUPPORT Act.
- **MEDI-CAL COVID-19 COSTS:** Assumes approximately \$8 billion (primarily federal funds) to reflect increased Medi-Cal costs as a result of the COVID-19 pandemic, including: increased caseload, suspension of annual redeterminations, increased federal flexibilities, and the increase in the federal matching percentage.
- **MEDI-CAL NON-MEDICAL TRANSPORTATION BENEFIT:** Approves the May Revise proposal to eliminate funding for a broker to coordinate the delivery of the Medi-Cal non-medical transportation benefit.

- **DEPARTMENT TRANSPARENCY EFFORTS:** Approves of the withdrawal of the January budget proposal to address departmental data transparency efforts, including HIPAA-compliant data management and reporting, as well as data submissions to the Open Data Portal.
- **DRUG REBATE FUND:** Approves of the withdrawal of the January budget allocation of \$181 million of prescription drug rebate funds to the Drug Rebate Fund. This fund was created to smooth volatility in prescription drug rebate revenue to the state. Instead, these rebate reserve funds will support the delivery of health care services in the Medi-Cal program.
- **MANAGED CARE ORGANIZATION TAX:** Approves of the Administration's estimate of net revenue from the Managed Care Organization (MCO) tax of \$1.7 billion, which offsets the non-federal share of expenditures in the Medi-Cal program, as recently approved by the federal government effective January 1, 2020.
- **QUALITY ASSURANCE FEE - FREE-STANDING SKILLED NURSING FACILITIES:** Approves of the reauthorization of a quality assurance fee on free-standing skilled nursing facilities that supports the non-federal share of reimbursement increases to these facilities. This fee was originally enacted by AB 1629 (Frommer, Chapter 875, Statutes of 2004), and the current authority for the fee expires on July 31, 2020. DHCS estimates the General Fund cost of implementation of its new fee proposal, along with the associated increased reimbursement rates, will be \$92.8 million in 2020-21.

#### **OFFICE OF STATEWIDE HEALTH PLANNING AND DEVELOPMENT**

- **SONG BROWN PROGRAM:** Restores \$33.3 million General Fund to be ongoing, as approved in the 2019 Budget Act, for the Song Brown Program.

#### **PUBLIC HEALTH**

- **BLACK INFANT HEALTH PROGRAM:** Rejects the May Revise proposal to reduce \$4.5 million General fund from the Black Infant Health Program.
- **SAFE COSMETICS PROGRAM:** Rejects the May Revise proposal to reduce \$500,000 General Fund ongoing for the Safe Cosmetics Program, as approved in the 2019 Budget Act for enforcement positions for the program, which requires cosmetics manufacturers to submit information regarding toxic ingredients in their products.
- **SICKLE CELL DISEASE AND FARMWORKER HEALTH STUDY:** Rejects reversions of 2019 augmentations, including partial reversions of funds appropriated for sickle cell disease and a farmworker health study, and an entire reversion of technical support for mental health disparities grants and mental health services grants

#### **K-12 EDUCATION MAJOR ACTIONS**

- **AVERAGE DAILY ATTENDANCE HOLD HARMLESS:** Extends the 2019-20 ADA (Average Daily Attendance) Hold Harmless to the 2020-2021 School Year, contingent on student participation reporting and local Continuity of Learning and Attendance plan elements.
- **INSTRUCTIONAL DAY REQUIREMENTS:** Maintains instructional day requirements but allows flexibility for instructional minutes in 2020-2021 School Year.



- **DISTANCE LEARNING DEFINITION:** Defines Distance Learning and creates 2020-2021 Continuity of Learning and Attendance plans, as part of annual Local Control Accountability Plan process.
- **LAY-OFFS FOR CERTAIN EMPLOYEES:** Prohibits lay-offs for specified certificated and classified employees in 2020-2021.
- **EARLY EDUCATION AND CHILD CARE ADJUSTMENTS:** Rejects the May Revise 10% trigger cuts to all child care programs.
- **ALTERNATIVE PAYMENT PROGRAMS - CHILD CARE:** Rejects January Budget and May Revise General Fund and Prop 98 reductions to Alternative Payment programs, General Child Care, and California State Preschool Program for negative growth.
- **ALTERNATIVE PAYMENT PROGRAMS:** Provides \$53.3 million in new federal CCDBG funds in 2020-21 to the Alternative Payment Programs (CAPP) for approximately 5.6K new ongoing childcare service spaces.
- **ESSENTIAL WORKER CHILD CARE:** Allows rollover of \$50 million in the SB 89 Essential Worker Child Care vouchers into 2020-2021. Provides an additional \$73 million in CARES for one-time essential worker child care vouchers via the Alternative Payment Program. Prioritizes vouchers for SB 89 children.
- **CARES ONE-TIME CHILD CARE STIPENDS:** Provides \$62.5 million in CARES for one-time child care provider stipends for AP and CalWORKS providers.
- **HOLD HARMLESS - DIRECT CONTRACT CHILDCARE PROVIDERS FOR ATTENDANCE:** Provides Hold Harmless to direct-contract childcare providers for attendance if open in 2020-2021, and if closed due to short-time staff quarantine or school site closure; provides a hold harmless for AP and CalWORKS providers through fiscal year at certificated need.
- **FAMILY FEE WAIVERS:** Provides \$8 million in CARES to extend the family fee waivers through June 30, 2020.
- **CHILD CARE TRIGGER:** Adopts a "Child Care Trigger" for up to \$300 million in anticipated federal CCDBG aid, to fund additional child care access, re-opening grants for centers and family child care homes, and provider stipends.
- **CALIFORNIA STATE PRESCHOOL PROGRAM:** Reduces planned California State Preschool Program full-day/full-year investments in 2020 and 2021 by \$159.4 million, reducing planned preschool expansion by 20K service spaces, consistent with the May Revise. Reduces the school-based California State Preschool Program by an additional \$130 million in on-going Proposition 98 funds, consistent with the May Revise.

## **CALWORKS**

- **STAGE ONE CHILD CARE:** Delays the Stage One Child Care permanent removal from the CalWORKs Single Allocation for the 2020-21 fiscal year, to take effect in 2021-22.
- **CALWORKS SUBSIDIZED EMPLOYMENT BASE FUNDING:** Rejects the Governor's May Revision proposal that would have cut, absent a federal funds trigger restoration, all but the base funding for

CalWORKs Subsidized Employment, yielding \$134.1 million General Fund in 2020-21, and rejects the associated May Revision trailer bill language proposal

- **CALWORKS HOME VISITING PROGRAM:** Approves a one-time \$30 million General Fund cut in 2020-21 for the CalWORKs Home Visiting program, restoring the funding in 2021-2022. The Governor's May Revision had proposed this cut on-going. This one-time reduction is not expected to impact families currently receiving these services in the program.
- **CALWORKS CHILD CARE REGIONAL MARKET RATE REDUCTION:** Rejects the Governor's May Revision proposal to cut \$32.9 million General Fund from CalWORKs child care due to a Regional Market Rate reduction of ten percent.

#### **CHILD WELFARE SERVICES**

- **CHILD WELFARE SERVICES - FOSTER CARE:** Rejects the Governor's May Revision proposal to eliminate the Foster Family Agency social worker rate increases in 2020-2021, which would have resulted in a cut of \$4.8 million General Fund, with trailer bill language that allows for this cost to be backfilled by federal funds resulting from a time study that will produce additional federal financial participation.
- **FAMILY URGENT RESPONSE SYSTEM:** Rejects the Governor's May Revision proposal to eliminate the Family Urgent Response System (FURS), that would have resulted in a cut of \$30 million General Fund for 2020-2021.
- **PUBLIC HEALTH NURSE EARLY INTERVENTION PROGRAM (LA COUNTY):** Rejects the Governor's May Revision proposal to eliminate the Public Health Nurse Early Intervention Program in Los Angeles County, and approves trailer bill language in an effort to facilitate timely implementation of this program.
- **CONTINUUM OF CARE REFORM:** Rejects the Governor's May Revision proposal to cut rates by five percent for Continuum of Care Reform (CCR) short-term residential treatment program providers and assume a suspension of additional level of care rates 2 through 4, which would have together resulted in a cut of \$28.8 million General Fund in 2020-21. Rejects associated trailer bill proposals.
- **RESOURCE FAMILY APPROVAL:** Approves \$13.4 million General Fund one-time for foster placements prior to Resource Family Approval, extending a basic support that has been provided previously for placed children when a county has a delay in approval, for the 2020-21 fiscal year only, with trailer bill language to effectuate this change.

#### **CALFRESH AND EMERGENCY FOOD**

- **CALFRESH AND EMERGENCY FOOD:** Approves the Governor's May Revision proposal to provide an additional \$30 million General Fund to support food bank response to COVID-19 in 2020-2021.
- **RESTAURANT MEAL PROGRAM:** Rejects the Governor's May Revision proposal to cut \$413,000 General Fund from the Restaurant Meal Program and rejects associated trailer bill language.
- **SAFE DRINKING WATER SUPPLEMENTAL BENEFIT PILOT PROGRAM:** Extends the sunset date for the Safe Drinking Water Supplemental Benefit Pilot Program, a state-funded program to provide

additional CalFresh nutrition benefits for interim assistance to purchase safe drinking water in areas where it is necessary, from July 1, 2020 to July 1, 2024.

**OTHER REDUCTIONS REJECTED (HUMAN SERVICES)**

- IMMIGRATION JUSTICE FELLOWSHIP PROGRAM: Rejects the Governor's May Revision proposal to remove funding for the Immigration Justice Fellowship Program and the Youth Civic Engagement Initiative. Both programs were funded in the 2019 Budget
- OTHER SMALLER REDUCTIONS: Rejects a series of May Revision smaller reductions, including a cut to the Office of Tribal Affairs and reductions that were associated with recently enacted legislation.