CALIFORNIA STATE ASSOCIATION OF COUNTIES
EXECUTIVE COMMITTEE
August 23, 2017
Conference Call 800-867-2581 code: 7500508

MINUTES

Presiding: Keith Carson, President

1. **Roll Call**
   - Keith Carson, President
   - Leticia Perez, 1st Vice Pres.
   - Virginia Bass, 2nd Vice Pres.
   - Scott Haggerty, Alameda
   - Lisa Bartlett, Orange
   - Carole Groom, San Mateo
   - Ken Yeager, Santa Clara
   - Chuck Washington, Riverside (alternate)
   - Bruce McPherson, Santa Cruz
   - Leonard Moty, Shasta
   - Steve Worthley, Tulare
   - James Gore, Sonoma (alternate)
   - Ed Scofield, Nevada
   - Lee Adams, Sierra
   - Helen Robbins-Meyer, CACE Advisor

2. **Consideration of IHSS MOE**
   The Governor signed SB 90, which implements the Governor's May Revision proposal to mitigate the fiscal impact of the elimination of the In Home Supportive Services (IHSS) Maintenance of Effort (MOE) related to the Coordinated Care Initiative (CCI). The proposal for a new county IHSS MOE will result in significantly reduced overall county contribution for IHSS costs compared to the January budget proposal.

   CSAC formed an IHSS MOE work group to ensure input from CAOs and technical experts during the development of the new county IHSS MOE. CACE President Helen Robbins-Meyer and IHSS MOE Work Group Chair David Twa presented the recommendations to the Executive Committee. The recommended approach weights the MOE Base and Annual Hours Growth equally and combines them into an overall methodology. Based on combining 50% from each, a county's overall percent to total is calculated and then applied to determine the county's proportionate share of the cost shift and offsetting General Fund revenue. This balances out the different factors that impact a county's share of the IHSS cost increase. It provides a link to a county's current MOE amount and incorporates differences among wages and the growth in hours in determining how much of the cost shift each county should receive.

   The overall MOE is the sum of four smaller MOE amounts – services, IHSS county administration, Public Authority administration, and Case Management, Information and Payrolling System (CMIPS). The recommended methodology is used to determine the services component of the cost shift and offsetting revenue, which
accounts for approximately 95% of the overall amount. It is then combined with the other MOE amounts to calculate the total cost shift and proportionate share for each county. The new County MOE amount that counties receive is the amount after the cost shift has been added and the General Fund has been applied. All other offsetting revenue, with the exception of revenue used for caseload growth from prior years is distributed in proportion to a county’s share of the overall cost shift.

Statewide, the increased county costs remain manageable in 2017-18 and 2018-19, but are unsustainable in subsequent years. In an effort to address several outlier counties, the work group established a hold harmless provision to ensure that no county has increased costs above a specific percent.

Motion and second to recommend the CSAC Board of Directors approve the In-Home Supportive Services (IHSS) Maintenance of Effort (MOE) methodology as presented, subject to review by the California Association of County Executives. Motion carried unanimously.

President Carson thanked the IHSS MOE Work Group for all of their hard work in developing an effective methodology.

3. AB 1250 Update
Staff reported that AB 1250 was heard in Senate Appropriations Committee and has been sent to suspense file. This bill will restrict counties’ ability to deliver critical services by establishing a ban on contracting between counties and non-profits, community based organizations and private service providers. CSAC has created a working group to draft additional amendments to the bill, and staff continues to urge legislators to oppose the bill.

Meeting adjourned.