



EXECUTIVE MEMO

TO: Executive Directors, DSN Boards
Chief Executive Officers, Private Providers
Finance Directors

FROM: CFO Pat Maley

SUBJECT: Implementing FY22 Appropriations for \$10 Million Residential & 2.5% COLA

DATE: October 6, 2021

The purpose of this memo is to implement the FY22 Legislative Appropriations pertaining to a \$10 million residential habilitation increase and a 2.5% cost-of-living (COLA) for the DDSN provider network personnel. The 2.5% COLA translated into \$7,278,132 in annual revenue to DDSN's provider network, which was based on provider FTE reports totaling \$291,125,285 in personnel costs. The combine total for these two FY22 appropriations is \$17,278,132. This \$17,278,132 was allocated to 29 different annual bands and daily rates along with a 5% increase to comfortably cover the vacancy factor in residential bundled rate services.

Attached to this memo is a chart containing a reconciliation of 29 bands/rates on 6/30/21 being increased to new retroactive bands/rates effective 7/1/21. It should be noted that the 2.5% COLA does not translate into a 2.5% band/rate increase; the COLA only increases the personnel component of each band/rate by 2.5%. For example, a rate predominately containing personnel costs, such as Case Management, increased 2.36%, while a service with a lesser proportion of personnel costs, such as Community ICF, increased 1.72%. The allocation of personnel costs in each service to generate the DDSN's allocations came directly from providers' FTE reports submitted in July 2021.

Boards will be paid the new bands amounts in their mid-October payment along with their respective lump sum retroactive payments applied retroactively to July 1st. Private Providers (QPLs) will have their September invoice paid in early October as normal using the 6/30/21 rates and then paid a lump sum retroactive catchup payment using the new rate for the months of July, August, and September during the week of October 18-22.

Please forward any questions to DDSN's point of contact Director Debbie Punzirudu, Finance Division, at telephone (803) 898-9720 or email debra.wilson@ddsn.sc.gov.

Band and Individual Rate Increases Retroactive to 7/1/21

| Band or Program | Description | Frequency | Band/Rate on 6/30/21 | Band/Rate Increase from FY22 Appropriations | % Increase | NEW Band/Rate Retroactively Effective on 7/1/21 |
|-------------------|--|-----------|----------------------|---|------------|--|
| Band C | Supported Residential - SLP II | Annually | \$ 39,936 | \$ 2,017.01 | 5.05% | \$ 41,953 |
| Band D | Supported Residential - SLP I | Annually | \$ 23,721 | \$ 1,111.36 | 4.69% | \$ 24,832 |
| Band E | Supported Residential - CTH I | Annually | \$ 28,831 | \$ 1,371.41 | 4.76% | \$ 30,202 |
| Band F | Supported Residential - Enhanced CTH I | Annually | \$ 42,001 | \$ 1,928.35 | 4.59% | \$ 43,929 |
| Band G | Residential Low Needs | Annually | \$ 82,053 | \$ 4,282.20 | 5.22% | \$ 86,335 |
| Band H | Residential High Needs | Annually | \$ 100,614 | \$ 5,026.01 | 5.00% | \$ 105,640 |
| Band K1 | CIRS | Annually | \$ 37,583 | \$ 2,137.49 | 5.69% | \$ 39,720 |
| Band K2 | CIRS | Annually | \$ 28,822 | \$ 1,843.53 | 6.40% | \$ 30,666 |
| Band L | CIRS | Annually | \$ 55,201 | \$ 2,728.63 | 4.94% | \$ 57,930 |
| Band R (Board) | Residential Placement - Regional Centers | Annually | \$ 106,517 | \$ 5,409.70 | 5.08% | \$ 111,927 |
| Band T | ICF Residential | Annually | \$ 107,736 | \$ 1,855.56 | 1.72% | \$ 109,592 |
| Band W (Board) | Supported Residential - SLP III | Annually | \$ 55,423 | \$ 3,178.83 | 5.74% | \$ 58,602 |
| Band 6 | Supported Residential - SLP II | daily | \$ 102.35 | \$ 5.21 | 5.09% | \$ 107.56 |
| Band 7 | Supported Residential - SLP I | daily | \$ 53.41 | \$ 2.49 | 4.66% | \$ 55.90 |
| Band 5 | Supported Residential - Enhanced CTH I | daily | \$ 86.91 | \$ 4.04 | 4.65% | \$ 90.95 |
| Band 2or 4 | Residential Low Needs | daily | \$ 218.97 | \$ 10.82 | 4.94% | \$ 229.79 |
| Band 1, 3, 21, 22 | Residential High Needs | daily | \$ 269.81 | \$ 12.74 | 4.72% | \$ 282.55 |
| Band R (QPL) | Residential Placement - Regional Centers | daily | \$ 286.12 | \$ 13.72 | 4.80% | \$ 299.84 |
| Band W (QPL) | Supported Residential - SLP III | daily | \$ 128.68 | \$ 7.46 | 5.80% | \$ 136.14 |
| Band 8 | Supported Residential - CTH I - TFH Low | daily | \$ 74.58 | \$ 3.66 | 4.90% | \$ 78.24 |
| Band 9 | Supported Residential - CTH I - TFH Med | daily | \$ 108.85 | \$ 4.72 | 4.34% | \$ 113.57 |
| Band 10 | Supported Residential - CTH I - TFH High | daily | \$ 148.60 | \$ 5.97 | 4.01% | \$ 154.57 |
| Band 11 | HASCI - Residential Daily - CTH II | daily | \$ 268.53 | \$ 12.47 | 4.64% | \$ 281.00 |
| EI | Early Intervention | Unit | \$ 23.74 | \$ 0.45 | 1.90% | \$ 24.19 |
| CM | Case Management w/Travel | Unit | \$ 25.42 | \$ 0.60 | 2.36% | \$ 26.02 |
| CM | Case Management w/o Travel | Unit | \$ 15.63 | \$ 0.37 | 2.37% | \$ 16.00 |
| IDRD/CSW/HASCI | At Home Day Services | Unit | \$ 31.29 | \$ 0.57 | 1.82% | \$ 31.86 |
| IDRD/HASCI | Day Services Supported Employment | Unit | \$ 16.48 | \$ 0.41 | 2.50% | \$ 16.89 |
| CSW | Day Services Supported Employment | Unit | \$ 21.95 | \$ 0.55 | 2.50% | \$ 22.50 |