

NEW YORK STATE SENATOR Brian Kavanagh

Legislators Call on State Health Department to Use Federal Funding to Increase Wages of Home Care Providers

BRIAN KAVANAGH July 7, 2021

ISSUE: HOME HEALTH CARE, ELDERS, HEALTH CARE, WAGES, FEDERAL FUNDING



On July 2, 2021, Senator Kavanagh joined 54 of his colleagues in calling on the New York State Department of Health to use federal funding to increase the wages of home care workers. Experts have outlined how New York can maximize the impact of funding by increasing retention and recruitment of these essential workers. The full text of the letter is below; the original can be viewed via the link above.

July 2, 2021

Howard Zucker, MD, JD, Commissioner New York State Department of Health Corning Tower, 14th Floor Albany, NY 12237

Dear Commissioner Zucker:

We urge that a considerable portion of the \$1.6 billion received from the American Rescue Plan of 2021 (ARP) and dedicated to home and community based services (HCBS) be spent on increasing wages for home care workers, including personal care aides, home health aides, personal assistants, and other groups of workers providing home care services, administered by the Department of Health and the related "O-agencies." Guidance by CMS has outlined how New York can maximize Federal matching to draw down even greater levels of federal funding, and that these funds may be used to increase wages to provide urgently needed incentives for home care worker retention and recruitment.

Federal Match: By providing higher levels of funding for wages, the state will be able to quickly spend the funds in a manner that maximizes the Federal match.

Addressing the Home Care Shortage: Increased reimbursement tied to wage increases is a framework for future investment in HCBS for the long-term.

Fair Pay for Women and People of Color: The low wages and resulting worker shortages in home care do not only affect seniors and those with disabilities. This also perpetuates inequities in our economic system. Women of color and immigrant women make up a large majority of workers in this profession. The low wages paid to this skilled workforce do not reflect the vital and difficult work they perform and perpetuates their poverty. To move

forward with an equity agenda, New York must pay these workers at a level that respects the work they perform.

In 2006, home care workers made an average of 150% of the state minimum wage. Today, the majority earn only the minimum wage. Starting July 1, food service workers upstate will earn \$2.50/hr more than the minimum wage most home care workers receive in this area. In order to compete, retail businesses are increasing their wages, meaning home care agencies and self-directing consumers in CDPA will be left with fewer options. This problem is already playing out as we see locations such as Albany County have wait lists for home care services that are entitlements to those who require them and qualify for Medicaid.

President Biden has framed the conversation about infrastructure to acknowledge the human component. Care workers are essential to the success of HCBS programs like personal care and CDPA. Seniors and people with disabilities also have a right, supported by the Olmstead decision, to receive services in the least restrictive settings possible. Paying workers more will benefit workers, consumers, and their families, and contribute to local economies.

We urge the state to spend funds received from the American Rescue Plan of 2021 on increasing wages for home care workers so we can treat these dedicated workers fairly and end the home care shortage crisis.

Very truly yours,

Rachel May Chair, Senate Aging Committee Chair, Legislative Commission on Rural Resources Richard N. Gottfried

Chair, Assembly Health Committee

Additional Senate and Assembly signatories in support:

Senator Andrew S. Gounardes Senator Samra G. Brouk Senator James Skoufis Senator Diane J. Savino Senator Liz Krueger Senator Julia C. Salazar Senator J. Gustavo Rivera Senator Michelle Hinchey Senator Toby Ann Stavisky Senator Kevin Thomas Senator John C. Liu Senator Shelley Mayer Senator Leroy G. Comrie, Jr. Senator Roxanne J.Persaud Senator James Sanders. Jr. Senator Brad Hoylman Senator Robert Jackson Senator Elijah Reichlin-Melnick Senator Zellnor Y. Myrie Senator Jeremy Cooney Senator Alessandra Biaggi Senator Jessica Ramos Senator Brian Kavanagh

Senator Robert Jackson Assemblymember Linda Rosenthal Assemblymember Carrie Woerner Assemblymember Karen Mc Mahon Assemblymember Anna Kelles Assemblymember Gina Sillitti Assemblymember Harry Bronson Assemblymember Marcela Mitaynes Assemblymember Billy Jones Assemblymember William Magnarelli Assemblymember Michaelle Solages Assemblymember Philip Steck Assemblymember Jeffrey Dinowitz Assemblymember Michael Cusick Assemblymember Demond Meeks Assemblymember Andrew Hevesi Assemblymember Thomas Abinanti Assemblymember Jessica González-Rojas Assemblymember Mathylde Frontus Assemblymember Judy Griffin Assemblymember Harvey Epstein Assemblymember Sandra Galef Assemblymember John Mc Donald Assemblymember Charles Barron Assemblymember Angelo Santabarbara Assemblymember Jennifer Lunsford Assemblymember Aileen Gunther

Assemblymember Steven Cymbrowitz Assemblymember Deborah Glick Assemblymember Jonathan Jacobson

cc: Dr. Theodore Kastner, Commissioner, OPWDD
Anne Marie T. Sullivan, Commissioner, OMH
Jillian Kirby, Department of the Budget
Angela Profeta, Executive Chamber
Philip Fields, Assembly Ways and Means
David Friedfel, Senate Finance