- HB 2457:
- Value the Work. Raise the Wage.





HB 2457 will make critical investments in Direct Support Professionals:

Section 1(2) The Department of Human Services shall reimburse provider agencies for the cost of care provided by direct support professionals in amounts sufficient to allow the provider agencies to pay to direct support professionals wages that average at least 150 percent of the minimum wage established in ORS 653.025 (2) as adjusted for inflation under ORS 653.025 (5).

- Moves average DSP wage to 150% of the Portland metro minimum wage
- Ensures this essential workforce receives an annual increase above minimum wage
- Covers the costs of employer AND employee contributions for Oregon Paid Leave – 1%

# Average Wage Providers Pay Versus Wage That Is Funded:



#### **ODDS POP 132 - Targeted Rate Increase**

Includes wage inflation and rate increases that bring DSP wages in payment category 1 to \$19.36, payment category 2 to \$20.38, and to \$22.42 in payment category 4 in the first year of the biennium. Increases the health insurance assumption to \$628.45 (currently \$525) per employee per month and adds the 0.4% employer Paid Leave Oregon payroll tax pick-up.

# \$162M

#### The Math:

General Fund: \$162,144,945 Federal Funds: \$294,067,672 Total Funds: \$456,212,617



\$116.9M

### HB 2457 - 150% of Minimum Wage + 1% Paid Leave Oregon Pick-up

This bill will make further investments into DSP wages - because DSP work is not minimum wage work! HB 2457 statutorily sets DSP wages at 150% of the metro minimum wage and includes the full 1% Paid Leave Oregon pick up (0.4% Employer + 0.6% Employee pick-up).

The Math:

General Fund: \$116,913,261 Federal Funds: \$215,343,792 Total Funds: \$324,349,246



## **Total GF Investment: \$279M** What do these investments mean for DSP wages? **DSP Hourly Wage** \$23.40 \$22.88 \$21.28 \$20.38 \$17.81 \$17.81 \$15.60 \$15.25 Minimum Wage Current Average HB 2457- 150% of POP 132 Reimbursement Rate for Minimum Wage **DSP** Wages **2023-24 2024-25**

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