

**DIVISION OF DEVELOPMENTAL DISABILITIES**

***Sent on Behalf of DES/DDD Business Operations***

***Please do not reply to this message***

**TRANSMITTAL DATE:  December 15, 2016**

**TOPIC**: **Proposition 206, the Minimum Wage Initiative**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Target Audience – All Qualified Vendors**

With the passage of Proposition 206, the Minimum Wage and Paid Time Off initiative, the Department of Economic Security (DES) has been working with the Arizona Health Care Cost Containment System (AHCCCS) and the Governor’s Office to address the financial impacts on providers. Yesterday, AHCCCS announced they will provide additional funding to the Department and will adjust DDD’s capitation rate effective January 1, 2017. Based on the new capitated rates, DDD is in the process of adjusting its provider rate schedule and will release the amended rates as soon as possible. The new rates will be effective on January 1, 2017.

Thank you for your patience as we plan for and implement this new initiative.

Questions regarding this communication may be directed to DDDProviderRelations@azdes.gov.

**Thank you!**