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Local 521, SEIU California State Council, UDW, and CUHW

14 UNITED STATES DISTRICT COURT
15 FOR THE NORTHERN DISTRICT OF CALIFORNIA
SAN FRANCISCO/OAKLAND DIVISION

16 V.L. by and through his *guardian ad litem* Nancy
17 Lagahid, DAVID OSTER, WILLIE BEATRICE
18 SHEPPARD, and C.R. by and through his *guardian ad*
19 *litem* Michelle Rivera, on behalf of themselves and a class
20 of those similarly situated, DOTTY JONES; SERVICE
21 EMPLOYEES INTERNATIONAL UNION – UNITED
22 HEALTHCARE WORKERS WEST, SERVICE
23 EMPLOYEES INTERNATIONAL UNION – UNITED
LONG-TERM CARE WORKERS, SERVICE
EMPLOYEES INTERNATIONAL UNION LOCAL 521,
SERVICE EMPLOYEES INTERNATIONAL UNION
STATE COUNCIL, UNITED DOMESTIC WORKERS
OF AMERICA, AFSCME, LOCAL 3930, AFL-CIO, and
CALIFORNIA UNITED HEALTHCARE WORKERS,

24 Plaintiffs,

v.

25 JOHN A. WAGNER, Director of the California
26 Department of Social Services; DAVID MAXWELL-
27 JOLLY, Director of the California Department of Health
28 Care Services; CALIFORNIA DEPARTMENT OF
HEALTH CARE SERVICES; and CALIFORNIA
DEPARTMENT OF SOCIAL SERVICES,

Defendants.

Case No. CV 09-04668 JSW

**SECOND AMENDED CLASS
ACTION COMPLAINT FOR
INJUNCTIVE AND
DECLARATORY RELIEF**

INTRODUCTION

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1. This civil rights class action seeks declaratory and injunctive relief to prevent over one hundred thousand low-income seniors and individuals with disabilities from losing critical services that enable them to remain safely in their homes.

2. California’s In-Home Supportive Services (“IHSS”) program presently provides crucial in-home assistance with certain basic tasks of daily living – for example, bathing, dressing, meal preparation and clean up, eating, bowel and bladder care, and taking necessary medications – so that elderly individuals and persons with disabilities can avoid unnecessary and costly institutionalization. IHSS recipients qualify for these services because it has been determined that they cannot safely remain in their homes without them.

3. However, ABX4 4, which was passed on an emergency basis for purely budgetary reasons, would render tens of thousands of current IHSS recipients ineligible for all IHSS services based on a “Functional Index Score,” first devised in 1988, that was not designed to measure individual need or to determine eligibility, has never been used for such purposes, and is not a reasonable measure of need or eligibility. ABX4 4 (Stats. 2009, c. 4, §§ 29, 30) (Part II) (amending Cal. Welf. & Inst. Code §§ 12309 & 12309.2). ABX4 4 would also deprive tens of thousands of additional IHSS recipients of critical IHSS domestic and related services that have previously been found necessary to permit these individuals to remain safely in their homes based on a numerical “rank” that was not designed to determine eligibility, has never been used for such purpose, and is not a reasonable measure of need or eligibility. These statutory changes are scheduled to go into effect on November 1, 2009.

4. Unless enjoined, these provisions of ABX4 4 will cause immediate and irreparable harm by depriving members of the plaintiff class of services that are essential to their ability to remain safely in their own homes. This will place members of the plaintiff class at imminent and serious risk of harm to their health and safety, as well as of unnecessary and unwanted out-of-home placement, including institutionalization.

5. The statutory provisions at issue contravene federal law in a number of ways. Initially, ABX4 4’s changes to state law violate the Americans with Disabilities Act of 1990, 42

1 U.S.C. § 12312 (“ADA”), and Section 504 of the Rehabilitation Act of 1973, 29 U.S.C. § 794
2 (“Section 504”), by placing IHSS recipients at imminent risk of unnecessary and unwanted out-of-
3 home and out-of-community placement, including in institutions such as nursing homes, and by
4 discriminating on the basis of type of disability.

5 6. ABX4 4 also violates the requirements of Title XIX of the Social Security Act, 42
6 U.S.C. § 1396a (“the Medicaid Act”): that States provide (1) comparable Medicaid services to
7 individuals with similar needs; (2) services that are sufficient in amount, duration, and scope to
8 reasonably achieve their purposes; (3) services according to reasonable standards; and (4)
9 necessary services to correct or ameliorate children’s conditions. ABX4 4 further violates the
10 requirement imposed by the Medicaid Maintenance of Effort Clause of the American Recovery and
11 Reinvestment Act (“ARRA”) by restricting IHSS eligibility standards.

12 7. Finally, Defendants’ failure to provide adequate notice and opportunity for hearing
13 prior to depriving members of the plaintiff class of critical IHSS services violates the federal
14 constitutional guarantee of procedural due process and the Medicaid Act’s notice and hearing
15 provisions.

16 JURISDICTION

17 8. This action for declaratory and injunctive relief arises under the Due Process Clause
18 of the Fourteenth Amendment to the U.S. Constitution; Title XIX of the Social Security Act, 42
19 U.S.C. § 1396a *et seq.* (“the Medicaid Act”); Title II of the Americans With Disabilities Act of
20 1990, 42 U.S.C. § 12132 (“ADA”); Section 504 of the Rehabilitation Act of 1973, 29 U.S.C. § 794
21 (“Section 504”); 42 U.S.C. § 1983; and the Supremacy Clause, U.S. Const., Art. VI, cl. 2.

22 9. Jurisdiction is based on 28 U.S.C. §§ 1331 and 1343. Plaintiffs’ claims for
23 declaratory and injunctive relief are authorized under 28 U.S.C. §§ 2201 and 2202. At all times
24 relevant to this action, Defendants have acted under color of state law.

25 VENUE

26 10. Venue is proper in the Northern District of California pursuant to 28 U.S.C.
27 § 1391(b), because the Defendants operate and perform their official duties therein and thus reside
28 therein for purposes of venue, and because a substantial part of the events and omissions giving

1 rise to the claims herein occurred in the Northern District of California. Individual named plaintiff
2 V.L. lives and receives services in San Francisco, which is in the Northern District of California.
3 Individual named plaintiff Willie Beatrice Sheppard lives and receives services in Emeryville,
4 which is in Alameda County, in the Northern District of California. Individual named plaintiff
5 C.R. lives and receives services in Gilroy, which is in Santa Clara County, in the Northern District
6 of California. Members of the plaintiff class reside and receive IHSS services in the Northern
7 District of California. Organizational Plaintiff Service Employees International Union-United
8 Healthcare Workers West (“UHW”) members provide IHSS services in Marin and Contra Costa
9 Counties, in the Northern District of California. Organizational Plaintiff SEIU United Long-Term
10 Care Workers (“ULTCW”) members provide IHSS services in Mendocino, Sonoma, Napa,
11 Alameda, Santa Cruz, and Monterey Counties, in the Northern District of California.
12 Organizational Plaintiff SEIU Local 521 (“Local 521”) members provide IHSS services in Santa
13 Clara and San Mateo County, in the Northern District of California. Organizational plaintiff
14 California United Homecare Workers (“CUHW”) members provide IHSS services in Del Norte,
15 Humboldt, and Lake Counties, in the Northern District of California.

16 **INTRADISTRICT ASSIGNMENT**

17 11. Pursuant to Civil L. R. 3-2(c) this action should be assigned to the San Francisco or
18 Oakland Division of the Northern District of California, because a substantial part of the events and
19 omissions giving rise to the claims herein occurred in counties in the San Francisco/Oakland
20 Division. Individual named plaintiff V.L. lives in San Francisco. Individual named plaintiff Willie
21 Beatrice Sheppard lives in Emeryville, which is located in Alameda County. Many members of the
22 plaintiff class are residents of Alameda, Contra Costa, Del Norte, Humboldt, Lake, Marin,
23 Mendocino, Napa, San Francisco, San Mateo, and Sonoma Counties. Organizational Plaintiff
24 UHW members provide IHSS services in Marin and Contra Costa Counties. Organizational
25 Plaintiff ULTCW members provide IHSS services in Alameda, Mendocino, Sonoma, and Napa
26 Counties. Organizational Plaintiff Local 521 members provide IHSS services in San Mateo
27 County. Organizational Plaintiff CUHW members provide IHSS services in Del Norte, Humboldt,
28 and Lake Counties.

PARTIES

Individual Plaintiffs

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12. Named Plaintiff V.L., represented here by his *guardian ad litem* Nancy Lagahid, is a 14-year-old boy who has Charcot-Marie-Tooth Disease, a form of muscular dystrophy. Because of his disabilities and medical condition, plaintiff V.L. is eligible for California’s Medicaid program (“Medi-Cal”) and receives IHSS services. Pursuant to ABX4 4, V.L. will lose eligibility for all IHSS services because his Functional Index Score is under 2.0.

13. Named Plaintiff David Oster is a 33-year-old man who has autism and bi-polar disorder. Because of his disabilities and medical conditions, Mr. Oster is Medi-Cal eligible and receives IHSS services. Pursuant to ABX4 4, Mr. Oster will lose eligibility for all IHSS services because his Functional Index Score is under 2.0.

14. Named Plaintiff Willie Beatrice Sheppard is an 81-year-old woman whose mobility is impaired as result of a stroke and arthritis. Because of her disabilities, medical conditions, and age, Ms. Sheppard is Medi-Cal eligible and receives IHSS. Ms. Sheppard has never been informed what her Functional Index Score is and has also never been informed what her functional ranks are for domestic and related services. She is concerned that she may lose eligibility for IHSS altogether if her Functional Index score is too low (below 2.0) or that she may lose some of her domestic and related services if her functional ranks for these services are below 4.

15. Named Plaintiff C.R., represented here by his *guardian ad litem* Michelle Rivera, is a five-year-old boy who has a developmental disability due to chromosome deletion. Because of his disabilities and medical condition, C.R. is Medi-Cal eligible and receives IHSS services. Pursuant to ABX4 4, C.R. will lose eligibility for all IHSS services because his Functional Index Score is under 2.0.

16. Named Plaintiff Dotty Jones is a 51-year-old woman who has AIDS and neuropathy. Because her disabilities and medical condition, Ms. Jones is Medi-Cal eligible and receives IHSS services. Pursuant to ABX4 4, Ms. Jones will lose IHSS services for meal preparation and clean-up and for housekeeping.

Organizational Plaintiffs

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17. Plaintiff UHW is an unincorporated association with members that include approximately 55,000 IHSS providers in 11 counties. Some members provide services for their minor children. Plaintiff UHW is an affiliate of the Service Employees International Union (“SEIU”) and for years has been an advocate for increased access to and quality of IHSS services. UHW brings this suit on behalf of its members who will be injured if IHSS recipients (including minor children of members) lose eligibility and services, who would have standing to sue in their own right, and whose personal participation in this litigation is not necessary.

18. Plaintiff ULTCW is an unincorporated association with members that include approximately 175,000 IHSS providers in 10 counties. Some members provide services for their minor children. ULTCW has long been an advocate for increased access to and quality of IHSS services. ULTCW brings this suit on behalf of its members who will be injured if IHSS recipients (including minor children of members) lose eligibility and services, who would have standing to sue in their own right, and whose personal participation in this litigation is not necessary.

19. Plaintiff Local 521 is an unincorporated association with members that include approximately 15,000 IHSS providers. Some members provide services for their minor children. Local 521, through its predecessor unions, has long been an advocate for increased access to and quality of IHSS services. Local 521 brings this suit on behalf of its members who will be injured if IHSS recipients (including minor children of members) lose eligibility and services, who would have standing to sue in their own right, and whose personal participation in this litigation is not necessary.

20. Plaintiff SEIU California State Council (“SEIU State Council”) is a state-wide affiliate of SEIU. More than 20 local unions representing over 700,000 workers and retirees belong to the SEIU State Council. The SEIU State Council advocates for the interests of its affiliated local unions and their members before legislative bodies, regulatory agencies, and the courts, including by advocating for increased access to and quality of IHSS services. The SEIU State Council brings this suit on behalf of its affiliate local unions and the members of its affiliates,

1 who would have standing to sue in their own right and whose personal participation in this
2 litigation is not necessary.

3 21. United Domestic Workers of America, AFSCME, Local 3930, AFL-CIO (“UDW”)
4 is a local union affiliated with the American Federation of State, County and Municipal Employees
5 (“AFSCME”). UDW represents approximately 55,000 IHSS providers in 11 counties throughout
6 California. Some of these members provide services for their minor children. UDW has for years
7 been an advocate for increased access to and quality of IHSS services. UDW brings this suit on
8 behalf of its members who will be injured if IHSS recipients (including minor children of
9 members) lose eligibility and services, who would have standing to sue in their own right, and
10 whose personal participation in this litigation is not necessary.

11 22. Plaintiff CUHW is an unincorporated association with members that include
12 approximately 18,000 IHSS providers in 18 counties. Some members provide services to their
13 minor children. CUHW is jointly affiliated with SEIU and AFSCME, and is a member of the
14 SEIU State Council. Through the SEIU State Council, CUHW has been an advocate for increased
15 access to and quality of IHSS services. CUHW brings this suit on behalf of its members who will
16 be injured if IHSS recipients (including minor children of members) lose eligibility and services,
17 who would have standing to sue in their own right, and whose personal participation in this
18 litigation is not necessary.

19 **Defendants**

20 23. Defendant California Department of Health Care Services (“DHCS”) is a state
21 agency that receives federal funds and is the single state agency responsible for administering the
22 federal Medicaid program in California (“Medi-Cal”). Defendant DHCS is sued under the Fourth
23 Claim for Relief (Section 504).

24 24. Defendant David Maxwell-Jolly is the Director of DHCS, a state agency that
25 receives federal funds. Defendant Maxwell-Jolly is a public agency director responsible for
26 operation of a public entity, pursuant to 42 U.S.C. §§ 12131(1)(A) & (B). As the Director of
27 DHCS, Defendant Maxwell-Jolly is responsible for oversight, supervision and control of the
28 functions and programs vested in the DHCS, including the Medi-Cal program, and has the

1 responsibility for ensuring that the Medi-Cal program is implemented and administered consistent
 2 with the requirements of federal Medicaid law. Defendant Maxwell-Jolly is sued in his official
 3 capacity under the First Claim for Relief (Fourteenth Amendment to the United States
 4 Constitution-Procedural Due Process), Second Claim for Relief (Medicaid- Right to Fair Hearing),
 5 Third Claim for Relief (ADA), Fifth Claim for Relief (Medicaid-Comparability Requirement),
 6 Sixth Claim for Relief (Medicaid-Sufficiency Requirement), Seventh Claim for Relief (Medicaid-
 7 Reasonable Standards Requirement), Eighth Claim for Relief (Medicaid-Early and Periodic
 8 Screening, Diagnostic and Treatment Services), and Ninth Claim for Relief (Medicaid-ARRA).

9 25. Defendant California Department of Social Services (“CDSS”) is a state agency that
 10 receives federal funds and is responsible for the overall implementation and supervision of the
 11 administration of the IHSS programs by the counties. Defendant CDSS is sued under the Fourth
 12 Claim for Relief (Section 504).

13 26. Defendant John Wagner is the Director of CDSS, a state agency that receives
 14 federal funds. Defendant Wagner is a public agency director responsible for the operation of a
 15 public entity pursuant to 42 U.S.C. §§ 12131(1)(A) & (B). Defendant Wagner is sued in his
 16 official capacity under the First Claim for Relief (Fourteenth Amendment to the United States
 17 Constitution-Procedural Due Process), Second Claim for Relief (Medicaid-Right to Fair Hearing),
 18 Third Claim for Relief (ADA), Fifth Claim for Relief (Medicaid-Comparability Requirement),
 19 Sixth Claim for Relief (Medicaid-Sufficiency Requirement), Seventh Claim for Relief (Medicaid-
 20 Reasonable Standards Requirement), Eighth Claim for Relief (Medicaid-Early & Periodic
 21 Screening, Diagnostic and Treatment Services), and Ninth Claim for Relief (Medicaid-ARRA).

22 **FACTUAL ALLEGATIONS**

23 **A. Medi-Cal and the California IHSS Program**

24 27. The purpose of the IHSS program is “to enable the aged, blind or disabled poor to
 25 avoid institutionalization by remaining in their homes with proper supportive services.” Cal. Welf.
 26 & Inst. Code § 12300(a).

27 28. Persons eligible for this program must be aged (65 or over), blind, or disabled, and
 28 must also be poor under standards of the federal Supplemental Security Income or State

1 Supplemental Payment Program. Cal. Welf. & Inst. Code §§ 12051, 12052, 14051; CDSS Manual
2 of Policies and Procedures (“Manual” or “MPP”) §§ 30-755.111-.114.

3 29. The IHSS program provides assistance with the following: (1) domestic services;
4 (2) related services (meal preparation and clean-up, restaurant meal allowance, laundry, food and
5 other shopping); (3) personal care services (bowel and bladder care, respiration, feeding, routine
6 bed baths, bathing, oral hygiene and grooming, dressing, repositioning and rubbing skin including
7 range of motion exercises, transfers, care and assistance with prosthetic devices and self-
8 administration of medication, routine menstrual care, skin care, and ambulation); (4) travel to
9 medical appointments; (5) yard hazard abatement; (6) protective supervision (monitoring of
10 individuals with mental impairments to ensure their safety); (7) teaching and demonstration
11 services; and (8) paramedical services (services that are prescribed by a doctor and require training,
12 such as injections, colostomy irrigation, catheter insertion/care, suctioning, G and NG tube feeding,
13 and ventilator and oxygen care). Cal. Welf. & Inst. Code §§ 12300(b) & (c); 14132.95(d)(1), (2);
14 14132.951(c).

15 30. Most IHSS services are provided through California’s Medicaid program (“Medi-
16 Cal”). Medicaid is a joint federal and state medical assistance program for certain groups of low-
17 income people, including children. *See* 42 U.S.C. §§ 1396-1396v. California has elected to
18 participate in the Medicaid program, and so must comply with the requirements of the federal
19 Medicaid Act and its implementing regulations.

20 31. The purpose of Medicaid is to furnish, as far as practicable, “medical assistance on
21 behalf of . . . aged, blind or disabled individuals, whose income and resources are insufficient to
22 meet the costs of necessary medical services” and “to help such families and individuals to attain or
23 retain capability for independence or self-care” 42 U.S.C. § 1396.

24 32. Participating States must designate a “single state agency” to administer the
25 Medicaid program. 42 U.S.C. § 1396a(a)(5). In California, the single state agency is DHCS.

26 33. Participating States are reimbursed by the federal government for a portion of the
27 cost of providing Medicaid benefits. *See* 42 U.S.C. § 1396b. The remaining funding for the IHSS
28 program comes from the State and from counties.

1 **1. Eligibility for IHSS Services**

2 34. Counties, under the direction of Defendant CDSS, determine recipients' eligibility
3 for IHSS services and the number of hours authorized for any services based on statewide statutes
4 and regulations. Cal. Welf. & Inst. Code §§ 12300(g), 14132.95(f), 14132.951(b) & (e).

5 35. Individuals are eligible for IHSS services only if they are "unable to perform the
6 services themselves and . . . cannot safely remain in their homes. . . unless these services are
7 provided." Cal. Welf. & Inst. Code § 12300(a); MPP §§ 30-761.13, 30-763.112.

8 36. The assessment of eligibility for IHSS services begins with county social workers
9 "collecting and evaluating information . . . [which] includes but is not limited to, all of the
10 following: (A) The recipient's living environment. (B) Alternative resources. (C) The recipient's
11 functional abilities." Cal. Welf. & Inst. Code § 12309(b).

12 37. Social workers assess recipients' level of need through a variety of methods,
13 including observing the recipient and the recipient's living environment, asking the client
14 questions, and reviewing documentation, including diagnosis and functional indications from the
15 recipient's physician. MPP § 30-761.26.

16 38. Based on this information, social workers determine the tasks that recipients are
17 unable to safely perform by themselves, and the minimum number of hours necessary for an IHSS
18 provider to assist or to undertake those tasks for them. MPP § 30-763.2.

19 39. Social workers are trained that providers should not do things for recipients that the
20 recipients could do for themselves, because this results in further loss of independence for the
21 recipient and may actually further mental or physical deterioration.

22 40. When a new recipient begins receiving IHSS services, the recipient receives a
23 Notice of Action ("NOA") setting forth the hours authorized for each service on a weekly or
24 monthly basis. Cal. Welf. & Inst. Code § 12300.2; MPP § 30-763.81.

25 41. Recipients are reassessed for eligibility for IHSS services on an annual basis
26 through in-person social worker reassessment. Recipients are notified of any change in hours
27 authorized in an NOA. Cal. Welf. & Inst. Code § 12300.2; MPP §§ 30-761.212, 30-763.81.

28 42. Counties are also required to reassess recipients any time the recipient notifies the

1 county of a need to adjust the supportive services hours authorized, or when there are other
2 indications or expectations of a change in circumstances affecting the recipient's need for
3 supportive services. Cal. Welf. & Inst. Code § 12301.1(d).

4 43. As of the date this complaint is being filed, if a recipient disagrees with the number
5 of authorized hours set forth in the NOA, he or she may file an administrative appeal. Cal. Welf. &
6 Inst. Code § 12301.5.

7 2. Assignment of Functional Ranks

8 44. As one part of their overall assessment, social workers assign a functional rank to
9 each of fourteen "activities of daily living and instrumental activities of daily living" ("ADLs") by
10 evaluating the combined "effect of the recipient's physical, cognitive, and emotional impairment"
11 on the recipient's performance of the tasks associated with those ADLs. Cal. Welf. & Inst. Code §
12 12309(c); MPP § 30-756.1.

13 45. Recipients are ranked on eleven physical tasks and three mental functions. The
14 physical tasks are: housework; laundry; shopping and errands; meal preparation and cleanup;
15 mobility inside; bathing and grooming; dressing; bowel, bladder, and menstrual care; transfer;
16 eating; and respiration. Of these, housework, laundry, shopping and errands, and meal preparation
17 and cleanup correspond to so-called domestic or related services, and the remainder are referred to
18 in state regulations as "personal care" services. MPP § 30-756.2(a)-(k). Social workers also rank
19 three mental functions of recipients: memory, orientation, and judgment. MPP § 30-756.372.

20 46. The IHSS ranking scale includes:

21 (1) Rank one. A recipient's functioning shall be classified as rank one if his or her
22 functioning is independent, and he or she is able to perform the function without
23 human assistance, although the recipient may have difficulty in performing the
24 function, but the completion of the function, with or without a device or mobility
aid, poses no substantial risk to his or her safety.

25 (2) Rank two. A recipient's functioning shall be classified as rank two if he or she is
26 able to perform a function, but needs verbal assistance, such as reminding, guidance,
or encouragement.

27 (3) Rank three. A recipient's functioning shall be classified as rank three if he or she
28 can perform the function with some human assistance, including, but not limited to,
direct physical assistance from a provider.

1 (4) Rank four. A recipient's functioning shall be classified as rank four if he or she
2 can perform a function, but only with substantial human assistance.

3 (5) Rank five. A recipient's functioning shall be classified as rank five if he or she
4 cannot perform the function, with or without human assistance.

5 Cal. Welf. & Inst. Code § 12309(d)(1)-(5).

6 47. These ranks are further defined and explained, with specific descriptions, examples,
7 and sample observations for what constitutes a rank of 1, 2, 3, 4, or 5, for each of the 14 ADLs, in
8 the Annotated Assessment Criteria, revised Attachment B to All-County Letter (“ACL”) 06-34
9 (April 27, 2007).

10 48. Although social workers rank most ADLs on a scale of 1-5, there are certain
11 exceptions: laundry is ranked only 1, 4, or 5; shopping is ranked only 1, 3, or 5; respiration is
12 ranked only 1 or 5; and the three categories of mental functioning (memory, orientation, and
13 judgment) are ranked either 1, 2, or 5.

14 49. There are no functional ranks assigned to certain tasks for which IHSS hours may be
15 authorized, such as repositioning and rubbing skin, care and assistance with prosthetic devices, and
16 assistance with self-administration of medication. MPP § 30-757.14(g)(i).

17 50. A recipient must have a functional rank of at least 2 with respect to any ADL to be
18 eligible for the corresponding IHSS service. MPP § 30-763.1. Otherwise, before the enactment of
19 ABX4 4, the functional ranks have not had any relationship to eligibility for IHSS.

20 **3. Hourly Task Guidelines**

21 51. CDSS has established “statewide hourly task guidelines and instructions to provide
22 counties with a standard tool for consistently and accurately assessing service needs and
23 authorizing service hours to meet those needs.” Cal. Welf. & Inst. Code § 12301.2(a)(1).

24 52. The applicable regulations specify the standard time ranges required for each IHSS
25 task and set forth criteria that are relevant to when an individual’s needs would fall outside this
26 range. Cal. Welf. & Inst. Code § 12301.2(a)(2); MPP § 30-757.

27 53. Counties are required to deviate from the hourly task guideline amount if a
28 recipient’s needs fall outside this standard range, and in such cases counties must document the

1 need for that service level. Cal. Welf. & Inst. Code § 12301.2(c). There are multiple reasons why
2 a recipient's need for and authorization for IHSS hours might differ from the hourly task
3 guidelines, as set forth in the Manual. MPP § 30-757.1.

4 54. For every service with hourly task guidelines, the standard time range is so broad
5 that it overlaps for functional ranks 2 through 5. For example, in meal preparation, the standard
6 time range for functional rank 2 is 3.02-7.00 hours per week, rank 3 is 3.5-7.00 hours per week,
7 rank 4 is 5.25-7.00 hours per week, and rank 5 is 7 hours per week. MPP § 30-757.131(a). A
8 recipient may thus rank either 2, 3, or 4 in meal preparation and still receive 5-7 hours per week for
9 this service without deviating from the standard hourly task guideline.

10 55. Some services have limitations in hours that are not related to functional rank at all:
11 domestic services are limited to six hours per month; laundry services are limited to one hour per
12 week (or 1.5 hours per week if laundry facilities are not available on the premises), and shopping
13 and other errands are limited to 1.5 hours per week. MPP § 30-757.11(k)(1), .134(c) & (d),
14 .135(b)(i).

15 56. Social workers do not use the functional ranks or the hourly task guidelines to
16 determine in the first instance whether a recipient is eligible for IHSS services, or the number of
17 hours to authorize for each service. Instead, social workers use the functional ranks and hourly
18 task guidelines to double check their individualized assessment of services needed, and then
19 document any case in which authorized services do not match the hourly task guidelines.

20 57. If a social worker finds that an individual needs more than the standard amount of
21 hours for a service, that does not affect the functional rank.

22 58. After a county determines the number of hours required for each needed service, it
23 must adjust those hours downward if the recipient shares the need with someone else in the
24 household or if some other agency or person provides the service without charge. MPP §§ 30-
25 763.3, .4, .6. The number of hours authorized for each needed IHSS service is the result of that
26 adjustment process. MPP § 30-763.7.

27 59. The maximum amount of IHSS services that a recipient is allowed to receive is 283
28 hours per month if the person is "severely disabled" or 195 hours per month if the person is not

1 severely disabled. Welf. & Inst. Code §§ 12303.4(a) & (b), 14132.95(g), 14132.951(b).

2 **B. ABX4 4**

3 60. On July 28, 2009, the Governor of California signed into law ABX4 4, which was
4 enacted as part of the Fourth Extraordinary Legislative Session. ABX4 4 amended California
5 Welfare and Institutions Code Sections 12309(e) and 12309.2 (“Sections 12309(e) and 12309.2”)
6 to eliminate crucial IHSS services to over one hundred thousand recipients.

7 **1. Loss of Eligibility For All IHSS Services**

8 61. Under Section 12309.2 as amended by ABX4 4, IHSS recipients with composite
9 functional index scores (“FI Scores”) of below 2.0 are no longer eligible for any IHSS services.

10 62. The FI Score was originally designed in the mid-1980’s as part of a “uniformity
11 system” for quality control and comparison purposes among counties (not among individuals).
12 ACL 88-118 (Sept. 6, 1988), Question 14.

13 63. CDSS has tested the FI Score, and determined that it is not meaningful.

14 64. Before the enactment of ABX4 4, the counties administering the IHSS program did
15 not utilize the FI Score for any purpose, including quality control. Before the enactment of ABX4
16 4, most county social workers were not even aware of the FI Scores of individual IHSS recipients.

17 65. The FI Score was not designed, and has never been used in the past, to determine
18 eligibility or need. The FI Score was not designed, and has never been used in the past, to predict
19 the service hours that any individual recipient should receive. ACL 88-118, Question 13.

20 66. Before the enactment of ABX4 4, IHSS recipients were not notified of their FI
21 Score. The FI Score did not appear on the NOAs that recipients receive upon assessment or
22 reassessment.

23 67. The FI Score is a number between 1.00 and 5.00 calculated by the Case
24 Management and Payrolling System (“CMIPS”) for each IHSS recipient. ACL 88-118, Question
25 7. The formula for calculating the FI Score, which has not changed since 1988, involves
26 calculating a weighted average of the functional rankings for each of the 11 physical task ADLs.
27 ACL 88-118, Questions 9, 10; Draft ACL at 2. In general, these weights were determined by
28 taking the average (mean) number of hours assigned for these tasks by counties in 1988 and

1 determining the proportion of time each task represented with respect to the total aggregate hours
2 allocated for IHSS services. ACL 88-118, Question 10.

3 68. The composite FI Score is not an accurate or reliable measure of need for IHSS
4 services because it was not designed to, and does not, provide information about the likelihood that
5 any individual IHSS recipient is at risk of physical or mental injury, and/or out-of-home placement
6 or institutionalization, in the absence of IHSS services.

7 69. The FI Score is a poor measure of need because it does not allow for individual
8 assessment of need based on individual circumstances, as set forth in the succeeding paragraphs.

9 70. The FI Score measures the weighted average of 11 functional ranks, and does not
10 measure whether any particular services are critical to any particular individual. Thus, the FI
11 Scores of recipients who only need a few of the 11 services measured will be low, even if the need
12 for those few services is critical.

13 71. The FI Score measures the average of 11 functional ranks, weighted based on the
14 number of hours authorized by counties to those tasks in 1988. Counties' assessment of hours may
15 not have been uniform or accurate in 1988. The population of individuals receiving IHSS services
16 has changed since 1988.

17 72. The FI Score does not include the functional ranks for mental functioning (memory,
18 orientation, judgment). Only the eleven functional ranks for physical ADLs are considered in
19 calculating the FI Score. ACL 88-118, Questions 7, 10.

20 73. Recipients with cognitive or psychiatric disabilities are more likely to receive
21 functional ranks of 2 for the 11 ADL tasks that are used to calculate the FI Score, because they may
22 require verbal rather than physical assistance.

23 74. The FI Score does not include functional ranks for certain IHSS services for which
24 no functional rank is calculated, including repositioning and rubbing skin, care and assistance with
25 prosthetic devices, assistance with self-administration of medications, and travel to medical
26 appointments.

27 75. Because children under a certain age receive automatic ranks of 1 for four or more
28 of the eleven tasks (depending on age), their FI Scores tend to be lower than those of adults. *See*

1 MPP § 30-763.451-462.

2 76. Because recipients of paramedical services receive automatic ranks of 6 for certain
3 tasks, which are then converted to 1's in calculating the FI Score, their FI Scores tend to be lower
4 than they would be otherwise. *See* MPP § 30-756.41-42.

5 77. Although the FI Score is not a rational measure of need for any individual, the
6 above-described factors cause FI Scores to be a particularly poor measure for certain groups of
7 IHSS recipients, including children, individuals with impairments in mental functioning,
8 individuals whose need is greatest in areas where not very many hours are allocated on a statewide
9 basis, individuals who have high need in a few areas, individuals who receive paramedical
10 services, and individuals whose greatest need is for medication reminders and travel to medical
11 appointments.

12 78. ABX4 4 established exemptions to the eligibility restriction for IHSS recipients
13 authorized for paramedical services, protective supervision, or 120 or more hours of IHSS per
14 month. The bill also gave authority to the Director of CDSS to waive these exemptions if
15 necessary to maintain federal financial participation, and the Governor's veto message indicated
16 the Governor's intent to waive all three of these exemptions.

17 79. In a draft All County Letter released on September 18, 2009 ("Draft ACL"), and a
18 final All County Letter released on October 1, 2009 (ACL 09-56), CDSS stated that the exemptions
19 for paramedical services and protective supervision were being retained for the time being, but that
20 the Director had waived the exemption for recipients who are authorized to receive at least 120
21 hours of IHSS services per month. ACL 09-56 stated that it was possible that the exemptions for
22 protective supervision and paramedical services would be waived, based on guidance from the
23 federal government. Accordingly, Plaintiffs still do not know whether recipients who are
24 authorized for paramedical services or protective supervision will be subject to the eligibility
25 restrictions.

26 **2. Reductions in Domestic and Related Services**

27 80. Under Section 12309(e) as amended by ABX4 4, even IHSS recipients who remain
28 eligible for IHSS services will no longer receive domestic and related services (meal preparation

1 and clean up, laundry, shopping and errands) if their functional rank is below 4 for that particular
2 service.

3 81. Other than the functional rank of 1, the functional ranks were not designed as
4 measures of eligibility for assistance for a particular task. Before the enactment of ABX4 4, the
5 functional ranks 2, 3, 4, or 5 were never used to determine eligibility for services.

6 82. All IHSS recipients with functional ranks of 2, 3, 4, or 5 have been individually
7 assessed by a social worker to need authorized services for a specified number of hours to live
8 safely in their homes. Recipients with a functional rank of 2 or 3 have as great a need for domestic
9 and related services as recipients with a rank of 4 or 5; they cannot perform those functions safely
10 without assistance.

11 83. Individuals with cognitive or psychiatric, as opposed to physical, disabilities often
12 receive a 2 rank for many ADLs, because they need verbal as opposed to physical assistance.
13 Because, by definition, they cannot perform the given activity without this verbal assistance, their
14 need for this verbal assistance is as great as the need of recipients who need physical assistance to
15 perform the same activity.

16 84. It is often difficult for social workers to distinguish between the ranks of 3 (need
17 “some human assistance”) and 4 (need “substantial human assistance”), especially when a
18 recipient’s functioning may vary from day to day.

19 85. Prior to the enactment of ABX4 4, IHSS recipients were not notified of their
20 functional ranks. These functional ranks did not appear on the NOAs that recipients receive upon
21 their assessment and reassessment.

22 86. On information and belief, DSS will not require the reassessment or review of the
23 impact that elimination of domestic and related services may have on IHSS recipients’ assessed
24 needs in relation to other activities.

25 87. ABX4 4 established exemptions to the elimination of domestic and related services
26 for IHSS recipients authorized for paramedical services, protective supervision, or 120 or more
27 hours of IHSS services per month. The bill also gave authority to the Director of the Department
28 of Social Services to waive these exemptions if necessary to maintain federal financial

1 participation, and the Governor's veto message indicated the Governor's intent to waive all three of
2 these exemptions.

3 88. In the Draft ACL released September 18, 2009, and final ACL released October 1,
4 2009 (ACL 90-56), CDSS stated that the exemptions for protective supervision and paramedical
5 services were being retained for the time being, but that the Director had waived the exemption for
6 recipients who are authorized to receive at least 120 hours of IHSS services per month. ACL 90-56
7 stated that it was possible that the exemptions for protective supervision and paramedical services
8 would also be waived, based on guidance from the federal government. Accordingly, Plaintiffs
9 still do not know whether recipients who are authorized for protective supervision or paramedical
10 services will be subject to the cuts in domestic and related services.

11 3. Notice to Recipients and Fair Hearing Rights

12 89. IHSS recipients have not heretofore been informed of the possibility that they will
13 lose eligibility for IHSS services based on their FI Score or the possibility that they will lose
14 eligibility for domestic and related services based upon their functional ranks for those services.

15 90. Many IHSS recipients who have requested their FI Scores and/or their individual
16 functional ranks from their social workers and/or counties have been unable to obtain them.

17 91. On September 18, 2009, CDSS issued a draft All-County Letter ("Draft ACL")
18 stating that the IHSS eligibility restrictions and service cuts would be implemented on November
19 1, 2009. On October 1, 2009, CDSS issued a final All-County Letter (ACL 09-56), stating that
20 IHSS eligibility restrictions and service cuts would be implemented on November 1, 2009, and
21 providing counties with instructions for implementation of the eligibility restrictions and service
22 cuts.

23 92. A copy of the notice that will be sent to IHSS recipients who are losing some or all
24 of their services is attached to ACL 09-56. IHSS recipients will be notified of their FI Scores and
25 all of their functional rankings if they are losing eligibility for IHSS services, and of their
26 functional ranks for domestic or related services if they are losing one or more of those services.

27 93. The notice also includes a 22 page "stuffer" that includes the complex mathematical
28 formula for calculating the FI Score. This complex mathematical formula is not used by county

1 social workers, because the FI Score is calculated automatically by the state's computer system.

2 94. The 22-page "stuffer" consists of the detailed agency procedures given to county
3 social workers for determining functional rank for each ADL. The language is lifted verbatim from
4 official policies and procedures issued by CDSS to counties for use by social workers, who have
5 years of training and experience in using documents such as this. The language in which the 22-
6 page stuffer is written is not comprehensible to typical IHSS recipients, who are all aged, blind, or
7 disabled, and who have not received the training provided to county social workers. The language
8 may be particularly incomprehensible to the large number of IHSS recipients who have cognitive
9 or other mental disabilities.

10 95. ACL 09-56 also states that the notices will be sent "no less than the required 10-day
11 notice." On information and belief, Defendants will notify recipients that their IHSS services have
12 been cut or reduced only ten days before the implementation date of November 1, 2009.

13 96. The timing of the notice to IHSS recipients of the eligibility restrictions and
14 elimination of authorized hours will not provide adequate time for recipients to make alternative
15 arrangements for assistance, to the extent such arrangements are possible.

16 97. According to ACL 09-56, recipients will be able to request state hearings regarding
17 disputes over their FI Scores or functional ranks, and to request aid paid pending appeal if they file
18 their hearing requests prior to the effective date of the notice of action.

19 98. Defendants operate the state administrative hearing system through a series of
20 regional hearing offices. Recipients and applicants who appeal denials or reductions of Medi-Cal,
21 IHSS, Cal-Works, Food Stamps, Adoption Assistance and other public benefits must file a timely
22 request for hearing with the hearing office or the local welfare office. On information and belief,
23 these hearing offices are presently unable to respond in a timely manner to all the claimants who
24 request administrative hearings, so that the state hearing officers recently decided to no longer
25 consider requests for reconsideration of an adverse hearing decision.

26 99. On information and belief, as many as 100,000 class members may request an
27 administrative hearing to appeal the reduction or termination of their IHSS benefits pursuant to
28 ABX4 4. Because Defendants have failed to allocate the staff and resources to respond to this

1 number of expected hearing requests, Plaintiffs will be unable to obtain a timely hearing regarding
2 their appeals.

3 100. IHSS recipients have not been, and will not be, notified of the availability of
4 replacement services available under the Medi-Cal State Plan, to the extent any other services are
5 available. Nor have the State or counties arranged for such replacement services, to the extent any
6 services are available.

7 **4. Impact upon Recipients**

8 101. The loss of eligibility for all IHSS services or the loss of domestic and related
9 services is likely to cause Plaintiff Class members to suffer declines in physical functioning,
10 increased medical complications, and additional preventable accidents resulting in physical injury.
11 This will expose them to a serious risk of harm to their health and safety and cause a serious risk of
12 unwanted out-of-home placement, including unwanted institutionalization.

13 102. The loss of eligibility for all IHSS services or the loss of domestic and related
14 services is likely to cause Plaintiff Class members to suffer declines in mental functioning. This
15 will expose them to a serious risk of harm to their health and safety and cause a serious risk of out-
16 of-home placement, including unwanted institutionalization.

17 103. Individuals whose physical or cognitive impairments are such that they cannot be
18 left alone or whose health conditions are extremely unstable are likely to face immediate out-of-
19 home placement in an institution.

20 104. Other individuals will lose physical and mental functioning as a result of the loss of
21 or reduction in their IHSS services. For example, individuals with psychiatric disabilities may stop
22 taking their medications and become delusional, suicidal, or otherwise present a danger to
23 themselves and others. Individuals deprived of shopping, meal preparation and and/or eating
24 assistance may become malnourished or ill because they eat foods contraindicated by medical
25 conditions or necessary medications, or fail to eat at all. Individuals deprived of domestic services
26 may suffer falls or other injuries if they attempt to perform cleaning and other household tasks.
27 Other individuals will live in unsanitary and potentially hazardous situations that can lead to falls,
28 illness, and/or eviction and homelessness. The mental or physical functioning of these individuals

1 is likely to deteriorate to the point that they also face out-of home placement, including unwanted
2 and preventable institutionalization.

3 105. Out-of-home placement in an institution can often further destabilize already
4 compromised mental or physical functioning. Once placed in an institution, it is extremely difficult
5 for individuals to move out of institutions and back into the community.

6 106. It costs far more to institutionalize elderly and disabled individuals in nursing homes
7 or other institutions than it does to provide IHSS services that allow them to live in community-
8 based settings.

9 107. The IHSS Program helps prevent costly and unnecessary institutionalization, saving
10 the State significant funds, and, at the same time, improving the quality of life for the individuals
11 served.

12 **C. Facts Related to Individual Plaintiffs**

13 **1. Named Plaintiff V.L.**

14 108. Named Plaintiff V.L. is a 14-year-old boy, and is a qualified person with a
15 disability—specifically, Charcot-Marie-Tooth Disease (“CMT”), an inherited form of muscular
16 dystrophy known as peroneal muscular atrophy. He lives with his family in San Francisco,
17 California and attends a local middle school.

18 109. Because of his disabilities, V.L. has wasting and weakness in his hands, feet, and
19 legs. It is difficult for him to stand or walk for more than a few minutes. He wears an orthotic
20 brace to help him stand and walk, even in the shower. V.L. cannot sense when shower water is too
21 hot or too cold. Because of weakness in his hands, V.L. has trouble cutting and eating his food,
22 and putting on and taking off his leg braces and wrist splints. V.L. also requires help getting
23 dressed, as he cannot put on or button his clothes. V.L. also requires assistance to use the
24 bathroom.

25 110. V.L. is authorized to receive 44.8 hours of IHSS services per month. His provider
26 helps him out approximately ten hours per week with such personal tasks as using the restroom,
27 bathing, getting dressed, exercising, and putting on and taking off his leg brace and wrist splints.

28 111. V.L.’s mother was recently told by his social worker that he will be losing eligibility

1 for all IHSS services because his FI Score is below 2.0.

2 112. These IHSS services are critical to enable V.L. to remain safely in his home with his
3 family and to attend a local school. V.L.'s mother is unable to assist V.L., because she also has
4 CMT and uses a wheelchair. V.L.'s father works during the day, and thus is not available to help
5 V.L. during work hours. V.L.'s need for services is so great that his older brother has temporarily
6 dropped out of college at CSU-Northridge in order to serve as V.L.'s IHSS provider until V.L.'s
7 regular provider returns from an extended leave of absence.

8 **2. David Oster**

9 113. David Oster is a 33-year-old man who is a qualified person with disabilities,
10 including autism and bi-polar disorder. He lives by himself in an apartment in Los Angeles
11 County.

12 114. Because of his disabilities, Mr. Oster is unable to remember to take his medications
13 (consisting of some 20 pills, including medications necessary to control his bi-polar disorder) and
14 is unable to go shopping, cook, or clean up after himself. For example, he cannot concentrate and
15 follow directions to cook a nutritionally balanced meal following the diet prescribed by his doctor,
16 and forgets to put food away before it spoils. Mr. Oster is also unable to get to medical
17 appointments himself, as he cannot drive and becomes confused if he tries to take public
18 transportation.

19 115. Before he began receiving IHSS services, Mr. Oster's apartment was in great
20 disarray. Trash, clutter, and rotten food were strewn about his apartment, which was infested with
21 cockroaches. Mr. Oster had to pick his way among makeshift pathways between the debris. All
22 the food in his refrigerator was spoiled. His clothes were dirty, and he rarely bathed. He was at risk
23 of serious health consequences from the unsanitary conditions and inadequate meals, and was also
24 in serious danger of eviction from his apartment because of the unsanitary conditions in which he
25 was living.

26 116. Mr. Oster began receiving IHSS services approximately two years ago and currently
27 receives 63.2 hours per month of IHSS services. Without these services, he would not be able to
28 live independently in the community.

1 117. Mr. Oster's IHSS provider performs the following services: cooks meals following
2 the diet that has been medically prescribed by Mr. Oster's doctor; sets out medications and reminds
3 Mr. Oster to take them; takes Mr. Oster to doctor's appointments; reminds Mr. Oster to bathe; does
4 Mr. Oster's laundry; and cleans the apartment and changes bed linens.

5 118. Mr. Oster's social worker has told Mr. Oster that his FI Score is 1.9. Because his FI
6 Score is below 2.0, Mr. Oster will lose eligibility for all IHSS services. Although Mr. Oster has
7 functional ranks of 5 for housework, laundry, and shopping, and a functional rank of 3 for meal
8 preparation, his composite FI Score is under 2.0 because he is ranked a 1 for many other ADLs that
9 he can perform himself, such as eating, bowel/bladder care, mobility, transfer, and respiration.

10 119. When Mr. Oster learned that his IHSS services would be cut, he was so terrified
11 about losing services that he had a nervous breakdown and had to be hospitalized for two weeks for
12 inpatient psychiatric services. Upon discharge, he then had to continue in a psychiatric outpatient
13 program for several weeks more.

14 120. Mr. Oster does not want to lose his apartment or his independence and does not
15 want to live in a group home or board and care facility where his independence and freedom would
16 be restricted. He is sure that he will not be able to maintain his independence without IHSS
17 services. Without IHSS services, Mr. Oster is at serious risk of increased psychiatric problems,
18 including hospitalization and institutionalization, because he cannot take his medications, cook his
19 medically necessary diet, or maintain sanitary conditions necessary to maintain an independent
20 apartment.

21 121. Prior to his recent conversation with his social worker, Mr. Oster had never been
22 informed of his functional ranks or FI Score.

23 **3. Willie Beatrice Sheppard**

24 122. Named Plaintiff Willie Beatrice Sheppard is 81 years old and is a qualified person
25 with disabilities, including arthritis and the effects of a stroke. She lives by herself in an apartment
26 in Emeryville, California.

27 123. Ms. Sheppard uses a cane or electric wheelchair for mobility and cannot stand for
28 any length of time. She cannot get in and out of the bathtub without assistance. Sometimes Ms.

1 Sheppard cannot use her hands or the entire right side of her body because of her stroke and cannot
2 pick up any heavy object. Ms. Sheppard is also easily fatigued.

3 124. Ms. Sheppard has been receiving IHSS services since 2003.

4 125. Ms. Sheppard's IHSS provider comes to her home twice a week to help her bathe, to
5 clean the house, and to prepare meals (in sufficient quantities that Ms. Sheppard can microwave the
6 leftovers on days that her provider is not working).

7 126. Meal preparation is essential to Ms. Sheppard's health and well being, as she does
8 not have sufficient strength in her hands, or the stamina to stand, to cook meals. Ms. Sheppard's
9 physician has advised her that she cannot eat foods that are high in sodium because of her stroke
10 risk. For that reason, Ms. Sheppard must avoid eating prepared processed foods.

11 127. Ms. Sheppard is only able to bathe two days a week, on those days when her
12 provider is there. Were it not for her provider, Ms. Sheppard would be unable to bathe at all.

13 128. Ms. Sheppard's provider performs all heavy housecleaning for her, as Ms. Sheppard
14 is unable to push around a vacuum or mop while walking with a cane, and is unable to scrub the
15 bathroom. If she attempted these tasks, she might fall and further injure herself. She has had
16 several previous falls. Because Ms. Sheppard is 81 years old, she is more susceptible to illnesses,
17 and thus a clean house is important to her health and well-being.

18 129. Because of her mobility impairments, it is very difficult for Ms. Sheppard to travel
19 outside her home. Accordingly, her provider must shop for groceries and pick up her prescription
20 medications.

21 130. Ms. Sheppard lives alone and is dependent upon IHSS services. Most of her
22 children do not live in the area, and her one daughter who does live nearby has a disabled son who
23 requires her full time attention.

24 131. Ms. Sheppard has never been informed of her FI Score or her functional ranks. She
25 is afraid that her IHSS eligibility may be eliminated or her service hours for domestic (cleaning)
26 and meal preparation will be reduced. If this happens, she will not have adequate meals or
27 sanitation, resulting in a serious risk that Ms. Sheppard's medical condition will deteriorate or she
28 will fall and injure herself and then will require placement in a nursing home. Ms. Sheppard used

1 to work in a nursing home and knows that nursing home staff are often overworked and unable to
2 provide quality care to each resident. Thus, she wants to avoid having to be placed in a nursing
3 home.

4 **4. Named Plaintiff C.R.**

5 132. C.R. is a five-year-old boy and is a qualified person with a disability, specifically,
6 developmental disability caused by chromosome deletion. He lives with his family in Gilroy,
7 California. His mother and *guardian ad litem* here, Michelle Rivera, is his provider.

8 133. C.R. has a developmental disability because he is missing the chromosome known
9 as 3P25, which causes a disconnect between his brain and his body parts. C.R. has global delays
10 across all spectrums: He cannot walk, talk, or chew food. He uses a manual wheelchair, because
11 he does not have the mental capacity to use a motor or power chair. He has to be repositioned
12 regularly, because he can only sit up for twenty minutes at a time. He also has hearing loss and
13 vision loss.

14 134. Because of his disabilities, C.R. cannot eat or drink by himself. His mother helps
15 him drink by placing a sippy cup firmly in his hands, wrapping his hands around the cup, and then
16 putting the cup to his mouth. He can then suck on the sippy cup. Because he cannot chew food, all
17 of his food must be pureed. His mother must place food into his mouth, spoonful by spoonful,
18 until he swallows it. It takes about twenty minutes to feed C.R. each meal. C.R. does not receive
19 IHSS services for eating/feeding. On information and belief, C.R. does not receive IHSS services
20 for feeding because the county has determined he is too young to receive IHSS services for
21 feeding.

22 135. C.R. wears diapers because he cannot control his bowels, but does not receive IHSS
23 services for toileting and dressing. On information and belief, C.R. does not receive IHSS services
24 for toileting or dressing because the county has determined he is too young to receive IHSS
25 services for toileting and dressing.

26 136. C.R. is authorized for 55 hours of IHSS services per month for transportation to
27 medical appointments (40 miles away), moving in and out of bed or a vehicle (a special school bus
28 that picks him up to attend preschool for children with disabilities), rubbing skin, and

1 repositioning.

2 137. C.R.'s mother has been told that C.R. will lose eligibility for IHSS services because
3 his FI Score is 1.97.

4 138. Although C.R. only receives 55 hours of IHSS services per month, those IHSS
5 service hours are critical. His mother works as his provider and uses the money she earns to
6 purchase C.R.'s special, medically necessary foods and gas to take him to his many medical
7 appointments.

8 139. C.R. needs to stay at home with his mother as his provider. In order to fully
9 maximize his potential, he needs one-on-one care on a constant basis to encourage each small step
10 of being able to control his body himself. Although doctors are unable to predict the prognosis for
11 a child with C.R.'s type of disability, they do know that if there is to be any hope for C.R. to learn
12 to walk, talk, or chew on his own, he needs continued one-on-one care to encourage him to do
13 everything that he can learn to do.

14 140. If the only way for C.R. to stay at home would be for his family to hire an outside
15 provider, rather than his mother, they would do that. However, they do not believe they will be
16 able to find anyone capable of caring for him; they looked before but were unable to find anyone.

17 **5. Named Plaintiff Dotty Jones**

18 141. Named Plaintiff Dotty Jones is 51 years old, and is a qualified person with
19 disabilities, including AIDS and neuropathy. She lives alone in Grass Valley, in Nevada County.

20 142. As a result of Ms. Jones' neuropathy, it is nearly impossible for her to walk or to use
21 her hands. Her limbs are numb and painful. She cannot grab objects without dropping them. The
22 neuropathy also affects her balance and coordination. As a result of AIDS, Ms. Jones has
23 diminished appetite and sores in her mouth, which make eating difficult and painful.

24 143. Ms. Jones has been receiving IHSS services since 1994. Her IHSS provider assists
25 her with many tasks of daily living, including meal preparation and clean up, and housecleaning.

26 144. Ms. Jones cannot cook for herself, because she is unable to lift pots and pans or hold
27 or chop food items. In addition to cooking for her, Ms. Jones' provider spends time urging Ms.
28 Jones to eat, which is very important because of Ms. Jones' diminished appetite. Because of Ms.

1 Jones weakened immune system, it is critical for her to maintain her weight and to eat nutritious
2 meals.

3 145. Ms. Jones cannot clean the house herself, because she cannot maneuver or hold a
4 broom or vacuum, or even pick up items off the floor. Before Ms. Jones began receiving IHSS
5 services her apartment was very cluttered because she was unable to move things or clean, and her
6 neuropathy is much worse now that it was when she began to receive IHSS services. It is very
7 important for Ms. Jones' apartment to remain clean and sanitary, because she is extremely
8 susceptible to bronchial infections and pneumonia due to her compromised immune system.

9 146. Because Ms. Jones' Functional Index Score is 2.28, she remains eligible for IHSS
10 services, and will continue to receive some services, such as assistance with laundry and shopping.
11 However, because Ms. Jones functional rankings for meal preparation and clean up and for
12 housekeeping are 3, she will lose those services.

13 147. Ms. Jones does not have any living family members who can assist her. Without
14 her IHSS provider cooking meals, cleaning up after meals, and cleaning her apartment, Ms. Jones
15 will not have nutritious meals, and will not be able to maintain her apartment in a clean and
16 sanitary condition. Particularly in light of her AIDS-compromised immune system and lack of
17 appetite, Ms. Jones is likely to become malnourished, lose weight, and come down with
18 pneumonia, bronchial infections, or other illnesses. This is likely to result in increased trips to the
19 emergency room, increased hospitalization, and potentially early death.

20 **CLASS DEFINITION AND ALLEGATIONS**

21 148. Pursuant to Rule 23(a) and 23(b)(2) of the Federal Rules of Civil Procedure,
22 Individual Named Plaintiffs V.L., David Oster, Willie Beatrice Sheppard, C.R, and Dotty Jones
23 bring this action on behalf of themselves and all other persons similarly situated. For the First,
24 Second, Third, Fourth, Fifth, and Seventh claims for relief, Plaintiffs bring this action on behalf of
25 a class consisting of "all recipients of IHSS in the State of California whose IHSS services will be
26 limited, cut, or terminated under the provisions of ABX4 4, and all applicants to IHSS in the State
27 of California who would have been eligible for IHSS services but who are either not eligible, or are
28 eligible for fewer services, as a result of ABX 4 4 (hereinafter the "Class")."

1 149. Plaintiffs V.L., David Oster, Willie Beatrice Sheppard, C.R., Dotty Jones, and
2 others similarly situated also plead subclasses of individuals as follows:

3 a. For the Sixth claim for relief: “Loss of Domestic and Related
4 Services Subclass” to be defined as “all present and future IHSS recipients
5 and applicants who have been or would have been authorized to receive
6 domestic and/or related IHSS, and whose IHSS will be reduced to eliminate
7 some or all of their domestic and/or related services under the provisions of
8 ABX4 4.” Plaintiffs Dotty Jones and Willie Beatrice Sheppard are typical of
9 this subclass.

10 b. For the Ninth claims for relief: “Termination of Benefits Subclass” to
11 be defined as “all present and future IHSS recipients and applicants who
12 have been or would have been authorized to receive IHSS, and whose IHSS
13 services will be terminated or denied in their entirety under the provisions of
14 ABX4 4.” Plaintiffs V.L., David Oster, and C.R. are typical of this subclass.

15 c. For the Eighth claim for relief: “Children Subclass” to be defined as
16 “all present or future IHSS recipients who are under the age of 21, who
17 qualify for full-scope Medi-Cal with federal financial participation, and who
18 therefore are entitled to the protections of the Early Periodic Screening
19 Diagnosis and Treatment provisions of the federal Medicaid Act, 42 U.S.C.
20 § 1396a(a), who have been or would have been authorized to receive IHSS,
21 and whose IHSS services will be reduced or terminated under the provisions
22 of ABX4 4.” Plaintiffs C.R. and V.L. are typical of this subclass.

23 150. **Numerosity:** The Plaintiff Class is so numerous that joinder of all its members is
24 impracticable. There are more than 130,000 persons in the Class. Upon information and belief the
25 “Termination of Benefits subclass” consists of approximately 36,000 individuals. Upon
26 information and belief, the “Loss of Domestic and Related Services Subclass” consists of
27 approximately 97,000 people. Upon information and belief the “Children Subclass” consists of
28 over one thousand children. Joinder of individuals in the Class and subclasses is also impracticable

1 because of the size of the subclasses, and because members of the Plaintiff Class lack the
2 knowledge and financial means to maintain individual actions and are geographically disbursed
3 throughout the state.

4 151. **Commonality:** Common questions of law and fact predominate over questions
5 affecting individual Class members. Questions of law and fact common to members of the Class
6 include but are not limited to whether Sections 12309 and 12309.2 violate provisions of the
7 Medicaid Act, the ADA, and Section 504, and whether the implementation of Sections 12309 and
8 12309.2 fail to meet the requirements of procedural due process established by the U.S.
9 Constitution.

10 152. **Typicality:** The claims of the Individual Named Plaintiffs are typical of the claims
11 of the Class as a whole and are typical of the claims of the subclasses in that the Individual Named
12 Plaintiffs and members of the Plaintiff Class currently are eligible IHSS participants and qualified
13 individuals with disabilities who will be affected similarly by the IHSS eligibility changes enacted
14 by ABX4 4 and Defendants' policies and practices. The claims arise from the same unlawful and
15 discriminatory law and policies and practices of Defendants.

16 153. **Adequate representation:** The Individual Named Plaintiffs will fairly represent
17 and adequately protect the interests of members of the class as a whole. The Individual Named
18 Plaintiffs do not have any interests antagonistic to those of other members of the Plaintiff Class.
19 By filing this action, the Individual Named Plaintiffs have displayed an interest in vindicating their
20 rights, as well as the claims of others who are similarly situated. The relief sought by the
21 Individual Named Plaintiffs will inure to the benefit of members of the Plaintiff Class generally.
22 Plaintiffs are represented by counsel who are experienced, skilled, and knowledgeable about civil
23 rights litigation, disability discrimination, Medicaid law, practice and procedure in the federal
24 courts and the prosecution and management of class action litigation.

25 154. Class certification is appropriate pursuant to Federal Rules of Civil Procedure
26 23(b)(2) because Defendants have acted, refused to act, or will act on grounds generally applicable
27 to the Class, thereby making final injunctive and declaratory relief appropriate with respect to the
28 Class as a whole.

1 155. Members of the plaintiff class share a common need for IHSS services and
2 Defendants' policies and actions in limiting or terminating IHSS services, and the provisions of
3 ABX 4 4, are applicable to the entire class.

4 **LEGAL CLAIMS**

5 156. Defendants' actions, as alleged herein, have resulted in, and will continue to result
6 in, irreparable injury to members of the Plaintiff Class for which they have no plain, speedy, or
7 adequate remedy at law. Members of the Plaintiff Class will suffer irreparable injury in that they
8 will be deprived of critical health-related services and subjected to imminent risk of out-of-home
9 placement, institutionalization and/or harm to their health and safety.

10 157. IHSS provider members of the organizational plaintiffs who provide IHSS services
11 for members of the Plaintiff Class will also be subject to irreparable injury, for they will lose
12 employment and hours of work for which they will be unable to recover monetary damages and
13 which will lead to harm to their health and deprivation of life necessities. Some members of these
14 organizational plaintiffs and their minor children for whom they provide services are at risk of
15 losing their children's IHSS services and will suffer irreparable injury as a result. Additionally, the
16 organizational plaintiffs' members include retirees who receive IHSS services themselves and are
17 at risk of losing services under ABX4 4.

18 158. An actual controversy exists between Plaintiffs and Defendants in that Defendants
19 are seeking to implement reductions and terminations in IHSS services to which members of the
20 Plaintiff Class are entitled, and which, if implemented, will place members of the Plaintiff Class at
21 risk of unnecessary out-of-home placement, institutionalization and harm to their physical and
22 mental health. Further, these reductions and terminations violate the Due Process Clause of the
23 Fourteenth Amendment to the United States Constitution, the ADA, Section 504, and various
24 provisions of the Medicaid Act. Plaintiffs therefore seek a declaration as to their rights and
25 Defendants' corresponding duties with respect to the matters alleged herein.

26 159. The balance of harms favors entering an injunction because the harm suffered by
27 individuals deprived of crucial and needed IHSS outweighs any monetary loss to Defendants.
28

1 169. Defendants' actions deprive Plaintiffs and members of the Plaintiff Class of rights,
2 privileges or immunities secured to them by the Constitution of the United States, in violation of 42
3 U.S.C. § 1983.

4 **SECOND CLAIM FOR RELIEF**
5 **(Defendants Director Wagner and Director Maxwell-Jolly)**
6 **Medicaid Act Right to a Fair Hearing**

7 170. Plaintiffs reallege and incorporate herein by reference each and every allegation
8 and paragraph set forth previously.

9 171. Under federal Medicaid requirements, recipients and applicants for Medicaid
10 services have rights to written notice and a pre-termination fair hearing if their benefits are
11 reduced, suspended, or terminated. 42 U.S.C. § 1396a(a)(3).

12 172. This notice must contain the following:

- 13 (a) A statement of what action the State . . . intends to take;
14 (b) The reasons for the intended action;
15 (c) The specific regulations that support, or the change in Federal or State law that
16 requires, the action;
17 (d) An explanation of—
18 (1) The individual's right to request an evidentiary hearing if one is available, or
19 a State agency hearing; or
20 (2) In cases of an action based on a change in law, the circumstances under
21 which a hearing will be granted; and
22 (e) An explanation of the circumstances under which Medicaid is continued if a hearing
23 is requested.

24 42 C.F.R. § 431.210.

25 173. Pursuant to the Medicaid Act, California has established procedures to provide fair
26 hearings to any Medi-Cal beneficiary whose services are denied, reduced, or terminated. Cal. Code
27 Regs. tit. 22 § 51014.1(a).

28 174. In reducing or terminating services as set forth above, Defendants have deprived
Plaintiffs and members of the Plaintiff Class of their opportunity to notice and a fair pre-
termination hearing in violation of 42 U.S.C. § 1396a(a)(3).

175. Defendants' actions deprive Plaintiffs and members of the Plaintiff Class of rights,
privileges or immunities secured to them by the Constitution of the United States, in violation of 42

1 U.S.C. § 1983, and are preempted by the Supremacy Clause of the United States Constitution,
2 Article IV.

3 **THIRD CLAIM FOR RELIEF**
4 **(Defendants Director Wagner and Director Maxwell-Jolly)**
5 **Americans with Disabilities Act, 42 U.S.C. § 12134-35 et seq.**

6 176. Plaintiffs reallege and incorporate herein by reference each and every allegation and
7 paragraph set forth previously.

8 177. Title II of the ADA provides that “no qualified individual with a disability shall, by
9 reason of disability, be excluded from participation in or be denied the benefits of services,
10 programs, or activities of a public entity or be subjected to discrimination by such entity.” 42
11 U.S.C. § 12132.

12 178. In enacting the ADA, Congress found that “[i]ndividuals with disabilities
13 continually encounter various forms of discrimination, including . . . segregation” 42 U.S.C.
14 § 12101(a)(5).

15 179. Regulations implementing Title II of the ADA provide: “A public entity shall
16 administer services, programs, and activities in the most integrated setting appropriate to the needs
17 of qualified individuals with disabilities.” 28 C.F.R. § 35.130(d).

18 180. Defendants Director Wagner and Director Maxwell-Jolly are the directors of CDSS
19 and CDHCS, respectively, which are public entities within the meaning of Title II of the ADA.

20 181. Regulations implementing Title II of the ADA provide: “A public entity may not,
21 directly or through contractual or other arrangements, utilize criteria or other methods of
22 administration: (i) that have the effect of subjecting qualified individuals with disabilities to
23 discrimination on the basis of disability; [or] (ii) that have the purpose or effect of defeating or
24 substantially impairing accomplishment of the objectives of the entity’s program with respect to
25 individuals with disabilities. . . .” 28 C.F.R. § 35.130(b)(3).

26 182. The United States Supreme Court in *Olmstead v. L.C. ex rel. Zimring*, 527 U.S. 581
27 (1999), held that the unnecessary institutionalization of individuals with disabilities is a form of
28 discrimination under Title II of the ADA. In doing so, the Supreme Court interpreted the ADA’s
“integration mandate” as requiring persons with disabilities to be served in the community when:

1 (1) the state determines that community-based treatment is appropriate; (2) the individual does not
2 oppose community placement; and, (3) community placement can be reasonably accommodated.
3 *Id.* 527 U.S. at 607.

4 183. The ADA prohibits discrimination based on type of disability.

5 184. The ADA's regulations further provide that "[a] public entity shall not impose or
6 apply eligibility criteria that screen out or tend to screen out an individual with a disability or any
7 class of individuals with disabilities from fully and equally enjoying any service, program, or
8 activity, unless such criteria can be shown to be necessary for the provision of the service,
9 program, or activity being offered." 28 C.F.R. 35.130(b)(8).

10 185. Pursuant to the ADA, public entities are required to provide meaningful access to
11 their programs, services and activities, and provide any accommodations or modifications
12 necessary for people with disabilities to access those services.

13 186. Each Individual Named Plaintiff and member of the Plaintiff Class is a "qualified
14 individual with a disability" within the meaning of the ADA in that they (1) have physical and/or
15 mental impairments that substantially limit one or more major life activities; and meet the essential
16 eligibility requirements in that they (2) are capable of living independently in their own homes
17 and/or in the most integrated community setting possible, with assistance; and (3) meet the Medi-
18 Cal income eligibility requirements.

19 187. Defendants' actions have placed members of the Plaintiff Class at imminent risk of
20 unnecessary confinement in institutions, including nursing facilities, or other out-of home
21 placements that are not the most integrated community placements possible, in violation of the
22 ADA's integration mandate.

23 188. Defendants discriminate against Plaintiffs and Class members in ways that include,
24 but are not limited to, failing to provide reasonable modifications to programs and services.

25 189. Defendants have utilized eligibility criteria and methods of administration that
26 subject Individual Named Plaintiffs and members of the Plaintiff Class to discrimination on the
27 basis of disability, in violation of 28 C.F.R. § 35.130(b)(3) &(8), and otherwise denied meaningful
28 access to their programs, services and activities.

1 190. Defendants' actions discriminate against individuals with cognitive and psychiatric
2 disabilities, based on their type of disability, because the functional rankings and FI Scores for such
3 individuals are lower than the functional rankings and FI Scores of individuals with physical
4 disabilities who have the same level of need for IHSS services, and will result in the deprivation of
5 services to individuals with mental disabilities, even if they have the same level of need as
6 individuals with physical disabilities who are not deprived of IHSS services.

7 191. Defendants' actions violate Title II of the ADA.

8 192. Pursuant to 42 U.S.C. § 12133, Plaintiffs are entitled to declaratory and injunctive
9 relief as well as reasonable attorneys' fees and costs incurred in bringing this action.

10 **FOURTH CLAIM FOR RELIEF**
11 **(Defendants DHCS and CDSS)**
12 **Section 504 of the Rehabilitation Act, 29 U.S.C. § 794 et seq.**

13 193. Plaintiffs reallege and incorporate herein by reference each and every allegation and
14 paragraph set forth previously.

15 194. Section 504 of the Rehabilitation Act of 1973, on which the ADA is modeled, sets
16 forth similar protections against discrimination by recipients of federal funds, such as Defendants
17 herein. 29 U.S.C. §§ 794-794a. These protections include the prohibition against unnecessary
18 segregation. Regulations implementing Section 504 require that a public entity administer its
19 services, programs and activities in "the most integrated setting appropriate" to the needs of
20 qualified individuals with disabilities. 28 C.F.R. § 41.51(d).

21 195. Section 504 prohibits discrimination based on type of disability.

22 196. Section 504's regulations prohibit recipients of federal financial assistance from
23 utiliz[ing] criteria or methods of administration . . . (i) [t]hat have the effect of subjecting qualified
24 handicapped persons to discrimination on the basis of handicap [or] (ii) that have the purpose or
25 effect of defeating or substantially impairing accomplishment of the objectives of the recipient's
26 program with respect to handicapped persons. 28 C.F.R. § 41.51(b)(3)(i); 45 C.F.R. § 84.4(b)(4).

27 197. Each Individual Named Plaintiff and member of the Plaintiff Class is a "qualified
28 individual with a disability" within the meaning of Section 504 in that they (1) have physical
and/or mental impairments that substantially limits one or more major life activities; and meet the

1 essential eligibility requirements in that they (2) are capable of living independently in their own
2 homes and/or in the most integrated community setting possible, with assistance; and (3) meet the
3 Medi-Cal income eligibility requirements.

4 198. Defendants' actions have placed members of the Plaintiff Class at risk of
5 unnecessary confinement in institutions, including nursing facilities, or other out-of-home
6 placements that are not the most integrated community placements possible, in violation of Section
7 504's integration mandate.

8 199. Defendants discriminate against Plaintiffs and Class members in ways that include,
9 but are not limited to, failing to provide reasonable modifications to programs and services.

10 200. Defendants have utilized eligibility criteria and methods of administration that
11 subject Plaintiffs and members of the Plaintiff Class to discrimination on the basis of disability in
12 violation of 28 C.F.R. § 41.51(b)(3)(i) and 45 C.F.R. § 84.4(b)(4), and otherwise denied
13 meaningful access to their programs, services and activities.

14 201. Defendants' actions discriminate against individuals with cognitive and psychiatric
15 disabilities, based on their type of disability, because the functional rankings and FI Scores for such
16 individuals are lower than the functional rankings and FI scores of individuals with physical
17 disabilities who have the same level of need for IHSS services, and will result in the deprivation of
18 services to individuals with mental disabilities, even if they have the same level of need as
19 individuals with physical disabilities who are not deprived of IHSS services.

20 202. Defendants' actions violate Section 504.

21 **FIFTH CLAIM FOR RELIEF**
22 **(Defendants Director Wagner and Director Maxwell-Jolly)**
23 **Medicaid Act Comparability Requirement**

24 203. Plaintiffs reallege and incorporate herein by reference each and every allegation and
25 paragraph set forth previously.

26 204. Under federal Medicaid requirements, states must provide comparable benefits, i.e.,
27 benefits that are equal in "amount, duration and scope," to all categorically needy Medicaid
28 beneficiaries. 42 U.S.C. § 1396a (a)(10)(B)(ii); 42 C.F.R. § 440.240(a), (b)(1). Categorically

1 needy Medicaid beneficiaries are beneficiaries who, in most cases, receive cash public assistance to
2 meet basic needs.

3 205. The Medicaid Act also requires states to provide comparable benefits to all
4 medically needy Medicaid beneficiaries. 42 U.S.C. § 1396a (a)(10)(B)(ii); 42 C.F.R. §§ 440.240
5 (b)(1). Medically needy Medicaid beneficiaries are beneficiaries who do not receive cash public
6 assistance because they have income or resources in excess of the requirements for receipt of such
7 assistance, but who nevertheless meet categorical requirements for such assistance, e.g., they are
8 over age 65, blind, or disabled.

9 206. States may provide benefits to the medically needy that are less in amount, duration
10 and scope than benefits to the categorically needy, but California has not elected to do so.

11 207. Therefore (with certain exceptions for some groups not relevant here), California
12 must provide benefits under its Medicaid program that are equal in amount, duration and scope to
13 all eligible beneficiaries. The only permissible basis for distinguishing among such beneficiaries is
14 differing levels of need.

15 208. Pursuant to ABX4 4, Defendants will provide IHSS services to some Medicaid
16 recipients, while denying the same services to other IHSS recipients who have comparable needs,
17 based on an FI Score that is not a rational measure of need.

18 209. Pursuant to ABX4 4, Defendants will provide domestic and related IHSS services to
19 some Medicaid recipients, while denying the same services to other IHSS recipients who have
20 comparable needs, based on a functional rank that is not a rational measure of need.

21 210. Therefore, ABX4 4 violates Medicaid's comparability requirement, 42 U.S.C. §
22 1396a(a)(10)(B)(i).

23 211. Defendants' actions deprive Plaintiffs and members of the Plaintiff Class of rights,
24 privileges or immunities secured to them by the Constitution of the United States, in violation of 42
25 U.S.C. § 1983, and are preempted by the Supremacy Clause of the U.S. CONST., art. IV.

26 **SIXTH CLAIM FOR RELIEF**
27 **(Defendants Director Wagner and Director Maxwell-Jolly)**
28 **Medicaid Act Sufficiency Requirement:**
Organizational Provider Plaintiffs and Loss of Domestic and Related Services Subclass Only

1 220. Plaintiffs reallege and incorporate herein by reference each and every allegation and
2 paragraph set forth previously.

3 221. Early and Periodic Screening, Diagnostic and Treatment (“EPSDT”) for children
4 and youth under age 21 is a mandatory Medicaid service. *See* 42 U.S.C. §§ 1396a(a)(10)(A),
5 1396a(a)(43), 1396d(a)(4)(B), 1396d(r).

6 222. Thousands of IHSS recipients in California are under the age of 21. Legally
7 responsible relatives are IHSS providers for many of these children, who are covered by the IHSS
8 Plus Waiver. Children who receive IHSS from providers who are not legally responsible relatives
9 are covered by the Medi-Cal Personal Care Services program and are protected by the EPSDT
10 mandate. EPSDT requires the State to provide them with the services that are medically necessary
11 to ameliorate their conditions.

12 223. Under EPSDT, States must provide or arrange for periodic medical screens that
13 include a comprehensive health and developmental/mental health history and assessment,
14 unclothed physical examination, immunizations, laboratory testing, and health education. 42
15 U.S.C. §§ 1396a(a)(43), 1396d(r)(1).

16 224. States must provide for “arranging for (directly or through referral to appropriate
17 agencies, organizations or individuals) corrective treatment the need for which is disclosed by” a
18 periodic or inter-periodic screen. 42 U.S.C. § 1396a(a)(43)(C).

19 225. EPSDT treatment must include vision, dental and hearing services and “other
20 necessary health care, diagnostic services, treatment, and other measures described in subsection
21 (a) of this section [42 U.S.C. § 1396d(a)] to correct or ameliorate defects and physical and mental
22 illnesses and conditions discovered by the screening services whether or not such services are
23 covered under the State plan.” 42 U.S.C. § 1396d(r)(5).

24 226. Under EPSDT, States must inform all Medi-Cal eligible persons in the State who
25 are under age 21 of the availability of early and periodic screening “and treatment services as
26 described in section 1396d(r). . . .” 42 U.S.C. § 1396a(a)(43)(A).

27 227. For each child under age 21 who has been approved for IHSS services through the
28 Medi-Cal Personal Care Services program, the State has previously made an individualized

1 determination that the current level of personal care services are necessary to ameliorate the child's
2 condition. The reductions and terminations required by ABX4 4 have not been made on the basis
3 of an individualized determination that these services are no longer necessary, but for purely
4 budgetary reasons.

5 228. On information and belief, Defendants intend to subject children under the age of 21
6 receiving personal care services from non-legally responsible relatives to the same reductions and
7 terminations as adults, in violation of the EPSDT mandates and the requirements of federal
8 Medicaid law.

9 229. EPSDT includes a notice and informing mandate. State EPSDT programs are
10 required to effectively inform individuals of the screening and treatment services available under
11 the program. 42 U.S.C. § 1396a(a)(43)(A); 42 C.F.R. §441.56(a). Under this informing mandate,
12 Defendants must inform all children of the full range of EPSDT services, including personal care
13 services, that are available to them when needed to correct or ameliorate their physical and/or
14 mental conditions.

15 230. On information and belief, Defendants do not intend to inform children receiving
16 personal care services from a legally-responsible parent provider through the IHSS Plus waiver of
17 the availability of uninterrupted personal care services from a non-parent provider through the
18 EPSDT program.

19 231. Defendants' actions, as described above, fail to provide for Medi-Cal-eligible
20 children to obtain coverage of personal care services as required by the EPSDT provisions of the
21 Medicaid Act. 42 U.S.C. §§ 1396a(a)(10)(A), 1396a(a)(43)(A), (C), 1396d(a)(4)(B), 1396d(r)(5),
22 enforceable by Plaintiffs pursuant to 42 U.S.C. § 1983.

23 **NINTH CLAIM FOR RELIEF**
24 **(Defendants Director Wagner and Director Maxwell-Jolly)**
25 **Medicaid: ARRA:**

26 **Organizational Provider Plaintiffs and Termination of Benefits Subclass Only**

27 232. Plaintiffs reallege and incorporate herein by reference each and every allegation and
28 paragraph set forth previously.

233. In 2009, Congress passed the ARRA or Stimulus Act, Pub. Law No. 111-5 (2009),
which included a temporary increase in the Federal Medical Assistance Percentages, which is the

1 level of federal financial participation in state Medicaid programs. *See* Title V of ARRA, §§5000,
2 *et seq.*

3 234. This increased federal matching assistance is meant to “protect and maintain State
4 Medicaid programs during a period of economic downturn, including by helping avert cuts to
5 provider payment rates and benefits or services, and to prevent constrictions of income eligibility
6 requirements for such programs. . . .” ARRA, § 5000, Pub. L. No. 111-5 (2009).

7 235. States are ineligible for the ARRA’s increased federal match if eligibility standards,
8 methodologies, or procedures under their Medicaid state plan (including any waivers) are more
9 restrictive than the eligibility standards, methodologies, or procedures under such plan (or waiver)
10 as in effect on July 1, 2008. ARRA § 5000(f)(1).

11 236. The State of California has received increased federal matching assistance funds and
12 plans to continue to receive such funds.

13 237. By making ineligible for IHSS individuals with FI Scores of less than 2.0, ABX4 4
14 will result in eligibility standards, methodologies, or procedures under the California Medicaid plan
15 and/or waivers that are more restrictive than the eligibility standards, methodologies, or procedures
16 that were in effect on July 1, 2008.

17 238. ABX 4 therefore violates the ARRA, and is preempted by the Supremacy Clause of
18 the U.S. CONST., art. IV.

19 **REQUEST FOR RELIEF**

20 WHEREFORE, Plaintiffs pray that the Court order the following relief and remedies on
21 behalf of themselves and all others similarly situated:

- 22 a) Assume jurisdiction over this action and maintain continuing jurisdiction until
23 Defendants are in full compliance with every order of this Court;
- 24 b) Certify this action as a class action and appoint the individual named Plaintiffs as
25 Class representatives;
- 26 c) Declare that ABX4 4 and the policies, practices, acts and omissions of DHCS and
27 CDSS, as set forth above, violate the American with Disabilities Act and Section 504 of the
28 Rehabilitation Act;

1 d) Declare that ABX4 4 and Defendants Wagner and Maxwell-Jolly's policies,
2 practices, acts and omissions as set forth above violate the Medicaid Act (comparability,
3 sufficiency, reasonable fair hearing, EPSDT, and ARRA provisions), the Due Process Clause of the
4 United States Constitution, and 42 U.S.C. § 1983, and are preempted by the Supremacy Clause.

5 e) Grant a temporary restraining order, preliminary and permanent injunction enjoining
6 Defendants, their officers, agents, employees, attorneys, and all persons who are in active concert
7 or participation with them from implementing the provisions of ABX4 4 that amended Sections
8 12309(e) and 12309.2 of the Welfare and Institutions Code to make ineligible for IHSS services
9 recipients with FI Scores of less than 2.0 and to make ineligible for domestic and related services
10 individuals with functional ranks of less than 4 for those services.

11 f) Award the Plaintiffs the costs of this action and reasonable attorneys' fees pursuant
12 to 20 U.S.C. § 794a; 42 U.S.C. §§ 1988, 12133, 12205; and as otherwise may be allowed by law.
13 All such other and further relief as the Court deems to be just and equitable.

14 Dated: December 10, 2009

Respectfully Submitted,

15
16 By: /s/ Melinda Bird

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