

2107 Industrial Dr., McPherson, KS 67460, P: 620-241-6693 F: 620-241-6699 www.mcds-ks.org

NAME: Doug Wisby, President/CEO MCDS

BILL: SB 26

SUPPORT: In support of this bill TESTIMONY: Written and oral

COMMITTEE: Senate Committee on Commerce

January 24, 2019

Honorable Senator Julia Lynn Chairperson Kansas Senate Committee on Commerce Kansas State Capital Building Room 548-S 300 SW 10th Street Topeka, Ks. 66612

RE: SB 26

Dear Senator Lynn and Distinguished Members of the Committee:

I am providing written and oral testimony on behalf of Multi Community Diversified Services a community service organization that has provided services to persons with intellectual and developmental disabilities for 45 years.

Senate Bill 26 provides for a 15% tax credit on the purchase of products and services produced by persons who are blind or severely disabled in Kansas. It is the intent of this bill to move persons with severe disabilities off of Medicaid and the Home and Community Based Wavier to gainful, community employment with companies that are:

- 1. Non-profit.
- 2. Have a primary purpose of employing persons who are blind or severely disabled.
- 3. Pay minimum wage or better.
- 4. Offer health insurance or contribute towards the cost of insurance.
- 5. Produce products and services that are cost and quality competitive with what is available in the marketplace.

The benefits to the state are many:

1. State General Fund savings of .43 cents on every dollar of Medicaid spent on wavier services.



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- 2. Additional state income tax revenue for wages paid to employees.
- 3. The capture of sales tax revenue for purchases made with wages paid.
- 4. The turn of dollars kept in the state of Kansas.
- 5. Individuals who are now covered under commercial health insurance not Medicaid.

Intangible benefits:

- 1. Increased self-esteem for individuals who now work.
- 2. Reductions in behaviors and hospitalizations for individuals who can now work and provide for themselves and their families.
- 3. The state and society both benefit when individuals can be more productive.

This bill is a rare win for everyone involved. Please support the passage of SB 26.

Sincerely,

Doug Wisby

President/CEO