

March 22, 2022

To: Members of the Senate State Government Finance and Policy and Elections Committee

RE: SF 3408

Dear Chair Kiffmeyer and Committee Members,

We write regarding the proposed changes to the Task Force on Eliminating Subminimum Wage in SF 3048. The Minnesota Disability Law Center (MDLC) and the Legal Services Advocacy Project (LSAP) are statewide projects of Mid-Minnesota Legal Aid. MDLC serves as the Protection and Advocacy (P&A) organization for Minnesota, one of 49 other state P&A's federally designed under a Congressional act. MDLC provides free legal services to children and adults with disabilities in Minnesota. LSAP is the advocacy arm of Legal Aid and has provided legislative and administrative advocacy on behalf of Legal Aid's clients and all low-income Minnesotans since 1977.

We write to share our concerns about some of the language proposed in Senate File 3408. The task force has already begun its work and we do not support changing the purpose of the task force, particularly at this stage.

We understand the concern that this task force has generated, yet we don't believe it is warranted. The purpose of the task force is not to take away the jobs or the meaning that folks who currently receive subminimum wage have. The purpose is to find ways to **keep** all of those things, while paying people who have disabilities at least minimum wage. If the prospect of paying more than subminimum wage seems to providers that it will not be workable, that is precisely the purpose of the task force – to support providers to find approaches that will work while paying a minimum wage. This may include addressing imbalances in payment rates for disability waiver day program services, or other approaches. And there are grants available to support providers to transition away from subminimum wage so they can find ways to do so while ensuring that everyone who is currently paid less than minimum wage can continue to work or spend their time in meaningful and satisfying ways

It is important to find ways to pay people who have disabilities minimum wage. Paying people who have disabilities less than minimum wage is a practice initially sanctioned under the Fair Labor Standards Act in 1938. It is time to make a plan to move beyond this outdated practice. Many states have made this shift, and we should continue as directed by the 2021 legislature to make a plan to address this important civil rights issue, and we believe the task force is a good way to do this.

¹ Alaska, Maine, Maryland, New Hampshire, Rhode Island, Vermont have ended the use of subminimum wages and other states, including Colorado, Delaware, Hawaii, Oregon, and Washington, have set an end date for ending subminimum wage.

We are very supportive of promoting independence and increasing opportunities for people with disabilities to earn competitive wages—the language proposed in Senate File 3408. But our state has spent extensive time and resources promoting employment opportunities, including the Employment First policy in 2014, setting goals in our Olmstead Plan, provider transformation grants through MN-TAP, Section 511 counseling through Vocational Rehabilitation, and more.

These are just a few of the efforts we've undertaken as a state, and yet we still have one of the highest numbers of people earning subminimum wage for our state's population across the nation. We are not confident that with the proposed purpose in Senate File 3408 that this task force will promote changes toward more competitive, integrated employment than the outcomes we've achieved so far with our various efforts. The task force already has a substantial amount of work to do to gather information and make recommendations about how all people who have disabilities in Minnesota can be paid minimum wage, while ensuring access to jobs they love.

Thank you for your leadership and your commitment to people who have disabilities in Minnesota and for your consideration of our views. We hope you will permit the task force to continue its work as originally enacted.

Sincerely,

Maren Hulden Staff Attorney

Legal Services Advocacy Project