

**B-Engrossed**  
**House Bill 2087**

Ordered by the House June 24  
Including House Amendments dated April 18 and June 24

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Governor John A. Kitzhaber, M.D., for Oregon Health Authority)

**SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Authorizes designee of local correctional facility, Department of Corrections institution or youth correction facility to apply for medical assistance on behalf of person residing in facility or institution, in order to qualify person for medical assistance coverage of hospitalization occurring outside facility or institution. Authorizes designee to obtain otherwise confidential information, including Social Security number, only for purposes of applying for assistance and prohibits redisclosure of information without authorization from resident of facility or institution.

**Modifies requirements for comprehensive local plan adopted by local mental health authority.**

Declares emergency, effective on passage.

**A BILL FOR AN ACT**

1  
2 Relating to health care delivery; amending ORS 414.231, 414.440, 419C.550, 430.630, 430.632, 430.640,  
3 431.385, 431.416 and 624.510 and section 9, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill  
4 2091), sections 40, 64 and 65, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2240), sections  
5 104 and 105, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), and section 42, chapter  
6 \_\_\_, Oregon Laws 2013 (Enrolled House Bill 3458); repealing sections 39, 48, 54 and 55 chapter  
7 \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2240), sections 73, 82, 83, 84, 85, 94 and 95, chapter  
8 \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), and section 10, chapter \_\_\_, Oregon Laws  
9 2013 (Enrolled House Bill 3458); and declaring an emergency.

10 **Be It Enacted by the People of the State of Oregon:**

11 **SECTION 1.** ORS 414.440 is amended to read:

12 414.440. (1) **As used in this section, "correctional facility" means:**

13 **(a) A local correctional facility as defined in ORS 169.005;**

14 **(b) A Department of Corrections institution as defined in ORS 421.005; or**

15 **(c) A youth correction facility as defined in ORS 162.135.**

16 [(1)] (2) The Department of Human Services or the Oregon Health Authority shall suspend, in-  
17 stead of terminate, the medical assistance of a person who [*becomes an inmate of a local*] **is residing**  
18 **in a** correctional facility[, *as defined in ORS 169.005,*] and who is expected to remain in the [*local*]  
19 correctional facility for no more than 12 months.

20 [(2)] (3) Upon notification that a person described in subsection [(1)] (2) of this section is [*no*]  
21 *longer an inmate*] **not** residing in a [*local*] correctional facility, the department or the authority shall  
22 reinstate the person's medical assistance if the person is eligible for medical assistance.

23 **(4)(a) A designee of a correctional facility may apply for medical assistance on behalf of**

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted.  
New sections are in **boldfaced** type.

1 a person, while the person is residing in the correctional facility, for the purpose of estab-  
2 lishing eligibility for medical assistance during a period of hospitalization that will occur  
3 outside of the correctional facility.

4 (b) The designee may obtain information necessary to determine eligibility for medical  
5 assistance, including the person's Social Security number or information that is not other-  
6 wise subject to disclosure under ORS 411.320 or 413.175. The information obtained under this  
7 paragraph may be used only for the purpose of assisting the person in applying for medical  
8 assistance and may not be redisclosed without the person's authorization.

9 (c) If the person is determined eligible for medical assistance, the effective date of the  
10 person's medical assistance shall be the date the person begins the period of hospitalization  
11 outside of the correctional facility.

12 [(3)] (5) This section does not extend eligibility to an otherwise ineligible person or extend  
13 medical assistance to a person if matching federal funds are not available to pay for the medical  
14 assistance.

15 **SECTION 2.** ORS 419C.550 is amended to read:

16 419C.550. A person, agency or institution having legal custody of a youth or youth offender has  
17 the following duties and authority:

18 (1) To have physical custody and control of the youth or youth offender.

19 (2) To supply the youth or youth offender with food, clothing, shelter and incidental necessities.

20 (3) To provide the youth or youth offender with care, education and discipline.

21 (4) To authorize ordinary medical, dental, psychiatric, psychological, hygienic or other remedial  
22 care and treatment for the youth or youth offender, and, in an emergency when the youth or youth  
23 offender's safety appears urgently to require it, to authorize surgery or other extraordinary care.

24 (5) To make such reports and to supply such information to the court as the court may from time  
25 to time require.

26 (6) To apply for any Social Security benefits, [or] public assistance **or medical assistance** to  
27 which the youth or youth offender is otherwise entitled and to use the benefits or assistance to  
28 [pay] **provide** for the care of the youth or youth offender.

29 (7) **To obtain and disclose information necessary to apply for Social Security benefits,**  
30 **public assistance or medical assistance on behalf of the youth or youth offender including the**  
31 **youth or youth offender's Social Security number or information that is not otherwise sub-**  
32 **ject to disclosure under ORS 411.320 or 413.175. Information obtained under this subsection**  
33 **may be used only for the purpose of applying for Social Security benefits, public assistance**  
34 **or medical assistance on behalf of the youth or youth offender.**

35 **SECTION 3.** ORS 430.630 is amended to read:

36 430.630. (1) In addition to any other requirements that may be established by rule by the Oregon  
37 Health Authority, each community mental health program, subject to the availability of funds, shall  
38 provide the following basic services to persons with alcoholism or drug dependence, and persons  
39 who are alcohol or drug abusers:

40 (a) Outpatient services;

41 (b) Aftercare for persons released from hospitals;

42 (c) Training, case and program consultation and education for community agencies, related  
43 professions and the public;

44 (d) Guidance and assistance to other human service agencies for joint development of prevention  
45 programs and activities to reduce factors causing alcohol abuse, alcoholism, drug abuse and drug

1 dependence; and

2 (e) Age-appropriate treatment options for older adults.

3 (2) As alternatives to state hospitalization, it is the responsibility of the community mental  
4 health program to ensure that, subject to the availability of funds, the following services for persons  
5 with alcoholism or drug dependence, and persons who are alcohol or drug abusers, are available  
6 when needed and approved by the Oregon Health Authority:

7 (a) Emergency services on a 24-hour basis, such as telephone consultation, crisis intervention  
8 and prehospital screening examination;

9 (b) Care and treatment for a portion of the day or night, which may include day treatment  
10 centers, work activity centers and after-school programs;

11 (c) Residential care and treatment in facilities such as halfway houses, detoxification centers  
12 and other community living facilities;

13 (d) Continuity of care, such as that provided by service coordinators, community case develop-  
14 ment specialists and core staff of federally assisted community mental health centers;

15 (e) Inpatient treatment in community hospitals; and

16 (f) Other alternative services to state hospitalization as defined by the Oregon Health Authority.

17 (3) In addition to any other requirements that may be established by rule of the Oregon Health  
18 Authority, each community mental health program, subject to the availability of funds, shall provide  
19 or ensure the provision of the following services to persons with mental or emotional disturbances:

20 (a) Screening and evaluation to determine the client's service needs;

21 (b) Crisis stabilization to meet the needs of persons with acute mental or emotional disturbances,  
22 including the costs of investigations and prehearing detention in community hospitals or other fa-  
23 cilities approved by the authority for persons involved in involuntary commitment procedures;

24 (c) Vocational and social services that are appropriate for the client's age, designed to improve  
25 the client's vocational, social, educational and recreational functioning;

26 (d) Continuity of care to link the client to housing and appropriate and available health and  
27 social service needs;

28 (e) Psychiatric care in state and community hospitals, subject to the provisions of subsection (4)  
29 of this section;

30 (f) Residential services;

31 (g) Medication monitoring;

32 (h) Individual, family and group counseling and therapy;

33 (i) Public education and information;

34 (j) Prevention of mental or emotional disturbances and promotion of mental health;

35 (k) Consultation with other community agencies;

36 (L) Preventive mental health services for children and adolescents, including primary prevention  
37 efforts, early identification and early intervention services. Preventive services should be patterned  
38 after service models that have demonstrated effectiveness in reducing the incidence of emotional,  
39 behavioral and cognitive disorders in children. As used in this paragraph:

40 (A) "Early identification" means detecting emotional disturbance in its initial developmental  
41 stage;

42 (B) "Early intervention services" for children at risk of later development of emotional disturb-  
43 ances means programs and activities for children and their families that promote conditions, oppor-  
44 tunities and experiences that encourage and develop emotional stability, self-sufficiency and  
45 increased personal competence; and

1 (C) "Primary prevention efforts" means efforts that prevent emotional problems from occurring  
2 by addressing issues early so that disturbances do not have an opportunity to develop; and

3 (m) Preventive mental health services for older adults, including primary prevention efforts,  
4 early identification and early intervention services. Preventive services should be patterned after  
5 service models that have demonstrated effectiveness in reducing the incidence of emotional and be-  
6 havioral disorders and suicide attempts in older adults. As used in this paragraph:

7 (A) "Early identification" means detecting emotional disturbance in its initial developmental  
8 stage;

9 (B) "Early intervention services" for older adults at risk of development of emotional disturb-  
10 ances means programs and activities for older adults and their families that promote conditions,  
11 opportunities and experiences that encourage and maintain emotional stability, self-sufficiency and  
12 increased personal competence and that deter suicide; and

13 (C) "Primary prevention efforts" means efforts that prevent emotional problems from occurring  
14 by addressing issues early so that disturbances do not have an opportunity to develop.

15 (4) A community mental health program shall assume responsibility for psychiatric care in state  
16 and community hospitals, as provided in subsection (3)(e) of this section, in the following circum-  
17 stances:

18 (a) The person receiving care is a resident of the county served by the program. For purposes  
19 of this paragraph, "resident" means the resident of a county in which the person maintains a current  
20 mailing address or, if the person does not maintain a current mailing address within the state, the  
21 county in which the person is found, or the county in which a court-committed person with a mental  
22 illness has been conditionally released.

23 (b) The person has been hospitalized involuntarily or voluntarily, pursuant to ORS 426.130 or  
24 426.220, except for persons confined to the Secure Child and Adolescent Treatment Unit at Oregon  
25 State Hospital, or has been hospitalized as the result of a revocation of conditional release.

26 (c) Payment is made for the first 60 consecutive days of hospitalization.

27 (d) The hospital has collected all available patient payments and third-party reimbursements.

28 (e) In the case of a community hospital, the authority has approved the hospital for the care of  
29 persons with mental or emotional disturbances, the community mental health program has a con-  
30 tract with the hospital for the psychiatric care of residents and a representative of the program  
31 approves voluntary or involuntary admissions to the hospital prior to admission.

32 (5) Subject to the review and approval of the Oregon Health Authority, a **community** mental  
33 health program may initiate additional services after the services defined in this section are pro-  
34 vided.

35 (6) Each community mental health program and the state hospital serving the program's ge-  
36 ographic area shall enter into a written agreement concerning the policies and procedures to be  
37 followed by the program and the hospital when a patient is admitted to, and discharged from, the  
38 hospital and during the period of hospitalization.

39 (7) Each community mental health program shall have a mental health advisory committee, ap-  
40 pointed by the board of county commissioners or the county court or, if two or more counties have  
41 combined to provide mental health services, the boards or courts of the participating counties or,  
42 in the case of a Native American reservation, the tribal council.

43 (8) A community mental health program may request and the authority may grant a waiver re-  
44 garding provision of one or more of the services described in subsection (3) of this section upon a  
45 showing by the county and a determination by the authority that persons with mental or emotional

1 disturbances in that county would be better served and unnecessary institutionalization avoided.

2 (9)(a) As used in this subsection, “local mental health authority” means one of the following  
3 entities:

4 (A) The board of county commissioners of one or more counties that establishes or operates a  
5 community mental health program;

6 (B) The tribal council, in the case of a federally recognized tribe of Native Americans that elects  
7 to enter into an agreement to provide mental health services; or

8 (C) A regional local mental health authority comprising two or more boards of county commis-  
9 sioners.

10 (b) Each local mental health authority that provides mental health services shall determine the  
11 need for local mental health services and adopt a comprehensive local plan for the delivery of  
12 mental health services for children, families, adults and older adults that describes the methods by  
13 which the local mental health authority shall provide those services. [*The local mental health au-*  
14 *thority shall review and revise the local plan biennially.*] The purpose of the local plan is to create  
15 a blueprint to provide mental health services that are directed by and responsive to the mental  
16 health needs of individuals in the community served by the local plan. **A local mental health au-**  
17 **thority shall coordinate its local planning with the development of the community health**  
18 **improvement plan under section 13, chapter 8, Oregon Laws 2012, by the coordinated care**  
19 **organization serving the area. The Oregon Health Authority may require a local mental**  
20 **health authority to review and revise the local plan periodically.**

21 (c) The local plan shall identify ways to:

22 (A) Coordinate and ensure accountability for all levels of care described in paragraph (e) of this  
23 subsection;

24 (B) Maximize resources for consumers and minimize administrative expenses;

25 (C) Provide supported employment and other vocational opportunities for consumers;

26 (D) Determine the most appropriate service provider among a range of qualified providers;

27 (E) Ensure that appropriate mental health referrals are made;

28 (F) Address local housing needs for persons with mental health disorders;

29 (G) Develop a process for discharge from state and local psychiatric hospitals and transition  
30 planning between levels of care or components of the system of care;

31 (H) Provide peer support services, including but not limited to drop-in centers and paid peer  
32 support;

33 (I) Provide transportation supports; and

34 (J) Coordinate services among the criminal and juvenile justice systems, adult and juvenile  
35 corrections systems and local mental health programs to ensure that persons with mental illness  
36 who come into contact with the justice and corrections systems receive needed care and to ensure  
37 continuity of services for adults and juveniles leaving the corrections system.

38 (d) When developing a local plan, a local mental health authority shall:

39 (A) Coordinate with the budgetary cycles of state and local governments that provide the local  
40 mental health authority with funding for mental health services;

41 (B) Involve consumers, advocates, families, service providers, schools and other interested par-  
42 ties in the planning process;

43 (C) Coordinate with the local public safety coordinating council to address the services de-  
44 scribed in paragraph (c)(J) of this subsection;

45 (D) Conduct a population based needs assessment to determine the types of services needed lo-

- 1 cally;
- 2 (E) Determine the ethnic, age-specific, cultural and diversity needs of the population served by
- 3 the local plan;
- 4 (F) Describe the anticipated outcomes of services and the actions to be achieved in the local
- 5 plan;
- 6 (G) Ensure that the local plan coordinates planning, funding and services with:
- 7 (i) The educational needs of children, adults and older adults;
- 8 (ii) Providers of social supports, including but not limited to housing, employment, transportation
- 9 and education; and
- 10 (iii) Providers of physical health and medical services;
- 11 (H) Describe how funds, other than state resources, may be used to support and implement the
- 12 local plan;
- 13 (I) Demonstrate ways to integrate local services and administrative functions in order to support
- 14 integrated service delivery in the local plan; and
- 15 (J) Involve the local mental health advisory committees described in subsection (7) of this sec-
- 16 tion.
- 17 (e) The local plan must describe how the local mental health authority will ensure the delivery
- 18 of and be accountable for clinically appropriate services in a continuum of care based on consumer
- 19 needs. The local plan shall include, but not be limited to, services providing the following levels of
- 20 care:
- 21 (A) Twenty-four-hour crisis services;
- 22 (B) Secure and nonsecure extended psychiatric care;
- 23 (C) Secure and nonsecure acute psychiatric care;
- 24 (D) Twenty-four-hour supervised structured treatment;
- 25 (E) Psychiatric day treatment;
- 26 (F) Treatments that maximize client independence;
- 27 (G) Family and peer support and self-help services;
- 28 (H) Support services;
- 29 (I) Prevention and early intervention services;
- 30 (J) Transition assistance between levels of care;
- 31 (K) Dual diagnosis services;
- 32 (L) Access to placement in state-funded psychiatric hospital beds;
- 33 (M) Precommitment and civil commitment in accordance with ORS chapter 426; and
- 34 (N) Outreach to older adults at locations appropriate for making contact with older adults, in-
- 35 cluding senior centers, long term care facilities and personal residences.
- 36 (f) In developing the part of the local plan referred to in paragraph (c)(J) of this subsection, the
- 37 local mental health authority shall collaborate with the local public safety coordinating council to
- 38 address the following:
- 39 (A) Training for all law enforcement officers on ways to recognize and interact with persons
- 40 with mental illness, for the purpose of diverting them from the criminal and juvenile justice systems;
- 41 (B) Developing voluntary locked facilities for crisis treatment and follow-up as an alternative
- 42 to custodial arrests;
- 43 (C) Developing a plan for sharing a daily jail and juvenile detention center custody roster and
- 44 the identity of persons of concern and offering mental health services to those in custody;
- 45 (D) Developing a voluntary diversion program to provide an alternative for persons with mental

1 illness in the criminal and juvenile justice systems; and

2 (E) Developing mental health services, including housing, for persons with mental illness prior  
3 to and upon release from custody.

4 (g) Services described in the local plan shall:

5 (A) Address the vision, values and guiding principles described in the Report to the Governor  
6 from the Mental Health Alignment Workgroup, January 2001;

7 (B) Be provided to children, older adults and families as close to their homes as possible;

8 (C) Be culturally appropriate and competent;

9 (D) Be, for children, older adults and adults with mental health needs, from providers appropri-  
10 ate to deliver those services;

11 (E) Be delivered in an integrated service delivery system with integrated service sites or pro-  
12 cesses, and with the use of integrated service teams;

13 (F) Ensure consumer choice among a range of qualified providers in the community;

14 (G) Be distributed geographically;

15 (H) Involve consumers, families, clinicians, children and schools in treatment as appropriate;

16 (I) Maximize early identification and early intervention;

17 (J) Ensure appropriate transition planning between providers and service delivery systems, with  
18 an emphasis on transition between children and adult mental health services;

19 (K) Be based on the ability of a client to pay;

20 (L) Be delivered collaboratively;

21 (M) Use age-appropriate, research-based quality indicators;

22 (N) Use best-practice innovations; and

23 (O) Be delivered using a community-based, multisystem approach.

24 (h) A local mental health authority shall submit to the Oregon Health Authority a copy of the  
25 local plan and *[biennial]* revisions adopted under paragraph (b) of this subsection at time intervals  
26 established by the **Oregon Health** Authority.

27 (i) Each local commission on children and families shall reference the local plan for the delivery  
28 of mental health services in the local coordinated comprehensive plan created pursuant to ORS  
29 417.775.

30 **SECTION 4.** ORS 430.630, as amended by section 101, chapter 37, Oregon Laws 2012, is  
31 amended to read:

32 430.630. (1) In addition to any other requirements that may be established by rule by the Oregon  
33 Health Authority, each community mental health program, subject to the availability of funds, shall  
34 provide the following basic services to persons with alcoholism or drug dependence, and persons  
35 who are alcohol or drug abusers:

36 (a) Outpatient services;

37 (b) Aftercare for persons released from hospitals;

38 (c) Training, case and program consultation and education for community agencies, related  
39 professions and the public;

40 (d) Guidance and assistance to other human service agencies for joint development of prevention  
41 programs and activities to reduce factors causing alcohol abuse, alcoholism, drug abuse and drug  
42 dependence; and

43 (e) Age-appropriate treatment options for older adults.

44 (2) As alternatives to state hospitalization, it is the responsibility of the community mental  
45 health program to ensure that, subject to the availability of funds, the following services for persons

1 with alcoholism or drug dependence, and persons who are alcohol or drug abusers, are available  
2 when needed and approved by the Oregon Health Authority:

3 (a) Emergency services on a 24-hour basis, such as telephone consultation, crisis intervention  
4 and prehospital screening examination;

5 (b) Care and treatment for a portion of the day or night, which may include day treatment  
6 centers, work activity centers and after-school programs;

7 (c) Residential care and treatment in facilities such as halfway houses, detoxification centers  
8 and other community living facilities;

9 (d) Continuity of care, such as that provided by service coordinators, community case develop-  
10 ment specialists and core staff of federally assisted community mental health centers;

11 (e) Inpatient treatment in community hospitals; and

12 (f) Other alternative services to state hospitalization as defined by the Oregon Health Authority.

13 (3) In addition to any other requirements that may be established by rule of the Oregon Health  
14 Authority, each community mental health program, subject to the availability of funds, shall provide  
15 or ensure the provision of the following services to persons with mental or emotional disturbances:

16 (a) Screening and evaluation to determine the client's service needs;

17 (b) Crisis stabilization to meet the needs of persons with acute mental or emotional disturbances,  
18 including the costs of investigations and prehearing detention in community hospitals or other fa-  
19 cilities approved by the authority for persons involved in involuntary commitment procedures;

20 (c) Vocational and social services that are appropriate for the client's age, designed to improve  
21 the client's vocational, social, educational and recreational functioning;

22 (d) Continuity of care to link the client to housing and appropriate and available health and  
23 social service needs;

24 (e) Psychiatric care in state and community hospitals, subject to the provisions of subsection (4)  
25 of this section;

26 (f) Residential services;

27 (g) Medication monitoring;

28 (h) Individual, family and group counseling and therapy;

29 (i) Public education and information;

30 (j) Prevention of mental or emotional disturbances and promotion of mental health;

31 (k) Consultation with other community agencies;

32 (L) Preventive mental health services for children and adolescents, including primary prevention  
33 efforts, early identification and early intervention services. Preventive services should be patterned  
34 after service models that have demonstrated effectiveness in reducing the incidence of emotional,  
35 behavioral and cognitive disorders in children. As used in this paragraph:

36 (A) "Early identification" means detecting emotional disturbance in its initial developmental  
37 stage;

38 (B) "Early intervention services" for children at risk of later development of emotional disturb-  
39 ances means programs and activities for children and their families that promote conditions, oppor-  
40 tunities and experiences that encourage and develop emotional stability, self-sufficiency and  
41 increased personal competence; and

42 (C) "Primary prevention efforts" means efforts that prevent emotional problems from occurring  
43 by addressing issues early so that disturbances do not have an opportunity to develop; and

44 (m) Preventive mental health services for older adults, including primary prevention efforts,  
45 early identification and early intervention services. Preventive services should be patterned after



1 service models that have demonstrated effectiveness in reducing the incidence of emotional and be-  
2 havioral disorders and suicide attempts in older adults. As used in this paragraph:

3 (A) “Early identification” means detecting emotional disturbance in its initial developmental  
4 stage;

5 (B) “Early intervention services” for older adults at risk of development of emotional disturb-  
6 ances means programs and activities for older adults and their families that promote conditions,  
7 opportunities and experiences that encourage and maintain emotional stability, self-sufficiency and  
8 increased personal competence and that deter suicide; and

9 (C) “Primary prevention efforts” means efforts that prevent emotional problems from occurring  
10 by addressing issues early so that disturbances do not have an opportunity to develop.

11 (4) A community mental health program shall assume responsibility for psychiatric care in state  
12 and community hospitals, as provided in subsection (3)(e) of this section, in the following circum-  
13 stances:

14 (a) The person receiving care is a resident of the county served by the program. For purposes  
15 of this paragraph, “resident” means the resident of a county in which the person maintains a current  
16 mailing address or, if the person does not maintain a current mailing address within the state, the  
17 county in which the person is found, or the county in which a court-committed person with a mental  
18 illness has been conditionally released.

19 (b) The person has been hospitalized involuntarily or voluntarily, pursuant to ORS 426.130 or  
20 426.220, except for persons confined to the Secure Child and Adolescent Treatment Unit at Oregon  
21 State Hospital, or has been hospitalized as the result of a revocation of conditional release.

22 (c) Payment is made for the first 60 consecutive days of hospitalization.

23 (d) The hospital has collected all available patient payments and third-party reimbursements.

24 (e) In the case of a community hospital, the authority has approved the hospital for the care of  
25 persons with mental or emotional disturbances, the community mental health program has a con-  
26 tract with the hospital for the psychiatric care of residents and a representative of the program  
27 approves voluntary or involuntary admissions to the hospital prior to admission.

28 (5) Subject to the review and approval of the Oregon Health Authority, a **community** mental  
29 health program may initiate additional services after the services defined in this section are pro-  
30 vided.

31 (6) Each community mental health program and the state hospital serving the program’s ge-  
32 ographic area shall enter into a written agreement concerning the policies and procedures to be  
33 followed by the program and the hospital when a patient is admitted to, and discharged from, the  
34 hospital and during the period of hospitalization.

35 (7) Each community mental health program shall have a mental health advisory committee, ap-  
36 pointed by the board of county commissioners or the county court or, if two or more counties have  
37 combined to provide mental health services, the boards or courts of the participating counties or,  
38 in the case of a Native American reservation, the tribal council.

39 (8) A community mental health program may request and the authority may grant a waiver re-  
40 garding provision of one or more of the services described in subsection (3) of this section upon a  
41 showing by the county and a determination by the authority that persons with mental or emotional  
42 disturbances in that county would be better served and unnecessary institutionalization avoided.

43 (9)(a) As used in this subsection, “local mental health authority” means one of the following  
44 entities:

45 (A) The board of county commissioners of one or more counties that establishes or operates a

1 community mental health program;

2 (B) The tribal council, in the case of a federally recognized tribe of Native Americans that elects  
3 to enter into an agreement to provide mental health services; or

4 (C) A regional local mental health authority comprising two or more boards of county commis-  
5 sioners.

6 (b) Each local mental health authority that provides mental health services shall determine the  
7 need for local mental health services and adopt a comprehensive local plan for the delivery of  
8 mental health services for children, families, adults and older adults that describes the methods by  
9 which the local mental health authority shall provide those services. [*The local mental health au-*  
10 *thority shall review and revise the local plan biennially.*] The purpose of the local plan is to create  
11 a blueprint to provide mental health services that are directed by and responsive to the mental  
12 health needs of individuals in the community served by the local plan. **A local mental health au-**  
13 **thority shall coordinate its local planning with the development of the community health**  
14 **improvement plan under section 13, chapter 8, Oregon Laws 2012, by the coordinated care**  
15 **organization serving the area. The Oregon Health Authority may require a local mental**  
16 **health authority to review and revise the local plan periodically.**

17 (c) The local plan shall identify ways to:

18 (A) Coordinate and ensure accountability for all levels of care described in paragraph (e) of this  
19 subsection;

20 (B) Maximize resources for consumers and minimize administrative expenses;

21 (C) Provide supported employment and other vocational opportunities for consumers;

22 (D) Determine the most appropriate service provider among a range of qualified providers;

23 (E) Ensure that appropriate mental health referrals are made;

24 (F) Address local housing needs for persons with mental health disorders;

25 (G) Develop a process for discharge from state and local psychiatric hospitals and transition  
26 planning between levels of care or components of the system of care;

27 (H) Provide peer support services, including but not limited to drop-in centers and paid peer  
28 support;

29 (I) Provide transportation supports; and

30 (J) Coordinate services among the criminal and juvenile justice systems, adult and juvenile  
31 corrections systems and local mental health programs to ensure that persons with mental illness  
32 who come into contact with the justice and corrections systems receive needed care and to ensure  
33 continuity of services for adults and juveniles leaving the corrections system.

34 (d) When developing a local plan, a local mental health authority shall:

35 (A) Coordinate with the budgetary cycles of state and local governments that provide the local  
36 mental health authority with funding for mental health services;

37 (B) Involve consumers, advocates, families, service providers, schools and other interested par-  
38 ties in the planning process;

39 (C) Coordinate with the local public safety coordinating council to address the services de-  
40 scribed in paragraph (c)(J) of this subsection;

41 (D) Conduct a population based needs assessment to determine the types of services needed lo-  
42 cally;

43 (E) Determine the ethnic, age-specific, cultural and diversity needs of the population served by  
44 the local plan;

45 (F) Describe the anticipated outcomes of services and the actions to be achieved in the local

- 1 plan;
- 2 (G) Ensure that the local plan coordinates planning, funding and services with:
- 3 (i) The educational needs of children, adults and older adults;
- 4 (ii) Providers of social supports, including but not limited to housing, employment, transportation
- 5 and education; and
- 6 (iii) Providers of physical health and medical services;
- 7 (H) Describe how funds, other than state resources, may be used to support and implement the
- 8 local plan;
- 9 (I) Demonstrate ways to integrate local services and administrative functions in order to support
- 10 integrated service delivery in the local plan; and
- 11 (J) Involve the local mental health advisory committees described in subsection (7) of this sec-
- 12 tion.
- 13 (e) The local plan must describe how the local mental health authority will ensure the delivery
- 14 of and be accountable for clinically appropriate services in a continuum of care based on consumer
- 15 needs. The local plan shall include, but not be limited to, services providing the following levels of
- 16 care:
- 17 (A) Twenty-four-hour crisis services;
- 18 (B) Secure and nonsecure extended psychiatric care;
- 19 (C) Secure and nonsecure acute psychiatric care;
- 20 (D) Twenty-four-hour supervised structured treatment;
- 21 (E) Psychiatric day treatment;
- 22 (F) Treatments that maximize client independence;
- 23 (G) Family and peer support and self-help services;
- 24 (H) Support services;
- 25 (I) Prevention and early intervention services;
- 26 (J) Transition assistance between levels of care;
- 27 (K) Dual diagnosis services;
- 28 (L) Access to placement in state-funded psychiatric hospital beds;
- 29 (M) Precommitment and civil commitment in accordance with ORS chapter 426; and
- 30 (N) Outreach to older adults at locations appropriate for making contact with older adults, in-
- 31 cluding senior centers, long term care facilities and personal residences.
- 32 (f) In developing the part of the local plan referred to in paragraph (c)(J) of this subsection, the
- 33 local mental health authority shall collaborate with the local public safety coordinating council to
- 34 address the following:
- 35 (A) Training for all law enforcement officers on ways to recognize and interact with persons
- 36 with mental illness, for the purpose of diverting them from the criminal and juvenile justice systems;
- 37 (B) Developing voluntary locked facilities for crisis treatment and follow-up as an alternative
- 38 to custodial arrests;
- 39 (C) Developing a plan for sharing a daily jail and juvenile detention center custody roster and
- 40 the identity of persons of concern and offering mental health services to those in custody;
- 41 (D) Developing a voluntary diversion program to provide an alternative for persons with mental
- 42 illness in the criminal and juvenile justice systems; and
- 43 (E) Developing mental health services, including housing, for persons with mental illness prior
- 44 to and upon release from custody.
- 45 (g) Services described in the local plan shall:

1 (A) Address the vision, values and guiding principles described in the Report to the Governor  
2 from the Mental Health Alignment Workgroup, January 2001;

3 (B) Be provided to children, older adults and families as close to their homes as possible;

4 (C) Be culturally appropriate and competent;

5 (D) Be, for children, older adults and adults with mental health needs, from providers appropri-  
6 ate to deliver those services;

7 (E) Be delivered in an integrated service delivery system with integrated service sites or pro-  
8 cesses, and with the use of integrated service teams;

9 (F) Ensure consumer choice among a range of qualified providers in the community;

10 (G) Be distributed geographically;

11 (H) Involve consumers, families, clinicians, children and schools in treatment as appropriate;

12 (I) Maximize early identification and early intervention;

13 (J) Ensure appropriate transition planning between providers and service delivery systems, with  
14 an emphasis on transition between children and adult mental health services;

15 (K) Be based on the ability of a client to pay;

16 (L) Be delivered collaboratively;

17 (M) Use age-appropriate, research-based quality indicators;

18 (N) Use best-practice innovations; and

19 (O) Be delivered using a community-based, multisystem approach.

20 (h) A local mental health authority shall submit to the Oregon Health Authority a copy of the  
21 local plan and *[biennial]* revisions adopted under paragraph (b) of this subsection at time intervals  
22 established by the **Oregon Health** Authority.

23 **SECTION 5.** ORS 430.632 is amended to read:

24 430.632. **The Oregon Health Authority may require** a local mental health authority *[shall*  
25 *submit to]* **to periodically report to** the Oregon Health Authority *[by October 1 of each even-*  
26 *numbered year a report]* on the implementation of the comprehensive local plan adopted under ORS  
27 430.630 (9).

28 **SECTION 6.** ORS 430.640 is amended to read:

29 430.640. (1) The Oregon Health Authority, in carrying out the legislative policy declared in ORS  
30 430.610, subject to the availability of funds, shall:

31 (a) Assist Oregon counties and groups of Oregon counties in the establishment and financing  
32 of community mental health programs operated or contracted for by one or more counties.

33 (b) If a county declines to operate or contract for a community mental health program, contract  
34 with another public agency or private corporation to provide the program. The county must be  
35 provided with an opportunity to review and comment.

36 (c) In an emergency situation when no community mental health program is operating within a  
37 county or when a county is unable to provide a service essential to public health and safety, operate  
38 the program or service on a temporary basis.

39 (d) At the request of the tribal council of a federally recognized tribe of Native Americans,  
40 contract with the tribal council for the establishment and operation of a community mental health  
41 program in the same manner in which the authority contracts with a county court or board of  
42 county commissioners.

43 (e) If a county agrees, contract with a public agency or private corporation for all services  
44 within one or more of the following program areas:

45 (A) Mental or emotional disturbances.

- 1 (B) Drug abuse.
- 2 (C) Alcohol abuse and alcoholism.
- 3 (f) Approve or disapprove the [*biennial*] **local** plan and budget information for the establishment  
4 and operation of each community mental health program. Subsequent amendments to or modifica-  
5 tions of an approved plan or budget information involving more than 10 percent of the state funds  
6 provided for services under ORS 430.630 may not be placed in effect without prior approval of the  
7 authority. However, an amendment or modification affecting 10 percent or less of state funds for  
8 services under ORS 430.630 within the portion of the program for persons with mental or emotional  
9 disturbances or within the portion for persons with alcohol or drug dependence may be made with-  
10 out authority approval.
- 11 (g) Make all necessary and proper rules to govern the establishment and operation of community  
12 mental health programs, including adopting rules defining the range and nature of the services  
13 which shall or may be provided under ORS 430.630.
- 14 (h) Collect data and evaluate services in the state hospitals in accordance with the same meth-  
15 ods prescribed for community mental health programs under ORS 430.634.
- 16 (i) Develop guidelines that include, for the development of comprehensive local plans in consul-  
17 tation with local mental health authorities:
- 18 (A) The use of integrated services;
- 19 (B) The outcomes expected from services and programs provided;
- 20 (C) Incentives to reduce the use of state hospitals;
- 21 (D) Mechanisms for local sharing of risk for state hospitalization;
- 22 (E) The provision of clinically appropriate levels of care based on an assessment of the mental  
23 health needs of consumers;
- 24 (F) The transition of consumers between levels of care; and
- 25 (G) The development, maintenance and continuation of older adult mental health programs with  
26 mental health professionals trained in geriatrics.
- 27 (j) Work with local mental health authorities to provide incentives for community-based care  
28 whenever appropriate while simultaneously ensuring adequate statewide capacity.
- 29 (k) Provide technical assistance and information regarding state and federal requirements to  
30 local mental health authorities throughout the local planning process required under ORS 430.630  
31 (9).
- 32 (L) Provide incentives for local mental health authorities to enhance or increase vocational  
33 placements for adults with mental health needs.
- 34 (m) Develop or adopt nationally recognized system-level performance measures, linked to the  
35 Oregon Benchmarks, for state-level monitoring and reporting of mental health services for children,  
36 adults and older adults, including but not limited to quality and appropriateness of services, out-  
37 comes from services, structure and management of local plans, prevention of mental health disorders  
38 and integration of mental health services with other needed supports.
- 39 (n) Develop standardized criteria for each level of care described in ORS 430.630 (9), including  
40 protocols for implementation of local plans, strength-based mental health assessment and case plan-  
41 ning.
- 42 (o) Develop a comprehensive long-term plan for providing appropriate and adequate mental  
43 health treatment and services to children, adults and older adults that is derived from the needs  
44 identified in local plans, is consistent with the vision, values and guiding principles in the Report  
45 to the Governor from the Mental Health Alignment Workgroup, January 2001, and addresses the

1 need for and the role of state hospitals.

2 (p) Report biennially to the Governor and the Legislative Assembly on the progress of the local  
3 planning process and the implementation of the local plans adopted under ORS 430.630 (9)(b) and the  
4 state planning process described in paragraph (o) of this subsection, and on the performance meas-  
5 ures and performance data available under paragraph (m) of this subsection.

6 (q) On a periodic basis, not to exceed 10 years, reevaluate the methodology used to estimate  
7 prevalence and demand for mental health services using the most current nationally recognized  
8 models and data.

9 (r) Encourage the development of regional local mental health authorities comprised of two or  
10 more boards of county commissioners that establish or operate a community mental health program.

11 (2) The Oregon Health Authority may provide technical assistance and other incentives to assist  
12 in the planning, development and implementation of regional local mental health authorities when-  
13 ever the Oregon Health Authority determines that a regional approach will optimize the compre-  
14 hensive local plan described under ORS 430.630 (9).

15 (3) The enumeration of duties and functions in subsections (1) and (2) of this section shall not  
16 be deemed exclusive nor construed as a limitation on the powers and authority vested in the au-  
17 thority by other provisions of law.

18 **SECTION 7.** ORS 431.385 is amended to read:

19 431.385. (1) The local public health authority shall submit [*an annual*] **a local** plan to the Oregon  
20 Health Authority for performing services pursuant to ORS 431.375 to 431.385 and 431.416. The [*an-*  
21 *annual*] **local** plan shall be [*submitted*] **updated periodically** on a date established by the Oregon  
22 Health Authority by rule or on a date mutually agreeable to the authority and the local public  
23 health authority.

24 (2) If the local public health authority decides not to submit [*an annual*] **a local** plan under the  
25 provisions of ORS 431.375 to 431.385 and 431.416, the authority shall become the local public health  
26 authority for that county or health district.

27 (3) The authority shall review and approve or disapprove each **local** plan. Variances to the local  
28 public health plan must be approved by the authority. In consultation with the Conference of Local  
29 Health Officials, the authority shall establish the elements of a **local** plan and an appeals process  
30 whereby a local **public** health authority may obtain a hearing if its **local** plan is disapproved.

31 (4) Each local commission on children and families shall reference the local public health plan  
32 in the local coordinated comprehensive plan created pursuant to ORS 417.775.

33 **(5) The Oregon Health Authority may adopt uniform timelines and requirements for the**  
34 **submission of local plans by local public health authorities and local mental health authori-**  
35 **ties and the submission of community health improvement plans by coordinated care organ-**  
36 **izations to the extent that the requirements for local plans and community health**  
37 **improvement plans overlap.**

38 **SECTION 8.** ORS 431.385, as amended by section 102, chapter 37, Oregon Laws 2012, is  
39 amended to read:

40 431.385. (1) The local public health authority shall submit [*an annual*] **a local** plan to the Oregon  
41 Health Authority for performing services pursuant to ORS 431.375 to 431.385 and 431.416. The [*an-*  
42 *annual*] **local** plan shall be [*submitted*] **updated periodically** on a date established by the Oregon  
43 Health Authority by rule or on a date mutually agreeable to the authority and the local public  
44 health authority.

45 (2) If the local public health authority decides not to submit [*an annual*] **a local** plan under the

1 provisions of ORS 431.375 to 431.385 and 431.416, the authority shall become the local public health  
2 authority for that county or health district.

3 (3) The authority shall review and approve or disapprove each **local** plan. Variances to the local  
4 public health plan must be approved by the authority. In consultation with the Conference of Local  
5 Health Officials, the authority shall establish the elements of a **local** plan and an appeals process  
6 whereby a local **public** health authority may obtain a hearing if its **local** plan is disapproved.

7 (4) **The Oregon Health Authority may adopt uniform timelines and requirements for the**  
8 **submission of local plans by local public health authorities and local mental health authori-**  
9 **ties and the submission of community health improvement plans by coordinated care organ-**  
10 **izations to the extent that the requirements for local plans and community health**  
11 **improvement plans overlap.**

12 **SECTION 9.** ORS 431.416 is amended to read:

13 431.416. The local public health authority or health district shall:

14 (1) Administer and enforce the rules of the local public health authority or the health district  
15 and public health laws and rules of the Oregon Health Authority.

16 (2) Assure activities necessary for the preservation of health or prevention of disease in the area  
17 under its jurisdiction as provided in the [*annual*] **local** plan of the authority or district are per-  
18 formed. These activities shall include but not be limited to:

19 (a) Epidemiology and control of preventable diseases and disorders;

20 (b) Parent and child health services, including family planning clinics as described in ORS  
21 435.205;

22 (c) Collection and reporting of health statistics;

23 (d) Health information and referral services; and

24 (e) Environmental health services.

25 **SECTION 10.** ORS 624.510 is amended to read:

26 624.510. (1) The Director of the Oregon Health Authority shall enter into an intergovernmental  
27 agreement with each local public health authority established under ORS 431.375, delegating to the  
28 local public health authority the administration and enforcement within the jurisdiction of the local  
29 public health authority of the powers, duties and functions of the director under ORS 624.010 to  
30 624.121, 624.310 to 624.430, 624.650 and 624.992. The intergovernmental agreement must describe the  
31 powers, duties and functions of the local public health authority relating to fee collection, licensing,  
32 inspections, enforcement, civil penalties and issuance and revocation of permits and certificates,  
33 standards for enforcement by the local public health authority and the monitoring to be performed  
34 by the Oregon Health Authority. The Oregon Health Authority shall establish the descriptions and  
35 standards in consultation with the local public health authority officials and in accordance with  
36 ORS 431.345. The intergovernmental agreement must be a part of the local [*annual*] plan submitted  
37 by the local public health authority under ORS 431.385. The Oregon Health Authority shall review  
38 the performance of the local public health authority under any expiring intergovernmental agree-  
39 ment. The review shall include criteria to determine if provisions of ORS 624.073 are uniformly ap-  
40 plied to all licensees within the jurisdiction of the local public health authority. In accordance with  
41 ORS chapter 183, the director may suspend or rescind an intergovernmental agreement under this  
42 subsection. If the Oregon Health Authority suspends or rescinds an intergovernmental agreement,  
43 the unexpended portion of the fees collected under subsection (2) of this section shall be available  
44 to the Oregon Health Authority for carrying out the powers, duties and functions under this section.

45 (2) A local public health authority shall collect fees on behalf of the Oregon Health Authority

1 that are adequate to cover the administration and enforcement costs incurred by the local public  
 2 health authority under this section and the cost of oversight by the Oregon Health Authority. If the  
 3 fee collected by a local public health authority for a license or service is more than 20 percent  
 4 above or below the fee for that license or service charged by the Oregon Health Authority, the  
 5 Oregon Health Authority shall analyze the local public health authority fee process and determine  
 6 whether the local public health authority used the proper cost elements in determining the fee and  
 7 whether the amount of the fee is justified. Cost elements may include, but need not be limited to,  
 8 expenses related to administration, program costs, salaries, travel expenses and Oregon Health Au-  
 9 thority consultation fees. If the Oregon Health Authority determines that the local public health  
 10 authority did not use the proper cost elements in determining the fee or that the amount of the fee  
 11 is not justified, the Oregon Health Authority may order the local public health authority to reduce  
 12 any fee to a level supported by the Oregon Health Authority's analysis of the fee process.

13 (3) The Oregon Health Authority, after consultation with groups representing local health offi-  
 14 cials in the state, shall by rule assess a remittance from each local public health authority to which  
 15 health enforcement powers, duties or functions have been delegated under subsection (1) of this  
 16 section. The amount of the remittance must be specified in the intergovernmental agreement. The  
 17 remittance shall supplement existing funds for consultation services and development and mainte-  
 18 nance of the statewide food service program. The Oregon Health Authority shall consult with groups  
 19 representing local health officials in the state and statewide restaurant associations in developing  
 20 the statewide food service program.

21 (4) In any action, suit or proceeding arising out of local public health authority administration  
 22 of functions pursuant to subsection (1) of this section and involving the validity of a rule adopted  
 23 by the Oregon Health Authority, the Oregon Health Authority shall be made a party to the action,  
 24 suit or proceeding.

25 **SECTION 11. Section 73 (amending ORS 414.231), chapter \_\_, Oregon Laws 2013 (Enrolled**  
 26 **House Bill 2859), is repealed.**

27 **SECTION 12. If House Bill 2240 becomes law, section 39 (amending ORS 414.231), chapter**  
 28 **\_\_, Oregon Laws 2013 (Enrolled House Bill 2240), is repealed and ORS 414.231, as amended**  
 29 **by section 1, chapter \_\_, Oregon Laws 2013 (Enrolled House Bill 2091), is amended to read:**

30 414.231. (1) As used in this section, "child" means a person under 19 years of age.

31 (2) The Health Care for All Oregon Children program is established to make affordable, acces-  
 32 sible health care available to all of Oregon's children. The program provides medical assistance to  
 33 children, funded in whole or in part by Title XIX of the Social Security Act, by the State Children's  
 34 Health Insurance Program under Title XXI of the Social Security Act and by moneys appropriated  
 35 or allocated for that purpose by the Legislative Assembly.

36 (3) A child is eligible for [*the program*] **medical assistance under subsection (2) of this sec-**  
 37 **tion** if the child is lawfully present in this state and the income of the child's family is:

38 (a) At or below 200 percent of the federal poverty guidelines; or

39 (b) Above 200 percent of the federal poverty guidelines and at or below 300 percent of the fed-  
 40 eral poverty guidelines, as long as federal financial participation is available for the costs of the  
 41 coverage.

42 (4) There is no asset limit to qualify for the program.

43 (5)(a) A child receiving medical assistance [*under the program*] **through the Health Care for**  
 44 **All Oregon Children program** is continuously eligible for a minimum period of 12 months **or until**  
 45 **the child reaches 19 years of age, whichever comes first.**



1 (b) The Department of Human Services or the Oregon Health Authority shall reenroll a child  
2 for successive 12-month periods of enrollment as long as the child is eligible for medical assistance  
3 on the date of reenrollment and *[there is federal financial participation in the costs of the child's*  
4 *coverage]* **the child has not yet reached 19 years of age.**

5 (c) *[The department and the authority may not require]* **A child may not be required to submit**  
6 **a new application as a condition of reenrollment under paragraph (b) of this subsection** *[and], and*  
7 **the department or the authority** must determine the child's eligibility for medical assistance using  
8 information and sources available to the department **or the authority** or documentation **that is**  
9 **readily available to the child or the child's caretaker.**

10 **(6) Except for medical assistance funded by Title XIX of the Social Security Act, the de-**  
11 **partment or the authority may prescribe by rule a period of uninsurance prior to enrollment**  
12 **in the program.**

13 **SECTION 13. If House Bill 2240 becomes law, section 48 (amending ORS 414.231), chapter**  
14 **\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2240), is repealed and ORS 414.231, as amended**  
15 **by section 1, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2091), and section 12 of this**  
16 **2013 Act, is amended to read:**

17 414.231. (1) As used in this section, "child" means a person under 19 years of age.

18 (2) The Health Care for All Oregon Children program is established to make affordable, acces-  
19 sible health care available to all of Oregon's children. The program provides medical assistance to  
20 children, funded in whole or in part by Title XIX of the Social Security Act, by the State Children's  
21 Health Insurance Program under Title XXI of the Social Security Act and by moneys appropriated  
22 or allocated for that purpose by the Legislative Assembly.

23 (3) A child is eligible for medical assistance under subsection (2) of this section if the child is  
24 lawfully present in this state and the income of the child's family is:

25 (a) At or below 200 percent of the federal poverty guidelines; or

26 (b) Above 200 percent of the federal poverty guidelines and at or below 300 percent of the fed-  
27 eral poverty guidelines, as long as federal financial participation is available for the costs of the  
28 coverage.

29 (4) There is no asset limit to qualify for the program.

30 (5)(a) A child receiving medical assistance through the Health Care for All Oregon Children  
31 program is continuously eligible for a minimum period of 12 months or until the child reaches 19  
32 years of age, whichever comes first.

33 (b) The Department of Human Services or the Oregon Health Authority shall reenroll a child  
34 for successive 12-month periods of enrollment as long as the child is eligible for medical assistance  
35 on the date of reenrollment and the child has not yet reached 19 years of age.

36 (c) A child may not be required to submit a new application as a condition of reenrollment under  
37 paragraph (b) of this subsection, and the department or the authority must determine the child's  
38 eligibility for medical assistance using information and sources available to the department or the  
39 authority or documentation that is readily available to the child or the child's caretaker.

40 *[(6) Except for medical assistance funded by Title XIX of the Social Security Act, the department*  
41 *or the authority may prescribe by rule a period of uninsurance prior to enrollment in the program.]*

42 **SECTION 14. If House Bill 2240 becomes law, section 40, chapter \_\_\_, Oregon Laws 2013 (En-**  
43 **rolled House Bill 2240), is amended to read:**

44 **Sec. 40.** (1) The Office of Private Health Partnerships is abolished. On the operative date of this  
45 section, the tenure of office of the Administrator of the Office of Private Health Partnerships and

1 the deputy director of the Office of Private Health Partnerships ceases.

2 (2) The unexpended balances of amounts in the Family Health Insurance Assistance Program  
3 Account and other amounts authorized to be expended by the office for the biennium beginning July  
4 1, 2013, from revenues dedicated, continuously appropriated, appropriated or otherwise made avail-  
5 able to the office for the purpose of administering the Family Health Insurance Assistance Program  
6 are transferred to the Oregon Health Authority Fund established in ORS 413.101 and are available  
7 for expenditure by the Oregon Health Authority for the biennium beginning July 1, 2013, for the  
8 purpose of administering and enforcing the duties, functions and powers of the office with respect  
9 to the Family Health Insurance Assistance Program.

10 (3) Nothing in this section, the amendments to ORS 192.556, 410.080, 413.011, 413.032, 413.201,  
11 414.041, 414.231, 414.826, 414.828, 414.839 and 433.443 and section 1, chapter 867, Oregon Laws 2009,  
12 by sections 42 to 53, **chapter \_\_, Oregon Laws 2013 (Enrolled House Bill 2240)**, [of this 2013  
13 Act] **and section 13 of this 2013 Act** or the repeal of ORS 414.831, 414.841, 414.842, 414.844, 414.846,  
14 414.848, 414.851, 414.852, 414.854, 414.856, 414.858, 414.861, 414.862, 414.864, 414.866, 414.868, 414.870,  
15 414.872, 735.700, 735.701, 735.702, 735.703, 735.705, 735.707, 735.709, 735.710 and 735.712 by section  
16 **65, chapter \_\_, Oregon Laws 2013 (Enrolled House Bill 2240)** [of this 2013 Act]:

17 (a) Relieves a person of a liability, duty or obligation accruing under or with respect to the  
18 duties, functions and powers of the office. The authority may undertake the collection or enforce-  
19 ment of any such liability, duty or obligation.

20 (b) Affects any action, proceeding or prosecution involving or with respect to the duties, func-  
21 tions and powers of the office that were begun before and pending on the operative date of this  
22 section, except that the authority is substituted for the office in the action, proceeding or prose-  
23 cution.

24 (4) The rights and obligations of the office legally incurred under contracts, leases and business  
25 transactions executed, entered into or begun before the operative date of this section are transferred  
26 to the authority. For the purpose of succession to these rights and obligations, the authority is a  
27 continuation of the office.

28 (5) Notwithstanding the abolishment of the office by subsection (1) of this section, the rules of  
29 the office in effect on the operative date of this section continue in effect until superseded or re-  
30 pealed by rules of the authority. References in rules of the office to the office or an officer or em-  
31 ployee of the office are considered to be references to the authority or an officer or employee of the  
32 authority.

33 (6) Whenever, in any statutory law or resolution of the Legislative Assembly or in any rule,  
34 document, record or proceeding authorized by the Legislative Assembly, reference is made to the  
35 office or an officer or employee of the office, the reference is considered to be a reference to the  
36 authority or an officer or employee of the authority.

37 **SECTION 15.** If House Bill 2240 becomes law, section 64, chapter \_\_, Oregon Laws 2013 (En-  
38 rolled House Bill 2240), is amended to read:

39 **Sec. 64.** Sections 2 to 6 and 40, **chapter \_\_, Oregon Laws 2013 (Enrolled House Bill 2240)**,  
40 [of this 2013 Act] and the amendments to ORS 192.556, 410.080, 413.011, 413.032, 413.201, 414.041,  
41 414.231, 414.826, 414.828, 414.839, 433.443, 731.036, 735.625, 741.300, 743.018, 743.019, 743.405, 743.417,  
42 743.420, 743.522, 743.524, 743.526, 743.528, 743.550, 743.552, 743.560, 743.610, 743.731, 743.733, 743.736,  
43 743.737, 743.745, 743.748, 743.751, 743.752, 743.754, 743.757, 743.766, 743.767, 743.769, 743.777, 743.801,  
44 743.804, 743.894, 743A.090, 743A.192, 746.015 and 746.045 and section 1, chapter 867, Oregon Laws  
45 2009, by sections 10 to 16, 18, 19, 21 to 30, 32 to 37, 42 to 58, 60, 61 and 61a, **chapter \_\_, Oregon**

1 **Laws 2013 (Enrolled House Bill 2240), [of this 2013 Act] and section 13 of this 2013 Act** become  
2 operative January 1, 2014.

3 **SECTION 16.** If House Bill 2240 becomes law, section 9, chapter \_\_\_, Oregon Laws 2013 (En-  
4 rolled House Bill 2091), is amended to read:

5 **Sec. 9.** ORS 414.825, 414.826[,] and 414.828 [and 414.831] are repealed June 30, 2015.

6 **SECTION 17.** If House Bill 2240 becomes law, sections 82 (amending ORS 414.841), 83  
7 (amending ORS 414.842), 84 (amending ORS 414.848) and 85 (amending ORS 414.862), chapter  
8 \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), and section 10 (amending ORS 414.841),  
9 chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 3458), are repealed.

10 **SECTION 18.** If House Bill 2240 becomes law, section 104, chapter \_\_\_, Oregon Laws 2013  
11 (Enrolled House Bill 2859), is amended to read:

12 **Sec. 104.** The Oregon Health Authority, the Department of Human Services and the Oregon  
13 Health Insurance Exchange Corporation may take any action prior to January 1, 2014, necessary to  
14 carry out sections 1 and 99, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859) [of this  
15 2013 Act], the amendments to ORS 1.198, 18.784, 18.838, 18.847, 25.381, 30.800, 93.967, 93.969, 97.939,  
16 108.725, 109.811, 113.085, 113.086, 114.305, 114.515, 114.517, 115.125, 115.195, 125.170, 130.425, 166.715,  
17 179.505, 183.458, 192.588, 293.231, 314.860, 409.010, 410.150, 410.490, 411.010, 411.070, 411.081, 411.087,  
18 411.095, 411.119, 411.141, 411.159, 411.400, 411.402, 411.404, 411.406, 411.408, 411.435, 411.439, 411.443,  
19 411.610, 411.620, 411.630, 411.632, 411.635, 411.640, 411.660, 411.670, 411.675, 411.690, 411.694, 411.703,  
20 411.795, 411.802, 411.965, 411.967, 411.969, 411.970, 413.109, 413.175, 414.025, 414.041, 414.065, 414.095,  
21 414.115, [414.231,] 414.428, 414.534, 414.536, 414.706, 414.709, 414.727, 414.736, 414.740, [414.841,  
22 414.842, 414.848, 414.862,] 416.340, 416.350, 419B.373, 419C.550, 426.300, 435.215, 689.778 and 735.625  
23 and section 6, chapter 290, Oregon Laws 1987, section 9, chapter 736, Oregon Laws 2003, section  
24 20, chapter 595, Oregon Laws 2009, and section 1, chapter 867, Oregon Laws 2009, by sections 3 to  
25 97, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] and the repeal  
26 of ORS 411.431, 411.432, 414.707, 414.708, 414.750, 414.866, 414.868, 414.870 and 414.872 by section  
27 98, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] on and after  
28 January 1, 2014.

29 **SECTION 19.** If House Bill 2240 becomes law, section 105, chapter \_\_\_, Oregon Laws 2013  
30 (Enrolled House Bill 2859), is amended to read:

31 **Sec. 105.** Sections 1 and 99, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859) [of  
32 this 2013 Act], the amendments to ORS 1.198, 18.784, 18.838, 18.847, 25.381, 30.800, 93.967, 93.969,  
33 97.939, 108.725, 109.811, 113.085, 113.086, 114.305, 114.515, 114.517, 115.125, 115.195, 125.170, 130.425,  
34 166.715, 179.505, 183.458, 192.588, 293.231, 314.860, 409.010, 410.150, 410.490, 411.010, 411.070, 411.081,  
35 411.087, 411.095, 411.119, 411.141, 411.159, 411.400, 411.402, 411.404, 411.406, 411.408, 411.435, 411.439,  
36 411.443, 411.610, 411.620, 411.630, 411.632, 411.635, 411.640, 411.660, 411.670, 411.675, 411.690, 411.694,  
37 411.703, 411.795, 411.802, 411.965, 411.967, 411.969, 411.970, 413.109, 413.175, 414.025, 414.041, 414.065,  
38 414.095, 414.115, [414.231,] 414.428, 414.534, 414.536, 414.706, 414.709, 414.727, 414.736, 414.740,  
39 [414.841, 414.842, 414.848, 414.862,] 416.340, 416.350, 419B.373, 419C.550, 426.300, 435.215, 689.778 and  
40 735.625 and section 6, chapter 290, Oregon Laws 1987, section 9, chapter 736, Oregon Laws 2003,  
41 section 20, chapter 595, Oregon Laws 2009, and section 1, chapter 867, Oregon Laws 2009, by  
42 sections 3 to 97, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] and  
43 the repeal of ORS 411.431, 411.432, 414.707, 414.708, 414.750, 414.866, 414.868, 414.870 and 414.872 by  
44 section 98, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] become  
45 operative January 1, 2014.

1       **SECTION 20.** If House Bill 2240 or House Bill 2859 becomes law, section 42, chapter \_\_\_\_,  
2 Oregon Laws 2013 (Enrolled House Bill 3458), is amended to read:

3       **Sec. 42.** (1) ORS 414.868, 414.872, 735.614, 735.640 and 746.222 and section 1, chapter 803, Oregon  
4 Laws 2009, are repealed January 1, 2014.

5       (2) Sections 1, 2, 4 and 4a, **chapter \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 3458)**, [of this  
6 2013 Act] and ORS [414.866, 414.870,] 735.600, 735.605, 735.610, 735.612, 735.615, 735.616, 735.620,  
7 735.625, 735.630, 735.635, 735.645 and 735.650 are repealed July 1, 2017.

8       **SECTION 21.** If House Bill 3458 becomes law, section 65, chapter \_\_\_\_, Oregon Laws 2013 (En-  
9 rolled House Bill 2240), is amended to read:

10       **Sec. 65.** ORS 414.831, 414.841, 414.842, 414.844, 414.846, 414.848, 414.851, 414.852, 414.854,  
11 414.856, 414.858, 414.861, 414.862, 414.864, 414.866, 414.868, 414.870, 414.872, [735.616,] 735.700,  
12 735.701, 735.702, 735.703, 735.705, 735.707, 735.709, 735.710, 735.712, 743.549, 743.760 and 743.761 are  
13 repealed January 1, 2014.

14       **SECTION 22.** If House Bill 3458 becomes law, sections 54 (amending ORS 731.036) and 55  
15 (amending ORS 735.625), chapter \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2240), are re-  
16 pealed.

17       **SECTION 23.** If House Bill 3458 becomes law, section 64, chapter \_\_\_\_, Oregon Laws 2013 (En-  
18 rolled House Bill 2240), is amended to read:

19       **Sec. 64.** Sections 2 to 6 and 40, **chapter \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2240)**,  
20 [of this 2013 Act] and the amendments to ORS 192.556, 410.080, 413.011, 413.032, 413.201, 414.041,  
21 414.231, 414.826, 414.828, 414.839, 433.443, [731.036, 735.625,] 741.300, 743.018, 743.019, 743.405,  
22 743.417, 743.420, 743.522, 743.524, 743.526, 743.528, 743.550, 743.552, 743.560, 743.610, 743.731, 743.733,  
23 743.736, 743.737, 743.745, 743.748, 743.751, 743.752, 743.754, 743.757, 743.766, 743.767, 743.769, 743.777,  
24 743.801, 743.804, 743.894, 743A.090, 743A.192, 746.015 and 746.045 and section 1, chapter 867, Oregon  
25 Laws 2009, by sections 10 to 16, 18, 19, 21 to 30, 32 to 37, 42 to 58, 60, 61 and 61a, **chapter \_\_\_\_,**  
26 **Oregon Laws 2013 (Enrolled House Bill 2240)**, [of this 2013 Act] become operative January 1, 2014.

27       **SECTION 24.** Section 94 (amending section 6, chapter 290, Oregon Laws 1987), chapter  
28 \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), is repealed.

29       **SECTION 25.** Section 104, chapter \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), is  
30 amended to read:

31       **Sec. 104.** The Oregon Health Authority, the Department of Human Services and the Oregon  
32 Health Insurance Exchange Corporation may take any action prior to January 1, 2014, necessary to  
33 carry out sections 1 and 99, **chapter \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859)** [of this  
34 2013 Act], the amendments to ORS 1.198, 18.784, 18.838, 18.847, 25.381, 30.800, 93.967, 93.969, 97.939,  
35 108.725, 109.811, 113.085, 113.086, 114.305, 114.515, 114.517, 115.125, 115.195, 125.170, 130.425, 166.715,  
36 179.505, 183.458, 192.588, 293.231, 314.860, 409.010, 410.150, 410.490, 411.010, 411.070, 411.081, 411.087,  
37 411.095, 411.119, 411.141, 411.159, 411.400, 411.402, 411.404, 411.406, 411.408, 411.435, 411.439, 411.443,  
38 411.610, 411.620, 411.630, 411.632, 411.635, 411.640, 411.660, 411.670, 411.675, 411.690, 411.694, 411.703,  
39 411.795, 411.802, 411.965, 411.967, 411.969, 411.970, 413.109, 413.175, 414.025, 414.041, 414.065, 414.095,  
40 414.115, [414.231,] 414.428, 414.534, 414.536, 414.706, 414.709, 414.727, 414.736, 414.740, 414.841,  
41 414.842, 414.848, 414.862, 416.340, 416.350, 419B.373, 419C.550, 426.300, 435.215, 689.778 and 735.625  
42 and [section 6, chapter 290, Oregon Laws 1987,] section 9, chapter 736, Oregon Laws 2003, section  
43 20, chapter 595, Oregon Laws 2009, and section 1, chapter 867, Oregon Laws 2009, by sections 3 to  
44 97, **chapter \_\_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859)**, [of this 2013 Act] and the repeal  
45 of ORS 411.431, 411.432, 414.707, 414.708, 414.750, 414.866, 414.868, 414.870 and 414.872 by section

1 98, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] on and after  
2 January 1, 2014.

3 **SECTION 26.** Section 105, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), is  
4 amended to read:

5 **Sec. 105.** Sections 1 and 99, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859) [of  
6 this 2013 Act], the amendments to ORS 1.198, 18.784, 18.838, 18.847, 25.381, 30.800, 93.967, 93.969,  
7 97.939, 108.725, 109.811, 113.085, 113.086, 114.305, 114.515, 114.517, 115.125, 115.195, 125.170, 130.425,  
8 166.715, 179.505, 183.458, 192.588, 293.231, 314.860, 409.010, 410.150, 410.490, 411.010, 411.070, 411.081,  
9 411.087, 411.095, 411.119, 411.141, 411.159, 411.400, 411.402, 411.404, 411.406, 411.408, 411.435, 411.439,  
10 411.443, 411.610, 411.620, 411.630, 411.632, 411.635, 411.640, 411.660, 411.670, 411.675, 411.690, 411.694,  
11 411.703, 411.795, 411.802, 411.965, 411.967, 411.969, 411.970, 413.109, 413.175, 414.025, 414.041, 414.065,  
12 414.095, 414.115, [414.231,] 414.428, 414.534, 414.536, 414.706, 414.709, 414.727, 414.736, 414.740,  
13 414.841, 414.842, 414.848, 414.862, 416.340, 416.350, 419B.373, 419C.550, 426.300, 435.215, 689.778 and  
14 735.625 and [section 6, chapter 290, Oregon Laws 1987,] section 9, chapter 736, Oregon Laws 2003,  
15 section 20, chapter 595, Oregon Laws 2009, and section 1, chapter 867, Oregon Laws 2009, by  
16 sections 3 to 97, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] and  
17 the repeal of ORS 411.431, 411.432, 414.707, 414.708, 414.750, 414.866, 414.868, 414.870 and 414.872 by  
18 section 98, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] become  
19 operative January 1, 2014.

20 **SECTION 27.** If House Bill 2216 becomes law, section 95 (amending section 9, chapter 736,  
21 Oregon Laws 2003), chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), is repealed.

22 **SECTION 28.** If House Bill 2216 becomes law, section 104, chapter \_\_\_, Oregon Laws 2013  
23 (Enrolled House Bill 2859), is amended to read:

24 **Sec. 104.** The Oregon Health Authority, the Department of Human Services and the Oregon  
25 Health Insurance Exchange Corporation may take any action prior to January 1, 2014, necessary to  
26 carry out sections 1 and 99, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859) [of this  
27 2013 Act], the amendments to ORS 1.198, 18.784, 18.838, 18.847, 25.381, 30.800, 93.967, 93.969, 97.939,  
28 108.725, 109.811, 113.085, 113.086, 114.305, 114.515, 114.517, 115.125, 115.195, 125.170, 130.425, 166.715,  
29 179.505, 183.458, 192.588, 293.231, 314.860, 409.010, 410.150, 410.490, 411.010, 411.070, 411.081, 411.087,  
30 411.095, 411.119, 411.141, 411.159, 411.400, 411.402, 411.404, 411.406, 411.408, 411.435, 411.439, 411.443,  
31 411.610, 411.620, 411.630, 411.632, 411.635, 411.640, 411.660, 411.670, 411.675, 411.690, 411.694, 411.703,  
32 411.795, 411.802, 411.965, 411.967, 411.969, 411.970, 413.109, 413.175, 414.025, 414.041, 414.065, 414.095,  
33 414.115, [414.231,] 414.428, 414.534, 414.536, 414.706, 414.709, 414.727, 414.736, 414.740, 414.841,  
34 414.842, 414.848, 414.862, 416.340, 416.350, 419B.373, 419C.550, 426.300, 435.215, 689.778 and 735.625  
35 and section 6, chapter 290, Oregon Laws 1987, [section 9, chapter 736, Oregon Laws 2003,] section  
36 20, chapter 595, Oregon Laws 2009, and section 1, chapter 867, Oregon Laws 2009, by sections 3 to  
37 97, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] and the repeal  
38 of ORS 411.431, 411.432, 414.707, 414.708, 414.750, 414.866, 414.868, 414.870 and 414.872 by section  
39 98, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859), [of this 2013 Act] on and after  
40 January 1, 2014.

41 **SECTION 29.** If House Bill 2216 becomes law, section 105, chapter \_\_\_, Oregon Laws 2013  
42 (Enrolled House Bill 2859), is amended to read:

43 **Sec. 105.** Sections 1 and 99, chapter \_\_\_, Oregon Laws 2013 (Enrolled House Bill 2859) [of  
44 this 2013 Act], the amendments to ORS 1.198, 18.784, 18.838, 18.847, 25.381, 30.800, 93.967, 93.969,  
45 97.939, 108.725, 109.811, 113.085, 113.086, 114.305, 114.515, 114.517, 115.125, 115.195, 125.170, 130.425,

1 166.715, 179.505, 183.458, 192.588, 293.231, 314.860, 409.010, 410.150, 410.490, 411.010, 411.070, 411.081,  
2 411.087, 411.095, 411.119, 411.141, 411.159, 411.400, 411.402, 411.404, 411.406, 411.408, 411.435, 411.439,  
3 411.443, 411.610, 411.620, 411.630, 411.632, 411.635, 411.640, 411.660, 411.670, 411.675, 411.690, 411.694,  
4 411.703, 411.795, 411.802, 411.965, 411.967, 411.969, 411.970, 413.109, 413.175, 414.025, 414.041, 414.065,  
5 414.095, 414.115, [414.231,] 414.428, 414.534, 414.536, 414.706, 414.709, 414.727, 414.736, 414.740,  
6 414.841, 414.842, 414.848, 414.862, 416.340, 416.350, 419B.373, 419C.550, 426.300, 435.215, 689.778 and  
7 735.625 and section 6, chapter 290, Oregon Laws 1987, [section 9, chapter 736, Oregon Laws 2003,]  
8 section 20, chapter 595, Oregon Laws 2009, and section 1, chapter 867, Oregon Laws 2009, by  
9 sections 3 to 97, **chapter \_\_, Oregon Laws 2013 (Enrolled House Bill 2859)**, [of this 2013 Act] and  
10 the repeal of ORS 411.431, 411.432, 414.707, 414.708, 414.750, 414.866, 414.868, 414.870 and 414.872 by  
11 section 98, **chapter \_\_, Oregon Laws 2013 (Enrolled House Bill 2859)**, [of this 2013 Act] become  
12 operative January 1, 2014.

13 **SECTION 30. This 2013 Act being necessary for the immediate preservation of the public**  
14 **peace, health and safety, an emergency is declared to exist, and this 2013 Act takes effect**  
15 **on its passage.**

16