

HB 4087-3
(LC 203)
2/14/24 (LAS/ps)

Requested by HOUSE COMMITTEE ON EARLY CHILDHOOD AND HUMAN SERVICES (at the request of Representative Lisa Reynolds)

**PROPOSED AMENDMENTS TO
HOUSE BILL 4087**

1 On page 1 of the printed bill, delete lines 4 through 26 and delete page
2 2 and insert:

3 **“SECTION 1. (1) The Oregon Health Authority, in coordination with**
4 **the Department of Human Services and the Oregon Youth Authority,**
5 **shall establish a pilot program to create capacity to support or stabi-**
6 **lize residential systems of care for wards, children, youth and adjudi-**
7 **cated youth under 21 years of age, who are at risk of temporary**
8 **lodging or who require behavioral health services.**

9 **“(2) The Oregon Health Authority, Department of Human Services**
10 **or Oregon Youth Authority shall separately enter into capacity con-**
11 **tracts for the term beginning July 1, 2024, through June 30, 2025, with**
12 **pilot program providers of residential care to wards, children, youth**
13 **and adjudicated youth. A provider is eligible to participate in the pilot**
14 **program if the provider:**

15 **“(a) Is currently licensed by the department or the Oregon Health**
16 **Authority; and**

17 **“(b) Demonstrates that the provider can assist with system stabili-**
18 **zation for residential care and treatment of wards, children, youth or**
19 **adjudicated youth, or otherwise be able to create capacity to support**
20 **or stabilize such systems of care.**

21 **“(3) The Oregon Health Authority shall establish the following re-**

1 **quirements for capacity contracts:**

2 **“(a) Pilot program provider eligibility;**

3 **“(b) Use of capacity payments for unused bed capacity;**

4 **“(c) Payment formulas for capacity payments based on a percentage**
5 **rate for services payable from the state to the provider for the level**
6 **of care provided; and**

7 **“(d) Requirements of pilot program providers to submit monthly**
8 **reports to the authority that include, at a minimum, documentation**
9 **of unused beds and explanations regarding barriers to serving eligible**
10 **children who experience temporary lodging.**

11 **“(4) The System of Care Advisory Council shall prescribe perform-**
12 **ance standards by which pilot program providers will be evaluated.**

13 **“(5)(a) The Oregon Health Authority shall provide the System of**
14 **Care Advisory Council with copies of the provider reports described in**
15 **subsection (3) of this section no later than October 10, 2024, and every**
16 **three months thereafter.**

17 **“(b) The council, in consultation with an advisory committee ap-**
18 **pointed by the council, shall review and analyze the reports received**
19 **by the council under this subsection. On or before January 31, 2025,**
20 **the council shall submit a report in the manner described in ORS**
21 **192.245 to the committees or interim committees of the Legislative**
22 **Assembly related to children, summarizing the progress of the pilot**
23 **program, including the effectiveness of capacity-based payments and**
24 **the methods of payments utilized.**

25 **“(6) The Oregon Health Authority, Department of Human Services**
26 **or Oregon Youth Authority may adopt rules to implement the pro-**
27 **visions of this section.**

28 **“SECTION 2. The Oregon Health Authority, Department of Human**
29 **Services and Oregon Youth Authority shall enter into and begin issu-**
30 **ing payments to providers under the contracts described in section 1**

1 of this 2024 Act no later than June 30, 2024.

2 **“SECTION 3. There is appropriated to the Oregon Health Authority,**
3 **for the biennium ending June 30, 2025, out of the General Fund, the**
4 **amount of \$15,000,000 for the purpose of carrying out the provisions**
5 **of section 1 of this 2024 Act.**

6 **“SECTION 4. Section 1 of this 2024 Act is repealed on January 2,**
7 **2026.**

8 **“SECTION 5. This 2024 Act being necessary for the immediate**
9 **preservation of the public peace, health and safety, an emergency is**
10 **declared to exist, and this 2024 Act takes effect on its passage.”.**

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