

Requested by Representative MCLAIN

**PROPOSED AMENDMENTS TO  
A-ENGROSSED HOUSE BILL 3254**

1 On page 1 of the printed A-engrossed bill, line 2, delete “, 343.243”.

2 Delete lines 5 through 28 and delete pages 2 through 4 and insert:

3 **“SECTION 1.** ORS 343.961 is amended to read:

4 “343.961. (1) As used in this section:

5 “(a) ‘Day treatment program’ means a public or private program that  
6 provides treatment of children with a mental illness, an emotional disturb-  
7 ance or another mental health issue.

8 “(b) ‘Eligible day treatment program’ means a day treatment program  
9 with which the Oregon Health Authority contracts for long term care or  
10 treatment. ‘Eligible day treatment program’ does not include residential  
11 treatment programs or programs that provide care or treatment to juveniles  
12 who are in detention facilities.

13 “(c)(A) ‘Eligible residential treatment program’ means:

14 “(i) A residential treatment program with which the Oregon Health Au-  
15 thority, the Department of Human Services or the Oregon Youth Authority  
16 contracts for long term care or treatment.

17 **“(ii) A residential program that provides disability-related supports**  
18 **under a license issued by the Department of Human Services under**  
19 **ORS 443.410 and that:**

20 **“(I) Was licensed by the Department of Human Services on the ef-**  
21 **fective date of this 2021 Act and maintains that license as a valid li-**

1 **cense; and**

2 **“(II) Received moneys under this section for the 2020-2021 school**  
3 **year from a school district that has an average daily membership, as**  
4 **defined in ORS 327.006, of 15,000 or less.**

5 **“(B) ‘Eligible residential treatment program’ does not include psychiatric**  
6 **day treatment programs or programs that provide care or treatment to juve-**  
7 **niles who are in detention facilities.**

8 **“(d) ‘Residential treatment program’ means a public or private residential**  
9 **program that provides treatment of children with a mental illness, an emo-**  
10 **tional disturbance or another mental health issue.**

11 **“(e) ‘Student’ means a child who is placed in an eligible day treatment**  
12 **program or eligible residential treatment program by a public or private en-**  
13 **tity or by the child’s parent.**

14 **“(2) The Department of Education shall provide moneys for payment of**  
15 **the costs of education of students in eligible day treatment programs and**  
16 **eligible residential treatment programs as provided by ORS 327.023. Payment**  
17 **shall be made to the school district in which the eligible day treatment**  
18 **program or eligible residential treatment program is located. The costs of**  
19 **education do not include transportation, care, treatment or medical expenses.**

20 **“(3)(a) The school district in which an eligible day treatment program or**  
21 **eligible residential treatment program is located is responsible for providing**  
22 **the education of a student, including the identification, location and evalu-**  
23 **ation of the student for the purpose of determining the student’s eligibility**  
24 **to receive special education and related services.**

25 **“(b) A school district that is responsible for providing an education under**  
26 **this subsection may provide the education:**

27 **“(A) Directly or through another school district or an education service**  
28 **district; and**

29 **“(B) In [*the facilities of an eligible day treatment program or eligible resi-***  
30 ***dential treatment program,*] the facilities of a school district or the facilities**

1 of an education service district **or, for eligible day treatment programs**  
2 **or eligible residential treatment programs not described in subsection**  
3 **(1)(c)(A)(ii) of this section, in the facilities of the eligible day treat-**  
4 **ment program or eligible residential treatment program.**

5 “(c) When a student is no longer in an eligible day treatment program  
6 or eligible residential treatment program, the responsibilities imposed by this  
7 subsection terminate and become the responsibilities of the school district  
8 where the student is a resident, as determined under ORS 339.133 and 339.134.

9 “(4) The school district where the student is a resident is responsible for  
10 providing transportation to a student enrolled in an eligible day treatment  
11 program. Transportation must be provided by the school district where the  
12 student is a resident each day the student is scheduled to receive services  
13 from the eligible day treatment program.

14 “(5) A school district may request the Department of Education to di-  
15 rectly make payments to another school district or an education service  
16 district for eligible day treatment programs or eligible residential treatment  
17 programs when education is provided by the other school district or the ed-  
18 ucation service district. Payments made under this subsection do not affect  
19 any responsibilities described in subsection (3) of this section for the school  
20 district that made the request.

21 “(6) The Oregon Health Authority, the Department of Human Services or  
22 the Oregon Youth Authority shall give the school district providing the ed-  
23 ucation at an eligible day treatment program or an eligible residential  
24 treatment program 14 days’ notice, to the extent practicable, before a student  
25 is dismissed from the program.

26 “(7) The Department of Education may make advances to school districts  
27 responsible for providing an education to students under this section from  
28 funds appropriated for that purpose based on the estimated agreed cost of  
29 educating the students per school year. Advances equal to 25 percent of the  
30 estimated cost may be made on September 1, December 1 and March 1 of the

1 current year. The balance may be paid whenever the full determination of  
2 cost is made.

3 “(8) School districts that provide the education described in this section  
4 on a year-round plan may apply for 25 percent of the funds appropriated for  
5 that purpose on July 1, October 1, January 1, and 15 percent on April 1. The  
6 balance may be paid whenever the full determination of cost is made.

7 “(9) In addition to the payment methods described in this section, the  
8 Department of Education may negotiate intergovernmental agreements to  
9 pay for the cost of education in day treatment programs and residential  
10 treatment programs operated under the auspices of the governing board of  
11 a public university listed in ORS 352.002 or the Oregon Health and Science  
12 University Board of Directors.

13 **“SECTION 2.** ORS 327.023 is amended to read:

14 “327.023. In addition to those moneys distributed through the State School  
15 Fund, the Department of Education shall provide from state funds appropri-  
16 ated therefor, grants in aid or support for special and compensatory educa-  
17 tion programs including:

18 “(1) The Oregon School for the Deaf.

19 “(2) Medicaid match for administration efforts to secure Medicaid funds  
20 for services provided to children with disabilities.

21 “(3) Hospital programs for education services to children who are hospi-  
22 talized for extended periods of time or who require hospitalization due to  
23 severe disabilities as described in ORS 343.261.

24 “(4) **Eligible** day treatment programs and **eligible** residential treatment  
25 programs for education services to children who are in the treatment pro-  
26 grams as described in ORS 343.961.

27 “(5) Regional services provided to children with low-incidence disabling  
28 conditions as described in ORS 343.236.

29 “(6) Early childhood special education provided to preschool children with  
30 disabilities from age three until age of eligibility for kindergarten as de-

1 scribed in ORS 339.185, 343.035, 343.041, 343.055, 343.065, 343.157 and 343.455  
2 to 343.534.

3 “(7) Early intervention services for preschool children from birth until  
4 age three as described in ORS 339.185, 343.035, 343.041, 343.055, 343.065,  
5 343.157 and 343.455 to 343.534.

6 “(8) Evaluation services for children with disabilities to determine pro-  
7 gram eligibility and needs as described in ORS 343.146.

8 “(9) Education services to children residing at state hospitals.

9 “(10) Disadvantaged children program under ORS 343.680.

10 “(11) Early childhood education under ORS 329.235.

11 “(12) Child development specialist program under ORS 329.255.

12 “(13) Youth care centers under ORS 420.885 that are not within a de-  
13 tention facility, as defined in ORS 419A.004.

14 “(14) Staff development and mentoring.

15 “(15) Career and technical education grants.

16 “(16) Special science education programs.

17 “(17) Talented and Gifted children program under ORS 343.391 to 343.413.

18 “(18) Pediatric nursing facility programs for educational services provided  
19 to students who are admitted to pediatric nursing facilities as provided in  
20 ORS 343.941.

21 **“SECTION 3. This 2021 Act being necessary for the immediate**  
22 **preservation of the public peace, health and safety, an emergency is**  
23 **declared to exist, and this 2021 Act takes effect July 1, 2021.”.**

24