



Legislative Fiscal Office
83rd Oregon Legislative Assembly
2025 Regular Session

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Bill Title: Relating to long term care oversight.

Government Unit(s) Affected: Oregon Health Authority, Department of Human Services, Long Term Care Ombudsman

Summary of Fiscal Impact

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Department of Human Services	\$ 5,440,842	\$ -	\$ -	\$ 5,281,999	\$ 10,722,841	53	37.77
Oregon Health Authority	\$ 301,014	\$ -	\$ -	\$ 301,014	\$ 602,028	3	2.25
Total Fiscal Impact	\$ 5,741,856	\$ -	\$ -	\$ 5,583,013	\$ 11,324,869	56	40.02

2027-29 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Department of Human Services	\$ 7,665,550	\$ -	\$ -	\$ 7,460,114	\$ 15,125,664	55	55.00
Oregon Health Authority	\$ 398,484	\$ -	\$ -	\$ 398,484	\$ 796,968	3	3.00
Total Fiscal Impact	\$ 8,064,034	\$ -	\$ -	\$ 7,858,598	\$ 15,922,632	58	58.00

Measure Description

The measure modifies requirements for the Department of Human Services (DHS) when investigating a complaint of a licensing violation at residential care facilities. Changes include but are not limited to revised response times, reporting and disclosure requirements. Additionally, the measure requires the DHS and the Oregon Health Authority (OHA) to inspect residential treatment facilities or homes within 90 to 120 days following the issuance of an initial license, receipt of a license renewal application and fee, or a change in ownership.

Fiscal Analysis

The fiscal impact of the measure for the 2025-27 is \$11.3 million total funds and 56 positions (40.02 FTE). In 2027-29, the fiscal impact increases to \$15.9 million total funds and 58 positions (58.00 FTE) which reflects a full biennium of costs.

Department of Human Services

The fiscal impact of the measure on DHS is \$10.7 million total funds and 53 positions (37.77 FTE) in 2025-27. DHS will need 39 positions (25.25 FTE) for the Aging and People with Disabilities Division to support investigations, provide administrative support, create, and conduct updated training. Additionally, DHS will need 14 positions (12.52 FTE) in its Intellectual and Developmental Disabilities Division to perform in-person compliance reviews, perform audits on provider records and coordinate with the licensing program.

The 2025-27 Legislative Fiscal Office recommended budget for DHS includes Policy Option Package 101 which includes \$2.8 million General Fund, \$2.8 million Federal Funds, or \$5.6 million total funds and 33 positions (21.27 FTE) that will be performing work similar to the work required under this measure. Should this Policy Option Package be included in the agency's legislatively adopted budget, the fiscal impact for DHS will be reduced to \$5.1 million and 20 positions (16.50 FTE).

Oregon Health Authority

The fiscal impact of the measure on the Oregon Health Authority (OHA) is \$602,028 total funds for three positions (2.25 FTE) which includes personal services and position-related services and supplies costs. OHA will require three permanent full-time Compliance Specialist 3 positions to conduct facility inspections, process applications for licensing and certification and update existing administrative rules.

Relevant Dates

The measure takes effect on January 1, 2026.