



Legislative Fiscal Office  
83<sup>rd</sup> Oregon Legislative Assembly  
2025 Regular Session

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**Bill Title:** Relating to adult foster homes.

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

### Summary of Fiscal Impact

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Department of Human Services	\$ 2,955,351	\$ -	\$ -	\$ 4,822,359	\$ 7,552,076	3	2.25
<b>Total Fiscal Impact</b>	<b>\$ 2,955,351</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,822,359</b>	<b>\$ 7,552,076</b>	<b>3</b>	<b>2.25</b>

2027-29 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Department of Human Services	\$ 3,703,248	\$ -	\$ -	\$ 6,192,594	\$ 9,596,908	3	3.00
<b>Total Fiscal Impact</b>	<b>\$ 3,703,248</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,192,594</b>	<b>\$ 9,596,908</b>	<b>3</b>	<b>3.00</b>

### Measure Description

The measure requires the Department of Human Services (DHS) to establish a pilot program that will allow up to 30 adult foster care homes to have up to seven residents in each home. DHS must report to the legislature on the results of the pilot program along with compiled data by September 15, 2028. The measure is effective January 1, 2026, DHS must stop new enrollments by September 15, 2028, and the program sunsets on January 2, 2039.

### Fiscal Analysis

The fiscal impact of the measure is \$7.6 million total funds and three positions (2.25 FTE) in 2025-27 and increases to \$9.6 million total funds in 2027-29. Actual costs will be dependent on the number of adult foster homes who choose to participate and are approved by DHS. Currently, there are 4,400 individuals who are eligible for this level of care but have not been placed in an adult foster care home. This fiscal impact assumes the individuals added to adult foster care homes have not previously received the benefit. Assuming 30 adult foster homes participate and increase their residents by two, to meet the seven residents required of the measure, costs would increase to \$6.6 million total funds in 2025-27 (18 months) and \$8.9 million total funds in 2027-29 (24 months). These increased payments include a federal match of 64.05%.

The new pilot program will require additional staff. The estimated cost for three permanent full-time positions (2.25 FTE), including personal services and position-related services and supplies costs is \$557,916 total funds, which includes a 50% federal match. Costs increase in 2027-29 to \$738,028 total funds and reflect a full biennium of position costs. New positions include two Compliance Specialist 2 positions to complete annual quarterly visits and associated follow up actions as well as review and address complaints, one Operations and Policy Analyst 3 position to serve as the lead coordinator for the pilot, track and compile data and engage with

stakeholders. Additionally, DHS will have a one-time cost of \$350,000 total funds for evaluations contractors, these funds include a federal match of 50%.

The measure will have a minimal impact on the Long Term Care Ombudsman.

**Relevant Dates**

The measure takes effect on January 1, 2026, and is repealed on January 2, 2039.

DHS must report to the legislature by September 15, 2028.

DHS must stop accepting new applications for the pilot program on September 15, 2028.