#### SB 741 A STAFF MEASURE SUMMARY

## **Senate Committee On Human Services**

**Action Date:** 04/09/25

Action: Do pass with amendments and requesting subsequent referral to

Ways and Means be rescinded. (Printed A-Eng.)

**Vote:** 5-0-0-0

Yeas: 5 - Gelser Blouin, Linthicum, Nash, Prozanski, Reynolds

Fiscal: Has minimal fiscal impact

**Revenue:** No revenue impact

**Prepared By:** Matthew Perreault, LPRO Analyst

**Meeting Dates:** 2/25, 4/3, 4/9

## WHAT THE MEASURE DOES:

The measure requires the Department of Human Services (ODHS) to report annually to interim legislative committees about compensation provided to foster homes and proctor foster homes beginning on July 1, 2026.

# **Detailed Summary:**

- Requires ODHS to report annually to interim legislative committees about compensation to foster homes and proctor foster homes by July 1.
- Specifies the content of the report, including information about the number of homes, caseload, capacity, payment methodology, rate increases, comparisons to other states, and estimates of the sufficiency of payments relative to the cost of raising a child.
- Requires the first report to be submitted by July 1, 2026.

## **ISSUES DISCUSSED:**

- Background of litigation and recommendations of court-appointed special master
- Compensation currently provided to foster families
- History of rate adjustments
- Mechanism for respite care reimbursements
- Potential long term fiscal impact
- Estimates of the cost of raising a child according to the United States Department of Agriculture
- Legal risk of providing insufficient funds according to mandated rate model
- Comparison with other rate models
- Importance of efforts and funds spent on prevention
- Costs of previous and ongoing litigation
- Prevalence of respite care models in other states
- Efficacy of increased reimbursements on improving outcomes for children

#### **EFFECT OF AMENDMENT:**

The amendment replaces the measure.

#### **BACKGROUND:**

Individuals who maintain foster care homes for children in care are eligible to receive <u>reimbursement payments</u> from the Department of Human Services that are intended to provide the child in care with food, clothing, housing, transportation, and other necessities. These foster care maintenance payments are authorized under <u>Title IV-E of the federal Social Security Act</u>, which provides funds to states to pay for the cost of providing foster care, adoption, guardianship, and prevention services. The current monthly base rate is between \$958 and \$1,022 depending on the age of a child in care, plus enhancements based on the Child and Adolescent Needs and Strengths and for personal care services (<u>OAR 413-090-0000 et seq</u>). Additional payments are also made for child

Carrier: Sen. Gelser Blouin

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care costs and mileage reimbursements.

According to the United States Department of Agriculture's most recent report from 2017 on *Expenditures on Children by Families*, a two-parent, middle-income family with two children would spend \$233,610 (in 2015 dollars) on child-rearing expenses through the course of a child's life from birth though age 17. Annual costs varied depending on a child's age and a family's income level, ranging between \$12,350 and \$23,380.