

Enrolled House Bill 2059

Sponsored by Representatives NOSSE, ANDERSEN; Representatives CHOTZEN, DIEHL, DOBSON, HUDSON, ISADORE, KROPF, NGUYEN H, Senators MEEK, NERON (Presession filed.)

CHAPTER

AN ACT

Relating to adult behavioral health facilities; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. (1) As used in this section, “residential treatment facility” has the meaning given that term in ORS 443.400.

(2) The Residential Behavioral Health Capacity Program is established within the Oregon Health Authority to fund behavioral health programs that are determined by the authority to increase residential behavioral health capacity throughout this state. The authority shall distribute funding to behavioral health programs that the authority determines, according to the guidelines described in subsection (3) of this section, are likely to have the greatest immediate impact on communities’ needs for increased withdrawal management facility, residential treatment facility and psychiatric inpatient facility capacity.

(3) The authority, after soliciting and considering input from regional partners and practitioners, shall develop guidelines for distributing funding to behavioral health programs. The guidelines shall include, but are not limited to, the following factors:

(a) The impact of the behavioral health program on the needs identified in a report that was commissioned by the authority to study statewide needs for residential behavioral health capacity;

(b) The ability of the behavioral health program to quickly put the funding to use, including the availability of a service provider;

(c) The bed-to-cost ratio of a behavioral health program’s proposed project, with priority given to shovel-ready projects;

(d) Geographic equity across this state;

(e) The impact of the behavioral health program on the needs of individuals who have been committed to the authority under ORS 426.130 or committed to a state hospital under ORS 161.327 or 161.370; and

(f) Local community input on proposed projects that will serve the highest need.

SECTION 2. In addition to and not in lieu of any other appropriation, there is appropriated to the Oregon Health Authority, for the biennium beginning July 1, 2025, out of the General Fund, the amount of \$65,000,000, for the purpose of carrying out the provisions of section 1 of this 2025 Act.

SECTION 3. Notwithstanding any other law limiting expenditures, the amount of \$106,387 is established for the biennium beginning July 1, 2025, as the maximum limit for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts, tobacco

tax receipts, marijuana tax receipts, beer and wine tax receipts, provider taxes and Medicare receipts, but excluding lottery funds and federal funds not described in this section, collected or received by the Oregon Health Authority, for behavioral health, for the purpose of carrying out the provisions of section 1 of this 2025 Act.

SECTION 4. Notwithstanding any other law limiting expenditures, the amount of \$96,162 is established for the biennium beginning July 1, 2025, as the maximum limit for payment of expenses from federal funds, excluding federal funds described in section 3 of this 2025 Act, collected or received by the Oregon Health Authority, for Medicaid, for the purpose of carrying out the provisions of section 1 of this 2025 Act.

SECTION 5. Notwithstanding any other law limiting expenditures, the amount of \$618,396 is established for the biennium beginning July 1, 2025, as the maximum limit for payment of expenses from federal funds, excluding federal funds described in section 3 of this 2025 Act, collected or received by the Oregon Health Authority, for behavioral health, for the purpose of carrying out the provisions of section 1 of this 2025 Act.

SECTION 6. Section 1 of this 2025 Act is repealed on January 2, 2027.

SECTION 7. This 2025 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect July 1, 2025.

Passed by House June 23, 2025

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Timothy G. Sekerak, Chief Clerk of House

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Julie Fahey, Speaker of House

Passed by Senate June 24, 2025

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Rob Wagner, President of Senate

Received by Governor:

.....M.,....., 2025

Approved:

.....M.,....., 2025

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Tina Kotek, Governor

Filed in Office of Secretary of State:

.....M.,....., 2025

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Tobias Read, Secretary of State