SB 296-2 (LC 2074) 3/5/25 (RH/ps)

Requested by SENATE COMMITTEE ON HEALTH CARE

PROPOSED AMENDMENTS TO SENATE BILL 296

1 On page 1 of the printed bill, delete lines 4 through 23 and delete pages 2 <u>2 through 5</u> and insert:

SECTION 1. The Department of Human Services and the Oregon Health Authority shall create a dashboard to measure the amount of time it takes the department, the authority and area agencies, as defined in ORS 410.040, to complete eligibility determinations for long term care services and supports provided through the medical assistance program.

9 "<u>SECTION 2.</u> (1) The Department of Human Services and the 10 Oregon Health Authority shall conduct an operational review to 11 streamline eligibility determinations for long term care services and 12 supports provided through the medical assistance program. In con-13 ducting the operational review, the department and the authority 14 shall:

"(a) Conduct a baseline analysis, using data from the dashboard
 described in section 1 of this 2025 Act, of average processing times for
 functional and financial assessments of individuals in acute and post acute care settings;

"(b) Develop, in consultation with providers and stakeholders,
 benchmarks for improving processing times for functional and finan cial assessments of individuals in acute and post-acute care settings;

"(c) Identify a target date for the department and the authority to
meet the benchmarks developed under this subsection;

"(d) Explore technologies, including the automation of agency and
provider workflows, to meet the benchmarks developed under this
subsection;

"(e) Explore potential changes to staff assignments and workflows,
including the creation of dedicated teams for complex cases, to meet
the benchmarks developed under this subsection;

9 "(f) Develop and publish protocols for communication and case 10 management to be utilized when delays occur in conducting a func-11 tional or financial assessment of individuals in acute and post-acute 12 care settings;

"(g) Develop a decision tree to help hospital staff navigate the pro cesses used by the department and the authority in conducting eligi bility determinations; and

"(h) Explore payment model options for providing short-term, tem porary coverage while an eligibility determination is pending for indi viduals who are presumptively eligible for long term care services and
 supports provided through the medical assistance program.

"(2) The department and the authority shall submit a report in the
 manner provided by ORS 192.245, and may include recommendations
 for legislation, to the interim committees of the Legislative Assembly
 related to health no later than August 15, 2026.

"SECTION 3. (1) The Department of Human Services and the 24Oregon Health Authority shall consider potential options, and deter-25mine the options that the department and the authority shall imple-26waive or streamline asset testing for ment, to eligibility 27determinations for long term care services and supports provided 28through the medical assistance program. The potential options shall 29 include the development of asset-testing policies to allow self-30

attestation of financial eligibility, by an individual or the individual's
legal representative, if the individual is experiencing homelessness or
receives subsidized housing, supplemental nutrition assistance or
other qualifying asset-tested benefits.

"(2) The department and the authority may seek any necessary
federal approval to implement the options described in subsection (1)
of this section to waive or streamline asset testing.

8 "(3) Before receiving federal approval and to the extent permitted 9 by state and federal law, the department and the authority may im-10 plement the options described in subsection (1) of this section to waive 11 or streamline asset testing.

"(4) Upon obtaining federal approval and to the extent that federal financial participation is available, the department and the authority shall implement the options described in subsection (1) of this section to waive or streamline asset testing.

"(5) The department and the authority shall submit a progress report, including progress in obtaining any necessary federal approval, in the manner provided by ORS 192.245, and may include recommendations for legislation, to the interim committees of the Legislative Assembly related to health and human services no later than September 30, 2026.

22 "<u>SECTION 4.</u> (1) As used in this section:

"(a) 'Enhanced care services' means intensive behavioral and
 rehabilitative mental health services provided to eligible seniors, per sons with physical disabilities or adults with mental illness who reside
 in a facility.

27 **"(b) 'Facility' means:**

"(A) An adult foster home, as defined in ORS 443.705, that serves
eligible seniors, persons with physical disabilities or adults with mental illness.

1 "(B) A residential care facility, as defined in ORS 443.400.

² "(C) A residential treatment facility, as defined in ORS 443.400.

3 "(D) A residential treatment home, as defined in ORS 443.400.

"(c) 'Specific needs contract' means a contract between the Department of Human Services or the Oregon Health Authority and a facility to reimburse the facility at a higher rate for a resident whose care needs exceed the level of services that the facility would typically provide.

9 "(2) The Department of Human Services and the Oregon Health 10 Authority shall study the regulatory framework for facilities that 11 serve residents who have complex medical or behavioral health condi-12 tions. In conducting the study, the department and the authority 13 shall:

"(a) Assess the resources needed to expand existing enhanced care
 services and specific needs contracts statewide, including the public
 and private sector workforce needed to implement:

"(A) Any proposed expansion of enhanced care services or specific
 needs contracts; or

"(B) Other models for supporting facilities that serve residents who
 have complex medical or behavioral health conditions;

"(b) Evaluate the impact on residents who have complex medical
 or behavioral health conditions of having separate licensing require ments for facilities licensed by:

"(A) The division of the department that provides services for sen iors and persons with physical disabilities; and

26 **"(B) The authority; and**

"(c) Review the use and impact of civil penalties assessed against
 facilities.

"(3) The department and the authority shall submit a report in the
 manner provided by ORS 192.245, and may include recommendations

for legislation, to the interim committees of the Legislative Assembly
 related to health and human services no later than August 15, 2026.

<u>SECTION 5.</u> (1) As used in this section, 'adult foster home' has the
meaning given that term in ORS 443.705.

5 "(2)(a) The Department of Human Services and the Housing and
6 Community Services Department shall study:

"(A) Opportunities to offset the cost of creating new adult foster
homes and other community-based care settings; and

9 "(B) The impact on adult foster homes and other community-based
10 care settings of building code requirements, including the installation
11 of automatic sprinkler systems.

"(b) The departments shall submit a report in the manner provided
 by ORS 192.245, and may include recommendations for legislation, to
 the interim committees of the Legislative Assembly related to health
 and human services no later than August 15, 2026.

¹⁶ "<u>SECTION 6.</u> (1) As used in this section:

"(a) 'Coordinated care organization,' 'dually eligible for Medicare
and Medicaid' and 'medical assistance' have the meanings given those
terms in ORS 414.025.

20 "(b) 'Home health services' has the meaning given that term in 21 ORS 443.014.

"(c) 'In-home care services' has the meaning given that term in
ORS 443.305.

"(d) 'Medical respite' means acute and post-acute medical care for individuals experiencing homelessness who are too ill or frail to recover from a physical illness or injury but who do not require hospitalization.

"(e) 'Medicare Advantage Plan' means a health benefit plan under
Part C of subchapter XVIII, chapter 7, Title 42 of the United States
Code.

1 "(f) 'Traditional health worker' has the meaning given that term 2 in ORS 414.665.

"(2) The Department of Human Services and the Oregon Health
4 Authority shall study options to:

6 including by:

"(A) Partnering with coordinated care organizations and homeless
services providers to expand medical respite programs through existing initiatives administered by coordinated care organizations;

"(B) Coordinating the delivery of medical respite with the provision
 of housing supports through the Medicaid demonstration project under
 section 1115 of the Social Security Act (42 U.S.C. 1315);

"(C) Providing reimbursement for home health services and in home care services in shelters; and

"(D) Expanding medical assistance to include medical respite and
 seeking any necessary federal approvals, including approval to allow
 the state to receive federal financial participation in the costs of pro viding medical respite.

"(b) Partner with coordinated care organizations and insurers that
 offer Medicare Advantage Plans for individuals who are dually eligible
 for Medicare and Medicaid to promote timely and appropriate hospital
 discharges, including by:

"(A) Requiring coordinated care organizations and insurers that
offer Medicare Advantage Plans for individuals who are dually eligible
for Medicare and Medicaid to provide more targeted care coordination
and case management for individuals who are being discharged from
a hospital;

"(B) Strengthening the integration of hospital discharge planning
 and the health-related social needs services approved for the Medicaid
 demonstration project under section 1115 of the Social Security Act (42)

1 U.S.C. 1315);

"(C) Strengthening coordinated care organization use of traditional
 health worker networks for care transition support; and

"(D) Promoting access to home modification services and supports
to enable an individual to discharge from the hospital to the
individual's home.

"(3) The department and the authority shall submit a report in the
manner provided by ORS 192.245, and may include recommendations
for legislation, to the interim committees of the Legislative Assembly
related to health no later than August 15, 2026.

11 "<u>SECTION 7.</u> (1) As used in this section:

"(a) 'Coordinated care organization' and 'medical assistance' have
 the meanings given those terms in ORS 414.025.

"(b) 'Post-hospital extended care benefit' means short-term medical
 assistance provided for an individual's stay in a skilled nursing facility
 to allow the individual to discharge from a hospital.

"(c) 'Skilled nursing facility' has the meaning given that term in
ORS 442.015.

"(2) The Oregon Health Authority shall establish a post-hospital
 extended care benefit to cover a medical assistance recipient's stay in
 a skilled nursing facility for up to 100 days.

"(3) The authority shall incorporate the post-hospital extended care
benefit under this section into any contract entered into between the
authority and a coordinated care organization.

²⁵ "<u>SECTION 8.</u> Sections 2 to 6 of this 2025 Act are repealed on Janu-²⁶ ary 2, 2027.

"<u>SECTION 9.</u> Section 7 of this 2025 Act applies to contracts between
a coordinated care organization and the Oregon Health Authority entered into, amended or renewed on or after the operative date specified
in section 11 of this 2025 Act.

"SECTION 10. No later than September 1, 2025, the Oregon Health
 Authority shall request federal approval as necessary to carry out the
 provisions of section 7 of this 2025 Act.

"SECTION 11. (1) Section 7 of this 2025 Act becomes operative on
the date that the Centers for Medicare and Medicaid Services approves
the request made pursuant to section 10 of this 2025 Act to carry out
the provisions of section 7 of this 2025 Act.

8 "(2) The Oregon Health Authority shall immediately notify the 9 Legislative Counsel if the Centers for Medicare and Medicaid Services 10 approves or disapproves, in whole or in part, the request made pursu-11 ant to section 10 of this 2025 Act.

"<u>SECTION 12.</u> 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 on its passage.".

15