



Oregon

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TO: Sen. Richard Devlin, Co-Chair
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Joint Committee on Ways & Means

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The Department of Human Services is pleased to submit this report on capacity of residential care facilities and adult foster homes under ORS 443.424.

Adult Foster Homes

As of January 2008, the State had 1,735 commercial adult foster homes licensed in Oregon, with 1,217 (70.1%) participating in Medicaid. As of September, 2013, 1,604 commercial adult foster homes were licensed throughout the State with 1,443 (90%) participating in Medicaid. In January 2008, the average adult foster home served 2.2 Medicaid residents. As of September 2013, the average adult foster home served 2.51 Medicaid residents.

Assisted Living Facilities

As of January 2008, the State had 204 licensed assisted living facilities in Oregon, with 176 (86.3%) participating in Medicaid. As of September 2013, there are 216 licensed assisted living facilities with 187 (86.6%) participating in Medicaid. In January 2008, the average ALF served approximately 22 Medicaid residents per month. As of September 2013, the average ALF is serving approximately 24 Medicaid residents per month.

Residential Care Facilities

As of January 2008, the State had 129 licensed residential care facilities in Oregon with 87 (67.4%) participating in Medicaid. As of September 2013, there are 116 licensed RCFs with 107 (92.2%) participating in Medicaid. The average RCF served approximately 12.5 Medicaid residents per month. As of September 2013, the average RCF is serving approximately 9.8 Medicaid residents per month.

Memory Care Facilities

As of January 2008, the State had 102 Endorsed Memory Care Units in Oregon with 68 (67%) participating in Medicaid. As of September 2013, there were 137 Memory Care Facilities endorsed in Oregon with 107 (78%) participating in Medicaid. In January 2008, the average Memory Care Unit served approximately 15 Medicaid residents per month. As of September 2013, the average Memory Care Unit is serving approximately 19 Medicaid residents per month.

Gradual Withdrawal Contracts

A gradual withdrawal contract is an agreement whereby a facility announces its intent to cease providing services to individuals with Medicaid eligibility. It is generally considered indicative of non-competitive Medicaid reimbursement rates.

In January 2008, 30 assisted living facilities had executed gradual withdrawal contracts. Currently, only four assisted living facilities have gradual withdrawal contracts.

In January 2008, two residential care facilities had executed gradual withdrawal contracts. No gradual withdrawal contracts are in place today.

In January 2008, ten memory care facilities had executed gradual withdrawal contracts. Currently, only two memory care facilities have gradual withdrawal contracts.

Conclusion

Medicaid access to community based care is currently strong. As the housing market stabilizes and the economy begins to improve, competition with the private pay market will likely intensify. However, we believe the Legislative investments in community based care rates will suffice in maintaining strong access to community based care for the immediate future.

Please let me know if you have any questions.

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