A bill to be entitled

An act relating to foster care and related services; amending s. 409.1671, F.S.; extending phase-in of the statewide foster care privatization plan; providing for incremental transition into community-based care; requiring the Department of Children and Family Services to provide an operations prospectus to lead agency contract bidders; specifying contents; requiring oversight and quality assurance of the privatization process by the Office of Program Policy Analysis and Government Accountability; providing for the development and use of outcome measures; providing for incorporation of the outcome measures in lead agency contracts; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Paragraph (a) of subsection (1), paragraph (a) of subsection (2), and paragraph (a) of subsection (4) of section 409.1671, Florida Statutes, are amended to read:

23 409.1671 Foster care and related services; 24 privatization.--

(1)(a) It is the intent of the Legislature that the Department of Children and Family Services shall privatize the provision of foster care and related services statewide. It is further the Legislature's intent to encourage communities and other stakeholders in the well-being of children to participate in assuring that children are safe and well-nurtured. However, while recognizing that some local

governments are presently funding portions of certain foster 1 2 care and related services programs and may choose to expand 3 such funding in the future, the Legislature does not intend by its privatization of foster care and related services that any 4 5 county, municipality, or special district be required to assist in funding programs that previously have been funded by 6 7 the state. Nothing in this paragraph prohibits any county, 8 municipality, or special district from future voluntary 9 funding participation in foster care and related services. As used in this section, the term "privatize" means to contract 10 11 with competent, community-based agencies. The department shall 12 submit a plan to accomplish privatization statewide, through a 13 competitive process, phased in over a 5-year 3-year period 14 beginning January 1, 2000. The privatization plan shall allow for the incremental transition of each district into 15 16 community-based care so that the lead agency can, prior to 17 assuming responsibility for other children and families, demonstrate to the Office of Program Policy Analysis and 18 19 Government Accountability and the community that with each 20 incremental transition it is meeting the performance criteria established by the Office of Program Policy Analysis and 21 22 Government Accountability pursuant to paragraph (4)(a). This plan must be developed with local community participation, 23 including, but not limited to, input from community-based 24 25 providers that are currently under contract with the 26 department to furnish community-based foster care and related 27 services, and must include a methodology for determining and 28 transferring all available funds, including federal funds that 29 the provider is eligible for and agrees to earn and that portion of general revenue funds which is currently associated 30 with the services that are being furnished under contract. The

methodology must provide for the transfer of funds 1 2 appropriated and budgeted for all services and programs that 3 have been incorporated into the project, including all management, capital (including current furniture and 4 5 equipment), and administrative funds to accomplish the transfer of these programs. This methodology must address 6 7 current and expected workload and at least the 3 previous 8 years' experience in expenses and workload. With respect to 9 any district or portion of a district in which privatization 10 cannot be accomplished within the 5-year 3-year timeframe, the 11 department must clearly state in its plan the reasons the 12 timeframe cannot be met and the efforts that should be made to 13 remediate the obstacles, which may include alternatives to 14 total privatization, such as public-private partnerships. As used in this section, the term "related services" includes, 15 but is not limited to, family preservation, independent 16 living, emergency shelter, residential group care, foster 17 care, therapeutic foster care, intensive residential 18 19 treatment, foster care supervision, case management, 20 postplacement supervision, permanent foster care, and family 21 reunification. Unless otherwise provided for, beginning in fiscal year 1999-2000, either the state attorney or the Office 22 of the Attorney General shall provide child welfare legal 23 services, pursuant to chapter 39 and other relevant 24 provisions, in Sarasota, Pinellas, Pasco, Broward, and Manatee 25 26 Counties. Such legal services shall commence and be 27 effective, as soon as determined reasonably feasible by the 28 respective state attorney or the Office of the Attorney 29 General, after the privatization of associated programs and child protective investigations has occurred. When a private 30 31 | nonprofit agency has received case management

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responsibilities, transferred from the state under this section, for a child who is sheltered or found to be dependent and who is assigned to the care of the privatization project, the agency may act as the child's guardian for the purpose of registering the child in school if a parent or guardian of the child is unavailable and his or her whereabouts cannot reasonably be ascertained. The private nonprofit agency may also seek emergency medical attention for such a child, but only if a parent or quardian of the child is unavailable, his or her whereabouts cannot reasonably be ascertained, and a court order for such emergency medical services cannot be obtained because of the severity of the emergency or because it is after normal working hours. However, the provider may not consent to sterilization, abortion, or termination of life support. If a child's parents' rights have been terminated, the nonprofit agency shall act as quardian of the child in all circumstances.

(2)(a) The department may contract for the delivery, administration, or management of protective services, the services specified in subsection (1) relating to foster care, and other related services or programs, as appropriate.

However, no later than 60 days after the effective date of this act, the department shall ensure that all lead agency contract bidders are provided with a prospectus which shall set forth a full and fair disclosure of all material information regarding the current operation of each district's family foster care program and related services. The prospectus shall contain, at a minimum: all current and projected case management and out-of-home care needs of children; all current and projected mental health needs of children, including the need for residential mental health

treatment; all state and federal performance and compliance 1 2 reports, audits, and system performance data; all incident 3 reports, inspector general reports, provider audits, evaluations of contractor performance, and other available 4 5 investigative reports; the current and proposed budgeted funds 6 which will be available to the lead agency to implement 7 community-based care, including all funds derived from federal 8 and state revenues, grants, trust funds, and earnings; all 9 known current costs associated with operating the family foster care program and related services, including unit costs 10 11 for services based upon geographical locations and 12 cost-of-services increases; and all known or anticipated risk 13 management claims and litigation involving children who have 14 been or are currently receiving services from the department 15 or any contract providers. The department shall retain 16 responsibility for the quality of contracted services and programs and shall ensure, by employing the outcome measures 17 developed by the Office of Program Policy Analysis and 18 19 Government Accountability and by any other appropriate means, 20 that services are delivered in accordance with applicable federal and state statutes, rules, and regulations and in a 21 manner so that children are safe and nurtured while receiving service pursuant to chapter 39. 23 24 (4)(a) There shall be independent third-party 25 oversight and quality assurance of the privatization process 26 by the Office of Program Policy Analysis and Government 27 Accountability in each district, which shall utilize federal 28 and state standards, recognized child welfare monitoring 29 standards, and all performance expectations of the department as to the lead agency to develop appropriate outcome measures 30

and the performance of the lead agency to ensure that all 1 2 children receiving community-based care services are safe, 3 nurtured, and receiving the benefits and protections afforded to them under state and federal law. The outcome measures 4 5 established by the Office of Program Policy Analysis and 6 Government Accountability shall be incorporated into any 7 contracts entered into with any agency assuming lead agency 8 responsibilities. The department shall establish a quality 9 assurance program for privatized services. The quality assurance program shall be based on standards established by a 10 11 national accrediting organization such as the Council on Accreditation of Services for Families and Children, Inc. 12 13 (COA) or CARF--the Rehabilitation Accreditation Commission. 14 The department may develop a request for proposal for such oversight. This program must be developed and administered at 15 16 a statewide level. The Legislature intends that the department be permitted to have limited flexibility to use funds for 17 improving quality assurance. To this end, effective January 1, 18 2000, the department may transfer up to 0.125 percent of the 19 20 total funds from categories used to pay for these contractually provided services, but the total amount of such 21 22 transferred funds may not exceed \$300,000 in any fiscal year. When necessary, the department may establish, in accordance 23 with s. 216.177, additional positions that will be exclusively 24 25 devoted to these functions. Any positions required under this 26 paragraph may be established, notwithstanding ss. 27 216.262(1)(a) and 216.351. The department, in consultation 28 with the community-based agencies that are undertaking the privatized projects, shall establish minimum thresholds for 29 each component of service, consistent with standards 30 31 established by the Legislature. Each program operated under

contract with a community-based agency must be evaluated annually by the department. The department shall submit an annual report regarding quality performance, outcome measure attainment, and cost efficiency to the President of the Senate, the Speaker of the House of Representatives, the minority leader of each house of the Legislature, and the Governor no later than January 31 of each year for each project in operation during the preceding fiscal year.

Section 2. This act shall take effect July 1, 2002.

HOUSE SUMMARY

Extends from 3 to 5 years the phase-in of the statewide foster care privatization plan. Requires the plan to allow for the incremental transition of each district into community-based care to facilitate demonstrating that performance criteria are met. Requires the Department of Children and Family Services to provide a prospectus to lead agency contract bidders containing specified information on current district foster care and related services operations. Provides for use of certain outcome measures and other means to ensure service delivery in accordance with applicable laws, rules, and standards. Requires oversight and quality assurance of the privatization process in each district by the Office of Program Policy Analysis and Government Accountability. Provides for the development of outcome measures and for their incorporation into lead agency contracts.