LC 438 2025 Regular Session 44300-010 10/17/24 (RH/ps)

DRAFT

SUMMARY

Digest: The Act makes changes to the ADPC. (Flesch Readability Score: 100.0).

Modifies the Alcohol and Drug Policy Commission's membership, functions and powers.

Declares an emergency, effective on passage.

1

A BILL FOR AN ACT

2 Relating to substance use; creating new provisions; amending ORS 430.220,

3 430.221, 430.223, 430.270, 430.357, 430.389 and 657.665 and section 6, chapter

4 63, Oregon Laws 2022; and declaring an emergency.

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

6 **SECTION 1.** ORS 430.220 is amended to read:

7 430.220. (1) The Governor shall appoint a Director of the Alcohol and 8 Drug Policy Commission who shall serve at the pleasure of the Governor and 9 be responsible for the dissemination and implementation of the Alcohol and 10 Drug Policy Commission's policies and the performance of the commission's 11 duties, functions and powers.

(2) The director shall be paid a salary as provided by law or, if not soprovided, as prescribed by the Governor.

(3) Subject to ORS chapter 240, the director shall appoint all employees
 of the commission, prescribe their duties and fix their compensation.

(4) The director has all powers necessary to effectively and expeditiously
 carry out the duties, functions and powers of the commission, including the
 authority to:

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

1 (a) Enter into contracts;

(b) Apply for and receive gifts and grants from any public or private
 source; and

4 (c) Award grants from funds appropriated by the Legislative As5 sembly to the commission or from funds otherwise available from any
6 other source.

7 (5) The director shall enter into agreements with participating state 8 agencies for the sharing of information as necessary to carry out the duties 9 of the commission. The agreements shall ensure the confidentiality of all 10 information that is protected from disclosure by state and federal laws.

11 **SECTION 2.** ORS 430.221 is amended to read:

12 430.221. (1) As used in this section and ORS 430.220 and 430.223:

(a) "Participating state agency" means the Department of Corrections, the 13 Department of Human Services, the Oregon Health Authority, the Depart-14 ment of Education, the Oregon Criminal Justice Commission, the Oregon 15State Police, the Oregon Youth Authority, the Department of Consumer and 16 Business Services, the Housing and Community Services Department, the 17 Youth Development Division, the Higher Education Coordinating Commis-18 sion, the Oregon State Lottery Commission, the Oregon Liquor and Cannabis 19 Commission, the Department of Veterans' Affairs or any state agency that 20administers or funds [alcohol or drug abuse prevention or treatment services] 21substance use prevention, substance use disorder treatment or recov-22ery support services. 23

(b) "Provider" means any person that is licensed by the Oregon Health
Authority to provide [alcohol or drug abuse prevention or treatment services]
substance use prevention, substance use disorder treatment or recovery support services.

(2) There is created the Alcohol and Drug Policy Commission, which is charged with improving [the effectiveness and efficiency of state and local alcohol and drug abuse prevention and treatment services] access to evidence-based, evidence-informed and culturally informed substance

[2]

use prevention, substance use disorder treatment and recovery support
 services by establishing state policies and holding participating state
 agencies accountable for carrying out those policies.

4 (3) The membership of the commission consists of:

(a) No more than [17] 20 members appointed by the Governor, subject to 5 confirmation by the Senate in the manner prescribed in ORS 171.562 and 6 171.565 and appointed, as the Governor deems practicable, to ensure repre-7 sentation from [stakeholders directly impacted by the work of the 8 commission] every region of the state and from individuals with lived 9 experience with substance use disorder and their family members, as 10 follows: 11

12 [(A) At least 75 percent of the members appointed by the Governor must be 13 representatives of the following public health and health care stakeholder 14 groups:]

15 [(i) County commissioners, managers and administrators;]

16 [(*ii*) Indian tribes;]

17 [(iii) The following providers of addiction prevention and recovery18 services:]

19 [(I) Treatment providers employed by an outpatient addiction treatment 20 program;]

21 [(II) Directors of inpatient addiction treatment centers;]

22 [(III) Addiction treatment providers who are culturally competent to serve

23 specific cultural or ethnic populations;]

24 [(IV) Certified prevention specialists;]

25 [(V) Certified addiction counselors; and]

26 [(VI) Certified addiction recovery mentors;]

27 [(iv) Alcohol or drug treatment researchers or epidemiologists;]

28 [(v) The health insurance industry or hospitals;]

29 [(vi) Consumers of addiction recovery services who are in recovery and the

30 family members of consumers;]

31 [(vii) Experts in addiction medicine;]

1 [(viii) Entities that provide housing to individuals who are in recovery; and] $\mathbf{2}$ [(ix) Social service providers.] 3 [(B) Up to 25 percent of the members appointed by the Governor shall be 4 representatives of one or more of the following stakeholder groups:] 5[(i) District attorneys.] 6 [(ii) County sheriffs.] 7 [(iii) Chiefs of police.] 8 [(iv) Criminal defense attorneys.] 9 [(v) County community corrections agencies.] 10 (A) One representative of a federally recognized Indian tribe; 11 12 (B) One county commissioner, manager or administrator; (C) Nine health care providers with substance use disorder expertise 13 that, collectively, have experience in outpatient, inpatient, emergency 14 response, recovery or supportive housing and peer support settings; 15(D) One certified prevention specialist; 16 (E) One coordinated care organization representative; 17 (F) One representative of the criminal justice system, including a 18 county sheriff, chief of police or community corrections director; 19 (G) One attorney who is a district attorney, criminal defense at-20torney or assistant attorney general; 21(H) One community mental health program representative; 22(I) One health insurer representative; 23(J) One county juvenile department director; 24(K) One school administrator; and 25(L) One city representative. 26(b) Two members of the Legislative Assembly appointed to the commission 27as nonvoting members of the commission, acting in an advisory capacity only 28and including: 29(A) One member from among members of the Senate appointed by the 30 President of the Senate; and 31

1 (B) One member from among members of the House of Representatives 2 appointed by the Speaker of the House of Representatives.

3 (c) A judge of a circuit court appointed to the commission as a nonvoting
4 member by the Chief Justice of the Supreme Court.

5 [(d) The director of the behavioral health program of the Oregon Health
6 Authority as a nonvoting member.]

7 [(e) A representative of a coordinated care organization appointed to the 8 commission as a nonvoting member by the Governor.]

9 (d) Up to three representatives of participating state agencies ap-10 pointed to the commission as nonvoting members by the Governor.

11 (4) The Alcohol and Drug Policy Commission shall select one of its 12 members as chairperson and another as vice chairperson, for such terms and 13 with duties and powers necessary for the performance of the functions of 14 such offices as the commission determines.

(5)(a) A majority of the voting members of the commission constitutes a
 quorum for the transaction of business.

(b) If a member of the commission appointed by the Governor is absent
for more than two consecutive scheduled meetings of the commission, the
Director of the Alcohol and Drug Policy Commission appointed under ORS
430.220 may recommend to the Governor that the member be replaced.

(6) Official action of the commission requires the approval of a majorityof a quorum.

(7) The commission may establish a steering committee and subcommittees. These committees may be continuing or temporary. A person who is not a member of the commission may be appointed by the commission to serve on a subcommittee. The commission shall appoint subcommittee members to ensure representation from all stakeholders directly impacted by the work of the commission.

(8) The term of office of each commission member appointed by the Governor is four years, but a member serves at the pleasure of the Governor. If
there is a vacancy for any cause, the Governor shall make an appointment

[5]

1 to become immediately effective.

(9) The Oregon Health Authority shall provide staff support to the commission. Subject to available funding, the commission may contract with a
public or private entity to provide staff support.

5 (10) Members of the commission who are not members of the Legislative 6 Assembly are entitled to compensation and expenses incurred by them in the 7 performance of their official duties in the manner and amounts provided for 8 in ORS 292.495. Claims for compensation and expenses shall be paid out of 9 funds appropriated to the Oregon Health Authority or funds appropriated to 10 the commission for purposes of the commission.

SECTION 3. Nothing in the amendments to ORS 430.221 by section 2 of this 2025 Act affects the term of office of any member of the Alcohol and Drug Policy Commission appointed prior to and serving on the effective date of this 2025 Act.

15 **SECTION 4.** ORS 430.223 is amended to read:

16 430.223. (1) For purposes of this section, "program" means a [state, local 17 or tribal alcohol and drug abuse prevention and treatment program] sub-18 stance use prevention, substance use disorder treatment or recovery 19 support services program that receives state funds or state-20 administered funds.

(2) The Alcohol and Drug Policy Commission established under ORS
430.221 shall develop a comprehensive [addiction, prevention, treatment and
recovery] substance use prevention, substance use disorder treatment
and recovery support services plan for this state. The plan [must] may
include, but is not limited to, recommendations regarding:

26 (a) Capacity, type and utilization of programs;

(b) Methods to assess the effectiveness and performance of programs;

28 (c) The best use of existing programs;

29 (d) Budget policy priorities for participating state agencies;

30 (e) Standards for licensing programs;

31 (f) Minimum standards for contracting for, providing and coordinating

[6]

[alcohol and drug abuse prevention and treatment services among programs
 that use federal, private or state funds administered by the state] substance
 use prevention, substance use disorder treatment and recovery support
 services; and

5 (g) The most effective and efficient use of participating state agency re-6 sources to support programs.

7 (3) All participating state agencies shall:

8 (a) Meet with the commission on a quarterly basis, or as requested by
9 the commission, to review and report on each agency's progress on imple10 menting the plan; [and]

(b) Report to the commission, in the manner prescribed by the commis sion, each agency's process and outcome measures established under the
 plan; and

(c) Provide notice to the commission at least 45 days before adopt ing any rule relating to substance use prevention, substance use dis order treatment or recovery support services.

(4) The commission shall review and update the plan no later than July
1 of each even-numbered year and shall produce and publish a report on the
metrics and other indicators of progress in achieving the goals of the plan.
(5) The commission may:

(a) Conduct studies related to the duties of the commission in collab-oration with other state agencies;

(b) Apply for and receive gifts and grants for public and private sources;and

(c) Use funds received by the commission to carry out the purposes of
ORS 430.220 and 430.221 and this section.

(6) All participating state agencies and local agencies shall assist the
commission in developing the comprehensive [addiction, prevention, treatment
and recovery] substance use prevention, substance use disorder treatment and recovery support services plan.

31 (7) The commission may adopt rules to carry out its duties under this

[7]

1 section.

2 **SECTION 5.** ORS 430.270 is amended to read:

430.270. (1) The Oregon Health Authority shall take such means as it considers most effective to bring to the attention of the general public, employers, the professional community and particularly the youth of the state, the harmful effects to the individual and society of the irresponsible use of alcoholic beverages, controlled substances and other chemicals, and substances with abuse potential.

9 (2) The activities of the authority under this section may not be incon-10 sistent with the comprehensive [addiction, prevention, treatment and 11 recovery] substance use prevention, substance use disorder treatment 12 and recovery support services plan developed by the Alcohol and Drug 13 Policy Commission under ORS 430.223.

14 **SECTION 6.** ORS 430.357 is amended to read:

430.357. (1) The Oregon Health Authority shall adopt rules to implement ORS 430.338 to 430.380 and to establish minimum standards for alcohol and drug prevention and treatment programs in accordance with the comprehensive [addiction, prevention, treatment and recovery] substance use prevention, substance use disorder treatment and recovery support services plan developed by the Alcohol and Drug Policy Commission under ORS 430.223.

(2) All standards and guidelines adopted by the authority to implement programs authorized under ORS 430.338 to 430.380 shall be adopted as rules pursuant to ORS chapter 183 regardless of whether they come within the definition of rule in ORS 183.310 (9).

SECTION 7. Section 6, chapter 63, Oregon Laws 2022, is amended to read:
Sec. 6. (1) The Opioid Settlement Prevention, Treatment and Recovery
Board is created in the Oregon Health Authority for the purpose of determining the allocation of funding from the Opioid Settlement Prevention,
Treatment and Recovery Fund established in section 5 [of this 2022 Act],
chapter 63, Oregon Laws 2022. The board consists of:

[8]

1 (a) The following members appointed by the Governor:

2 (A) A policy advisor to the Governor;

3 (B) A representative of the Department of Justice;

4 (C) A representative of the Oregon Health Authority; and

5 (D) A representative of the Department of Human Services;

6 (b) The Director of the Alcohol and Drug Policy Commission or the 7 director's designee;

8 (c) The chairperson of the Oversight and Accountability Council estab9 lished in ORS 430.388 or the chairperson's designee;

(d) The following members appointed by the Governor from a list of candidates provided by the Association of Oregon Counties and the League of
Oregon Cities or the successor organizations to the Association of Oregon
Counties and the League of Oregon Cities:

(A) An individual representing Clackamas, Washington or MultnomahCounty;

(B) An individual representing Clatsop, Columbia, Coos, Curry, Jackson,
Josephine, Lane or Yamhill County;

18 (C) An individual representing the City of Portland;

(D) An individual representing a city with a population above 10,000 residents as of July 21, 2021;

(E) An individual representing a city with a population at or below 10,000 residents as of July 21, 2021; and

(F) A representative of the Oregon Coalition of Local Health Officials or
its successor organization;

(e) The following members appointed by the Governor from a list of candidates provided by the members described in paragraphs (a) to (d) of this subsection:

28 (A) A representative of a community mental health program;

(B) An individual who has experienced a substance use disorder or a
representative of an organization that advocates on behalf of individuals
with substance use disorders; and

[9]

1 (C) An individual representing law enforcement, first responders or jail 2 commanders or wardens;

3 (f) A member of the House of Representatives appointed by the Speaker
4 of the House of Representatives, who shall be a nonvoting member of the
5 board;

6 (g) A member of the Senate appointed by the President of the Senate, who7 shall be a nonvoting member of the board; and

8 (h) The State Court Administrator or the administrator's designee, who9 shall be a nonvoting member of the board.

10 (2) The Governor shall select from the members described in subsection 11 (1)(a), (b) and (c) of this section one cochairperson to represent state entities, 12 and the members described in subsection (1)(d) of this section shall select 13 from one of their members a cochairperson to represent cities or counties.

(3) The term of each member of the board who is not an ex officio member is four years, but a member serves at the pleasure of the appointing authority. Before the expiration of a member's term, the appointing authority shall appoint a successor whose term begins on January 1 next following. A member is eligible for reappointment. If there is a vacancy for any cause, the appointing authority shall make an appointment to become immediately effective for the unexpired term.

(4) Decision-making by the board shall be based on consensus and supported by at least a majority of the members. The board shall document all
objections to board decisions.

(5) The board shall conduct at least four public meetings in accordance with ORS [192.610 to 192.690] **192.610 to 192.705**, which shall be publicized to facilitate attendance at the meetings and during which the board shall receive testimony and input from the community. The board shall also establish a process for the public to provide written comments and proposals at each meeting of the board.

(6) In determining the allocation of moneys from the Opioid Settlement
 Prevention, Treatment and Recovery Fund:

[10]

1 (a) No more than five percent of the moneys may be spent on adminis-2 tering the board and the fund.

3 (b) A portion of the moneys shall be allocated toward a unified and 4 evidence-based state system for collecting, analyzing and publishing data 5 about the availability and efficacy of substance use prevention, treatment 6 and recovery services statewide.

7 (c) Moneys remaining after allocations in accordance with paragraphs (a) 8 and (b) of this subsection shall be allocated for funding statewide and re-9 gional programs identified in the Distributor Settlement Agreement, the 10 Janssen Settlement Agreement and any other judgment or settlement de-11 scribed in section 5 (1)(c) [of this 2022 Act], chapter 63, Oregon Laws 12 2022, including but not limited to:

(A) Programs that use evidence-based or evidence-informed strategies to
 treat opioid use disorders and any co-occurring substance use disorders or
 mental health conditions;

16 (B) Programs that use evidence-based or evidence-informed strategies to 17 support individuals in recovery from opioid use disorders and any co-18 occurring substance use disorders or mental health conditions;

(C) Programs that use evidence-based or evidence-informed strategies to provide connections to care for individuals who have or are at risk of developing opioid use disorders and any co-occurring substance use disorders or mental health conditions;

(D) Programs that use evidence-based or evidence-informed strategies to address the needs of individuals with opioid use disorders and any cooccurring substance use disorders or mental health conditions and who are involved in, at risk of becoming involved in, or in transition from, the criminal justice system;

(E) Programs that use evidence-based or evidence-informed strategies to address the needs of pregnant or parenting women with opioid use disorders and any co-occurring substance use disorders or mental health conditions, and the needs of their families, including babies with neonatal abstinence

[11]

1 syndrome;

2 (F) Programs that use evidence-based or evidence-informed strategies to 3 support efforts to prevent over-prescribing of opioids and ensure appropriate 4 prescribing and dispensing of opioids;

5 (G) Programs that use evidence-based or evidence-informed strategies to 6 support efforts to discourage or prevent misuse of opioids;

7 (H) Programs that use evidence-based or evidence-informed strategies to
8 support efforts to prevent or reduce overdose deaths or other opioid-related
9 harms;

10 (I) Programs to educate law enforcement or other first responders re-11 garding appropriate practices and precautions when dealing with users of 12 fentanyl or other opioids;

(J) Programs to provide wellness and support services for first responders
 and others who experience secondary trauma associated with opioid-related
 emergency events;

16 (K) Programs to support efforts to provide leadership, planning, coordi-17 nation, facilitation, training and technical assistance to abate the opioid 18 epidemic through activities, programs or strategies; or

19 (L) Funding to support opioid abatement research.

20 (d) The board shall be guided and informed by:

(A) The comprehensive [addiction, prevention, treatment and recovery]
substance use prevention, substance use disorder treatment and recovery support services plan developed by the Alcohol and Drug Policy
Commission in accordance with ORS 430.223;

(B) The board's ongoing evaluation of the efficacy of the funding allo-cations;

27 (C) Evidence-based and evidence-informed strategies and best practices;

- 28 (D) Input the board receives from the public;
- 29 (E) Equity considerations for underserved populations; and
- 30 (F) The terms of the settlement agreements.
- 31 (7) The Oregon Health Authority shall provide staff support to the board.

[12]

SECTION 8. ORS 430.389, as amended by section 68, chapter 70, Oregon
 Laws 2024, is amended to read:

430.389. (1) The Oversight and Accountability Council shall approve grants and funding provided by the Oregon Health Authority in accordance with this section to implement Behavioral Health Resource Networks and increase access to community care. A Behavioral Health Resource Network is an entity or collection of entities that individually or jointly provide some or all of the services described in subsection (2)(e) of this section.

9 (2)(a) The authority shall establish an equitable:

10 (A) Process for applying for grants and funding by agencies or organiza-11 tions, whether government or community based, to establish Behavioral 12 Health Resource Networks for the purposes of immediately screening the 13 acute needs of individuals with substance use, including those who also have 14 a mental illness, and assessing and addressing any ongoing needs through 15 ongoing case management, harm reduction, treatment, housing and linkage 16 to other care and services.

(B) Evaluation process to assess the effectiveness of Behavioral HealthResource Networks that receive grants or funding.

(b) Recipients of grants or funding must be licensed, certified or credentialed by the state, including certification under ORS 743A.168 (9), or meet criteria prescribed by rule by the authority under ORS 430.390. A recipient of a grant or funding under this subsection may not use the grant or funding to supplant the recipient's existing funding.

(c) The council and the authority shall ensure that residents of each
county have access to all of the services described in paragraph (e) of this
subsection.

(d) Applicants for grants and funding may apply individually or jointly
with other network participants to provide services in one or more counties.
(e) A network must have the capacity to provide the following services
and any other services specified by the authority by rule but no individual
participant in a network is required to provide all of the services:

1 (A) Screening by certified addiction peer support or wellness specialists or other qualified persons designated by the council to determine a client's $\mathbf{2}$ need for immediate medical or other treatment to determine what acute care 3 is needed and where it can be best provided, identify other needs and link 4 the client to other appropriate local or statewide services, including treat-5ment for substance use and coexisting health problems, housing, employment, 6 training and child care. Networks shall provide this service 24 hours a day, 7 seven days a week, every calendar day of the year through a telephone line 8 or other means. Networks may rely on the statewide telephone hotline es-9 tablished by the authority under ORS 430.391 for telephone screenings during 10 nonbusiness hours such as evenings, weekends and holidays. Notwithstand-11 12ing paragraph (c) of this subsection, only one grantee in each network within each county is required to provide the screenings described in this subpara-13 graph. 14

(B) Comprehensive behavioral health needs assessment, including a substance use screening by a certified alcohol and drug counselor or other credentialed addiction treatment professional. The assessment shall prioritize the self-identified needs of a client.

(C) Individual intervention planning, case management and connection to services. If, after the completion of a screening, a client indicates a desire to address some or all of the identified needs, a case manager shall work with the client to design an individual intervention plan. The plan must address the client's need for substance use treatment, coexisting health problems, housing, employment and training, child care and other services.

(D) Ongoing peer counseling and support from screening and assessment through implementation of individual intervention plans as well as peer outreach workers to engage directly with marginalized community members who could potentially benefit from the network's services.

(E) Assessment of the need for, and provision of, mobile or virtual out reach services to:

31 (i) Reach clients who are unable to access the network; and

[14]

1 (ii) Increase public awareness of network services.

2 (F) Harm reduction services and information and education about harm 3 reduction services.

4 (G) Low-barrier substance use treatment.

5 (H) Transitional and supportive housing for individuals with substance 6 use.

7 (f) If an applicant for a grant or funding under this subsection is unable 8 to provide all of the services described in paragraph (e) of this subsection, 9 the applicant may identify how the applicant intends to partner with other 10 entities to provide the services, and the authority and the council may fa-11 cilitate collaboration among applicants.

(g) All services provided through the networks must be evidence-informed,
trauma-informed, culturally specific, linguistically responsive, personcentered and nonjudgmental. The goal shall be to address effectively the
client's substance use and any other social determinants of health.

(h) The networks must be adequately staffed to address the needs of people with substance use within their regions as prescribed by the authority
by rule, including, at a minimum, at least one person in each of the following
categories:

20 (A) Alcohol and drug counselor certified by the authority or other cre-21 dentialed addiction treatment professional;

22 (B) Case manager;

23 (C) Addiction peer support specialist certified by the authority;

24 (D) Addiction peer wellness specialist certified by the authority;

25 (E) Recovery mentor, certified by the Mental Health and Addiction Cer-26 tification Board of Oregon or its successor organization; and

27 (F) Youth support specialist certified by the authority.

(i) Verification of a screening by a certified addiction peer support specialist, wellness specialist or other person in accordance with paragraph (e)(A) of this subsection shall promptly be provided to the client by the entity conducting the screening. If the client executes a valid release of in-

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1 formation, the entity shall provide verification of the screening to the 2 authority or a contractor of the authority and the authority or the 3 authority's contractor shall forward the verification to any entity the client 4 has authorized to receive the verification.

(3)(a) If moneys remain in the Drug Treatment and Recovery Services $\mathbf{5}$ Fund after the council has committed grants and funding to establish be-6 havioral health resource networks serving every county in this state, the 7 council shall authorize grants and funding to other agencies or organiza-8 tions, whether government or community based, and to the nine federally 9 recognized tribes in this state and service providers that are affiliated with 10 the nine federally recognized tribes in this state to increase access to one 11 12or more of the following:

13 (A) Low-barrier substance use treatment that is evidence-informed, 14 trauma-informed, culturally specific, linguistically responsive, person-15 centered and nonjudgmental;

16 (B) Peer support and recovery services;

17 (C) Transitional, supportive and permanent housing for persons with18 substance use;

(D) Harm reduction interventions including, but not limited to, overdose
 prevention education, access to short-acting opioid antagonists, as defined in
 ORS 689.800, and sterile syringes and stimulant-specific drug education and
 outreach; or

(E) Incentives and supports to expand the behavioral health workforce to
support the services delivered by behavioral health resource networks and
entities receiving grants or funding under this subsection.

(b) A recipient of a grant or funding under this subsection may not usethe grant or funding to supplant the recipient's existing funding.

(4) In awarding grants and funding under subsections (1) and (3) of thissection, the council shall:

30 (a) Distribute grants and funding to ensure access to:

31 (A) Historically underserved populations; and

[16]

1 (B) Culturally specific and linguistically responsive services.

2 (b) Consider any inventories or surveys of currently available behavioral3 health services.

4 (c) Consider available regional data related to the substance use treat5 ment needs and the access to culturally specific and linguistically responsive
6 services in communities in this state.

7 (d) Consider the needs of residents of this state for services, supports and8 treatment at all ages.

9 (5) The council shall require any government entity that applies for a 10 grant to specify in the application details regarding subgrantees and how the 11 government entity will fund culturally specific organizations and culturally 12 specific services. A government entity receiving a grant must make an ex-13 plicit commitment not to supplant or decrease any existing funding used to 14 provide services funded by the grant.

(6) In determining grants and funding to be awarded, the council may consult the comprehensive [addiction, prevention, treatment and recovery] substance use prevention, substance use disorder treatment and recovery support services plan established by the Alcohol and Drug Policy Commission under ORS 430.223 and the advice of any other group, agency, organization or individual that desires to provide advice to the council that is consistent with the terms of this section.

(7) Services provided by grantees, including services provided by a Be-22havioral Health Resource Network, shall be free of charge to the clients re-23ceiving the services. Grantees in each network shall seek reimbursement 24from insurance issuers, the medical assistance program or any other third 25party responsible for the cost of services provided to a client and grants and 26funding provided by the council or the authority under this section may be 27used for copayments, deductibles or other out-of-pocket costs incurred by the 28client for the services. 29

30 (8) Subsection (7) of this section does not require the medical assistance 31 program to reimburse the cost of services for which another third party is

[17]

1 responsible in violation of 42 U.S.C. 1396a(25).

2 **SECTION 9.** ORS 657.665 is amended to read:

657.665. (1) Except as provided in subsections (2) to (5) of this section, all information in the records of the Employment Department pertaining to the administration of the unemployment insurance, employment service and workforce and labor market information programs:

7 (a) Is confidential and for the exclusive use and information of the Di-8 rector of the Employment Department in administering the unemployment 9 insurance, employment service and workforce and labor market information 10 programs in Oregon.

(b) May not be used in any court action or in any proceeding pending in the court unless the director or the state is a party to the action or proceeding or unless the proceeding concerns the establishment, enforcement or modification of a support obligation and support services are being provided by the Division of Child Support or the district attorney pursuant to ORS 25.080.

17 (c) Is exempt from disclosure under ORS 192.311 to 192.478.

18 (2) The Employment Department shall disclose information:

(a) To any claimant or legal representative, at a hearing before an ad ministrative law judge, to the extent necessary for the proper presentation
 of an unemployment insurance claim.

(b) Upon request to the United States Secretary of Labor. The Employment Department shall disclose the information in a form and containing the information that the United States Secretary of Labor may require. The information disclosed is confidential and may not be used for any other purpose.

(c) Pursuant to section 303(a)(7) of the Social Security Act, upon request to any agency of the United States charged with the administration of public works or assistance through public employment. Under this paragraph, the Employment Department shall disclose the name, address, ordinary occupation and employment status of each recipient of unemployment insurance benefits and a statement of the recipient's right to further benefits under this
chapter. The information disclosed is confidential and may not be used for
any other purpose.

(d) Pursuant to section 303(c)(1) of the Social Security Act, to the Railroad Retirement Board. Under this paragraph, the Employment Department
shall disclose unemployment insurance records. The information disclosed is
confidential and may not be used for any other purpose. The costs of disclosing information under this paragraph shall be paid by the board.

(e) Pursuant to section 303(d) of the Social Security Act, upon request to 9 officers and employees of the United States Department of Agriculture and 10 to officers or employees of any state Supplemental Nutrition Assistance 11 12Program agency for the purpose of determining an individual's eligibility for or the amount of supplemental nutrition assistance. The information dis-13 closed is confidential and may not be used for any other purpose. The costs 14 of disclosing information under this paragraph shall be paid by the United 15 States Department of Agriculture. 16

17 (f) Pursuant to section 303(e)(1) and (2)(A)(ii) of the Social Security Act, to state or local child support enforcement agencies enforcing child support 18 obligations under Title IV-D of the Social Security Act for the purposes of 19 establishing child support obligations, locating individuals owing child sup-2021port obligations and collecting child support obligations from those individuals. The information disclosed is confidential and may not be used for any 22other purpose. The costs of disclosing information under this paragraph shall 23be paid by the child support enforcement agency. 24

(g) Pursuant to sections 303(f) and 1137 of the Social Security Act, to agencies participating in the income and eligibility verification system for the purpose of verifying an individual's eligibility for benefits, or the amount of benefits, under unemployment insurance, temporary assistance for needy families, Medicaid, the Supplemental Nutrition Assistance Program, Supplemental Security Income, child support enforcement or Social Security programs. The information disclosed is confidential and may not be used for any

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other purpose. The costs of disclosing information under this paragraph shall
 be paid by the requesting agency.

(h) Pursuant to section 303(h) of the Social Security Act and section
3304(a)(16)(B) of the Federal Unemployment Tax Act, to the United States
Department of Health and Human Services National Directory of New Hires.
The information disclosed is confidential and may not be used for any other
purpose. The costs of disclosing information under this paragraph shall be
paid by the United States Department of Health and Human Services.

(i) Pursuant to section 303(i) of the Social Security Act, to officers and 9 employees of the United States Department of Housing and Urban Develop-10 ment and to representatives of a public housing agency for the purpose of 11 12determining an individual's eligibility for benefits, or the amount of benefits, under a housing assistance program of the United States Department of 13 Housing and Urban Development. The information disclosed is confidential 14 and may not be used for any other purpose. The costs of disclosing informa-15tion under this paragraph shall be paid by the United States Department of 16 Housing and Urban Development or the public housing agency. 17

(j) Pursuant to regulations of the United States Secretary of Health and 18 Human Services issued under section 3304(a)(16)(A) of the Federal Unem-19 ployment Tax Act, and except as required by section 303 of the Social Secu-2021rity Act, to the state, a political subdivision or a federally recognized Indian tribe that has signed an agreement with the Department of Human Services 22to administer Part A of Title IV of the Social Security Act for the purpose 23of determining an individual's eligibility for assistance, or the amount of 24assistance, under a program funded under Part A of Title IV of the Social 25Security Act. The information disclosed is confidential and may not be used 26for any other purpose. 27

(k) Upon request, to the United States Attorney's Office. Under this paragraph, the Employment Department may disclose an individual's employment and wage information in response to a federal grand jury subpoena or for the purpose of collecting civil and criminal judgments, including

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restitution and special assessment fees. The information disclosed is confidential and may not be used for any other purpose. The costs of disclosing
information under this paragraph shall be paid by the United States
Attorney's Office.

5 (3) The Employment Department may disclose information secured from6 employing units:

7 (a) To state agencies, federal agencies, local government agencies, public universities listed in ORS 352.002 and the Oregon Health and Science Uni-8 versity established under ORS 353.020, to the extent necessary to properly 9 carry out governmental planning, performance measurement, program analy-10 sis, socioeconomic analysis or policy analysis functions performed under ap-11 12plicable law. The information disclosed is confidential and may not be disclosed by the agencies or universities in any manner that would identify 13 individuals, claimants, employees or employing units. If the information dis-14 closed under this paragraph is not prepared for the use of the Employment 15 Department, the costs of disclosing the information shall be paid by the 16 agency or university requesting the information. 17

(b) As part of a geographic information system. Points on a map may be 18 used to represent economic data, including the location, employment size 19 class and industrial classification of businesses in Oregon. Information pre-2021sented as part of a geographic information system may not give specific details regarding a business's address, actual employment or proprietary 22information. If the information disclosed under this paragraph is not pre-23pared for the use of the Employment Department, the costs of disclosing the 24information shall be paid by the party requesting the information. 25

26 (c) In accordance with ORS 657.673.

27 (4) The Employment Department may:

(a) Disclose information to public employees in the performance of their
duties under state or federal laws relating to the payment of unemployment
insurance benefits, the provision of employment services and the provision
of workforce and labor market information.

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(b) At the discretion of the Director of the Employment Department and
subject to an interagency agreement, disclose information to public officials
in the performance of their official duties administering or enforcing laws
within their authority and to the agents or contractors of public officials.
The public official shall agree to assume responsibility for misuse of the information by the official's agent or contractor.

7 (c) Disclose information pursuant to an informed consent, received from
8 an employer or claimant, to disclose the information.

9 (d) Disclose information to partners under the federal Workforce Inno-10 vation and Opportunity Act for the purpose of administering state workforce 11 programs under the Act. The information disclosed is confidential and may 12 not be used for any other purpose. The costs of disclosing information under 13 this paragraph shall be paid by the requesting partner.

(e) Disclose the names and addresses of employing units to the Bureau of Labor and Industries for the purpose of disseminating information to employing units. The names and addresses disclosed are confidential and may not be used for any other purpose. If the information disclosed under this paragraph is not prepared for the use of the Employment Department, the costs of disclosing the information shall be paid by the bureau.

(f) Disclose information to the Commissioner of the Bureau of Labor and 20Industries for the purpose of performing duties under ORS 279C.800 to 21279C.870, 658.005 to 658.245 or 658.405 to 658.511 or ORS chapter 652, 653 or 22659A. The information disclosed may include the names and addresses of 23employers and employees and payroll data of employers and employees. The 24information disclosed is confidential and may not be used for any other 25purpose. If the information disclosed under this paragraph is not prepared 26for the use of the Employment Department, the costs of disclosing the in-27formation shall be paid by the bureau. 28

(g) Disclose information required under ORS 657.660 (3) and (4) to the
Public Employees Retirement System for the purpose of determining the eligibility of members of the retirement system for disability under ORS

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chapters 238 and 238A. The information disclosed is confidential and may not
be used for any other purpose. The costs of disclosing information under this
paragraph shall be paid by the Public Employees Retirement System.

(h) Disclose to the Oregon Business Development Commission and the 4 Oregon Business Development Department information required by the com-5mission and the department in performing their duties under ORS 285A.050 6 and 285B.630 to verify changes in employment levels following direct em-7 ployer participation in department programs or indirect participation 8 through municipalities under ORS 285B.410 to 285B.482. The information 9 disclosed to the commission and the department may include an employer's 10 employment level, total subject wages payroll and whole hours worked. The 11 12 information disclosed is confidential and may not be used for any other purpose. The commission and the department may not disclose the informa-13 tion in any manner that would identify an employing unit or employee except 14 to the extent necessary to carry out the commission's and the department's 15 duties under ORS 285A.050 and 285B.630. If the information disclosed under 16 this paragraph is not prepared for the use of the Employment Department, 17the costs of disclosing the information shall be paid by the commission or 18 the Oregon Business Development Department. 19

(i) Disclose information to the Department of Revenue for the purpose of 20performing its duties under ORS 293.250 or under the revenue and tax laws 21of this state, or for the purpose of using information reported by employers 22and claimants to detect potential identity theft or fraudulent claims. The 23information disclosed may include the names and addresses of employers and 24employees and payroll data of employers and employees. The information 2526disclosed is confidential and may not be disclosed by the Department of Revenue in any manner that would identify an employing unit or employee 27except to the extent necessary to carry out the department's duties under 28ORS 293.250 or in auditing or reviewing any report or return required or 29permitted to be filed under the revenue and tax laws administered by the 30 department. The Department of Revenue may not disclose any information 31

received to any private collection agency or for any other purpose. If the information disclosed under this paragraph is not prepared for the use of the Employment Department, the costs of disclosing the information shall be paid by the Department of Revenue.

(j) Disclose information to the Department of Consumer and Business $\mathbf{5}$ Services for the purpose of performing its duties under ORS chapters 654 and 6 656. The information disclosed may include the name, address, number of 7 employees and industrial classification code of an employer and payroll data 8 of employers and employees. The information disclosed is confidential and 9 may not be disclosed by the Department of Consumer and Business Services 10 in any manner that would identify an employing unit or employee except to 11 12the extent necessary to carry out the department's duties under ORS chapters 654 and 656, including administrative hearings and court proceedings in 13 which the Department of Consumer and Business Services is a party. If the 14 information disclosed under this paragraph is not prepared for the use of the 15Employment Department, the costs of disclosing the information shall be 16 paid by the Department of Consumer and Business Services. 17

(k) Disclose information to the Construction Contractors Board for the 18 purpose of performing its duties under ORS chapter 701. The information 19 disclosed to the board may include the names and addresses of employers and 20status of their compliance with this chapter. If the information disclosed 21under this paragraph is not prepared for the use of the Employment De-22partment, the costs of disclosing the information shall be paid by the board. 23(L) Disclose information to the State Fire Marshal to assist the State Fire 24Marshal in carrying out duties under ORS 453.307 to 453.414. The informa-25tion disclosed may include the name, address, telephone number and indus-26trial classification code of an employer. The information disclosed is 27confidential and may not be disclosed by the State Fire Marshal in any 28manner that would identify an employing unit except to the extent necessary 29to carry out duties under ORS 453.307 to 453.414. If the information disclosed 30 31 under this paragraph is not prepared for the use of the Employment Department, the costs of disclosing the information shall be paid by the De partment of the State Fire Marshal.

(m) Disclose information to the Higher Education Coordinating Commis-3 sion for the purpose of performing the commission's duties under ORS chap-4 ter 348 and Title IV of the Higher Education Act of 1965. The information 5disclosed may include the names and addresses of employers and employees 6 and payroll data of employers and employees. The information disclosed is 7 confidential and may not be disclosed by the commission in any manner that 8 would identify an employing unit or employee except to the extent necessary 9 to carry out the commission's duties under ORS chapter 348 or Title IV of 10 the Higher Education Act of 1965. If the information disclosed under this 11 12paragraph is not prepared for the use of the Employment Department, the costs of disclosing the information shall be paid by the commission. 13

(n) Disclose information to the Department of Transportation to assist the 14 Department of Transportation in carrying out the duties of the Department 15of Transportation relating to collection of delinquent and liquidated debts, 16 including taxes, under ORS 184.610 to 184.665, 184.670 to 184.733 and 805.263, 17ORS chapter 319 and the Oregon Vehicle Code. The information disclosed 18 may include the names and addresses of employers and employees and payroll 19 data of employers and employees. The information disclosed is confidential 2021and may not be disclosed by the Department of Transportation in any manner that would identify an employing unit or employee except to the extent 22necessary to carry out the Department of Transportation's duties relating to 23collection of delinquent and liquidated debts or in auditing or reviewing any 24report or return required or permitted to be filed under the revenue and tax 25laws administered by the Department of Transportation. The Department of 26Transportation may not disclose any information received to any private 27collection agency or for any other purpose. If the information disclosed under 28this paragraph is not prepared for the use of the Employment Department, 29the costs of disclosing the information shall be paid by the Department of 30 31 Transportation.

1 (o) Disclose information to the Department of Human Services and the Oregon Health Authority to assist the Department of Human Services and $\mathbf{2}$ the Oregon Health Authority in the collection of debts that the Department 3 of Human Services and the Oregon Health Authority are authorized by law 4 to collect. The information disclosed may include the names, addresses and 5payroll data of employers and employees. The information disclosed is con-6 fidential and may not be disclosed by the Department of Human Services or 7 the Oregon Health Authority in a manner that would identify an employing 8 unit or employee except to the extent necessary for the collection of debts 9 as described in this paragraph. The Department of Human Services and the 10 Oregon Health Authority may not disclose information received under this 11 12paragraph to a private collection agency or use the information for a purpose other than the collection of debts as described in this paragraph. If the in-13 formation disclosed under this paragraph is not prepared for the use of the 14 Employment Department, the costs of disclosing the information shall be 15 paid by the Department of Human Services or the Oregon Health Authority. 16

(p) Disclose to the Alcohol and Drug Policy Commission information re-17quired by the commission in evaluating and measuring the performance of 18 [alcohol and drug prevention and treatment programs] substance use pre-19 vention, substance use disorder treatment and recovery support ser-20vices programs under ORS 430.223 or the impact of the programs on 21employment. The information disclosed to the commission may include total 22subject wages payroll and whole hours worked. The information disclosed 23under this paragraph is confidential and may not be used for any other 24purpose. The commission may not disclose the information in any manner 25that would identify an employing unit or employee except to the extent 26necessary to carry out the commission's duties under ORS 430.223. If the in-27formation disclosed under this paragraph is not prepared for the use of the 28Employment Department, the costs of disclosing the information shall be 29paid by the commission. 30

31 (q) Disclose to any person establishment level information secured pur-

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suant to this chapter from federal, state and local government agencies, public universities listed in ORS 352.002 or the Oregon Health and Science University established under ORS 353.020. If the information disclosed under this paragraph is not prepared for the use of the Employment Department, the costs of disclosing the information shall be paid by the person requesting the information.

(r) Disclose to any person the industrial classification code assigned to
an employing unit. If the information disclosed under this paragraph is not
prepared for the use of the Employment Department, the costs of disclosing
the information shall be paid by the person requesting the information.

(s) Disclose information to the State Treasurer useful for the purpose of performing the State Treasurer's duties under ORS 98.302 to 98.436, 98.992 and 116.253 and the role of an estate administrator under ORS 113.235. The information disclosed is confidential and may not be used by the State Treasurer for any other purpose. If the information disclosed is not prepared for the use of the Employment Department, the costs of disclosing the information shall be paid by the State Treasurer.

(5) The Employment Department may make public all decisions of theEmployment Appeals Board.

(6) Any officer appointed by or any employee of the Director of the Employment Department who discloses confidential information, except with the
authority of the director, pursuant to rules or as otherwise required by law,
may be disqualified from holding any appointment or employment with the
Employment Department.

(7) Any person or any officer or employee of an entity to whom information is disclosed by the Employment Department under this section who divulges or uses the information for any purpose other than that specified in the provision of law or agreement authorizing the use or disclosure may be disqualified from performing any service under contract or disqualified from holding any appointment or employment with the state agency that engaged or employed that person, officer or employee. The Employment De-

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partment may immediately cancel or modify any information sharing agreement with an entity when a person or an officer or employee of that entity discloses confidential information, other than as specified in law or agreement.

5 <u>SECTION 10.</u> This 2025 Act being necessary for the immediate 6 preservation of the public peace, health and safety, an emergency is 7 declared to exist, and this 2025 Act takes effect on its passage.

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