## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1022 Session of 2015

INTRODUCED BY MURT, COHEN AND MILLARD, APRIL 20, 2015

REFERRED TO COMMITTEE ON CHILDREN AND YOUTH, APRIL 20, 2015

## AN ACT

- 1 Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An
- act to consolidate, editorially revise, and codify the public
- welfare laws of the Commonwealth," further providing for
- 4 services by county children and youth offices.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. The act of June 13, 1967 (P.L.31, No.21), known
- 8 as the Public Welfare Code, is amended by adding a section to
- 9 read:
- 10 <u>Section 704.4. Purchase of Service Contracts.--To comply</u>
- 11 with statutory responsibility to provide an array of services,
- 12 county children and youth offices may elect to purchase services
- 13 from private providers. When counties elect to purchase
- 14 prevention, in-home, foster family care, group-home or
- 15 residential or institutional services from private agencies
- 16 through purchase of service, per-diem or program-funded
- 17 agreements, the following provisions apply:
- 18 (1) Contracted rates for purchased services shall cover the
- 19 cost incurred in delivery of such services, providing that these

- 1 costs are deemed reasonable based on provider documentation.
- 2 (2) Purchase-of-service contracts shall include contract
- 3 extension language to provide for continuation of service
- 4 provisions and related payments at the last contracted rate
- 5 until a new contract agreement is signed. The new contracted
- 6 rate is to be retroactive to the beginning of the contracting
- 7 period.
- 8 (3) Purchase-of-service contracts shall include a "timely
- 9 payment" provision, obligating counties to make payment to
- 10 private service providers within ninety days of receipt on an
- 11 accurate invoice for services rendered. Counties failing to make
- 12 timely payment, within ninety days of billing, for private
- 13 agency-delivered, nondisputed services shall be required to pay
- 14 <u>an additional amount of one percent of the outstanding balance</u>
- 15 due to the service provider for each month or portion of each
- 16 month during which an outstanding balance remains due.
- 17 (4) County needs-based plan and implementation budget
- 18 requests may reflect the actual costs of purchased services in
- 19 submissions for requested funding.
- 20 Section 2. This act shall take effect in 60 days.