H.B. No. 4240 By: Harrison

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the effectiveness of state-funded homelessness
3	programs at helping beneficiaries advance toward self-sufficiency.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 2306, Government Code, is amended by
6	adding Section 2306.084 to read as follows:
7	Sec. 2306.084. STATEWIDE HOMELESSNESS SERVICES AUDIT. (a)
8	In 2024 and every second year after that year, the state auditor
9	shall conduct and effectiveness and efficiency audit of all
10	services for the homeless provided by agencies of this state.
11	(b) The cost of the audit shall be paid for using existing
12	resources allocated for the purpose of auditing the agencies
13	identified in subsection (g).
14	(c) Not later than March 1 of the year in which an audit is
15	required under this section, the state auditor shall engage an
16	external auditor to conduct the audit.

- 17 (d) The state auditor shall oversee the external auditor and
- ensure that the audit is conducted in accordance with the 18
- 19 requirements of this section.
- (e) The external auditor shall be independent and not 20
- 21 subject to direction from any state agency subject to evaluation by
- the auditor for purposes of this section. 22
- 23 (f) The audit shall:
- 24 (1) examine all state resources, including but not

1 limited to financial resources, manpower, and infrastructure used 2 in providing services to the homeless; (2) assess the effectiveness of state agencies, 3 programs, and community service providers receiving state funds at 4 5 helping the homeless achieve self-sufficiency, including the 6 following outcomes: 7 (A) the percentage of beneficiaries who secure 8 and maintain housing for which they are the primary payer; 9 (B) the percentage of beneficiaries whose 10 children regularly attend school or other educational programs; (C) the percentage of beneficiaries who 11 12 participate in at least 20 hours per week of paid public or private sector work, including paid apprenticeships; 13 14 (D) the percentage of beneficiaries engaged in 15 occupational or vocational training programs; 16 (E) the percentage of beneficiaries who move from 17 subsidized income to earned income as a primary source of earnings; (F) the percentage of beneficiaries who have 18 19 regular visits with a primary care physician; (G) the percentage of beneficiaries with mental 20 health needs who engage in regular mental health care services; 21 (H) the percentage of beneficiaries with 22 addiction or substance use disorder who engage in regular treatment 23 24 services; and (I) the percentage of beneficiaries without 25

(3) rate each agency, program, and community service

involvement with the criminal justice system.

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1	nrowider reviewed as "uncatisfactory" "satisfactory" or
	provider reviewed as "unsatisfactory," "satisfactory," or
2	"exemplary" based on their effectiveness at achieving the outcomes
3	under subsection (f)(2);
4	(4) make recommendations for:
5	(A) eliminating poorly performing programs;
6	(B) ending contractual or funding relationships
7	with poorly performing community service providers;
8	(C) consolidating duplicative or overlapping
9	services and functions; and
10	(D) reallocating state resources to ensure that
11	the outcomes under subsection (f)(2) are achieved in the most
12	effective and economical manner.
13	(g) The following agencies must be included in the audit:
14	(1) Texas Department of Housing and Community Affairs;
15	(2) Texas Health and Human Services Commission;
16	(3) Texas Department of Family and Protective
17	Services;
18	(4) Texas Education Agency;
19	(5) Texas Workforce Commission;
20	(6) Texas Veterans Commission; and
21	(7) Texas Department of Criminal Justice.
22	(h) The state auditor may select other agencies or programs
23	in addition to those listed in subsection (g) for inclusion in the
24	audit.
25	(i) The external auditor must complete the audit not later
26	than the 90th day after the date the auditor is engaged and present
27	its results and recommendations to the state auditor and the heads

- 1 of the agencies subject to the audit.
- 2 (j) Not later than November 1 of the calendar year in which
- 3 an audit is completed, the state auditor shall prepare and submit a
- 4 report of the audit and recommendations for improvement to the
- 5 governor, the Speaker of the House of Representatives, the
- 6 Lieutenant Governor, and the Legislative Budget Board.
- 7 (k) The full audit and state auditor's report must be
- 8 published to the state auditor's Internet website.
- 9 SECTION 2. This Act takes effect September 1, 2023.