

AN ACT

relating to the contract requirements for a contract between a single source continuum contractor and the Department of Family and Protective Services.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 264.155(a), Family Code, is amended to read as follows:

(a) A contract with a single source continuum contractor to provide community-based care services in a catchment area must include provisions that:

(1) establish a timeline for the implementation of community-based care in the catchment area, including a timeline for implementing:

(A) case management services for children, families, and relative and kinship caregivers receiving services in the catchment area; and

(B) family reunification support services to be provided after a child receiving services from the contractor is returned to the child's family;

(2) establish conditions for the single source continuum contractor's access to relevant department data and require the participation of the contractor in the data access and standards governance council created under Section 264.159;

(3) require the single source continuum contractor to

1 create a single process for the training and use of alternative
2 caregivers for all child-placing agencies in the catchment area to
3 facilitate reciprocity of licenses for alternative caregivers
4 between agencies, including respite and overnight care providers,
5 as those terms are defined by department rule;

6 (4) require the single source continuum contractor to
7 maintain a diverse network of service providers that offer a range
8 of foster capacity options and that can accommodate children from
9 diverse cultural backgrounds;

10 (5) allow the department to conduct a performance
11 review of the contractor beginning 18 months after the contractor
12 has begun providing case management and family reunification
13 support services to all children and families in the catchment area
14 and determine if the contractor has achieved any performance
15 outcomes specified in the contract;

16 (6) following the review under Subdivision (5), allow
17 the department to:

18 (A) impose financial penalties on the contractor
19 for failing to meet any specified performance outcomes; or

20 (B) award financial incentives to the contractor
21 for exceeding any specified performance outcomes;

22 (7) require the contractor to give preference for
23 employment to employees of the department:

24 (A) whose position at the department is impacted
25 by the implementation of community-based care; and

26 (B) who are considered by the department to be
27 employees in good standing;

(8) require the contractor to provide preliminary and ongoing community engagement plans to ensure communication and collaboration with local stakeholders in the catchment area, including any of the following:

- (A) community faith-based entities;
- (B) the judiciary;
- (C) court-appointed special advocates;
- (D) child advocacy centers;
- (E) service providers;
- (F) foster families;
- (G) biological parents;
- (H) foster youth and former foster youth;
- (I) relative or kinship caregivers;
- (J) child welfare boards, if applicable;
- (K) attorneys ad litem;
- (L) attorneys that represent parents involved in suits filed by the department; and

(M) any other stakeholders, as determined by the contractor; ~~and~~

(9) require that the contractor comply with any applicable court order issued by a court of competent jurisdiction in the case of a child for whom the contractor has assumed case management responsibilities or an order imposing a requirement on the department that relates to functions assumed by the contractor; and

(10) require the department to implement formal measures to ensure the contractor is delivering high-quality

1 service, including quality improvement plans, financial
2 interventions, and other appropriate interventions or
3 restrictions.

4 SECTION 2. The change in law made by this Act applies only
5 to a contract entered into or amended, modified, renewed, or
6 extended on or after the effective date of this Act. A contract
7 entered into or amended, modified, renewed, or extended before the
8 effective date of this Act is governed by the law in effect on the
9 date the contract was entered into or amended, modified, renewed,
10 or extended, and the former law is continued in effect for that
11 purpose.

12 SECTION 3. This Act takes effect September 1, 2025.

H.B. No. 4129

President of the Senate

Speaker of the House

I certify that H.B. No. 4129 was passed by the House on April 30, 2025, by the following vote: Yeas 135, Nays 0, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 4129 was passed by the Senate on May 25, 2025, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED: _____

Date

Governor