

1 ommendations to ensure compliance with laws referred to  
2 in subsection (a).

3 **TITLE VIII—SUPPORTING SO-**  
4 **CIAL IMPACT PARTNERSHIPS**  
5 **TO PAY FOR RESULTS**

6 **SEC. 50801. SHORT TITLE.**

7 This subtitle may be cited as the “Social Impact  
8 Partnerships to Pay for Results Act”.

9 **SEC. 50802. SOCIAL IMPACT PARTNERSHIPS TO PAY FOR**  
10 **RESULTS.**

11 Title XX of the Social Security Act (42 U.S.C. 1397  
12 et seq.) is amended—

13 (1) in the title heading, by striking “TO  
14 STATES” and inserting “AND PROGRAMS”; and

15 (2) by adding at the end the following:

16 “Subtitle C—Social Impact Demonstration Projects

17 “PURPOSES

18 “SEC. 2051. The purposes of this subtitle are the fol-  
19 lowing:

20 “(1) To improve the lives of families and indi-  
21 viduals in need in the United States by funding so-  
22 cial programs that achieve real results.

23 “(2) To redirect funds away from programs  
24 that, based on objective data, are ineffective, and

1 into programs that achieve demonstrable, measur-  
2 able results.

3 “(3) To ensure Federal funds are used effec-  
4 tively on social services to produce positive outcomes  
5 for both service recipients and taxpayers.

6 “(4) To establish the use of social impact part-  
7 nerships to address some of our Nation’s most  
8 pressing problems.

9 “(5) To facilitate the creation of public-private  
10 partnerships that bundle philanthropic or other pri-  
11 vate resources with existing public spending to scale  
12 up effective social interventions already being imple-  
13 mented by private organizations, nonprofits, chari-  
14 table organizations, and State and local governments  
15 across the country.

16 “(6) To bring pay-for-performance to the social  
17 sector, allowing the United States to improve the im-  
18 pact and effectiveness of vital social services pro-  
19 grams while redirecting inefficient or duplicative  
20 spending.

21 “(7) To incorporate outcomes measurement and  
22 randomized controlled trials or other rigorous meth-  
23 odologies for assessing program impact.

24 “SOCIAL IMPACT PARTNERSHIP APPLICATION

25 “SEC. 2052. (a) NOTICE.—Not later than 1 year  
26 after the date of the enactment of this subtitle, the Sec-

1 retary of the Treasury, in consultation with the Federal  
2 Interagency Council on Social Impact Partnerships, shall  
3 publish in the Federal Register a request for proposals  
4 from States or local governments for social impact part-  
5 nership projects in accordance with this section.

6       “(b) REQUIRED OUTCOMES FOR SOCIAL IMPACT  
7 PARTNERSHIP PROJECT.—To qualify as a social impact  
8 partnership project under this subtitle, a project must  
9 produce one or more measurable, clearly defined outcomes  
10 that result in social benefit and Federal, State, or local  
11 savings through any of the following:

12           “(1) Increasing work and earnings by individ-  
13 uals in the United States who are unemployed for  
14 more than 6 consecutive months.

15           “(2) Increasing employment and earnings of in-  
16 dividuals who have attained 16 years of age but not  
17 25 years of age.

18           “(3) Increasing employment among individuals  
19 receiving Federal disability benefits.

20           “(4) Reducing the dependence of low-income  
21 families on Federal means-tested benefits.

22           “(5) Improving rates of high school graduation.

23           “(6) Reducing teen and unplanned pregnancies.

1           “(7) Improving birth outcomes and early child-  
2           hood health and development among low-income  
3           families and individuals.

4           “(8) Reducing rates of asthma, diabetes, or  
5           other preventable diseases among low-income fami-  
6           lies and individuals to reduce the utilization of emer-  
7           gency and other high-cost care.

8           “(9) Increasing the proportion of children living  
9           in two-parent families.

10          “(10) Reducing incidences and adverse con-  
11          sequences of child abuse and neglect.

12          “(11) Reducing the number of youth in foster  
13          care by increasing adoptions, permanent guardian-  
14          ship arrangements, reunifications, or placements  
15          with a fit and willing relative, or by avoiding placing  
16          children in foster care by ensuring they can be cared  
17          for safely in their own homes.

18          “(12) Reducing the number of children and  
19          youth in foster care residing in group homes, child  
20          care institutions, agency-operated foster homes, or  
21          other non-family foster homes, unless it is deter-  
22          mined that it is in the interest of the child’s long-  
23          term health, safety, or psychological well-being to  
24          not be placed in a family foster home.

1           “(13) Reducing the number of children return-  
2           ing to foster care.

3           “(14) Reducing recidivism among juvenile of-  
4           fenders, individuals released from prison, or other  
5           high-risk populations.

6           “(15) Reducing the rate of homelessness among  
7           our most vulnerable populations.

8           “(16) Improving the health and well-being of  
9           those with mental, emotional, and behavioral health  
10          needs.

11          “(17) Improving the educational outcomes of  
12          special-needs or low-income children.

13          “(18) Improving the employment and well-being  
14          of returning United States military members.

15          “(19) Increasing the financial stability of low-  
16          income families.

17          “(20) Increasing the independence and employ-  
18          ability of individuals who are physically or mentally  
19          disabled.

20          “(21) Other measurable outcomes defined by  
21          the State or local government that result in positive  
22          social outcomes and Federal savings.

23          “(c) APPLICATION REQUIRED.—The notice described  
24          in subsection (a) shall require a State or local government

1 to submit an application for the social impact partnership  
2 project that addresses the following:

3 “(1) The outcome goals of the project.

4 “(2) A description of each intervention in the  
5 project and anticipated outcomes of the intervention.

6 “(3) Rigorous evidence demonstrating that the  
7 intervention can be expected to produce the desired  
8 outcomes.

9 “(4) The target population that will be served  
10 by the project.

11 “(5) The expected social benefits to participants  
12 who receive the intervention and others who may be  
13 impacted.

14 “(6) Projected Federal, State, and local govern-  
15 ment costs and other costs to conduct the project.

16 “(7) Projected Federal, State, and local govern-  
17 ment savings and other savings, including an esti-  
18 mate of the savings to the Federal Government, on  
19 a program-by-program basis and in the aggregate, if  
20 the project is implemented and the outcomes are  
21 achieved as a result of the intervention.

22 “(8) If savings resulting from the successful  
23 completion of the project are estimated to accrue to  
24 the State or local government, the likelihood of the  
25 State or local government to realize those savings.

1           “(9) A plan for delivering the intervention  
2 through a social impact partnership model.

3           “(10) A description of the expertise of each  
4 service provider that will administer the intervention,  
5 including a summary of the experience of the service  
6 provider in delivering the proposed intervention or a  
7 similar intervention, or demonstrating that the serv-  
8 ice provider has the expertise necessary to deliver  
9 the proposed intervention.

10           “(11) An explanation of the experience of the  
11 State or local government, the intermediary, or the  
12 service provider in raising private and philanthropic  
13 capital to fund social service investments.

14           “(12) The detailed roles and responsibilities of  
15 each entity involved in the project, including any  
16 State or local government entity, intermediary, serv-  
17 ice provider, independent evaluator, investor, or  
18 other stakeholder.

19           “(13) A summary of the experience of the serv-  
20 ice provider in delivering the proposed intervention  
21 or a similar intervention, or a summary dem-  
22 onstrating the service provider has the expertise nec-  
23 essary to deliver the proposed intervention.

24           “(14) A summary of the unmet need in the  
25 area where the intervention will be delivered or

1 among the target population who will receive the  
2 intervention.

3 “(15) The proposed payment terms, the meth-  
4 odology used to calculate outcome payments, the  
5 payment schedule, and performance thresholds.

6 “(16) The project budget.

7 “(17) The project timeline.

8 “(18) The criteria used to determine the eligi-  
9 bility of an individual for the project, including how  
10 selected populations will be identified, how they will  
11 be referred to the project, and how they will be en-  
12 rolled in the project.

13 “(19) The evaluation design.

14 “(20) The metrics that will be used in the eval-  
15 uation to determine whether the outcomes have been  
16 achieved as a result of the intervention and how the  
17 metrics will be measured.

18 “(21) An explanation of how the metrics used  
19 in the evaluation to determine whether the outcomes  
20 achieved as a result of the intervention are inde-  
21 pendent, objective indicators of impact and are not  
22 subject to manipulation by the service provider,  
23 intermediary, or investor.

24 “(22) A summary explaining the independence  
25 of the evaluator from the other entities involved in



1 the project and the evaluator’s experience in con-  
2 ducting rigorous evaluations of program effective-  
3 ness including, where available, well-implemented  
4 randomized controlled trials on the intervention or  
5 similar interventions.

6 “(23) The capacity of the service provider to  
7 deliver the intervention to the number of partici-  
8 pants the State or local government proposes to  
9 serve in the project.

10 “(24) A description of whether and how the  
11 State or local government and service providers plan  
12 to sustain the intervention, if it is timely and appro-  
13 priate to do so, to ensure that successful interven-  
14 tions continue to operate after the period of the so-  
15 cial impact partnership.

16 “(d) PROJECT INTERMEDIARY INFORMATION RE-  
17 QUIRED.—The application described in subsection (c) shall  
18 also contain the following information about any inter-  
19 mediary for the social impact partnership project (whether  
20 an intermediary is a service provider or other entity):

21 “(1) Experience and capacity for providing or  
22 facilitating the provision of the type of intervention  
23 proposed.

24 “(2) The mission and goals.

1           “(3) Information on whether the intermediary  
2 is already working with service providers that pro-  
3 vide this intervention or an explanation of the capac-  
4 ity of the intermediary to begin working with service  
5 providers to provide the intervention.

6           “(4) Experience working in a collaborative envi-  
7 ronment across government and nongovernmental  
8 entities.

9           “(5) Previous experience collaborating with  
10 public or private entities to implement evidence-  
11 based programs.

12           “(6) Ability to raise or provide funding to cover  
13 operating costs (if applicable to the project).

14           “(7) Capacity and infrastructure to track out-  
15 comes and measure results, including—

16                   “(A) capacity to track and analyze pro-  
17 gram performance and assess program impact;  
18 and

19                   “(B) experience with performance-based  
20 awards or performance-based contracting and  
21 achieving project milestones and targets.

22           “(8) Role in delivering the intervention.

23           “(9) How the intermediary would monitor pro-  
24 gram success, including a description of the interim  
25 benchmarks and outcome measures.

1           “(e) FEASIBILITY STUDIES FUNDED THROUGH  
2 OTHER SOURCES.—The notice described in subsection (a)  
3 shall permit a State or local government to submit an ap-  
4 plication for social impact partnership funding that con-  
5 tains information from a feasibility study developed for  
6 purposes other than applying for funding under this sub-  
7 title.

8           “AWARDING SOCIAL IMPACT PARTNERSHIP AGREEMENTS  
9           “SEC. 2053. (a) TIMELINE IN AWARDING AGREE-  
10 MENT.—Not later than 6 months after receiving an appli-  
11 cation in accordance with section 2052, the Secretary, in  
12 consultation with the Federal Interagency Council on So-  
13 cial Impact Partnerships, shall determine whether to enter  
14 into an agreement for a social impact partnership project  
15 with a State or local government.

16           “(b) CONSIDERATIONS IN AWARDING AGREEMENT.—  
17 In determining whether to enter into an agreement for a  
18 social impact partnership project (the application for  
19 which was submitted under section 2052) the Secretary,  
20 in consultation with the Federal Interagency Council on  
21 Social Impact Partnerships and the head of any Federal  
22 agency administering a similar intervention or serving a  
23 population similar to that served by the project, shall con-  
24 sider each of the following:

25                   “(1) The recommendations made by the Com-  
26 mission on Social Impact Partnerships.

1           “(2) The value to the Federal Government of  
2 the outcomes expected to be achieved if the outcomes  
3 specified in the agreement are achieved as a result  
4 of the intervention.

5           “(3) The likelihood, based on evidence provided  
6 in the application and other evidence, that the State  
7 or local government in collaboration with the inter-  
8 mediary and the service providers will achieve the  
9 outcomes.

10           “(4) The savings to the Federal Government if  
11 the outcomes specified in the agreement are achieved  
12 as a result of the intervention.

13           “(5) The savings to the State and local govern-  
14 ments if the outcomes specified in the agreement are  
15 achieved as a result of the intervention.

16           “(6) The expected quality of the evaluation that  
17 would be conducted with respect to the agreement.

18           “(7) The capacity and commitment of the State  
19 or local government to sustain the intervention, if  
20 appropriate and timely and if the intervention is suc-  
21 cessful, beyond the period of the social impact part-  
22 nership.

23           “(c) AGREEMENT AUTHORITY.—

24           “(1) AGREEMENT REQUIREMENTS.—In accord-  
25 ance with this section, the Secretary, in consultation

1 with the Federal Interagency Council on Social Im-  
2 pact Partnerships and the head of any Federal agen-  
3 cy administering a similar intervention or serving a  
4 population similar to that served by the project, may  
5 enter into an agreement for a social impact partner-  
6 ship project with a State or local government if the  
7 Secretary, in consultation with the Federal Inter-  
8 agency Council on Social Impact Partnerships, de-  
9 termines that each of the following requirements are  
10 met:

11 “(A) The State or local government agrees  
12 to achieve one or more outcomes as a result of  
13 the intervention, as specified in the agreement  
14 and validated by independent evaluation, in  
15 order to receive payment.

16 “(B) The Federal payment to the State or  
17 local government for each specified outcome  
18 achieved as a result of the intervention is less  
19 than or equal to the value of the outcome to the  
20 Federal Government over a period not to exceed  
21 10 years, as determined by the Secretary, in  
22 consultation with the State or local government.

23 “(C) The duration of the project does not  
24 exceed 10 years.

1           “(D) The State or local government has  
2           demonstrated, through the application sub-  
3           mitted under section 2052, that, based on prior  
4           rigorous experimental evaluations or rigorous  
5           quasi-experimental studies, the intervention can  
6           be expected to achieve each outcome specified in  
7           the agreement.

8           “(E) The State, local government, inter-  
9           mediary, or service provider has experience rais-  
10          ing private or philanthropic capital to fund so-  
11          cial service investments (if applicable to the  
12          project).

13          “(F) The State or local government has  
14          shown that each service provider has experience  
15          delivering the intervention, a similar interven-  
16          tion, or has otherwise demonstrated the exper-  
17          tise necessary to deliver the intervention.

18          “(2) PAYMENT.—The Secretary shall pay the  
19          State or local government only if the independent  
20          evaluator described in section 2055 determines that  
21          the social impact partnership project has met the re-  
22          quirements specified in the agreement and achieved  
23          an outcome as a result of the intervention, as speci-  
24          fied in the agreement and validated by independent  
25          evaluation.

1       “(d) NOTICE OF AGREEMENT AWARD.—Not later  
2 than 30 days after entering into an agreement under this  
3 section the Secretary shall publish a notice in the Federal  
4 Register that includes, with regard to the agreement, the  
5 following:

6           “(1) The outcome goals of the social impact  
7 partnership project.

8           “(2) A description of each intervention in the  
9 project.

10          “(3) The target population that will be served  
11 by the project.

12          “(4) The expected social benefits to participants  
13 who receive the intervention and others who may be  
14 impacted.

15          “(5) The detailed roles, responsibilities, and  
16 purposes of each Federal, State, or local government  
17 entity, intermediary, service provider, independent  
18 evaluator, investor, or other stakeholder.

19          “(6) The payment terms, the methodology used  
20 to calculate outcome payments, the payment sched-  
21 ule, and performance thresholds.

22          “(7) The project budget.

23          “(8) The project timeline.

24          “(9) The project eligibility criteria.

25          “(10) The evaluation design.

1           “(11) The metrics that will be used in the eval-  
2           uation to determine whether the outcomes have been  
3           achieved as a result of each intervention and how  
4           these metrics will be measured.

5           “(12) The estimate of the savings to the Fed-  
6           eral, State, and local government, on a program-by-  
7           program basis and in the aggregate, if the agree-  
8           ment is entered into and implemented and the out-  
9           comes are achieved as a result of each intervention.

10          “(e) AUTHORITY TO TRANSFER ADMINISTRATION OF  
11          AGREEMENT.—The Secretary may transfer to the head of  
12          another Federal agency the authority to administer (in-  
13          cluding making payments under) an agreement entered  
14          into under subsection (c), and any funds necessary to do  
15          so.

16          “(f) REQUIREMENT ON FUNDING USED TO BENEFIT  
17          CHILDREN.—Not less than 50 percent of all Federal pay-  
18          ments made to carry out agreements under this section  
19          shall be used for initiatives that directly benefit children.

20                                  “FEASIBILITY STUDY FUNDING

21          “SEC. 2054. (a) REQUESTS FOR FUNDING FOR FEA-  
22          SIBILITY STUDIES.—The Secretary shall reserve a portion  
23          of the amount made available to carry out this subtitle  
24          to assist States or local governments in developing feasi-  
25          bility studies to apply for social impact partnership fund-  
26          ing under section 2052. To be eligible to receive funding



1 to assist with completing a feasibility study, a State or  
2 local government shall submit an application for feasibility  
3 study funding addressing the following:

4           “(1) A description of the outcome goals of the  
5 social impact partnership project.

6           “(2) A description of the intervention, including  
7 anticipated program design, target population, an  
8 estimate regarding the number of individuals to be  
9 served, and setting for the intervention.

10           “(3) Evidence to support the likelihood that the  
11 intervention will produce the desired outcomes.

12           “(4) A description of the potential metrics to be  
13 used.

14           “(5) The expected social benefits to participants  
15 who receive the intervention and others who may be  
16 impacted.

17           “(6) Estimated costs to conduct the project.

18           “(7) Estimates of Federal, State, and local gov-  
19 ernment savings and other savings if the project is  
20 implemented and the outcomes are achieved as a re-  
21 sult of each intervention.

22           “(8) An estimated timeline for implementation  
23 and completion of the project, which shall not exceed  
24 10 years.

1           “(9) With respect to a project for which the  
2 State or local government selects an intermediary to  
3 operate the project, any partnerships needed to suc-  
4 cessfully execute the project and the ability of the  
5 intermediary to foster the partnerships.

6           “(10) The expected resources needed to com-  
7 plete the feasibility study for the State or local gov-  
8 ernment to apply for social impact partnership fund-  
9 ing under section 2052.

10          “(b) FEDERAL SELECTION OF APPLICATIONS FOR  
11 FEASIBILITY STUDY.—Not later than 6 months after re-  
12 ceiving an application for feasibility study funding under  
13 subsection (a), the Secretary, in consultation with the  
14 Federal Interagency Council on Social Impact Partner-  
15 ships and the head of any Federal agency administering  
16 a similar intervention or serving a population similar to  
17 that served by the project, shall select State or local gov-  
18 ernment feasibility study proposals for funding based on  
19 the following:

20           “(1) The recommendations made by the Com-  
21 mission on Social Impact Partnerships.

22           “(2) The likelihood that the proposal will  
23 achieve the desired outcomes.

24           “(3) The value of the outcomes expected to be  
25 achieved as a result of each intervention.

1           “(4) The potential savings to the Federal Gov-  
2           ernment if the social impact partnership project is  
3           successful.

4           “(5) The potential savings to the State and  
5           local governments if the project is successful.

6           “(c) PUBLIC DISCLOSURE.—Not later than 30 days  
7           after selecting a State or local government for feasibility  
8           study funding under this section, the Secretary shall cause  
9           to be published on the website of the Federal Interagency  
10          Council on Social Impact Partnerships information ex-  
11          plaining why a State or local government was granted fea-  
12          sibility study funding.

13          “(d) FUNDING RESTRICTION.—

14                 “(1) FEASIBILITY STUDY RESTRICTION.—The  
15                 Secretary may not provide feasibility study funding  
16                 under this section for more than 50 percent of the  
17                 estimated total cost of the feasibility study reported  
18                 in the State or local government application sub-  
19                 mitted under subsection (a).

20                 “(2) AGGREGATE RESTRICTION.—Of the total  
21                 amount made available to carry out this subtitle, the  
22                 Secretary may not use more than \$10,000,000 to  
23                 provide feasibility study funding to States or local  
24                 governments under this section.

1           “(3) NO GUARANTEE OF FUNDING.—The Sec-  
2       retary shall have the option to award no funding  
3       under this section.

4       “(e) SUBMISSION OF FEASIBILITY STUDY RE-  
5       QUIRED.—Not later than 9 months after the receipt of  
6       feasibility study funding under this section, a State or  
7       local government receiving the funding shall complete the  
8       feasibility study and submit the study to the Federal  
9       Interagency Council on Social Impact Partnerships.

10       “(f) DELEGATION OF AUTHORITY.—The Secretary  
11       may transfer to the head of another Federal agency the  
12       authorities provided in this section and any funds nec-  
13       essary to exercise the authorities.

14                                       “EVALUATIONS

15       “SEC. 2055. (a) AUTHORITY TO ENTER INTO  
16       AGREEMENTS.—For each State or local government  
17       awarded a social impact partnership project approved by  
18       the Secretary under this subtitle, the head of the relevant  
19       agency, as recommended by the Federal Interagency  
20       Council on Social Impact Partnerships and determined by  
21       the Secretary, shall enter into an agreement with the State  
22       or local government to pay for all or part of the inde-  
23       pendent evaluation to determine whether the State or local  
24       government project has achieved a specific outcome as a  
25       result of the intervention in order for the State or local

1 government to receive outcome payments under this sub-  
2 title.

3 “(b) EVALUATOR QUALIFICATIONS.—The head of the  
4 relevant agency may not enter into an agreement with a  
5 State or local government unless the head determines that  
6 the evaluator is independent of the other parties to the  
7 agreement and has demonstrated substantial experience in  
8 conducting rigorous evaluations of program effectiveness  
9 including, where available and appropriate, well-imple-  
10 mented randomized controlled trials on the intervention or  
11 similar interventions.

12 “(c) METHODOLOGIES TO BE USED.—The evaluation  
13 used to determine whether a State or local government  
14 will receive outcome payments under this subtitle shall use  
15 experimental designs using random assignment or other  
16 reliable, evidence-based research methodologies, as cer-  
17 tified by the Federal Interagency Council on Social Impact  
18 Partnerships, that allow for the strongest possible causal  
19 inferences when random assignment is not feasible.

20 “(d) PROGRESS REPORT.—

21 “(1) SUBMISSION OF REPORT.—The inde-  
22 pendent evaluator shall—

23 “(A) not later than 2 years after a project  
24 has been approved by the Secretary and bian-  
25 nually thereafter until the project is concluded,

1 submit to the head of the relevant agency and  
2 the Federal Interagency Council on Social Im-  
3 pact Partnerships a written report summarizing  
4 the progress that has been made in achieving  
5 each outcome specified in the agreement; and

6 “(B) before the scheduled time of the first  
7 outcome payment and before the scheduled time  
8 of each subsequent payment, submit to the  
9 head of the relevant agency and the Federal  
10 Interagency Council on Social Impact Partner-  
11 ships a written report that includes the results  
12 of the evaluation conducted to determine wheth-  
13 er an outcome payment should be made along  
14 with information on the unique factors that  
15 contributed to achieving or failing to achieve  
16 the outcome, the challenges faced in attempting  
17 to achieve the outcome, and information on the  
18 improved future delivery of this or similar inter-  
19 ventions.

20 “(2) SUBMISSION TO THE SECRETARY AND  
21 CONGRESS.—Not later than 30 days after receipt of  
22 the written report pursuant to paragraph (1)(B), the  
23 Federal Interagency Council on Social Impact Part-  
24 nerships shall submit the report to the Secretary

1 and each committee of jurisdiction in the House of  
2 Representatives and the Senate.

3 “(e) FINAL REPORT.—

4 “(1) SUBMISSION OF REPORT.—Within 6  
5 months after the social impact partnership project is  
6 completed, the independent evaluator shall—

7 “(A) evaluate the effects of the activities  
8 undertaken pursuant to the agreement with re-  
9 gard to each outcome specified in the agree-  
10 ment; and

11 “(B) submit to the head of the relevant  
12 agency and the Federal Interagency Council on  
13 Social Impact Partnerships a written report  
14 that includes the results of the evaluation and  
15 the conclusion of the evaluator as to whether  
16 the State or local government has fulfilled each  
17 obligation of the agreement, along with infor-  
18 mation on the unique factors that contributed  
19 to the success or failure of the project, the chal-  
20 lenges faced in attempting to achieve the out-  
21 come, and information on the improved future  
22 delivery of this or similar interventions.

23 “(2) SUBMISSION TO THE SECRETARY AND  
24 CONGRESS.—Not later than 30 days after receipt of  
25 the written report pursuant to paragraph (1)(B), the

1 Federal Interagency Council on Social Impact Part-  
2 nerships shall submit the report to the Secretary  
3 and each committee of jurisdiction in the House of  
4 Representatives and the Senate.

5 “(f) LIMITATION ON COST OF EVALUATIONS.—Of  
6 the amount made available under this subtitle for social  
7 impact partnership projects, the Secretary may not obli-  
8 gate more than 15 percent to evaluate the implementation  
9 and outcomes of the projects.

10 “(g) DELEGATION OF AUTHORITY.—The Secretary  
11 may transfer to the head of another Federal agency the  
12 authorities provided in this section and any funds nec-  
13 essary to exercise the authorities.

14 “FEDERAL INTERAGENCY COUNCIL ON SOCIAL IMPACT  
15 PARTNERSHIPS

16 “SEC. 2056. (a) ESTABLISHMENT.—There is estab-  
17 lished the Federal Interagency Council on Social Impact  
18 Partnerships (in this section referred to as the ‘Council’)  
19 to—

20 “(1) coordinate with the Secretary on the ef-  
21 forts of social impact partnership projects funded  
22 under this subtitle;

23 “(2) advise and assist the Secretary in the de-  
24 velopment and implementation of the projects;

25 “(3) advise the Secretary on specific pro-  
26 grammatic and policy matter related to the projects;



1           “(4) provide subject-matter expertise to the  
2           Secretary with regard to the projects;

3           “(5) certify to the Secretary that each State or  
4           local government that has entered into an agreement  
5           with the Secretary for a social impact partnership  
6           project under this subtitle and each evaluator se-  
7           lected by the head of the relevant agency under sec-  
8           tion 2055 has access to Federal administrative data  
9           to assist the State or local government and the eval-  
10          uator in evaluating the performance and outcomes of  
11          the project;

12          “(6) address issues that will influence the fu-  
13          ture of social impact partnership projects in the  
14          United States;

15          “(7) provide guidance to the executive branch  
16          on the future of social impact partnership projects  
17          in the United States;

18          “(8) prior to approval by the Secretary, certify  
19          that each State and local government application for  
20          a social impact partnership contains rigorous, inde-  
21          pendent data and reliable, evidence-based research  
22          methodologies to support the conclusion that the  
23          project will yield savings to the State or local gov-  
24          ernment or the Federal Government if the project  
25          outcomes are achieved;

1           “(9) certify to the Secretary, in the case of each  
2 approved social impact partnership that is expected  
3 to yield savings to the Federal Government, that the  
4 project will yield a projected savings to the Federal  
5 Government if the project outcomes are achieved,  
6 and coordinate with the relevant Federal agency to  
7 produce an after-action accounting once the project  
8 is complete to determine the actual Federal savings  
9 realized, and the extent to which actual savings  
10 aligned with projected savings; and

11           “(10) provide periodic reports to the Secretary  
12 and make available reports periodically to Congress  
13 and the public on the implementation of this sub-  
14 title.

15           “(b) COMPOSITION OF COUNCIL.—The Council shall  
16 have 11 members, as follows:

17           “(1) CHAIR.—The Chair of the Council shall be  
18 the Director of the Office of Management and Budg-  
19 et.

20           “(2) OTHER MEMBERS.—The head of each of  
21 the following entities shall designate one officer or  
22 employee of the entity to be a Council member:

23           “(A) The Department of Labor.

24           “(B) The Department of Health and  
25 Human Services.

1 “(C) The Social Security Administration.

2 “(D) The Department of Agriculture.

3 “(E) The Department of Justice.

4 “(F) The Department of Housing and  
5 Urban Development.

6 “(G) The Department of Education.

7 “(H) The Department of Veterans Affairs.

8 “(I) The Department of the Treasury.

9 “(J) The Corporation for National and  
10 Community Service.

11 “COMMISSION ON SOCIAL IMPACT PARTNERSHIPS

12 “SEC. 2057. (a) ESTABLISHMENT.—There is estab-  
13 lished the Commission on Social Impact Partnerships (in  
14 this section referred to as the ‘Commission’).

15 “(b) DUTIES.—The duties of the Commission shall  
16 be to—

17 “(1) assist the Secretary and the Federal Inter-  
18 agency Council on Social Impact Partnerships in re-  
19 viewing applications for funding under this subtitle;

20 “(2) make recommendations to the Secretary  
21 and the Federal Interagency Council on Social Im-  
22 pact Partnerships regarding the funding of social  
23 impact partnership agreements and feasibility stud-  
24 ies; and

1           “(3) provide other assistance and information  
2           as requested by the Secretary or the Federal Inter-  
3           agency Council on Social Impact Partnerships.

4           “(c) COMPOSITION.—The Commission shall be com-  
5           posed of nine members, of whom—

6           “(1) one shall be appointed by the President,  
7           who will serve as the Chair of the Commission;

8           “(2) one shall be appointed by the Majority  
9           Leader of the Senate;

10           “(3) one shall be appointed by the Minority  
11           Leader of the Senate;

12           “(4) one shall be appointed by the Speaker of  
13           the House of Representatives;

14           “(5) one shall be appointed by the Minority  
15           Leader of the House of Representatives;

16           “(6) one shall be appointed by the Chairman of  
17           the Committee on Finance of the Senate;

18           “(7) one shall be appointed by the ranking  
19           member of the Committee on Finance of the Senate;

20           “(8) one member shall be appointed by the  
21           Chairman of the Committee on Ways and Means of  
22           the House of Representatives; and

23           “(9) one shall be appointed by the ranking  
24           member of the Committee on Ways and Means of  
25           the House of Representatives.

1           “(d) QUALIFICATIONS OF COMMISSION MEMBERS.—

2 The members of the Commission shall—

3           “(1) be experienced in finance, economics, pay  
4 for performance, or program evaluation;

5           “(2) have relevant professional or personal ex-  
6 perience in a field related to one or more of the out-  
7 comes listed in this subtitle; or

8           “(3) be qualified to review applications for so-  
9 cial impact partnership projects to determine wheth-  
10 er the proposed metrics and evaluation methodolo-  
11 gies are appropriately rigorous and reliant upon  
12 independent data and evidence-based research.

13           “(e) TIMING OF APPOINTMENTS.—The appointments  
14 of the members of the Commission shall be made not later  
15 than 120 days after the date of the enactment of this sub-  
16 title, or, in the event of a vacancy, not later than 90 days  
17 after the date the vacancy arises. If a member of Congress  
18 fails to appoint a member by that date, the President may  
19 select a member of the President’s choice on behalf of the  
20 member of Congress. Notwithstanding the preceding sen-  
21 tence, if not all appointments have been made to the Com-  
22 mission as of that date, the Commission may operate with  
23 no fewer than five members until all appointments have  
24 been made.

25           “(f) TERM OF APPOINTMENTS.—

1           “(1) IN GENERAL.—The members appointed  
2 under subsection (c) shall serve as follows:

3           “(A) Three members shall serve for 2  
4 years.

5           “(B) Three members shall serve for 3  
6 years.

7           “(C) Three members (one of which shall be  
8 Chair of the Commission appointed by the  
9 President) shall serve for 4 years.

10          “(2) ASSIGNMENT OF TERMS.—The Commis-  
11 sion shall designate the term length that each mem-  
12 ber appointed under subsection (c) shall serve by  
13 unanimous agreement. In the event that unanimous  
14 agreement cannot be reached, term lengths shall be  
15 assigned to the members by a random process.

16          “(g) VACANCIES.—Subject to subsection (e), in the  
17 event of a vacancy in the Commission, whether due to the  
18 resignation of a member, the expiration of a member’s  
19 term, or any other reason, the vacancy shall be filled in  
20 the manner in which the original appointment was made  
21 and shall not affect the powers of the Commission.

22          “(h) APPOINTMENT POWER.—Members of the Com-  
23 mission appointed under subsection (c) shall not be sub-  
24 ject to confirmation by the Senate.

1                   “LIMITATION ON USE OF FUNDS

2           “SEC. 2058. Of the amounts made available to carry  
3 out this subtitle, the Secretary may not use more than  
4 \$2,000,000 in any fiscal year to support the review, ap-  
5 proval, and oversight of social impact partnership projects,  
6 including activities conducted by—

7                   “(1) the Federal Interagency Council on Social  
8           Impact Partnerships; and

9                   “(2) any other agency consulted by the Sec-  
10          retary before approving a social impact partnership  
11          project or a feasibility study under section 2054.

12                   “NO FEDERAL FUNDING FOR CREDIT ENHANCEMENTS

13           “SEC. 2059. No amount made available to carry out  
14 this subtitle may be used to provide any insurance, guar-  
15 antee, or other credit enhancement to a State or local gov-  
16 ernment under which a Federal payment would be made  
17 to a State or local government as the result of a State  
18 or local government failing to achieve an outcome specified  
19 in an agreement.

20                   “AVAILABILITY OF FUNDS

21           “SEC. 2060. Amounts made available to carry out  
22 this subtitle shall remain available until 10 years after the  
23 date of the enactment of this subtitle.

1 “WEBSITE

2 “SEC. 2061. The Federal Interagency Council on So-  
3 cial Impact Partnerships shall establish and maintain a  
4 public website that shall display the following:

5 “(1) A copy of, or method of accessing, each  
6 notice published regarding a social impact partner-  
7 ship project pursuant to this subtitle.

8 “(2) A copy of each feasibility study funded  
9 under this subtitle.

10 “(3) For each State or local government that  
11 has entered into an agreement with the Secretary  
12 for a social impact partnership project, the website  
13 shall contain the following information:

14 “(A) The outcome goals of the project.

15 “(B) A description of each intervention in  
16 the project.

17 “(C) The target population that will be  
18 served by the project.

19 “(D) The expected social benefits to par-  
20 ticipants who receive the intervention and oth-  
21 ers who may be impacted.

22 “(E) The detailed roles, responsibilities,  
23 and purposes of each Federal, State, or local  
24 government entity, intermediary, service pro-



1 vider, independent evaluator, investor, or other  
2 stakeholder.

3 “(F) The payment terms, methodology  
4 used to calculate outcome payments, the pay-  
5 ment schedule, and performance thresholds.

6 “(G) The project budget.

7 “(H) The project timeline.

8 “(I) The project eligibility criteria.

9 “(J) The evaluation design.

10 “(K) The metrics used to determine wheth-  
11 er the proposed outcomes have been achieved  
12 and how these metrics are measured.

13 “(4) A copy of the progress reports and the  
14 final reports relating to each social impact partner-  
15 ship project.

16 “(5) An estimate of the savings to the Federal,  
17 State, and local government, on a program-by-pro-  
18 gram basis and in the aggregate, resulting from the  
19 successful completion of the social impact partner-  
20 ship project.

21 “REGULATIONS

22 “SEC. 2062. The Secretary, in consultation with the  
23 Federal Interagency Council on Social Impact Partner-  
24 ships, may issue regulations as necessary to carry out this  
25 subtitle.

1 “DEFINITIONS

2 “SEC. 2063. In this subtitle:

3 “(1) AGENCY.—The term ‘agency’ has the  
4 meaning given that term in section 551 of title 5,  
5 United States Code.

6 “(2) INTERVENTION.—The term ‘intervention’  
7 means a specific service delivered to achieve an im-  
8 pact through a social impact partnership project.

9 “(3) SECRETARY.—The term ‘Secretary’ means  
10 the Secretary of the Treasury.

11 “(4) SOCIAL IMPACT PARTNERSHIP PROJECT.—  
12 The term ‘social impact partnership project’ means  
13 a project that finances social services using a social  
14 impact partnership model.

15 “(5) SOCIAL IMPACT PARTNERSHIP MODEL.—  
16 The term ‘social impact partnership model’ means a  
17 method of financing social services in which—

18 “(A) Federal funds are awarded to a State  
19 or local government only if a State or local gov-  
20 ernment achieves certain outcomes agreed on by  
21 the State or local government and the Sec-  
22 retary; and

23 “(B) the State or local government coordi-  
24 nates with service providers, investors (if appli-

1 cable to the project), and (if necessary) an  
 2 intermediary to identify—

3 “(i) an intervention expected to  
 4 produce the outcome;

5 “(ii) a service provider to deliver the  
 6 intervention to the target population; and

7 “(iii) investors to fund the delivery of  
 8 the intervention.

9 “(6) STATE.—The term ‘State’ means each  
 10 State of the United States, the District of Columbia,  
 11 each commonwealth, territory or possession of the  
 12 United States, and each federally recognized Indian  
 13 tribe.

14 “FUNDING

15 “SEC. 2064. Out of any money in the Treasury of  
 16 the United States not otherwise appropriated, there is  
 17 hereby appropriated \$100,000,000 for fiscal year 2018 to  
 18 carry out this subtitle.”

19 **TITLE IX—PUBLIC HEALTH**  
 20 **PROGRAMS**

21 **SEC. 50901. EXTENSION FOR COMMUNITY HEALTH CEN-**  
 22 **TERS, THE NATIONAL HEALTH SERVICE**  
 23 **CORPS, AND TEACHING HEALTH CENTERS**  
 24 **THAT OPERATE GME PROGRAMS.**

25 (a) COMMUNITY HEALTH CENTERS FUNDING.—Sec-  
 26 tion 10503(b)(1)(F) of the Patient Protection and Afford-