



Performance-Based Contracting: Residential Pay-for-Performance Details Now Available

ODP Announcement 24-103

AUDIENCE:

Residential Providers

All other interested parties

PURPOSE:

The purpose of this announcement is to provide details about the Residential Performance-Based Contracting (PBC) Pay-for-Performance (P4P) initiatives.

DISCUSSION:

Residential Habilitation, Life Sharing, and Supported Living providers rendering services funded through the Consolidated and Community Living Waivers assigned to the Primary, Select, or Clinically Enhanced tier as part of the Department's implementation of PBC will be eligible to receive P4P supplemental payments.

P4P supplemental payments will be available to providers that meet or exceed performance targets in the following areas:

- **Direct Support Professional and Frontline Supervisor Staff Credentialing**
- **Technology**
- **Competitive Integrated Employment (CIE)**



P4P initiatives are structured into “milestone” payments and are designed to support the implementation of PBC by providing initial funds to invest in planning and assist providers to build capacity in the identified areas.

In addition, the Office of Developmental Programs (ODP) will work with Administrative Entities and other stakeholders to identify and address gaps in access that may create barriers for individuals and families residing in rural areas to residential services through a **Rural Provider Capacity Building** P4P initiative. Details pertaining to Rural Provider Capacity Building P4P will be announced prior to the FY26-27 contract period.

As previously announced, ODP will continue the **Transition of Individuals to Life Sharing or Supported Living Services P4P initiative**, which is detailed in [ODP Announcement 22-068: Transition to Independent Living Payments](#). All residential habilitation providers assigned to a Primary, Select, or Clinically Enhanced tier remain eligible for these payments.

Attached to this announcement, are the criteria and timelines associated with P4P payments for Staff Credentialing, Technology, and CIE.

QUESTIONS:

Please direct any questions about this announcement to ra-pwodppbc@pa.gov.

ATTACHMENT:

- *Residential Performance-Based Contracting – Pay-for-Performance (P4P) FY24-26*