

CORRECTED

75th OREGON LEGISLATIVE ASSEMBLY – 2009 Regular Session
STAFF MEASURE SUMMARY

MEASURE: SB 456-B

Joint Committee on Ways and Means

Carrier – House: Rep. Jenson
Carrier – Senate: Sen. Carter

Revenue: No revenue impact

Fiscal: No fiscal impact

Action: Do pas with Amendments to the A-Eng Bill (Printed B-Eng)

Vote:

House

Yeas: Buckley, C. Edwards, D. Edwards, Galizio, Garrard, Gilman, Jenson, Kotek, Nathanson, Richardson, G.Smith

Nays: Shields

Exc:

Senate

Yeas: Bates, Carter, Girod, Johnson, Monroe, Nelson, Verger, Walker, Whitsett, Winters

Nays:

Exc:

Prepared By: Susie Jordan, Legislative Fiscal Office

Meeting Date: 6/23, 6/24

WHAT THE MEASURE DOES: Provides the Oregon Medical Insurance Pool Board (OMIP) authority to extend the three-year medical services contract by a period not to exceed 24 months and negotiate rates.

ISSUES DISCUSSED:

- Transition requirements under HB 2009
- Need for flexibility to shape the medical services contract incorporating reforms

EFFECT OF COMMITTEE AMENDMENT: Replaces language

BACKGROUND: Current law requires the Oregon Medical Insurance Pool (OMIP) Board to invite bids of insurers at least one year prior to the expiration of each three-year period of service by an administering insurer. The current medical services contract will expire February 1, 2011. In order to comply with current law, OMIP must publish the request for bids by February 1, 2010 and make a decision for a new contractor by July 1, 2010. Extending the current contract provides flexibility to prevent being locked into a contract that would run through 2014 that does not incorporate reinsurance standards, value based benefits, quality, or data elements that will be determined in the Health Fund Board report required under House Bill 2009.