

Senate Bill 216

Sponsored by Senator BATES (Pre-session filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Requires Oregon Health Authority to increase capitation rates paid to prepaid managed care health services organizations if changes in medical assistance benefits increase overall cost to organizations by one percent or more.

A BILL FOR AN ACT

1
2 Relating to medical assistance.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Section 2 of this 2011 Act is added to and made a part of ORS chapter 414.**

5 **SECTION 2. (1) The Oregon Health Authority shall increase the capitation rates that the**
6 **authority pays to prepaid managed care health services organizations at any point in time**
7 **when the cumulative increase in the overall cost to the organizations due to changes de-**
8 **scribed in ORS 414.065 increases by one percent or more.**

9 **(2) The authority shall calculate the cumulative increase in the overall cost of medical**
10 **assistance benefit changes using an actuarially sound method. The authority shall make the**
11 **calculation publicly available.**

12 **(3) The percentage increase in capitation rates paid to organizations in accordance with**
13 **this section must be equal to or greater than the percentage increase in the overall cost to**
14 **the organizations.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.