

TO: Chair Chris Garrett, Vice-Chairs Hoyle and Hicks, Members of the Committee  
DATE: May 13, 2013  
SUBJECT: HB 3309

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Dear Committee Members:

We respectfully request that you *oppose* HB 3309 and choose to not advance it for a work session and subsequent floor vote. We ask this as providers, advocates, Coordinated Care Organizations (CCOs), community partners and consumers who are committed to transforming Oregon's health care system to a patient-centered and community focused delivery of health care. We have all participated in transformation and the development of the CCOs. We are committed to continuing our involvement. HB 3309 gives us great pause as we contemplate the risks associated with robust participation.

HB 3309 usurps local control and decision making, which is the foundation for CCO operation and success. CCOs were created under the mantra of "local solutions for local issues." CCOs have their own bylaws that outline how the board should resolve its differences.

HB 3309 does not just allow the removal of a CCO board member by two-thirds of fellow board members, but it also reduces the reimbursement rate to the entity represented by the removed board member to 58% of Medicare. The terminated entity would be barred from contracting with that CCO for five years. This proposed penalty has some current board members of CCO's reviewing the risks associated with board membership. If Board members drop off the CCO Boards and only continue their service contract with the CCO, it could limit the ability of the CCO board to fully represent the local community and put them in violation of ORS 414.625 (2)(o) which is required for certification of a CCO.

HB 3309 was introduced as a legislative response to a local conflict but is written as a statewide remedy for one local issue. This bill is a bad solution for a situation that already has remedies.

**Collectively, we urge you to not move forward HB 3309**

Columbia Pacific CCO  
Eastern Oregon CCO  
Health Share of Oregon  
Jackson Care Connect  
PacificSource Community Solutions CCO  
AARP Oregon  
Association of Community Mental Health  
Programs  
Care Oregon  
Central Oregon Health Council  
Columbia Gorge Health Council  
GOBHI  
ODS  
Oregon Association of Hospitals and  
Health Systems  
OSPIRG

Oregon Prevention Education and Recovery  
Association  
Oregon Primary Care Association  
Oregon Law Center  
Oregon Residential Providers Association  
PacificSource Health Plans  
David Komeiji  
Adventist Health  
Adventist Medical Center  
Asante  
Asante Rogue Regional Medical Center  
Asante Three Rivers Medical Center  
Ashland Community Hospital  
Bay Area Hospital  
Blue Mountain Hospital  
Cedar Hills Hospital

Columbia Memorial Hospital  
Coquille Valley Hospital  
Curry General Hospital  
Good Samaritan Regional Medical Center  
Good Shepherd Medical Center  
Grande Ronde Hospital  
Harney District Hospital  
Kaiser Permanente Northwest  
Kaiser Sunnyside Medical Center  
Kaiser Westside Medical Center  
Lake District Hospital  
Legacy Emanuel Medical Center  
Legacy Good Samaritan Medical Center  
Legacy Health  
Legacy Meridian Park Medical Center  
Legacy Mount Hood Medical Center  
Lower Umpqua Hospital  
McKenzie-Willamette Medical Center  
Mercy Medical Center  
Mid-Columbia Medical Center  
PeaceHealth  
PeaceHealth Cottage Grove Community  
Hospital  
PeaceHealth Peace Harbor Hospital  
PeaceHealth Sacred Heart Medical Center  
Riverbend  
PeaceHealth Sacred Heart Medical Center  
University  
Pioneer Memorial Hospital - Heppner  
Pioneer Memorial Hospital - Prineville  
Providence Health & Services  
Providence Hood River Memorial Hospital  
Providence Medford Medical Center  
Providence Milwaukie Hospital  
Providence Newberg Medical Center  
Providence Portland Medical Center  
Providence Seaside Hospital  
Providence St. Vincent Medical Center  
Providence Willamette Falls Medical Center  
Saint Alphonsus Medical Center - Baker City  
Saint Alphonsus Medical Center - Ontario  
Salem Health  
Samaritan Albany General Hospital  
Samaritan Health Services

Samaritan Lebanon Community Hospital  
Samaritan North Lincoln Hospital  
Samaritan Pacific Communities Hospital  
Santiam Memorial Hospital  
Shriners Hospital - Portland  
Silverton Health  
Sky Lakes Medical Center  
Southern coos Hospital & Health Center  
St. Anthony Hospital  
St. Charles Health System  
St. Charles Madras  
St. Charles Medical Center - Bend  
St. Charles Medical Center - Redmond  
Tillamook County General Hospital  
Tuality Healthcare  
Vibra Specialty Hospital  
Wallowa Memorial Hospital  
West Valley Hospital  
Willamette Valley Medical Center