77th OREGON LEGISLATIVE ASSEMBLY – 2013 Regular Session **MEASURE: SB 373 A CARRIER:**

STAFF MEASURE SUMMARY

Senate Committee on Health Care & Human Services

REVENUE: No revenue impact FISCAL: Fiscal statement issued

Action: Without Recommendation as to Passage, but with Amendments and Be Printed Engrossed and

Be Referred to the Committee on Ways and Means

Vote:

Knopp, Kruse, Shields, Steiner Hayward, Monnes Anderson Yeas:

Nays: Exc.:

Prepared By: Sandy Thiele-Cirka, Administrator

Meeting Dates: 4/16, 4/18

WHAT THE MEASURE DOES: Requires coordinated care organization (CCO) provide oral health care through contracts with dental care organizations (DCOs), unless no dental care organization provides care in geographic area served by CCO. Prohibits CCO from developing DCO until CCO has contracted with all local DCOs or there is mutual agreement between DCO and CCO that they will not sign contract until July 1, 2017. Allows two or more DCOs to form limited liability corporation.

ISSUES DISCUSSED:

- DCOs current timeline with CCOs
- Current agreement outlined in -5 amendments
- Concerns with developing contract agreements
- Proposed amendments
- Importance of consensus
- Workgroup to meet

EFFECT OF COMMITTEE AMENDMENT: Prohibits coordinated care organization (CCO) from developing dental care organization (DCO) until CCO has contracted with all local DCOs or there is mutual agreement between DCO and CCO that they will not sign contract until July 1, 2017. Allows two or more DCOs to form limited liability corporation.

BACKGROUND: Dental Care Organization (DCO) means a prepaid health plan that provides dental services, including routine dental care, dental case management and emergency dental services as capitated services. Currently, no dental services are paid on a fee-for-service basis.

In 2011, House Bill 3650 established a statewide system of Coordinated Care Organizations (CCOs). These organizations manage the care for Oregon Health Plan members in their communities. The goal of the legislation is to create a new model of health care that will improve health. The vision is also aimed at beginning to lower the cost of care by emphasizing on prevention, reducing waste, improving efficiencies and eliminating avoidable differences in quality and outcomes.