

**PROPOSED AMENDMENTS TO
A-ENGROSSED HOUSE BILL 4110**

1 On page 1 of the printed A-engrossed bill, line 2, after “care” insert “;
2 creating new provisions; amending ORS 741.220; and declaring an
3 emergency”.

4 On page 2, line 16, delete “the effective date of this 2014 Act” and insert
5 “January 1, 2015”.

6 After line 16, insert:

7 **“SECTION 4. The Oregon Health Insurance Exchange Corporation**
8 **board of directors or the executive director of the Oregon Health In-**
9 **surance Exchange Corporation shall make available on the**
10 **corporation’s website, and upon request to any person, any report of**
11 **the findings resulting from an independent review, investigation or**
12 **audit of the development, implementation or quality control of the**
13 **health insurance exchange, conducted on or after October 1, 2013, if**
14 **the review, investigation or audit is contracted for or paid for, in**
15 **whole or in part, by the corporation or by any agency of this state.**

16 **“SECTION 5.** ORS 741.220 is amended to read:

17 “741.220. (1) The Oregon Health Insurance Exchange Corporation shall
18 keep an accurate accounting of the operation and all activities, receipts and
19 expenditures of the corporation and the health insurance exchange.

20 “(2) Beginning after the first [12] **six** months of the operation of the ex-
21 change and every 12 months thereafter, the Secretary of State shall conduct
22 a financial audit of the corporation and the accounts established under ORS

1 741.101 pursuant to ORS 297.210, which shall include but is not limited to:

2 “(a) A review of the sources and uses of the moneys in the accounts;

3 “(b) A review of charges and fees imposed and collected pursuant to ORS
4 741.105; and

5 “(c) A review of premiums collected and remitted.

6 “(3) Beginning after the first [24] **12** months of the operation of the ex-
7 change and every [*two years*] **12 months** thereafter, the Secretary of State
8 shall conduct a performance audit of the corporation and the exchange.

9 “(4) The corporation board of directors, the executive director of the
10 corporation and employees of the corporation shall cooperate with the Sec-
11 retary of State in the audits and reviews conducted under subsections (2) and
12 (3) of this section.

13 “(5) The audits shall be conducted using generally accepted accounting
14 principles and any financial integrity requirements of federal authorities.

15 “(6) The cost of the audits required by subsections (2) and (3) of this
16 section shall be paid by the corporation.

17 “(7) The Secretary of State shall issue a report to the Governor, the
18 President of the Senate, the Speaker of the House of Representatives, the
19 Oregon Health Authority, the Oregon Health Policy Board, the Department
20 of Consumer and Business Services and appropriate federal authorities on
21 the results of each audit conducted pursuant to this section, including any
22 recommendations for corrective actions. The report shall be available for
23 public inspection, in accordance with the Secretary of State’s established
24 rules and procedures governing public disclosure of audit documents.

25 “(8) To the extent the audit requirements under this section are similar
26 to any audit requirements imposed on the corporation by federal authorities,
27 the Secretary of State and the corporation shall make reasonable efforts to
28 coordinate with the federal authorities to promote efficiency and the best
29 use of resources in the timing and provision of information.

30 “(9) Not later than the 90th day after the Secretary of State completes

1 and delivers an audit report issued under subsection (7) of this section, the
2 corporation shall notify the Secretary of State in writing of the corrective
3 actions taken or to be taken, if any, in response to any recommendations in
4 the report. The Secretary of State may extend the 90-day period for good
5 cause.

6 **SECTION 6. Section 2 of this 2014 Act becomes operative January**
7 **1, 2015.**

8 **SECTION 7. This 2014 Act being necessary for the immediate**
9 **preservation of the public peace, health and safety, an emergency is**
10 **declared to exist, and this 2014 Act takes effect on its passage.”.**

11
