

**PRELIMINARY STAFF MEASURE SUMMARY****CARRIER:**

Senate Committee on Senate Health Care

**REVENUE: May have revenue impact, statement not yet issued****FISCAL: May have fiscal impact, statement not yet issued****Action:****Vote:****Yeas:****Nays:****Exc.:****Prepared By:** Zena Rockowitz, Administrator**Meeting Dates:** 3/18, 4/13

**WHAT THE MEASURE DOES:** Repeals sunset on authority of Oregon Health Authority (OHA) to contract with prepaid managed care health services organizations to provide care to medical assistance recipients. Modifies definition of prepaid managed care health services organization to managed dental care, mental health or chemical dependency organization that contract with OHA or coordinated care organizations. Declares emergency, effective on passage.

**ISSUES DISCUSSED:**

**EFFECT OF COMMITTEE AMENDMENT: -1 Amendment:** Directs Oregon Health Authority (OHA) to study effectiveness of dental care organizations in providing dental care and integration of dental care organizations into coordinated care organizations. Requires contract with private entity to conduct study. Requires OHA to report effects to interim committee of Legislative Assembly and appropriates for biennium \$150,000.

**BACKGROUND:** House Bill 3650 in 2011 and Senate Bill 1580 in 2012 established the Oregon Integrated and Coordinated Health Care Delivery System to replace the managed care system. This created a 2017 sunset on prepaid managed care health services organizations (PHPs) to provide medical care assistance. There are 50,000 members in PHPs. PHPs are managed physical health, dental, mental health, and chemical dependency organizations that contract with the Oregon Health Authority (OHA) on a prepaid capitated basis. A dental care organization (DCO) is a type of PHP. Although these entities contract for the Oregon Health Plan enrollees they do not hold an insurer certification from the Department of Consumer and Business Services.