



CareOregon

315 SW Fifth Avenue, Suite 900
Portland, Oregon 97204
503-416-4100 or 800-224-4840
800-735-2900 (TTY/TDD)
www.careoregon.org

Chair Laurie Monnes Anderson
Senate Committee on Health Care
900 Court St., - State Capitol
Salem Oregon 97301

April 4, 2017

Chair Monnes Anderson, Vice Chair Kruse and Members of the Committee:

Thank you for this opportunity to testify on behalf of SB 233 and SB 234. CareOregon is an independent 501[c] 3 nonprofit corporation that has been involved in health plan services, reforms and innovations since 1994. CareOregon has heavily invested in Oregon's experiment to improve managed Medicaid through Coordinated Care Organizations (CCOs). Through our ownership and managed services agreements with 4 CCOs, CareOregon provides integrated managed care services to approximately 215,000 Oregonians in both rural and urban portions of the state.

While we support some of SB 233, we do not support provisions that would make public CCO financial and health care utilization data. While some of this information is already public, the data identified in SB 233 represents a compilation of detailed, non-patented information about the way in which CareOregon and our affiliated CCOs distribute resources, manage risk, and compete within the Medicaid market. This information reflects the beneficial experience that CareOregon has gained from decades of work within the health care industry. Furthermore, this information makes clear the risk allocation method and strategic planning that accompanies the structure and negotiation of confidential provider agreements, including incentive arrangements for much of our provider network. Due to the competitive harm that could come from disclosure of this information, we oppose these provisions.

CareOregon would also like to engage in the dialogue surrounding the "evergreen" contract provisions present in SB 234. We believe that health care transformation is impossible if the bar for success is set low; we believe that no CCO should be guaranteed the reward of

April 4, 2017

more government funding without thorough deliberation and process regarding what Oregon Coordinated Care Model should look like in the future. Thank you again for this opportunity to testify on this legislation.

Sincerely,

A handwritten signature in blue ink, appearing to read "J.R. Rigsby".

Jeremiah Rigsby, J.D.

Sr. Manager, Federal and State Regulatory Affairs
CareOregon

Contact:

Jeremiah Rigsby, 503-382-7760

rigsbyj@careoregon.org