

## **SB 780 -2 STAFF MEASURE SUMMARY**

### **Senate Committee On Health Care**

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**Meeting Dates:** 3/13, 4/3, 4/8

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#### **WHAT THE MEASURE DOES:**

Directs Public Employees' Benefit Board (PEBB) and Oregon Educators Benefit Board (OEBB) to establish pilot program allowing public employees to obtain health services from coordinated care organizations (CCOs) for plan years beginning on and after January 1, 2020.

*REVENUE: No revenue impact*

*FISCAL: Fiscal impact issued*

#### **ISSUES DISCUSSED:**

##### **EFFECT OF AMENDMENT:**

-2 Requires Public Employees' Benefit Board (PEBB), Oregon Educators Benefit Board (OEBB), and state medical assistance program to establish a pilot program that consolidates health insurance plans into one contract with distinct plan-specific benefits in Josephine, Jackson, Curry, and southern Douglas Counties. Specifies required features of pilot program. Requires the Oregon Health Authority (OHA) and the Department of Consumer and Business Services (DCBS) to adopt rules no later than October 1, 2019 and implement pilot program no later than October 1, 2020. Requires OHA and DCBS to report to Legislative Assembly by July 1 of 2021, 2023, and 2025. Declares emergency, effective on passage.

##### **BACKGROUND:**

Oregon's Public Employees' Benefit Board (PEBB) contracts for and administers benefits for eligible state employees. PEBB provides medical and dental benefit for approximately 136,000 individuals (53,000 subscribers and 83,000 dependents). The Oregon Educators Benefit Board (OEBB) provides a comprehensive selection of benefit plan options for most of Oregon's K-12 school districts, education service districts and community colleges, as well as a number of charter schools and local governments across the state. OEBB currently provides benefits for almost 150,000 individuals, including actively employed and retired members and their families.

With the passage of House Bill 3650 (2011) and Senate Bill 1580 (2012), the Legislative Assembly established the Oregon Integrated and Coordinated Health Care Delivery System in which newly established coordinated care organizations (CCOs) became responsible for coordinating the physical, behavioral, and oral health care for individuals enrolled in the state's Medicaid program, the Oregon Health Plan. In recent years, Oregon has aligned goals for CCOs to apply to plans offered by PEBB and OEBB, including rate of spending growth and primary care spending targets.

Senate Bill 780 directs the Public Employees' Benefit Board and Oregon Educators Benefit Board to establish pilot program allowing public employees to obtain health services from coordinated care organizations for plan years beginning on and after January 1, 2020.