SB 1551 A STAFF MEASURE SUMMARY

Senate Committee On Health Care

Action Date: 02/13/20

Action: Do pass with amendments. (Printed A-Eng.)

Vote: 5-0-0-0

Yeas: 5 - Beyer, Fagan, Knopp, Linthicum, Monnes Anderson

Fiscal: Has minimal fiscal impact

Revenue: No revenue impact

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Meeting Dates: 2/4, 2/11, 2/13

WHAT THE MEASURE DOES:

Requires Oregon Health Authority (OHA) to provide biannual reports to Legislative Assembly on issues related to coordinated care organization (CCO) financial requirements. Specifies issues to be included in report. Requires first report no later than September 15, 2021. Extends deadline to November 1, 2021 for Task Force on Universal Health Care (Task Force) to report findings and recommendations. Requires Task Force to report during 2021 regular session on progress, remaining work, and timeline for completion. Prohibits CCOs from withholding information that must be reported to OHA on ground that information is trade secret. Prohibits OHA from involuntarily transferring CCO member to another CCO prior to member's redetermination of eligibility for medical assistance. Specifies exceptions. Exempts specified mandatory health insurance benefits from implied repeal by operation of law. Declares emergency, effective on passage.

ISSUES DISCUSSED:

- Potential impact of CCO member transfers
- CCO financial reserve requirements
- Trade secret protections and reporting of CCO information

EFFECT OF AMENDMENT:

Postpones first required OHA report regarding CCO financial conditions from September 15, 2020 to September 15, 2021.

BACKGROUND:

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 (OHP). Senate Bill 201 (2011) also established standards for when the Oregon Health Authority (OHA) may transfer OHP members between CCOs.

Senate Bill 1041 (2019) granted OHA the authority to regulate the financial condition of CCOs to align with the authority granted to the Department of Consumer and Business Services to regulate domestic insurers. The bill also required OHA to report, both publicly and to the Legislative Assembly, specified CCO financial information submitted to OHA.

Senate Bill 770 (2019) established the Task Force on Universal Health Care charged with recommending to the Legislative Assembly the design of the Health Care for All Oregon Plan, administered by Health Care for All Oregon Board to provide publicly funded, equitable, affordable, comprehensive, and high quality health care to all Oregon residents.

Carrier: Sen. Linthicum

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Senate Bill 1551-A requires OHA to report on CCO financial issues, further clarifies OHA's authority to transfer CCO members between organizations, and updates the timeline for the Task Force on Universal Health Care.