

## SB 557 -1 STAFF MEASURE SUMMARY

### Senate Committee On Health Care

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**Prepared By:** Oliver Droppers, LPRO Analyst

**Meeting Dates:** 3/8, 3/17

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#### WHAT THE MEASURE DOES:

Establishes a dental program in the Oregon Health Authority (OHA) to provide oral health coverage to low-income citizens of the island nations in the Compact of Free Association (COFA) with incomes below 138 percent of the federal poverty level. Requires OHA to contract with dental care organizations to provide oral health services to individuals enrolled in the program. Specifies covered services are based on services provided to medical assistance recipients without any out-of-pocket costs for enrollees. Allows OHA to establish the program application and eligibility verification process through rulemaking. Appropriates funds to administer program.

#### ISSUES DISCUSSED:

- Adverse health effects of nuclear testing among COFA nations by United States military
- Impact of COVID-19 on Oregon COFA residents
- Barriers to enrolling for coverage and accessing care among COFA residents; need for community engagement and outreach

#### EFFECT OF AMENDMENT:

-1 Adds eligibility for Oregon Supplemental Income Program as an eligibility criterion for the dental program.

*REVENUE: statement issued - no revenue impact.*

*FISCAL: statement issued - fiscal impact.*

#### BACKGROUND:

After World War II, the United States assumed administration of the Trust Territory of the Pacific Islands. Individuals from these islands, referred to as “Compact of Free Association” (COFA) citizens, can freely migrate, without work permits or visas, and study, live, and work in the United States. In 2016, the Oregon Legislative Assembly established the COFA Premium Assistance Program. The program provides financial assistance to enable low-income COFA citizens residing in Oregon to purchase health insurance through the federal marketplace and to pay out-of-pocket costs associated with the coverage. The program does not provide financial assistance with dental coverage, as most of the federal marketplace health plans do not include adult dental benefits, and federal subsidies are not designed to cover them.

Senate Bill 147 (2017) required the Department of Consumer and Business Services to convene a work group to develop recommendations to create a program to reimburse the costs of oral health care for low-income COFA residents living in Oregon. The COFA oral health advisory group met in the summer of 2017 and concluded that an oral health coverage program for COFA islander adults should be created using the managed care dental framework employed by the Oregon Health Authority (OHA) for Oregon Health Plan (OHP) clients. The group anticipated that directly contracting with regional dental care organizations around the state would be the most effective way to operate the program. Furthermore, the work group expressed concerns about out-of-pocket costs for private plan-based programs, forgoing needed care, and lack of standardization of benefits across private plans, which would create an administrative burden compared to OHP which has no out-of-pocket costs and a single dental coverage plan for adults.

**SB 557 -1 STAFF MEASURE SUMMARY**

Senate Bill 557 creates a dental coverage program in the OHA for low-income COFA citizens who reside in Oregon and lack access to affordable dental coverage.

PRELIMINARY