

DRAFT

SUMMARY

Digest: The Act tells OHA to establish a medical loss ratio for CCOs. (Flesch Readability Score: 67.7).

Directs the Oregon Health Authority to establish a minimum medical loss ratio for coordinated care organizations at 85 percent. Prohibits the authority from applying the minimum medical loss ratio to revenue or expenditures of prepaid managed care health services organizations that provide dental care to members of a coordinated care organization.

A BILL FOR AN ACT

Relating to coordinated care organizations.

Be It Enacted by the People of the State of Oregon:

SECTION 1. Section 2 of this 2025 Act is added to and made a part of ORS chapter 414.

SECTION 2. (1) As used in this section, “medical loss ratio” means the proportion of a coordinated care organization’s global budget that is spent on health care services, quality improvement and fraud prevention activities, as prescribed by the Oregon Health Authority by rule consistent with federal law.

(2)(a) The authority shall establish a minimum medical loss ratio for coordinated care organizations at 85 percent.

(b) The authority may not apply the minimum medical loss ratio established under this section to revenue or expenditures of prepaid managed care health services organizations that provide dental care to members of a coordinated care organization.

SECTION 3. Section 2 of this 2025 Act applies to contracts between a coordinated care organization and the Oregon Health Authority en-

1 **tered into, amended or renewed on or after the effective date of this**
2 **2025 Act.**

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