

HB 2446 STAFF MEASURE SUMMARY

Senate Committee On Health Care

Prepared By: Daniel Dietz, LPRO Analyst

Meeting Dates: 5/3, 5/8

WHAT THE MEASURE DOES:

Requires extension of contract between Oregon Health Authority (OHA) and coordinated care organization (CCO) to no later than December 31, 2026. Sunsets January 2, 2027. Declares emergency, effective on passage.

REVENUE: No revenue impact

FISCAL: Fiscal impact issued

House vote: Ayes, 46; Nays, 9; Excused, 5

ISSUES DISCUSSED:

- Timeline for federal waivers
- Reasons for two-year extension
- Meaning of "no later than"

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

House Bill 3650 (2011) and Senate 1580 (2012) established the coordinated care model for delivering health care to Oregonians enrolled in the state's Medicaid program - the Oregon Health Plan (OHP). In this model, coordinated care organizations (CCOs) are responsible for arranging for the delivery of physical, behavioral, and oral health services, with a focus on prevention and chronic disease management. CCOs are regional partnerships of health care providers, community members, and other stakeholders responsible for coordinating the delivery of services under a global budget. There are currently 16 CCOs covering over 90 percent of the nearly 1.4 million OHP enrollees.

In 2013, the Legislative Assembly passed Senate Bill 725, establishing a five-year term for CCO contracts. The most recent CCO contracts began in 2020, with the five-year term scheduled to finish at the end of 2024.

House Bill 2446 requires a two-year extension of the contract between the Oregon Health Authority and coordinated care organizations.