77th OREGON LEGISLATIVE ASSEMBLY – 2013 Regular Session STAFF MEASURE SUMMARY House Committee on Health Care

MEASURE: HB 3309 CARRIER:

FISCAL: No fiscal impact		
Action:		Without Recommendation as to Passage and Be Referred to the Committee on Rules
Vote:		8 - 1 - 0
	Yeas:	Clem, Conger, Harker, Kennemer, Keny-Guyer, Lively, Thompson, Greenlick
	Nays:	Weidner
	Exc.:	0
Prepared By:		Tyler Larson, Administrator
Meeting Dates:		4/12

REVENUE: No revenue impact **FISCAL:** No fiscal impact

WHAT THE MEASURE DOES: Authorizes board of directors of coordinated care organization (CCO) petition Director of Oregon Health Authority (OHA) to remove board member by vote of two-thirds of membership under specified conditions. Requires reduction in reimbursement paid for services provided by health care entity represented by removed board member. Requires OHA decertify CCO that fails to meet qualification criteria and requirements, fails to ensure member safeguards or fails to reduce reimbursement paid to health care entity represented by removed board member.

ISSUES DISCUSSED:

• Moving measure to Rules

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: In 2012, Senate Bill 1580 was enacted, which approves Oregon Health Authority's coordinated care organization (CCO) proposal. CCOs are local health entities that deliver health coverage to Oregon's Medicaid recipients, and are designed to more efficiently and effectively deliver health care by coordinating mental, physical and dental care. CCOs are required to have a governing body composed of financial contributors, health care providers and members of the community.

House Bill 3309 allows a CCO to petition OHA to remove a board member by a two thirds majority vote, and reduces reimbursement for services provided by the health care entity represented by the removed board member.