FISCAL IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly – 2019 Regular Session Legislative Fiscal Office

> Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:

Requires Oregon Health Authority to report to interim committees of Legislative Assembly related to health, no later than September 20, 2020, on implementation of provisions requiring coordinated care organization governing boards to be more transparent.

Government Unit(s) Affected:

Oregon Health Authority (OHA)

Analysis:

This fiscal impact statement is for the purpose of transmitting the measure from the House Committee on Health Care to the Joint Committee on Ways and Means.

The measure with the -2 amendment:

- Authorizes the Oregon Health Authority (OHA) to establish a reinsurance program to make payments to coordinated care organizations (CCOs) that face particularly high costs in caring for members who require new, exceptionally costly drugs or treatments.
- Establishes the Tribal Advisory Council to serve as a channel of communication between CCOs and Indian tribes regarding the health of tribal communities. OHA is required to provide staff support to the council.

In addition, the measure requires CCOs to collaborate with local public health authorities and hospitals to conduct a community health assessment and adopt a community health improvement plan. The health improvement plan must include strategies for achieving shared priorities. CCOs must post the plans to their websites. The measure authorizes OHA to prescribe by rule requirements for health improvement plans and provide guidance for aligning the timelines for the development of the community health assessments and health improvement plans by coordinated care organizations, local public health authorities and hospitals.

The measure is anticipated to have an impact on the Oregon Health Authority

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Joint Committee on Ways and Means.

Further Analysis Required