HB 3157-3 (LC 716) 3/24/23 (LHF/ps)

Requested by Representative NOSSE

PROPOSED AMENDMENTS TO HOUSE BILL 3157

1 On page 1 of the printed bill, delete lines 5 through 27 and delete pages 2 2 through 4 and insert:

3 "SECTION 1. (1) The Health Insurance Mandate Review Advisory
4 Committee is established.

5 **"(2)** The advisory committee consists of the following members:

6 "(a) The President of the Senate and the Speaker of the House of
7 Representatives shall jointly appoint:

8 "(A) One member representing businesses that offer group health 9 insurance plans to employees.

"(B) One member representing insurers that offer health benefit
 plans.

"(C) One member representing health care providers who are not
 employed by insurers that offer health benefit plans.

"(D) One member representing consumers of health insurance ben efits who are not representative of businesses that offer group health
 insurance, insurers or health care providers.

"(E) One member representing an organization or collaborative that
 promotes health equity policies and practices that are informed by
 racial justice principles.

"(b) The executive director of the Oregon Educators Benefit Board
 and the Public Employees' Benefit Board or the executive director's

1 designee.

"(c) The director of the Health Evidence Review Commission or the
 director's designee.

"(3) The advisory committee shall develop and implement a process for reviewing and producing a report on all proposed legislative measures and amendments to measures described in ORS 171.875. For each proposed measure or amendment, the advisory committee shall engage with the member of the Legislative Assembly who is the chief sponsor of the measure or amendment to analyze the factors listed in ORS 171.880 and other relevant data and make findings on each factor.

"(4) With respect to each proposed measure or amendment to a measure, the Legislative Policy and Research Director shall collaborate with the Department of Consumer and Business Services to collect and compile the data needed to analyze each factor listed in ORS 171.880. The advisory committee shall make findings based on the data and produce the report required by ORS 171.875. The report may not contain policy recommendations.

"(5) The advisory committee shall produce the report described in
 subsection (4) of this section on a proposed measure or amendment
 submitted to the advisory committee for review:

"(a) By January 15 for proposed measures during an interim be tween sessions of the Legislative Assembly; and

"(b) No later than two weeks from receipt for a measure proposed
during a session of the Legislative Assembly or for an amendment to
a measure that requires a report under ORS 171.875.

"(6) The term of office of members is four years, but the President and Speaker may jointly remove a member for any cause. If there is a vacancy for any cause, the President and the Speaker shall make an appointment to become immediately effective for the unexpired term. 1 "(7) A majority of the voting members of the advisory committee 2 constitutes a quorum for the transaction of business.

"(8) Official action by the advisory committee requires the approval
of a majority of the voting members of the advisory committee.

5 "(9) The advisory committee shall elect one of its members to serve
6 as chairperson.

"(10) If there is a vacancy for any cause, the appointing authority
shall make an appointment to become immediately effective.

9 "(11) The advisory committee shall meet at times and places speci10 fied by the call of the chairperson or of a majority of the voting
11 members of the advisory committee.

"(12) The advisory committee may adopt rules necessary for the
 operation of the advisory committee.

"(13) The Legislative Policy and Research Director and the Legisla tive Fiscal Officer shall provide staff support to the advisory commit tee.

"(14) Members of the advisory committee are not entitled to com pensation or reimbursement for expenses and serve as volunteers on
 the advisory committee.

"(15) All agencies of state government, as defined in ORS 174.111, and the Oregon Health and Science University are directed to assist the advisory committee in the performance of the duties of the advisory committee and, to the extent permitted by laws relating to confidentiality, to furnish information and advice the members of the advisory committee consider necessary to perform their duties.

²⁶ "<u>SECTION 2.</u> ORS 171.875 is amended to read:

"171.875. (1) Every proposed legislative measure or legislative concept that mandates a health insurance coverage and every amendment that, if adopted, would result in the measure becoming a measure that mandates a health insurance coverage, whether by requiring payment for

certain providers or by requiring an offering of a health insurance coverage 1 by an insurer or health care service contractor as a component of individual $\mathbf{2}$ or group health insurance policies, [shall] may, upon the request of a 3 chair or vice chair under subsection (2) of this section, be accompanied 4 by a report [that assesses] produced by the Health Insurance Mandate $\mathbf{5}$ Review Advisory Committee established under section 1 of this 2023 6 Act. The report must assess in the manner provided in ORS 171.880 7 [both] the [social and] financial effects, the effects on equity of the cover-8 age [in the manner provided in ORS 171.880, including] and the efficacy of 9 the treatment or service proposed. [The report may be prepared either by the 10 chief sponsor or by any other proponent of the proposed measure. The report 11 shall be submitted with the proposed measure when the proposed measure is 12 submitted for filing, and shall be in writing and be a public record.] 13

"(2) The chairs or the vice chairs of the committees of the Legislative Assembly related to health may request a convening of a meeting of the Health Insurance Mandate Review Advisory Committee to produce a report on any proposed measure or legislative concept that mandates a health insurance coverage or an amendment that, if adopted, would result in the measure becoming a measure that mandates a health insurance coverage.

"(3) A report produced by the Health Insurance Mandate Review
 Advisory Committee may be used in lieu of a fiscal impact statement
 required by ORS 173.025.

²⁴ "SECTION 3. ORS 171.880 is amended to read:

"171.880. [*The*] A Health Insurance Mandate Review Advisory Committee report required under ORS 171.875, to the extent that information is
available, shall include but need not be limited to [*the following*] analyses
by the advisory committee and findings by the committee on:

29 "[(1) Answers to the following questions concerning the social effect of the 30 proposed measure:] 1 "[(a) To what extent is the treatment or service used by the general popu-2 lation of Oregon?]

3 "[(b) To what extent is the insurance coverage already generally available
4 in Oregon?]

5 "[(c) What proportion of the population of Oregon already has such cover-6 age?]

7 "[(d) To what extent does the lack of coverage result in financial hardship
8 in Oregon?]

9 "[(e) What evidence exists to document the medical need in Oregon for the 10 proposed treatment or services?]

11 "[(2) Answers to the following questions concerning the financial effect of 12 the proposed measure:]

"[(a) To what extent is the coverage expected to increase or decrease the cost
of treatment or services?]

15 "[(b) To what extent is the coverage expected to increase the use of the 16 treatment or services?]

17 "[(c) To what extent is the mandated treatment or services expected to be 18 a substitute for more expensive treatment or services?]

"[(d) To what extent is the coverage expected to increase or decrease the administrative expenses of insurance companies and the premium and administrative expenses of policyholders?]

22 "[(e) What will be the effect of this coverage on the total cost of health 23 care?]

"(1) The evidence that exists to document the medical need for the
treatment or service in the proposal;

26 "(2) The extent of the coverage under the proposal;

27 "(3) Whether the proposal ensures more or less equitable access to
 28 treatment and services by residents of this state;

29 "(4) Whether denying the coverage under the proposal will dispro-30 portionately impact individuals described in ORS 746.021 and if so, a 1 description of the impact;

"(5) Whether the coverage under the proposal is an essential health
benefit as defined in ORS 731.097;

"(6) Other state or federal laws that relate to the proposal including
whether other states are defraying the cost of similar coverage in accordance with 42 U.S.C. 18031(d)(3);

"(7) The extent to which the coverage in the proposal is already
provided by the Public Employees' Benefit Board, the Oregon Educators Benefit Board or individual, small employer group and large employer group health insurance plans;

"(8) The extent to which the coverage in the proposal is provided
in the state medical assistance program as prescribed by the Oregon
Health Authority under ORS 414.065 or in Medicare Parts A through
D;

"(9) The extent to which a lack of the coverage in the proposal re sults in financial hardship to residents of this state; and

"(10) The financial effects of the proposal based on an actuarial
 analysis including:

"(a) The extent to which the proposal is expected to increase or
 decrease the cost of treatment or services and the utilization of
 treatment and services;

"(b) The extent to which the treatment or service covered by the
proposal is expected to substitute for more expensive treatment or
services;

"(c) The per member per month cost of the proposal on the Public
Employees' Benefit Board, the Oregon Educators Benefit Board and
enrollees in individual, small employer group and large employer
group health insurance plans;

"(d) The extent to which the coverage required by the proposal will
 cause an increase in premiums that will impose a financial hardship

on residents in this state, particularly in rural areas or frontier areas,
as designated by the Office of Rural Health; and

"(e) The estimated impact of the proposal on the total cost of health
care in this state.

"SECTION 4. Notwithstanding the term of office specified in section
1 (6) of this 2023 Act, of the members first appointed to the Health
Insurance Mandate Review Advisory Committee who are described in
section 1 (2)(a) of this 2023 Act:

9 "(1) One shall serve a term ending January 1, 2025.

10 "(2) Two shall serve terms ending January 1, 2026.

11 "(3) Two shall serve terms ending January 1, 2027.

"<u>SECTION 5.</u> This 2023 Act takes effect on the 91st day after the
 date on which the 2023 regular session of the Eighty-second Legislative
 Assembly adjourns sine die.".

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