SB 695 STAFF MEASURE SUMMARY

Senate Committee On Early Childhood and Behavioral Health

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WHAT THE MEASURE DOES:

The measure extends the length of contracts between the Oregon Health Authority (OHA) and a coordinated care organization (CCO) from five to ten years and makes changes to network adequacy requirements and reporting metrics for maternal, infant, and early childhood health.

Detailed Summary:

Extends the CCO contract from five years to 10 years.

- Directs the Oregon Health Authority (OHA) to review a CCO's performance after five years.
- Directs the OHA to give special consideration to a CCO's performance on quality metrics, financial management, and ability to implement new programs when executing contracts.
- Applies to contracts between a CCO and the OHA entered into, amended, or renewed on or after January 1, 2026.

Requires CCOs to develop plans to support maternal, infant, and early childhood health.

- Requires CCOs to ensure members have safe and stable housing during pregnancy and for 12 months postpartum.
- Requires CCOs to support the perinatal workforce and invest in provider recruitment and retention.
- Requires CCOs to ensure implement a whole-person maternal health model that includes behavior health screenings and interventions for substance use disorders and other behavioral health needs.
- Sunsets provision January 2, 2037.

Expands CCO care coordination and network adequacy requirements.

- Requires CCOs to implement care coordination requirements for individuals in carceral settings as permitted by state and federal law.
- Includes health related social needs services providers in network adequacy requirements.
- Directs OHA to work with CCOs to ensure any member who needs behavioral health services can access them within one week.
- Takes effect January 1, 2026.

Requires CCOs to partner with Early Learning Hubs when completing community health assessments and community health improvement plans.

 Applies to community health assessments and community health improvement plans adopted on or after bill passage.

Directs OHA to require CCOs to spend a portion of any bonus payment within its value-based payment arrangement on maternal health and early childhood providers. Directs the metrics and scoring subcommittee of the Health Plan Quality Metrics Committee to develop health equity milestones for pregnancy and early childhood. Takes effect on the 91st day following adjournment sine die.

Fiscal impact: May have fiscal impact, but no statement yet issued Revenue impact: May have revenue impact, but no statement yet issued

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

<u>House Bill 3650</u> (2011) and <u>Senate Bill 1580</u> (2012) established the coordinated care model for delivering health care to Oregonians enrolled in the state's Medicaid program, known as the Oregon Health Plan (OHP). In this model, coordinated care organizations (CCOs) are responsible for the delivery of physical, behavioral, and oral heath services with a focus on prevention and chronic disease management. In 2013, <u>Senate Bill 725</u> established a five-year term for contracts between CCOs and the Oregon Health Authority (OHA) and in 2023, <u>House Bill 2446</u> allowed for a one-time two-year extension of the CCO contract.

The <u>2022-2027 Medicaid 1115 Demonstration Waiver</u> directs OHA and CCOs to provide housing, climate, and nutrition supports for people in certain life transitions. It also directs OHA to begin providing certain OHP benefits to adults and youth transitioning out of carceral settings. <u>ORS Chapter 414</u> sets forth other requirements for CCOs providing OHP benefits to Oregonians.

Senate Bill 695 makes changes to the CCO contract, including an extension of the contract length and expansion of network adequacy requirements to improve maternal, infant, and early childhood health.