

HB 2209 STAFF MEASURE SUMMARY

House Committee On Behavioral Health and Health Care

Prepared By: Brian Nieubuert, LPRO Analyst

Sub-Referral To: Joint Committee On Ways and Means

Meeting Dates: 3/4

WHAT THE MEASURE DOES:

The measure modifies the criteria permitting amendments to contracts entered into between the Oregon Health Authority (OHA) and coordinated care organizations (CCOs) and establishes a process for the adoption of amendments.

Detailed Summary:

- Removes ability of OHA to annually amend contracts and adds authority to amend based on changes to capitation rates.
- Requires OHA to give CCOs 180 days' written notice of proposed amendments and specifies contents of notice.
- Requires OHA to allow at least 30 days for CCOs and providers to submit comment.
- Requires OHA to publicly publish proposed amendment in writing at least 90 days before the scheduled effective date.

FISCAL: *May have fiscal impact, but no statement yet issued.*

REVENUE: *May have revenue impact, but no statement yet issued.*

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

With the passage of House Bill 3650 (2011) and Senate Bill 1580 (2012), the Legislative Assembly established the coordinated care model for delivering care to Medicaid recipients in Oregon. With a focus on primary care and prevention, coordinated care organizations (CCOs) are local networks of providers that have agreed to work together under a budget that combines physical, oral, and behavioral health services. Senate Bill 725 (2013) required that the contract entered into between OHA and a CCO be for a term of five years, with only one permitted amendment during each 12-month period, unless the amendment is mutually agreed to or required by federal or state law. There are currently 16 CCOs providing Medicaid coverage to over 92 percent of Oregon's 1.4 million Medicaid enrollees.

House Bill 2209 the criteria permitting amendments to contracts entered into between the Oregon Health Authority and coordinated care organizations and establishes a process for the adoption of amendments