

HB 2205 A STAFF MEASURE SUMMARY

Carrier: Rep. Nosse

House Committee On Behavioral Health and Health Care

Action Date: 04/08/25

Action: Do pass with amendments. (Printed A-Eng.)

Vote: 9-0-0-0

Yeas: 9 - Diehl, Harbick, Isadore, Javadi, McIntire, Munoz, Nelson, Nosse, Pham H

Fiscal: Has minimal fiscal impact

Revenue: No revenue impact

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Meeting Dates: 3/27, 4/8

WHAT THE MEASURE DOES:

The measure specifies that contracts between the Oregon Health Authority (OHA) and coordinated care organizations (CCOs) shall be for an initial term of no less than five years and that the contract length shall be the same for all CCOs. It clarifies that OHA may extend CCO contracts that are set to expire on December 31, 2026.

ISSUES DISCUSSED:

- Current CCO procurement process
- Current contract term lengths and annual amendment
- Current timeline for upcoming CCO procurement
- Size of procurement and benefits of flexibility

EFFECT OF AMENDMENT:

Replaces the measure.

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 2205 A specifies that contracts between the Oregon Health Authority and coordinated care organizations (CCOs) shall be for an initial term of no less than five years and that the contract length shall be the same for all CCOs.