

B-Engrossed Senate Bill 833

Ordered by the House June 23
Including House Amendments dated June 9 and June 23

Sponsored by Senator BATES

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Requires Oregon Health Authority to give coordinated care organization at least 60 days' advance notice of proposed amendments to contracts [*and payment rates*].
Declares emergency, effective on passage.

A BILL FOR AN ACT

1
2 Relating to coordinated care organization contracts; amending ORS 414.652; and declaring an
3 emergency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 414.652 is amended to read:

6 414.652. (1) A contract entered into between the Oregon Health Authority and a coordinated
7 care organization under ORS 414.625 (1):

8 (a) Shall be for a term of five years;

9 (b) Except as provided in subsection (3) of this section, may not be amended more than once in
10 each 12-month period; and

11 (c) May be terminated if a coordinated care organization fails to meet outcome and quality
12 measures specified in the contract or is otherwise in breach of the contract.

13 (2) This section does not prohibit the authority from allowing a coordinated care organization
14 a reasonable amount of time in which to cure any failure to meet outcome and quality measures
15 specified in the contract prior to the termination of the contract.

16 (3) A contract entered into between the authority and a coordinated care organization may be
17 amended more than once in each 12-month period if:

18 (a) The authority and the coordinated care organization mutually agree to amend the contract;
19 or

20 (b) Amendments are necessitated by changes in federal or state law.

21 **(4) The authority must give a coordinated care organization at least 60 days' advance**
22 **notice of any amendments the authority proposes to existing contracts, or to contracts to**
23 **be renewed, between the authority and the coordinated care organization.**

24 **SECTION 2. This 2015 Act being necessary for the immediate preservation of the public**
25 **peace, health and safety, an emergency is declared to exist, and this 2015 Act takes effect**
26 **on its passage.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted.
New sections are in **boldfaced** type.