



Welcome to

Spotlight on Health Care Value Initiatives in Oregon

**For AUDIO:
Dial: 712-775-7035
Access Code: 637795#**

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**www.HealthCareValueHub.org
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Welcome and Introduction

Lynn Quincy

Associate Director, Health Reform Policy

and

Director, Health Care Value Hub



Housekeeping

- **Thank you for joining us today**
- **All lines are muted until Q&A – you are welcome to queue up questions in “chat” before that time**
- **Technical problems? Please text/call Tad Lee at 703-408-3204 or office at 202-462-6262**



Agenda for Today

Welcome & Introduction – Lynn Quincy (CU, Hub)

Price Transparency Bills – Jesse Ellis O'Brien (OSPIRG)

Hospital Rate Setting – Felisa Hagins (SEIU Local 49)

Network Adequacy Bill – Jesse Ellis O'Brien (OSPIRG)

Q&A



Price Transparency

Jesse Ellis O'Brien

Health Care Advocate
OSPIRG



Intro to Oregon

- “Not as blue as you think”
- History of health reform efforts



Why Health Care Price Transparency?

- Basic consumer protection issue
- Empowering consumers
- Competition and cost



Senate Bill 891

- Supported by OSPIRG & coalition
 - Posted prices online & on location
 - Negotiated rates by payer
 - Machine-readable format
 - Price estimates on request, including any additional fees
 - Facility or physician fees
 - Out-of-network charges
-

Senate Bill 900

- Supported by Oregon Association of Hospitals and Health Systems
 - Average hospital prices posted to state-run website
 - Historical pricing data from APCD
 - No role for providers or insurers
-

OSPIRG Strategy

- Clear “bright line” policy
 - Bipartisan Legislative sponsors
 - Coalition including labor, small business, Oregon Nurses Association, Consumers Union, many individual physicians
 - Extensive media outreach
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NEXT STEPS

- After discussing possible compromises, SB 891 died in committee
- SB 900 moving forward
- Maintaining momentum
- Legislative champs still engaged





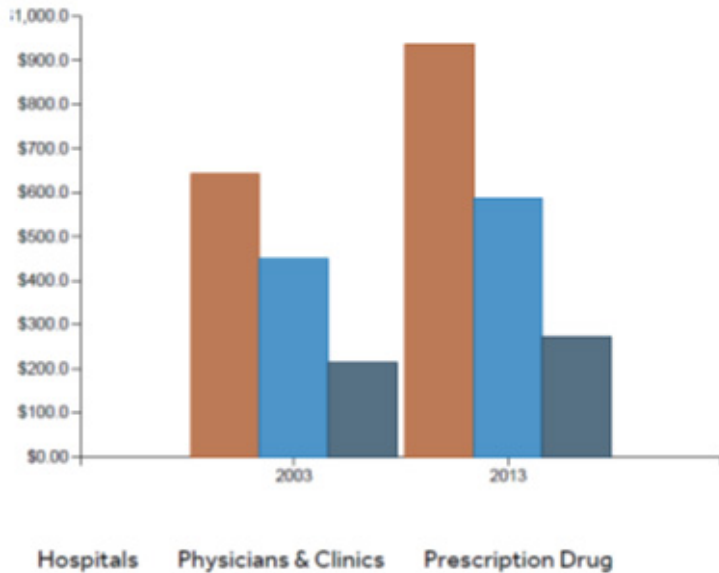
Hospital Rate Review

Felisa Hagins

Political Director
SEIU Local 49



Hospital Costs Make up a Large Portion of Health Care Costs

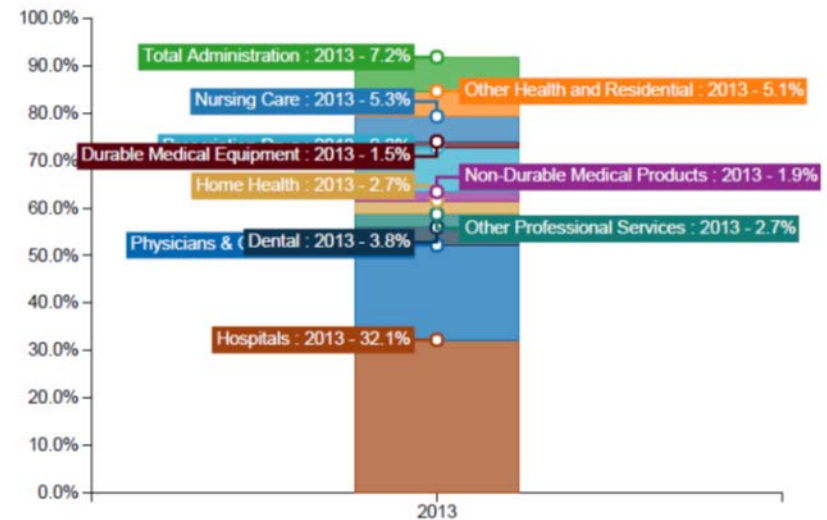


Hospitals, Physicians & Clinics, Prescription Drug Spending by All Sources of Funds, 2003 compared with 2013
U.S. \$ Billions - Inflation Adjusted

U.S. HEALTH EXPENDITURES 2013

On Hospitals, Physicians & Clinics, Dental, Other Professional Services, Home Health, Non-Durable Medical Products, Prescription Drug, Durable Medical Equipment, Nursing Care, Other Health and Residential, Total Administration, As a Percent of Total National Health Expenditures

f t e EMBED



Problems in Hospital Pricing

- **Wide Variations Among Hospitals**
- **Significant Mark-Ups**
- **No Oversight or Accountability**
- **Escalating Prices Pours More Money into Hospitals**
- **Market Dysfunction**

Oregon Uses Rate Review To Control Costs in Complex Industries



Maryland has had Success in Controlling Hospital Costs

- **7 states have implemented rate regulations focused on hospitals payments**
- **Maryland is the most enduring example (1971)**
- **Maryland has saved over \$40 billion in hospital costs**
- **The Maryland model is being updated to reflect payment incentives and reform**

What Were the Arguments Against It

- **Medicare**
- **Pricing is Complex**
- **It doesn't allow for alternative payment methods**



Network Adequacy

Jesse Ellis O'Brien

Health Care Advocate
OSPIRG



Network Adequacy: HB 2468

- Oregon's first major network adequacy protections, signed into law in May.
 - Two ways of demonstrating adequacy
 - Time and distance standard
 - “Factor-based” approach
 - “Factor-based” approach meant to consider delivery system transformation & efforts to address cost and quality – devil is in the details
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Jesse's contact info

- Email: jesseo@ospirg.org
- Phone: (503) 231-4181 x307

OSPIRG
— Standing Up
To Powerful Interests



Questions for the panelists?

Click the “raise hand” icon at the top of your screen and we’ll call on you (use *6 to unmute your line)



OR

type your question into chat
(lower right corner of screen)

Thank you!

Robert Wood Johnson Foundation
Jesse Ellis O'Brien and Felisa Hagins

Contact Lynn Quincy at lquincy@consumer.org
or any member of the Hub team with your follow-up
questions.

Visit us at www.HealthCareValueHub.org

