#### **HOUSE COMMITTEE ON**

#### VETERANS' AFFAIRS

February 10, 2005 Hearing Room C

8:30 A.M. Tapes 20 - 22

(corrected 07/28/05)

MEMBERS PRESENT:	Rep. Donna Nelson, Chair
Rep. Phil Barnhart, Vice-Chai	r
Rep. Debi Farr, Vice-Chair	
Rep. Brian Boquist	
Rep. Scott Bruun	
Rep. Dave Hunt	
Rep. Betty Komp	

STAFF PRESENT: Jim Stembridge, Committee Administrator

Erin Seiler, Committee Assistant

**MEASURES/ISSUES HEARD:** 

Healthcare for Veterans' - Informational Meeting

These minutes are in compliance with Senate and House Rules. <u>Only text enclosed in quotation</u> <u>marks reports a speaker's exact words.</u> For complete contents, please refer to the tapes.

TAPE/#Speaker Comments

## **TAPE 20, A**

002 Chair Nelson Opens the meeting at 8:39 a.m. Opens an informational meeting on Healthcare for Veterans'

## **HEALTHCARE FOR VETERANS' - INFORMATIONAL MEETING**

020	Scott Celley	Vice-President for External Affairs, TriWest Healthcare Alliance. Submits copies of TriWest Healthcare Alliance: Serving America's Finest PowerPoint presentation (EXHIBIT A). Explains who the military health system provides healthcare coverage and the region of the United States that they oversee (EXHIBIT A, Pages 4 - 5).
092	Celley	Explains the services and care provided by Military Treatment Facilities (MTF) (EXHIBIT A, Pages 6 – 7).
141	Chair Nelson	Asks if TriWest is a parent company of TRICARE or a separate company.
156	Celley	Clarifies that the parent company for TriWest is TRICARE and TriWest is the private sector contractor that delivers healthcare for the federal government.
186	Celley	Speaks to who is TriWest, length and scope of TriWests federal contract, and who is served by TriWest (EXHIBIT A, Pages 9 – 10).
224	Celley	Explains that TriWest works off a platform of Blue Cross/Blue Shield systems (BCBS) and it is BCBS who lines up the local doctors and specialists who provide the medical care.
246	Joe Nortz	National Guard/Reserve Liaison, TriWest Healthcare Alliance. Explains the Reserve Health Care Continuum model and how it was designed to serve National Guard and Reserve soldiers and their families (EXHIBIT A, Page 12).
284	Nortz	Gives the details of healthcare services available to National Guard and Reserve soldiers and their families when they reach each stage of the Reserve Health Care Continuum (EXHIBIT A, Page 12).
360	Nortz	Submits and explains the contents of the TRICARE Beneficiary Handbook (EXHIBIT B). Submits and explains the TRICARE Choices Handbook (EXHIBIT C). Submits copies of brochures titled TRICARE – Transitional

		Health Care Benefits (EXHIBIT D) and titled TRICARE – Choices for the Reserve Component (EXHIBIT E).
401	Rep. Hunt	Asks how TriWest advises returning National Guard and Reserve soldiers with regards to enrolling in just the TRICARE Health Plan or enrolling in a private healthcare plan in conjunction with TRICARE.
TAPE	21, A	
009	Nortz	States that TriWest does not provide this type of advice to soldiers. Explains that TriWest focuses on providing soldiers with the appropriate information about healthcare benefits and directs them to seek benefits counseling.
021	Rep. Hunt	Asks if a soldier does decide to have dual coverage is the TriWest coverage limited.
027	Nortz	Explains that in cases of dual healthcare coverage, TriWest is the second payer.
060	Celley	Explains that National Guard and Reserve soldiers eligible for TRICARE are those who have served twenty years and have retired and it is those soldiers who have served any length of time and retire are eligible for Veterans' Administration (VA) benefits.
099	Nortz	States that there are currently 1,875 mobilized Oregon National Guard. Therefore, there are roughly 5,000 Oregon National Guard and their families currently eligible for TriWest healthcare coverage.
115	Rep. Farr	Verifies that 1,875 are all mobilized Reserve soldiers from Oregon.
121	Rep. Bruun	Verifies that the surviving spouse retains TRICARE healthcare benefits.
137	Nortz	Clarifies that a twenty year National Guard or Reservist retiree is not eligible for retirement pay and benefits until the age of sixty.
151	Rep. Boquist	Explains that TRICARE coverage is for active duty personal, mobilized reserve components, and twenty year retirees, before, during, and after mobilization.
190	Chair Nelson	Asks how did the Department of Defense (DOD) determined who would be awarded the healthcare contract.

193	Celley	Responds that it was a delivery-based contract, based on an estimated per- person delivery cost.
203	Chair Nelson	Asks if the DOD determines the type of health services that TriWest provides.
209	Celley	Confirms that it is the DOD who determines what type of health services is provided.
223	Celley	Explains the local partnership, service delivery, and benefit to the local economy (EXHIBIT A, Page 17).
244	Celley	Concludes presentation with statement about commitment to the soldiers, their families, and their communities (EXHIBIT A, Pages $20 - 21$ ).
278	Rep. Boquist	Referencing to the Reserve Health Care Continuum model, asks how a rural Oregon city and its soldiers would be served by TriWest.
307	Nortz	Presents a hypothetical situation and outlines the changes in an Oregon National Guard member's healthcare eligibility from call up to demobilization.
370	Nortz	Explains how soldiers know that they are eligible for TriWest healthcare coverage and addresses the difficulty of educating soldiers and their families about eligibility and availability of benefits.
TAPE	20, B	
023	Chair Nelson	Asks if TriWest will reimburse National Guard soldiers for out-of-pocket payments made for medical care after receipt of delayed-effective date orders.
028	Nortz	Responds that if the National Guard soldier has been coded in the DEERS system as eligible for delayed-effective date orders, the soldier could turn in medical receipts for expenses incurred after the date the orders were given.
046	Celley	Explains that there is a psychological health component in the DOD approved healthcare benefit package.
050	Celley	Explains how the DOD expanded healthcare benefits for National Guard and Reservists in 2003 and 2004.

084	Rep. Boquist	Identifies two of the primary problems preventing a National Guard soldier from attaining or using healthcare benefits.
123	Rep. Farr	Asks for the identification of the website that is the best resource for military personal to access information about coverage and benefits.
135	Nortz	States that the TRICARE website ( <u>www.TRICARE.osd.mil</u> ) is the most comprehensive resource for eligibility, benefits, and provider information.
141	Nortz	Details the eligibility requirements, benefits, and coverage for TRICARE Prime (EXHIBIT B, Pages 14 - 22).
176	Chair Nelson	Asks if National Guard soldiers can be treated at a VA hospital.
187	Nortz	States that as of January 2005, all VA hospitals will be considered TRICARE providers and treat guard soldiers, but only if there is space available.
201	Nortz	Addresses questions about TRICARE Extra and TRICARE Standard plan.
237	Celley	Addresses questions about the meaning of indemnity and the co-payments associated with TRICARE Extra and TRICARE Standard plans.
269	Celley	Explains that psychological health coverage is included in TRICARE Standard and TRICARE Prime benefit package, it is only if a soldier accesses services outside the network that additional fees are attached.
283	Rep. Boquist	Asks how does TriWest know when a National Guard or Reserve soldier has been activated and how does a soldier know when TriWest covers them.
317	Celley	Explains how TriWest works with family support coordinators to educate soldiers on the availability of benefits.
332	Celley	Addresses the difficulties associated with identifying and locating all of the families of soldiers who have been called up and the problems with the DOD issuing, rescinding, and then reissuing call up orders.
390	Celley	Cites communication pilot project conducted in Idaho by TriWest to educate soldiers and their families dispersed over a wide geographic area in Idaho.

# TAPE 21, B

027	Celley	Expresses willingness to go to any Oregon Military unit was has been called up and conduct a briefing on the availability of TriWest healthcare benefits.
047	Rep. Hunt	Questions why the mental health benefits are less comprehensive in comparison to medical coverage.
081	Nortz	Verifies that DOD has established mental health benefits and has recognized the need for reevaluating these mental health benefits.
141	Celley	Explains that provider lists can be found online at <u>www.triwest.com</u> .
156	Rep. Farr	Asks what the general turn around time is from the mail order pharmacy, particularly regarding emergency need for medication.
180	Celley	Explains that there are network pharmacies for soldiers and their families to get prescriptions.
193	Nortz	Confirms that TriWest does cover emergency care and emergency situations when the person is unable to access a network provider.
234	Rep. Boquist	Asks when TriWest learns when a unit really has been mobilized or has received their mobilization order.
258	Nortz	Explains that TriWest typically receives a request from a family support person, but that is often the only source of contact.
318	Jim Stembridge	Committee Administrator. Submits written material on behalf of Gerald Lorang explaining the Federal Definition of Veteran (EXHIBIT F); submits Veterans' Administration Funding report on behalf of Congresswoman Darlene Hooley (EXHIBIT G); submits data report on Incarcerated Veterans' on behalf of Max Williams (EXHIBIT H).
343	Mac MacDonald	Representative, Veterans' Organizations. Discusses the lack of TRICARE Dental benefits, in particular, the lack of dental care providers willing to contract with TRICARE.
369	Celley	Addresses the ongoing difficulty with provider payments.

#### **TAPE 22, A**

016	Herb Columb	Retired Veteran, Marion County. Discusses the difficulty finding a healthcare provider in the Marion County area.
027	Celley	Addresses the number of contracted providers in the Salem area.
057	Mike Sullivan	Lobbyist, Association of Western Pulp and Paperworkers. Speaks to the need to have mandatory funding for medical care for all veterans.
090	Chair Nelson	Closes the informational meeting on Healthcare for Veterans'. Adjourns the meeting at 10:34 a.m.

**EXHIBIT SUMMARY** 

- A. Healthcare for Veterans', TriWest Healthcare Alliance: Serving America's Finest PowerPoint Presentation, Scott Celley, 20 pp
- B. Healthcare for Veterans', TRICARE Beneficiary Handbook, Joe Nortz, 48 pp
- C. Healthcare for Veterans', TRICARE Choices Handbook, Joe Nortz, 24 pp
- D. Healthcare for Veterans', TRICARE Transitional Health Care Benefits Brochure, Joe Nortz, 16 pp
- E. Healthcare for Veterans', TRICARE Choices for the Reserve Component Brochure, Joe Nortz, 20 pp
- F. Veterans' Benefits Administration, Definition of A Veteran Report, staff, 9 pp
- G. Veterans' Issues, Veterans' Administration Funding Report, staff, 26 pp
- H. Veterans' Issues, Incarcerated Veterans' Report, staff, 2 pp