May 25, 1993 Hearing Room E 8:30 a.m. Tapes 195 - 197

MEMBERS PRESENT: Rep. Mary Alice Ford, Chair Rep. Dennis Luke, Vice-Chair Rep. George Eighmey Rep. Bill Fisher Rep. John Meek Rep. Frank Shields

MEMBER EXCUSED: Rep. Marilyn Dell

STAFF PRESENT: Melanie Zermer, Committee Administrator Barbara Porter, Committee Clerk

MEASURES CONSIDERED: HB 3240 - Certificate of Need - Work Session SB 757 - Health Services Commission - Public Hearing SB 790 -Hearing Aids - Public Hearing & Work Session

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These minutes contain materials which paraphrase and/or summarize statements made during this session. Only text enclosed in quotation marks report a speaker's exact words. For complete contents of the proceedings, please refer to the tapes. [--- Unable To Translate Graphic ---]

TAPE 195, SIDE A

CHAIR FORD: Calls the meeting to order at 8:45 a.m.

005 REP SHIELDS: Discusses Elder Abuse issue

HB 3240 - Work Session

035 CHAIR FORD: Explains background of -2 amendment (EXHIBIT A)

045 MELANIE ZERMER, COMMITTEE ADMINISTRATOR: section by section review of the -2 amendment (EXHIBIT B)

081 reviews changes to the amendment: -page 2, line 26: delete language after "If the ...through line 31 and

the first two lines on page three -page 3, subsection b, lines 3 through 11 need rewording -page 4, line 12: figure should be \$231,300

118 REP PETERSON: HB 3240 was an attempt to replace certificate of need -suggests reconsideration of technology assessment language of original bill -concerned about -2 amendment not having "teeth" -cites example of transplant centers in Portland -discusses "myths" of health care marketplace -relates personal experience with health care system 335 -discusses global budgeting based on demographic criteria -discusses collaboration among hospitals -urges continuance of Certificate of Need until technology assessment is in place 370 CHAIR FORD: agrees about continuing Certificate of Need

400 REP PETERSON: -2 amendment, page 3 -urges regulation

TAPE 196, SIDE A

010 CHAIR FORD: discusses intent of the bill -Certificate of Need should be maintained until implementation of

technology assessment program

025 REP EIGHMEY: encourages reduction of technology

045 REP FISHER: discusses initiation of medical services -rules and regulations raise costs

095 REP PETERSON: cites examples of how regulation can save costs

140 PETER KOHLER MD, PRESIDENT, OREGON HEALTH SCIENCES UNIVERSITY: discusses role of Oregon Health Council relating to the issue of

Certificate of Need. -describes Oregon Health Council -discusses access and cost issues 185 -cost, access, quality, and financing are the four issues concerning the Oregon Health Council 190 -fee for service is changing to prepaid plan control of costs: -capitated system -guidelines for practice 215 discusses advantages of Certificate of Need as an important component in a regulated system 235 committees of the OHC and task forces should be formed to develop examples to determine ways to control costs in established and new and

emerging technologies 259  $\,$  -supports the -2 amendments -answers questions from the members

347 ED PATTERSON, OREGON ASSOCIATION OF HOSPITALS: supports the -2 amendments -Oregon Health Council is the appropriate body to do the policy review

and policy recommendation -page 3, section 5: suggests "organizationally separate" instead of

"segregated" -the intent is that the Health Council should be staffed separately from any other organization

TAPE 195, SIDE B

010 CHAIR FORD: discusses language on page 4 -Council should have right to make decisions on expenditure of funds

032 ROGER AUERBACH, GOVERNOR'S OFFICE: technology assessment program is needed -the HRC could do the assessment -submitted for the record, letter to the HRC (exhibit C) -supports the -2 amendments 095 -discusses placement of HRC in the Department of Human Resources

135 MOTION: Rep Luke moves amending the -2 amendment by the deletion of language beginning on page 2, line 26 starting with "If the" through

line 2 on page 3

VOTE: Hearing no objection, the motion carries

147 MOTION: Rep Luke moves to further amend the -2 amendment by removing the word, "segregated" on page 3, line 15 and insert the words,

"organizationally separate"

VOTE: Hearing no objection, the motion carries

157 MOTION: Rep Luke moves to further amend the -2 amendments on page 4, line 12: delete "\$238,000", and insert "\$231,300"

VOTE: Hearing no objection, the motion carries

169 MOTION: Rep Fisher moves to divide and clarify sub b on page 3 (lines 3 - 11)

VOTE: Hearing no objection, the motion carries

CHAIR FORD: -3 amendments will be drafted

SB 757 - Public Hearing

200 SEN SHOEMAKER: testifies in support of SB 757

271 PAIGE SIPES-METZLER, HEALTH SERVICES: testifies in support of SB 757 -description of line item needs clinical guidelines to provide

clarification -describes possible implementation

325 REP MEEK: describes concerns about policies and guidelines

355 SEN SHOEMAKER: a pre-paid managed care system will provide a focus on preventive care -discusses "gatekeeper" health providers

TAPE 196, SIDE B

010 SIPES-METZLER: discusses example of preventive health care -how guidelines may be used in the process of treatment

080 BARBARA COOMBS, COMMITTEE ADMINISTRATOR, SENATE HEALTH CARE & BIO-ETHICS COMMITTEE: describes variations in treatment course for back pain -practice guidelines would define roles of health care providers

122 SCOTT GALLANT, OREGON MEDICAL ASSOCIATION: discusses healthy and risky behavior information from survey -practice guidelines are merely guidelines -discusses issue of guidelines as liability protection -costs may not be necessarily reduced with the guidelines -outcomes research is very different from practice guidelines -supports SB 757

SB 790 - Public Hearing

285 ZERMER: reviews the bill

293 JOHN GERVAIS, OREGON HEARING AID SOCIETY: testifies in support of the bill 318 SUSAN WILSON, HEARING AID DEALER LICENSING PROGRAM: submits and summarizes written testimony in support of the bill (EXHIBIT D) -qualifications of hearing aid dealers 380 REP FISHER: discusses schedule of fees TAPE 197, SIDE A WILSON: continues testimony -explains possible prevalence of SB 005 166 SB 790 - Work Session 095 MOTION: Rep Meek moves SB 790 to the floor with a do pass recommendation VOTE: In a roll call vote the motion carries, with all members present voting AYE. Rep Dell is excused Rep Meek will carry the bill CHAIR FORD: Adjourns the meeting at 10:45 a.m.

Submitted by:

Reviewed by:

Barbara Porter Melanie Zermer Clerk Administrator

EXHIBIT LOG:

A - Amendments to HB 3240 - staff - 4 pages B - Background information on HB 3240 - 1 page C - Testimony on HB 3240 - Auerbach - 3 pages D -Testimony on SB 790 - Wilson - 3 pages