

HOUSE COMMITTEE ON HUMAN DEVELOPMENT

June 1, 1993 Hearing Room E 8:30 a.m. Tapes 205 - 208

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

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

MEASURES CONSIDERED: Informational Hearing - Hospital Finances
HB 3242 - Office of Health Policy - Public Hearing HB 3673 - Nurse
Practitioners & Physician Assistants - Public Hearing

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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 205, SIDE A

CHAIR FORD: Calls the meeting to order at 8:40 a.m.

Informational Hearing - Hospital Finances

005 CHAD CHERIEL, ASSISTANT DIRECTOR, OFFICE OF HEALTH POLICY:
Submits and summarizes Oregon Hospital Statistics (EXHIBIT A) -submits
written financial records (EXHIBIT B) -submits financial statements
(EXHIBIT C) Hospitals account for about forty percent of overall health
care costs 115 discussion of average charge of admissions (page 21,
exhibit A) 150 discusses Net Operating Revenue (pages 110-111) -Gross
Inpatient Revenue (pages 118-119) -Gross Outpatient Revenue (pages
120-121) -Total Deductions from Revenue (pages 122-123) 224 CHERIEL:
continues testimony Discusses Net Income (exhibit B) -General Accounting
Principle 265 -discusses Bay Area Health District statistics (page 4,
exhibit B)

TAPE 206, SIDE A

005 CHERIEL: discusses reasonable profit range 020 -Oregon
Hospital Charity Care, 1991 Statistics (pages 24-25, exhibit A) 070
-General Accounting Procedures account for losses and profits -Ratios of
charity care to income dollars 160 Gross Patient Charge Revenue
-refers to individual hospital profiles (page 35, exhibit A) 237
Figures are from Hospital Financial Statements -appropriate rate of
return -patient days are declining, however costs are rising 390
Number of for-profit hospitals in Oregon (page 12, exhibit A)

HB 3242 - Public Hearing

Submitted for the record, -3 Amendment to HB 3242 from the Sisters of Providence (EXHIBIT D)

TAPE 205, SIDE B

025 GARY CONKLING, SISTERS OF PROVIDENCE: submits and summarizes written testimony in support of the -3 amendments to HB 3242 (EXHIBIT E) -discusses certificate of need and alternatives -describes four main features of proposed approach (pages 1-2, exhibit E)

115 REP FISHER: sharing of certain services such as neonatal intensive care

150 CONKLING: discusses collaborative care between hospitals

341 SCOTT GALLANT, OREGON MEDICAL ASSOCIATION: the relating clause has been amended in violation of House Rules

363 MIKE CREW, OREGON MEDICAL ASSOCIATION: discusses price issue -contracts between plan and provider

TAPE 206, SIDE B

005 CREW: discusses escalating cost of duplicate health care -the market should be the entity that sets the price, excepting transplants -discusses SB 683 & SB 783 075 -this bill is too broad

080 REP EIGHMEY: crucial vs market need of acute services 142 BRUCE BISHOP, KAISER PERMANENTE: submits and reads written testimony in opposition to the -3 amendments to HB 3242 (EXHIBIT F) -discusses franchised trauma care 250 -authorization of contracting opportunities

270 REP DELL: discusses effect of proposed system on small community hospitals

TAPE 207, SIDE A

005 BISHOP: continues testimony

HB 3673 - Public Hearing

025 JULIA GIES, OREGON NURSES ASSOCIATION: submits and reads written testimony in support of HB 3673 (EXHIBIT G)

100 REP EIGHMEY: discrimination against nurse practitioners

240 REP MEEK: interpretation of bill as drafted

289 GIES: functions of nurse practitioners and physician's assistants -provides basic primary care services

314 REP EIGHMEY: specifications shall be written not to exclude nurse practitioners and physician assistants

GIES: managed care plan contracts

380 SCOTT GALLANT, OMA: testifies on HB 3673 -would change the direction of this legislation to make available of when one is denied the opportunity to participate, if qualified, that they have basis of the denial or exclusion

TAPE 208, SIDE A

GALLANT: continues testimony -problems within paragraph 2 -as written, this is a litigators' delight

MELANIE ZERMER, COMMITTEE ADMINISTRATOR: discusses SB 27 from 1989 legislative session

085 REP DELL: salary caps and standards and policies -reviews should be provided that focus on clear standards

155 DELL ISHAM, OREGON ASSOCIATION OF NATUROPATHIC PHYSICIANS: the OANP supports the concept, yet they are excluded -this issue is legitimate -lines 17 & 18 should refer to licensed health care providers -wording in the bill may not work in its' entirety -HB 3039 provides a dispute resolution process 255 -discusses managed care organizations (MCO)

300 JIM DAVIS, SOCIETY OF PHYSICIAN ASSISTANTS: testifies in support of the bill -Physician Assistants and Nurse Practitioners are valued health officials in the Managed Care Organizations -discusses cost-effectiveness -discusses possible amendments

360 BRUCE BISHOP, KAISER PERMANENTE: testifies in opposition of HB 3673 as it is drafted -the bill represents "willing and able" provider language -health care costs will increase

TAPE 207, SIDE B

005 BISHOP: describes Kaiser Permanente and the effect of this bill on the medical and dental programs and on labor relations

075 JOHN POWELL, BLUE CROSS/BLUE SHIELD: limiting the number of physician assistants and nurse practitioners -discusses section 3 of HB 3673

CHAIR FORD: Adjourns the meeting at 11:45 a.m.

Submitted by:

Reviewed by:

Barbara Porter
Administrator

Melanie Zermer Clerk

EXHIBIT LOG:

A - Oregon Hospital Statistics - OHP - 148 pages B - Statistics - OHP - 9 pages C - Financial Statements - OHP - 2 pages D - Proposed

amendments to HB 3242 - Sisters of Providence - 3 pages E - Testimony
on HB 3242 - Conkling - 4 pages F - Testimony on HB 3242 - Bishop - 3
pages G - Testimony on HB 3673 - ONA - 2 pages