

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.

HOUSE COMMITTEE ON BUSINESS AND CONSUMER AFFAIRS

June 13, 1991
P.M.

Hearing Room F 1:30
Tapes 102

MEMBERS PRESENT: Rep. John Schoon, Chair Rep. Jerry Barnes Rep. Lisa Naito Rep. Carolyn Oakley Rep. Greg Walden

MEMBER EXCUSED: Rep. Hedy Rijken, Vice-Chair Rep. Beverly Stein

STAFF PRESENT: Terry Connolly, Committee Administrator Annetta Mullins, Committee Assistant

MEASURES CONSIDERED: HB 3582 WS

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TAPE 102, SIDE A

010 CHAIR SCHOON calls the meeting to order at 1:37 p.m. for the purpose of possible reconsideration of HB 3582.

HB 3582 - AUTHORIZES PAYMENT OF UNPAID CLAIMS AGAINST DEFUNCT HEALTH CARE SERVICE CONTRACTOR TO HEALTH CARE SERVICE PROVIDER.

008 MOTION: REP. WALDEN moves that the committee reconsider the vote by which HB 3582 was passed.

014 CHAIR SCHOON: This is necessitated by the Desk refusing to accept our committee report which rescinded the previous referral to Ways and Means. Rep. Repine was assured by the Chair of Ways and Means that we didn't need to send it to Ways and Means, but the Desk did not agree. Rep. Repine now has language which will take care of the problem.

021 VOTE: In a roll call vote, all members present vot AYE. REPS. OAKLEY, STEIN and RIJKEN are EXCUSED.

022 CHAIR SCHOON declares the motion PASSED.

023 REP. BOB REPINE: I have taken the bill to Co-Chair Van Vliet and crafted the language in the HB 3582-5 amendments (EXHIBIT A) on page 2. Rep. Van Vliet says this will not have to go to Ways and Means, but will

go to the Senate and action will be at the end. There is no appropriation of funds. It is discretionary in nature. It is a message to the E Board that this is something they may be faced with during the interim.

Based on the changes we made, the fiscal report dated 6/13/91 (EXHIBIT B), the amount is identified to be \$630,000 potential liability to the state. By reducing the 70 percent values and limiting the blue sky in the original bill by making written contracts be prevailing over oral contracts, the amount has gone from in excess of \$2 million to \$630,000. The amendments also address some concerns of the committee members.

054 GARY WEEKS, Director, Department of Insurance and Finance: As I understand the amendments, all it does is effectively and more correctly, requires us to come to the Emergency Board or the Legislative Assembly after we have completed the liquidation to make up whatever balance we aren't able to from the liquidation process. I think this was a correct change. I don't think you can, as the last version describe, continuously appropriate through the Emergency Board. I think that was probably Rep. Van Vliet's major problem.

064 MOTION: REP. WALDEN moves that the HB 3582-5 amendments be adopted (in lieu of the HB 3582-4 amendments).

065 VOTE: CHAIR SCHOON, hearing no objection to the motion, declares the motion PASSED. REPS. STEIN and RIJKEN are EXCUSED.

066 MOTION: REP. WALDEN moves that the subsequent referral to Ways and Means BE RESCINDED and that HB 3582, as amended, be sent to the Floor with a DO PASS recommendation.

072 VOTE: In a roll call vote, all members present vote AYE. REPS. STEIN and RIJKEN are EXCUSED.

074 CHAIR SCHOON declares the motion PASSED. Rep. Repine will lead discussion on the Floor.

077 CHAIR SCHOON declares the meeting adjourned at 1:43 p.m.

Respectfully submitted, Reviewed by,

Annetta MullinsTerry Connolly AssistantAdministrator

EXHIBIT SUMMARY

A -HB 3582, HB 3582-5 amendments, Rep. Bob Repine B -HB 3582, Legislative Fiscal Analysis, staff