

**SENATE COMMITTEE ON GENERAL GOVERNMENT, CONSUMER &  
SMALL BUSINESS PROTECTION**

February 02, 2011  
1:00 PM

Hearing Room B

**MEMBERS PRESENT:** Sen. Chip Shields, Chair  
Sen. Larry George, Vice-Chair  
Sen. Suzanne Bonamici  
Sen. Brian Boquist  
Sen. Rod Monroe

**STAFF PRESENT:** Patrick Brennan, Committee Administrator  
Debbie Malone, Committee Assistant

**MEASURES/ISSUES HEARD:** Informational Meeting  
Review of Health Insurance Rate Review Processes  
Report on Analysis of Health Insurance Rate Reviews  
Trends in Medical Malpractice Insurance  
SB 52 – Public Hearing  
SB 53 – Public Hearing and Work Session  
Introduction of Committee Measures – Work Session

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**Recording Log**

**1:03:44 PM** Meeting Called to Order By Chair Shields  
**1:03:45 PM** Chair Shields  
  
**1:05:47 PM** **Review of Health Insurance Rate Review Processes - Informational Meeting**  
**1:06:11 PM** {Exhibit} 1-4: Teresa Miller, Insurance Division Administrator, Department of Consumer and Business Services  
**1:16:00 PM** Chair Shields  
**1:16:12 PM** Miller  
**1:16:27 PM** Sen. Boquist  
**1:16:44 PM** Miller  
**1:16:51 PM** Scott Fitzpatrick, Insurance Division Actuary, Department of Consumer and Business Services  
**1:16:57 PM** Jim Swenson, Actuary, Department of Consumer and Business Services  
**1:17:31 PM** Chair Shields  
**1:17:37 PM** Miller  
**1:20:57 PM** Sen. Boquist

1:21:54 PM Miller  
1:22:21 PM Sen. Boquist  
1:22:34 PM Miller  
1:22:35 PM Sen. Boquist  
1:22:45 PM Miller  
1:25:10 PM Sen. Boquist  
1:25:23 PM Miller  
1:29:12 PM Vice-Chair George  
1:29:42 PM Miller  
1:31:14 PM Vice-Chair George  
1:32:14 PM Miller  
1:33:11 PM Vice-Chair George  
1:33:40 PM Miller  
1:34:21 PM Sen. Monroe  
1:34:57 PM Miller  
1:35:35 PM Chair Shields  
1:35:51 PM Miller  
1:36:08 PM Chair Shields  
1:36:25 PM Sen. Boquist  
1:36:37 PM Miller  
1:36:38 PM Sen. Boquist  
1:37:51 PM Miller  
1:42:59 PM Sen. Boquist  
1:43:35 PM Chair Shields  
1:43:45 PM Miller  
1:44:20 PM Chair Shields  
1:44:29 PM Miller  
1:44:38 PM Chair Shields  
1:44:44 PM Miller  
1:44:48 PM Chair Shields  
1:44:56 PM Miller  
1:46:14 PM Chair Shields  
1:46:17 PM Miller  
1:46:29 PM Chair Shields  
1:46:32 PM Miller  
1:49:30 PM Vice-Chair George  
1:50:28 PM Miller  
1:50:34 PM Vice-Chair George  
1:50:48 PM Miller  
1:51:47 PM Chair Shields  
1:52:34 PM Fitzpatrick  
1:52:51 PM Miller  
1:52:57 PM Fitzpatrick  
1:56:43 PM Sen. Bonamici  
1:57:01 PM Fitzpatrick  
1:57:39 PM Sen. Boquist

1:58:45 PM Miller  
1:59:47 PM Sen. Boquist  
2:00:47 PM Miller  
2:00:58 PM Chair Shields  
2:01:05 PM Fitzpatrick  
2:01:12 PM Chair Shields  
2:01:20 PM Miller  
2:01:23 PM Chair Shields  
2:01:29 PM Miller  
2:01:48 PM Vice-Chair George  
2:02:03 PM Fitzpatrick  
2:02:18 PM Vice-Chair George  
2:02:35 PM Fitzpatrick  
2:03:04 PM Sen. Bonamici  
2:03:27 PM Fitzpatrick  
2:03:53 PM Sen. Bonamici  
2:04:05 PM Fitzpatrick  
2:04:31 PM Miller  
2:04:41 PM Chair Shields  
2:04:52 PM Fitzpatrick  
2:05:00 PM Chair Shields  
2:05:17 PM Miller  
2:06:04 PM Fitzpatrick  
2:06:24 PM Miller  
2:06:42 PM Chair Shields  
2:06:54 PM Miller  
2:07:12 PM Chair Shields  
2:07:18 PM Fitzpatrick  
2:07:29 PM Miller  
2:07:32 PM Chair Shields  
2:07:42 PM Miller  
2:07:47 PM Chair Shields  
2:07:54 PM Fitzpatrick  
2:08:03 PM Chair Shields  
2:08:18 PM Fitzpatrick  
2:08:34 PM Chair Shields  
  
2:09:17 PM **Report on Analysis of Health Insurance Rate Reviews - Informational Meeting**  
2:09:49 PM {Exhibit} 5-6: Laura Etherton, Oregon State Public Interest Research Group  
2:15:37 PM Chair Shields  
2:15:48 PM Etherton  
2:21:24 PM Chair Shields  
2:21:31 PM Etherton  
2:21:36 PM Chair Shields

2:21:53 PM Etherton  
2:22:03 PM Chair Shields  
2:22:09 PM Beth Slater, United Healthcare  
2:22:26 PM Etherton  
2:26:50 PM Chair Shields  
2:26:51 PM Etherton  
2:28:45 PM Sen. Bonamici  
2:28:46 PM Chair Shields  
2:28:47 PM Sen. Bonamici  
2:29:16 PM Etherton  
2:29:55 PM Chair Shields  
2:30:14 PM Sen. Boquist  
2:30:17 PM Chair Shields  
2:30:26 PM Etherton  
2:30:51 PM Sen. Bonamici  
2:31:53 PM Chair Shields  
2:32:27 PM Etherton  
2:33:38 PM Chair Shields  
2:33:55 PM Sen. Boquist  
2:34:16 PM Etherton  
2:34:55 PM Sen. Boquist  
2:34:58 PM Etherton  
2:35:05 PM Sen. Boquist  
2:35:30 PM Chair Shields  
2:35:34 PM Etherton  
2:35:57 PM Sen. Boquist  
2:36:14 PM Chair Shields  
2:36:17 PM Etherton  
2:36:22 PM Chair Shields  
2:36:25 PM Etherton  
2:36:29 PM Chair Shields  
  
2:36:53 PM **Trends in Medical Malpractice Insurance – Informational Meeting**  
2:37:00 PM {Exhibit} 7: Teresa Miller, Insurance Division Administrator, Department of Consumer and Business Services  
2:37:53 PM Sen. Boquist  
2:38:01 PM Miller  
2:38:18 PM Sen. Boquist  
2:38:26 PM Vice-Chair George  
2:38:32 PM Miller  
2:39:01 PM Sen. Boquist  
2:39:13 PM Miller  
2:39:30 PM Vice-Chair George  
2:39:37 PM Chair Shields  
2:39:48 PM Miller  
2:40:31 PM Chair Shields

**2:41:07 PM SB 52-Public Hearing**

**2:41:23 PM** {Exhibit} 8: Robin Harpster, Facilities Administrator, Oregon Department of Administrative Services

**2:43:14 PM** Chair Shields

**2:43:41 PM SB 53-Public Hearing and Work Session**

**2:43:50 PM** {Exhibit} 9: Fred Lord, Facilities Division, Oregon Department of Administrative Services

**2:44:49 PM** Chair Shields

**2:45:14 PM** MOTION: Sen. George moves SB 53 Do Pass

**2:45:17 PM** Chair Shields

**2:45:24 PM** Sen. Boquist

**2:45:28 PM** Chair Shields

**2:45:33 PM** VOTE: 5-0-0

**2:45:38 PM** AYES: Shields, George, Bonamici, Boquist, Monroe

**2:45:50 PM** CARRIER: SEN. BOQUIST will lead the discussion on the floor.

**2:45:59 PM** Sen. Monroe

**2:46:23 PM** Chair Shields

**2:46:31 PM Introduction of Committee Measures – Work Session**

**2:46:36 PM** {Exhibit} 10-25: Chair Shields

**2:46:45 PM** MOTION: Sen. George moves LC 101, 1243, 1280, 1307, 1436, 1664, 1669, 1859, 2014, 2028, 2608, 2613, 2669, 2775, 2778, 2860, 2940 be introduced as Committee Bills

**2:47:18 PM** Chair Shields

**2:47:25 PM** Sen. Bonamici

**2:47:49 PM** Chair Shields

**2:47:56 PM** Vote: 5-0-0

**2:47:56 PM** Ayes: Shields, George, Bonamici, Boquist, Monroe

**2:48:02 PM** Chair Shields

**2:48:06 PM** Meeting Adjourned by Chair Shields

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**Exhibit Summary**

**1:06:11 PM** {Exhibit} 1: Health Insurance Rate Review Processes, written testimony, Teresa Miller, 17 pp

**1:06:11 PM** {Exhibit} 2: Health Insurance Rate Review Processes, PowerPoint, *Health Insurance Rate Regulation, Oregon Insurance Division*, Teresa Miller, 28 pp

**1:06:11 PM** {Exhibit} 3: Health Insurance Rate Review Processes, booklet, *Health Insurance in Oregon, Department of Consumer and Business Services*, Teresa Miller, 81 pp

**1:06:11 PM** {Exhibit} 4: Health Insurance Rate Review Processes, chart, *Oregon Largest Domestic Health Insurers Assessments*, Teresa Miller, 1 p

- 2:09:49 PM** {Exhibit} 5: Analysis of Health Insurance Rate Reviews, written testimony, Laura Etherton, 3 pp
- 2:09:49 PM** {Exhibit} 6: Analysis of Health Insurance Rate Reviews, executive summary, *United HealthCare Insurance Company filing GH 0393 10 December 16, 2010*, Laura Etherton, 8 pp
- 2:37:00 PM** {Exhibit} 7: Trends in Medical Malpractice Insurance, written testimony, Teresa Miller, 3 pp
- 2:41:23 PM** {Exhibit} 8: SB 52, written testimony, Robin Harpster, 1 p
- 2:43:50 PM** {Exhibit} 9: SB 53, written testimony, Fred Lord, 1 p
- 2:46:36 PM** {Exhibit} 10: Introductions of Committee Measures, LC 101, staff, 5 pp
- 2:46:36 PM** {Exhibit} 11: Introductions of Committee Measures, LC 1243, staff, 6 pp
- 2:46:36 PM** {Exhibit} 12: Introductions of Committee Measures, LC 1280, staff, 8 pp
- 2:46:36 PM** {Exhibit} 13: Introductions of Committee Measures, LC 1307, staff, 2 pp
- 2:46:36 PM** {Exhibit} 14: Introductions of Committee Measures, LC 1436, staff, 5 pp
- 2:46:36 PM** {Exhibit} 15: Introductions of Committee Measures, LC 1664, staff, 2 pp
- 2:46:36 PM** {Exhibit} 16: Introductions of Committee Measures, LC 1669, staff, 3 pp
- 2:46:36 PM** {Exhibit} 17: Introductions of Committee Measures, LC 1859, staff, 2 pp
- 2:46:36 PM** {Exhibit} 18: Introductions of Committee Measures, LC 2014, staff, 3 pp
- 2:46:36 PM** {Exhibit} 19: Introductions of Committee Measures, LC 2028, staff, 12 pp
- 2:46:36 PM** {Exhibit} 20: Introductions of Committee Measures, LC 2608, staff, 1 p
- 2:46:36 PM** {Exhibit} 21: Introductions of Committee Measures, LC 2613, staff, 1 p
- 2:46:36 PM** {Exhibit} 22: Introductions of Committee Measures, LC 2669, staff, 2 pp
- 2:46:36 PM** {Exhibit} 23: Introductions of Committee Measures, LC 2775, staff, 4 pp
- 2:46:36 PM** {Exhibit} 24: Introductions of Committee Measures, LC 2778, staff, 3 pp
- 2:46:36 PM** {Exhibit} 25: Introductions of Committee Measures, LC 2860, staff, 2 pp
- 2:46:36 PM** {Exhibit} 26: Introductions of Committee Measures, LC 2940, staff, 5 pp
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