

Health Care Market Oversight

CareOregon and SCAN Business Deal

The [Health Care Market Oversight](#) (HCMO) program reviews health care business deals, like mergers and acquisitions, to make sure they do not harm people and communities in Oregon. On January 12, 2023, the Oregon Health Authority (OHA) accepted a complete [notice of material change transaction](#) from SCAN Group and CareOregon. The notice describes plans for the companies to combine.

Who's involved?

CareOregon is a non-profit company that provides health care benefits to people with the Oregon Health Plan in multiple counties, including Clackamas, Clatsop, Columbia, Jackson, Multnomah, Tillamook, and Washington counties. CareOregon operates Jackson Care Connect and Columbia Pacific coordinated care organizations and provides administrative services to Health Share of Oregon. CareOregon also provides home health and hospice health care services. The company serves more than 500,000 people in Oregon.

SCAN Group is a non-profit organization based in California that offers Medicare Advantage health plans. SCAN Group also operates three medical groups and provides health care and support services to older adults and people with unstable housing. The organization serves more than 270,000 people across multiple states.

About the deal

SCAN Group and CareOregon hope to create a non-profit organization to serve Medicare and Medicaid members across multiple states. In the planned deal, SCAN Group will be renamed HealthRight and CareOregon will pay \$120 million to become a subsidiary of HealthRight. CareOregon does not anticipate any changes to current services and plans to keep current management and staffing. Prior to closing the deal, CareOregon will contribute \$25 million to create a charitable foundation to serve the needs of people in Oregon.

What's next?

OHA is conducting a comprehensive review of the deal to understand how it could affect communities in Oregon. During the review, OHA will use health care data, news and media reports, information from the companies, and input from the public to decide whether the deal should be approved. After completing a review, the HCMO will make a recommendation about whether the deal should proceed. This deal is also under review by other state regulatory programs.

We want to hear from you!

Public input is crucial to OHA's review! Your feedback can help us understand how this deal could help or harm people in your community. To share your thoughts and feedback about this deal, please email hcmo.info@oha.oregon.gov. In your email, include the word "CareOregon", what you think, and whether you support or oppose the deal. You can also [subscribe](#) to receive updates about this review.

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