



Date: January 18, 2024

To: OHSU Board of Directors

From: Julie Hanna, Associate Vice president, Government Relations

RE: OHSU/Legacy combination Health Care Market Oversight (HCMO) overview

Memo:

Oregon state law requires the proposed OHSU/Legacy combination to be reviewed by one of the nation's most robust reviews of health care transactions, the Oregon Health Authority's (OHA) Health Care Market Oversight (HCMO) program. HCMO, passed in 2021 by the Oregon State Legislature out of concern for the negative impacts of health care market consolidation on the people of Oregon, will review this proposed transaction to ensure it will achieve Oregon's shared goals of improved health equity, lower consumer costs, increased access, and better care.

HCMO requires OHSU and Legacy to prepare significant information, which will be made publicly available. The review will take a minimum of 180 days to complete and likely longer given the size of this transaction and the significant level of expected interest from the community and stakeholders in its outcome. OHSU has hired consultancy Shriver and Scroggin, whose principals were integral in the development of the HCMO program to provide expertise and strategic guidance as OHSU navigates this regulatory process.

As a public institution with a statutory mission to address the health care needs of Oregonians, OHSU is well positioned to address the requirements of the HCMO program and demonstrate to the state and the communities we serve that this combination will achieve the state's priorities.