Janet T. Mills Governor

Jeanne M. Lambrew, Ph.D. Commissioner



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Senator Heather Sanborn, Chair Representative Denise Tepler, Chair Members, Joint Standing Committee on Health Coverage, Insurance, and Financial Services 100 State House Station Augusta, ME 04333-0100

Re: LD 120 – An Act To Lower Health Care Costs through the Establishment of the Office of Affordable Health Care

Senator Sanborn, Representative Tepler, Members of the Joint Standing Committee on Health Coverage, Insurance, and Financial Services

Thank you for the opportunity to weigh in on LD 120, An Act To Lower Health Care Costs through the Establishment of the Office of Affordable Health Care. The Department of Health and Human Services supports this initiative to increase costefficiency, quality of care, and data availability related to health care in Maine.

Governor Mills has made accessible and affordable health care for Maine people a top priority for her Administration. We know that when Mainers are healthy and have access the care they need, they can be more prosperous, productive, and live their best lives.

Additionally, we think there is an opportunity with this proposed Office to provide additional information or levels of transparency. This could include a routine report benchmarking commercial service rates and prices across payers including MaineCare and Medicare. We also believe the public would be well served by an analysis of health care prices as well as costs, as there is substantial evidence that the greater issue with costs is price rather than utilization. In the proposed Office's work to monitor the adoption of alternative payment models, we also recommend that the Committee consider the Health Care Payment Learning Action Network (HCP-LAN) Alternative Payment Model (APM) framework. We would gladly discuss these and other thoughts with the sponsors and committee at your convenience.

Thank you again for the opportunity to comment on LD 120.

Respectfully,

Molly Bogart

Molly Bogart

Director of Government Relations Maine Department of Health and Human Services