The Agency requests public comment on whether other options should be considered for achieving the rule’s substantive goals while reducing negative economic impact of the rule on business.

**RULE CAPTION**

Not more than 15 words that reasonably identifies the subject matter of the agency's intended action.

<table>
<thead>
<tr>
<th>Hearing Date</th>
<th>Time</th>
<th>Location</th>
<th>Hearings Officer</th>
</tr>
</thead>
<tbody>
<tr>
<td>7-20-17</td>
<td>10:00 a.m.</td>
<td>Labor and Industries Building, Room E - 350 Winter St. NE - Salem, OR</td>
<td>Anthony Behrens</td>
</tr>
</tbody>
</table>

**RULEMAKING ACTION**

Secure approval of rule numbers with the Administrative Rules Unit prior to filing.

**ADOPT:**

945-020-0030

**AMEND:**

945-001-0002

**REPEAL:**

**RENUMBER:** Secure approval of new rule numbers with the Administrative Rules Unit prior to filing.

**AMEND AND RENUMBER:** Secure approval of new rule numbers with the Administrative Rules Unit prior to filing.

**Statutory Authority:**

ORS 705.135, 741.002, and 741.003

**Other Authority:**

**Statutes Implemented:**

ORS 741.002

**RULE SUMMARY**

To the extent permitted by state law, 45 CFR 155.335(j)(2) and (j)(3) allow the Federally Facilitated Marketplace (FFM) to automatically enroll a qualified individual into a new plan at renewal when the individual's previous carrier ceases to offer qualified health plan coverage through the exchange or ceases to offer a plan under the individual's previous qualified health plan product (automatic enrollment under these conditions is known as a "cross-walk"). Despite an agreement with the Oregon Health Insurance Marketplace (the Marketplace) not to cross-walk affected individuals during the 2017 plan year, the FFM cross-walked several such individuals into plans with new carriers without notifying the Marketplace, causing significant carrier, consumer, and agent confusion.

ORS 741.002(2)(f) requires the Marketplace to assist individuals to enroll in qualified health plans through the health insurance exchange. The Director, acting through the Marketplace, is in the best position to determine whether individuals who lose coverage under a qualified health plan offered through the health insurance exchange should be cross-walked to a new plan, or whether targeted marketing urging these individuals to shop for new plans would be more beneficial. Moreover, in the event that the Director determines that these individuals should be cross-walked to a new plan, the Director, acting through the Marketplace, is in the best position to determine to which plans these individuals should be cross-walked.

Enactment of OAR 945-020-0030, which gives the director the sole authority to determine whether cross-walking should occur and if so, to which plans individuals should be cross-walked, will prevent the FFM from cross-walking individuals into plans that are not the best plans for these individuals or for the market. It will also prevent the federal government from cross-walking these individuals without their knowledge and without the knowledge of the Marketplace. The amendment to 945-001-0002 adds the definition of "automatically enroll" to chapter 945 for the newly adopted rule.

The Agency requests public comment on whether other options should be considered for achieving the rule’s substantive goals while reducing negative economic impact of the rule on business.
<table>
<thead>
<tr>
<th>Last Day <em>(m/d/yyyy)</em> and Time for public comment</th>
<th>Rules Coordinator Name</th>
<th>Email Address</th>
</tr>
</thead>
<tbody>
<tr>
<td>07-31-2017 Close of Business</td>
<td>Victor Garcia</td>
<td><a href="mailto:victor.a.garcia@oregon.gov">victor.a.garcia@oregon.gov</a></td>
</tr>
</tbody>
</table>

*The Oregon Bulletin is published on the 1st of each month and updates the rule text found in the Oregon Administrative Rules Compilation.*