

# REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Sixth Oregon Legislative Assembly  
2012 Regular Session  
Legislative Revenue Office

Bill Number: HB 4046  
Revenue Area: Healthcare Tax  
Economist: Dae Baek  
Date: 2/2/2012

**Measure Description:** Excludes, for the purpose of assessment on insurance premiums, accidently only, specified disease and hospital indemnity insurance policies, if the policies pay benefits on an indemnity basis. Takes effect on July 1, 2013.

## Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2011-12	2012-13	2011-13	2013-2015	2015-2017
Health System Fund	\$0	\$0	\$0	-\$ 0.08	\$0

**Impact Explanation:** The law governing the assessment on insurance premiums to finance the Health System Fund expires on September 30, 2013. As a result, if this bill takes effect on July 1, 2013, it will be in force for one quarter. According to the Insurance Division of the Department of Consumer and Business Services, the insurance premiums to be excluded from the assessment under this bill are estimated to be about \$7.6 million. The assessment rate is 1% of the insurance premiums.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No

The policy purpose of this measure is