

House Bill 3059

Sponsored by Representative KOTEK

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Establishes hospital assessment rate. Repeals sunset on assessment.
Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to hospital assessment; creating new provisions; amending sections 2 and 10, chapter 736,
3 Oregon Laws 2003; repealing sections 12, 13 and 14, chapter 736, Oregon Laws 2003; prescribing
4 an effective date; and providing for revenue raising that requires approval by a three-fifths ma-
5 jority.

Be It Enacted by the People of the State of Oregon:

6 **SECTION 1.** Section 2, chapter 736, Oregon Laws 2003, is amended to read:

7
8 **Sec. 2.** (1) An assessment is imposed on each hospital in this state that is not a waived hos-
9 pital. The assessment shall be imposed at a rate *[determined by the Director of Human Services by*
10 *rule that is the director's best estimate of the rate needed to fund the services and costs identified in*
11 *section 9 of this 2003 Act. The rate of assessment shall be imposed]* **of 5.5 percent** on the net revenue
12 of each hospital subject to assessment. *[The director shall consult with representatives of hospitals*
13 *before setting the assessment.]*

14 *[(2) Notwithstanding subsection (1) of this section, the rate of assessment may not exceed three*
15 *percent.]*

16 *[(3)]* **(2)** The assessment shall be reported on a form prescribed by the Department of Human
17 Services and shall contain the information required to be reported by the department. The assess-
18 ment form shall be filed with the department on or before the 75th day following the end of the
19 calendar quarter for which the assessment is being reported. The hospital shall pay the assessment
20 at the time the hospital files the assessment report. The payment shall accompany the report.

21 *[(4)]* **(3)** A hospital is not guaranteed that any additional moneys paid to the hospital in the form
22 of payments for services shall equal or exceed the amount of the assessment paid by the hospital.

23 *[(5)]* **(4)** Hospitals operated by the United States Department of Veterans Affairs and pediatric
24 specialty hospitals providing care to children at no charge are exempt from the assessment imposed
25 under this section.

26 **SECTION 2.** Section 10, chapter 736, Oregon Laws 2003, is amended to read:

27 **Sec. 10.** Sections 1 to 9, **chapter 736, Oregon Laws 2003**, *[of this 2003 Act]* apply to net re-
28 venues earned by hospitals on or after January 1, 2004[]], *and before January 1, 2008*.

29 **SECTION 3. Sections 12, 13 and 14, chapter 736, Oregon Laws 2003, are repealed.**

30 **SECTION 4. The amendments to section 2, chapter 736, Oregon Laws 2003, by section 1**
31 **of this 2007 Act become operative January 1, 2008.**

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted.
New sections are in **boldfaced** type.

1 **SECTION 5.** This 2007 Act takes effect on the 91st day after the date on which the reg-
2 ular session of the Seventy-fourth Legislative Assembly adjourns sine die.
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