

House Bill 3502

Sponsored by Representative GARRARD (at the request of Mid-Valley IPA)

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**.

Modifies reimbursement amounts received by rural hospitals adjacent to one or more urban areas.

A BILL FOR AN ACT

1
2 Relating to rural health; amending ORS 414.728.

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

4 **SECTION 1.** ORS 414.728 is amended to read:

5 414.728. (1) **Except as provided in subsection (2) of this section**, for services provided to
6 persons who are entitled to receive medical assistance and whose medical assistance benefits are
7 not administered by a prepaid managed care health services organization, as defined in ORS 414.736,
8 the Department of Human Services shall reimburse Type A and Type B hospitals and rural critical
9 access hospitals, as described in ORS 442.470 and identified by the Office of Rural Health as rural
10 hospitals, fully for the cost of covered services based on the most recent audited Medicare cost re-
11 port for Oregon hospitals adjusted to reflect the Medicaid mix of services.

12 (2) **A rural hospital classified as either a Type A or a Type B hospital, or a rural critical**
13 **access hospital, that is located in a rural county adjacent to one or more urban areas shall**
14 **be considered to be located in the urban area to which the greater number of workers in the**
15 **county commute.**
16

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.