

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
76th Oregon Legislative Assembly
2011 Regular Session
Legislative Revenue Office

Bill Number: SB 633
Revenue Area: Healthcare Tax
Economist: Dae Baek
Date: 3/7/2011

Measure Description: Excludes, for the purposes of assessment on insurance premiums, accident only, specified disease and hospital indemnity insurance policies, if the policies pay benefits on an indemnity basis.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2011-12	2012-13	2011-13	2013-2015	2015-2017
Health System Fund	-\$0.07	-\$0.30	-\$0.37	-\$0.16	\$ 0

Impact Explanation: This analysis assumes that this bill takes effect on January 1, 2012. According to the Insurance Division at the Department of Consumer and Business Services, the estimated insurance premiums to be excluded from assessment under this bill are \$35.7 million for the calendar year (CY) 2012 and \$28.1 million for the CY 2013 respectively. The assessment rate is 1% of the insurance premiums. The law governing the assessment on insurance premium to finance the Health System Fund expires on September 30, 2013.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is to
(to be completed by the Senate Committee on General Government, Consumer and Small Business Protection)