

# REVENUE IMPACT OF PROPOSED LEGISLATION

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

<b>Bill Number:</b>	<b>HB 4046-A</b>
<b>Revenue Area:</b>	<b>Healthcare Tax</b>
<b>Economist:</b>	<b>Dae Baek</b>
<b>Date:</b>	<b>2/9/2012</b>

**Measure Description:** Excludes, for the purpose of assessment on insurance premiums, accident only, specified disease and hospital indemnity insurance policies, if the policies pay benefits on an indemnity basis. Takes effect on September 29, 2013.

**Revenue Impact (in \$Millions):** Minimal\*

\*Revenue impact of less than \$50,000.

**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 September 29, 2013, it will be in force for two days. 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 \$160,000. Based on the assessment rate of 1% of the insurance premiums, the revenue loss is estimated to be about \$1,600.

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