

**PROPOSED AMENDMENTS TO  
A-ENGROSSED HOUSE BILL 2505**

1 On page 1 of the printed A-engrossed bill, line 2, delete “amending ORS  
2 173.025 and 315.050” and insert “creating new provisions; and amending ORS  
3 315.613”.

4 Delete lines 4 through 25 and delete page 2 and insert:

5 **“SECTION 1. ORS 315.613 is amended to read:**

6 “315.613. (1) A resident or nonresident individual certified as eligible un-  
7 der ORS 442.563, licensed under ORS chapter 677, who is engaged in the  
8 practice of medicine, and who has a rural practice that amounts to 60 per-  
9 cent of the individual’s practice, shall be allowed an annual credit against  
10 taxes otherwise due under this chapter in the sum of \$5,000 during the time  
11 in which the individual retains such practice and membership if the indi-  
12 vidual is actively practicing in and is a member of the medical staff of one  
13 of the following hospitals:

14 “(a) A type A hospital designated as such by the Office of Rural Health;

15 “(b) A type B hospital designated as such by the Office of Rural Health  
16 if the hospital is:

17 “(A) Not within the boundaries of a metropolitan statistical area;

18 “(B) Located 30 or more highway miles from the closest hospital within  
19 the major population center in a metropolitan statistical area; or

20 “(C) Located in a county with a population of less than 75,000;

21 “(c) A type C rural hospital, if the Office of Rural Health makes the  
22 findings required by ORS 315.619; [or]

1       “(d) A rural hospital that was designated a rural referral center by  
2 the federal government before January 1, 1989, and that serves the  
3 community of Coos Bay; or

4       “[(d)] (e) A rural critical access hospital.

5       “(2) A nonresident shall be allowed the credit under this section in the  
6 proportion provided in ORS 316.117. If a change in the status of a taxpayer  
7 from resident to nonresident or from nonresident to resident occurs, the  
8 credit allowed by this section shall be determined in a manner consistent  
9 with ORS 316.117.

10       “(3) For purposes of this section, an ‘individual’s practice’ shall be de-  
11 termined on the basis of actual time spent in practice each week in hours  
12 or days, whichever is considered by the Office of Rural Health to be more  
13 appropriate. In the case of a shareholder of a corporation or a member of a  
14 partnership, only the time of the individual shareholder or partner shall be  
15 considered and the full amount of the credit shall be allowed to each share-  
16 holder or partner who qualifies in an individual capacity.

17       “(4) As used in this section:

18       “(a) ‘Type A hospital,’ ‘type B hospital’ and ‘type C hospital’ have the  
19 meaning for those terms provided in ORS 442.470.

20       “(b) ‘Rural critical access hospital’ means a facility that meets the crite-  
21 ria set forth in 42 U.S.C. 1395i-4 (c)(2)(B) and that has been designated a  
22 critical access hospital by the Office of Rural Health and the Oregon Health  
23 Authority.

24       “**SECTION 2. The amendments to ORS 315.613 by section 1 of this**  
25 **2013 Act apply to tax years beginning on or after January 1, 2014.”.**

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