

## Statement for the Record House Behavioral Health and Health Care February 7, 2023 HB 2723, Rural Medical Provider Tax Credits

Chair Nosse, Vice Chairs Nelson and Goodwin, and members of the committee, please accept this statement for the record on behalf of OR-ACEP, the Oregon Chapter of the American College of Emergency Physicians. OR-ACEP is a medical society that has represented physicians specializing in emergency medicine since 1971 and its members share a commitment to improve emergency healthcare for all Oregonians.

OR-ACEP supports HB 2723, which modifies the definition of a rural community and remove the income eligibility cap. Recruiting board certified emergency physicians to rural areas is exceedingly difficult and they often earn up to 20 percent less than their colleagues in urban areas. The tax credit is considered a good incentive and is used for recruitment purposes.

Current law caps the adjusted gross income eligibility amount at \$300,000, except for OB-GYNS, rural surgeons and family physicians. We support the removal of the cap. The emergency department is part of the critical safety net especially in rural areas. At some rural hospitals, emergency physicians may exceed the current income cap in statute but they may also work long busy shifts, nights, weekends and holidays — the only way that hospital emergency departments can even stay open in remote parts of the state. Having access to board-certified emergency physicians is just as important as having access to other specialties.

The average medical school debt now is over \$225,000, which severely limits the ability of young physicians to start families and buy homes, while taking a pay cut to work in rural areas. High student debt incurred during their ten years of training — not to mention the loss of income during that time period, is common. The rural medical provider tax credit is one tool to support physicians who choose to practice in rural Oregon.

Chapter President- Alex Skog, MD, FACEP Chapter Executive- Sierra Acker

President-Elect- Craig Rudy, MD, FACEP Government Relations Director- Katy King



We urge your support to pass HB 2723 and remove the income eligibility cap for the rural medical provider tax credit. This will be an incentive to increase the number of board certified emergency physicians in rural Oregon and will result in improved care for members of the community.

Thank you for your consideration.