HB 4033 STAFF MEASURE SUMMARY

House Committee On Revenue

Prepared By: Dae Baek, Senior Economist **Meeting Dates:** 2/6, 2/14

WHAT THE MEASURE DOES:

Moves the sunset of the assessment on long term care facilities from July 1, 2026, to June 30, 2032.

ISSUES DISCUSSED:

- Definition of the Long Term Care Facility
- Nature and history of the assessment
- Federal matching
- Facilities exempted from assessment

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

The current assessment on long term care (LTC) facilities, or commonly known as nursing facility assessment, sunsets on June 30, 2026. The governing laws on the assessment are to be repealed on January 2, 2028. The last extension of the assessment occurred in the 2018 legislature when the sunset was moved by six years to June 30, 2026, from June 30, 2020. The governing laws were also extended by six years.

This measure moves the sunset of the assessment to June 30, 2032, and the repeal of the governing laws to January 2, 2034. It allows the Oregon Department of Human Services to continue to collect assessment on LTC facilities for six more years. LTC facility assessments will fetch matching federal funds to provide care for qualified Medicaid beneficiaries.

This summary has not been adopted or officially endorsed by action of the committee.