| REVENUE IMPACT OF | Bill Number: | HB 3057-A |
|--|---------------------|--------------------------------------|
| PROPOSED LEGISLATION | Revenue Area: | Medical Provider |
| 74th Oregon Legislative Assembly 2007 Regular Session Legislative Revenue Office | Economist: Date: | Taxes Chris Allanach 6/11/2007 |

Measure Description:

Extends the long term care facility tax sunset date from July 1, 2008 to July 1, 2014 and repeal date from January 2, 2009 to January 2, 2015. Extends the hospital tax and Medicaid managed care tax sunset dates from January 1, 2008 to October 1, 2009 and repeal dates from January 2, 2010 to January 2, 2012. Ensures that the hospital tax sunsets if the Medicaid managed care tax no longer qualifies for federal matching funds. Removes language pertaining to the tax on Programs of All-inclusive Care for Elderly Persons (PACE).

Revenue Impact:

| (\$ Millions) | 2007-09 Biennium | 2009-11 Biennium |
|------------------------|---------------------|---------------------|
| State Other Funds | \$220.6 | \$120.6 |
| Long term care tax | \$39.4 | \$88.5 |
| Hospital and MCO taxes | \$181.2 | \$32.1 |

Impact Explanation:

The revenue impact is due to the extension of the three taxes. The estimates for the long term care tax includes one year in the 2007-09 biennium and two years in the 2009-11 biennium. The estimates for the hospital and MCO taxes include 18 months in the 2007-09 biennium and 3 months in the 2009-11 biennium.

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