

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

Bill Number:	HB 2847
Revenue Area:	Personal Income Tax
Economist:	Kyle Easton
Date:	4/8/2019

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Expands list of hospitals, whose medical staff may qualify for the rural medical provider personal income tax credit, to include a hospital classified as a rural referral center and also classified as a sole community hospital. Applies to tax years beginning on or after January 1, 2020.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2019-20	2020-21	2019-21	2021-23	2023-25
General Fund	0	-\$0.2	-\$0.2	-\$0.4	-\$0.4

Impact Explanation:

Measure will allow qualifying medical providers at Sky Lakes Medical Center in Klamath Falls to potentially qualify for Oregon’s rural medical provider income tax credit. The Oregon Office of Rural Health has identified about 40 rural medical providers that do not currently qualify for the tax credit that will become eligible for a credit worth \$5,000. Impact on general fund revenue is estimated at -\$200,000 per tax year (-\$400,000 per full effective biennium).

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is to include Sky Lakes Medical Center in Klamath Falls as a hospital whose medical staff may qualify for Oregon’s rural medical provider personal income tax credit.