FISCAL IMPACT OF PROPOSED LEGISLATION



Legislative Fiscal Office 83rd Oregon Legislative Assembly 2025 Regular Session

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Date: March 27, 2025

Bill Title: Relating to health care facilities; prescribing an effective date.

Government Unit(s) Affected: Oregon Health Authority

Summary of Fiscal Impact

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Health Authority	\$ 116,960	\$ -	\$ -	\$ -	\$ 116,960	-	-
Total Fiscal Impact	\$ 116,960	\$ -	\$ -	\$ -	\$ 116,960	-	-

2027-29 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Health Authority	\$ 116,960	\$ -	\$ -	\$ -	\$ 116,960	-	1
Total Fiscal Impact	\$ 116,960	\$ -	\$ -	\$ -	\$ 116,960	-	-

Summary of Revenue Impact

Agency Fund Type		2025-27 Biennium	2027-29 Biennium		
Oregon Health Authority - Other Funds	\$	3,074,488	\$	3,513,700	
Total Revenue Impact	\$	3,074,488	\$	3,513,700	

Measure Description

The measure increases annual hospital licensing fees as follows:

- For hospitals with 25 beds or less, the license fee is increased from \$1,250 to \$6,250.
- For hospitals with 26-49 beds, the license fee is increased from \$1,850 to \$9,250.
- For hospitals with 50-99 beds, the license fee is increased from \$3,800 to \$14,000.
- For hospitals with 100-199 beds, the license fee is increased from \$6,525 to \$36,625.
- For hospitals with 200-488 beds, the license fee is increased from \$8,500 to \$42,500.
- For hospitals with 500 or more beds, the license fee is increased from \$12,070 to \$60,350.
- The fee for hospital satellites indorsed under a hospital's license is increased from \$750 to \$3,750.

Additionally, the Oregon Health Authority is authorized to assess a late fee of up to \$1,250 for hospitals that fail to pay their renewal license fee. The measure repeals Oregon revised statute (ORS) 441.021 on additional fees for investigation and compliance activities. The measure takes effect on October 1, 2025.

Measure: SB 842

FISCAL IMPACT OF PROPOSED LEGISLATION

Fiscal Analysis

Currently, OHA oversees the annual licensing renewals for 64 hospitals and 110 satellite hospitals. The projected revenue for 2025-27 is \$3.1 million, in 2027-29 the revenue increases to \$3.5 million. Fees from the hospitals will be used for ongoing programmatic costs including support staff and system upgrades. The Oregon State Hospital is subject to the hospital fee license increase and will pay \$96,560 General Fund per biennium for the Peter Courtney Salem Campus and \$20,400 General Fund per biennium for the Junction City Campus.

Relevant Dates

The measure takes effect on October 1, 2025

Measure: SB 842