

SB 125-1  
(LC 3638)  
6/3/25 (CMT/ps)

Requested by Senator MEEK

**PROPOSED AMENDMENTS TO  
SENATE BILL 125**

1 On page 1 of the printed bill, line 2, after the semicolon delete the rest  
2 of the line and line 3 and insert “and prescribing an effective date.”

3 Delete lines 5 through 26 and delete pages 2 through 7 and insert:

4 **“SECTION 1. Section 2 of this 2025 Act is added to and made a part**  
5 **of ORS 317A.100 to 317A.158.**

6 **“SECTION 2. Notwithstanding ORS 317A.100, receipts from the ad-**  
7 **ministration or dispensation of medications in a clinical setting other**  
8 **than a hospital are excluded from the definition of commercial activity**  
9 **and are exempt from the tax imposed under ORS 317A.116.**

10 **“SECTION 3. Section 2 of this 2025 Act is amended to read:**

11 **“Sec. 2. (1)** Notwithstanding ORS 317A.100, receipts from the adminis-  
12 tration or dispensation of medications in a clinical setting other than a  
13 hospital are excluded from the definition of commercial activity and are ex-  
14 empt from the tax imposed under ORS 317A.116.

15 **“(2) A taxpayer shall subtract from commercial activity an amount**  
16 **equal to 50 percent of the sum of amounts received as reimbursement**  
17 **paid:**

18 **“(a) For the cost of health care provided to medical assistance re-**  
19 **cipients under ORS chapter 414;**

20 **“(b) By the Centers for Medicare and Medicaid Services or by a**  
21 **Medicare Advantage plan for the cost of health care provided to Med-**

icare recipients; or

“(c) By the Public Employees’ Benefit Board, the Oregon Educators Benefit Board, the Children’s Health Insurance Program or the United States Department of Defense, under a TRICARE contract for the cost of health care provided.

“**SECTION 4.** Section 2 of this 2025 Act, as amended by section 3 of this 2025 Act, is amended to read:

“**Sec. 2.** [(1) *Notwithstanding ORS 317A.100, receipts from the administration or dispensation of medications in a clinical setting other than a hospital are excluded from the definition of commercial activity and are exempt from the tax imposed under ORS 317A.116.*]

“[(2) *A taxpayer shall subtract from commercial activity an amount equal to 50 percent of the sum of*]

“**Notwithstanding ORS 317A.100, the following amounts are excluded from the definition of commercial activity and are exempt from the tax imposed under ORS 317A.116:**

“(1) **Receipts from the administration or dispensation of medications in a clinical setting other than a hospital.**

“(2) **Any** amounts received as reimbursement paid:

“(a) For the cost of health care provided to medical assistance recipients under ORS chapter 414;

“(b) By the Centers for Medicare and Medicaid Services or by a Medicare Advantage plan for the cost of health care provided to Medicare recipients; or

“(c) By the Public Employees’ Benefit Board, the Oregon Educators Benefit Board, the Children’s Health Insurance Program or the United States Department of Defense, under a TRICARE contract for the cost of health care provided.

“**SECTION 5. (1) Section 2 of this 2025 Act applies to tax years beginning on or after January 1, 2026, and before January 1, 2028.**

1       “(2) The amendments to section 2 of this 2025 Act by section 3 of  
2       this 2025 Act apply to tax years beginning on or after January 1, 2028,  
3       and before January 1, 2030.

4       “(3) Notwithstanding ORS 315.037, the amendments to section 2 of  
5       this 2025 Act by section 4 of this 2025 Act apply to all tax years be-  
6       ginning on or after January 1, 2030.

7       “SECTION 6. This 2025 Act takes effect on the 91st day after the  
8       date on which the 2025 regular session of the Eighty-third Legislative  
9       Assembly adjourns sine die.”.

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