

Oregon Acute Care Hospitals

Financial Trends Q2 2025

This brief summarizes the 2nd quarter (Q2) 2025 update of the [Oregon Hospital Financial and Utilization Dashboard](#), OHA's interactive display of statewide hospital financial and utilization data. For definitions of the measures in this report, see the [glossary of key terms](#) or visit the [Hospital Reporting Program website](#). Data are self-reported and subject to change. Shriners Children's Portland is excluded because it is a charity hospital and does not directly bill patients.

Year-over-year trends (Q2 2024 to Q2 2025)

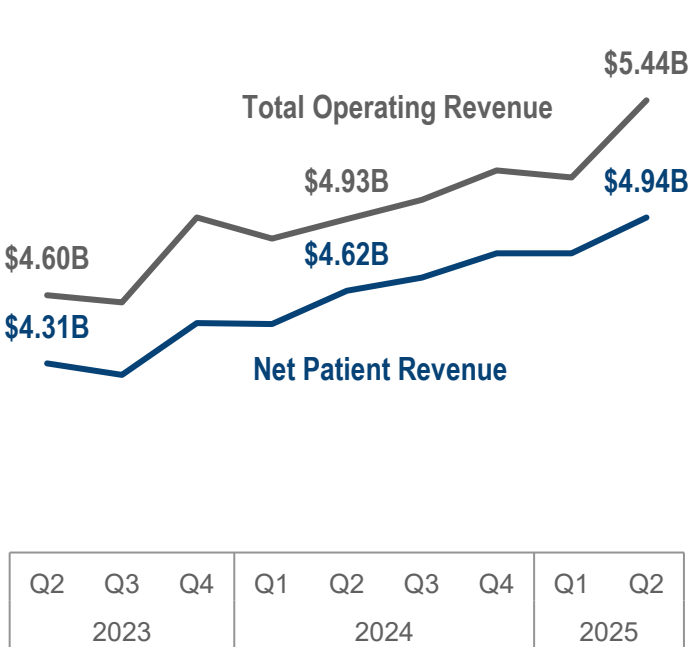
- Total operating revenue **increased** 10.3 percent, from \$4.93 billion to \$5.44 billion.
- Net patient revenue **increased** 6.8 percent, from \$4.62 billion to \$4.94 billion.
- Total operating expense **increased** 8.7 percent, from \$4.93 billion to \$5.36 billion.
- Operating margin **increased** from \$155,440 to \$80.6 million.

Oregon hospitals report total operating revenue and net patient revenue growth in Q2 2025 after losses in the first quarter

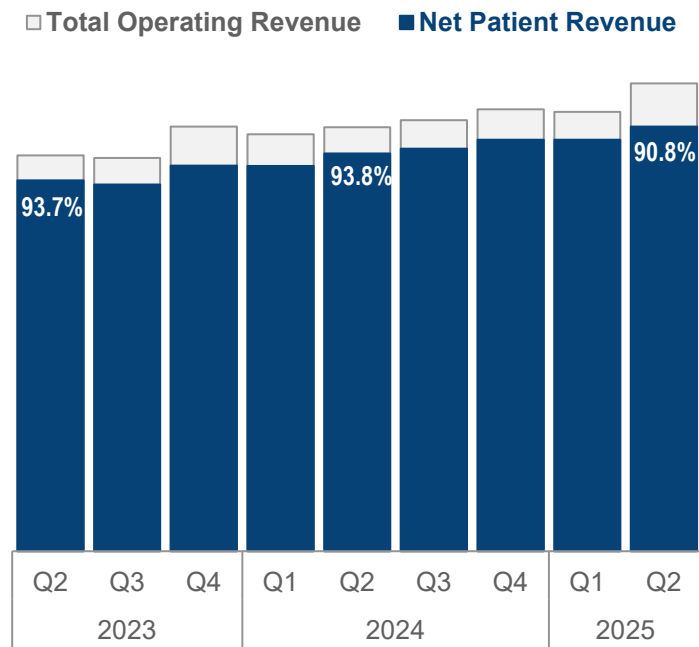
In Q2 2025, statewide **total operating revenue**, the amount hospitals received for providing patient care and other hospital services, was \$5.44 billion. It increased \$330.6 million (6.5 percent) from the previous quarter, Q1 2025, and increased \$508.2 million (10.3 percent) from Q2 2024, one year prior.

In Q2 2025, 90.8 percent of **total operating revenue** came from **net patient revenue**, the amount hospitals received for providing care to patients. Statewide **net patient revenue** was \$4.94 billion. It increased \$153.6 million (3.2 percent) from the previous quarter, Q1 2025, and increased \$313.5 million (6.8 percent) from Q2 2024, one year prior.

Both **total operating revenue** and **net patient revenue** increased in the second quarter of 2025



Net patient revenue made up nearly 91 percent of **total operating revenue** in Q2 2025

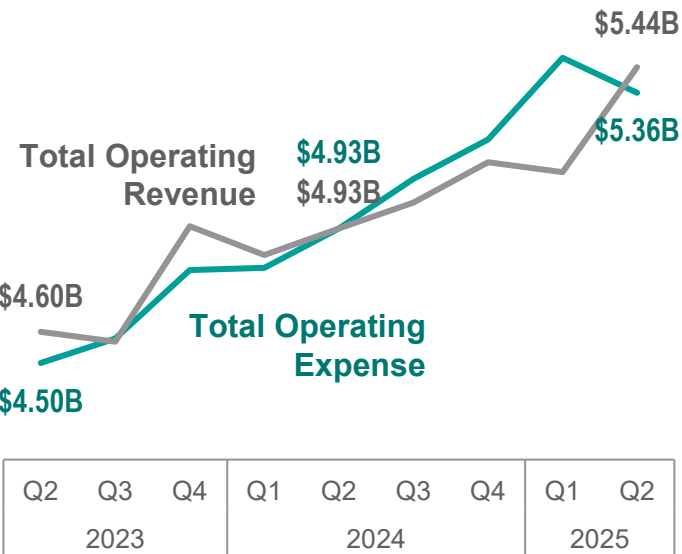


Statewide total operating revenue exceeded total operating expense for the first time since Q2 2024

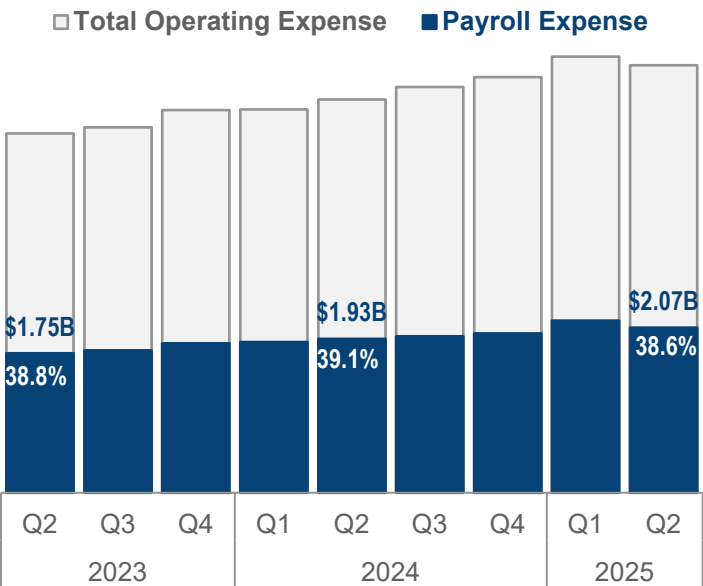
In Q2 2025, statewide **total operating expense**, the amount spent to operate hospitals, was \$5.36 billion. It decreased \$109.9 million (-2.0 percent) from the previous quarter, Q1 2025, and increased \$427.8 million (8.7 percent) from Q2 2024, one year prior. In Q2 2025, statewide total operating revenue exceeded total operating expense by \$80.6 million.

In Q2 2025, **payroll expense**, the amount hospitals spent to compensate employees, was \$2.07 billion (38.6 percent of statewide total operating expense). It decreased \$89.4 million (-4.1 percent) from the previous quarter, Q1 2025, and increased \$139.6 million (7.2 percent) from Q2 2024, one year prior.

Total operating revenue exceeded **total operating expense** by \$80.6 million in Q2 2025



Payroll expense made up nearly 40 percent of **total operating expense** between Q2 2023 and Q2 2025



Type A hospitals reported the greatest monthly payroll amount per full time employee in the first and second quarters of 2025

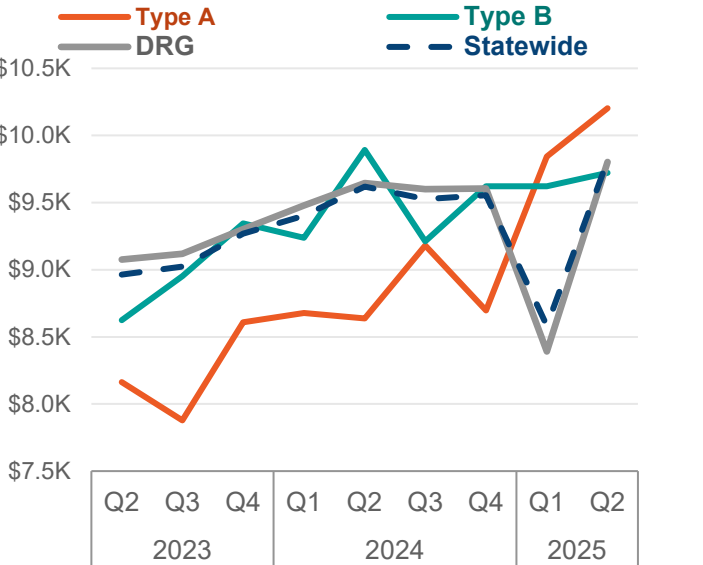
In Q2 2025, **statewide monthly payroll per full-time employee (FTE)**, the average amount a full-time hospital employee earned per month, was \$9,813. It increased \$1,231 (14.3 percent) from the previous quarter, Q1 2025 and increased \$195 (2.0 percent) from Q2 2024.

In Q2 2025, **monthly payroll per FTE** was \$10,203 at **Type A hospitals**. It increased \$359 (3.7 percent) from the previous quarter, Q1 2025, and increased \$1,566 (18.1 percent) from Q2 2024.

In Q2 2025, **monthly payroll per FTE** was \$9,721 at **Type B hospitals**. It increased \$101 (1.0 percent) from the previous quarter, Q1 2025, and decreased \$171 (-1.7 percent) from Q2 2024.

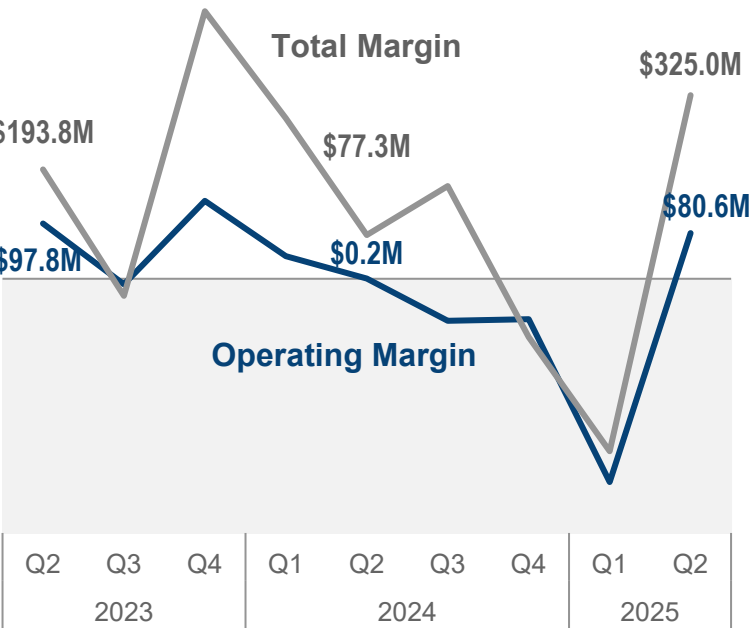
In Q2 2025, **monthly payroll per FTE** was \$9,802 at **DRG hospitals**. It increased \$1,411 (16.8 percent) from the previous quarter, Q1 2025, and increased \$157 (1.6 percent) from Q2 2024.

DRG hospitals reported the greatest quarter-over-quarter increase in average monthly pay in Q2 2025



Asante hospitals reported \$132 million in other operating revenue in Q2 2024, leading to a sharp increase in total margin

Revenue exceeded expense in Q2 2025, resulting in a positive **total margin** and **operating margin**



In Q2 2025, **operating margin**, the remaining profit hospitals keep after subtracting total operating expense from total operating revenue, was \$80.6 million. It increased \$440.5 million from the previous quarter, Q1 2025, and increased \$80.5 million from Q2 2024, one year prior.

Operating margin is an indicator of financial health; a positive operating margin value indicates that hospitals earned enough operating revenue to cover operating expenses.

In Q2 2025, **total margin**, the remaining profit hospitals keep after subtracting total expense from total revenue, was \$325.0 million. It increased \$630.3 million from the previous quarter, Q1 2025, and increased \$247.7 million from Q2 2024, one year prior. Total revenue includes all income sources, such as profit, investments, and tax subsidies.

Total margin is an indicator of overall financial standing; a positive total margin value indicates that hospitals earned enough total revenue to cover total expenses.

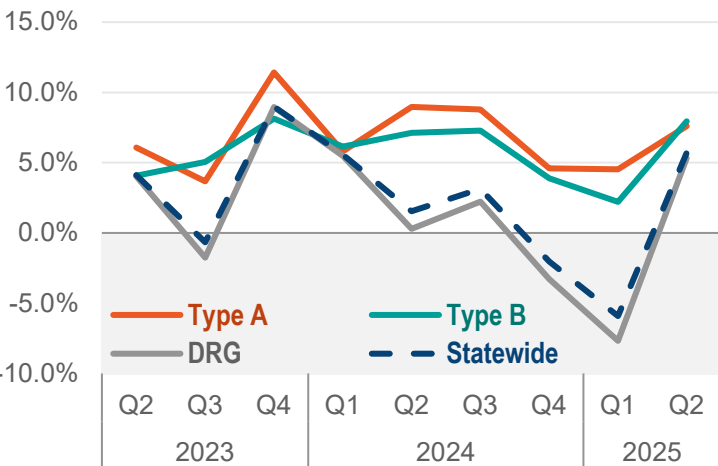
In Q2 2025, Asante hospitals reported a combined \$132.3 million in other operating revenue after receiving COVID-

related FEMA grant money. The additional revenue amounts to 41 percent of the statewide total margin amount for the quarter. Without this additional revenue, statewide total revenue would be \$192.7 million.

All Oregon hospital types were profitable in Q2 2025

In Q2 2025, total margin as a percent of total revenue, or profit margin, was 5.7 percent statewide, 7.6 percent at Type A hospitals, 7.9 percent at Type B hospitals, and 5.3 percent at DRG hospitals. In Q2 2025, operating margin as a percent of total operating revenue, or operating profit margin, was 1.5 percent statewide, 0.07 percent at Type A hospitals, 4.9 percent at Type B hospitals, and 1.5 percent at DRG hospitals. A positive profit margin or operating profit margin indicates that for each dollar earned in revenue, a hospital spent less than a dollar on expenses. A negative value indicates that for each dollar earned in revenue, a hospital spent more than a dollar on expenses.

Total margin as a percent of total revenue by hospital type, 2023-2025



Operating margin as a percent of total operating revenue by hospital type, 2023-2025

