

Oregon Acute Care Hospitals

Financial Trends Q3 2025

This brief summarizes the 3rd quarter (Q3) 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 bill most patients.

Year-over-year trends (Q3 2024 to Q3 2025)

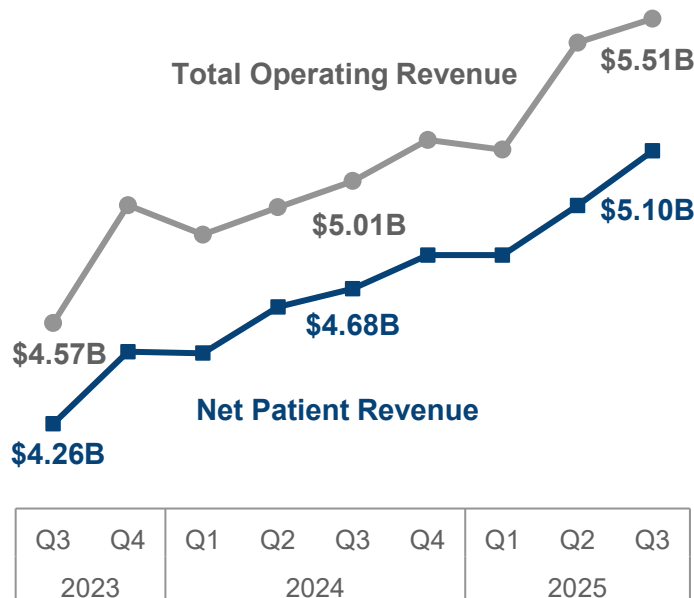
- Total operating revenue **increased** 10.0 percent, from \$5.01 billion to \$5.51 billion.
- Net patient revenue **increased** 9.1 percent, from \$4.68 billion to \$5.10 billion.
- Total operating expense **increased** 9.5 percent, from \$5.08 billion to \$5.57 billion.
- Operating margin **increased** 25.5 percent, from -\$74.5 million to -\$55.5 million.

Total operating revenue and net patient revenue have increased for the last two quarters (Q2 and Q3 2025)

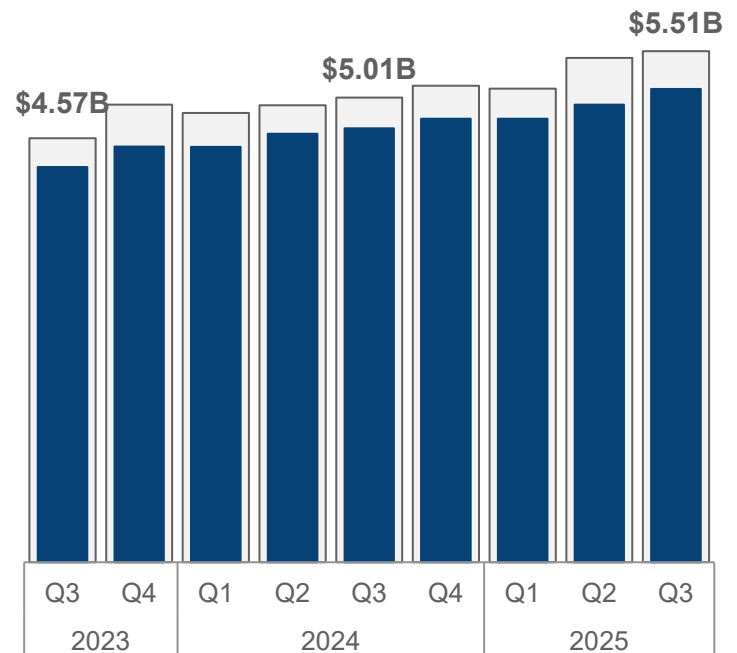
In Q3 2025, statewide **total operating revenue**, the amount hospitals received for providing patient care and other hospital services, was \$5.51 billion. It increased \$73.2 million (1.3 percent) from the previous quarter, Q2 2025, and increased \$500.3 million (10.0 percent) from Q3 2024, one year prior.

In Q3 2025, 92.6 percent of **total operating revenue** came from **net patient revenue**, the amount hospitals received for providing care to patients. Statewide **net patient revenue** was \$5.10 billion. It increased \$167.6 million (3.4 percent) from the previous quarter, Q2 2025, and increased \$425.0 million (9.1 percent) from Q3 2024, one year prior.

Total operating revenue and **net patient revenue** continued to grow in the third quarter of 2025



Net patient revenue made up nearly 93 percent of **total operating revenue** from 2023 to 2025

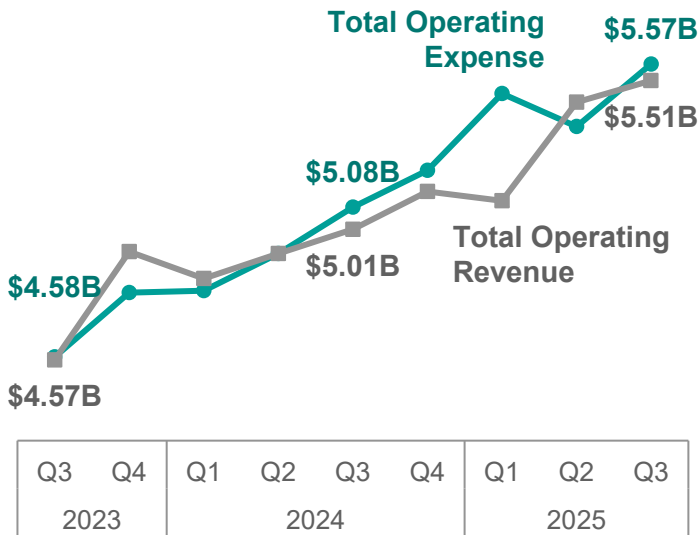


Total operating expense increased in Q3 2025 after a decrease in Q2 2025

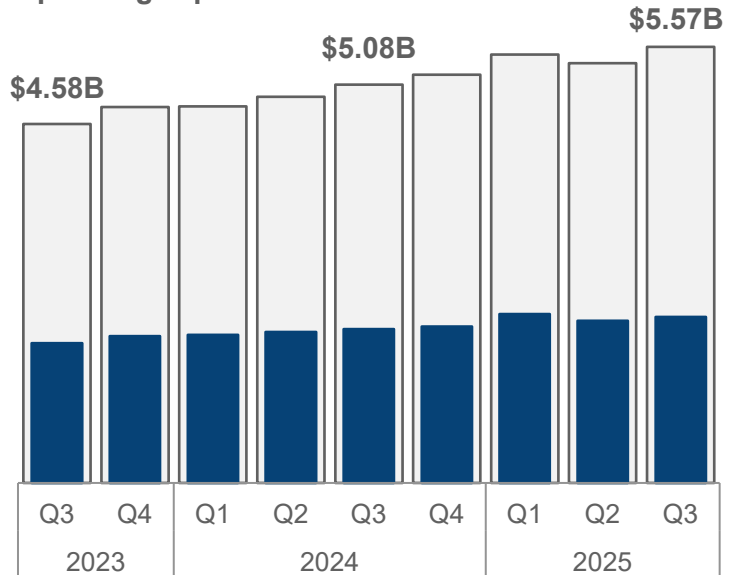
In Q3 2025, statewide **total operating expense**, the amount hospitals spent to operate, was \$5.57 billion. It increased \$210.0 million (3.9 percent) from the previous quarter, Q2 2025, and increased \$481.3 million (9.5 percent) from Q3 2024, one year prior. In Q3 2025, statewide total operating expense exceeded total operating revenue by \$55.5 million.

In Q3 2025, **payroll expense**, the amount hospitals spent to compensate employees, was \$2.12 billion (38.0 percent of statewide total operating expense). It increased \$49.2 million (2.4 percent) from the previous quarter, Q2 2025, and increased \$154.5 million (7.9 percent) from Q3 2024, one year prior.

Total operating expense exceeded **total operating revenue** by \$55.5 million in Q3 2025



Payroll expense made up about 40 percent of **total operating expense** from 2023 to 2025



Monthly payroll per FTE remains steady statewide

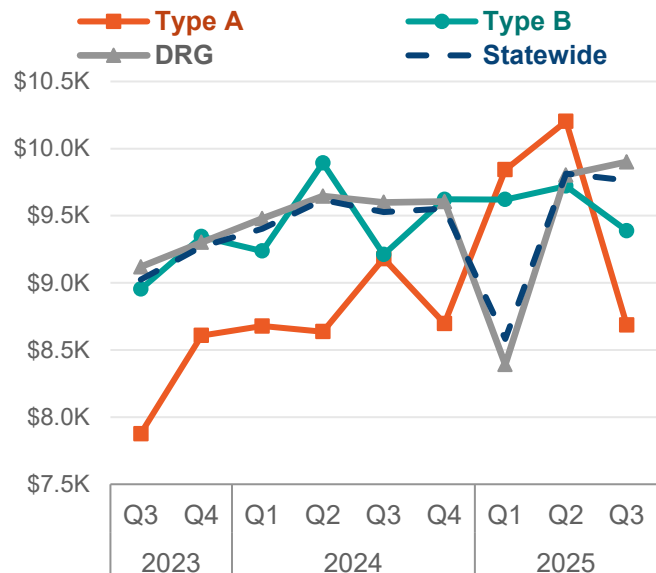
In Q3 2025, **statewide monthly payroll per full-time employee (FTE)**, the average amount a full-time hospital employee earned per month, was \$9,763. It decreased \$51 (-0.5 percent) from the previous quarter, Q2 2025 and increased \$236 (2.5 percent) from Q3 2024, one year prior.

In Q3 2025, **monthly payroll per FTE** was \$8,688 at **Type A hospitals**. It decreased \$1,514 (-14.8 percent) from the previous quarter, Q2 2025, and decreased \$493 (-5.4 percent) from Q3 2024, one year prior*.

In Q3 2025, **monthly payroll per FTE** was \$9,388 at **Type B hospitals**. It decreased \$333 (-3.4 percent) from the previous quarter, Q2 2025, and increased \$177 (1.9 percent) from Q3 2024, one year prior.

In Q3 2025, **monthly payroll per FTE** was \$9,901 at **DRG hospitals**. It increased \$98 (1.0 percent) from the previous quarter, Q2 2025, and increased \$302 (3.1 percent) from Q3 2024, one year prior.

DRG hospitals reported the greatest quarter-over-quarter increase in average monthly pay in Q3 2025



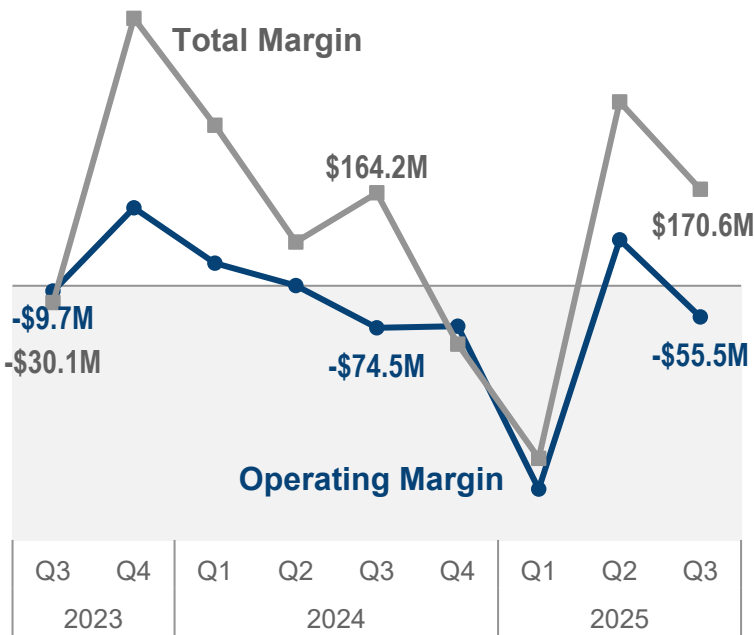
*Grande Ronde hospital reported fewer hours in Q1 and Q2 which inflated payroll per FTE in those quarters. Hours reported in Q3 were more consistent with historical norms. This contributed to the large drop in payroll for Type A hospitals.

Increased operating expense resulted in negative statewide operating margin but positive total margin indicates overall profit

Total revenue exceeded expense in Q3 2025, resulting in a positive **total margin**

In Q3 2025, **operating margin**, the remaining profit hospitals keep after subtracting total operating expense from total operating revenue, was -\$55.5 million. It decreased \$136.8 million from the previous quarter, Q2 2025, and increased \$19.0 million from Q3 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 Q3 2025, **total margin**, the remaining profit hospitals keep after subtracting total expense from total revenue, was \$170.6 million. It decreased* \$155.1 million from the previous quarter, Q2 2025, and increased \$6.4 million from Q3 2024, one year prior. Total revenue includes income from other sources like 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.

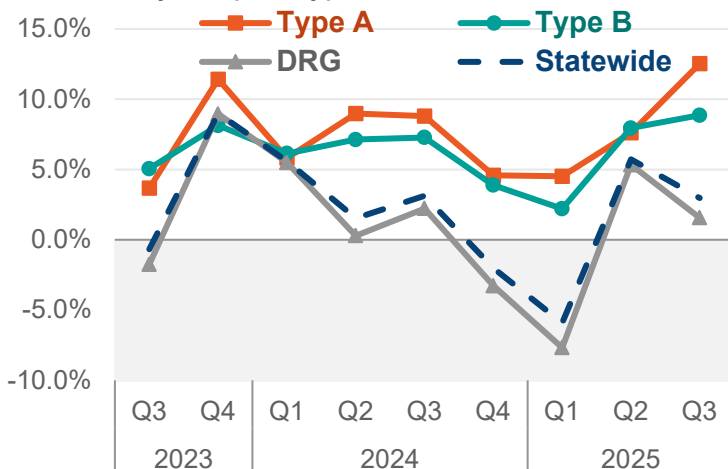


*In Q2 2025, Asante hospitals reported a combined \$132.3 million in other operating revenue after receiving COVID- related FEMA grant money. Without this additional revenue, statewide total revenue would be \$192.7 million in Q2 2025, and the decrease in total operating revenue between Q2 2025 and Q3 2025 would be \$22.1 million.

Total and operating margins increased at Type A and B hospitals

In Q3 2025, operating margin as a percent of total operating revenue, or operating profit margin, was -1.0 percent statewide, 3.3 percent at Type A hospitals, 5.9 percent at Type B hospitals, and -2.2 percent at DRG hospitals. In Q3 2025, total margin as a percent of total revenue, or profit margin, was 3.0 percent statewide, 12.5 percent at Type A hospitals, 8.9 percent at Type B hospitals, and 1.6 percent at DRG hospitals.

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



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

