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TEMPORARY ADMINISTRATIVE ORDER
INCLUDING STATEMENT OF NEED & JUSTIFICATION

DMAP 49-2019

CHAPTER 410
OREGON HEALTH AUTHORITY
HEALTH SYSTEMS DIVISION: MEDICAL ASSISTANCE PROGRAMS

FILED
11/25/2019 10:52 AM
ARCHIVES DIVISION
SECRETARY OF STATE
& LEGISLATIVE COUNSEL

FILING CAPTION: Type A/B Hospital Assessment Rate Updates

EFFECTIVE DATE: 12/01/2019 THROUGH 12/27/2019

AGENCY APPROVED DATE: 11/25/2019

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Rules Coordinator

NEED FOR THE RULE(S):

The Division needs to amend OAR 410-050-0861, effective December 1, 2019 through December 31, 2019, to change the Type A/B hospital assessment rate from 4.2 percent to 2.69 percent. Effective January 1, 2020, to change the Type A/B hospital assessment rate from 2.69 percent to 5.5 percent. According to the statutes, the director of the Oregon Health Authority is authorized to impose an assessment rate that is the best estimate to generate the revenue needed to cover authorized Oregon Health Plan expenditures for the 2019-21 biennium. The Oregon Health Authority has consulted with hospital representatives on this assessment rate change, and they support the changes. This temporary rule is being filed in order to implement the rate change until a permanent rule can be filed.

JUSTIFICATION OF TEMPORARY FILING:

The temporary rulemaking process is required to ensure that assessment collections beginning December 1, 2019, generate the appropriate amount of revenue needed to fund projected health services. The Oregon Health Authority finds that failure to act promptly will result in serious prejudice to the public interest, the Authority, and clients. The permanent administrative rule process requires more time to complete than available in this instance.

DOCUMENTS RELIED UPON, AND WHERE THEY ARE AVAILABLE:

The Oregon Health Authority uses caseload forecast and budget projections to model the hospital assessment revenue need for health services. Please contact Roger Staples at roger.staples@dhsosha.state.or.us for copies of these budget documents.

AMEND: 410-050-0861

SUSPEND: Temporary 410-050-0861 from DMAP 17-2019

RULE TITLE: Assessment Rate

RULE SUMMARY: The Division needs to amend OAR 410-050-0861, effective December 1, 2019 through December 31, 2019, to change the Type A/B hospital assessment rate from 4.2 percent to 2.69 percent. Effective January 1, 2020, to change the Type A/B Hospital rate from 2.69 percent to 5.5 percent. According to the statutes, the director of the

Oregon Health Authority is authorized to impose an assessment rate that is the best estimate to generate the revenue needed to cover authorized Oregon Health Plan expenditures for the 2019-21 biennium. The Oregon Health Authority has consulted with hospital representatives on this assessment rate change, and they support the changes. This temporary rule is being filed in order to implement the rate change until a permanent rule can be filed.

RULE TEXT:

- (1) The assessment rate for the period beginning January 1, 2005, and ending June 30, 2006, is .68 percent.
- (2) The assessment rate for the period beginning July 1, 2006, and ending December 31, 2007, is .82 percent.
- (3) The assessment rate for the period beginning January 1, 2008, and ending June 30, 2009, is .63 percent.
- (4) The assessment rate for the period of January 1, 2008 through June 30, 2009 does not apply to the period beginning July 1, 2009.
- (5) The assessment rate for the period beginning July 1, 2009, and ending September 30, 2009, is .15 percent.
- (6) The assessment rate for the period beginning October 1, 2009, and ending June 30, 2010, is 2.8 percent.
- (7) The assessment rate for the period beginning July 1, 2010, and ending June 30, 2011, is 2.32 percent.
- (8) The assessment rate for the period beginning July 1, 2011, and ending September 30, 2011, is 5.25 percent.
- (9) The assessment rate for the period beginning October 1, 2011, and ending December 31, 2011, is 5.08 percent.
- (10) The assessment rate for the period beginning January 1, 2012, and ending March 31, 2013, is 4.32 percent.
- (11) The assessment rate for the period beginning April 1, 2013, and ending September 30, 2014, is 5.30 percent.
- (12) The assessment rate for the period beginning October 1, 2014, and ending March 31, 2016, is 5.80 percent.
- (13) The assessment rate for the period beginning April 1, 2016, and ending June 30, 2017, is 5.30 percent.
- (14) The assessment rate for the period beginning July 1, 2017, and ending October 4, 2017, is 6.00 percent.
- (15) The assessment rate for the period beginning October 5, 2017, and ending December 31, 2017, is 5.30 percent.
- (16) The assessment rate for the period beginning January 1, 2018, is 6.0 percent.
- (17) For Type A/B hospitals, the assessment rate for the period beginning January 1, 2018, and ending June 30, 2018, is 4.00 percent.
- (18) For Type A/B hospitals, the assessment rate for the period beginning July 1, 2018, and ending June 30, 2019, is 4.75 percent.
- (19) For Type A/B hospitals, the assessment rate for the period beginning July 1, 2019, and ending November 30, 2019 is 4.20 percent.
- (20) For Type A/B hospitals, the assessment rate for the period beginning December 1, 2019, and ending December 31, 2019 is 2.69 percent.
- (21) For Type A/B hospitals, the assessment rate for the period beginning January 1, 2020, is 5.5 percent.

STATUTORY/OTHER AUTHORITY: ORS 413.042

STATUTES/OTHER IMPLEMENTED: 2017 HB 2391