# House Bill 2062

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Presession filed (at the request of Governor Theodore R. Kulongoski for Insurance Pool Governing Board)

#### SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Modifies requirements for small employers that obtain health benefit plans from Insurance Pool Governing Board. Imposes temporary assessment on carriers selling health benefit plans to small employers.

Declares emergency, effective July 1, 2005.

# A BILL FOR AN ACT

Relating to health benefit plans; creating new provisions; amending ORS 291.055, 735.700, 735.710,
735.720, 735.722, 735.724 and 735.738; and declaring an emergency.

4 Be It Enacted by the People of the State of Oregon:

5 **SECTION 1.** ORS 735.700 is amended to read:

6 735.700. As used in ORS 735.700 to [735.740] **735.714**, unless the context requires otherwise:

7 [(1) "Board" means the Insurance Pool Governing Board established under ORS 735.704.]

8 [(2)] (1) "Carrier" means an insurance company or health care service contractor holding a valid

9 certificate of authority from the Director of the Department of Consumer and Business Services, or
10 two or more companies or contractors acting together pursuant to a joint venture, partnership or
11 other joint means of operation.

12 [(3)] (2) "Class of employee" means an employee classed as either management or nonmanage-13 ment employee.

14 [(4)] (3) "Eligible employee" means an employee of an employer who is employed by the em-15 ployer for an average of at least 17.5 hours per week, sole proprietors, business partners, and limited 16 partners. The term does not include individuals[:]

17 [(a) Engaged as independent contractors.]

18 [(b)] whose periods of employment are on an intermittent or irregular basis.

19 [(5)] (4) "Family member" means an eligible employee's spouse, any unmarried child or stepchild 20 within age limits and other conditions imposed by the **Insurance Pool Governing** Board with re-21 gard to unmarried children or stepchildren, or any other dependents eligible under the terms of the 22 health benefit plan selected by the employee's employer.

23 [(6)] (5) "Health benefit plan" means a contract for group medical, surgical, hospital or any 24 other remedial care recognized by state law and related services and supplies.

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[(7)] (6) "Premium" means the monthly or other periodic charge for a health benefit plan.

(7) "Small employer" means a person, firm, corporation, partnership or association actively engaged in business that, on at least 50 percent of its working days during the preceding year, employed no more than 50 eligible employees and no fewer than two eligible employees, the majority of whom are employed within this state, and in which a bona fide partnership, independent contractor or employer-employee relationship exists. "Small em-

ployer" includes corporations that are eligible to file a consolidated tax return pursuant to 1 2 ORS 317.715. SECTION 2. ORS 735.700, as amended by section 6, chapter 742, Oregon Laws 2003, is amended 3 4 to read:  $\mathbf{5}$ 735.700. As used in ORS 735.700 to [735.740] 735.714, unless the context requires otherwise: [(1) "Board" means the Insurance Pool Governing Board established under ORS 735.704.] 6 [(2)] (1) "Carrier" means an insurance company or health care service contractor holding a valid 7 certificate of authority from the Director of the Department of Consumer and Business Services, or 8 9 two or more companies or contractors acting together pursuant to a joint venture, partnership or 10 other joint means of operation. [(3)] (2) "Class of employee" means an employee classed as either management or nonmanage-11 12 ment employee. [(4)] (3) "Eligible employee" means an employee of an employer who is employed by the em-13 ployer for an average of at least 17.5 hours per week who elects to participate in one of the group 14 15 benefit plans provided through Insurance Pool Governing Board action, and sole proprietors, 16 business partners, and limited partners. The term does not include individuals[:] 17[(a) Engaged as independent contractors.] 18 [(b)] whose periods of employment are on an intermittent or irregular basis. 19 [(c) Who have been employed by the employer for fewer than 90 days.] [(5)] (4) "Family member" means an eligible employee's spouse and any unmarried child or 20stepchild within age limits and other conditions imposed by the board with regard to unmarried 2122children or stepchildren. 23[(6)] (5) "Health benefit plan" means a contract for group medical, surgical, hospital or any other remedial care recognized by state law and related services and supplies. 2425[(7]] (6) "Premium" means the monthly or other periodic charge for a health benefit plan. (7) "Small employer" means a person, firm, corporation, partnership or association ac-2627tively engaged in business that, on at least 50 percent of its working days during the preceding year, employed no more than 50 eligible employees and no fewer than two eligible 28employees, the majority of whom are employed within this state, and in which a bona fide 2930 partnership, independent contractor or employer-employee relationship exists. "Small em-31 ployer" includes corporations that are eligible to file a consolidated tax return pursuant to ORS 317.715. 32SECTION 3. ORS 735.710 is amended to read: 33 34 735.710. (1) In carrying out its duties under ORS 735.700 to 735.714 and 735.720 to 735.740, the 35 Insurance Pool Governing Board may: (a) Enter into contracts for administration of ORS 735.700 to 735.714 and 735.720 to 735.740 36 37 including collection of premiums and paying carriers. 38 (b) Retain consultants and employ staff. (c) Enter into contracts with carriers or health care providers for health benefit plans. 39 (d) Set premium rates for eligible employees and small employers. 40 (e) Perform other duties to provide low-cost health benefit plans of types likely to be purchased 41 by small employers. 42(f) Establish contributions to be paid by small employers toward the premiums incurred on be-43 half of covered eligible employees. 44 (2) Notwithstanding any other health benefit plan contracted for and offered by the board, the 45

board shall contract for a health benefit plan or plans best designed to meet the needs and provide
for the welfare of eligible employees and small employers.

3 (3) The board may approve more than one carrier for each type of plan contracted for and of-4 fered, but the number of carriers shall be held to a number consistent with adequate service to eli-5 gible employees and family members.

6 (4) Where appropriate for a contracted and offered health benefit plan, the board shall provide
7 options under which an eligible employee may arrange coverage for family members of the employee.
8 (5) In developing any health benefit plan, the board may provide an option of additional cover-

9 age for eligible employees and family members at an additional cost or premium.

(6) Transfer of enrollment from one health benefit plan to another shall be open to all eligibleemployees and family members under rules adopted by the board.

12 (7) If the board requests less health care service or benefit than is otherwise required by state 13 law, a carrier is not required to offer such service or benefit.

(8) The board may contract for and offer health benefit plans for small employers that provide
a sufficient level of benefits to be eligible for a subsidy under ORS 735.724 as well as health benefit
plans for small employers that are not eligible for a subsidy under ORS 735.724.

(9) The board may employ whatever means are reasonably necessary to carry out the purposes of ORS 735.700 to **735.714 and 735.720 to** 735.740. Such authority includes but is not limited to authority to seek clarification, amendment, modification, suspension or termination of any agreement or contract which in the board's judgment requires such action.

21 <u>SECTION 4.</u> ORS 735.710, as amended by section 8, chapter 742, Oregon Laws 2003, is amended 22 to read:

735.710. (1) In carrying out its duties under ORS 735.700 to 735.714 and 735.720 to 735.740, the
 Insurance Pool Governing Board shall:

(a) Enter into contracts for administration of ORS 735.700 to 735.714 and 735.720 to 735.740
 including collection of premiums and paying carriers.

27 (b) Retain consultants and employ staff.

(c) Enter into contracts with carriers or health care providers for health benefit plans, including
 contracts where final payment may be reduced if usage is below a level fixed in the contract.

30 (d) Set premium rates for eligible employees and small employers.

(e) Perform other duties to provide low-cost health benefit plans of types likely to be purchased
 by small employers.

(f) Establish contributions to be paid by small employers toward the premiums incurred on be-half of covered eligible employees.

(2) Notwithstanding any other health benefit plan contracted for and offered by the board, the
board shall contract for a health benefit plan or plans best designed to meet the needs and provide
for the welfare of eligible employees and small employers.

(3) The board may approve more than one carrier for each type of plan contracted for and of fered, but the number of carriers shall be held to a number consistent with adequate service to eli gible employees and family members.

(4) Where appropriate for a contracted and offered health benefit plan, the board shall provide
options under which an eligible employee may arrange coverage for family members of the employee.
(5) In developing any health benefit plan, the board may provide an option of additional coverage for eligible employees and family members at an additional cost or premium.

45 (6) Transfer of enrollment from one health benefit plan to another shall be open to all eligible

employees and family members under rules adopted by the board. 1 2 (7) If the board requests less health care service or benefit than is otherwise required by state law, a carrier is not required to offer such service or benefit. 3 (8) Health benefit plans for small employers contracted for and offered by the board must pro-4 vide a sufficient level of benefits to be eligible for a subsidy under ORS 735.724. 5 (9) The board may employ whatever means are reasonably necessary to carry out the purposes 6 of ORS 735.700 to 735.714 and 735.720 to 735.740. Such authority includes but is not limited to au-7 thority to seek clarification, amendment, modification, suspension or termination of any agreement 8 9 or contract which in the board's judgment requires such action. SECTION 5. ORS 735.720 is amended to read: 10 11 735.720. For purposes of ORS 735.720 to 735.740: 12 (1) "Carrier" has the meaning given that term in ORS 735.700. [(1)] (2) "Eligible individual" means an individual who: 13 (a) Is a resident of the State of Oregon; 14 15 (b) Is not eligible for Medicare; (c) Either has been without health benefit plan coverage for a period of time established by the 16 Insurance Pool Governing Board, or meets exception criteria established by the board; 17 18 (d) Except as otherwise provided by the board, has family income less than 200 percent of the federal poverty level; 19

20 (e) Has investments and savings less than the limit established by the board; and

21 (f) Meets other eligibility criteria established by the board.

- 22 [(2)] (3) "Family" means:
- 23 (a) A single individual;
- 24 (b) An adult and the adult's spouse;

(c) An adult and the adult's spouse, all unmarried, dependent children under 23 years of age,
including adopted children, children placed for adoption and children under the legal guardianship
of the adult or the adult's spouse, and all dependent children of a dependent child; or

(d) An adult and the adult's unmarried, dependent children under 23 years of age, including
adopted children, children placed for adoption and children under the legal guardianship of the
adult, and all dependent children of a dependent child.

[(3)(a)] (4)(a) "Health benefit plan" means a policy or certificate of group or individual health insurance, as defined in ORS 731.162, providing payment or reimbursement for hospital, medical and surgical expenses. "Health benefit plan" includes a [medical savings account,] health care service contractor or health maintenance organization subscriber contract, the Oregon Medical Insurance Pool and any plan provided by a less than fully insured multiple employer welfare arrangement or by another benefit arrangement defined in the federal Employee Retirement Income Security Act of 1974, as amended.

38 (b) "Health benefit plan" does not include coverage for accident only, specific disease or condition only, credit, disability income, coverage of Medicare services pursuant to contracts with the 39 federal government, Medicare supplement insurance, student accident and health insurance, long 40 term care insurance, hospital indemnity only, dental only, vision only, coverage issued as a supple-41 ment to liability insurance, insurance arising out of a workers' compensation or similar law, auto-42mobile medical payment insurance, insurance under which the benefits are payable with or without 43 regard to fault and that is legally required to be contained in any liability insurance policy or 44 equivalent self-insurance or coverage obtained or provided in another state but not available in 45

1 Oregon.

2 [(4)] (5) "Income" means gross income in cash or kind available to the applicant or recipient.

3 [(5)] (6) "Investment and savings" means cash, securities as defined in ORS 59.015, negotiable 4 instruments as defined in ORS 73.0104 and such similar investments or savings as the board may 5 establish that are available to the applicant or recipient to contribute toward meeting the needs of 6 an applicant or eligible individual.

[(6)] (7) "Medicaid" means medical assistance provided under 42 U.S.C. section 1396a (section
1902 of the Social Security Act).

9 [(7) "Medical savings account" means a trust that is created exclusively for the purpose of paying 10 qualified medical expenses of the account holder and that qualifies for tax deduction under section 220 11 of the Internal Revenue Code. "Medical savings account" includes an associated high deductible health 12 benefit plan.]

(8) "Resident" means an individual who [demonstrates to the Insurance Pool Governing Board
that the individual is lawfully residing in Oregon and intends to reside in Oregon] meets the residency requirements established by rule by the Insurance Pool Governing Board.

(9) "Subsidy" means payment or reimbursement to an eligible individual toward the purchase of a health benefit plan, and may include a net billing arrangement with [*insurance*] carriers or a prospective or retrospective payment for health benefit plan premiums and eligible copayments or deductible expenses directly related to the eligible individual.

(10) "Third-party administrator" means any insurance company or other entity licensed under
 the Insurance Code to administer health insurance benefit programs.

22 SECTION 6. ORS 735.722 is amended to read:

735.722. (1) There is established the Family Health Insurance Assistance Program in the Insurance Pool Governing Board. The purpose of the program is to remove economic barriers to health insurance coverage for residents of the State of Oregon with family income less than 200 percent of the federal poverty level, and investment and savings less than the limit established by the board, while encouraging individual responsibility, promoting health benefit plan coverage of children, building on the private sector health benefit plan system and encouraging employer and employee participation in employer sponsored health benefit plan coverage.

(2) The Insurance Pool Governing Board shall be responsible for the implementation and operation of the Family Health Insurance Assistance Program. The Administrator of the Office for Oregon Health Policy and Research, in consultation with the Oregon Health Policy Commission, shall make recommendations to the board regarding program policy, including but not limited to eligibility requirements, assistance levels, benefit criteria and [*insurance*] carrier participation. The board shall adopt all policy recommendations made by the Administrator of the Office for Oregon Health Policy and Research pursuant to this subsection.

(3) The board may contract with one or more third-party administrators to administer one or
 more components of the Family Health Insurance Assistance Program. Duties of a third-party ad ministrator may include but are not limited to:

40 (a) Eligibility determination;

41 (b) Data collection;

42 (c) Assistance payments;

43 (d) Financial tracking and reporting; and

44 (e) Such other services as the board may deem necessary for the administration of the program.

45 (4) If the board decides to enter into a contract with a third-party administrator pursuant to

subsection (3) of this section, the board shall engage in competitive bidding. The board shall evalu-1

ate bids according to criteria established by the board, including but not limited to: 2

(a) The [applicant's] bidder's proven ability to administer a program of the size of the Family 3 Health Insurance Assistance Program; 4

 $\mathbf{5}$ (b) The efficiency of the [applicant's] bidder's payment procedures;

(c) The estimate provided of the total charges necessary to administer the program; and 6

(d) The [applicant's] bidder's ability to operate the program in a cost-effective manner. 7

SECTION 7. ORS 735.724 is amended to read: 8

9 735.724. (1) To enroll in the Family Health Insurance Assistance Program established in ORS 735.720 to 735.740, an applicant shall submit a written application to the Insurance Pool Governing 10 Board or to the third-party administrator contracted by the board to administer the program pur-11 12 suant to ORS 735.722 in the form and manner prescribed by the board. Except as provided in ORS 13 735.728, if the applicant qualifies as an eligible individual, the applicant shall either be enrolled in the program or placed on a waiting list for enrollment. 14

15 (2) After an eligible individual has enrolled in the program, the individual shall remain eligible for enrollment for the period of time established by the board. 16

(3) After an eligible individual has enrolled in the program, the board or third-party adminis-17 18 trator shall issue subsidies in an amount determined pursuant to ORS 735.726 to either the eligible 19 individual or to the [health insurance] carrier designated by the eligible individual, subject to the 20following restrictions:

(a) Subsidies may not be issued to an eligible individual unless all children, if any, in the eligible 2122individual's family are covered under a health benefit plan or Medicaid.

23(b) Subsidies may not be used to subsidize premiums on a health benefit plan whose premiums are wholly paid by the eligible individual's employer without contribution from the employee. 24

25(c) Such other restrictions as the board may adopt.

(4) The board may issue subsidies to an eligible individual in advance of a purchase of a health 2627benefit plan.

(5) To remain eligible for a subsidy, an eligible individual must enroll in a group health benefit 28plan if a plan is available to the eligible individual through the individual's employment and the 2930 employer makes a monetary contribution toward the cost of the plan, unless the board implements 31 specific cost or benefit structure criteria that make enrollment in an individual health insurance plan more advantageous for the eligible individual. 32

(6) Notwithstanding ORS 735.720 [(3)] (4)(b), if an eligible individual is enrolled in a group health 33 34 benefit plan available to the eligible individual through the individual's employment and the employer requires enrollment in both a health benefit plan and a dental plan, the individual is eligible 35 for a subsidy for both the health benefit plan and the dental plan. 36

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SECTION 8. ORS 735.738 is amended to read:

38 735.738. The Administrator of the Office for Oregon Health Policy and Research shall report biennially to the appropriate interim human resources committee and to the Legislative Assembly 39 on the effectiveness and efficiency of the Family Health Insurance Assistance Program, including 40 [the use of medical savings accounts,] services and benefits covered under the purchased health in-41 42 surance plans, consumer satisfaction and other program operational issues.

SECTION 9. ORS 735.700, 735.702, 735.704, 735.706, 735.708, 735.710 and 735.714 are added 43 to and made a part of ORS 735.700 to 735.714. 44

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SECTION 10. Sections 11 and 12 of this 2005 Act are added to and made a part of ORS

1 735.700 to 735.714.

2 <u>SECTION 11.</u> (1) A small employer may obtain a health benefit plan offered by the In-3 surance Pool Governing Board only if the small employer pays a contribution established 4 under ORS 735.710 (1)(f) toward the premium incurred on behalf of a covered eligible em-5 ployee.

6 (2) A small employer may offer a health benefit plan to fewer than the employer's total 7 number of employees only if the employer offers the health benefit plan to all employees in 8 a class of employees.

9 (3) Notwithstanding section 2b, chapter 742, Oregon Laws 2003, the Insurance Pool Gov-10 erning Board may offer a health benefit plan to a small employer that contributed to a health 11 benefit plan solely for the benefit of the employer or the employer's dependents.

12 <u>SECTION 12.</u> (1) The Insurance Pool Governing Board shall impose and collect assess-13 ments against carriers who have entered into contracts under ORS 735.710 (1)(c) to offer 14 health benefit plans for small employers.

15 (2) A carrier's assessment shall be an amount established by rule that is:

(a) Not greater than one percent of the premiums a carrier receives from selling health
 benefit plans to small employers; or

18 (b) A flat rate per health benefit plan sold by a carrier to small employers.

19 (3) A carrier shall pay its assessment as required by the board.

20 (4) The board shall adopt rules to implement this section.

21 SECTION 13. ORS 291.055 is amended to read:

22 291.055. (1) Notwithstanding any other law that grants to a state agency the authority to es-23 tablish fees, all new state agency fees or fee increases adopted after July 1 of any odd-numbered 24 year:

(a) Are not effective for agencies in the executive department of government unless approved
 in writing by the Director of the Oregon Department of Administrative Services;

(b) Are not effective for agencies in the judicial department of government unless approved in
writing by the Chief Justice of the Supreme Court;

(c) Are not effective for agencies in the legislative department of government unless approved
 in writing by the President of the Senate and the Speaker of the House of Representatives;

(d) Shall be reported by the state agency to the Oregon Department of Administrative Services
 within 10 days of their adoption; and

(e) Are rescinded on July 1 of the next following odd-numbered year, or on adjournment sine
 die of the regular session of the Legislative Assembly meeting in that year, whichever is later, un less otherwise authorized by enabling legislation setting forth the approved fees.

36 (2) This section does not apply to:

(a) Any tuition or fees charged by the State Board of Higher Education and state institutionsof higher education.

(b) Taxes or other payments made or collected from employers for unemployment insurance required by ORS chapter 657 or premium assessments required by ORS 656.612 and 656.614 or contributions and assessments calculated by cents per hour for workers' compensation coverage required
by ORS 656.506.

43 (c) Fees or payments required for:

(A) Health care services provided by the Oregon Health and Science University, by the Oregon
Veterans' Homes and by other state agencies and institutions pursuant to ORS 179.610 to 179.770.

(B) Assessments and premiums paid to the Oregon Medical Insurance Pool established by ORS 1 2 735.614 and 735.625. (C) Copayments and premiums paid to the Oregon medical assistance program. 3 (D) Assessments paid to the Insurance Pool Governing Board under section 12 of this 4 2005 Act. 5 (d) Fees created or authorized by statute that have no established rate or amount but are cal-6 culated for each separate instance for each fee payer and the fee assessed is based on actual cost 7 of services provided. 8 9 (e) State agency charges on employees for benefits and services. 10 (f) Any intergovernmental charges. (g) Forest protection district assessment rates established by ORS 477.210 to 477.265 and the 11 12 Oregon Forest Land Protection Fund fees established by ORS 477.760. 13 (h) State Department of Energy assessments required by ORS 469.421 (8) and 469.681.

(i) Any charges established by the Oregon State Fair and Exposition Center in accordance with 14 15 ORS 565.080 (3).

(j) Assessments on premiums charged by the Insurance Division of the Department of Consumer 16 and Business Services pursuant to ORS 731.804 or fees charged by the Division of Finance and 17 18 Corporate Securities of the Department of Consumer and Business Services to banks, trusts and credit unions pursuant to ORS 706.530 and 723.114. 19

(k) Public Utility Commission operating assessments required by ORS 756.310 or charges paid 20to the Residential Service Protection Fund required by chapter 290, Oregon Laws 1987. 21

22(L) Fees charged by the Housing and Community Services Department for intellectual property pursuant to ORS 456.562 23

(3)(a) Fees temporarily decreased for competitive or promotional reasons or because of unex-24pected and temporary revenue surpluses may be restored to their normal level if, at the time the fee 25is decreased, the state agency specifies the following: 26

27(A) The reason for the fee decrease; and

(B) The conditions under which the fee will be restored to its normal level. 28

(b) Fees that are decreased for reasons other than those described in paragraph (a) of this sub-2930 section may not be subsequently increased except as allowed by ORS 291.050 to 291.060 and 294.160. 31

SECTION 14. ORS 291.055, as amended by section 13 of this 2005 Act, is amended to read:

32291.055. (1) Notwithstanding any other law that grants to a state agency the authority to establish fees, all new state agency fees or fee increases adopted after July 1 of any odd-numbered 33 34 year:

35 (a) Are not effective for agencies in the executive department of government unless approved in writing by the Director of the Oregon Department of Administrative Services; 36

37 (b) Are not effective for agencies in the judicial department of government unless approved in 38 writing by the Chief Justice of the Supreme Court;

(c) Are not effective for agencies in the legislative department of government unless approved 39 in writing by the President of the Senate and the Speaker of the House of Representatives; 40

(d) Shall be reported by the state agency to the Oregon Department of Administrative Services 41 within 10 days of their adoption; and 42

(e) Are rescinded on July 1 of the next following odd-numbered year, or on adjournment sine 43 die of the regular session of the Legislative Assembly meeting in that year, whichever is later, un-44 less otherwise authorized by enabling legislation setting forth the approved fees. 45

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(2) This section does not apply to: 1 2 (a) Any tuition or fees charged by the State Board of Higher Education and state institutions of higher education. 3 (b) Taxes or other payments made or collected from employers for unemployment insurance re-4 quired by ORS chapter 657 or premium assessments required by ORS 656.612 and 656.614 or contri-5 butions and assessments calculated by cents per hour for workers' compensation coverage required 6 by ORS 656.506. 7 8 (c) Fees or payments required for: 9 (A) Health care services provided by the Oregon Health and Science University, by the Oregon Veterans' Homes and by other state agencies and institutions pursuant to ORS 179.610 to 179.770. 10 (B) Assessments and premiums paid to the Oregon Medical Insurance Pool established by ORS 11 12 735.614 and 735.625. 13 (C) Copayments and premiums paid to the Oregon medical assistance program. [(D) Assessments paid to the Insurance Pool Governing Board under section 12 of this 2005 Act.] 14 15 (d) Fees created or authorized by statute that have no established rate or amount but are calculated for each separate instance for each fee payer and the fee assessed is based on actual cost 16 17 of services provided. 18 (e) State agency charges on employees for benefits and services. (f) Any intergovernmental charges. 19 (g) Forest protection district assessment rates established by ORS 477.210 to 477.265 and the 20Oregon Forest Land Protection Fund fees established by ORS 477.760. 2122(h) State Department of Energy assessments required by ORS 469.421 (8) and 469.681. 23(i) Any charges established by the Oregon State Fair and Exposition Center in accordance with ORS 565.080 (3). 24 (j) Assessments on premiums charged by the Insurance Division of the Department of Consumer 25and Business Services pursuant to ORS 731.804 or fees charged by the Division of Finance and 2627Corporate Securities of the Department of Consumer and Business Services to banks, trusts and credit unions pursuant to ORS 706.530 and 723.114. 28(k) Public Utility Commission operating assessments required by ORS 756.310 or charges paid 2930 to the Residential Service Protection Fund required by chapter 290, Oregon Laws 1987. 31 (L) Fees charged by the Housing and Community Services Department for intellectual property 32pursuant to ORS 456.562. (3)(a) Fees temporarily decreased for competitive or promotional reasons or because of unex-33 34 pected and temporary revenue surpluses may be restored to their normal level if, at the time the fee 35 is decreased, the state agency specifies the following: (A) The reason for the fee decrease; and 36 37 (B) The conditions under which the fee will be restored to its normal level. (b) Fees that are decreased for reasons other than those described in paragraph (a) of this sub-38 section may not be subsequently increased except as allowed by ORS 291.050 to 291.060 and 294.160. 39 SECTION 15. Sections 11 and 12 of this 2005 Act are repealed on January 2, 2008. 40 SECTION 16. The amendments to ORS 291.055 by section 14 of this 2005 Act become op-41 erative on January 2, 2008. 42SECTION 17. This 2005 Act being necessary for the immediate preservation of the public 43 peace, health and safety, an emergency is declared to exist, and this 2005 Act takes effect 44 on July 1, 2005. 45

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