

**FIRST PUBLIC HEARING: HB 3190, HB 3257, HB 3459  
WORK SESSIONS (NOT HEARD): HJR 46, HB 3047  
CARRIED OVER INFORMATIONAL:  
HB 2347, HB 2731, HB 3421, HB 3255  
TAPES #123 A-B, 124 A-B, 125 A**

**HOUSE REVENUE COMMITTEE  
APRIL 19, 2007, 1:00 P.M.  
Hearing Room A – State Capitol Building**

Members Present: Rep. Tobias Read, Vice Chair  
Rep. Vicki Berger  
Rep. Scott Bruun  
Rep. Andy Olson  
Rep. Diane Rosenbaum  
Rep. Brad Witt

Members Excused: Rep. Phil Barnhart Chair  
Rep. Tom Butler, Vice Chair  
Rep. Sara Gelser

Witnesses Present: Susie Greenlee, private citizen  
Stacy Gannon, private citizen  
Andy Shaw, League of Oregon Cities  
Jim Bernau, Willamette Valley Vineyards, Oregon Wine Growers Assn.  
Gary Conkling, Oregon Wine Growers Assn.  
Janet Carlson, Marion County Commissioner  
Lisa Naito, Multnomah County Commissioner  
Linda Fleming, Executive Director, Ore. Coalition of Local Health Officials  
Brandon Petersen, Reduce Underage Drinking Task Force  
Eric Martin, Director, Addiction Counselor Certification Board of Oregon  
Debra Gilmour, Executive Director, Oregon Prevention, Education and Recovery  
Association (OPERA)  
Mike Wilkerson, Marion County Sheriff's Office  
Rob Bovett, President, Oregon Alliance for Drug Endangered Children  
Art Lawrence, Raccoon Lodge and Brew Pub, Raleigh Hills  
Jamie Floyd, Ninkasi Brewing, Eugene  
Ben Love, Hopworks Urban Brewery (HUB), Portland  
Brian Butenschoen, Oregon Brewers Guild, Executive Director  
Craig Nicholls, Roots Organic Brewing Co., Portland  
Don Augenbaugh, President, Morgan Distributing, Oregon City  
Michelle Palacios, Oregon Hop Growers Association  
Gayle Goschie, Silverton  
Mike Palladino, Ram Brew Pub, Salem  
Shawn Swearingen, LA for Rep. Wayne Scott, House District 39  
Gil Riddell, Association of Oregon Counties  
Don Schellenberg, Oregon Farm Bureau  
Lori Sattenspiel, Oregon Community College Association (OCCA)  
Jon Chandler, Oregon Home Builders Association  
Linc Cannon, Oregon Forest Industries Counsel (OFIC)  
Marcia Kelley, American Association of University Women of Oregon  
Mike Dewey, Oregon Cable Telecommunications Association

Staff Present: Paul Warner, Legislative Revenue Officer  
Mazen Malik, Economist, Legislative Revenue Office  
Mary Ayala, Economist, Legislative Revenue Office  
Barbara Guardino, Committee Assistant

**TAPE 123, SIDE A**

009 Chair Read Calls meeting to order at 1:07 p.m. Committee will not hear HJR 46 or HB 3047. Continues informational hearing carried over from April 18.

**INFORMATIONAL: HB 2347, HB 2731, HB 3421, and HB 3255**

029 Greenlee Susie Greenlee, private citizen  
053 Gannon Stacy Gannon, private citizen  
059 Chair Read  
063 Rep. Berger  
067 Chair Read  
074 Shaw Andy Shaw, League of Oregon Cities (Exhibits A and B)  
093 Chair Read  
094 Bernau Jim Bernau, Willamette Valley Vineyards, Oregon Wine Growers Assn. (Exhibits C, D and E)  
  
160 Chair Read  
161 Conkling Gary Conkling, Oregon Wine Growers Assn.  
175 Rep. Berger  
177 Bernau  
178 Rep. Berger  
180 Bernau  
187 Rep. Olson  
189 Bernau  
190 Chair Read  
197 Carlson Janet Carlson, Marion County Commissioner (Exhibit F packet)  
295 Naito Lisa Naito, Multnomah County Commissioner  
348 Chair Read  
349 Rep. Rosenbaum  
357 Naito  
366 Chair Read  
383 Fleming Linda Fleming, Executive Director, Oregon Coalition of Local Health Officials (Exhibit G. Also see written testimony submitted on April 18.)

**TAPE 124, SIDE A**

001 Fleming  
050 Chair Read  
052 Rep. Witt  
057 Fleming  
062 Chair Read  
074 Petersen Brandon Petersen, Reduce Underage Drinking Task Force (Exhibit H)  
115 Chair Read  
118 Martin Eric Martin, Director, Addiction Counselor Certification Board of Oregon Legislative Administration (Exhibits I and J)  
  
150 Chair Read  
151 Martin  
180 Chair Read  
182 Gilmour Debra Gilmour, Executive Director, Oregon Prevention, Education and Recovery Association (OPERA) (See testimony submitted April 18.)  
  
220 Chair Read  
222 Rep. Witt  
225 Martin  
239 Petersen  
240 Chair Read  
243 Wilkerson Mike Wilkerson, Marion County Sheriff's Office (Exhibit K)  
300 Chair Read  
301 Bovett Rob Bovett, President, Oregon Alliance for Drug Endangered Children (OADEC) (Exhibit L)

|     |            |   |
|-----|------------|---|
| 357 | Chair Read |   |
| 353 | Lawrence   | Art Lawrence, Raccoon Lodge and Brew Pub, Raleigh Hills |
| 390 | Floyd      | Jamie Floyd, Ninkasi Brewing, Eugene (Exhibit M)        |
| 430 | Chair Read |   |
| 431 | Floyd      |   |

**TAPE 123, SIDE B**

|     |             |  |
|-----|-------------|--|
| 001 | Floyd       |  |
| 054 | Chair Read  |  |
| 055 | Love        | Ben Love, Hopworks Urban Brewery (HUB), Portland                             |
| 105 | Butenschoen | Brian Butenschoen, Oregon Brewers Guild, Executive Director (Exhibits N – W) |
| 198 | Chair Read  |  |
| 199 | Butenschoen |  |
| 240 | Rep. Bruun  |  |
| 252 | Love        |  |
| 253 | Rep. Bruun  |  |
| 259 | Love        |  |
| 269 | Chair Read  |  |
| 284 | Nichols     | Craig Nicholls, Roots Organic Brewing Co., Portland (Exhibit X)              |
| 385 | Augenbaugh  | Don Augenbaugh, President, Morgan Distributing, Oregon City                  |

**TAPE 124, SIDE B**

|     |            |   |
|-----|------------|---|
| 027 | Chair Read |   |
| 033 | Palacios   | Michelle Palacios, Oregon Hop Growers Association (Exhibit Y)   |
| 069 | Palacios   | (Exhibits Z – DD)   |
| 078 | Chair Read |   |
| 079 | Goschie    | Gayle Goschie, Silverton (Exhibit EE)   |
| 116 | Chair Read |   |
| 121 | Palladino  | Mike Palladino, Ram Brew Pub, Salem   |
| 147 | Chair Read |   |
| 150 | Palladino  |   |
| 152 | Chair Read | Closes public hearings on HB 2347, HB 2731, HB 3421, and HB 3255.<br>Opens public hearing on HB 3190. |

**PUBLIC HEARING, HB 3190**

|     |            |  |
|-----|------------|--|
| 166 | Ayala      | Mary Ayala, Economist (Exhibit JJ)                                 |
| 175 | Swearingen | Shawn Swearingen, LA for Rep. Wayne Scott, House District 39       |
| 189 | Chair Read | Closes public hearing on HB 3190. Opens public hearing on HB 3257. |

**PUBLIC HEARING, HB 3257**

|     |              |   |
|-----|--------------|---|
| 194 | Ayala        | Exhibit KK  |
| 211 | Chair Read   |   |
| 216 | Riddell      | Gil Riddell, Association of Oregon Counties                         |
| 242 | Schellenberg | Don Schellenberg, Oregon Farm Bureau                                |
| 265 | Chair Read   | Closes public hearing on HBH 3257. Opens public hearing on HB 3459. |

**PUBLIC HEARING, HB 3459**

|     |              |   |
|-----|--------------|---|
| 270 | Ayala        | Exhibit LL  |
| 278 | Chair Read   |   |
| 281 | Sattenspiel  | Lori Sattenspiel, Oregon Community College Association (OCCA) |
| 293 | Riddell      |   |
| 307 | Schellenberg |   |
| 324 | Chair Read   |   |
| 332 | Chandler     | Jon Chandler, Oregon Home Builders Association                |
| 358 | Chair Read   |   |

|     |                |   |
|-----|----------------|---|
| 359 | Cannon         | Linc Cannon, Oregon Forest Industries Counsel (OFIC)              |
| 370 | Kelley         | Marcia Kelley, American Association of University Women of Oregon |
| 419 | Chair Read     |   |
| 421 | Rep. Olson     |   |
| 426 | Rep. Rosenbaum |   |
| 429 | Chair Read     |   |
| 435 | Chandler       |   |

**TAPE 125, SIDE A**

|     |                |  |
|-----|----------------|--|
| 020 | Rep. Rosenbaum |  |
| 023 | Chandler       |  |
| 027 | Rep. Rosenbaum |  |
| 028 | Chair Read     |  |
| 031 | Dewey          | Mike Dewey, Oregon Cable Telecommunications Association                |
| 060 | Chair Read     | <b>Closes public hearing on HB 3459.</b> Adjourns meeting at 3:15 p.m. |

Tape Index Submitted by:

Barbara J. Guardino  
House Committee Assistant

Exhibit Summary:

**INFORMATIONAL ON HB 2347, HB 2731, HB 3421, and HB 3255:**

- A. Testimony on HB 2535, Andy Shaw, League of Oregon Cities, 4/18/07
- B. Final Report on the Oregon Cities and Counties Liquor Revenue Use Review, November 30, 2006, Shaw
- C. Willamette Valley Vineyards, NASDAQ: WVVI Audited Financial Results (199502006), Bernau
- D. The Economic Impact of the Wine and Wine Grape Industries on the Oregon Economy, January 2006, Bernau
- E. Oregon Wineries, Bernau
- F. Association of Oregon Counties, testimony on HB 2535, 4/18/07, Carlson/Naito
- G. Association of Oregon Community Mental Health Programs, 4/18/07, Fleming
- H. Reduce Underage Drinking Task Force, testimony of Brandon Petersen, 4/19/07
- I. Alaska Malt Beverage: Gallons sold per month Jan 1999 to October 2006, Martin
- J. Alaska Alcohol Tax Records, Alaska Tax Division by Month, January 1999-October 2006, Martin
- K. Marion County Sheriff's Office, HB 2535, Wilkerson
- L. Oregon Alliance for Drug Endangered Children, February 2, 2007, Bovett
- M. Written testimony of Jamie Floyd
- N. Written testimony from Fred Bowman, Butenschoen
- O. Rogue: Written testimony of Jack Joyce, Rogue Ales, Newport, 4/18/07, Butenschoen
- P. Saxco Pacific Coast, LLC, written testimony of Gary McMahan, 4/18/07, Butenschoen
- Q. Written testimony of Lisa Morrison, 4/18/07, Butenschoen
- R. Written testimony of Adam Roberts, 4/17/07, Butenschoen
- S. The Pelican Pub & Brewery, written testimony of Darron Welch, 4/17/07, Butenschoen
- T. Bridgeport Brewing Company, written testimony of Paula Johnston, 4/18/07, Butenschoen
- U. Legislative Testimony April 18, 2007, Irene Firmat, Butenschoen
- V. Written testimony from Christian Ettinger, Hopworks Urban Brewery, Butenschoen
- W. Written testimony from Brian Butenschoen, Oregon Brewers Guild, 4/18/07
- X. Written testimony of Craig Nicholls and Jason McAdam, 4/18/07, Nicholls
- Y. Oregon Hop Growers Association, written testimony of Michelle Palacios, 4/18/07
- Z. Sodbuster Farms Inc., written testimony of Douglas J. Weathers, Palacios
- AA. 4B Farms Inc., SUBJECT: Beer Tax, written testimony of Lori Pavlicek, 4/17/07, Palacios
- AB. Written testimony of Fred Geschwill, F&F Farms, Woodburn, Palacios
- AC. Oregon State University, written testimony of Cynthia M. Ocamb, 4/17/07, Palacios
- AD. Oregon State University, written testimony of Thomas H. Shellhammer, 4/17/07, Palacios
- AE. Written testimony of Gayle Goschie

AF. Oregon Medical Association, written testimony of Dr. James K. Lacey, 4/18/07  
GG. Statement of Barbara Seatter, Vice President, Addictions Treatment Services at Cascadia Behavioral Healthcare, 4/18/07  
HH. Drugs, Brains, and Behavior, The Science of Addiction, NIDA  
II. Testimony of Judge Darryl L. Larson, Beer/Wine Tax, 4/19/07

JJ. HB 3190, Staff Measure Summary, 4/18/07, Ayala  
KK. HB 3257, Staff Measure Summary, 4/18/07, Ayala  
LL. HB 3459, Staff Measure Summary, 4/18/07, Ayala  
MM. HJR 46, Staff Measure Summary, 4/18/07, Ayala  
NN. HJR 46, Attachment, 4/18/07, Ayala  
OO. HB 3047, Staff Measure Summary, 4/18/07, Ayala  
PP. HB 3047-1 amendments, 3/20/07, Staff  
QQ. HB 3047-3 amendments, 4/16/07, Staff