WORK SESSION

HB 2449, 3441, 2868, 2199, 2340, 2125

TAPES 115-116 A-B

HOUSE REVENUE COMMITTEE

APRIL 14, 2005 1:15 PM STATE CAPITOL BUILDING

Members Present:	Tom Butler, Chair
	Rep. Vicki Berger, Vice-Chair
	Rep. Mark Hass, Vice-Chair
	Rep. Brian Boquist
	Rep. Sal Esquivel
	Rep. Larry Galizio
	Rep. Betty Komp
	Rep. Andy Olson
	Rep. Chuck Riley
Witnesses Present:	Christina McNitt, Small Woodlands Assn.
	Genoa Ingram, Oregon Fire District Directors Assn.
Staff Present:	Paul Warner, Legislative Revenue Officer
	Lizbeth Martin-Mahar, Economist
	Mary Ayala, Economist

Mazen Malik, Economist Kristi Bowman, Committee Assistant

TAPE 115, SIDE A

003 Chair Butler Calls meeting to order at 1:15 p.m.

OPENS WORK SESSION FOR HOUSE BILL 2449

- 011 Paul Warner Discusses the spousal issue in the bill relating to child support. Refers to HB 2449-2 amendment (Exhibit 1) developed by the Dept. of Revenue.
- 020 Chair Butler Reviews amendment language.
- 030 Rep. Boquist MOTION: MOVES THE ADOPTION OF THE HB 2449-2 AMENDMENT.

032 Chair Butler ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 9-0-0.

033 Rep. Komp MOTION: MOVES HB 2449 AS AMENDED TO THE HOUSE WITH A DO-PASS RECOMMENDATION.

037 Chair Butler ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 9-0-0.

CLOSES WORK SESSION FOR HOUSE BILL 2449

042	Chair Butler	Gives summary of HB 3441. The bill allows the electors of certain municipal corporations to serve on the budget committee if authorized by resolution of the governing body.
048	Mary Ayala	Discusses HB 3441-1 amendment which removes the proposed increase from \$400, 000 to \$200,000.
052	Rep. Berger	MOTION: MOVES THE ADOPTION OF THE HB 3441-1 AMENDMENT.
054	Chair Butler	ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 9-0-0.

MOTION: MOVES HB 3441 AS AMENDED TO THE HOUSE WITH A DO-PASS RECOMMENDATION.

060 Chair Butler ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 9-0-0.

CLOSES WORK SESSION FOR HOUSE BILL 3441

068	Chair Butler	Gives summary of HB 2868. The bill modifies the dates by which an application for continuing qualification of forestland for small tract forestland assessment must be filed following the sale or transfer of the forestland.
076	Ayala	Discusses proposed amendment HB 2868-1 (not available for the committee). Comments that the amendment requested was submitted to Legislative Counsel by the Small Woodlands Assn.
099	Christina McNitt	Comments that a last-minute issue came up about some language in the proposed amendment and requests additional time for all parties to work on the amendment.
111	Rep. Hass	Asks if this bill requires a 3/5 vote.

112	Chair Butler	Responds that he is not aware of that requirement for this bill.
114	McNitt	Adds that this bill does not raise revenue, but changes an existing tax program and implementation times within that program.
115	Rep. Hass	Comments that there is a positive revenue impact noted on the impact statement (Exhibit 6) and asks for clarification.
118	Ayala	The impact would be the fee, and the amounts would be small based on information received from property appraisers.
125	Chair Butler	Discussion with McNitt regarding the revenue impact of the fees.

OPENS WORK SESSION FOR HOUSE BILL 2199

CLOSES WORK SESSION FOR HOUSE BILL 2868

140AyalaGives overview of HB 2199 (Exhibit 7). This bill moves the oversight
of the vertical housing program from the Economic & Community
Development Dept. to the Oregon Housing & Community Service
Dept. Submits revenue impact statement (Exhibit 8).

158 Chair Butler Refers to HB 2199-A2 amendment (Exhibit 9).

168Rep. RileyMOTION: MOVES THE ADOPTION OF THE HB 2199-A2
AMENDMENT.

174 Chair Butler ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 8-0-1. VOTING AYE: HASS, BOQUIST, ESQUIVEL, GALIZIO, KOMP, OLSON, RILEY, BUTLER. EXCUSED: BERGER

179Rep. RileyMOTION: MOVES HB 2199-A AS AMENDED TO THE HOUSEWITH A DO-PASS RECOMMENDATION.

185 Chair Butler
ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 8-0-1. VOTING AYE: HASS, BOQUIST, ESQUIVEL, GALIZIO, KOMP, OLSON, RILEY, BUTLER. EXCUSED: BERGER (See Page 5 of this tape log: FINAL VOTE: 9-0-0. BERGER VOTES AYE).

CLOSES WORK SESSION FOR HOUSE BILL 2199

OPENS WORK SESSION FOR HOUSE BILL 2340

196 Ayala

Gives overview of HB 2340 (Exhibit 10). The bill allows a rural fire protection district board to adopt an ordinance that creates fee for

services. According to Oregon Revised Statute (ORS) 198.600, there is a maximum penalty of \$250, imprisonment or both if fees are not paid.

211	Chair Butler	Asks for clarification of the penalty fees.
228	Chair Butler	Directs the Committee to stand at ease at 1:31 p.m.
262	Chair Butler	Calls meeting back to order at 1:34 p.m. Committee reviewed ORS 198.600 which does state that it is a unclassified misdemeanor for unpaid fines. This statute is standard policy for special districts.
272	Rep. Olson	Comments that the misdemeanor is a Class A misdemeanor.
282	Ayala	Adds additional information regarding the fees that the fire districts hope to recoup.
312	Chair Butler	Comments about revenue impact of fees (Exhibit 11).

CLOSES WORK SESSION FOR HOUSE BILL 2340

352	Mazen Malik	Gives overview of HB 2125 which provides for the tribal entities to pay the same taxes for unemployment insurance as do local governments.
372	Chair Butler	MOTION: MOVES HB 2125 TO THE HOUSE WITH A DO-PASS RECOMMENDATION. Asks for any discussion.
374	Rep. Boquist	Asks if the tribal entities testified on this bill.
375	Chair Butler	Responds that Pat Delaval testified on behalf of the tribal entities, and Tamara Brickman testified on behalf of the Dept. of Employment. Delaval testified that the 28 tribal entities would like to be treated as governmental entities regarding the payment of unemployment insurance.
389	Chair Butler	ORDER: THERE BEING NO OBJECTION, THE CHAIR SO ORDERS. MOTION PASSES 7-0-2. VOTING AYE: HASS, BOQUIST, GALIZIO, KOMP, OLSON, RILEY, BUTLER. EXCUSED: BERGER, ESQUIVEL. (See Page 6 of this tape log: FINAL VOTE 9-0-0. BERGER AND ESQUIVEL VOTE AYE).

CLOSES WORK SESSION FOR HOUSE BILL 2125

413	Genoa Ingram	Informational testimony about the standard statute language regarding fines and/or imprisonment as stated in ORS 198.600. Discusses the fees that would be charged if HB 2340 is passed: EMT calls, ambulance calls, and second and third fire inspections. Discusses full- costing vs. incremental costing for recovery. Rural districts want the ability to recover their full costs for providing specific services.
474	Rep. Komp	Discussion with Ingram regarding service fees assessed against non-residents.
492	Ingram	Uses Adair Village as an example of a fire district that is funded only by property taxes. However, because of its proximity to Hwy. 99W, the Adair fire district provides several emergency service calls to non- residents. The district would like to be able to charge fees to people outside their fire district.

TAPE 116, SIDE A

010	Ingram	Adds that municipal districts already have this authority, and rural districts are asking for the same authority.
026	Rep. Riley	Asks about adding a possible amendment to clarify what the fire districts actually want—the bill isn't specific about the fees to be charged.
048	Ingram	Responds that the purpose of the bill is to put all the rural fire districts on the same footing as metropolitan fire districts. Adds that other

		special districts (not rural fire districts) are charging fees as authorized by previous legislation. Additional discussion with Rep. Riley.
079	Chair Butler	Comments that information pertaining to costs involved with services provided by rural fire districts was to be provided to the committee.
083	Rep. Boquist	Responds to Rep. Komp's previous comments about ambulance service. Discusses the rural fire districts in his district.
133	Rep. Olson	Discusses the rural fire district in the Crabtree area.
146	Rep. Boquist	Comments that rural districts receive a "Good Samaritan" payment of \$1 for emergency services provided to non-residents.
050	Chair Butler	Asks Rep. Riley and Rep. Komp to work with Ingram on HB 2340.

CLOSES WORK SESSION FOR HOUSE BILL 2340

CHAIR SUSPENDS RULES TO RECONSIDER PREVIOUS VOTES

170Chair ButlerTHE CHAIR REQUESTS THAT THE RULES BE SUSPENDED
TO ALLOW REP. BERGER TO VOTE ON HB 2199-A.

- 171 Chair Butler THERE BEING NO OBJECTION, SO ORDERED.
- 173 Rep. Berger VOTES AYE ON HB 2199-A.

178Chair ButlerTHE CHAIR REQUESTS THAT THE RULES BE SUSPENDED
TO ALLOW REP. BERGER AND REP. ESQUIVEL TO VOTE ON
HB 2125.

- 179 Chair Butler THERE BEING NO OBJECTION, SO ORDERED
- 180 Rep. Berger VOTES AYE ON HB 2125.
- 181 Rep. Esquivel VOTES AYE ON HB 2125.

CLOSES RULES SUSPENSION TO RECONSIDER PREVIOUS VOTES

192 Chair Butler Adjourns meeting at 1:59 p.m.

Tape Log Submitted by:

Reviewed by:

Kristi Bowman, Committee Assistant

Kim Taylor James, Committee Coordinator

Exhibit Summary:

- 1. 1. HB 2449, Amendment HB 2499-2, Legislative Counsel, 1 pg., 04/14/05
- 2. 2. HB 2449, Staff Measure Summary, Martin-Mahar, 1 pg., 04/14/05
- 3. 3. HB 3441, Amendment HB 3441-1, Legislative Counsel, 1 pg., 04/04/05
- 4. 4. HB 3441, Staff Measure Summary, Ayala, 1 pg., 04/13/05
- 5. 5. HB 2868, Staff Measure Summary, Ayala, 1 pg., 04/14/05
- 6. 6. HB 2868, Revenue Impact Statement, Ayala, 1 pg., 04/14/05
- 7. 7. HB 2199, Staff Measure Summary, Ayala, 1 pg., 04/13/05
- 8. 8. HB 2199, Revenue Impact Statement, Ayala, 1 pg., 04/13/05
- 9. 9. HB 2199, Amendment HB 2199-A2, Legislative Counsel, 1 pg., 04/14/05
- 10. 10. HB 2340, Staff Measure Summary, Ayala, 1 pg., 04/12/05
- 11. 11. HB 2340, Revenue Impact Statement, Ayala, 1 pg., 04/12/05