

WORK SESSION

HB 2257, 2868, 3232, 3233

PUBLIC HEARING

HB 2199

TAPES 103-A,104 A

HOUSE REVENUE COMMITTEE

APRIL 7, 2005 1:00 PM STATE CAPITOL BUILDING

Members Present: Tom Butler, Chair
Rep. Vicki Berger, Vice-Chair
Rep. Mark Hass, Vice-Chair
Rep. Sal Esquivel
Rep. Larry Galizio
Rep. Betty Komp
Rep. Chuck Riley

Member Excused: Rep. Brian Boquist
Rep. Andy Olson

Witnesses Present: John Fletcher, Oregon Housing and Community Services (OHCS)
John Wahgren, Oregon Housing and Community Services (OHCS)

Mike Swanson, City Manager, Milwaukie OR

Gil Riddell, Assn. of Oregon Counties (AOC)

David Barenberg, League of Oregon Cities (LOC)

Staff Present: Paul Warner, Legislative Revenue Officer

Lizbeth Martin-Mahar, Economist

Mary Ayala, Economist

Kristi Bowman, Committee Assistant

TAPE 103, SIDE A

002 Chair Butler Opens meeting at 1:05 p.m.

OPENS WORK SESSION FOR HOUSE BILL 3232

005 Chair Butler Gives summary of HB 3232 heard in the House Revenue Committee meeting on 04/06/05 (Exhibit 3).

020 Martin-Mahar Reviews HB 3232 which extends annual cap on research and development to \$1M beginning tax year 2008 and allowing research and development expenses to conform to current law. Comments that 6 to 12 corporations will be eligible for these tax credits.

040 Rep. Berger MOTION: MOVES HB 3232 TO THE HOUSE FLOOR WITH A DO PASS RECOMMENDATION.

051 Chair Butler Asks for roll-call vote.

057 Chair Butler MOTION PASSES 7-0-2. ANSWERING AYE: ESQUIVEL, GALIZIO, KOMP, RILEY, BERGER, HASS, BUTLER. EXCUSED: BOQUIST, OLSON.

CLOSES WORK SESSION FOR HOUSE BILL 3232

OPENS WORK SESSION FOR HOUSE BILL 2257

067 Mary Ayala Gives summary of HB 2257 which corrects statutory references to other statutes authorizing bond issuance amounts (Exhibit 1). There is no revenue impact.

093 Rep. Hass MOTION: MOVES HB 2257 TO THE FLOOR WITH A DO PASS RECOMMENDATION AND BE PLACED ON THE CONSENT CALENDAR.

112 Chair Butler Asks for roll-call vote.

116 Chair Butler MOTION PASSES 7-0-2. ANSWERING AYE: ESQUIVEL, GALIZIO, KOMP, RILEY, BERGER, HASS, BUTLER. EXCUSED: BOQUIST, OLSON.

OPENS WORK SESSION FOR HOUSE BILL 2868

119 Chair Butler Comments that there will be amendments for this bill. The work session will be carried over to a future date.

CLOSES WORK SESSION FOR HOUSE BILL 2868

OPENS WORK SESSION FOR HOUSE BILL 3233

124 Chair Butler Comments that the bill is still under consideration.

CLOSES WORK SESSION FOR HOUSE BILL 3233

OPENS PUBLIC HEARING FOR HOUSE BILL 2199-A

- 130 Ayala Gives overview of HB 2199-A (Exhibit 2) which moves oversight of vertical housing development to the Housing and Community Services Dept. It also broadens the definition of “vertical housing development project” to include residential and nonresidential uses.
- 167 Rep. Hass Comments about original legislation in 1999 that was trying to curb urban sprawl by encouraging developments to go up instead of out. Adds that it isn’t used very much presently, and the change to non-residential uses may increase the applications.
- 173 Rep. Riley Comments that there is another change to current law with HB 2199-A. In previous law the entire development had to be multiple-story buildings, but in HB 2199-A the change is that only one of the buildings must be multiple-story.
- 185 John Fletcher Submits written testimony (Exhibit 4) in support of HB 2199-A. Discusses current law and proposed changes in HB 2199-A. This exemption has been in effect since 1999, but there have not been many applicants. Technical changes are proposed in HB 2199-A that would help more projects qualify for the exemption, and these changes are discussed in his testimony. Adds that a sunset date would be supported by OHCS in order to review the progress of the program.
- 288 John Wahgren Entered his name and position with OHCS into the record but did not testify.

301 Mike Swanson Testifies in support of HB 2199-A and reads verbatim from written testimony (Exhibit 5). Refers to handout materials submitted with written testimony.

449 Acting Chair Berger Asks if this is the first project under this program.

451 Swanson Responds that this is the first project for Milwaukie, and they are ready to proceed as soon as the transition to OHCS occurs.

TAPE 104, SIDE A

029 Ayala Refers to the revenue impact statement (Exhibit 3). Adds that three projects will qualify under the mixed-use proposal.

035 Gil Riddell Testifies in support of HB 2199-A on behalf of county assessors. The assessors are concerned about the additional administrative burdens of the program, and request a 10 year sunset as a legislative review.

043 David Barenberg Testifies in support of HB 2199-A. Agrees with county assessors about putting a 10 year sunset on the bill. Comments that having different tools such as multi-use development for cities to use in development will help revitalize downtown areas.

056 Rep. Hass Comments that it is totally reasonable to put a 10-year sunset in the bill and suggests an amendment.

068 Acting Chair Berger Comments about her experience with downtown revitalization in Salem.

CLOSES PUBLIC HEARING FOR HOUSE BILL 2199-A

083 Acting Chair Berger Adjourns meeting at 1:40 p.m.

Tape Log Submitted by:

Reviewed by:

Kristi Bowman, Committee Assistant

Kim Taylor James, Committee
Coordinator

Exhibit Summary:

1. 1. HB 2257, Staff Measure Summary, Ayala, 1 pg., 04/04/05
2. 2. HB 2199-A, Staff Measure Summary, Ayala, 1 pg., 04/06/05
3. 3. HB 2199-A, Revenue Impact Statement, Ayala, 1 pg., 04/06/05

4. 4. HB 2199-A, Testimony, Fletcher, 2 pp., 04/07/05
5. 5. HB 2199-A, Testimony and Handouts, 12 pp., 04/07/05