

**HOUSE REVENUE COMMITTEE**  
**AUGUST 20, 2003 8:30 AM STATE CAPITOL BUILDING**

Members Present: Representative Lane Shetterly, Chair  
Representative Wayne Scott, Vice Chair  
Representative Joanne Verger, Vice Chair  
Representative Phil Barnhart  
Representative Vicki Berger  
Representative Pat Farr  
Representative Mark Hass  
Representative Elaine Hopson  
Representative Max Williams

Witnesses Present: Cindy Hunt, Legislative Counsel

Staff Present: Paul Warner, Legislative Revenue Officer  
Steve Meyer, Legislative Revenue Office  
Kathy Tooley, Committee Assistant

**TAPE 243, SIDE A**

004 Chair Shetterly Calls meeting to order at 8:42 a.m.

**OPENED WORK SESSION ON SB 550-A**

005 Chair Shetterly Described SB 550-A with -19 (Exhibit 1) and -20 (Exhibit 2) amendments as an amalgam of SB 550 and SB 819 incorporating amendments heard in earlier work sessions.

009 Steve Meyer Provided background and description of SB 550A. Described Revenue Impact SB 550-A20, (Exhibit 3).

017 Meyer Described High Cost Disabilities Grant.

020 Meyer Described formula for grants for districts with high transportation costs per student.

036 Meyer Defined Small School District Supplement Fund to provide grants to small districts with small high schools.

044 Meyer Discussed local option tax revenue excluded from school local revenue in the school equalization formula.

054 Meyer Described the additional weighting assigned students from a small high school when high schools merge.

060 Meyer Described intent that High Cost Disabilities Grant will replace the Out-of-State Disabilities Placement Education Fund. This fund sunsets in two years, indicated there is no provision for reinstating the Out-of-State Disabilities Fund automatically if it is not renewed.

069 Meyer Described provision to allow state school fund dollars payments to a bond service account for repayment of bonds sold to finance a school on an Indian reservation.

The bill declares an emergency and provisions take effect on passage.

- 080 Meyer The language in the -19 amendments, not included in the -20 amendments, deals with Portland and refinancing of gap bonds; allows refinancing of gap bonds without having these taxes count as local revenue; 2005-06 reduces statutory permanent rate.
- 091 Chair Shetterly That's the difference between the -19 and -20's?
- 091 Cindy Hunt Answered affirmatively.
- 092 Chair Shetterly Where is that in the -19s?
- 093 Meyer Page 9.
- 093 Hunt Suggested the Committee adopt the -19 amendments and add Sections 35 and 36 from the -20 amendment. The amendments in Section 35 relate to the Indian elementary school bonding.
- 100 Chair Shetterly That gets us to a complete bill if the -19 amendments, and Sections 35 and 36 from the -20 amendments are adopted?
- 107 Rep. Barnhart These are all issues addressed in public hearings before and are now in one package?
- 110 Chair Shetterly Answered affirmatively. There is nothing new in these amendments that the Committee has not dealt with already as discrete amendments or part of SB 550 or SB 819, is that correct?
- 112 Meyer Answered affirmatively.
- 113 Chair Shetterly That was my intention.
- 114 Rep. Verger **MOTION: MOVED ADOPTION OF THE -19 AMENDMENTS INTO SB 550.**  
**ORDER: HEARING NO OBJECTION, THE CHAIR SO ORDERS. (ALL MEMBERS PRESENT).**
- 117 Rep. Verger **MOTION: MOVED ADOPTION OF SECTIONS 35 AND 36 OF THE -A20 AMENDMENTS INTO SB 550.**
- 120 Rep. Barnhart For clarification, intention is to add Sections 35 and 36 as additional items to the bill?
- 122 Chair Shetterly Answered affirmatively.
- 123 Chair Shetterly **ORDER: HEARING NO OBJECTION, THE CHAIR SO ORDERS. (ALL MEMBERS PRESENT).**
- 124 Rep. Verger **MOTION: MOVED SB 550 AS AMENDED TO THE HOUSE FLOOR WITH A DO PASS RECOMMENDATION.**  
**ROLL CALL: MOTION PASSED 8-1-0**  
**REPRESENTATIVES VOTING AYE: Barnhart, Berger, Farr, Hass, Hopson, Scott, Verger, Chair Shetterly. VOTING NO: Williams.**  
**Rep. Hopson will carry the bill.**

136 Chair Shetterly Closed the work session on SB 550.

137 Chair Shetterly Meeting adjourned at 8:50 a.m.

Tape Log Submitted by,

Kathy Tooley, Committee Assistant

Exhibit Summary:

1. Chair Shetterly, "SB 550-A19, 35 pages
2. Chair Shetterly, "SB 550-A20, 35 pages
3. Meyer, "Revenue Impact SB 550-A20, 2 pages
4. Meyer, "School Formula Revenue Summary", 9 pages