

SENATE REVENUE COMMITTEE
April 21, 2003 1:00 PM STATE CAPITOL BUILDING

Members Present: Senator Ryan Deckert, Chair
Senator Ted Ferrioli, Vice Chair
Senator Tony Corcoran
Senator Lenn Hannon
Senator Charlie Ringo
Senator Bruce Starr

Witnesses Present: Charles Stern, Oregon Association of County Clerks

Staff Present: Paul Warner, Legislative Revenue Office
Steve Meyer, Legislative Revenue Office
Lizbeth Martin-Mahar, Legislative Revenue Office
Mazen Malik, Legislative Revenue Office
Tara Lantz, Committee Assistant

TAPE 99, SIDE A

004 Chair Deckert Calls meeting to order at 1:14pm.

OPENS WORK SESSION ON SB 819

016 Steve Meyer Explains the -1, -2, -3, and -4 amendments.

043 Sen. Corcoran MOTION: MOVES TO RECONSIDER THE VOTE BY WHICH SB 819-1 AMENDMENTS WERE ADOPTED.

048 Sen. Deckert ORDER: ROLL CALL VOTE: MOTION PASSES: 5-0-1. SENATORS ANSWERING AYE: CORCORAN, RINGO, STARR, FERRIOLI, DECKERT. SENATOR EXCUSED: HANNON.

050 Sen. Corcoran MOTION: MOVES SB 819-2 AMENDMENTS DATED BE ADOPTED.

055 Sen. Deckert ORDER: HEARING NO OBJECTION, MOTION PASSES: 5-0-1. SENATOR EXCUSED: HANNON.

060 Sen. Corcoran MOTION: MOVES SB 819 TO THE SENATE FLOOR WITH A DO PASS AS AMENDED RECOMMENDATION.

064 Sen. Ferrioli States that he supports SB 819, but expresses concern that it is going to the floor while SB 747 is going to Ways and Means. Discusses federal timber dollars and refers members to letter from Congress regarding federal timber funds. Exhibit 1.

093 Sen. Corcoran States that he supports leaving the school funding formula alone even if it meant putting the federal timber money back into the fund in the same proportion.

101 Sen. Ringo Objects to the notion that SB 819 is related to SB 747 because SB 747 is taking federal money and not providing a local option.

- 115 Sen. Starr States that he doesn't see any similarity between SB 819 and SB 747 because one provides a local community option to raise taxes, while the other would take money out of many local school districts.
- 126 Sen. Ferrioli Agrees that there is no direct connection and that is why he is supporting SB 819. Discusses why SB 747 deserves support and suggests that obtaining federal funds was a local initiative similar to a local option.
- 154 Sen. Hannon States that he wishes people wanting a local option would aggressively be trying to repeal measure 5. Asserts that the committee has turned the school funding issue into a rural vs. urban problem when they should be looking at the state as a whole.
- 205 Sen. Deckert Responds that ultimately he hopes the committee will come to a grand solution on the education funding problem that is statewide and comprehensive.
- 225 Sen. Deckert ORDER: ROLL CALL VOTE: MOTION PASSES: 6-0-0.
SENATORS ANSWERING AYE: CORCORAN, HANNON, RINGO, STARR, FERRIOLI, DECKERT.
Sen. Devlin will carry the bill on the Senate Floor.

OPENS WORK SESSION ON SB 747

- 230 Meyer Explains SB 747, which would take the increase in federal timber funds since 2000-2001 and distribute it outside the formula to local districts.
- 245 Sen. Ferrioli Compares SB 747 to an income tax in metropolitan areas.
- 262 Sen. Starr States that the difference between SB 747 and the income tax in Multnomah County is that Multnomah County is not taking money away from other districts. Asserts that the legislature should be asking the question whether all money raised outside the funding formula should be put in the pot.
- 300 Sen. Ferrioli Points out that rural communities defeated Measure 5 and states that they need to be looking more broadly at the formula issue which is why SB 747 should be sent to Ways and Means.
- 333 Sen. Deckert States that he is going to vote no on SB 747 because of the content of the bill and that he hopes to find a statewide solution.

CLOSES WORK SESSION ON SB 747

OPENS WORK SESSION ON SB 362

- 380 Sen. Deckert Refers members to two letters from venture capitalists in Oregon that would qualify for the tax credit established in SB 362, stating that they will not seek the incentives.
- 400 Sen. Starr MOTION: MOVES SB 362 TO THE SENATE FLOOR WITH A DO PASS AS AMENDED RECOMMENDATION.
- 410 Sen. Deckert ORDER: ROLL CALL VOTE: MOTION PASSES: 4-2-0.
SENATORS ANSWERING AYE: RINGO, STARR, FERRIOLI, DECKERT.
SENATORS ANSWERING NO: CORCORAN, HANNON.
Sen. Deckert will carry the bill on the Senate Floor.

OPENS PUBLIC HEARING ON HB 2650

TAPE 100, SIDE A

020 Meyer Explains HB 2650 which corrects mistakes made in the special sessions in making appropriations to the State School Fund.

058 Sen. Ringo Asks what would happen if they didn't pass this bill.

063 Meyer Responds that the state school fund would be out of balance.

Discussion follows.

CLOSES PUBLIC HEARING ON HB 2650

OPENS WORK SESSION ON HB 2650

110 Sen. Ringo MOTION: MOVES HB 2650B TO THE SENATE FLOOR WITH A DO PASS RECOMMENDATION.

120 Sen. Deckert ORDER: ROLL CALL VOTE: MOTION PASSES: 4-0-2.
SENATORS ANSWERING AYE: RINGO, STARR, FERRIOLI, DECKERT.
SENATORS EXCUSED: CORCORAN, HANNON.
Sen. Ringo will carry the bill on the Senate Floor.

OPENS PUBLIC HEARING ON HB 2489

130 Mazen Malik Explains HB 2489 which modifies where notice of action by board of property tax appeals may be sent and includes the person holding a general power of attorney among people who may sign petitions and appear before board.

150 Charles Stern Testifies in support of HB 2489 because it cleans up some language that has been a problem in the past.

CLOSES PUBLIC HEARING ON HB 2489

OPENS WORK SESSION ON HB 2489

171 Sen. Ferrioli MOTION: MOVES HB 2489A TO THE SENATE FLOOR WITH A DO PASS RECOMMENDATION.

180 Sen. Deckert ORDER: HEARING NO OBJECTION: MOTION PASSES: 4-0-2.
SENATORS EXCUSED: HANNON, RINGO.
Sen. Ferrioli will carry the bill on the Senate Floor.

189 Sen. Deckert Adjourns meeting at 1:55pm.

Tape Log Submitted by,

Tara Lantz, Committee Assistant

Exhibit Summary:

1. SB 747, Sen. Ferrioli, Letter from Congress, 2pp.
2. SB 362, Gerry Langelier, Letter, 1p.
3. SB 362, Dave Chen, Letter, 1p.
4. HB 2650B, Steve Meyer, Staff Measure Summary, 1p.

5. HB 2650B, Steve Meyer, Revenue Impact Statement, 1p.
6. HB 2650B, Steve Meyer, Budget Report and Measure Summary, 2pp.
7. HB 2489A, Mazen Malik, Staff Measure Summary, 1p.
8. HB 2489A, Charles Stern, Written Testimony, 1p.