

SENATE SPECIAL SESSION COMMITTEE ON BUDGET AND FINANCE

February 10, 2002 Hearing Room E
11:30 a.m. Tapes 3A, 4A

MEMBERS PRESENT: Sen. Lenn Hannon, Chair
Sen. Roger Beyer
Sen. Peter Courtney
Sen. Steve Harper

MEMBER EXCUSED: None

STAFF PRESENT: Steve Meyer, Legislative Revenue Office
Paul Warner, Legislative Revenue Office
Susan Jordan, Legislative Fiscal Office
Larry Niswender, Legislative Fiscal Office
Robin LaMonte, Legislative Fiscal Office
Susan MacGlashan, Legislative Fiscal Office
Ken Rocco, Legislative Fiscal Office
Patricia Nielsen, Administrative Support

MEASURE/ISSUES HEARD: HB 4011 – Public Hearing and Work Session
HB 4012 - Public Hearing and Work Session
HB 4013 - Public Hearing and Work Session
HB 4014A - Public Hearing and Work Session
HB 4019 - Public Hearing and Work Session
HB 4020 - Public Hearing and Work Session
HB 5071A - Public Hearing and Work Session
HB 4015A - Public Hearing and Work Session
HB 5070A - Public Hearing and Work Session

These minutes are in compliance with Senate and House Rules. Only text enclosed in quotation marks reports a speaker's exact words. For complete contents, please refer to the tapes.

TAPE/#	Speaker	Comments
TAPE 3, A		
003	Chair Hannon	Calls the meeting to order at 12:10 p.m. Opens public hearing and work session on HB 4011.
<u>HB 4011 – PUBLIC HEARING</u>		
006	Steve Meyer	Legislative Revenue Office. Gives overview of HB 4011, which changes the payment schedule from the State School Fund to school districts. Presents the dash-1 amendments (EXHIBIT D), which transfer \$4.9 million of State School Fund from Educational Service Districts (ESDs) to K-12 in the 2002-03 fiscal year only.
030	Sen. R. Beyer	Asks about 4-1/3 percent payment in July 2003.
040	Meyer	Explains the change.

045 Chair Hannon Seeing no requests for testimony, closes public hearing and opens work session on HB 4011.

HB 4011 - WORK SESSION

048 Sen. Courtney **Moves the dash-1 amendments to HB 4011.**

050 Chair Hannon **Without objection, the motion is approved.**

055 Sen. Courtney **Moves HB 4011 to the floor with a DO PASS AS AMENDED recommendation.**

060 Chair Hannon **Without objection, the motion is approved.** Sen. Courtney will lead the discussion on the floor. Closes work session on HB 4011. Opens public hearing and work session on HB 4012.

HB 4012 – PUBLIC HEARING

064 Meyer Presents overview of HB 4012, which transfers \$100 million of unclaimed property revenue in the Common School Fund to counties, and establishes an economic security fund. Presents the dash-1 amendments (**EXHIBIT H**), which make the transfer operative only if SJR 50 does not pass.

090 Sen. R. Beyer Asks about revenue above two percent (kicker).

095 Meyer Explains the kicker would still be in effect.

105 Paul Warner Legislative Revenue Office. Explains further.

120 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 4012. Open work session on HB 4012.

HB 4012 – WORK SESSION

125 Sen. R. Beyer **Moves the dash-1 amendments to HB 4012.**

130 Chair Hannon **Without objection, the motion is approved.**

135 Sen. R. Beyer **Moves HB 4012 to the floor with a DO PASS AS AMENDED recommendation.**

140 Chair Hannon **Without objection, the motion is approved.** Sen. Beyer will lead the discussion on the floor. Closes work session on HB 4012. Opens public hearing and work session on HB 4013.

HB 4013 – PUBLIC HEARING

145 Susan Jordan Legislative Fiscal Office. Presents overview of HB 4013, which allows Oregon Liquor Control Commission (OLCC) stores to remain open on Sundays.

160 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 4013. Opens work session on HB 4013.

HB 4013 – WORK SESSION

165 Sen. R. Beyer **Moves HB 4013 to the floor with a DO PASS recommendation.**

170 Chair Hannon **Without objection, the motion is approved.** Sen. Hannon will lead the discussion on the floor. Closes work session on

HB 4013. Opens public hearing and work session on HB 4014A.

HB 4014A – PUBLIC HEARING

180 Larry Niswender Legislative Fiscal Office. Presents overview of HB 4014A, which is the omnibus program change bill. Explains House amendments included in this version.

220 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 4014A. Opens work session on HB 4014A.

HB 4014A - WORK SESSION

230 Chair Hannon **Moves HB 4014A to the floor with a DO PASS recommendation. The motion is approved over Sen. Courtney’s NO vote.** Sen. Hannon will lead the discussion on the floor.

235 Chair Hannon Closes the work session on HB 4014A. Opens public hearing and work session on HB 4019.

HB 4019 – PUBLIC HEARING

250 Niswender Presents overview of HB 4019, which provides for the collection of the 911 telephone tax.

255 Chair Hannon Asks whether the measure requires a three-fifths vote.

260 Niswender Explains it does, though Legislative Counsel has not yet issued its opinion.

265 Sen. Harper Clarifies the most it would require is three-fifths.

270 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 4019. Opens work session on HB 4019.

HB 4019 – WORK SESSION

275 Sen. Courtney **Moves HB 4019 to the floor with a DO PASS recommendation.**

280 Chair Hannon **Without objection, the motion is approved.** Sen. Courtney will lead the discussion on the floor. Closes work session on HB 4019. Opens public hearing and work session on HB 4020.

HB 4020 - PUBLIC HEARING

290 Niswender Presents overview of HB 4020, which allows for a one-time transfer of \$14 million from the Emergency Communications Account to the General Fund.

295 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 4020. Opens work session on HB 4020.

HB 4020 – WORK SESSION

310 Sen. R. Beyer **Moves HB 4020 to the floor with a DO PASS recommendation.**

315 Chair Hannon

Without objection, the motion is approved. Sen. Beyer will lead the discussion on the floor. Closes work session on HB 4020. Opens public hearing and work session on HB 5071A.

HB 5071A – PUBLIC HEARING

- 330 Robin LaMonte Legislative Fiscal Office. Presents overview of HB 5071A, which reduces lottery funds allocations to certain agencies and transfers revenue to the State School Fund to offset General Fund reductions.
- 345 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 5071A. Opens work session on HB 5071A.

HB 5071A – WORK SESSION

- 350 Sen. Harper **Moves HB 5071A to the floor with a DO PASS recommendation.**
- 355 Chair Hannon **Without objection, the motion is approved.** Sen. Hannon will lead the discussion on the floor.
- 360 Chair Hannon Recesses the committee at 12:35 p.m., subject to the call of the Chair.

RECESS *****

- 370 Chair Hannon Reconvenes the meeting at 3:15 p.m. Opens work session on HB 4012.

HB 4012 – WORK SESSION

- 380 Chair Hannon **Moves that the committee suspend the rules to reconsider the vote whereby HB 4012 was sent to the Senate with a DO PASS recommendation. Without objection, the motion is approved.**
- 382 Sen. R. Beyer **Moves to reconsider the vote by which the committee amended HB 4012 with the dash-1 amendments.**
- 385 Chair Hannon **Without objection, the motion is approved.** Excused: Sen. Courtney.
- 390 Sen. R. Beyer **Moves to conceptually amend the dash-1 amendments, and gives description (EXHIBIT 20).**
- 415 Warner Explains the amendment, which makes the entire bill contingent on passage of SJR 50 by the voters.

TAPE 4, A

- 015 Chair Hannon **Moves the conceptually amended dash-1 amendments to HB 4012. Without objection, the motion is approved.**
- 020 Sen. R. Beyer **Moves HB 4012 as amended by the conceptually amended dash-1 amendments to the floor with a DO PASS AS AMENDED recommendation.**

025 Chair Hannon **Without objection, the motion is approved.** Recesses the committee at 3:20 p.m., subject to the call of the Chair.

RECESS *****

045 Chair Hannon Reconvenes the committee at 6:28 p.m. Opens public hearing and work session on HB 4015A.

HB 4015A – PUBLIC HEARING

055 Sue MacGlashan Legislative Fiscal Office. Presents overview of HB 4015A, which allows school districts to use grant funds for any educational purpose.

060 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 4015A. Opens work session on HB 4015A.

HB 4015A – WORK SESSION

065 Sen. Courtney **Moves HB 4015A to the floor with a DO PASS recommendation.**

070 Chair Hannon **Without objection, the motion is approved.** Sen. Courtney will lead the discussion on the floor.

090 Chair Hannon Recesses the committee at 6:30 p.m., subject to the call of the Chair.

RECESS *****

095 Chair Hannon Recalls the meeting to order at 10:38 p.m. Opens public hearing and work session on HB 5070A.

HB 5070A – PUBLIC HEARING

100 Ken Rocco Legislative Fiscal Office. Presents overview of HB 5070A, the omnibus disappropriations bill. Presents the dash-A5 amendments (**EXHIBIT V**). Refers to budget report with notes (**EXHIBIT W**).

155 Chair Hannon Requests a budget note be crafted to require the Oregon Medical Assistance Plan (OMAP) to report back to the first E-board on pharmacist and institutional pharmacist reimbursement rates. Asks about amount in the emergency fund regarding pharmaceutical reimbursement, and the amount being transferred out.

175 Rocco Responds the amount is \$900,000 and explains how it is split.

185 Chair Hannon Seeing no requests for testimony, closes public hearing on HB 5070A. Opens work session on HB 5070A.

HB 5070A – WORK SESSION

190 Sen. R. Beyer Asks if a conceptual amendment is needed.

192 Rocco Advises no amendment is needed because the note will appear in the budget report.

195	Sen. R. Beyer	Moves the dash-A5 amendments to HB 5070A.
200	Chair Hannon	Without objection, the motion is approved.
205	Sen. R. Beyer	Moves HB 5070A to the floor with a DO PASS AS AMENDED recommendation.
210	Chair Hannon	Over Sen. Courtney's NO vote, the motion is approved. Recesses the committee at 10:46 p.m., at the call of the chair.
215		The committee is adjourned at 12:45 a.m. by the SINE DIE resolution.

Submitted By,

Reviewed By,

Patricia Nielsen,
Administrative Support

Adrienne Sexton,
Administrator

EXHIBIT SUMMARY

A – HB 4011, Staff measure summary, staff, 1 p
 B – HB 4011, Fiscal impact analysis, staff, 1 p
 C – HB 4011, Revenue impact statement, staff, 1 p
 D – HB 4011, Dash-1 amendments, 2-9-02, staff, 2 pp
 E – HB 4012, Staff measure summary, staff, 1 p
 F – HB 4012, Fiscal impact analysis, staff, 1 p
 G – HB 4012, Revenue impact statement, staff, 1 p
 H – HB 4012, Dash-1 amendments, 2-10-02, staff, 1 p
 I – HB 4012-1, Revenue impact statement, staff, 1 p
 J – HB 4013, Staff measure summary, staff, 1 p
 K – HB 4013, Fiscal impact analysis, staff, 1 p
 L – HB 4013, Revenue impact statement, staff, 1 p
 M – HB 4014A, Budget report and measure summary, staff, 2 pp
 N – HB 4014A, Revenue impact statement, staff, 1 p
 O – HB 4019, Staff measure summary, staff, 1 p
 P – HB 4019, Revenue impact statement, staff, 1 p
 Q – HB 4020, Staff measure summary, staff, 1 p
 R – HB 5071, Budget report and measure summary, staff, 3 pp
 S – HB 5071A, Budget report and measure summary, staff, 4 pp
 T – HB 4012, Dash-1 amendments hand-engrossed with conceptual amendments, 2-10-02, staff, 1 p
 U – HB 5070, Budget report and measure summary, staff, 6 pp
 V – HB 5070A, Dash-A5 amendments, 2-10-02, staff, 7 pp
 W – HB 5070B, Budget report and measure summary, staff, 6 pp
 X – Postcards expressing support for schools, various, 43 pp
 Y – Letter, G. Rishforth, 3 pp
 Z – Letter, J. Palen, 1 p
 AA – Letter, P. Bossen, 1 p