

PUBLIC HEARING: HB 2848, HB 3405, HB 3580

TAPES 133 — 134 A/B

TAPES 135 A

HOUSE SCHOOL FUNDING AND TAX FAIRNESS/REVENUE COMMITTEE

APRIL 17, 2001 — 1:00 P.M. - HEARING ROOM A - STATE CAPITOL BUILDING

Members Present: Representative Lane Shetterly, Chair

Representative Janet Carlson, Vice Chair (1:50 arrived)

Representative Deborah Kafoury, Vice Chair (1:33 arrived)

Representative Alan Bates

Representative Chris Beck

Representative Alan Brown (2:10 arrived)

Representative Mark Hass

Representative Max Williams (2:09 arrived)

Representative Bill Witt

Staff: Paul Warner, Legislative Revenue Officer

Ed Waters, Economist, Legislative Revenue Office

Richard Yates, Economist, Legislative Revenue Office

Joan Green, Committee Assistant

Witnesses: Rep. Richard Devlin, Legislative House
District 24

Rep. Jeff Merkley, Legislative House District 16

Tom Cowan, Oregon Department of Veterans' Affairs

Walter Crews, United Veterans' Groups of Oregon

Stephen Kafoury, Oregon Children's Trust Fund,
Wildlife Society/Oregon Chapter and Americans
Fisheries Society/Oregon Chapter

Ed Hughes, Oregon Veterans

Mac McDonald, Veterans' of Foreign Wars

Rep. Randy Leonard, Legislative House District 21

Ty Kovatch, Intern to Rep. Randy Leonard

Gary Salyers, Portland State University Alumni

Grattan Kerans, Oregon University System

Dan Williams, University of Oregon

Jim Perry, University of Oregon Alumni Association

Mary Cunningham, Portland State University/Student

Juston Wood, Portland State University/Athlete

Jessica Baumann, Portland State University/Athlete

Jayne Cronlund, Three Rivers Land Conservancy

Christine Perala, Farm at Tickle Creek

Witnesses (Cont.): Christine Egan, Columbia Land
Trust

Gil Riddell, Association of Oregon Counties

TAPE 133, SIDE A

005 Chair Shetterly Meeting called to order at 1:24 p.m.

OPENED PUBLIC HEARING ON HB 3405

016 Richard Yates Provided a description of the measure and
discussed the background. (Exhibit 1)

045 Rep. Richard Devlin Presented testimony in support of measure;
amendments will be offered by the Association
of Oregon Counties and noted that he will be
supportive of those amendments. (Exhibit 2)

OPENED PUBLIC HEARING ON HB 2848

- 098 Ed Waters Provided a description of the measure, which would reduce the number of signatures necessary to qualify for listing on the Oregon income tax return from 10,000 to 2,500. Discussed the background of the measure and distributed a staff measure summary for HB 3560 and the second page of the Oregon Tax return showing the five qualified entities currently listed. (Exhibit 3)
- Meeting continued at 1:30 p.m. as a sub-committee with Rep.'s. Beck, Hass, Witt, and Chair Shetterly in attendance.
- Convened as full committee at 1:33 p.m. with the arrival Vice Chair Kafoury.
- 135 Rep. Jeff Spoke in support of the measure and the (-1) amendments. The (-1) amendment would allow for the Oregon Veterans' Home to be eligible for participation in this program, if they meet the signature and dollar requirements, but waive the 501(c)(3) requirement. Spoke to the reason the Oregon Veterans' Home cannot register as a 501(c)(3). (Exhibit 4)
- 194 Rep. Witt "You are supportive of the (-1) amendments, (Exhibit 4)?"
- 199 Rep. Merkley Yes.
- 211 Tom Cowan Spoke in support of the (-1) amendments. (Exhibit 4)
- 252 Walter Crews Presented testimony in support of measure and the (-1) amendments. (Exhibits 4-5)
- 271 Chair Shetterly What are the sources of income for the Oregon Veterans' Home?
- 276 Cowan Listed the sources of income - revenues are around \$9 million/year and must be self supporting; the backup is the trust fund.
- 280 Chair Shetterly The State does not contribute any monies to operation of the Home?

- 281 Cowan No.
- 293 Rep. Beck Questions and discussion regarding reducing the number of signatures and how that affects the Veterans' Home ability to raise money through this venue.
- 372 Stephen Kafoury Spoke in opposition to the measure and the (-1) amendments. (Exhibit 4)

TAPE 134, SIDE A

- 008 Chair Shetterly What do you think of the 10,000-signature requirement, but specifically allowing the Oregon Veterans' Home to qualify?
- 013 Kafoury Cannot comment on that question.
- 019 Rep. Witt Questions and discussion regarding whether organizations currently on the list have to periodically obtain signatures to remain on the form.
- 051 Waters Referenced the staff measure summary from the 1999 session with the requirements for remaining on the checkoff list, (Page 3, Exhibit 3).
- 074 Chair Shetterly Questions and discussion regarding whether the Oregon Veterans' Home could qualify through a supporting organization that has a 501(c)(3) or could one be set up.
- 095 Ed Hughes Spoke in support of the measure and the (-1) amendments. (Exhibit 4)
- 103 Mac McDonald Spoke in support of the measure and the (-1) amendments. (Exhibit 4)

OPENED PUBLIC HEARING ON HB 3580

- 136 Rep. Randy Leonard Presented testimony in support of measure.
- 250 Rep. Leonard Continued with testimony in support of measure.
- 324 Ty Kovatch Spoke in support of the measure and spoke to a listing of distribution of Sports Action Lottery dollars. (Exhibit 6)

TAPE 133, SIDE B

- 011 Rep. Bates Questions and discussion regarding:
1. Financial gains of belonging to a 1A conference.

2. Whether the lottery dollars benefit primarily Oregon students or out-of-state students.

Chair Shetterly Left at 2:19 p.m., passed gavel to Vice Chair Kafoury.

Chair Shetterly Returned at 2:22 p.m.; resumed gavel.

Questions and discussion regarding the distribution formula in this measure vs. the current distribution formula and equity based on cost of programs.

217 Gary Salyers Presented testimony in support of measure. (Exhibit 7)

350 Salyers Continued with testimony in support of measure, (Page 2, Exhibit 7).

408 Juston Wood Presented testimony in support of measure. (Exhibit 8)

TAPE 134, SIDE B

025 Woods Continued with testimony in support of measure. (Exhibit 8)

075 Mary Cunningham Presented testimony in support of measure. (Exhibit 10)

Distributed submitted testimony from:

Brian Lord, Eastern Oregon University. (Exhibit 11)

Scott Young, Southern Oregon University. (Exhibit 12)

111 Jessica Baumann Presented testimony in support of measure. (Exhibit 9)

149 Grattan Kerans Spoke in opposition to the measure.

293 Dan Williams Presented testimony in opposition to measure. (Exhibit 13)

346 Jim Perry Spoke in opposition to the measure.

TAPE 135, SIDE A

LRO Staff Distributed Staff Measure Summary, Revenue and Fiscal statements. (Exhibit 14)

REOPENED PUBLIC HEARING ON HB 3405

- 033 Jayne Cronlund Presented testimony in support of measure and noted that they would be supportive of an amendment if offered by Association of Oregon Counties. (Exhibit 15)
- 092 Christine Perala Presented testimony in support of measure. (Exhibit 16)
- 164 Gil Riddell Spoke to the measure; no position taken; believes that an agreement has been reached among the proponents of the measure and the counties to address the counties three primary concerns.
- 244 Christine Egan Presented testimony in support of measure. (Exhibit 17)
- 330 Chair Shetterly Meeting adjourned at 3:34 p.m.

Submitted by, Reviewed by,

Joan Green Kim Taylor James

Committee Assistant Revenue Office Manager

Exhibit Summary:

1. HB 3405, Staff Measure Summary and Excepts from ORS Chapter 271 and ORS 308A.703 and 308A.712, Yates, 5 pages
2. HB 3405, Testimony, Rep. Devlin, 2 pages
3. HB 2848, Charitable Checkoff History spreadsheet, 1999 session Staff Measure Summary, Fiscal statement and Oregon tax form, Waters, 5 pages
4. HB 2848, (-1) amendment, (DJ/ps) 03/21/01, Rep. Merkley, 1 page
5. HB 2848, Testimony, Crews, 2 pages
6. HB 3580, Listing of distribution of Sports Action Lottery dollars, Kovatch, 2 pages
7. HB 3580, Testimony, Salyers, 9 pages
8. HB3580, Testimony, Wood, 2 pages
9. HB 3580, Testimony, Baumann, 1 page
10. HB 3580, Testimony, Cunningham, 2 pages
11. HB 3580, Submitted testimony, Lord, 1 page
12. HB 3580, Submitted testimony, Young, 1 page
13. HB 3580, Testimony, Williams, 2 pages
14. HB 3580, Staff Measure Summary, Revenue and Fiscal Impact statements, Yates, 3 pages
15. HB 3405, Testimony, Cronlund, 1 page
16. HB 3405, Testimony, Perala, 2 pages
17. HB 3405, Testimony, Egan, 2 pages