

CONFERENCE COMMITTEE ON HB 2281-B

JUNE 25, 2001 – 10:00 A.M. - HEARING ROOM A - STATE CAPITOL BUILDING

Members Present: Representative Bill Witt, Chair
 Representative Donna Nelson
 Representative Lane Shetterly
 Senator Ted Ferrioli
 Senator Lee Beyer
 Senator Charles Starr

Members Absent: Representative Mark Hass
 Representative Deborah Kafoury

Staff: Paul Warner, Legislative Revenue Officer
 Carol Phillips, Committee Assistant

TAPE 2, SIDE A

004	Chair Witt	Meeting called to order at 10: 57 a.m. and immediately recessed until 3:00 p.m. today.
009	Chair Witt	Reconvened meeting at 3:08 p.m.
011	Paul Warner	Discussed (-B14) amendments to HB 2281-B as summarized on Exhibit 3: HB 2281 Conference Committee. The House and Senate versions of the bill were compared to produce the basis for the (-B14) amendments.
040	Sen. Ferrioli	Commented that the Senate version of the bill included exemptions for utilities. Believes that the utility exemption is necessary and reasonable, and that its removal may create resistance to passage of the bill.
050	Chair Witt	Agreed the utility language should be incorporated into the (-B14) amendments, but to accomplish that the rules must be suspended for the purpose of formulating a conceptual amendment.
053	Rep. Shetterly	MOTION: MOVES THE RULES BE SUSPENDED FOR THE PURPOSE OF CONCEPTUAL AMENDMENT OF THE (-B14) AMENDMENTS.
056	Chair Witt	ORDER: HEARING NO OBJECTION, THE CHAIR SO ORDERED.
057	Shetterly	MOTION:

MOVES TO CONCEPTUALLY AMEND THE (-B14)
AMEND-MENTS BY RESTORING LINES 13 THROUGH 24
ON PAGE 1 OF THE B-ENGROSSED BILL AND LINES 1
THROUGH 18 ON PAGE 2 OF THE B-ENGROSSED BILL.

- 067 Rep. Shetterly Added that the intent of this action, as suggested by Sen. Ferrioli, would be to restore telecommunications and utilities exemptions.
- 072 Chair Witt Stated that the conceptual language gives those companies the option of using either the current system or the new sales weighting factor.
- 079 Warner Outlined the revenue impact the addition of the conceptual language would have on HB 2281-B.
- 088 Chair Witt ORDER:
HEARING NO OBJECTION, THE CONCEPTUAL AMENDMENT IS ADOPTED.
- 089 Rep. Shetterly MOTION:
MOVES (-B14) AMENDMENTS AS CONCEPTUALLY AMENDED TO HB 2281-B BE ADOPTED.
- 094 Rep. Shetterly Added that this is a good opportunity to move two innovative tax policies together: the single-sales factor and the working family child care tax credit. Thanked the Conference Committee members for their participation in moving the bill forward.
- 101 Rep. Nelson Thanked the committee members for their efforts in moving this bill. On behalf of single mothers and others who will benefit greatly from the working family childcare tax credit, thanked the committee.
- 118 Sen. Ferrioli Stated that the purpose of reinvestment in communities is to grow the economy in Oregon. Although many legislators are skeptical of that concept, believes HB 2281-B is an excellent opportunity to show that by significant investment in Oregon's key industries it is possible to grow the economy. For the record, noted that the Chair of the House Revenue Committee, Rep. Lane Shetterly, has been the significant champion of the childcare tax credit during this legislative session. Without Rep. Shetterly's efforts, the working family childcare tax credit would not be a part of HB 2281-B.
- 139 Rep. Witt Stated this is an excellent example of how the process can work. HB 2281-B and HB 2716-A were running on separate tracks, and their revenue impact in future biennia was a factor. HB 2281-B illustrates the need from an economic development standpoint for a proactive and intelligent position that will welcome investment in Oregon. Including HB 2616-A (the

working family childcare tax credit) with HB 2281-B adds a credible policy to bring relief to low-income families struggling to raise children and make ends meet at the same time.

163 Chair Witt

VOTE:

ROLL CALL VOTE: MOTION PASSES: 6 – 0 – 2

SENATORS VOTING AYE: L. BEYER, STARR, FERRIOLI

REPRESENTATIVES VOTING AYE: NELSON, SHETTERLY, WITT

REPRESENTATIVES ABSENT: HASS, KAFOURY

169 Rep. Shetterly

MOTION:

MOVES THE HOUSE CONCUR IN THE SENATE AMENDMENTS DATED MAY 31, AS FURTHER AMENDED IN THE (-B14) AMENDMENTS DATED JUNE 25, AND CONCEPTUAL AMENDMENTS THERETO, AND THAT THE BILL BE AMENDED AND REPASSED.

183 Chair Witt

VOTE:

ROLL CALL VOTE: MOTION PASSES: 6 – 0 – 2

SENATORS VOTING AYE: L. BEYER, STARR, FERRIOLI

REPRESENTATIVES VOTING AYE: NELSON, SHETTERLY, WITT

REPRESENTATIVES ABSENT: HASS, KAFOURY

Sen. Ferrioli will carry the bill on the Senate Floor.

Rep. Witt and Rep. Shetterly will carry the bill on the House Floor.

204 Chair Witt

Adjourned meeting at 3:21 p.m.

Submitted by,

Reviewed by,

Carol Phillips
Committee Assistant

Kim Taylor James
Revenue Office Manager

Exhibit Summary:

1. HB 2281-B, Conference Committee, (-B14) amendments (DJ/ps) 6/25/01, 7 pp.
2. HB 2281-B, Warner, Revenue Impact Statement, 1 pp.
3. HB 2281-B, Warner, House Bill 2281 Conference Committee bill comparison, 1 pp.