

## HOUSE REVENUE COMMITTEE

JUNE 16, 1999 ñ 8:30 A.M. - HEARING ROOM A - STATE CAPITOL BUILDING

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Members Present: Rep. Ken Strobeck, Chair

Rep. Anitra Rasmussen, Vice Chair

Rep. Deborah Kafoury

Rep. Jeff Merkley

Rep. Diane Rosenbaum

Rep. Lane Shetterly

Rep. Jim Welsh

Rep. Max Williams

Rep. Bill Witt

Staff: Paul Warner, Legislative Revenue Officer

Richard Yates, Economist, Legislative Revenue Office

Barbara Guardino, Committee Assistant

### TAPE 214, SIDE A

005      Chair Strobeck                      Called meeting to order at 8:35 a.m. Opened work session on HB 3575.

### WORK SESSION ñ HB 3575

010      Richard Yates                      Directed members' attention to HB 3575-8 amendments (**EXHIBIT 1**); and summary (**EXHIBIT 2**). address two changes:

1. Timing of distribution of privilege taxes distributed to school funds
2. Maximum assessed value

046 Chair Strobeck **MOTION: MOVED TO SUSPEND THE RULES IN ORDER TO RECONSIDER VOTE THAT MOVED HB 3575 TO THE COMMITTEE ON WAYS AND MEANS.**

**ORDER: THERE BEING NO OBJECTIONS, THE CHAIR SO ORDERED.**

056 Chair Strobeck **MOTION: MOVED TO RECONSIDER THE VOTE ON HB 3575. ASKED FOR ANY OBJECTIONS.**

**ORDER: THERE BEING NO OBJECTIONS, THE CHAIR SO ORDERED.**

058 Chair Strobeck **MOVED -8 AMENDMENTS TO HB 3575 BE ADOPTED.**

060 Rep. Rosenbaum Asked for explanation of revenue impact for 1999-01.

067 Yates HB 3575 is revenue neutral with respect to schools. HB 3575 changes the way privilege taxes are distributed. Under the new program, all privilege taxes go to state school fund and community college support fund. HB 3575 changes the way property taxes are collected. Forestland values increase, so more property tax revenues go into local districts. Privilege taxes no longer go directly to schools ñ they go into the school fund and are then distributed to schools. Property tax increases because forestland values increase.

110 Chair Strobeck **ASKED FOR ANY OBJECTIONS TO MOVING ñ8 AMENDMENTS INTO HB 3575.**

**ORDER: THERE BEING NO OBJECTIONS, THE CHAIR SO ORDERED.**

114 Chair Strobeck **MOTION: MOVED HB 3575, AS AMENDED, TO THE COMMITTEE ON WAYS AND MEANS WITH A DO PASS AS AMENDED RECOMMENDATION. ASKED FOR ANY OBJECTIONS TO THE MOTION.**

**ORDER: THERE BEING NO OJBECTIONS, THE CHAIR SO ORDERED.**

**MOTION PASSES: 9-0-0**

**REPRESENTATIVES PRESENT: KAFOURY, MERKLEY, ROSENBAUM, SHETTERLY, WELSH, WILLIAMS, WITT, VICE CHAIR RASMUSSEN, CHAIR STROBECK**

125 Chair Strobeck Adjourned meeting at 8:47 a.m.

Submitted by, Reviewed by,

Barbara J. Guardino Kim T. James

Committee Assistant Revenue Office Manager

Exhibit Summary:

1. Yates, HB 3575, Proposed Amendments to House Bill 3575 (HB 3575-8), 66 pp.
2. Yates, HB 3575-8 Amendments summary and Revenue Impact statement, 3 pp.