

CONFERENCE COMMITTEE #2 ON SB 2

JULY 15, 1999 ñ 9:00 A.M. - HEARING ROOM A - STATE CAPITOL BUILDING

Members Present: Senator Randy Miller, Chair

Senator Joan Dukes

Senator Tom Hartung

Senator Charles Starr

Senator Thomas Wilde

Representative Ken Strobeck

Representative Diane Rosenbaum

Members Excused; Representative Jim Welsh

Staff: Paul Warner, Legislative Revenue Officer

Ed Waters, Economist, Legislative Revenue Office

Joan Green, Committee Assistant

TAPE 001, SIDE A

003 Chair Miller Meeting called to order at 9:09 a.m.

WORK SESSION ON SB 2 A-ENG.

009 Ed Waters Described SB 2, as moved out of Conference Committee June 23, which reverted to the

original Senate version and included a credit for stay-at home parents. (Exhibit 1)

Suggested recommendations include:

1. Receding from the amendment adding the credit for the stay-at-home parents and move back to the introduced Senate bill.
2. Change the implementation date in the original Senate measure to January 1, 2001 to lessen the revenue impact to the 1999-2001 biennium.

032	Chair Miller	MOTION: MOVED BY CONCEPTUAL AMENDMENT THAT THE EFFECTIVE DATE BE CHANGED FROM JANUARY 1, 2000 TO JANUARY 1, 2001.
039	Sen. Dukes	In support of the suggestion that the stay-at-home credit amendment be deleted. Understands the need to move to 2001. "The House version, with the refundable tax credit, is directed at the people whom most need it. Spoke to the revenue impact of the House version of the measure and how it more closely adheres to the Republicans priority of not incurring holes in future budgets. This is a better direction, but I still prefer the refundable version of the measure."
053	Rep. Rosenbaum	"Concurred with comments made by Sen. Dukes, however I could not support the Senate version of the bill, even with a delayed implementation date."
058	Chair Miller	At this time I am seeking to change only the implementation date.
062	VOTE	HEARING NO OBJECTION TO THE CONCEPTUAL AMENDMENT TO CHANGE THE IMPLEMENTATION DATE, THE CHAIR SO ORDERED. (EXCUSED: REP. WELSH)
064	Chair Miller	MOTION: MOVED BY CONCEPTUAL AMENDMENT TO DELETE THE STAY-AT-HOME CREDIT IN THE CONFERENCE COMMITTEE AMENDMENT TO SB 2 A-ENG ADOPTED ON JUNE 23, 1999.
068	Chair Strobeck	"Based on the Senate floor vote on the conference committee amendments I would have to agree to the deletion. I still believe there is good policy reason behind the amendment."
082	Chair Miller	"I believe the Senate vote was more in reaction to the implementation date rather than the stay-at-home credit."

- 089 Sen. Hartung Concur with comments made by Rep. Strobeck and Iím prepared to support the conceptual amendment.
- 091 VOTE HEARING NO OBJECTION TO THE CONCEPTUAL AMENDMENT TO DELETE THE STAY-AT-HOME CREDIT, THE CHAIR SO ORDERED. (EXCUSED: REP. WELSH)
- 093 Chair Miller The original Senate bill, as introduced, is now before the Conference Committee with an implementation date of January 1, 2001. Requested discussion.
- 099 Rep. Rosenbaum The House floor overwhelmingly passed a different version of this measure. The measure now before the Conference Committee is a non-refundable credit that will not be effective until 2001 that will not help the people that the House was looking to help. "It seems to me that we are basically offering some relief, but taking it back in the next breath and I could not support it."
- 108 Chair Miller Many of us would prefer an earlier implementation date, but it is my understanding that with an earlier implementation date it would not make it all the way through the process and be enacted as law.
- 114 Rep. Rosenbaum It is my understanding that the non-refundable credit will not make it all the way through the process and be enacted as law.
- 118 Chair Miller Recessed until 9:23 a.m.
- 118 Chair Miller Reconvened at 9:23 a.m., extended recess until 12:10 p.m.
- 119 Chair Miller Reconvened at 12:10 p.m. All present, except Rep. Rosenbaum, excused.
- 121 Chair Strobeck MOTION: MOVED TO RECONSIDER THE VOTE BY WHICH THE CONFERENCE COMMITTEE ADOPTED THE CONCEPTUAL AMENDMENT TO DELETE THE STAY-AT-HOME CREDIT ADOPTED IN THE CONFERENCE COMMITTEE REPORT ON JUNE 23, 1999.
- 131 VOTE SEN. DUKES OBJECTED, HEARING NO FURTHER OBJECTION TO RECONSIDERATION OF THE VOTE WHEREBY THE CONFERENCE COMMITTEE DELETED THE STAY-AT-HOME CREDIT ADOPTED IN THE CONFERENCE COMMITTEE REPORT ON JUNE 23, 1999, THE CHAIR SO

ORDERED. (EXCUSED: REP. ROSENBAUM)

The stay-at-home credit is before the Conference Committee.

- 133 Chair Strobeck MOTION: MOVED BY CONCEPTUAL AMENDMENT TO REINSTATE THE STAY-AT-HOME CREDIT, AS ADOPTED BY THE CONFERENCE COMMITTEE ON JUNE 23, 1999.
- 138 Sen. Dukes Noted for the record that particular credit is discriminatory towards single parents who might be able to stay at home with their children, if they had access to this credit. Single-parent families are families and this legislature has always recognized that; this is a poor way to do tax policy.
- 151 VOTE ROLL CALL VOTE: MOTION PASSED 6-1-1
- MEMBERS VOTING AYE: REPRESENTATIVES WELSH, CHAIR STROBECK; SENATORS. HARTUNG, STARR, WILDE, CHAIR MILLER
- MEMBERS VOTING NAY: SENATORS DUKES
- MEMBERS EXCUSED: REPRESENTATIVE ROSENBAUM
- MOTION TO REINSTATE STAY-AT-HOME TAX CREDIT CARRIED.
- 159 Chair Miller Noted that before the members are the (-A5) amendment, which was the conceptual amendment adopted morning to change the implementation date. For purposes of clarity I will move the adoption of the (-A5) amendment. (Exhibit 2)
- 164 Chair Miller MOTION: MOVED (-A5) AMENDMENT TO SB 2 BE ADOPTED. HEARING NO OBJECTION, THE CHAIR SO ORDERED.
- 168 Chair Miller MOVED THAT THE HOUSE RECEDES FROM HOUSE AMENDMENTS DATED JUNE 1 AND THAT THE BILL BE FURTHER AMENDED AND REPASSED.
- 178 Chair Miller The intent of the Conference Committee's action with this vote is as follows:
1. To return to the Conference Committee report dated June 23.
 2. Change the implementation date to 2001.

185 VOTE

ROLL CALL VOTE: MOTION PASSED 6-1-1

MEMBERS VOTING AYE: REPRESENTATIVES WELSH, CHAIR STROBECK;
SENATORS HARTUNG, STARR, WILDE, CHAIR MILLER

MEMBERS VOTING NAY: SENATOR DUKES

MEMBERS EXCUSED: REPRESENTATIVE ROSENBAUM

MOTION CARRIED.

SEN. WILDE AND CHAIR STROBECK WILL CARRY THE BILL IN THEIR
RESPECTIVE CHAMBERS.

200 Chair Miller

Meeting adjourned at 12:19 p.m.

Submitted by, Reviewed by,

Joan Green Kim T. James

Committee Assistant Revenue Office Manager

Exhibit Summary:

1. SB 2, Waters, Senate staff measure summary, revenue and fiscal impact statement, 3 pages
2. SB 2 (-A5) amendment, (DJ/ps) 07/15/99, 1 page