

## **SENATE REVENUE COMMITTEE**

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**MAY 13, 1999 - 3:00 P.M. - HEARING ROOM A - STATE CAPITOL BUILDING**

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Members Present: Senator Randy Miller, Chair

Senator Thomas Wilde, Vice Chair

Senator Lee Beyer

Senator Charles Starr

Members Excused: Senator Tom Hartung

Staff: Paul Warner, Legislative Revenue Officer

Lizbeth Martin-Mahar, Economist, Legislative Revenue Office

Ed Waters, Economist, Legislative Revenue Office

Joan Green, Committee Assistant

Witnesses: Lynn Schoessler, Housing and Community Services

Michael Grainey, Office of Energy

Ken Evans, Sustainable Energy Development

Richard Weinman, City of Eugene

Lynn McNamara, League of Oregon Cities

Ann Williams, St Vincent DePaul

Greg Satchell, Portland General Electric

Ken Armstrong, Oregon Public Ports Association

**TAPE 115, SIDE A**

006 Chair Miller Meeting called to order at 3:04 p.m.

PUBLIC HEARING ON HB 2090

012 Lizbeth Martin-Mahar Described HB 2090, which would extend the sunset deadline for the property tax exemption for property owners who construct or purchase low-income housing units. (Exhibit 1)

048 Lynn Schoessler Spoke in support of the measure.

065 Richard Weinman Presented testimony in support of measure. (Exhibit 2)

085 Ann Williams Spoke in support of the measure.

128 Chair Miller Do you expect 2010 will solve the problem with low-income housing issues or should the sunset date be removed?

132 Weinman No, it would be my preference that the sunset date be removed.

132 Chair Miller Was removal of the sunset date discussed in the House?

134 Schoessler It was discussed in House hearings and determined that in 2009 the issue would be reexamined.

144 Sen. Beyer Spoke to the results achieved by Ann Williams and St. Vincent DePaul and what can be accomplished by non-profits forming successful partnerships with the private and public sectors.

155 Jerry Bieberle Spoke to discussion in the Committee on Agency Performance and Operations

regarding removal of the sunset date.

167 Chair Miller An amendment could send the measure into conference committee; considering the timing it might be best not to amend the measure.

176 Lynn McNamara Spoke in support of the measure.

#### WORK SESSION ON HB 2090

190 Sen. Beyer MOTION: MOVED HB 2090 TO THE SENATE FLOOR WITH A DO PASS RECOMMENDATION.

193 VOTE  
ROLL CALL VOTE: MOTION PASSES 4-0-1  
SENATORS VOTING AYE: Beyer, Starr, Wilde, Chair Miller  
SENATORS EXCUSED: Hartung  
Sen. Beyer will carry the bill.

#### PUBLIC HEARING ON SB 1264 A-ENG.

212 Mike Grainey Presented testimony in support of measure. (Exhibit 3)

Spoke in support of the (-2) amendment. (Exhibit 4)

292 Vice Chair Wilde Referenced the small projected revenue impact statement. Are future projects anticipated that would take a substantial amount of revenue away? (Exhibit 5)

304 Grainey Potentially there could be; the more important, immediate benefit is that because of the overall cap the Office of Energy has had to limit, by rule, each individual project to no more than \$2 million.

320 Ed Waters Requested Mr. Grainey explain the relationship between a cap and a credit amount?

322 Grainey The Office of Energy can certify projects of \$40 million per year; the tax credit is 35%

of the cost of the allowable project taken over five years.

- 358 Chair Miller Are the numbers in the revenue impact statement in addition to the estimates in the Tax Expenditure Report, (Page 2, Exhibit 5)?
- 360 Waters Correct, these are the incremental additional costs of making the changes to the Tax Credit Board.
- 376 Ken Evans Spoke in support of the measure.
- 396 Greg Satchell Presented testimony in support of measure. (Exhibit 6)
- 432 Ken Armstrong Spoke in support of the measure.

#### WORK SESSION ON SB 1264 A-ENG.

- 471 Vice Chair Wilde MOTION: MOVED THE HAND-ENGROSSED (-2) AMENDMENT TO SB 1264 A-ENG. BE ADOPTED.
- 472 Chair Miller Clarified that the amendment being moved is the (-2) amendment to SB 1264 that has been hand-engrossed. Noted that most important of those changes appears on line 6 of the proposed amendment referring to line 10 of the bill delete "2000" and insert "1999" in both places, (Exhibit 4).
- 487 VOTE HEARING NO OBJECTION, THE CHAIR SO ORDERED ADOPTION OF THE AMENDMENT.
- 490 Vice Chair Wilde MOTION: MOVED SB 1264 A-ENG., AS AMENDED, TO THE SENATE FLOOR WITH A DO PASS AS AMENDED RECOMMENDATION.
- 494 VOTE ROLL CALL VOTE: MOTION PASSES 4-0-1
- SENATORS VOTING AYE: Beyer, Starr, Wilde, Chair Miller
- SENATORS EXCUSED: Hartung

Sen. Starr will carry the bill.

**TAPE 116, SIDE A**

045	Chair Miller	Advised Committee that the revenue forecast will be presented in a joint meeting of the House and Senate Revenue Committees tomorrow morning at 8:00 a.m. and will be presented at 8:45 a.m. to the Ways and Means Committee.
060	Chair Miller	Meeting adjourned at 3:35 p.m.

Submitted by, Reviewed by,

Joan Green Kim T. James

Committee Assistant Revenue Office Manager

**Exhibit Summary:**

1. HB 2090, Martin-Mahar, Staff measure summary, House staff measure summary, revenue and fiscal impact statements, 4 pages
2. HB 2090, Weinman, Written testimony, 2 pages
3. SB 1264, Grainey, Written testimony, 5 pages
4. SB 1264, Grainey, , (-2) amendments, (JH/bd/ps) 05/07/99, 1 page
5. SB 1264, Waters, Senate Agriculture and Natural Resources staff measure summary, revenue and fiscal impact statements, 3 pages
6. SB 1264, Satchell, Written testimony, 3 pages