PUBLIC HEARING AND WORK SESSION: SB 965

WORK SESSION: HB 2052, HB 2136

TAPES 117 A

SENATE REVENUE COMMITTEE

MAY 17, 1999 - 3:00 P.M. - HEARING ROOM A - STATE CAPITOL BUILDING

Members Present: Senator Randy Miller, Chair

Senator Thomas Wilde, Vice Chair

Senator Lee Beyer

Members Excused: Senator Tom Hartung

Senator Charles Starr

Staff: Paul Warner, Legislative Revenue Officer Lizbeth Martin-Mahar, Economist, Legislative Revenue Office Ed Waters, Economist, Legislative Revenue Office Joan Green, Committee Assistant

Witnesses: Dave Harman, Harney District Hospital
Ed Patterson, Oregon Association of Hospital and Health Systems
Gil Riddell, Associated Oregon Counties
Gwen Dayton, Oregon Health Care Association
Jim Carlson, Oregon Health Care Association
Senator Eugene Timms, Senate District 30
Jim Markee, Oregon Collectors Association

Susan Browning, Department of Revenue

TAPE 117, SIDE A

005	Chair Miller	Meeting called to order at 3:09 p.m. as a sub-committee, with Chair Miller present, for the purposes of receiving testimony. Full Committee convened at 3:19 p.m. with Sen. Beyer and Vice Chair Wilde in attendance.	
008	Chair Miller	HB 2079 will not be heard today; it will be heard on Thursday, May 20. When a quorum is present the Committee will rescind the vote by which HB 2052 was passed to the floor; the issue in that measure has been addressed in SB 123.	
PUBLIC HEARING ON SB 965			
030	Dave Harman	Presented testimony in support of measure. (Exhibit 1)	
095	Ed Patterson	Spoke in support of the measure.	
109	Gil Riddell	Offered a friendly amendment to the measure, which would allow a local option; essentially a sign-off by the county governing body to this exemption. This measure deals primarily with local revenues and if a situation where physicians are needed should be present the local county governing body should be supportive.	
126	Sen. Eugene Timms	Spoke in support of the measure.	
128	Chair Miller	Mr. Riddell has offered an amendment for individual counties to exercise the option as to whether or not the policy is accepted. Perhaps this could be addressed on the House side.	
161	Patterson	"I think the amendment would be appropriate, as most small local county governing bodies are supportive of their hospital districts."	
174	Staff	Distributed revenue impact statement. (Exhibit 2)	

WORK SESSION ON SB 965

176 Vice Chair Wilde MOTION: MOVED SB 965 TO THE SENATE FLOOR WITH A DO PASS RECOMMENDATION.

 180
 VOTE
 ROLL CALL VOTE: MOTION PASSES 3-0-0

 SENATORS VOTING AYE: Beyer, Wilde, Chair Miller

 SENATORS EXCUSED: Hartung, Starr

 Sen. Timms will carry the bill.

WORK SESSION ON HB 2052

186	Chair Miller	SB 123 took care of provisions provided for in HB 2052.
194	Chair Miller	MOTION: MOVED TO RESCIND THE VOTE WHEREBY HB 2052 WAS PASSED TO THE SENATE FLOOR WITH A DO PASS RECOMMENDATION. HEARING NO OBJECTION, THE CHAIR SO ORDERED.

198Chair MillerMOTION: MOVED HB 2052 BE LAID ON THE TABLE. HEARING NO
OBJECTION, THE CHAIR SO ORDERED.

WORK SESSION ON HB 2136

214	Ed Waters	Reviewed public hearing and work session on May 10 for HB 2136. Concerns were expressed by the Oregon Collectors Association about ß10, page 8, which related to the Department of Revenueís authority to collect certain debts from "quasi" State agencies. No contrary opinions to the language in the current bill have been received.
237	Chair Miller	Mr. Markee had raised concerns with $\beta 10$, but it is my understanding that the bill, as written, is ready to go.
245	Jim Markee	Spoke to concerns raised in the May 10 hearing and the result of meetings with representatives from the State Accident Insurance Fund (SAIF) and Oregon Health Sciences University (OHSU).

The Oregon Collectors Association does not oppose the Department of Revenue collecting for SAIF and OHSU, as provided for in β 10, (b), page 8, lines 16-17 of the

		measure, but would oppose the Department collecting for local governments as provided for in $\beta 10$, (c), page 8, lines 18-19.
271	Chair Miller	If lines 18-19 on page 8 were deleted you would have no objections?
272	Markee	Concurred.
278	Sen. Beyer	Why are lines 18-19 in the measure?
281	Susan Browning	Lines 18-19 reflect a recent relationship with the Department of Revenue and the Department of Corrections. Explained the supervision and collection process for "community-based" parolees through intergovernmental agreements. This is money owed the State, but the parolees are being supervised and the collections are taking place at a county level.
		The "arms-length" relationship, although it is still parolees, raised the question for the Department as to whether this is an appropriate debt collection for the Department to be involved in.
310	Sen. Beyer	These are people who have been in the corrections system and are moving out?
313	Browning	Yes, as I understand it.
324	Sen. Beyer	Are these restitution payments that are being collected?
325	Browning	"As I understand it the parolees pay their supervision fees, there could be a variety of expenses related to their parole environment."
329	Sen. Beyer	It is money that the State would pay the counties to provide that service?
330	Browning	I believe so.
332	Sen. Beyer	Does this also apply to people who are sentenced to less than a year and serve their time in a county facility?
336	Browning	Uncertain.

362	Chair Miller	MOTION: MOVED BY CONCEPTUAL AMENDMENT ON LINE 17, PAGE 8 OF HB 2136 THAT "OR" BE DELETED AND (c), LINES 18-19, PAGE 8 BE DELETED. HEARING NO OBJECTION, THE CHAIR SO ORDERED.		
383	Vice Chair Wilde	"For future sessions as SAIF migrates away from the State that they handle their own collections and not use the Department of Revenue and questioned when OHSU will be independent enough to deal with these things on their own."		
403	Vice Chair Wilde	MOTION: MOVED HB 2136, AS AMENDED, TO THE SENATE FLOOR WITH A DO PASS AS AMENDED RECOMMENDATION.		
407	VOTE	ROLL CALL VOTE: MOTION PASSES 3-0-1		
		SENATORS VOTING AYE: Beyer, Wilde, Chair Miller		
		SENATORS EXCUSED: Hartung, Starr		
		Sen. Hartung will carry the bill.		
415	Staff	Distributed the Department of Transportation's response to the issues raised at the May 3 joint meeting of the Senate Revenue and Transportation meeting, as requested by the Chair. (Exhibit 3)		
421	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:

SB 965, Harman, Written testimony, 2 pages
 SB 965, Martin-Mahar, Revenue impact statement, 1 page

3. Informational, Yates, Response to Committee, submitted by Crunican, 20 pages