These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in guotation marks reports the speakers exact words. For complete context of proceedings, please refer to the tape recording.

These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in quotation marks reports the speakers exact words. For complete context of proceedings, please refer to the tape recording.

> SB 333 (FEES) DISCUSSION TAPES 007-008

Senate Committee on Government

Finance and Tax Policy January 18, 1995 Page

SENATE COMMITTEE ON GOVERNMENT FINANCE AND TAX POLICY

JANUARY 18 1995 - 1:00 P.M. - HEARING ROOM A - STATE CAPITOL BUILDING

Members Present:

Sen . Paul Phillips, Chair Sen. Shirley Gold Sen. Tom Hartung Sen. Cliff Trow Sen. Greg Walden Excused: Sen. Eugene Timms Witnesses: Thomas Clifford, Legislative Counsel Bob Cantine, Association of Oregon Counties B.J. Smith, League of Oregon Cities Staff: James Scherzinger, Legislative Revenue Officer Richard Yates, Legislative Revenue Office Janice DeVito, Committee Assistant TAPE 007 - SIDE A -calls the meeting to order at 1:10 pm Chair Phillips 005 -outlines procedures to be followed on addressing bills -questions 036 Richard Yates -presents staff outline for discussion of SB 333 Issues (Exhibit A) Tom Clifford -defines intent of term "enabling legislation" as a 042 specific bill enacted by the legislature at some future time -questions and discussion 103 Sen Gold -begins discussion of roll back date -concern about jurisdictional position and possible conflict in session with Ways and Means Committee 130 Clifford -conflict is conceivable -need to track other legislation and be sure SB 333 is consistent -discussion continues 145 Chair Phillips -describes steps taken to eliminate conflicting legislation -returns discussion to topic of "enabling legislation" -suggests specific language that state agency fees shall not be raised without enactment or specific action/direction by the legislature in setting that fee or fee schedule

165 Clifford -opinion that legislation already accomplishes that aim -questions and discussion 280 -asks about E-Board authority in fee adjustments Sen Walden 287 Chair Phillips -definition of "enabling legislation" does not include action by the E-Board -questions and discussion Chair Phillips -initiates discussion of roll back date 350 -questions and discussion TAPE 008, SIDE A 010 -questions and discussion continue 012 Chair Phillips -poses question of setting arbitrary date of implementation Jim Scherzinger -issue would need to be addressed somewhere in the 017 legislation of not paying refunds for established fees -has inquired to Administrative Services about list of all fees -is working with the Fiscal Office to determine impact of bill Clifford -Legislative Counsel has compiled a 67 page report of fees of 067 various kinds -discussion and questions 076 Sen Gold -brings up subject of refunding fees Sen Hartung -whether fees are levied by all three branches of 111 government 114 Chair Phillips -does not include judicial branch, but this may need discussion 119 Sen Gold -expresses concerns about adding too many complications to bill 135 Sen Hartung -opinion about the need to initially consider all options Sen Trow -need to redefine goal of bill: "what will it do for us that 139 needs to be done?" 144 Sen Hartung -"we want to downsize government, make it leaner and more efficient, and not allow any taxes to be increased without the benefit of legislative review" 151 Chair Phillips -the issue is "making sure that there is (to the extent possible) a rationale for how fees are set and increased, that they are done in a fashion that requires specific legislative enactment which requires a hearing, and that we make this as clear as we possibly can" -going back in time with the rollback date is for the purpose of being consistent with idea of oversight 190 "get government under control - retain and restore credibility" -discussion about role of local government in fee setting 195 262 Sen Trow -inquires about purpose of roll back date Chair Phillips -roll back addresses the issue of legislative oversight 265 and need to be consistent with new legislation 270 Yates -gives background information about allowable percentage increase -questions and discussion 362 Sen Trow -asks how new fees and programs are set during legislative interim 373 Clifford - occur through statutory authority granted by the legislative assembly -opinion that "without express statutory authority to generate fees, there is no authority - and the people who are being required to pay such fees need to go to court for a determination as to the extent of that agency's authority" -understanding that Attorney General agrees with this position -discussion continues 460 Sen Hartung -asks for clarification of decision of number of fee increases allowed -this to be once per calendar year, but will be debated as more input is received from agencies 470 Yates -introduces subject of exemptions to limit on fee increases TAPE 007 SIDE B 030 -discussion and questions 060 Sen Gold -expresses concern about identifying groups who fit the definition of ORS 576-579 -discussion continues 111 Chair Phillips -requests staff to provide list of agencies exempted

under ORS reference points -discussion continues 130 -discussion of higher education fee exemptions 163 Chair Phillips -suggests professional fees be excluded (i.e., medical in nature) -discussion and questions Yates -introduces subject of definitions 226 235 Clifford -clarification of status of local schools 2.68 -need to look to statute for clarification of delegation 290 Chair Phillips -summarizes that if authority/implementation was delegated to another unit of government, that they would be required to charge the same fee as the state unless they were to provide significantly different or more services -discussion and questions continue 353 -introduces subject of other issues Yates Chair Phillips 380 -requests Legislative Counsel to research cases on delegation of authority and to provide direction on writing applicable provisions which are not "overly intrusive" to other government units -no funds will be made available to local government units Clifford -observations about public meeting law, administrative 426 procedures act, as opportunities for public to question fee increases TAPE 008 SIDE B 018 Sen Gold -questions whether uniformity of opportunity exists throughout the state 028 Bob Cantine -Association of Oregon Counties -public hearings law is uniform throughout the state, but ordinance process differs between jurisdictions -discussion about meeting process being more clearly defined in levels of government 0.57 -questions and discussion about increasing citizen involvement in process 070 -delegation issue is fairly unique to counties -policy issue that will be raised and needs discussion is: Will there be limits to authority to impose costs to pay for programs? 114 Sen Trow is there a possibility of hearing from some agencies that set fees, and be advised about complications that this bill might have for them? 123 Chair Phillips -directs staff to invite representatives of agencies to testify before committee CONCLUSION OF STAFF DISCUSSION/REPORT 134 Chair Phillips -calls for public testimony 136 B.J. Smith 146 -League of Oregon Cities -describes how bill integrates into open meetings law at local level -difficulties which arise because of difference in fees and charges between state and local levels -questions correctness of public policy in getting public testimony at 193 time of enactment - this should be earlier in development process -questions and discussion 258 Chair Phillips -adjourns at 2:52 pm Janice DeVito Committee Assistant

> Kimberly Taylor James Office Manager

Exhibits Summary: A. SB 333 Issues, Yates