Senate Committee on Government Finance and Tax Policy February 21, 1995 Page

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WORK SESSIONS HB 2634A & SB 329 PUBLIC HEARING HB 2634A TAPES 038-039, A/B

SENATE COMMITTEE ON GOVERNMENT FINANCE AND TAX POLICY

FEBRUARY 21 1995 - 1:00 P.M. - HEARING ROOM A - STATE CAPITOL BUILDING

Members Present: Sen. Paul Phillips, Chair Sen. Shirley Gold, Vice Chair Sen. Tom Hartung Sen. Cliff Trow Sen. Greg Walden Sen. Eugene Timms Scott Tighe, Elections Division/Sec. of State Witnesses: Genoa Ingram-Read, Oregon Association of Realtors Staff: James Scherzinger, Legislative Revenue Officer Steve Meyer, Legislative Revenue Office Janice DeVito, Committee Assistant TAPE 038 - SIDE A 005 Acting Chair Gold -calls the meeting to order at 1:08 pm HB 2634A PUBLIC HEARING/WORK SESSION 010 Jim Scherzinger -explains HB 2634A which creates a special election and specifies the ballot title for HJR 15A -in order for special election to be scheduled in May, HB 2634A must pass the Senate and House and have Governor's signature by February 27, 1995 026 -distributes (A6) amendment (Exhibit A) which adjusts HB 2634A to rewrite the ballot title reflecting amendments to HJR 15A 061 -questions and discussion about the time line for measure passage Scherzinger -explains (A7) amendment (Exhibit B) which creates the 068 estimate of financial impact for the ballot and explanatory statement for voters - this extends deadline for Governor's signature by 8 days -discussion of how this measure relates to HJR 15A 9.5 Chair Phillips -arrives at meeting and describes committee work plan for the day 112 Scott Tighe -Elections Division, Secretary of State

-introduces Tami Dettwyler of Elections Division, Secretary of State -answers questions about the election time line, options available to the committee and effect on the appeals process Ted Reutlinger -Legislative Counsel 165 -explains that the (A6) amendments change the ballot title to reflect action on HJR 15A -questions and discussion about time line 195 Scott Tighe -explains options of 54, 60, 70, and 74 day processes for election day scheduling 250 Chair Phillips -draws committee attention to (A6) amendment (Exhibit A) which generally parallels HJR 15A -suggests insertion of language in (A6) amendment that "the legislative assembly may appropriate other moneys to the educational endowment fund" -questions and discussion of language granting legislative authority, and timeline for measure passage 345 Sen. Trow -states that the other issue hasn't yet been resolved on the Senate floor , making it difficult to vote on acceptance of HJR 15A -ask Chair Phillips about waiting one day before action on this measure Chair Phillips -states reasons for moving measure out of committee today 360 -MOVES TO ADD LANGUAGE TO THE (A6) AMENDMENTS OF HB 2634A AT LINE 6 AFTER 1997: "AND ANY OTHER MONEYS APPROPRIATED BY THE LEGISLATURE" -THERE BEING NO OBJECTION, THE CHAIR SO ORDERS 390 Chair Phillips -initiates discussion of (A7) amendments to HB 2634A regarding fiscal impact and explanatory statements 400 Scott Tighe -comments that the (A7) version does not allow for an appeal period for the fiscal impact or explanatory statement TAPE 039 SIDE A 10 Tighe -states that for good public policy, he favors appeal process WORK SESSION HB 2634A 025 Chair Phillips -confirms that committee is in work session -apprises Sen. Timms of committee action on measure amendments prior to his arrival at the meeting RESTATES MOTION TO ADD LANGUAGE TO THE (A6) AMENDMENTS OF HB 2634A AT LINE 6 AFTER 1997, "AND ANY OTHER MONEYS APPROPRIATED BY THE LEGISLATURE" -THERE BEING NO OBJECTION, THE CHAIR SO ORDERS -calls for additional public testimony on HB 2634A (there was none) Chair Phillips MOVES ADOPTION OF THE (A6) AMENDMENTS TO HB 2634A 058 -discussion 065 -ROLL CALL VOTE: MOTION PASSES 4-2 SENATORS VOTING AYE: HARTUNG, TIMMS, WALDEN & PHILLIPS VOTING NAY: TROW & GOLD 080 Chair Phillips -introduces (A7) amendment to HB 2634A -Legislative Counsel 085 Ted Riley -explains (A7) amendment which changes the ballot title, and inserts estimate of financial impact on the ballot and voters pamphlet -discussion of timeline as it relates to public involvement and who 100 originated explanatory and fiscal impact statements Sen Trow -objects to the fiscal impact statement from the standpoint that 115 budgeting is done on a biennial basis and the moneys described in impact statement are stated on a yearly basis -explains staff rationale behind (A7) amendment 130 Scherzinger -suggests removal of lines 22-24 on page one and first line of page two Chair Phillips -states two options for committee consideration, and 150 reiterates position of Secretary of State SB 329 WORK SESSION Chair Phillips -summarizes work on SB 329 to date 190 193 Steve Meyer -presents staff overview of measure with proposed (-2) amendments (Exhibit J on 2/2/95) and (-1) amendments (Exhibit H on 2/1/95) -questions and discussion about use of emergency clause provision and 229 impelling reason for legislation 246 Genoa Ingram-Read -Oregon Association of Realtors -states that City of Eugene is currently considering a real estate transfer tax and cites current statute

-discussion about sunset clause and measure's similarity to HB 2883 which was passed/vetoed last session COMMITTEE RECESS 1:58 -2:07 PM 333 Chair Phillips MOVES (-2) AMENDMENTS TO SB 329 BE ADOPTED -ROLL CALL VOTE: MOTION PASSES 4-2 SENATORS VOTING AYE: HARTUNG, TIMMS, WALDEN & PHILLIPS VOTING NAY: TROW & GOLD Chair Phillips MOVES SB 329 AS AMENDED TO THE SENATE FLOOR WITH A DO PASS 343 RECOMMENDATION 356 Sen. Trow -states opposition: he sees a pattern in this committee to preempt local government authority -thinks policy is mistaken - wise policy would be decentralizing authority and respecting authority of local government -"so, I just want you to know that I think we're off base on this one" 370 Sen. Gold states opposition: because of uncertainties about how budgets will be resolved "I find it really impossible at this point in the session to consider this" 390 Chair Phillips -states support: believes that measure is consistent with public calling to "get your tax house in order - don't hit us with niche taxes, don't hit us with special taxes - make sure that there's rhyme and reason to how you finance things on a statewide basis, and there'll be plenty of opportunity in the future for those who don't support this particular type of fashion to cast and craft tax policy that they do in that case support" 403 Chair Phillips -ROLL CALL VOTE: MOTION PASSES 4-2 SENATORS VOTING AYE: HARTUNG, TIMMS, WALDEN & PHILLIPS VOTING NAY: TROW & GOLD 412 Senators Gold and Trow give notice of possible minority report HB 2634 WORK SESSION RESUMES 012 Chair Phillips -reminds committee that this measure has been amended only by (A6) amendments -reviews time line and recommends preference for action by the committee Chair Phillips -MOVES HB 2634A ENGROSSED AS AMENDED TO THE FLOOR WITH A DO 466 PASS RECOMMENDATION -discussion TAPE 038 SIDE B 050 -ROLL CALL VOTE: MOTION PASSES 4-2 SENATORS VOTING AYE: HARTUNG, TIMMS, WALDEN & PHILLIPS NAY: TROW & GOLD -Senator Hartung will carry the bill on the Senate floor 060 Chair Phillips -adjourns meeting at 2:15 pm

Janice DeVito Committee Assistant

Kimberly Taylor James Office Manager

Exhibits Summary: A. HB 2634, Scherzinger, (A6) Amendments, 2/21/95 (TR/ng) B. HB 2634, Scherzinger, (A7) Amendments 2/21/95 (TR/ng)