

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.

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Work Session HB 2275, 2276, 2277

House Committee on
State and School Finance
March 6, 1995 Page

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HOUSE STATE AND SCHOOL FINANCE COMMITTEE

MARCH 6, 1995 8:30 AM HEARING ROOM A STATE CAPITOL BUILDING

Members Present: Rep. John Schoon, Chair
Rep. Lee Beyer (8:50 am excused late arrival)
Rep. Tim Josi (8:37 am late arrival)
Rep. Anita Rasmussen
Rep. Ken Strobeck
Rep. Jim Welsh (8:35 am late arrival)

Members Excused: Rep. Ron Adams
Rep. Tony Federici, Vice Chair

Witnesses Present: Gerry Berger, President Chemeketa Community College
George Happ, Salem Public Library
Stan Kenyon, City of Monmouth
Gary Underwood, American Association of Retired Persons (AARP)
Craig Smith, Chemeketa Community College
Rich Marshall, Citizen of Portland
Ozzie Rose, Confederation Oregon School Administrators
Jane Ames, Citizen of Portland

Staff: James Scherzinger, Legislative Revenue Officer
Terry Drake, Legislative Revenue Office
Steve Meyer, Legislative Revenue Office
Rhonda Wehler, Committee Assistant

TAPE 94 SIDE A
005 Chair Schoon -calls the meeting to order at 8:30 am and conducts
administrative business
006 OPENS PUBLIC HEARING ON SB 277
009 Gerry Berger -summarizes regional library system
015 George Happ -refers to Exhibit A, Written Testimony
-explains small cities joined with common data base housed at Salem Public
Library
063 Craig Smith -says Chemeketa Community College acts as board and
administration for region library, serves 3 county area
Smith -explains community colleges funded on full time FTE, \$ generated
locally added to that formula, no provision in formula to operate regional
library since they are only one in state
098 -refers to Exhibit B, Informational Packet
123 -says no opposition with commissioners in three counties
141 Stan Kenyon -says city council in Monmouth supports SB 277
179 Gary Underwood -refers to Exhibit C, Written Testimony, supporting SB 277
226 Smith -says library system allows small cities and unincorporated areas
access to resources
252 Chair Schoon -assigns Rep Josi as Acting Chair
257 -testifies in support of SB 277
- no service in rural area without regional library
295 All -questions and discussion
350 Chair Schoon -CLOSES PUBLIC HEARING ON SB 277
-OPENS WORK SESSION ON SB 277
347 Rep Strobeck -MOVES SB 277 BE SENT TO THE FLOOR AS DO PASS RECOMMENDATION
350 -ROLL CALL VOTE: MOTION PASSED 7-0, MEMBERS VOTING AYE: REPS. BEYER,
JOSI, LOKAN, RASMUSSEN, STROBECK, WELSH, SCHOON, MEMBERS ABSENT: ADAMS,
FEDERICI
387 Chair Schoon -will carry bill to floor
391 -CLOSES WORK SESSION ON SB 277
-OPENS WORK SESSION ON HB 2275
TAPE 99 SIDE A
HB 2275

007 Terry Drake -refers to Exhibit F, Full Equalization Permanent Formula,
Run 95-9
053 Jim Scherzinger -reminds in first year schools can budget for highest of
last two years of student count
078 Rep Strobeck -asks # of students above and below equalization line
082 Drake -answers 100,00 above, 50,000 below (number above mainly Portland
and Tigard)
-refers to Exhibit G, General Operating Revenue, Run 95-8
-shows 1996-97 with two steps towards Portland level
046 -adds \$240 million to Governor's budget, criteria equal steps reduction
is dispersion
359 Scherzinger -run shows where state would be towards equalization in 2nd
year
TAPE 98 SIDE B
054 Rich Marshall -says if raising statewide spending to Portland's average,
must identify which Portland average
146 Scherzinger -replies operating on Portland's current figure, not
historical figure, since Portland is now being flat funded
163 Drake -basis for Run -7 (Exhibit K, 3/3/95) was reflection of -2
amendments
Drake -flat fund or equalization, whatever is higher, is used
230 Scherzinger -explains 95-7 Run, Governor's budget with -2 amendments
-95-8 Run is \$240 million for biennium above Gov. budget with -2 amendments

(holding harmless high budget districts)
-95-9 Run is pure equalization at current law without -2 amendments (no
flat funding), with small school adjustment
266 All -questions and discussion
334 Chair Schoon -asks what would be achieved if \$242 million is added, since
classrooms would still be crowded
358 Ozzie Rose -replies crowded classrooms handled with bond issues
TAPE 99 SIDE B
011 Rose -informs Senate President said keeping corporate kickers for school
funding will pass Senate
-[kicker defined: "the 2% surplus kicker gives taxpayers an income tax
credit if actual revenue comes in more than 2% higher than it was forecast
at the time the budget was adopted." (Research Report, 1/90, May 17, 1990)]
021 Jane Ames -says stability in Portland would define parameters to work
within
066 All -questions and discussion
092 Chair Schoon -adjourns meeting at 10:05 am

Rhonda Wehler, Committee Assistant

Kimberly Taylor James, Office Manager

Exhibit Summary

- A. SB 277, Happ, Written Testimony
- B. SB 277, Berger, Informational Packet, 3/6/95
- C. SB 277, Underwood, Written Testimony, 3/6/95
- D. SB 277, Meyer, Fiscal Impact, 2/8/95
- E. SB 277, Meyer, Revenue Impact, 2/6/95
- F. HB 2275, Drake, General Operating Revenue, Run 95-9
- G. HB 2275, Drake, General Operating Revenue, Run 95-8