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Public Hearing SB 686 A, 755, 208 A, 253
Tapes 205 A & B, 206 A

House Committee on
State and School Finance
May 3, 1995 Page

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HOUSE STATE AND SCHOOL FINANCE COMMITTEE

MAY 3, 1995 8:30 AM HEARING ROOM A STATE CAPITOL BUILDING

Members Present: Rep. John Schoon, Chair
Rep. Lee Beyer (excused 9:20 a.m. late arrival)
Rep. Tony Federici, Vice Chair (excused 8:45 a.m.)
Rep. Tim Josi
Rep. Jane Lokan
Rep. Anita Rasmussen
Rep. Ken Strobeck
Rep. John Watt
Rep. Jim Welsh

Witnesses Present: Sen Joan Dukes, District 01
Joe Bakkensen, Clatsop County Commissioner
Glen Jones, Clatsop County Assessor
Alan Willis, Port of Portland
George McShea, Port of Portland
Laurie Beth English, Multnomah County Commissioner
Hank Miggins, Legislative Aid to Rep Mike Fahey, District 17
Tom Linhares, Columbia County Assessor
Jim Manary, Department of Revenue
Arthur Fish, Oregon Economic Development

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

TAPE 205 SIDE A

004 Chair Schoon -calls the meeting to order at 8:30 am and conducts administrative business
-OPENS PUBLIC HEARING ON SB 755

SB 755
009 Sen Joan Dukes -explains her sponsorship of SB 755, which grants tax exemption for property used in motion picture filming
040 Joe Bakkensen -supports SB 755, refers to Exhibit A, Written Testimony, explaining assessing Warner Brothers for property taxes on land used for filming motion picture
-explains bill would grant an exemption to limited class of properties solely for the tax year 1994-95 when:
Bakkensen -it is owned by the state
-was used for motion picture production
-an application for the exemption is filed with the Assessor
-a copy of the instrument providing an interest to the occupant is filed with the assessor within 30 days of the effective date of the act

099 Glen Jones -speaks in support of SB 755
100 Chair Schoon -CLOSES PUBLIC HEARING ON SB 755
108 -OPENS WORKS SESSION ON SB 755
113 -MOVES SB 755 BE SENT TO THE FLOOR WITH A DO PASS RECOMMENDATION
ROLL CALL VOTE: MOTION PASSES 6-0, MEMBERS VOTING AYE: REPS.: LOKAN,
RASMUSSEN, STROBECK FEDERICI, SCHOON, WELSH. EXCUSED: BEYER, JOSI, WATT

120 -asks Vice Chair Federici to carry bill in floor debate
128 -OPENS PUBLIC HEARING ON SB 686 A

SB 686 A
152 Alan Willis -introduces George McShea
173 George McShea -refers to Exhibit C, Written Testimony, explaining SB 686 A sought by Port of Portland to clarify property tax liability of a sole contractor at the Portland Ship Yard (PSY)

235 -displays map of Portland Ship Yard
-explains reasons for need of sole contractor for PSY (as noted in Exhibit C)

348 Willis -refers to Exhibit B, proposed amendments agreed to by Multnomah County Commission
377 Laurie Beth English -expresses concern bill would identify exactly to whom or what entity exemption would apply, desires clarity
-suggests language that subleasers would not be privy to exemption (Exhibit

B)

TAPE 206 SIDE A

003 McShea -responds with approval to language changes requiring subleasers to pay property taxes
011 English -further explains proposed amendments
033 All -discussion
060 Hank Miggins -expresses Rep Fahey's support of bill and amendments
010 Chair Schoon -CLOSES PUBLIC HEARING ON SB 686
-OPENS WORK SESSION ON SB 686
012 Rep Watt-MOVES CONCEPTUAL ADOPTION OF SB 686 AMENDMENTS (Exhibit B)
Chair Schoon -THERE BEING NO OBJECTION THE CHAIR SO ORDERS
-CLOSES WORK SESSION ON SB 686
-OPENS PUBLIC HEARING ON SB 208

SB 208

081 Steve Meyer -explains bill is requested by Department of Revenue
091 Jim Manary -explains SB 208 authorizes late filing for property tax exemption for property leased by tax exempt organization from taxable ownership if late filing fee is paid
-proposes property leased to exempt organization would also be exempt
-explains Section 2 is clarification referring to personal property as well

as real property

-explains Section 3 is general provision about exemptions to extend filing period if ownership or use is changed before tax year begins
160 -Section 5 deals with enterprise zones, which requires pre-certification

by businesses

180 -Section 6 is specific narrow provision for taxpayer who had pre-certified, had completed construction and hiring, called to determine deadline, was mis-informed and filed two weeks after deadline to allow them

to re-file and qualify for those years

208 -refers to Exhibit G, proposed amendments
260 Tom Linhares -explains enterprise zone sponsors send pre-certification forms to assessor to verify eligibility, which does not require extra work for company, just one form sent to two places
293 -expresses approval of consistency of amendments
-comments mobile homes under \$3,000 don't require annual filing, so no work

for owner or county

323 -all counties are taxing mobile homes under \$3,000
33 Chair Schoon -proposes deleting Section 4 to not tax those mobile homes
342 Linhares-responds significant administrative costs to keep mobile homes on role but not tax
352 Chair Schoon -asks process of exempting all items under \$3,000
359 Linhares-replies many problems with such exempting
378 Arthur Fish -refers to Exhibit K, Written Testimony, offering assistance to committee

-CLOSES PUBLIC HEARING ON SB 253

-OPENS WORK SESSION ON SB 253

388 Chair Schoon -MOVES ADOPTION OF SB 253 CONCEPTUAL AMENDMENTS, MINUS THE FIRST THREE LINES (Exhibit G)

TAPE 205 SIDE B

003 Chair Schoon -THERE BEING NO OBJECTION THE CHAIR SO ORDERS
008 -MOVES CONCEPTUALLY ITEMS UNDER \$1,000 WILL NOT HAVE TO BE REPORTED AND WILL BE EXEMPTED FROM TAX
-THERE BEING NO OBJECTION THE CHAIR SO ORDERS
019 All -discussion regarding problems to assessors with amendment
026 Linhares-explains additional work required to establish value
041 Rep Josi-requests revenue impact to decide
065 Chair Schoon -CLOSES WORK SESSION ON SB 208
070 -OPENS PUBLIC HEARING ON SB 253
072 Meyer -explains bill allows forgiveness of 1993 taxes assessed against certain non-profit home for elderly for which exemption from property tax would have been allowed if application had been timely filed
095 Linhares-informs bill applies to two apartment complexes designed for senior citizens, which must file annually, and filed too late
115 Meyer -explains bill provides for those who forget to file in the future
129 Chair Schoon -CLOSES PUBLIC HEARING ON SB 253
-OPENS WORK SESSION ON SB 253
130 Rep Beyer -MOVES SB 253 BE SENT TO THE FLOOR WITH A DO PASS RECOMMENDATION

-ROLL CALL VOTE: MOTION PASSES 8-0, MEMBERS VOTING AYE: REPS.: BEYER, JOSI,

LOKAN, STROBECK, FEDERCI, SCHOON, WELSH. ABSENT: RASMUSSEN

145 Chair Schoon -asks Rep Lokan to carry bill in floor debate
150 -conducts administrative business
-adjourns meeting at 9:50 a.m.

Rhonda Wehler, Committee Assistant

Kimberly Taylor James, Office Manager

Exhibit Summary

A. SB 755, Bakkensen, Written Testimony, 5/3/95
B. SB 686 A, Willis, Proposed Amendments
C. SB 686 A, McShea, Written Testimony, 5/3/95
D. SB 686 A, Meyer, Staff Measure Summary, 3/9/95
E. SB 686 A, Meyer, Revenue Impact, 3/16/95
F. SB 686 A, Meyer, Fiscal Impact, 3/20/96
G. SB 208 A, Manary, Proposed Amendments, 5/2/95
H. SB 208 A, Meyer, Staff Measure Summary, 2/9/95
I. SB 208 A, Meyer, Revenue Impact, 2/28/95

J. SB 208 A, Meyer, Fiscal Impact, 3/2/95
K. SB 208 A, Fish, Written Testimony, 5/2/95
L. SB 253, Meyer, Staff Measure Summary, 5/3/95
M. SB 253, Meyer, Revenue Impact, 2/1/95
N. SB 253, Meyer, Fiscal Impact, 2/3/95
O. SB 755, Meyer, Staff Measure Summary, 4/12/95
P. SB 755, Meyer, Revenue Impact, 4/11/95
Q. SB 755, Meyer, Fiscal Impact, 3/13/95