

Public Hearing HB 2071 Tapes 31 A/B  
32 A  
HOUSE COMMITTEE ON  
REVENUE AND SCHOOL FINANCE  
SUBCOMMITTEE ON INCOME TAXATION  
FEBRUARY 18, 1993 8:00 AM HEARING ROOM C STATE CAPITOL  
BUILDING

Members Present: Representative John Schoon, Chair  
Representative Ron Adams  
Representative Tony Federici  
Representative Delna Jones, Ex Officio  
Representative Gail Shibley (9:45 arrival)  
Representative Greg Walden (g:~ arrival, g:25  
departure)

Members Excused: Representative Ron Adams  
Witnesses Present: Representative Liz  
VanLeeuwen, District 37  
Dave Harris, American Industrial Services  
Fred Hansen, Department of Environmental  
Quality (DEQ)  
Gene Foster, Department of Environmental  
Quality and PhD Candidate from Oregon  
State University  
Rick Gates, Department of Environmental Quality  
Douglas Morrison, Northwest Pulp and Paper  
Assoc.

Staff: Richard Yates, Legislative Revenue Office  
Mary Gottlieb, Committee Assistant

TAPE 031 SIDE A

001 CHAIR SCHOON called the meeting to order at 9:10 a.m.  
012 CHAIR SCHOON opened the public hearing on HB 2071.  
015 REP. VANLEEUEWEN, who is opposed to this bill, stated that her district  
relies on the tax credits in this bill and the date change in HB 2071 would  
cause undo hardships.  
134 DAVE HARRIS gave testimony in opposition to HB 2071. Their business, a  
laundry service, operates with the expectation of this tax credit.  
Discussion and comments.

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.

House Committee on  
Revenue and School  
Finance

Subcommittee on Income Taxation February 18, 1993 Page 2

220 DICK YATES introduced Exhibit 1, a table showing eligible cost and  
Exhibit 2, the ORS 468.155 which shows pollution controls not included in  
the bill.  
259 CHAIR SCHOON closed the public hearing on HB 2071.  
285 FRED HANSEN introduced two experts in the field of dioxins, GENE FOSTER  
and RICK GATES.  
333 RICK GATES (with GENE FOSTER) gave background information on dioxins,  
which are a family of 75 individual chemicals. The chemical in that family

that exhibits the greatest toxicity is 2378 TCDD.

384 GENE FOSTER testified with regard to water quality criteria. In 1987, DEQ adopted water quality standards for toxic pollutants and 2378 TCDD was one of those pollutants. One element of contention is the sensitivity of humans to dioxins. Other areas of contention have been consumption volume and the ability of the chemical to accumulate in biological organisms above the level that is in the water.

TAPE 032 SIDE A

001 The two experts from DEQ continue their testimony on dioxins and other toxicities.

Discussion and questions.

156 GENE FOSTER continues with his highly technical testimony which includes waste water treatment plants and burning incinerators. He has collected sediment samples from drainage ditches around wood treating facilities and identified dioxins in these samples.

Committee members continue to question the two experts.

360 RICK GATES continued with testimony with regard to dioxins. He cautioned the committee to make sure current studies do not include 2378 TCDD, which does occur naturally in nature.

Discussion and questions continue.

TAPE 031 SIDE B

001 Discussion continues on dioxins.

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House Committee on  
Revenue and School Finance  
Subcommittee on Income Taxation  
February 18, 1993 Page 3

047 DOUGLAS MORRISON testified about standards that paper mills are using now and projects for the future. He believes that we cannot continue to expose people, fish, and wildlife to dioxins, and paper mills have taken rigorous steps in reducing dioxins.

Discussion and questions.

129 CHAIR SCHOON adjourned the meeting at 10:16 a.m.

Mary Gottlieb, Committee Assistant  
Kimberly Taylor, Office Manager

#### EXHIBITS SUMMARY

1. HB 2071, Eligible Costs, Dick Yates, Legislative Revenue Office.
2. ORS 468.155, Dick Yates, Legislative Revenue Office.

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