

Tapes 132-133 A/B

HOUSE COMMITTEE ON  
REVENUE AND SCHOOL FINANCE  
SUBCOMMITTEE ON INCOME TAXATION

June 15, 1993 1:00 PM HEARING ROOM H-170 STATE  
CAPITOL BUILDING

Members Present: Representative John Schoon, Chair  
Representative Ron Adams  
Representative Tony Federici  
Representative Gail Shibley  
Representative Greg Walden

Members Excused: Representative Del" Jones, Ex Officio

Witnesses Present: David Yandell, Executive Department -  
Communications/911

program  
Gary Willham, U.S West

Staff Present: Steve Meyer, Legislative Revenue Office  
Rick Gaupo, Committee Assistant

TAPE 132. SIDE A

001 Chair Schoon calls the meeting to order at 1:10 p.m..  
WORK SESSION ON HB 3517

016 Chair Schoon explains the bill before the committee.  
> Discussion about sunset date.  
MOTION: Chair Schoon moves to set a sunset date within two years.  
VOTE: Hearing no objection the motion CARRIES. Rep Walden is excused.  
061 Steve Meyer clarifies what the bill does.

065 David Yandell answers members' questions.

080 Steve Meyer explains reasons to move the sunset date to  
1996.

MOTION: Chair Schoon moves that the previous amendments be changed to  
January 1, 1996.

VOTE: Hearing no objection the motion CARRIES. All members are present.

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con~xt of proceeedinge,plearo refer to d~e ~pe recording.

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100 David Yandell submits and summarizes prepared exhibits - (Exhibit 1).  
> Chair Schoon asks about the rise in revenue needed to continue the 911  
services.

247 > Chair Schoon asks Steve Meyer about the revenue analysis.  
> Steve Meyer: A little over \$14.4 million collected between July 1, 1991 -  
June 30,

1992. The actual amount useable is less because of refunds.

292 > Yandell: We anticipate further reduction from refunds.

> Steve Meyer: To raise \$15.3 million would require the proposed \$.90 fee.

309 > Chair Schoon: Why is there a 50% increase to the individual. Steve  
Meyer: there is a  
shift from the business community to the residential community.

332 Chair Schoon suggests a temporary increase in the percentage instead of  
a flat fee.

359 > Yandell: If that is an interim proposal it would be agreeable.

364 Rep. Federici suggests a flat fee rate and a percentage mix.

386 Chair Schoon: Until we know what we want to do, the less change the  
better.

395 Chair Schoon recesses at 1:35 p.m. and reconvenes at 3:07  
p.m

TAPE 133. SIDE A

015 Steve Meyer suggests implementing the increase from January 1, 1994  
through July 1,  
199 6 and

that the department take more time to figure out the effects of a 5.2% tax  
rate.

045 Rep. Federici: This does not correct the problem. We should look into a  
combination of a  
percentage rate and a flat fee.

063 MOTION: Chair Schoon moves to delete the bold language and to restore  
the

previously deleted language in lines 7 & 8 and 17-20 and elsewhere when  
needed, and

to increase the percentage to 5.2%.

Discussion of the motion.

094 > Gary Willham, U.S. West, cites future problems. We cannot support this  
increase in

the tax rate.

VOTE: Hearing no objection the motion CARRIES. Reps. Shibley and Walden are  
excused.

163 Chair Schoon: With the increase in tax the sunset date will be moved to  
a sooner time.

182 Rep. Federici: Is the industry concerned about how the money is spent.

190 Gary Willham: No, we realize that the money is spent for both equipment  
and personnel.

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210 Rep. Adams asks David Yandell to provide data on the breakdown of  
residential and commercial lines and an estimate on how much money is spent  
on local personnel.

314 Chair Schoon summarizes the information of the meeting.

320 Rep. Walden: Do you have a utilization record of the 911 service?

Yandell: 60-70% of calls  
are residential.

343 Rep. Adams: Are you sure you do not want to live with the situation for  
another two years?

395 Chair Schoon: We need to increase the percentage because there are not  
yet enough answers

regarding whom we should bill.

420 Rep. Adams: Technology changes so fast that I am not sure we can  
guarantee a stable revenue

source.

TAPE 132, SIDE B

020 Chair Schoon: We will not be moving this bill to full committee today  
and will wait until more

information is collected.

030  
changing

MOTION: Chair Schoon moves to amend previous amendments by temporarily

the fee from 5.2% to 5. (blank) until further information is collected.

VOTE: Hearing no objection the motion CARRIES.

Submitted by	Reviewed by
Rick Gaupo	Kimberly Taylor mes
Clerk	Office Manager

EXHIBIT LOG:

1 - HB 3517, David Yandell, 3 pages

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