

Work Session: HB 2447 Tapes 19 A

HOUSE COMMITTEE ON  
REVENUE AND SCHOOL FINANCE  
SNALL BUSINESS SUBCOMMITTEE  
FEBRUARY 23, 1993 10:00 AM HEARING ROOM A STATE CAPITOL BUILDING

Members Present: Representative Greg Walden, Chair Representative Ron Adams  
Representative Delna Jones

Member Excused: Representative Margaret Carter

Witnesses Present: Jim Manary, Department of Revenue

Staff: James Scherzinger, Legislative Revenue Officer Steve Bender,  
Legislative Revenue Office  
Paula McBride, Committee Assistant

TAPE 19 SIDE A

001 CHAIR WALDEN called the meeting to order at 10:19 and conducted administrative business. He opened a discussion of HB 2447.

006 STEVE BENDER described amendments to HB 2447, HB 2447-3, which were drafted in order to fulfill the Committee's wish to phase in of the exemption for health insurance premiums from the current 25% to 30% in 1993, and 10% per year thereafter and reaching a 100% in the year 2000. HB 2447-3 completely replaces the original language in HB 2447, and, thus, in ORS 316.742, and he explained why. Exhibit 1

Questions and discussion

080 STEVE BENDER discussed a Revenue Analysis of HB 2447-3, which gives a brief explanation on what HB 2447 accomplishes and a background on the Federal law. Exhibit 2

095 CHAIR WALDEN opened the Work Session on HB 2447.

094 MOTION REP. JONES moved adoption of amendments HB 2447-3 to HB 2447.

These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in quotation marks reports the speaker's exact words. For complete context of proceedings, please refer to the tape recording.

House Committee on  
Revenue and School Finance Small Business Subcommittee February 23, 1993  
Page 2

NO DISCUSSION

101 ORDER            There being no objection, CHAIR  
                         WALDEN so ordered.

105            NOTION REP. JONES moved HB 2447 as amended  
                         to the full committee with a do-pass  
                         recommendation.

NO DISCUSSION

114 VOTE The motion passed 3-0. Ayes: REPS.  
                         ADAMS, JONES, and CHAIR WALDEN.  
                         Excused: REP. CARTER.

117 CHAIR WALDEN closed the Work Session on HB 2447.  
118 CHAIR WALDEN opened the Work Session on HB 2446.  
119 STEVE BENDER discussed amendments HB 2446-7. (See Exhibit 8, 2/19/93)  
151 STEVE BENDER explained the Revenue Analysis of HB 2446-7 (see Exhibit  
10, 2/19/93), which describes the bill. Revenues are estimated to be  
reduced by \$4.2 million in 1993-95 and by \$4.1 million in 1996-97.

Questions and discussion

210 STEVE BENDER related that HB 2446-7 contained amendments members had  
already approved (HB 2446-3 and HB 2446-5), with one exception. The  
exception was that the word "substantially" in HB 2446-5 (replacing  
"primarily") was changed in HB 2446-7 to a specific number ("80%" at the  
request of the Department of Revenue). Additionally, HB 2446-7 contained  
language about requiring a report from the Department of Revenue on this  
credit.

237 STEVE BENDER related that line 16, page 2 of HB 2446-7 should be  
removed to change the initiation date back to 1994, which the Subcommittee  
had wanted to do.

241 MOTION REP. JONES moved to remove line 16, page 2 of HB 2446-7, which  
would  
change the start-up date to 1994.

243 ORDER There being no object, CHAIR WALDEN

These minutes paraphrase and/or summarize statements made during this  
meeting. Text enclosed in quotation marks reports the speaker's exact  
words. For complete context of proceedings, please refer to the tape  
recording.

House Committee on  
Revenue and School Finance  
Small Business  
Subcommittee  
February 23, 1993 Page 3

so ordered.

244 STEVE BENDER said the years "1993" on lines 23 and 30 of HB 2446-7.

256 JIM MANARY clarified that if HB 2446 began in 1994, it would apply to  
tax forms in 1995. He said the Department of Revenue could give the Interim  
Committee a report at the end of 1995, which would provide one processing  
season worth of data.

271 STEVE BENDER suggested changes in wording in HB 2446-7 that would  
specify the report date for the Department of Revenue. It was on line 18 of  
page 2, The language that would be deleted was "at the end of the first  
week in April" and replaced with "no later than December of 1995."  
Additionally, language relating to "67th Legislative Assembly" was replaced  
with "Interim Committee."

292 MOTION REP. JONES moved the amendments in  
HB 2446-7 to HB 2446, with the  
following changes: Line 16 removed;  
remove the words on Line 18, "the end  
of the fourth week in April, and  
substitute on Line 18 "no later than  
December; remove on Lines 20 and 21,  
the words "68th Legislative Assembly"  
and put in "Joint Interim Committee  
on Revenue and School Finance; change  
the date on Line 23 from 1993 to  
1994; and on Line 30 the date would  
be changed from 1993 to 1994.

330 ORDER Three being no objection, CHAIR  
WALDEN so ordered.

333 STEVE BENDER said the revised Revenue Analysis on HB 2446-7 would be \$2.6 million in 1993-95 and still about \$4.1 million in 1995-97.

339 MOTION REP. JONES moved HB 2446 as amended to the full committee with a recommendation for passage.

346 VOTE The motion passed by a vote of 3-0.  
Ayes: REPS. JONES, ADAMS and CHAIR  
WALDEN. Excused: REP. CARTER.

These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in quotation marks reports the speaker's exact words. For complete context of proceedings, please refer to the tape recording.

House Committee on  
Revenue and School Finance  
Small Business Subcommittee  
February 23, 1993 Page 4

351 CHAIR WALDEN closed the Work Session on HB 2446

353 CHAIR WALDEN adjourned the meeting at 10:44.

Paula K. McBride, Committee Assistant

Kimberly Taylor, Office Manager  
EXHIBIT SUMMARY

1. HB 2447-3, Steve Bender, Legislative Revenue Office.
2. Revenue Analysis of HB 2447-3, Steve Bender, Legislative Revenue Office.

These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in quotation marks reports the speaker's exact

words. For complete context of proceedings, please refer to the tape recording.