Work Session: HB 2689 - HB 2015 HB 2839 SB 275A HB 2433 Informational: Motor Vehicles Emissions Reductions Task Force Report Tapes 66 A/B 67 A HOUSE COMMITTEE ONREVENUE AND SCHOOL FINANCE APRIL 12, 1993 9:30 AM HEARING ROOM A STATE CAPITOL BUILDING Members Present: Representative Delna Jones, Chair Representative John Schoon, Vice Chair Representative Ron Adams Representative Tom Brian Representative Mike Burton Representative Margaret Carter Representative Tony Federici Representative Fred Girod Representative Greg Walden Representative Jim Whitty Members Excused: Representative Gail Shibley Staff: James Scherzinger, Legislative Revenue Officer Steve Meyer, Legislative Revenue Office Richard Yates, Legislative Revenue Office Paula McBride, Committee Assistant TAPE 66 SIDE A 008 CHAIR JONES called the meeting to order at 9:36 and conducted administrative business. 025 CHAIR JONES opened the Work Session on HB 2689. 026 STEVE MEYER explained that HB 2689 dealt with Soil and Water Conservation Districts, and deleted the sunset date while giving the Districts permanent property tax authority. Exhibits 1-3 038 MOTION REP. BRIAN moved HB 2689 to the House Floor with a do-pass 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 April 12, 1993 Page 2 recommendation. DISCUSSION 073 VOTEThe motion passed 10-0. Ayes: REPS. WALDEN, WHITTY, ADAMS, BRIAN, BURTON, CARTER, FEDERICI, GIROD, SCHOON, and CHAIR JONES. Absent: REP.

SHIBLEY. 083 CHAIR JONES closed the Work Session on H B 2689. 084 CHAIR JONES opened the Work Session on HB 2015. 087 STEVE MEYER explained HB 2015, which dealt with property taxes. HB 2015 would retroactively grant a property tax exemption for 1991 and 1993 for property that was purchased by a religious organization between 1/1/91 and 7/1/91 if the organization did not file on time. The bill was brought to the Legislature by the Portland Lutheran School to which it applied. Exhibits 4-6 106 STEVE MEYER discussed the revenue impact for HB 2015. Exhibit 5 117 MOTION REP. BRIAN moved HB 2015 to the House Floor with a do-pass recommendation. DISCUSSION REP. BRIAN further clarified that HB 2015, at this point, 139 would apply only to the Portland Lutheran School, and he discussed the evidence any other religious organization would have to provide to qualify. 143 VOTEThe motion passed 10-0. Ayes: REP.S WALDEN, WHITTY, ADAMS, BRIAN, BURTON, CARTER, FEDERICI, GIROD, SHIBLEY, SCHOON, and CHAIR JONES. Absent: REP. SHIBLEY. 163 CHAIR JONES closed the Work Session on HB 2015. 164 CHAIR JONES opened the Work Session on HB 2839. These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in guotation marks reports the speaker's exact words. For complete context of proreedings, please refer to the tape recording. House Committee on Revenue and School Finance April 12, 1993 Page 3 165 STEVE MEYER explained HB 2839, dealing with property leased by an exempt user from an exempt owner. An extension of a filing deadline would be applied to these exempt users. Exhibits 7-9 186 MOTION REP. BRIAN moved HB 2839 to the House Floor with a dopass recommendation. 187 REP. BRIAN gave a specific example leading to the drafting of HB 2839. DISCUSSION 224 VOTEThe motion passed 9-0. Aves: REPS. WHITTY, ADAMS, BRIAN, CARTER, FEDERICI, GIROD, WALDEN, SCHOON, and CHAIR JONES. Absent: REPS. BURTON and SHIBLEY. Discussion 253 CHAIR JONES closed the Work Session on HB 2839. 256 CHAIR JONES opened the Work Session on SB 275A. 258 STEVE MEYER explained SB 275-A, which dealt with dates that returns and other documents are filed with the state. Currently, documents are considered "received" on the date mailed, and HB 275A extended the concept to private express carriers. Exhibits 10-11 281 STEVE MEYER discussed the amendments to SB 275A, SB 275-A4, relating to checks or drafts processed through automated payment systems. Exhibit 12 REP. BRIAN moved the amendments 301 MOTION SB 275-A4 to SB 275.

DISCUSSION 315 ORDER There being no objection, CHAIR BRIAN so ordered. 317 MOTION REP. BRIAN moved SB 275A as as amended to the House Floor with a do-pass recommendation. 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 April 12, 1993 Page 4 ~ \_′ 321 REP. BRIAN said the fiscal impact from SB 275A was potentially high, though there were no actual figures yet available. DISCUSSION 370 CHAIR JONES wanted an updated Fiscal Analysis before HB 275A was discussed on the House Floor. Discussion 399 DISCUSSION on HB 275A continued concerning the Staff Summary. Exhibit 10 TAPE 67 SIDE A 002 DISCUSSION continued on HB 275A 014 VOTEThe motion passed 10-0. Ayes: REPS. GIROD, WALDEN, WHITTY, ADAMS, BRIAN, BURTON, CARTER, FEDERICI, SCHOON, and CHAIR JONES. Absent: REP. SHIBLEY 034 CHAIR JONES closed the Work Session on SB 275A 037 CHAIR JONES opened the Work Session on HB 2433. 041 REP. SCHOON explained HB 2433, which dealt with the tax credit that is given to growers who provide leftover crops to gleaners. The exemption was supposed to sunset, but HB 2433 would extend the exemption and eliminate the sunset altogether. He discussed the importance to those people who do the gleaning work. Exhibits 1315 068 DICK YATES related that this credit is included on the "other credit line" of the Personal Income Tax Form, making it impossible to really know its revenue impact. Exhibit 14 Questions and discussion 078 REP. SCHOON said the Subcommittee had agreed to eliminate the sunset in HB 2433 because the bill came to them without one. He reminded members that all there would be a process for reviewing all the income tax credits, whether or not they had a sunset date. These minutes paraphrase and/or sumnarize statements made during this meeting. Text enclosed in guotation 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 April 12, 1993 Page 5

> 092 MOTION REP. SCHOON moved HB 2433 to the House Floor with a do-pass

## recommendation.

## DISCUSSION

167 REP. ADAMS requested that a sunset be put into HB 2433 before it is voted out of full Committee. Discussion 173 REP. SCHOON said the sunset could be added when HB 2433 goes to the Senate Revenue Committee. Otherwise, HB 2433 would have to go back to the subcommittee, and there was no consensus for this. 183 VOTE The motion passed 10-0. Ayes:

REPS. WALDEN, WHITTY, ADAMS, BRIAN, BURTON, CARTER, FEDERICI, GIROD, SCHOON, and CHAIR JONES.

192 CHAIR JONES closed the Work Session on HB 2433 190 REP. BRIAN described the work of the House Special Task Force on Emissions, which examined legislative proposals, particularly relating to motor vehicle emission fees and the work that came out of the Safety Task Force on Motor Vehicle Emission Reduction,s in the Portland Area (an Interim group). He cited some of the information learned by members of his group, and referred to a report that outlined the background, finds, recommendations, and explanations of terms (on page 6). The report was adopted by the Task Force and recommended it to the House Natural Resources Committee. He thanked the Department of Environmental Quality. Exhibit 17 231 REP. BRIAN explained page 6 of the House Special Task Force on Emissions, which summarized the recommendations of the State Motor Vehicle Interim group (first section). These were reviewed and endorsed by the House Special Task Force on Emissions. He said there would be one adjustment to this page. Exhibit 17

251 REP. BRIAN pointed out that those items on page 6 that were marked by asterisks were the only ones that required legislation. He described the second grouping on page 6 of his exhibit, which was "Additional Strategies Identified by the House Special Task Force," items not considered by the State Task Force. He mentioned

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discussions about the feasibility and desirability of the emission fee in Oregon. Exhibit 17 261 REP. BRIAN related what Oregon needed to do to comply with the Federal Clean Air Act, and a goal of the Task Force was to comply without the Emissions Fee. He related that Oregon was actually over the Federal requirement in Volatile Organic Compounds (VOC's) and right at the figure for the second standard. Therefore, Oregon was in compliance without an emission fee, a state gas tax, and without any vehicle registration fees. He discussed a couple of ways the state could proceed. Exhibit 17 306 REP. BRIAN explained the third category on page 6 of his report, entitled "Additional Potential Safety Margin or Substitute for Above Strategies." Exhibit 16 318 REP. BRIAN discussed the fourth category on page 6, related to "Other Strategies Considered but Rejected by the House Special Task Force. Exhibit 16

350 REP. BRIAN related that one of the reasons for the Interim Task Force was to raise funding for transit. The House Task Force believed there were two goals: to maintain clean air and to increase public transit. The revenueraising bills for transit will be addressed by the House Revenue Committee and the Transportation Committee. 387 CHAIR JONES thanked REP. BRIAN and other members of the Task Force for their efforts. 410 REP. BRIAN also thanked members of the Task Force. Questions and discussion TAPE 66 SIDE B 002 REP. BRIAN responded to the issue of the possibility of creating electric cars, stating that Federal law prohibits states from developing individually different kinds of motors. He discussed various other Federal limitations. Discussion 046 CHAIR JONES conducted administrative business. These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in guotation 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 April 12, 1993 Page 7 068 CHAIR JONES adjourned the meeting at 10:37. Paula K. McBride, Committee Assistant Kimberly Taylor, Office Assistant EXHIBIT SUMMARY 1. Staff Measure Summary on HB 2689, Steve Meyer, Legislative Revenue Office. 2. Revenue Analysis of Proposed Legislation, HB 2689, Steve Meyer, Legislative Revenue Office. 3. Fiscal Impact Assessment, Legislative Fiscal Office. 4. Staff Measure Summary on HB 2015, Steve Meyer, Legislative Revenue Office. 5. Revenue Analysis of Proposed Legislation, HB 2015, Steve Meyer, Legislative Revenue Office. 6. Fiscal Analysis of Proposed Legislation, HB 2015, Steve Meyer, Legislative Revenue Office. 7. Staff Measure Summary on HB 2839, Steve Meyer, Legislative Revenue Office. 8. Revenue Analysis of Proposed Legislation, HB 2839, Steve Meyer, Legislative Revenue Office. 9. Fiscal Analysis of Proposed Legislation, HB 2839, Steve Meyer, Legislative Revenue Office. 10. Staff Measure Summary on SB 275-A, Steve Meyer, Legislative Revenue Office. 11. Revenue Analysis of Proposed Legislation, SB 275-A, Steve Meyer, Legislative Revenue Office. 12. Fiscal Impact Assessment, SB 275-A4, Steve Meyer, Legislative Revenue Office. 13. SB 275-A4, Steve Meyer, Legislative Revenue Office. 14. Staff Measure Summary, HB 2433, Dick Yates, Legislative Revenue Office. 15. Revenue Analysis of Proposed Legislation, HB 2433, Dick Yates,

Legislative Revenue Office. 16. Fiscal Analysis of Proposed Legislation, HB 2433, Dick Yates, Legislative Revenue Office. 17. House Special Task Force on Emissions: Findings and Recommendations, Rep. Tom Brian, 3/31/93.

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