

Tapes34-35(A/B) Work Session: HB 2550 HOUSE COMMITTEE ON REVENUE AND SCHOOL FINANCE

January 31, 1991 8:00 AM Hearing Room A State Capitol Building
Members Present: Representative Delna Jones, Chair Representative Carl Hosticka, Vice-Chair Representative Mike Burton Representative Kelly Clark Representative Bev Clarno Representative Mike Nelson Representative Fred Parkinson Representative John Schoon Representative Jim Whitty Staff Present: Jim Scherzinger, Legislative Revenue Officer Steve Meyer, Legislative Revenue Office Linda Leach, Committee Assistant Witnesses Present: Jim Kenney, Department of Revenue
TAPE 34 SIDE A 005 CHAIR JONES called the meeting to order at 8:06 and conducted administrative business. WORK SESSION - HB 255 0 012 JIM SCHERZINGER pointed out Measure 5 Implementation Issues (as of 1/31/91). Exhibit 1 020 JIM SCHERZINGER announced that John Augenblick, a consultant from Denver, will speak to the committee on Thursday, February 7. He reviewed Mr. Augenblick's involvement with legal issues regarding school district court cases. He predicted the committee should receive guidelines from Mr. Augenblick on how a court would view compliance with a constitutional uniformity requirement. 048 CHAIR JONES commented on John Augenblick's background. 060 Questions and discussion. 065 Questions and discussion regarding the effect of news reports that property assessments will increase an average of 15% and if this will affect the Legislature's obligation for replacement revenue under Measure 5. 104 JIM SCHERZINGER explained a process to determine the Legislature's obligation for the amount of replacement funds for school districts.

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 January 31, 1991 Page 2 Questions and discussion interspersed. TAPE 35 SIDE A 001 Questions and discussion pertaining to schools currently in the safety net. 026 JIM SCHERZINGER explained the Legislature's constitutional restrictions for a uniform and common school system. p33 Questions and discussion regarding required dates for school district levy certification and levy amounts. 072 JIM SCHERZINGER interjected that there are a variety (different rates, spending, etc.) of school districts in the safety net. 080 ACTING CHAIR HOSTICKA summarized Measure 5 implementation issues and the committee's work schedule. 119 JIM SCHERZINGER reviewed the language regarding real market value in Ballot Measure 5. Exhibit 2 140 JIM SCHERZINGER reviewed a timing change needed in Oregon's property tax system because of Ballot Measure 5. He referred the members to a handout from the Department of Revenue which compares the current property tax system to a proposed property tax system. Exhibit 3 180 Questions and discussion regarding Section 90 of HB 2550 regarding the change of timing in Oregon's property tax system. 244 Questions and discussion regarding the language in Ballot Measure 5 of "during the period for which the property is taxed". Exhibit 2 283 Questions and discussion regarding the collection of taxes and the changing of Oregon's tax year. 332 JIM SCHERZINGER discussed two issues regarding the July 1 assessment date in relationship to the concept of "minimum". 1) Establishing property that is subject to tax. 2) Determining the value of that property. 360 Questions and discussion regarding property destroyed after July 1. 30 JIM SCHERZINGER pointed out consequences with moving to a July 1 assessment date as required under Ballot Measure 5. TAPE 34 SIDE B 001 JIM SCHERZINGER reviewed a process for value determination and .. These minutes paraphrase and/or summarize statements made during this meeting.

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Linda Leach, Committee Assistant

Kimberly Taylor, Office Manager

EXHIBIT SUMMARY 1. Measure 5 Implementation Issues (as of 1/31/91), LRO - HB 2550 2. Ballot Measure 5 (see Exhibit 4 from January 25, 1991 House Revenue meeting) - Measure 5 3. Property tax timing comparisons (current v. proposed), DOR (see Exhibit 2 from January 25, 1991 House Revenue meeting) - Measure 5 4. HB 2550 Table of Contents (see Exhibit 2 from January 30, 1991 House Revenue meeting) - HB 2550 5. Testimony from Gil Riddell, Association of Oregon Counties, 1/30/91 Measure 5

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