

Tape 269 (A) Public Hearing: SB 820A Work Session: SB 820A HOUSE
COMMITTEE ON REVENUE AND SCHOOL FINANCE . June 29, 1991 8:30 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: Dick Yates, Legislative Revenue Office Linda Leach, Committee Assistant Witnesses Present: Jim Brown, Department of Revenue TAPE 268 SIDE A 005 CHAIR JONES called the meeting to order at 8:38. PUBLIC HEARING - SB 820A 006 CHAIR JONES noted that there were no witnesses requesting to testify. WORK SESSION - SB 820A 010 DICK YATES reviewed SB 820A which amends an existing Homeowner and Renter Refund Program (HARRP). He referred to the page two of HARRP: Review which shows the proposed refund schedule which is noted as Plan 1. The refund schedule is reduced and would be effective for payments due in October 1991 (returns are already filed with the Department of Revenue). No HARRP payments would be available after October 1991. He noted that the proposed change does not interfere with the increase in the elderly rental assistance program (in HB 2352). Exhibit 1 037 REP. HOSTICKA questioned if a refund schedule is available to those who complete the HARRP forms which shows the amount of refund expected. 043 JIM BROWN explained a refund schedule is included in the packet. 052 Questions and discussion.

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 June 29, 1991 Page 2 056 JIM BROWN explained there are people who have filed a HARRP refund form (for 1990) and will not receive a refund (if SB 820A becomes law). 057 REP. HOSTICKA will not support SB 820A and noted his concern for people expecting a refund who will receive less than expected or receive nothing. He questioned the legality of the proposed reduction and also the creation of a political problem. He believed SB 820 could complicate efforts to refinance state government. 078 CHAIR JONES requested clarification of Section 4 relating to taxpayer notification. 081 DICK YATES reviewed taxpayer notification requirements (adjustments made to HARRP refund) in Section 4 of SB 820A. Questions and discussion. 083 REP. BURTON reviewed the Department of Revenue's procedure for HARRP refunds and current language in statutes relating to HARRP refund appropriations. He commented on possible legal problems in the proposed procedure of HARRP reductions. Questions and discussion follows. 107 REP. BURTON agreed with Rep. Hosticka and noted his reluctance to support SB 820A because of an prior indication to the public. 116 Questions and discussion regarding appropriations for HARRP refunds. JIM BROWN interjected that the statutes require a reduction in estimated refunds if legislative appropriations are not sufficient. 136 MOTION REP. PARKINSON moved SB 820A to the floor with a do pass recommendation. 140 CHAIR JONES noted her frustration with the HARRP program and commented on it's original intention as a property tax relief program. She noted the passage of property tax relief (Measure 5) and the Legislature has added to the Elderly Rental Assistance Program in HB 2352. She believed SB 820A is a responsible way to phase out HARRP. 150 Committee at ease 8:50-8:54. 191 CHAIR JONES recessed the meeting at 8:54 and reconvened at 8:55. 192 CHAIR JONES clarified the motion before the committee. 196 VOTE In a roll call vote, the motion was adopted (6-3). AYES: Reps. Whitty, Clark, Clarno, Parkinson, Schoon,

Jones. NAYS: Reps. Burton, Nelson, Hosticka.

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Linda Leach, Committee Assistant

Kimberly Taylor , Office Manager EXHIBIT SUMMARY 1. HARRP: Review, LRO, 6/29/91 - SB 820 2. Revenue Analysis, SB 820A, LRO, 6/27/91 - SB 820 3. Staff Measure Summary SB 820A, LRO, 6/29/91 - SB 814 4. Fiscal Analysis SB 820A, 6/27/91- LFO 5. Testimony from Ron Shay, 5/6/91 - HB 2352 6. Testimony from Wallowa County Alcohol and Drug Council 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