June 27, 1991 8:00 AM Hearing Room A State Capitol Building

Members Present: Senator Jane Cease, Chair Senator John Brenneman Senator Shirley Gold Representative Delna Jones Representative Fred Parkinson Representative Jim Whitty Staff Present: Steve Bender, Legislative Revenue Office Terry Drake, Legislative Revenue Office Linda Leach, Committee Assistant TAPE 1 SIDE A 005 CHAIR CEASE called the meeting to order at 5:10. WORK SESSION - SB 814 006 CHAIR CEASE referred to House Amendments to SB 814-A, School Finance Formula SB 814B and School Finance Simulation #30. Exhibits 1, 2, 3 015 TERRY DRAKE noted School Finance Simulation #30 is a summary simulation and the numbers are the same as School Finance Simulation #29. 020 CHAIR CEASE explained the Senate objections with SB 814B as the removal of the placeholders from SB 814A and including those placeholders for an interim review. She believed the placeholders which were removed could contribute to the cost of education. 046 SEN. BRENNEMAN discussed the work on the school finance formula in the Senate Revenue Committee. He discussed Colorado's work at arriving at an equalization process using a regional division of the state. He explained why he preferred the House version of SB 814.065 REP. PARKINSON reviewed the work in the House Revenue Committee. After many discussions the House Republican caucus accepted the hold harmless provision in the House version. He noted problems with the House Republican caucus if the placeholders are inserted in SB 814. 084 SEN. GOLD noted concern with the Legislature's commitment if the placeholders are removed from SB 814.

114 REP. JONES noted her concern with including placeholders prior to

These minutes paraphrase and/or summarize statements maKie during this meeting. Text encloscKi in quotation marks reports the speakers exact ~ords. For complete context of proceedings, please refer to the tape recording. Conference Committee on SB 814 June 27, 1991 Page 2 a review of related issues. She noted her commitment to the children of Oregon. 160 REP. WHITTY reviewed the House Revenue Committee discussions regarding placeholders and the issues to be included in an interim study. He noted the final vote of 9-0 with which the House Revenue Committee supported SB 814 B. 202 CHAIR CEASE requested consideration for the placeholders which were in SB 814A (page 3, lines 32, 33, 35 in SB 814A) with reference to a cost of living factor. She reviewed the Senate Revenue Committee's discussion relating to the cost of education/living. She pointed out 'the placeholder language relating to high mobility students and prekindergarten students (page 4, 25, 26 in SB 814A). She noted that the placeholders she described are different than what was presented in the House Revenue Committee. 237 Questions and discussion clarifying the request of the Senate. 240 CHAIR JONES explained a specific decision in the House Revenue Committee of not giving specific interest to certain factors because of the lack of data. 251 SEN. GOLD requested information regarding the proposed Department of Education interim study. 275 STEVE BENDER referred to Section 6 in SB 814B and reviewed the proposed requirements by the Department of Revenue. He pointed out two reports to be presented to the Joint Interim Revenue Committee. 300 SEN. GOLD questioned the participation from the Joint Interim Revenue Committee in the proposed study. 308 CHAIR PARKINSON noted his confidence in coordination between the Department of Education and the Joint Interim Revenue Committee. 317 Questions and discussion regarding the Senate version of SB 814. 322 SEN. GOLD explained the placeholders in the Senate version of SB 814 made it

imperative for a proactive participation during the interim. The removal of the placeholders places the imperative on the Department of Education and the Joint Interim Revenue Committee as the recipient. 333 REP. JONES could not locate the language in SB 814A as described by Sen. Gold. 346 SEN. GOLD explained the intent from the Senate Revenue Committee is clear that the only way a law would come about would be with the Joint Interim Revenue Committee dealing with those issues.

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Linda Leach, Committee Assistant Kimberly Taylor, Office Manager EXHIBIT SUMMARY 1. House Amendments to SB 814-A, LRO, 6/22/91 - SB 814 2. State School Fund SB 814B, LRO, 6/26/91 - SB 814 3. School Finance Simulation #30, LRO, 6/27/91 - SB 814 4.Proposed Conference Committee Amendments SB 814-B39, 6/26/91, Sen. Cease - SB 814 5. Staff Measure Summary SB 814],, Revenue Analysis SB 814B, School Finance Simulation #29, Fiscal Analysis SB 814B, LRO, 6/27/91 - SB 814 6. Staff Measure Summary SB 814B, LRO, 6/27/91 - SB 814 7. Staff Measure Summary SB 814A, Revenue Analysis SB 814A, Fiscal Analysis SB 814A, LRO, 6/27/91 - SB 814

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