

**PUBLIC HEARING AND WORK SESSION:  
SB 690, HB 2531, HB 3363, SB 495, HB 2649, HB 2116  
NOT HEARD: SB 496, HB 2069, SB 748, HB 3405**

**HOUSE REVENUE COMMITTEE  
May 28, 2009, 8:00 a.m.  
Hearing Room A – State Capitol Building**

**Members Present:**

Rep. Phil Barnhart Chair  
Rep. Jules Bailey, Vice Chair  
Rep. Cliff Bentz, Vice Chair  
Rep. Vicki Berger  
Rep. Scott Bruun  
Rep. Sara Gelser  
Rep. Nick Kahl  
Rep. Tobias Read  
Rep. Chuck Riley  
Rep. Sherrie Sprenger

**Witnesses Present:**

Greg Peden, Portland Timbers  
Dave Barrows  
Marcia Kelley, American Association of University  
Women  
John Phillips, Department of Revenue  
Debra Buchanan, Department of Revenue  
Rep. Jules Bailey, HD42  
Rep. Mary Nolan, HD36  
John Britten, Legislative Fiscal Office  
Bruce Goldberg, Director, Department of Human  
Services  
Rep. Mitch Greenlick, HD33  
Tim Nesbitt, Office of the Governor  
Cory Strisinger, Department of Consumer & Business  
Services  
Kevin Earls, Oregon Association of Hospitals  
Andy Davidson, Oregon Association of Hospitals  
Dr. Joe Robertson, Oregon Health Services University  
Dr. James Lace, Oregon Pediatric Society  
Betsy Earls, Associated Oregon Industries  
Jenna Kaluza, NFIB  
Amanda Fritz, Portland City Commissioner  
Cathy Kaufmann, Oregon Law Center  
John Mullin, Oregon Law Center  
Marion Haynes, Oregon Business Association  
Stephanie Tama-Sweet

Staff Present: Paul Warner, Legislative Revenue Officer  
Chris Allanach, Legislative Revenue Economist  
Dae Baek, Legislative Revenue Economist  
Mazen Malik, Legislative Revenue Economist  
Carol Phillips, Committee Assistant

This recording log is in compliance with Senate and House Rules. For complete contents, refer to the digital audio recording.

## **HREV**

**5/28/2009 8:09:25 AM**

**8:09:30 AM** Meeting Called to Order  
**8:09:33 AM** Chair Barnhart - Opened Public Hearing on HB 2531  
**8:11:05 AM** Allanach  
**8:12:00 AM** {Exhibit} A - Staff Measure Summary  
**8:12:03 AM** {Exhibit} B - Revenue Impact Statement  
**8:12:06 AM** {Exhibit} C - -A4 Amendments  
**8:12:49 AM** Chair Barnhart  
**8:12:54 AM** Allanach  
**8:12:58 AM** Chair Barnhart  
**8:13:15 AM** Greg Peden, Portland Timbers  
**8:15:02 AM** Chair Barnhart  
**8:15:04 AM** Peden  
**8:18:12 AM** Rep. Kahl  
**8:18:58 AM** Peden  
**8:20:54 AM** Rep. Kahl  
**8:21:24 AM** Peden  
**8:22:06 AM** Rep. Kahl  
**8:23:23 AM** Peden  
**8:26:57 AM** Rep. Bruun  
**8:27:55 AM** Peden  
**8:28:35 AM** Vice-Chair Bentz  
**8:28:48 AM** Peden  
**8:29:33 AM** Vice-Chair Bentz  
**8:29:55 AM** Peden  
**8:30:02 AM** Vice-Chair Bentz  
**8:30:13 AM** Peden  
**8:31:39 AM** Vice-Chair Bentz  
**8:32:05 AM** Peden  
**8:32:25 AM** Allanach  
**8:32:39 AM** Chair Barnhart  
**8:32:50 AM** Vice-Chair Bailey  
**8:33:00 AM** Peden  
**8:33:06 AM** Vice-Chair Bailey  
**8:33:11 AM** Peden

8:33:17 AM Vice-Chair Bailey  
8:33:47 AM Peden  
8:33:52 AM Rep. Berger  
8:34:07 AM Peden  
8:34:43 AM Rep. Berger  
8:34:58 AM Peden  
8:35:07 AM Rep. Berger  
8:35:11 AM Peden  
8:36:56 AM Rep. Sprenger  
8:37:25 AM Peden  
8:40:43 AM Rep. Sprenger  
8:40:49 AM Peden  
8:40:59 AM Chair Barnhart  
8:41:10 AM Allanach  
8:42:04 AM Peden  
8:43:00 AM Dave Barrows  
8:43:56 AM Chair Barnhart  
8:44:02 AM Barrows  
8:44:05 AM Rep. Berger  
8:44:16 AM Chair Barnhart  
8:44:25 AM Rep. Sprenger  
8:44:28 AM Rep. Kahl  
8:45:08 AM Peden  
8:46:00 AM Chair Barnhart  
8:46:13 AM Peden  
8:46:38 AM Chair Barnhart  
8:46:42 AM Peden  
8:46:45 AM Chair Barnhart  
8:46:49 AM Peden  
8:47:21 AM Chair Barnhart  
8:47:26 AM Peden  
8:47:45 AM Chair Barnhart  
8:47:50 AM Peden  
8:48:03 AM Chair Barnhart  
8:48:23 AM Peden  
8:48:25 AM Chair Barnhart  
8:48:33 AM Peden  
8:48:48 AM Chair Barnhart  
8:49:54 AM Marcia Kelley, American Association of University Women  
8:51:54 AM Chair Barnhart - Closed Public Hearing on HB 2531. Opened Work  
Session on SB 495  
8:52:42 AM Baek  
8:53:59 AM Chair Barnhart  
8:54:19 AM John Phillips, Department of Revenue  
8:56:50 AM Chair Barnhart  
8:56:58 AM Phillips

8:57:21 AM Chair Barnhart  
8:57:31 AM Phillips  
9:02:23 AM Rep. Berger  
9:02:35 AM Phillips  
9:02:38 AM Chair Barnhart  
9:02:45 AM Vice-Chair Bentz  
9:03:00 AM Phillips  
9:03:27 AM Vice-Chair Bentz  
9:03:31 AM Phillips  
9:03:36 AM Chair Barnhart  
9:03:49 AM Recording Paused  
9:04:27 AM Recording Resumed  
9:04:35 AM Vice-Chair Bailey  
9:04:37 AM MOTION: Moves the -A3 Amendments to SB 495 be adopted  
9:04:38 AM Chair Barnhart  
9:04:43 AM Rep. Bruun  
9:04:57 AM Chair Barnhart  
9:04:59 AM VOTE: AYE: Bailey, Bentz, Kahl, Read, Riley, Sprenger, Barnhart.  
NO: Berger, Bruun. EXCUSED: Gelser  
9:05:56 AM Vice-Chair Bailey  
9:05:57 AM MOTION: Moves SB 495 as amended to the floor with a do pass  
recommendation  
9:05:58 AM Chair Barnhart  
9:06:00 AM VOTE: AYE: Bailey, Bentz, Berger, Bruun, Kahl, Read, Riley,  
Sprenger, Barnhart. EXCUSED: Gelser  
9:06:35 AM Chair Barnhart  
9:06:39 AM CARRIER: Rep. Barnhart  
9:06:44 AM Chair Barnhart - Closed Work Session on SB 495. Opened Public  
Hearing on SB 690  
9:07:22 AM Allanach  
9:08:12 AM {Exhibit} D - Staff Measure Summary  
9:08:16 AM {Exhibit} E - Revenue Impact Statement  
9:09:05 AM Chair Barnhart  
9:09:22 AM Debra Buchanan, Department of Revenue  
9:09:41 AM Chair Barnhart  
9:10:13 AM Buchanan  
9:11:18 AM Chair Barnhart - Closed Public Hearing on SB 690. Opened Public  
Hearing on HB 3363  
9:12:56 AM Rep. Jules Bailey, HD42  
9:13:41 AM {Exhibit} F - -2 Amendments  
9:15:12 AM Chair Barnhart  
9:15:18 AM Rep. Berger  
9:15:24 AM Rep. Bailey  
9:16:51 AM Rep. Berger  
9:17:03 AM Rep. Bailey  
9:17:24 AM Chair Barnhart

9:17:46 AM Rep. Bailey  
9:18:23 AM Rep. Berger  
9:18:30 AM Chair Barnhart  
9:19:00 AM Rep. Bailey  
9:20:09 AM Rep. Berger  
9:20:49 AM Chair Barnhart  
9:21:03 AM Rep. Bailey  
9:22:42 AM Chair Barnhart  
9:22:53 AM Rep. Bailey  
9:23:06 AM Chair Barnhart  
9:23:16 AM Rep. Bailey  
9:23:39 AM Chair Barnhart  
9:23:45 AM Rep. Bruun  
9:23:57 AM Rep. Bailey  
9:24:42 AM Rep. Bruun  
9:24:46 AM Rep. Berger  
9:24:58 AM Malik  
9:24:59 AM {Exhibit} G - Revenue Impact Statement  
9:25:25 AM Rep. Berger  
9:25:28 AM Malik  
9:25:31 AM Chair Barnhart  
9:25:36 AM Malik  
9:31:02 AM Rep. Bailey  
9:31:50 AM Rep. Berger  
9:32:34 AM Malik  
9:32:38 AM Chair Barnhart  
9:32:52 AM Rep. Kahl  
9:32:54 AM Chair Barnhart - Closed Public Hearing on HB 3363  
9:33:25 AM Rep. Bruun  
9:33:38 AM Chair Barnhart  
9:34:40 AM Rep. Bruun  
9:34:50 AM Vice-Chair Bailey  
9:34:55 AM Chair Barnhart  
9:35:17 AM Rep. Berger  
9:35:20 AM Chair Barnhart - Opened Work Session on HB 2649  
9:36:51 AM Warner  
9:38:31 AM {Exhibit} H - Written testimony  
9:38:34 AM {Exhibit} I - Current Rates Table  
9:38:37 AM {Exhibit} J - State Individual Income Taxes table  
9:38:38 AM {Exhibit} K - Distribution for Tax Year 2009 table  
9:38:41 AM {Exhibit} L - -2 Amendments  
9:40:33 AM Chair Barnhart  
9:40:45 AM Warner  
9:41:28 AM Chair Barnhart  
9:41:37 AM Warner  
9:41:41 AM Chair Barnhart

9:41:43 AM Warner  
9:41:44 AM Chair Barnhart  
9:41:45 AM Warner  
9:41:51 AM Chair Barnhart  
9:42:03 AM Warner  
9:42:45 AM Chair Barnhart  
9:42:47 AM Warner  
9:42:59 AM Chair Barnhart  
9:43:05 AM Rep. Bruun  
9:44:09 AM Chair Barnhart  
9:44:15 AM Warner  
9:44:28 AM Chair Barnhart  
9:44:30 AM Warner  
9:44:39 AM Chair Barnhart  
9:44:47 AM Warner  
9:45:22 AM Chair Barnhart  
9:45:47 AM Warner  
9:46:14 AM Chair Barnhart  
9:46:21 AM Warner  
9:46:28 AM Chair Barnhart  
9:46:30 AM Warner  
9:46:44 AM Chair Barnhart  
9:46:48 AM Warner  
9:46:58 AM Chair Barnhart  
9:47:04 AM Warner  
9:48:02 AM Chair Barnhart  
9:48:09 AM Warner  
9:48:39 AM Chair Barnhart  
9:48:41 AM Allanach  
9:52:01 AM Rep. Bruun  
9:52:24 AM Allanach  
9:52:33 AM Rep. Bruun  
9:52:37 AM Allanach  
9:52:48 AM Rep. Bruun  
9:52:57 AM Chair Barnhart  
9:53:17 AM Rep. Bruun  
9:54:01 AM Rep. Riley  
9:54:08 AM Chair Barnhart  
9:54:15 AM Rep. Berger  
9:54:25 AM Rep. Bruun  
9:54:29 AM Rep. Read  
9:54:30 AM Chair Barnhart - Closed Public Hearing on HB 2649. Recess until  
10:00  
9:54:51 AM Recording Paused  
10:04:10 AM Recording Resumed  
10:04:19 AM Chair Barnhart - Opened Public Hearing on HB 2116

10:04:21 AM {Exhibit} M - Staff Measure Summary  
10:04:22 AM {Exhibit} N - Revenue Impact Statement  
10:04:23 AM {Exhibit} O - Fiscal Impact Statement  
10:04:42 AM Rep. Mary Nolan, HD36  
10:09:23 AM John Britten, Legislative Fiscal Office  
10:09:25 AM {Exhibit} P - -A13 Amendments  
10:11:18 AM Chair Barnhart  
10:11:25 AM Britten  
10:15:39 AM Chair Barnhart  
10:15:41 AM Rep. Nolan  
10:16:20 AM Chair Barnhart  
10:16:29 AM Rep. Nolan  
10:16:35 AM Chair Barnhart  
10:16:38 AM Britten  
10:35:29 AM Chair Barnhart  
10:35:39 AM Bruce Goldberg, Director, Department of Human Services  
10:35:40 AM {Exhibit} Q - Written testimony  
10:40:10 AM Chair Barnhart  
10:40:18 AM Rep. Mitch Greenlick, HD33  
10:44:23 AM Rep. Kahl  
10:45:25 AM Chair Barnhart  
10:45:33 AM Rep. Kahl  
10:45:56 AM Chair Barnhart  
10:45:58 AM Rep. Berger  
10:46:11 AM Chair Barnhart  
10:46:14 AM Rep. Berger  
10:48:43 AM Goldberg  
10:48:52 AM Rep. Berger  
10:48:54 AM Goldberg  
10:48:55 AM Greenlick  
10:49:00 AM Rep. Berger  
10:49:19 AM Goldberg  
10:49:28 AM Rep. Berger  
10:49:29 AM Greenlick  
10:49:31 AM Goldberg  
10:49:46 AM Rep. Berger  
10:49:51 AM Greenberg  
10:49:56 AM Chair Barnhart  
10:50:00 AM Greenberg  
10:53:21 AM Goldberg  
10:53:24 AM Rep. Berger  
10:53:27 AM Goldberg  
10:53:38 AM Rep. Berger  
10:53:40 AM Goldberg  
10:53:42 AM Rep. Berger  
10:53:48 AM Goldberg

**10:53:51 AM** Rep. Berger  
**10:53:57 AM** Rep. Greenlick  
**10:54:55 AM** Chair Barnhart  
**10:55:05 AM** Rep. Bruun  
**10:55:35 AM** Greenberg  
**10:57:00 AM** Rep. Bruun  
**10:57:07 AM** Goldberg  
**10:57:36 AM** Rep. Bruun  
**10:58:04 AM** Goldberg  
**10:59:49 AM** Rep. Bruun  
**11:00:25 AM** Rep. Greenlick  
**11:01:43 AM** Goldberg  
**11:02:44 AM** Rep. Gelser  
**11:04:38 AM** Chair Barnhart  
**11:04:51 AM** Vice-Chair Bentz  
**11:04:54 AM** Chair Barnhart  
**11:05:06 AM** Rep. Bruun  
**11:05:11 AM** Vice-Chair Bentz  
**11:05:35 AM** Rep. Greenlick  
**11:07:00 AM** Vice-Chair Bentz  
**11:07:11 AM** Rep. Greenlick  
**11:07:31 AM** Vice-Chair Bentz  
**11:07:48 AM** Rep. Greenlick  
**11:08:42 AM** Greenberg  
**11:09:00 AM** Chair Barnhart  
**11:09:03 AM** Greenberg  
**11:09:41 AM** Chair Barnhart  
**11:09:56 AM** Tim Nesbitt, Office of the Governor  
**11:12:49 AM** Cory Strisinger, Department of Consumer & Business Services  
**11:14:20 AM** Chair Barnhart  
**11:14:37 AM** Strisinger  
**11:15:26 AM** Rep. Berger  
**11:15:33 AM** Strisinger  
**11:16:09 AM** Rep. Berger  
**11:16:23 AM** Strisinger  
**11:16:50 AM** Rep. Bruun  
**11:17:50 AM** Strisinger  
**11:18:06 AM** Rep. Bruun  
**11:18:26 AM** Strisinger  
**11:18:36 AM** Chair Barnhart  
**11:18:57 AM** Vice-Chair Bentz  
**11:19:15 AM** Strisinger  
**11:19:58 AM** Vice-Chair Bentz  
**11:20:16 AM** Strisinger  
**11:20:22 AM** Vice-Chair Bentz  
**11:20:31 AM** Strisinger

**11:20:42 AM** Vice-Chair Bentz  
**11:20:54 AM** Strisinger  
**11:21:11 AM** Tim Nesbitt  
**11:22:04 AM** Chair Barnhart  
**11:22:14 AM** Chair Barnhart  
**11:22:32 AM** Kevin Earls, Oregon Association of Hospitals  
**11:26:23 AM** Andy Davidson, Oregon Association of Hospitals  
**11:28:32 AM** Chair Barnhart  
**11:29:58 AM** Dr. Joe Robertson, Oregon Health Services University  
**11:32:32 AM** Dr. James Lace, Oregon Pediatric Society  
**11:32:34 AM** {Exhibit} R - Written testimony  
**11:38:07 AM** Chair Barnhart  
**11:38:17 AM** Vice-Chair Bentz  
**11:39:05 AM** Dr. Robertson  
**11:39:38 AM** Chair Barnhart  
**11:42:06 AM** Betsy Earls, Associated Oregon Industries  
**11:45:30 AM** Chair Barnhart  
**11:45:33 AM** Jenna Kaluza, NFIB  
**11:49:38 AM** Chair Barnhart  
**11:49:39 AM** Rep. Bruun  
**11:50:22 AM** Betsy Earls  
**11:50:42 AM** Kaluza  
**11:50:56 AM** Chair Barnhart  
**11:51:17 AM** Amanda Fritz, Portland City Commissioner  
**11:51:19 AM** {Exhibit} S - Written testimony  
**11:53:35 AM** Chair Barnhart  
**11:53:42 AM** Vice-Chair Bailey  
**11:54:12 AM** Fritz  
**11:54:29 AM** Chair Barnhart  
**11:54:46 AM** Rep. Bruun  
**11:55:30 AM** Kevin Earls  
**11:57:43 AM** Rep. Bruun  
**11:57:50 AM** Kevin Earls  
**12:00:28 PM** Chair Barnhart  
**12:00:53 PM** Cathy Kaufmann, Oregon Law Center  
**12:01:50 PM** John Mullin, Oregon law Center  
**12:01:52 PM** {Exhibit} T - Written testimony  
**12:03:19 PM** Marcia Kelley, American Association of University Women  
**12:05:20 PM** Chair Barnhart  
**12:05:55 PM** Marion Haynes, Oregon Business Association  
**12:05:57 PM** {Exhibit} U - Written testimony  
**12:08:33 PM** Stephanie Tama-Sweet  
**12:08:35 PM** {Exhibit} V - Written testimony  
**12:10:31 PM** Chair Barnhart - Closed Public Hearing on HB 2116. Opened Work  
Session on HB 2116  
**12:10:55 PM** Rep. Bruun



**12:26:16 PM** Chair Barnhart  
**12:26:22 PM** Rep. Sprenger  
**12:26:25 PM** Chair Barnhart  
**12:27:28 PM** Rep. Bruun  
**12:27:32 PM** Chair Barnhart  
**12:27:39 PM** Rep. Sprenger  
**12:29:01 PM** Rep. Kahl  
**12:30:59 PM** Chair Barnhart  
**12:31:02 PM** Rep. Riley  
**12:31:34 PM** Chair Barnhart  
**12:31:36 PM** Rep. Berger  
**12:34:24 PM** Chair Barnhart  
**12:34:27 PM** Rep. Bruun  
**12:36:57 PM** Chair Barnhart  
**12:37:59 PM** VOTE: AYE: Bailey, Gelser, Kahl, Read, Riley, Barnhart. NO:  
Bentz, Berger, Bruun, Sprenger  
**12:39:07 PM** Chair Barnhart - Closed Public Hearing on HB 2116  
**12:39:48 PM** Meeting Adjourned  
**12:39:58 PM** {Exhibit} Y - Written testimony  
**12:39:58 PM** {Exhibit} Z - Written testimony  
**12:39:58 PM** {Exhibit} AA - Written testimony  
**12:39:58 PM** {Exhibit} BB - Written testimony  
**12:39:58 PM** {Exhibit} CC - Written testimony  
**12:39:58 PM** {Exhibit} DD - Written testimony  
**12:39:58 PM** {Exhibit} EE - Written testimony  
**12:39:58 PM** {Exhibit} FF - Written testimony  
**12:39:58 PM** {Exhibit} GG - Written testimony  
**12:39:58 PM** {Exhibit} HH - Written testimony  
**12:39:58 PM** Error

## HREV

5/28/2009 8:09:25 AM

- 8:12:00 AM {Exhibit} A – HB 2531, Staff Measure Summary, Chris Allanach
- 8:12:03 AM {Exhibit} B – HB 2531, Revenue Impact Statement, Chris Allanach
- 8:12:06 AM {Exhibit} C – HB 2531, -A4 Amendments, LRO Staff
- 9:08:12 AM {Exhibit} D – SB 690, Staff Measure Summary, Chris Allanach
- 9:08:16 AM {Exhibit} E – SB 690, Revenue Impact Statement, Chris Allanach
- 9:13:41 AM {Exhibit} F – HB 3363, -2 Amendments, Rep. Jules Bailey
- 9:24:59 AM {Exhibit} G – HB 3363, Revenue Impact Statement, Mazen Malik
- 9:38:31 AM {Exhibit} H – HB 2649, Written testimony, Edward Solari
- 9:38:34 AM {Exhibit} I – HB 2649, Current Rates Table, Paul Warner
- 9:38:37 AM {Exhibit} J – HB 2649, State Individual Income Taxes table, Paul Warner
- 9:38:38 AM {Exhibit} K – HB 2649, Distribution for Tax Year 2009 table, Paul Warner
- 9:38:41 AM {Exhibit} L – HB 2649, -2 Amendments, LRO Staff
- 10:04:21 AM {Exhibit} M – HB 2116, Staff Measure Summary, Dae Baek
- 10:04:22 AM {Exhibit} N – HB 2116, Revenue Impact Statement, Dae Baek
- 10:04:23 AM {Exhibit} O – HB 2116, Fiscal Impact Statement, Dae Baek
- 10:09:25 AM {Exhibit} P – HB 2116, -A13 Amendments, LRO Staff
- 10:35:40 AM {Exhibit} Q – HB 2116, Written testimony, Bruce Goldberg
- 11:32:34 AM {Exhibit} R – HB 2116, Written testimony, Dr. James Lace
- 11:51:19 AM {Exhibit} S – HB 2116, Written testimony, Amanda Fritz
- 12:01:52 PM {Exhibit} T – HB 2116, Written testimony, John Mullin
- 12:05:57 PM {Exhibit} U – HB 2116, Written testimony, Marion Haynes
- 12:08:35 PM {Exhibit} V – HB 2116, Written testimony, Stephanie Tama-Sweet
- 12:10:57 PM {Exhibit} W – HB 2116, -A7 Amendments, Rep. Scott Bruun
- 12:12:19 PM {Exhibit} X – HB 2116, -A11 Amendments, Rep. Vicki Berger
- 12:39:58 PM {Exhibit} Y – HB 2116, Written testimony, Chris Apgar
- 12:39:58 PM {Exhibit} Z – HB 2116, Written testimony, Steve Dixon
- 12:39:58 PM {Exhibit} AA – HB 2116, Written testimony, Mike McLaran
- 12:39:58 PM {Exhibit} BB – HB 2116, Written testimony, Chris Apgar
- 12:39:58 PM {Exhibit} CC – HB 2116, Written testimony, David Willis
- 12:39:58 PM {Exhibit} DD – HB 2116, Written testimony, Marge Easley
- 12:39:58 PM {Exhibit} EE – HB 2116, Written testimony, Jenna Kaluza
- 12:39:58 PM {Exhibit} FF – HB 2116, Written testimony, Unknown
- 12:39:58 PM {Exhibit} GG – HB 2116, Written testimony, Oregon Small Business
- 12:39:58 PM {Exhibit} HH – HB 2116, Written testimony, Charlie Tragesser