

SENATE COMMITTEE ON FINANCE & REVENUE

September 21, 2011
8:00 AM

Hearing Room B, then A
ID# 7808 and 7807

MEMBERS PRESENT: Sen. Ginny Burdick, Chair
Sen. Chris Telfer
Sen. Mark Hass

EXCUSED: Sen. Frank Morse, Vice-Chair

STAFF PRESENT: Paul Warner, Legislative Revenue Officer
Mazen Malik, Sr. Economist
Chris Allanach, Sr. Economist
Dae Baek, Economist
Christine Broniak, Economist
Corinne Gavette, Office Manager

(Began in HR B, then met jointly with House Interim Revenue Committee at 8:30 am in Hearing Room A)

ISSUES HEARD: Committee Business
Property Tax Exemptions and Tribal Governments
Reverse Mortgages and Sr. Property Tax Deferral Program
Highway Fund Revenue update
Dept. of Revenue Audit Follow up from Audits Division, SoS
Corporate Minimum Tax Issues

WITNESSES Justin Martin, Confed. Tribes of Grand Ronde
Dave Tovey, Confed. Tribes of Umatilla
Michael Mason, Confed. Tribes of Warm Springs
UNKNOWN man DCBS
Fernando Velez, DCBS
Clyde Saiki, ODOT
Travis Brouwer, ODOT
Dave Kavanaugh, ODOT
Harry Blacker, SoS Audits Div.
Amy Palacios, SoS Audits Div.
Kate Tosswill, Deputy Legislative Counsel

SFR (only) in HR B
9/21/2011 8:07:59 AM

8:08:08 AM Meeting Called to Order by Paul Warner, Legislative Revenue Officer
8:08:09 AM Discussion of Interim Committee Work Plan

8:08:11 AM Warner
8:08:27 AM {Exhibit} 1, Warner
8:10:17 AM Senator Chris Telfer, Senate District 27
8:10:53 AM Warner
8:11:51 AM Sen. Telfer
8:11:58 AM Warner
8:12:00 AM Sen. Telfer
8:12:05 AM Warner
8:12:26 AM Sen. Telfer
8:12:31 AM Warner
8:15:06 AM Sen. Telfer
8:15:08 AM Warner
8:17:28 AM Senator Mark Hass, Senate District 14
8:17:31 AM Warner
8:18:01 AM Sen. Telfer
8:18:04 AM Warner
8:18:29 AM Sen. Hass
8:18:54 AM Warner
8:19:30 AM Sen. Telfer
8:19:32 AM Sen. Hass
8:19:33 AM Senator Ginny Burdick, Senate District 14
8:19:36 AM Sen. Hass
8:19:37 AM Chair Burdick
8:19:41 AM Warner
8:19:44 AM Chair Burdick
8:19:46 AM Sen. Hass
8:19:54 AM Sen. Telfer
8:19:59 AM Chair Burdick
8:20:12 AM Warner
8:20:45 AM Chair Burdick
8:20:48 AM Warner
8:23:45 AM Chair Burdick
8:23:51 AM Sen. Telfer
8:23:53 AM Warner
8:25:18 AM Chair Burdick
8:25:23 AM Warner
8:25:42 AM Sen. Telfer
8:25:52 AM Warner
8:26:54 AM Sen. Hass
8:27:04 AM Warner
8:27:56 AM Chair Burdick
8:28:03 AM Warner
8:28:09 AM Chair Burdick
8:28:19 AM Warner
8:28:45 AM Chair Burdick
8:28:46 AM Warner

8:28:47 AM Adoption of Interim Committee Rules
8:28:50 AM Chair Burdick
8:28:57 AM Warner
8:29:00 AM {Exhibit} 2: Committee Rules
8:29:20 AM Chair Burdick
8:29:32 AM Warner
8:29:42 AM Chair Burdick
8:29:47 AM Sen. Telfer
8:29:50 AM Warner
8:29:51 AM Chair Burdick
8:29:54 AM Sen. Telfer
8:29:56 AM Chair Burdick
8:30:04 AM MOTION: Sentaor Telfer moves to adopt the Committee Rules
8:30:16 AM Chair Burdick
8:30:23 AM VOTE: 3-0-0
8:30:28 AM AYES: BURDICK, TELFER, HASS
8:30:40 AM Warner
8:30:44 AM Meeting Recessed by Chair Burdick

HREV and SFR

9/21/2011 8:07:55 AM

8:19:00 AM Recording Paused
8:37:34 AM Recording Resumed
8:37:36 AM Meeting reconvened with House and Senate Revenue Committees together
8:37:40 AM **Gavel in - Chair Burdick- SFR**
8:37:43 AM Co-Chair Barnhart
8:37:56 AM - Panel from Tribes of the Grand Ronde, Umatilla and Warm Springs
8:38:30 AM Justin Martin, Confed tribes of Grand Ronde
8:39:57 AM {Exhibit} C: Conf. Tribes of Grand Ronde, Umatilla and Warm Springs handout
8:40:34 AM {Exhibit} D: Tribal Property Tax exemption legislation handout
8:43:10 AM Dave Tovey, Conf. Tribes of Umatilla
8:43:24 AM {Exhibit} E: Dave Tovey Testim
8:46:35 AM {Exhibit} F: HB 2566-6 from 2011 Session related to Tribes
8:48:02 AM Co-Chair Barnhart
8:48:24 AM Michael Mason, Confed Tribes of Warm Springs
8:52:03 AM Co-Chair Barnhart
8:52:14 AM Justin Martin
8:52:17 AM Co-Chair Barnhart
8:52:19 AM Co-Vice Chair Brewer
8:52:52 AM Michael Mason
8:53:45 AM Co-Vice Chair Brewer
8:55:19 AM Michael Mason

8:55:49 AM Co-Chair Berger
8:57:21 AM Dave Tovey
8:58:30 AM Co-Chair Berger
8:58:55 AM Michael Mason
9:00:30 AM Rep. Bentz
9:00:54 AM Rep. Wand
9:01:34 AM Justin Martin
9:03:05 AM Co-Chair Barnhart
9:03:08 AM Rep. Wand
9:03:20 AM Co-Chair Barnhart
9:03:22 AM Lou Savage - Reverse Mortgages - DCBS
9:06:41 AM Fernando Velez, DCBS
9:08:04 AM {Exhibit} G: Reverse Mortgage pamphlet (AARP)
9:08:51 AM {Exhibit} H: Testim Fernando Velez, DCBS
9:12:36 AM Co-Chair Barnhart
9:12:43 AM Fernando Velez
9:13:22 AM Co-Chair Barnhart
9:14:06 AM Chair Burdick
9:14:23 AM Fernando Velez
9:14:46 AM Chair Burdick
9:15:08 AM Fernando Velez
9:15:50 AM Chair Burdick
9:16:04 AM Fernando Velez
9:16:34 AM Chair Burdick
9:16:59 AM Lou Savage - DCBS
9:17:06 AM Fernando Velez
9:17:23 AM Lou Savage
9:17:50 AM Sen. Telfer
9:19:00 AM Fernando Velez
9:19:31 AM Sen. Telfer
9:20:33 AM Co-Chair Berger
9:21:05 AM Fernando Velez
9:21:37 AM Co-Chair Berger
9:21:40 AM Fernando Velez
9:21:42 AM Co-Chair Berger
9:22:05 AM Fernando Velez
9:22:24 AM Co-Chair Barnhart
9:22:31 AM Fernando Velez
9:22:34 AM Co-Chair Barnhart
9:22:39 AM Fernando Velez
9:23:04 AM Sen. Telfer
9:23:15 AM Co-Chair Berger
9:23:40 AM Chair Burdick
9:23:52 AM Co-Chair Barnhart
9:24:12 AM Chair Burdick
9:24:22 AM Co-Chair Barnhart

9:24:58 AM Chair Burdick
9:25:17 AM Co-Chair Barnhart
9:25:26 AM Co-Vice Chair Brewer
9:26:13 AM Fernando Velez
9:26:29 AM Co-Vice Chair Brewer
9:27:09 AM Fernando Velez
9:27:21 AM Christine Broniak, Economist LRO
9:27:43 AM Co-Vice Chair Brewer
9:27:50 AM Christine Broniak
9:27:52 AM Co-Vice Chair Brewer
9:28:26 AM Fernando Velez
9:29:20 AM Co-Vice Chair Brewer
9:29:30 AM Rep. Wand
9:30:21 AM Fernando Velez
9:30:33 AM Co-Chair Barnhart
9:31:45 AM Christine Broniak
9:32:15 AM {Exhibit} I: LRO presentation Reverse Mortgages
9:35:10 AM Co-Chair Berger
9:35:15 AM Christine Broniak
9:35:22 AM Co-Chair Berger
9:35:29 AM Christine Broniak
9:39:54 AM Co-Chair Barnhart
9:40:02 AM Christine Broniak
9:40:09 AM Co-Chair Barnhart
9:40:12 AM Christine Broniak
9:40:43 AM Co-Chair Barnhart
9:40:46 AM Christine Broniak
9:41:49 AM Co-Vice Chair Brewer
9:43:06 AM Fernando Velez
9:43:50 AM Co-Vice Chair Brewer
9:44:12 AM Fernando Velez
9:44:17 AM Sen. Telfer
9:46:15 AM Christine Broniak
9:46:18 AM Co-Chair Barnhart
9:46:22 AM Rep. Bentz
9:46:34 AM Fernando Velez
9:46:48 AM Rep. Bentz
9:47:12 AM Fernando Velez
9:48:15 AM Rep. Bentz
9:49:18 AM Co-Chair Barnhart
9:49:22 AM Co-Chair Berger
9:51:06 AM Lou Savage
9:51:25 AM Co-Chair Barnhart
9:52:30 AM Fernando Velez
9:52:50 AM Co-Chair Barnhart
9:57:01 AM Lou Savage

9:57:10 AM Co-Chair Barnhart
9:57:18 AM Sen. Telfer
9:57:33 AM Co-Chair Barnhart
9:58:13 AM Sen. Telfer
9:58:15 AM Co-Chair Barnhart
9:58:45 AM Highway Fund Revenue Update
9:58:47 AM - Department of Transportation
10:00:18 AM Clyde Saiki, ODOT
10:00:25 AM Travis Brouwer, ODOT
10:01:26 AM {Exhibit} J: Highway Fund Revenue update, ODOT
10:06:25 AM Clyde Saiki
10:06:31 AM Co-Chair Barnhart
10:06:44 AM Dave Kavanaugh, ODOT
10:14:15 AM Mazen Malik
10:14:20 AM Co-Chair Barnhart
10:14:37 AM Dave Kavanaugh
10:16:20 AM Co-Chair Berger
10:16:33 AM Dave Kavanaugh
10:16:48 AM Co-Chair Barnhart
10:16:59 AM Co-Chair Berger
10:17:14 AM Dave Kavanaugh
10:17:28 AM Co-Chair Berger
10:17:33 AM Co-Chair Barnhart
10:17:39 AM Dave Kavanaugh
10:24:12 AM Clyde Saiki
10:24:59 AM Co-Chair Barnhart
10:25:02 AM Co-Chair Berger
10:25:27 AM Co-Chair Barnhart
10:26:12 AM Clyde Saiki
10:26:16 AM Co-Chair Barnhart
10:26:29 AM Clyde Saiki
10:26:32 AM Co-Chair Barnhart
10:26:36 AM Clyde Saiki
10:26:59 AM Co-Chair Barnhart
10:27:10 AM Clyde Saiki
10:27:13 AM Co-Chair Barnhart
10:27:39 AM Travis Brouwer
10:28:30 AM Clyde Saiki
10:28:43 AM Co-Chair Barnhart
10:29:03 AM Clyde Saiki
10:29:21 AM Co-Chair Barnhart
10:29:27 AM Chair Burdick
10:29:49 AM Travis Brouwer
10:30:49 AM Rep. Wand
10:31:15 AM Co-Chair Barnhart
10:31:33 AM 10:15: Department of Revenue Audit Follow Up

10:31:39 AM - Secretary of State Audits Division
10:31:55 AM Harry Blackmer, Dir. Audits Div, SOS
10:33:00 AM {Exhibit} K: SoS Audits Div, Dept of Revenue collections followup
10:40:45 AM Co-Vice Chair Brewer
10:41:17 AM Harry Blackmer
10:41:50 AM Amy Palacios
10:42:21 AM Co-Vice Chair Brewer
10:42:51 AM Amy Palacios
10:43:17 AM Chair Burdick
10:43:40 AM Harry Blackmer
10:44:28 AM Chair Burdick
10:45:05 AM Chair Burdick
10:45:07 AM Harry Blackmer
10:45:36 AM Chair Burdick
10:45:45 AM Co-Chair Barnhart
10:46:32 AM Paul Warner, LRO
10:46:39 AM 10:30: Corporate Minimum Tax Issues
10:47:04 AM {Exhibit} L: Corporate Minimum Tax issues - LRO
10:50:18 AM Chair Burdick
10:50:20 AM Paul Warner
10:50:51 AM Co-Chair Barnhart
10:51:02 AM Paul Warner
10:51:19 AM Co-Chair Barnhart
10:51:21 AM Chair Burdick
10:52:01 AM Kate Tosswill, Deputy Leg. Counsel
10:53:39 AM Chair Burdick
10:53:52 AM Kate Tosswill
10:54:39 AM Co-Vice Chair Brewer
10:55:01 AM Paul Warner
10:55:19 AM Co-Vice Chair Brewer
10:55:41 AM Paul Warner
10:55:46 AM Rep. Wand
10:56:40 AM Co-Chair Barnhart
10:57:03 AM Kate Tosswill
10:57:27 AM Paul Warner
10:57:46 AM Co-Chair Barnhart
10:57:48 AM Paul Warner
10:58:01 AM Chris Allanach, Economist LRO
11:00:11 AM Co-Chair Berger
11:00:36 AM Chris Allanach
11:00:55 AM Kate Tosswill
11:01:13 AM Co-Chair Berger
11:01:46 AM Kate Tosswill
11:01:55 AM Co-Chair Berger
11:02:06 AM Sen. Telfer
11:02:20 AM Co-Chair Barnhart

11:02:30 AM Co-Vice Chair Brewer
11:02:45 AM Chris Allanach
11:03:42 AM Co-Chair Barnhart
11:03:51 AM Chris Allanach
11:04:04 AM Co-Chair Berger
11:04:19 AM Chris Allanach
11:04:22 AM Co-Chair Berger
11:04:27 AM Chris Allanach
11:04:43 AM Co-Chair Barnhart
11:04:51 AM Paul Warner
11:05:46 AM Co-Chair Barnhart
11:06:44 AM Co-Chair Berger
11:07:19 AM Co-Chair Barnhart
11:07:50 AM Chair Burdick
11:08:32 AM Sen. Telfer
11:08:36 AM Chair Burdick
11:08:46 AM Co-Chair Barnhart
11:08:52 AM Chair Burdick
11:08:58 AM Co-Chair Barnhart
11:09:18 AM Paul Warner
11:10:03 AM Meeting Adjourned by Co-Chair Barnhart - HREV
11:10:08 AM Meeting Adjourned by Chair Burdick - SFR

EXHIBITS

SFR Only

9/21/2011 8:07:59 AM

8:08:27 AM {Exhibit} 1, Warner
8:29:00 AM {Exhibit} 2: Committee Rules

EXHIBITS

HREV and SFR

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