

**HOUSE INTERIM COMMITTEE ON REVENUE**  
**And**  
**SENATE INTERIM FINANCE AND REVENUE COMMITTEE**

August 29, 2012  
08:30 A.M.

Hearing Room A

**MEMBERS PRESENT:**

Co-Chair, Rep. Barnhart	Chair, Sen. Burdick
Co-Chair, Rep. Berger	Vice Chair, Sen. Morse
Co-Vice Chair, Rep. E. Brewer	Sen. Hass
Rep. Bentz	Sen. Telfer
Rep. Gelser	
Rep. Read	
Rep. Wand	

**MEMBERS EXCUSED**      Co-Vice Chair, Rep. Bailey

**STAFF PRESENT:**

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

**(Met jointly: Senate Interim Finance and Revenue and House Interim Revenue Committees)**

**ISSUES HEARD:**

September Forecast  
Income Tax Compliance Issues  
Film and Video Tax Credit Auction results  
Rural Medical Tax Credit  
Manufacturing Business Energy Tax Credit  
Committee Bill Draft Request Process

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**HREV and SFR**

8/29/2012 8:32:34 AM

**8:32:42 AM** Co-Chair Berger  
**8:32:45 AM** Meeting Called to Order by House Interim Revenue Committee  
**8:32:55 AM** Vice-Chair Morse  
**8:32:58 AM** Meeting Called to Order by Senate Interim Finance and Revenue Committee  
**8:33:05 AM** Co-Chair Berger  
**8:33:17 AM** - September Economic and Revenue Forecast

8:33:24 AM Mark McMullin, State Economist OEA  
8:38:22 AM Dr. Bill Conerly  
8:46:42 AM Mark McMullin  
8:47:05 AM Josh Lehner, OEA  
8:48:24 AM {Exhibit} A: LRO Forecast Summary  
8:48:37 AM {Exhibit} B: Forecast Summary OEA  
8:48:48 AM {Exhibit} C: Forecast presentation  
8:53:06 AM Mark McMullin  
9:03:02 AM Co-Chair Berger  
9:03:04 AM Vice-Chair Morse  
9:03:43 AM Dr. Bill Conerly  
9:04:46 AM Vice-Chair Morse  
9:05:20 AM Mark McMullin  
9:06:46 AM Rep. Bentz  
9:07:10 AM Dr. Bill Conerly  
9:08:18 AM Rep. Bentz  
9:08:57 AM Dr. Bill Conerly  
9:09:30 AM Co-Chair Berger  
9:09:55 AM Dr. Bill Conerly  
9:10:59 AM Co-Chair Berger  
9:11:21 AM Vice-Chair Morse  
9:12:15 AM Dr. Bill Conerly  
9:13:57 AM Rep. Bentz  
9:14:43 AM Mark McMullin  
9:14:51 AM Rep. Bentz  
9:15:15 AM Mark McMullin  
9:16:28 AM Co-Chair Berger  
9:16:57 AM Recording Paused for Break  
9:34:30 AM Recording Resumed  
9:34:34 AM Co-Chair Berger  
9:35:08 AM Jim Bucholz, Director DOR  
9:35:13 AM - Income Tax Compliance Issues  
9:36:22 AM {Exhibit} D: DOR tax fraud cases  
9:39:04 AM Co-Chair Barnhart  
9:39:17 AM Jim Bucholz  
9:44:53 AM Co-Chair Berger  
9:44:58 AM Jim Bucholz  
10:00:45 AM Co-Chair Berger  
10:01:30 AM Rep. Gelser  
10:05:34 AM Co-Chair Berger  
10:05:46 AM Jim Bucholz  
10:09:37 AM Sen. Hass  
10:10:11 AM Jim Bucholz  
10:12:48 AM Sen. Hass  
10:13:09 AM Jim Bucholz  
10:13:13 AM Rep. Bentz

**10:15:59 AM** Jim Bucholz  
**10:19:05 AM** Vice-Chair Morse  
**10:21:22 AM** Jim Bucholz  
**10:24:43 AM** Co-Chair Berger  
**10:24:56 AM** Rep. Wand  
**10:25:38 AM** Jim Bucholz  
**10:27:44 AM** Rep. Read  
**10:28:43 AM** Co-Chair Berger  
**10:28:56 AM** Jim Bucholz  
**10:29:55 AM** Rep. Read  
**10:30:00 AM** Co-Chair Berger  
**10:30:03 AM** Co-Chair Barnhart  
**10:30:37 AM** Jim Bucholz  
**10:30:43 AM** Co-Chair Barnhart  
**10:31:12 AM** Jim Bucholz  
**10:32:08 AM** Co-Chair Barnhart  
**10:32:36 AM** Jim Bucholz  
**10:32:53 AM** Co-Chair Barnhart  
**10:32:56 AM** Jim Bucholz  
**10:34:33 AM** Co-Chair Barnhart  
**10:35:09 AM** Jim Bucholz  
**10:35:13 AM** Co-Chair Barnhart  
**10:35:22 AM** Jim Bucholz  
**10:35:42 AM** Co-Chair Barnhart  
**10:35:45 AM** Jim Bucholz  
**10:36:06 AM** Co-Chair Barnhart  
**10:36:14 AM** Jim Bucholz  
**10:36:21 AM** Chair Burdick  
**10:39:19 AM** Jim Bucholz  
**10:41:33 AM** Chair Burdick  
**10:42:51 AM** Jim Bucholz  
**10:47:11 AM** Co-Chair Berger  
**10:48:09 AM** Jim Bucholz  
**10:48:11 AM** Co-Chair Berger  
**10:48:36 AM** - Results of Film and Video Tax Credit Auction  
**10:48:57 AM** Vince Porter, Or Film Board  
**10:50:20 AM** {Exhibit} E: OR Film Tax Credit handout  
**10:51:02 AM** Co-Chair Berger  
**10:51:16 AM** Rep. Wand  
**10:51:23 AM** Vince Porter  
**10:52:09 AM** Co-Chair Barnhart  
**10:52:32 AM** Vince Porter  
**10:53:02 AM** Chair Burdick  
**10:53:20 AM** Vince Porter  
**10:54:11 AM** Co-Chair Berger  
**10:54:51 AM** Vince Porter

**10:55:34 AM** Vince Porter  
**10:55:37 AM** Rep. Read  
**10:57:11 AM** Co-Chair Berger  
**10:57:24 AM** - Background on Rural Medical Tax Credit  
**10:58:46 AM** Scott Ekblad, OHSU  
**10:59:18 AM** {Exhibit} F: Rural Medical Tax Credit presentation  
**11:05:16 AM** Co-Chair Barnhart  
**11:05:51 AM** Scott Ekblad  
**11:05:54 AM** Chair Burdick  
**11:06:35 AM** Scott Ekblad  
**11:07:03 AM** Chair Burdick  
**11:07:10 AM** Scott Ekblad  
**11:07:13 AM** Co-Chair Berger  
**11:07:16 AM** Chair Burdick  
**11:07:19 AM** Co-Chair Berger  
**11:08:02 AM** - Background on Manufacturing Business Energy Tax Credit  
**11:08:18 AM** Tim McCabe, Business Oregon  
**11:08:44 AM** {Exhibit} G: Business Oregon handout 1  
**11:08:58 AM** {Exhibit} H: Business Oregon handout 2  
**11:09:53 AM** {Exhibit} I: BETC chart  
**11:14:43 AM** Vice-Chair Morse  
**11:15:28 AM** Tim McCabe  
**11:17:11 AM** Tim McCabe  
**11:17:39 AM** Chair Burdick  
**11:18:57 AM** Tim McCabe  
**11:18:58 AM** Tim McCabe  
**11:20:33 AM** Chair Burdick  
**11:20:45 AM** Tim McCabe  
**11:22:43 AM** Co-Chair Barnhart  
**11:23:53 AM** Co-Chair Berger  
**11:23:56 AM** Chris Allanach  
**11:24:00 AM** Co-Chair Berger  
**11:24:08 AM** Tim McCabe  
**11:24:10 AM** Co-Chair Berger  
**11:24:27 AM** - Committee Bill Draft Request Process  
**11:24:30 AM** Paul Warner  
**11:25:54 AM** Co-Chair Berger  
**11:26:15 AM** Paul Warner  
**11:26:49 AM** Co-Chair Barnhart  
**11:28:35 AM** Co-Chair Berger  
**11:28:39 AM** Paul Warner  
**11:29:23 AM** Co-Chair Berger  
**11:29:30 AM** Meeting Adjourned by HREV Co-Chair Berger  
**11:29:33 AM** Meeting Adjourned by SFR Chair Burdick

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## Exhibits

HREV and SFR

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- 8:48:24 AM** {Exhibit} A: LRO Forecast Summary
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