HOUSE COMMITTEE ON REVENUE

September 17, 2013 Hearing Room A 8:00 A.M. ID# 12162

MEMBERS PRESENT: Chair, Rep. Barnhart

Vice-Chair, Rep. Berger Vice-Chair, Rep. Bailey

Rep. Bentz Rep. Conger Rep. Davis Rep. Gelser Rep. Read

Rep. Vega Pederson

STAFF PRESENT: Paul Warner, Legislative Revenue Officer

Mazen Malik, Sr. Economist Chris Allanach, Sr. Economist

Dae Baek, Economist

Corinne Gavette, Office Manager

ISSUES HEARD: Review of 2013-14 School Revenue Allocation

BETC Renewable Energy Project Definition

IRS Ruling on DOMA: Implications for Tax Returns

The Growth of E-Cigarettes – Revenue Policy implications
State and Local Gov't Revenue: Newly released Census Data

(Met with Senate Interim Finance and Revenue Committee)

HREV

HREV and SFR 9/17/2013 8:15:18 AM

8:15:24 AM Meeting Called to Order by SFR Chair Burdick

8:15:30 AM Meeting Called to Order by HREV Chair Barnhart

8:15:43 AM Paul Warner, Legislative Revenue Officer

8:16:03 AM School Finance: Review of 2013-14 Revenue Allocation

8:16:44 AM Dae Baek, LRO

8:19:56 AM Michael Elliot, Dept of Education

8:23:39 AM Dae Baek, LRO

8:26:39 AM {Exhibit} A: School Revenue Allocation presentation

8:29:27 AM Vice-Chair Berger 8:29:50 AM Dae Baek, LRO **8:30:00 AM** Vice-Chair Berger 8:30:02 AM Dae Baek, LRO 8:30:09 AM Vice-Chair Berger 8:30:14 AM Dae Baek, LRO 8:30:18 AM Vice-Chair Berger 8:30:24 AM Dae Baek, LRO 8:33:36 AM Rep. Gelser 8:34:09 AM Dae Baek, LRO 8:34:34 AM Michael Elliot 8:35:03 AM Rep. Gelser 8:35:26 AM Chair Barnhart 8:35:33 AM Michael Elliot 8:35:51 AM Dae Baek, LRO 8:38:16 AM Chair Barnhart 8:38:31 AM Dae Baek, LRO 8:38:45 AM Michael Elliot 8:40:43 AM Dae Baek, LRO 8:41:06 AM Michael Elliot **8:41:57 AM** Vice-Chair Berger 8:42:19 AM Michael Elliot 8:42:47 AM Chair Barnhart 8:42:55 AM Michael Elliot 8:43:04 AM Dae Baek, LRO 8:43:11 AM Chair Barnhart 8:44:18 AM Chris Allanach, LRO 8:45:17 AM Lisa Swartz, Director, Dept of Energy 8:45:44 AM {Exhibit} B: Dept of Energy handout 8:46:09 AM BETC Renewable Energy Project Definition and Division 9:04:01 AM Chair Barnhart 9:04:07 AM Vice-Chair Bailey **9:05:13 AM** Lisa Swartz 9:07:00 AM Vice-Chair Bailev 9:07:57 AM Lisa Swartz 9:08:47 AM Vice-Chair Bailey 9:09:02 AM Lisa Swartz 9:10:16 AM Chair Burdick **9:10:56 AM** Lisa Swartz 9:12:50 AM Anthony Buckley, Dept of Energy 9:13:26 AM Chair Burdick 9:15:03 AM Lisa Swartz 9:15:13 AM Anthony Buckley

9:15:52 AM Chair Burdick 9:17:03 AM Maureen Bock 9:17:48 AM Chair Burdick

HREV 9/17/2013 2

- 9:18:21 AM Lisa Swartz
- 9:18:33 AM Chair Burdick
- 9:18:37 AM Chair Barnhart
- 9:18:39 AM Rep. Conger
- 9:18:57 AM Chris Allanach
- 9:18:59 AM Rep. Conger
- **9:19:06 AM** Lisa Swartz
- 9:19:10 AM Rep. Conger
- 9:19:22 AM Chair Barnhart
- 9:19:32 AM Rep. Conger
- 9:20:07 AM {Exhibit} C: Email from Rep Conger to Dept of Energy
- **9:22:54 AM** Lisa Swartz
- 9:24:29 AM Rep. Conger
- **9:27:16 AM** Lisa Swartz
- 9:27:39 AM Rep. Conger
- **9:27:51 AM** Lisa Swartz
- **9:29:13 AM** Rep. Conger
- **9:29:56 AM** Lisa Swartz
- 9:30:15 AM Rep. Conger
- **9:31:35 AM** Lisa Swartz
- 9:32:39 AM Rep. Conger
- **9:32:55 AM** Lisa Swartz
- 9:33:38 AM Rep. Conger
- 9:33:49 AM Chair Barnhart
- 9:33:53 AM Rep. Conger
- 9:33:58 AM Chair Barnhart
- 9:35:14 AM Lisa Swartz
- 9:35:46 AM Chair Barnhart
- **9:37:25 AM** Lisa Swartz
- 9:40:32 AM Chair Barnhart
- 9:40:43 AM Lisa Swartz
- 9:41:07 AM Anthony Buckley
- 9:42:03 AM Rep. Bentz
- 9:44:24 AM Lisa Swartz
- 9:45:14 AM Anthony Buckley
- **9:45:35 AM** Rep. Bentz
- 9:46:05 AM Anthony Buckley
- 9:46:48 AM Lisa Swartz
- 9:47:09 AM Chair Barnhart
- 9:47:11 AM Vice-Chair Bailey
- 9:49:28 AM Lisa Swartz
- 9:51:12 AM Rep. Conger
- 9:59:53 AM Lisa Swartz
- 10:01:59 AM Chair Barnhart
- 10:05:29 AM Rep. Conger
- 10:06:25 AM Chair Barnhart

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10:08:22 AM Mike McArthur, Assoc of Oregon Counties
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10:10:29 AM {Exhibit} D: BETC presentation - Assoc of Oregon Counties

10:11:34 AM Judge Steve Shaffer, Gilliam County

10:12:27 AM {Exhibit} E: Gilliam County wind farm handout

10:17:22 AM Chair Barnhart

10:17:41 AM Judge Terry Tallman, Morrow County

10:22:21 AM Chair Barnhart

10:22:23 AM Chair Burdick

10:24:56 AM Judge Tallman

10:26:08 AM Chair Barnhart

10:27:13 AM Judge Tallman

10:27:26 AM Rep. Conger

10:28:46 AM Chair Barnhart

10:28:56 AM Judge Steve Shaffer

10:30:37 AM Chair Barnhart

10:31:22 AM IRS Ruling on DOMA: Implications for Oregon Tax Returns

10:32:03 AM Deanna Mack, Dept of Revenue

10:35:44 AM Chair Barnhart

10:36:34 AM Deanna Mack

10:36:37 AM Chair Barnhart

10:37:12 AM Mazen Malik, LRO

10:38:14 AM {Exhibit} F: E-Cigarettes - description handout

10:40:55 AM Deanna Mack

10:44:35 AM Chair Burdick

10:45:04 AM Deanna Mack

10:45:39 AM Rep Bentz

10:46:27 AM Deanna Mack

10:47:05 AM Chair Barnhart

10:47:32 AM Deanna Mack

10:47:48 AM Chair Barnhart

10:48:48 AM Vice-Chair Berger

10:48:50 AM Chair Barnhart

10:48:55 AM Chair Burdick

10:49:03 AM Chair Barnhart

10:49:19 AM Mazen Malik

10:50:07 AM {Exhibit} G: USA Today article

10:50:18 AM {Exhibit} H: Wall Street Journal article

10:53:13 AM (Exhibit) I: ORS Chapter 323 Cigarette definition

10:53:18 AM {Exhibit} J: Tax Collections on Tobacco chart

10:53:21 AM Chair Barnhart

10:55:10 AM Mazen Malik

10:55:18 AM State and Local Government Revenue: Newly Released Census Data

10:55:41 AM {Exhibit} K: State and Local Census data

10:59:01 AM Chair Burdick

10:59:46 AM Mazen Malik

11:00:00 AM Chair Barnhart

- 11:00:02 AM Chair Burdick
- 11:00:04 AM Mazen Malik
- **11:00:14 AM** Chair Burdick
- **11:00:20 AM** Mazen Malik
- 11:00:41 AM Vice-Chair Berger
- **11:01:04 AM** Mazen Malik
- 11:01:11 AM Chair Barnhart
- 11:02:22 AM Mazen Malik
- 11:02:26 AM Chair Barnhart
- 11:02:33 AM Mazen Malik
- 11:02:54 AM Chair Barnhart
- **11:02:59 AM** Chair Burdick
- 11:03:04 AM Meeting Adjourned by HREV Chair Barnhart
- 11:03:11 AM Meeting Adjourned by SFR Chair Burdick

EXHIBITS

HREV and SFR 9/17/2013 8:15:18 AM

- 8:26:39 AM {Exhibit} A: School Revenue Allocation presentation
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- 10:12:27 AM {Exhibit} E: Gilliam County wind farm handout
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- 10:50:07 AM {Exhibit} G: USA Today article
- 10:50:18 AM (Exhibit) H: Wall Street Journal article
- 10:53:13 AM {Exhibit} I: ORS Chapter 323 Cigarette definition
- 10:53:18 AM {Exhibit} J: Tax Collections on Tobacco chart
- 10:55:41 AM {Exhibit} K: State and Local Census data