

## SENATE INTERIM COMMITTEE ON FINANCE & REVENUE

December 15, 2010  
1:00 p.m.

Hearing Room A  
##

**MEMBERS PRESENT:** Sen. Ginny Burdick, Chair  
Sen. Frank Morse, Vice-Chair  
Sen. Mark Hass  
Sen. Diane Rosenbaum  
Sen. Chris Telfer

**MEMBERS ABSENT:**

**(Met Jointly with the House Interim Revenue Committee)**

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

**ISSUES HEARD:** Informational Meeting:  
Measure 66 Tracking  
County Assessors Panel  
Oregon Law Commission: Inheritance Tax  
LC Drafts for Introduction  
Report on HB3082: DOR  
Report on Tax Enforcement Activities: DOR  
Health Care Finance and Revenue System: LRO  
Tax Credit Sunset Review: LRO

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HREV and SFR  
12/15/2010 1:12:45 PM

**1:13:03 PM** Chair Barnhart  
**1:13:12 PM** Gavel In  
**1:13:15 PM** Chair Burdick  
**1:13:18 PM** Gavel In  
**1:13:24 PM** Paul Warner

1:14:46 PM Sen. Telfer  
1:14:55 PM Paul Warner  
1:15:03 PM Sen. Telfer  
1:15:10 PM Chair Burdick  
1:15:12 PM Sen. Telfer  
1:15:14 PM Chair Barnhart  
1:15:34 PM Paul Warner  
1:16:13 PM Chris Allanach  
1:17:23 PM {Exhibit} A: First sheet  
1:18:00 PM {Exhibit} B: Measure 66 handout  
1:18:47 PM Chair Barnhart  
1:18:51 PM Chris Allanach  
1:18:54 PM Chair Barnhart  
1:18:56 PM Chris Allanach  
1:19:34 PM Chair Barnhart  
1:19:41 PM Chris Allanach  
1:21:45 PM Sen. Telfer  
1:21:56 PM Chris Allanach  
1:25:11 PM Chair Barnhart  
1:25:13 PM Chair Burdick  
1:25:43 PM Chris Allanach  
1:26:05 PM Chair Burdick  
1:26:24 PM Chris Allanach  
1:27:42 PM Vice-Chair Bentz  
1:28:04 PM Chris Allanach  
1:28:39 PM Vice-Chair Bentz  
1:28:45 PM Chris Allanach  
1:29:38 PM Chair Barnhart  
1:29:41 PM Vice-Chair Bentz  
1:30:15 PM Chris Allanach  
1:33:13 PM Vice-Chair Bentz  
1:33:47 PM Chris Allanach  
1:35:25 PM Sen. Telfer  
1:36:05 PM Chris Allanach  
1:37:14 PM Paul Warner  
1:37:53 PM Sen. Telfer  
1:38:48 PM Chris Allanach  
1:39:18 PM Rep. Berger  
1:39:27 PM Chris Allanach  
1:39:35 PM Rep. Berger  
1:39:56 PM Chris Allanach  
1:40:06 PM Chair Barnhart  
1:40:40 PM Paul Warner  
1:40:57 PM Chair Barnhart  
1:42:12 PM Bob Vromen, Clackamas Co. Assessor  
1:47:51 PM Chair Burdick

1:48:03 PM Bob Vromen  
1:53:15 PM Richard Kreitzer, Marion Co. Assessor  
2:00:59 PM Annette Spikard, Lane Co. Assessor  
2:06:25 PM Chair Barnhart  
2:06:30 PM Chair Burdick  
2:06:48 PM Annette Spikard  
2:08:11 PM Richard Kreitzer  
2:09:31 PM Chair Barnhart  
2:11:29 PM Lane Shetterly  
2:11:42 PM - Report from Estate Tax Reform Work Group  
2:12:09 PM {Exhibit} C: Inheritance Tax update  
2:30:20 PM Chair Burdick  
2:31:03 PM Lane Shetterly  
2:31:39 PM Chair Burdick  
2:32:16 PM Lane Shetterly  
2:34:35 PM Chair Barnhart  
2:34:37 PM Vice-Chair Morse  
2:35:11 PM Lane Shetterly  
2:37:15 PM Vice-Chair Morse  
2:37:52 PM Lane Shetterly  
2:38:40 PM Sen. Hass  
2:38:55 PM Lane Shetterly  
2:39:12 PM Vice-Chair Bentz  
2:39:58 PM Lane Shetterly  
2:41:10 PM Vice-Chair Bentz  
2:41:55 PM Lane Shetterly  
2:42:01 PM Sen. Rosenbaum  
2:43:12 PM Lane Shetterly  
2:44:17 PM Chair Barnhart  
2:44:50 PM Lane Shetterly  
2:45:27 PM Chair Barnhart  
2:45:46 PM Chair Burdick  
2:45:54 PM Senate Revenue Committee at Recess  
2:46:12 PM Recording Paused  
2:51:32 PM Recording Resumed  
2:51:39 PM Chair Barnhart  
2:51:42 PM Work Session for Draft Introduction  
2:52:58 PM Vice-Chair Bentz  
2:53:02 PM {Exhibit} D: Hrev LC drafts  
2:54:28 PM Paul Warner  
2:54:34 PM Chair Barnhart  
2:55:43 PM Rep. Read  
2:56:01 PM Chair Barnhart  
2:56:05 PM Rep. Riley  
2:56:14 PM Chair Barnhart  
2:56:24 PM No Objections to motion

2:56:35 PM Motion adopted 10 - 0 - all members present  
2:56:52 PM Rep. Gelser  
2:57:13 PM Motion to suspend rules to not read LC Drafts  
2:57:36 PM Motion Passes  
2:57:58 PM Chair Barnhart  
2:58:58 PM Thanks Rep. Kahl, Rep. Riley and Rep. Bruun  
2:59:12 PM House Revenue Committee Recess  
2:59:18 PM Recording Paused  
3:16:26 PM Recording Resumed  
3:16:33 PM Chair Burdick  
3:16:38 PM Reconvenes  
3:17:10 PM Work Session for Bill Introduction  
3:17:36 PM Vice-Chair Morse  
3:17:36 PM {Exhibit} E: SFR Drafts  
3:17:37 PM Moves Drafts Be introduced  
3:19:55 PM Paul Warner  
3:20:11 PM Chair Burdick  
3:20:24 PM No Discussion, Motion passes 4-0. Sen. Telfer excused  
3:20:38 PM Closes Work Session - Pauses while House returns  
3:20:47 PM Recording Paused  
3:21:41 PM Recording Resumed  
3:21:46 PM Chair Barnhart  
3:21:49 PM recon  
3:21:55 PM Chair Burdick  
3:21:59 PM reconv  
3:22:28 PM Chris Allanach  
3:22:41 PM Debra Buchanan, DOR  
3:23:04 PM Chair Burdick  
3:23:08 PM Eric P. Smith, DOR  
3:23:16 PM Lia Kimsey, DOR  
3:24:00 PM Eric P. Smith  
3:24:09 PM - Overview of HB 3082  
3:28:29 PM {Exhibit} F: DOR presentation  
3:29:12 PM Chair Burdick  
3:29:31 PM Eric P. Smith  
3:29:53 PM Chair Burdick  
3:30:09 PM Eric P. Smith  
3:34:08 PM Chair Barnhart  
3:34:27 PM Eric P. Smith  
3:34:40 PM Chair Barnhart  
3:34:44 PM Eric P. Smith  
3:34:51 PM Chair Burdick  
3:34:55 PM Eric P. Smith  
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3:53:10 PM {Exhibit} G: Tax Compliance handout  
3:53:25 PM Chair Barnhart  
3:53:26 PM Chair Burdick  
3:53:30 PM Sen. Hass  
3:53:58 PM Eric P. Smith  
3:54:31 PM Chair Burdick  
3:54:33 PM {Exhibit} H: Tax Compliance letter example  
3:55:47 PM Debra Buchanan  
3:55:56 PM Katie Lolly, DOR  
3:56:09 PM {Exhibit} I: Report on BOOST  
4:04:09 PM Chair Burdick  
4:04:14 PM Katie Lolly  
4:05:03 PM Chair Burdick  
4:05:06 PM Katie Lolly  
4:05:07 PM Katie Lolly  
4:05:07 PM Chair Burdick  
4:05:32 PM Katie Lolly  
4:05:40 PM Sen. Rosenbaum  
4:06:44 PM Katie Lolly  
4:07:19 PM Sen. Rosenbaum  
4:07:28 PM Katie Lolly  
4:07:59 PM Chair Burdick  
4:08:39 PM Kate Wilhelm

4:08:43 PM Kate Wilhelm, LRO Intern  
4:08:52 PM Paul Warner  
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4:09:03 PM {Exhibit} J: Health Care Finance  
4:09:43 PM Kate Wilhelm  
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**4:34:07 PM** Vice-Chair Morse  
**4:34:17 PM** Chris Allanach  
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**4:35:53 PM** Chair Burdick  
**4:36:00 PM** Chair Barnhart  
**4:36:54 PM** Paul Warner  
**4:36:57 PM** {Exhibit} K: Tax Credit Sunset update  
**4:37:49 PM** Chair Burdick  
**4:37:56 PM** Paul Warner  
**4:38:03 PM** Chair Burdick  
**4:38:05 PM** Paul Warner  
**4:38:27 PM** {Exhibit} K: Review of tax expenditures  
**4:43:15 PM** Chair Burdick  
**4:44:23 PM** Paul Warner  
**4:44:39 PM** Chair Barnhart  
**4:45:04 PM** Paul Warner  
**4:45:20 PM** Chair Barnhart  
**4:45:31 PM** Chair Burdick  
**4:46:25 PM** Sen. Rosenbaum  
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