

# ARIZONA STATE SENATE

## 51ST LEGISLATURE SECOND REGULAR SESSION

### MINUTES OF COMMITTEE ON FINANCE

**DATE:** March 12, 2014      **TIME:** 2:00 p.m.      **ROOM :** SHR 3

**CHAIRMAN:** Senator Steve Yarbrough      **VICE-CHAIRMAN:** Senator Bob Worsley

**ANALYST:** Bill Ritz      **INTERN:** Callie Flinn

**ASSISTANT ANALYST:** David Fernandez      **COMMITTEE SECRETARY:** Toy Brown

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#### ATTENDANCE

#### BILLS

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<u>Committee Members</u>	<u>Pr</u>	<u>Ab</u>	<u>Ex</u>	<u>Bill Number</u>	<u>Disposition</u>
Senator Cajero Bedford	X			HB 2046	DP
Senator Farley	X			HB 2097	DP
Senator Farnsworth	X			HB 2122	DP
Senator Meza	X			HB 2141	DPA
Senator Reagan			X	HB 2285	DPA/SE
Senator Worsley, Vice-Chairman	X			HB 2286	DP
Senator Yarbrough, Chairman	X			HB 2289	DP
				HB 2395	DPA
				HB 2482	DPA

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#### EXECUTIVE NOMINATIONS

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<u>Name</u>	<u>Position</u>	<u>Recommendation</u>
David Raber	Director, Department of Revenue	CONFIRMATION

Chairman Yarbrough called the meeting to order at 3:46 p.m. and attendance was noted.

## **APPROVAL OF MINUTES**

**Senator Yarbrough stated without objection, the minutes of March 5, 2014 were approved.**

## **EXECUTIVE NOMINATION**

### **David Raber, Director, Department of Revenue – CONFIRMATION RECOMMENDED**

Mr. Raber gave an overview of his resume and answered questions posed by the Committee.

**Senator Worsley moved the Committee on Finance recommend to the full Senate the CONFIRMATION of David Raber as Director of the Department of Revenue. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 1).**

## **CONSIDERATION OF BILLS**

### **HB 2122 – ASRS; election; EORP defined contribution – DO PASS**

**Carolyn Speroni, Appropriations Committee Analyst, explained HB 2122.**

**Senator Worsley moved HB 2122 be returned with a DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 2).**

### **HB 2141 – technical correction; tax refund account (now: county assessor; common area consolidation) – DO PASS AMENDED**

**Callie Flinn, Finance Committee Intern, explained HB 2141 and the 8-line Yarbrough amendment dated 3/11/14 at 4:27 p.m. (Attachment A).**

**Representative Petersen, bill sponsor, further explained HB 2141.**

**Robert Pizorno, Communication Director, Maricopa County Assessor's Office, testified in support of HB 2141 with the Yarbrough amendment.**

**Paul Petersen, Maricopa County Assessor, testified in support of HB 2141 with the Yarbrough amendment.**

**Senator Worsley moved HB 2141 be returned with a DO PASS recommendation.**

**Senator Worsley moved the 8-line Yarbrough amendment dated 3/11/14 at 4:27 p.m. (Attachment A) be ADOPTED. The motion CARRIED by voice vote.**

**Senator Worsley moved HB 2141 be returned with an AS AMENDED, DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 3).**

**HB 2046 – disaster recovery; businesses; tax; regulation – DO PASS**

**Bill Ritz, Finance Committee Analyst**, explained HB 2046.

**Representative Lesko, bill sponsor**, further explained HB 2046.

**Jerry Fuentes, President, AT&T, Arizona, New Mexico**, testified in support of HB 2046.

**Barry Aarons, Construction Trades Coalition**, testified as neutral to HB 2046.

**Senator Worsley moved HB 2046 be returned with a DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 4).**

**HB 2282 – technical correction; mining classification (now: TPT; refined coal transfer; exemption) – DO PASS AMENDED/STRIKE EVERYTHING**

**Bill Ritz, Finance Committee Analyst**, explained the 64-page Yarbrough strike everything amendment dated 3/7/14 at 12:31 p.m. (Attachment B).

**Representative Lesko, bill sponsor**, further explained the strike everything amendment.

**Gretchen Kitchel, Salt River Project**, further explained the strike everything amendment.

Senator Worsley stated that pursuant to Senate Rule 30, he may have a personal financial interest in the legislation and would invoke Senate Rule 30.

Senator Yarbrough announced Senator Worsley would recuse himself from consideration of HB 2285.

**Senator Farnsworth moved HB 2285 be returned with a DO PASS recommendation.**

**Senator Farnsworth moved the 64-page Yarbrough strike everything amendment dated 3/7/14 at 12:31 p.m. (Attachment B) be ADOPTED. The motion CARRIED by voice vote.**

**Senator Farnsworth moved HB 2285 be returned with an AS AMENDED, DO PASS recommendation. The motion CARRIED with a roll call vote of 5-0-1-1 (Rule 30) (Attachment 5).**

**HB 2286 – senior facilities; bond approval – DO PASS**

**Callie Flinn, Finance Committee Intern**, explained HB 2286.

**Representative Lesko, bill sponsor**, further explained HB 2286.

**Norman Moore, Leading Age Arizona**, testified in support of HB 2286.

**Senator Worsley moved HB 2286 be returned with a DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 6).**

**HB 2289 – telecommunications; broadband infrastructure; accelerated depreciation – DO PASS**

**David Fernandez, Finance Committee Assistant Analyst**, explained HB 2289.

**Representative Lesko, bill sponsor**, further explained HB 2289.

**Michael DiMaria, Director, Legislative Affairs, CenturyLink**, further explained HB 2289.

**Sean Laux, Chief Legislative Liaison, Arizona Department of Revenue**, testified as neutral to HB 2289.

**Senator Worsley moved HB 2289 be returned with a DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 7).**

**HB 2395 – property tax calculations; school districts – DO PASS AMENDED**

**Kody Kelleher, Education Committee Analyst**, explained HB 2395 and the 3-line Yarbrough amendment dated 3/11/14 at 1:33 p.m. (Attachment C).

**Representative Lesko, bill sponsor**, further explained HB 2395.

**Kevin McCarthy, Arizona Tax Research Association**, testified in support of HB 2395.

**Senator Worsley moved HB 2395 be returned with a DO PASS recommendation.**

**Senator Worsley moved the 3-line Yarbrough amendment dated 3/11/14 at 1:33 p.m. (Attachment C) be ADOPTED. The motion CARRIED by voice vote.**

**Senator Worsley moved HB 2395 be returned with an AS AMENDED, DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 8).**

Senators Cajero Bedford and Farley explained their votes.

**HB 2097 – department of financial institutions; continuation – DO PASS**

**Callie Flinn, Finance Committee Intern**, explained HB 2097.

**Lauren Kingry, Arizona Department of Financial Institutions**, testified in support of HB 2097 and answered questions posed by the Committee.

**Representative Brophy McGee, bill sponsor**, answered questions posed by the Committee.

**Senator Worsley moved HB 2097 be returned with a DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 9).**

Senators Farley, Farnsworth and Worsley explained their votes.

**HB 2482 – interstate insurance product regulation compact – DO PASS AMENDED**

**Bill Ritz, Finance Committee Analyst**, explained HB 2482 and the 3-line Yarbrough amendment dated 3/11/14 at 1:24 p.m. (Attachment D).

**J. Michael Low, American Council of Life Insurers**, further explained HB 2482.

**Senator Worsley moved HB 2482 be returned with a DO PASS recommendation.**

**Senator Worsley moved the 3-line Yarbrough amendment dated 3/11/14 at 1:24 p.m. (Attachment D) be ADOPTED. The motion CARRIED by voice vote.**

**Senator Worsley moved HB 2482 be returned with an AS AMENDED, DO PASS recommendation. The motion CARRIED with a roll call vote of 6-0-1 (Attachment 10).**

Attached is a list noting the individuals who registered their position on the agenda items (Attachment E).

There being no further business, the meeting was adjourned at 4:51 p.m.

Respectfully submitted,

Toy Brown  
Committee Secretary

(Audio recordings and attachments on file in the Secretary of the Senate's Office/Resource Center, Room 115. Audio archives are available at <http://www.azsenate.gov>)