## **SENATE COMMITTEE ON RULES AND REDISTRICTING**

January 16, 2001 Hearing Room C 03:00 PM Tapes 3 - 4

MEMBERS PRESENT:	Sen. Steve Harper, Chair
	Sen. Peter Courtney, Vice-Chair
	Sen. Jason Atkinson
	Sen. Lee Beyer
	Sen. Kate Brown
	Sen. Randy Miller
	Sen. John Minnis
STAFF PRESENT:	Craig Allen, Committee Administrator Annetta Mullins, Committee Assistant
MEASURE/ISSUES HEARD	: Public Hearing and Work Session
	SB 2
	SB 21
W	ork Session
	Introduction of Committee Measure

These minutes are in compliance with Senate and House Rules. <u>Only text enclosed in quotation marks reports a speaker's exact words.</u> For complete contents, please refer to the tapes.

TAPE/#	Speaker	Comments
TAPE 3, A	•	
004	Chair Harper	Calls meeting to order at 3:02 p.m. and opens a public hearing on SB 2.
SB 2 - PUBI	LIC HEARING	
008	Sen. Gene Derfler	President of the Senate. Testifies in support of SB 2:
	• Last session the Aviation Department was set up as an independent agency and a compromise was reached on the makeup of the board but representation of one group was left out.	
	<ul> <li>Parties have agreed to expand the board to seven members to allow for appointment of people representing those like the Port of Portland who pay the bills.</li> <li>Issues discussed by Sen. Derfler and members:</li> </ul>	
		• Agreement with proposed amendment by Rep. Betsy Johnson to SB 2 (EXHIBIT A).
034	Rep. Betsy Johnson	Testifies in support of SB 2. Believes that a larger board would allow a broader scope of interests to be represented. Asks that an attempt be made that those on the board represent broad aviation interests and there not be specific slots. Explains that the proposed amendment would allow the board to meet quarterly or at the call of the chair; monthly meetings would not be mandated <b>(EXHIBIT A).</b> Adds that the department is performing in the way anticipated.
		Issues discussed:
062		• Language of the bill suggests more than just increasing the number on the board; the only concern is that the language

080	Rep. Johnson	does what the proponents intend. Comments that it was viewed that the board would always be a clearinghouse for aviation policy issues in the state. The airlines have been interested in making their concerns known, specifically about the increase in jet fuel taxes. Believes the bill accomplishes the concerns of the Port of Portland to make certain that public institutions would always have a spot at the table should the governor decide their participating was in the best interest of the creation of aviation policy for the state.
107	Roger Martin	Alaska Airlines and Air Transportation Association. Explains that last session two bills passed. One separated the Aeronautics Section from the Department of Transportation and made a separate department. The other was a doubling of fuel tax on jet fuel (which the airlines pay) and on the private pilots' aviation gas. Concern was when the department was formed that a representative from the airlines be appointed to the board. With the doubling of the jet fuel tax, last year \$2,012,000 was collected from jet fuel and about \$450,000 from the aviation fuel tax. The jet fuel tax is 81 percent of the budget of the new agency and those who pay the jet fuel tax have no representation on the board. Believes it is only fair that they have representation.
145	Keith Levitt	Port of Portland. States they support the bill and the proposed
153	Bill Wilkins	<ul> <li>amendments.</li> <li>Chair, State Aviation Board. Submits testimony of Ann Crook, Director (EXHIBIT B). Comments on how the board has been operating.</li> <li>Board has not taken a position on the bill.</li> <li>Board is meeting in various locations around the state.</li> <li>Board feels they are a broad representation of aviation.</li> <li>Reviews background of board members (EXHIBIT B).</li> <li>Suggests that the board should be allowed to continue as is. States there is no concern about the amendments as long as the board is allowed to call themselves into session at least once a month; the board intends to meet monthly.</li> <li>Department has 16 employees, 8 FTE.</li> </ul>
229 <u>SB 2 - WORK</u>	Chair Harper SESSION	Closes the public hearing and opens the work session on SB 2
265	Sen. Miller	MOTION: Moves to ADOPT SB 2-1 amendments dated 01/16/01.
269		VOTE: 6-0 EXCUSED: 1 - Courtney
272 274	Chair Harper Sen. Miller	Hearing no objection, declares the motion CARRIED. MOTION: Moves SB 2 to the floor with a DO PASS AS AMENDED recommendation. VOTE: 6-0 EXCUSED: 1 - Sen. Courtney
	Chair Harper	Hearing no objection, declares the motion CARRIED. SEN. COURTNEY VOTES AYE (SEE TAPE 4 AT 250).

		SEN. BROWN will lead discussion on the floor.
273	Chair Harper	Closes the work session on SB 2 and opens the public hearing on SB 21.
<u>SB 21 – PUBI</u>	LIC HEARING	
277	Craig Allen	Administrator. Explains that SB 21 was drafted at the request of Greg Chaimov, Legislative Counsel, to clean up language in the statute.
284	Ted Reutlinger	Legislative Counsel. Explains the language is being changed to clean up the statute because of changes to the Constitution. Lists the positions in order of succession in the governor's absence or death.
337	Chair Harper	Closes the public hearing on SB 21 and opens a work session on SB 21.
<u>SB 21 - WOR</u>		
340	Sen. Brown	MOTION: Moves SB 21 to the floor with a DO PASS recommendation.
341		VOTE: 6-0 EXCUSED: 1 - Sen. Courtney
	Chair Harper	Hearing no objection, declares the motion CARRIED.
		SEN. BROWN will lead discussion on the floor.
354	Chair Harper	Opens a work session on Senate Rules (introduction of committee measure).
SENATE RU	LES (INTRODUCTION	<u>OF COMMITTEE MEASURE) - WORK SESSION</u>
332	Chair Harper Sen. Brown	Explains that the committee has a bill draft amending ORS 260. Explains that their caucus has a Senate Democratic Leadership PAC that raises dollars for their candidates. Asks if their PAC is not required to file a Contribution and Expense (C&E) form under the current draft.
381	Ted Reutlinger	Legislative Counsel. Advises that the language on page 4 would require that they report a contribution. States it is the same language from the existing statute. If the PAC is prohibited under 260.174 from receiving money during session, they will have to report under this language.
364	Sen. Brown	States it would mean that if the Democratic Party set up a campaign PAC to help candidates fundraise, they would be required to report.
401	Reutlinger	Corrects his references. States that Senator Brown is correct and it would be under subsection (3) because it is the subsection that covers contributions to members. Subsection (4) is for the governor. Adds that if a political party PAC is raising money and it is going to spend the money on behalf of candidates for the legislature, they are covered.
409	Sen. Minnis Reutlinger	Asks where "political party" is defined. Responds it is ORS chapter 248 of the Election Laws. It defines who qualifies as a major and a minor political party.
414	Sen. Minnis	Asks if the language is intended to include both, minor and major
417 <b>425</b>	Reutlinger Sen. Brown	parties. Responds he believes it would cover any party. <b>MOTION: Moves LC 2577 BE INTRODUCED as a</b>

131		day. VOTE: 7-0
124	Sen. Minnis	MOTION: Moves to AMEND LC 2577 to require reporting within two business days instead of one business
088 113	Chair Harper Sen. Brown	Responds that the reporting period was discussed. Withdraws her motion to introduce LC 2577 as a committee measure.
088	Chair Harner	legislative business.
087	Sen. Brown	Asks if discussion was held on a political committee affiliated with a political party while she was out of the room attending to
097	Committee	Continues discussion of the desired timeframe for reporting.
065	Sen. Atkinson	Comments that he agrees with Senator Miller and Senator Beyer to lengthen slightly the reporting time.
		what is currently done just prior to an election and the report made just prior to December 31those notices are merely notices to the SOS and are not C&E reports. An accumulation of the contributions would be subsequently filed at the next reporting period.
050	Sen. Minnis	be some reasonable standards. Suggests the timeframe be three days or 72 hours. Comments it seems if the notice is by FAX to the SOS, similar to
044	Sen. Beyer	requirements that are fairly strict. Comments that 24 hours is too short. This would allow fundraising because the legislature cannot stop it, so there should
045	Chair Harper	prohibited. Comments that the activity was prohibited yesterday but today it has to be allowed. This is saying there will be reporting requirements that are fairly strict
038	Ted Reutlinger	Responds that the language in the draft is the same as in the existing statute and if a PAC were raising money on behalf of a legislative official or a statewide candidate, it would have been prohibited
		that the money would go to legislative candidates, but would perhaps help the operations of a major party, one could conclude that candidates might benefit from the operation. Asks if that activity would be reported.
030	Sen. Miller	with a relatively short time period for reporting. The message they want to send is they are not excited about people raising large amounts of dollars during legislative session. Comments that if there were a fundraiser and it was not specified that the menou would go to legislative condidates, but would
021 025	Chair Harper Sen. Brown	Asks if the committee wishes to extend the time for reporting. States her proposal has been for 48 hours but would be happy
005	Sen. Miller	Gives scenario of fundraiser with multiple contributions and questions whether each contribution would be subject to a report to the SOS's office within 24 hours.
TAPE 4, A		
441	Chair Harper	Responds that the draft says it must be within 24 hoursthe next business day.
439	Sen. Minnis	Asks what would be the sequence of time for reporting once contributions are received.
429	Sen. Minnis Chair Harper	Asks that the committee review the reporting requirements. States that the Secretary of State will develop a simple form, similar to the supplement that was used in January.
		committee bill.

	Chair Harper	Hearing no objection, declares the motion CARRIED.
131	Sen. Minnis	MOTION: Moves LC 2577, AS AMENDED, BE INTRODUCED as a committee bill.
		<b>VOTE: 7-0</b>
	Chair Harper	Hearing no objection, declares the motion CARRIED.
		(LC 2577 INTRODUCED AS SB 215)
SB 2 WORK S	SESSION	
147	Sen. Miller	MOTION: Moves to SUSPEND the rules for the purpose of allowing Senator Courtney to vote on passage of SB 2.
147		<b>VOTE: 7-0</b>
	Chair Harper	Hearing no objection, declares the motion CARRIED.
150	Senator Courtney	VOTES AYE ON PASSAGE OF SB 2.
154	Chair Harper	Adjourns meeting at 3:43 p.m.
Submitted By,	Reviewed	By,

Annetta Mullins,	Craig Allen,
Committee Assistant	Committee Administrator

## **EXHIBIT SUMMARY**

A - SB 2, SB 2-1 amendments, Rep. Betsy Johnson, 1 p B - SB 2, prepared statement for Ann Crook, Bill Wilkins, 2 pp