

**SENATE COMMITTEE ON TRADE AND ECONOMIC DEVELOPMENT**

**April 28, 1999 Hearing Room B**

**3:00 p.m. Tapes 66-68**

**MEMBERS PRESENT: Sen. John Lim,, Chair**

**Sen. Avel Gordly,, Vice-Chair**

**Sen. Verne Duncan**

**Sen. Tony Corcoran**

**Sen. Bill Fisher**

**MEMBER EXCUSED:**

**STAFF PRESENT: Carol Rives, Administrator**

**Paula Merritt, Administrative Support**

**MEASURE/ISSUES HEARD: SJR 22 Public Hearing and Work Session**

**SB 952 Public Hearing**

**SB 1313 Public Hearing**

**SB 950 Public Hearing and Work Session**

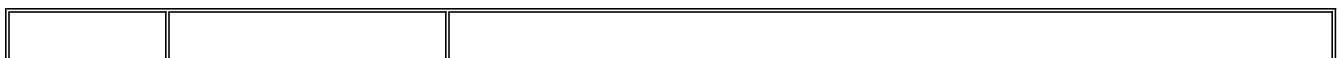
**SB 861 Public Hearing**

**SB 1146 Public Hearing and Work Session**

**SB 951 Public Hearing and Work Session**

**SB 948 Public Hearing and Work Session**

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



TAPE/#	Speaker	Comments
<b>TAPE 66, A</b>		
004	Chair Lim	Opens meeting at 3:10 p.m. Opens public hearing on SJR 22.
<b><u>SJR 22 PUBLIC HEARING</u></b>		
010	Carol Rives	Administrator. Explains SJR 22. The amendment replaces the entire bill. Submits ( <b>EXHIBIT A</b> ). Amendment provides that signs shall be placed at each interstate highway entrance to Oregon and these signs shall say, "Welcome, keep Oregon green."
024	Tom Lulay	Oregon Department of Transportation (ODOT). Explains that cost for signage would not exceed \$8,000.
038	Sen. Duncan	Expresses that he thinks this is well-spent money.
041	Chair Lim	Closes public hearing on SJR 22 and opens work session.
<b><u>SJR 22 WORK SESSION</u></b>		
094	Sen. Gordly	<b>MOTION: Moves to ADOPT SJR 22-1 amendments dated 04/28/99.</b>
		<b>VOTE: 5-0</b>
Chair Lim		<b>Hearing no objection, declares the motion CARRIED.</b>
095	Sen. GORDLY:	<b>MOTION: Moves SJR 22 be sent to the floor with a BE ADOPTED AS AMENDED recommendation.</b>
		<b>VOTE: 5-0</b> <b>AYE: In a roll call vote, all members present vote Aye.</b>
097	Chair Lim	<b>The motion CARRIES.</b>

		<b>Sen. CORCORAN will lead discussion on the floor.</b>
095	Chair Lim	Closes work session on SJR 22 and opens public hearing on SB 952.
<b><u>SB 952 PUBLIC HEARING</u></b>		
098	Rives	Explains SB 952. Creates a commission to work toward bringing Olympic games to Oregon some time in the future. There are amendments to this bill that will be discussed in tomorrow's committee meeting.
099	John McCardle	<p>United States Olympic Committee (USOC). States that the USOC has two major functions:</p> <ol style="list-style-type: none"> <li>1. Prepare the athletes of the U.S.</li> <li>2. Oversee the conduct of the games. States that every country in the world aspires to host these games.</li> </ol> <p>States that the process to host the games is a long process and will take at least 15 years. Mentions they may be looking at a 30-year window, at this time, but that the committee is currently considering the 2012 summer Olympics.</p>
150	Sen. Corcoran	Asks McCardle about the rumor to remove the current tax status given for the games.
203	McCardle	Answers that the president of the USOC has just testified on this and they are not going to enforce this.
261	Sen. Corcoran	Comments on an article he read in <u>Sports Illustrated</u> about allowing athletes a bigger voice in consideration. Asks what his involvement was in the Olympics.
277	McCardle	States he was a member of the 1980 Olympic Team as a hammer thrower.
284	Rives	Explains ñ1 amendment to this bill ( <b>EXHIBIT B</b> ). SB 952 ñ1 amendments modify the language so that it is not limited to the 2010 Winter games and assign responsibility to the Portland Sports Authority. Their mission is the same as the purpose of the bill.
314	Rives	Asks McCardle whether he believes that Oregon would be a good candidate to host Olympic games.
316	McCardle	Answers that there are many factors that go into that answer. States that Oregon could be a good candidate, but it would depend on the commitment of both the private sector and the state. States that the average main stadium would require seating for 84,000 individuals, for the summer games. Suggests that this may

		need to be planned for 30 years from now.
333	Chair Lim	Mentions that Oregon needs to start sometime and this is a good beginning.
390	Chair Lim	Closes public hearing on SB 952. Opens public hearing on SB 1313.
<b><u>SB 1313 PUBLIC HEARING</u></b>		
443	Rod Monroe	Presiding Officer, Metro Council. Submits ( <b>EXHIBIT C</b> ). Reads from the exhibit. Opposes SB 1313.
<b>TAPE 67, A</b>		
049	Mike Burton	Executive Officer, Metro. Submits ( <b>EXHIBIT D</b> ). Believes that Metro's role is often misunderstood. Reads from the exhibit. Believes that SB 1313 would threaten the innovation efforts to manage growth, protect farm and forest-lands and streamline services. Opposes SB 1313.
115	Sen. Gordly	States that she appreciates Burton's presence today. Asks him what he thought would be lost if Metro were to be dissolved.
137	Burton	Answers that the difference in Portland's Metro vs. other states is that in Oregon they are all elected officials which makes them more accountable. States that if Metro, as a government, did not exist, there would need to be another entity or planning organization to make decisions for fiscal dollars. This would need to be recreated, with rules and duplication of all systems. States that these are not easy decisions to be made.
202	Monroe	States that the level of regional cooperation and coordination in the Portland area is unprecedented. States that he has traveled across the country and spoken to government officials from other urban regions and they always comment on the fact that Oregon's Metro shows agreement.
214	Chair Lim	Asks where the dollars will be coming from.
218	Burton	Answers that they will come from voter approved levies. Non enterprise activities are a very small percentage. Submits and reads from ( <b>EXHIBIT E</b> ). States that 58 percent of revenue are from enterprise, 14 percent are from real estate and taxes, 15.9 percent are inter-governmental revenues, 5.9 percent are interest earnings, and 4.8 percent are other miscellaneous revenues. States that all of these funds are separated by "firewalls".
287	Chair Lim	Asks Burton if this bill does pass, if this will go to voters in the Metro area or if it will be statewide general election.

288	Burton	Answers this would depend on how the bill is designed.
367	Sen. Gordly	States this she has a letter from Port of Portland stating support for continuation of a metropolitan regional government. Submits and reads from <b>(EXHIBIT F)</b> .
330	Sen. Corcoran	Comments that it is his hope that Metro prevails.
389	Burton	Mentions that Metro has a reputation for depleting money from the rest of the state, which is not true.
406	John Chandler	Oregon Building Industry Association (OBIA). Opposes SB 1313. States that he has not always agreed with Metro, but OBIA supports their community existence. States he thinks this is a metro area issue, not statewide, and it is the region that will live with the final decision afterwards.
<b>TAPE 66, B</b>		
035	Chair Lim	Closes public hearing on SB 1313. Opens public hearing on SB 950
<b><u>SB 950 PUBLIC HEARING</u></b>		
046	Chair Lim	Closes public hearing on SB 950 and opens work session.
<b><u>SB 950 WORK SESSION</u></b>		
053	Rives	Explains SB 950. Mentions that there was a hearing on SB 950 last week. Submits <b>(EXHIBIT G)</b> . This bill designates the month of May each year as Asian Heritage Month. Requires the Commission on Asian Affairs to coordinate statewide celebrations. Encourages the Board of Education to develop curriculum to honor Asian Americans in Oregon. The ñ1 amendments change wording in line 15 from "shall" to "may".
055	Sen. Duncan	<b>MOTION: Moves to ADOPT SB 950-1 amendments dated 04/22/99.</b>
		<b>VOTE: 4-0</b> <b>EXCUSED: 1 - Sen. Fisher</b>
Chair Lim		<b>Hearing no objection declares the motion CARRIED.</b>

080	Sen. Duncan	<b>MOTION: Moves SB 950 to the floor with a DO PASS AS AMENDED recommendation.</b>
		<b>VOTE: 4-0</b> <b>EXCUSED: 1 ñ Sen. Fisher</b>
089	Chair Lim	<b>The motion CARRIES.</b>  <b>Sen. CORCORAN will lead discussion on the floor.</b>
090	Chair Lim	Closes work session on SB 950. Opens public hearing on SB 861.
<b><u>SB 861 PUBLIC HEARING</u></b>		
100	Rives	Explains SB 861. Submits ( <b>EXHIBIT H</b> ). SB 861 removes the authority of the Oregon Liquor Control Commission (OLCC) to sell distilled liquor in sealed containers. The ñ2 amendments replace the bill and make a minor change to the composition of the Liquor Control Commission: of the five persons appointed by the Governor, at least one member, and no more than two, shall be appointed from the food and beverage retail industry. Currently one member is required to be a member of the industry.
128	Lynn Macnamara	League of Oregon Cities (LOC). States that the LOC does not think the amendment is necessary and does not understand the need. States that the commission works very well as it stands now.
151	Sen. Duncan	Asks about the wording in SB 861.
156	Sen. Gordly	Asks McMamara if she thinks this could increase alcohol sales.
158	Macnamara	Answers no, they have not had this experience.
172	Sen. Fisher	Asks for someone to define the term "bailment".
196	Sen. Gordly	Sen. Gordly and Rives converse.
196	Katie Coba	Executive Appointments Director, Governorís office. States that she would prefer more of a broad authority for the Governor in terms of appointments, as opposed to specifying who serves on boards and commissions. States that she

		believes the Governor would have concerns about putting additional industry members on the commission that regulates the industry. She believes he looks to community leaders for this.
220	Sen. Duncan	Mentions that he agrees with Coba.
223	Sen. Corcoran	Agrees with Sen. Duncan. States he wants the Governor to put his own imprint where he wants to serve.
250	Sen. Gordly	Asks if this has been done in the past or if there was always one person from the industry.
255	Coba	Answers yes, there has been one person from the industry on the commission since she has served.
300	Chair Lim	Explains that the provision is discretionary and allows the Governor to decide.
301	Barbara Hutchinson	The commission has not expressed an opinion. Reads from the Knox Act. States that until 1979 there were three members chosen by the Governor. In 1987 there was a bill that specified that any person with financial interest in a licensed business or manufacturing should not hold office as a commissioner, other than the designated one commissioner. Potential conflicts of interest were prohibited.
350	Hutchinson	States that the current staff works very well. The broader and deeper the mix is, the better it is for making decisions.
400	Hutchinson	States that they do not want an overbalance on the commission.
413	Sen. Gordly	Comments that she appreciates the comments made on perception. States we need a commission that is as independent as possible.
<b>TAPE 67, B</b>		
008	Chair Lim	Closes public hearing on SB 861. Opens public hearing on SB 1146.
<b><u>SB 1146 PUBLIC HEARING</u></b>		
018	Rives	Explains SB 1146 is a bill that the committee has already heard. Allows health care facilities to be included as eligible business firms under the Enterprise Zone Program. Submits <b>(EXHIBIT I)</b> . Explains that the -1 amendments define a remote rural health service area and allow health care facilities only in rural areas. The amendments include a special provision, which would allow a dialysis center in Astoria, to be considered for eligibility under the Enterprise

		Zone Program.
032	Chair Lim	States that Sen. Dukes had opposed this bill, but now she is neutral.
041	Sen. Gordly	Asks Rives if Rep. Taylor is neutral on the bill.
045	Rives	Answers she does not know, but will find out.
048	Art Fish	Oregon Economic Development Department (OEDD). Explains that tax exemption would be for 100 percent of the property value that would be added to the assessment rolls.
083	Chair Lim	Closes public hearing opens work session on SB 1146.
<b>SB 1146 WORK SESSION</b>		
086	Sen. Fisher	States that he is opposed to SB 1146.
087	Sen. Gordly	<b>MOTION: Moves to ADOPT SB 1146-1 amendments dated 04/14/99.</b>
		<b>VOTE: 4-0</b> <b>EXCUSED: 1 - Sen. Corcoran</b>
088	Chair Lim	<b>Hearing no objection, declares the motion CARRIED.</b>
092	Sen. Gordly	<b>MOTION: Moves SB 1146 to the floor with a DO PASS AS AMENDED recommendation.</b>
		<b>VOTE: 4-0</b> <b>EXCUSED: 1 - Sen. Corcoran</b>
093	Chair Lim	<b>The motion CARRIES.</b>  <b>Sen. FISHER will lead discussion on the floor.</b>



094	Chair	Closes work session on SB 1146. Opens public hearing on SB 951.
<b><u>SB 951 PUBLIC HEARING</u></b>		
132	Rives	Explains SB 951 and ñ2 amendments ( <b>EXHIBIT J</b> ). Conform the Commission on Asian Affairs to other advocacy commissions, by removing the authority of the commission to promote trade, tourism, develop programs, and service foreign markets. It clarifies the mission of the commission to work towards equality in Asian markets and Asian Americans in Oregon. The term of commission membership is increased from two to three years.
149	Coba	Executive Appointments Director, Governorís Office. Supports SB 951 and agrees about aligning the commission with the three other advocacy commissions.
164	Rives	Explains the hand-engrossed -2 amendments.
184	Sen. Fisher	Asks Coba if she dislikes the ñ1 amendments.
187	Coba	Answers that geographic representation of commission members could be accommodated without the ñ1 amendments.
201	Chair Lim	Asks Coba about the Governor officeís opinion. Asks Rives about the ñ1 and ñ2 amendments.
203	Rives	Suggests that the ñ1 and the ñ2 amendments could be combined.
215	Chair Lim	Closes public hearing and opens work session on SB 951.
<b><u>SB 951 WORK SESSION</u></b>		
222	Sen. Fisher	Thanks Coba for coming to this hearing with her input.
223	Sen. Fisher	<b>MOTION: Moves to ADOPT SB 951 ñ1 dated 4/14/99 and -2 amendments dated 04/28/99.</b>
		<b>VOTE: 4-0</b> <b>EXCUSED: 1 - Sen. Corcoran</b>
224	Chair Lim	<b>Hearing no objection, declares the motion CARRIED.</b>

224	Sen. Fisher	<b>MOTION: Moves SB 951 to the floor with a DO PASS AS AMENDED recommendation.</b>
		<b>VOTE: 4-0</b> <b>EXCUSED: 1 - Sen. Corcoran</b>
225	Chair Lim	<b>The motion CARRIES.</b>  <b>SEN. FISHER will lead discussion on the floor.</b>
273	Chair Lim	Closes work session on SB 951. Opens public hearing on SB 948.
<b><u>SB 948 PUBLIC HEARING</u></b>		
279	Rives	Explains SB 948. This bill comes to the committee as a referral from the Agriculture and National Resources Committee. It has a subsequent referral to the Ways and Means Committee. No revenue impact. SB 948 establishes the Oregon State Boxing and Wrestling Commission as an independent state agency. It is currently under the supervision of the Superintendent of the Oregon State Police and this bill transfers the duties and functions from the state police to the commission.
298	Dave Wolf	Owner, Dave's Taekwon-Do. States that he is here to talk about the language in SB 948 and feels it is ambiguous. States that boxing is full contact, as other sporting events are full contact, but there is no language for full contact. Explains that he would like to propose some language changes to read, "The Boxing Commission is in charge of any sporting event, which has a knock out or full contact to the head." States that there are different types of martial arts events: full contact and light contact. The lesser ones do not require a knock out to win. States that he would like to look for protection from the language so that it might stipulate, "A sporting event that does not allow a knock out to be part of the requirement for winning, will not be subject to the Boxing Commission." Mentions that California has changed a number of ways this is dealt with and this has hindered the training. States that the language for wrestling is unclear on line 36 page 2.
398	Chair Lm	States that SB 948 is only changing the language pertaining to the State Police and does not address Wolfis concerns.
400	Sen. Fisher	States that, due to the late date, the committee cannot address Wolfis questions now but this could possibly be taken to the House.
<b>TAPE 68, A</b>		

012	Chair Lim	Encourages Wolf to contact his office about changes he suggests within the week.
021	Sen. Duncan	Mentions that he may have some issues with this bill and asks Wolf to see him after the meeting.
029	Sen. Gordly	Asks Wolf his opinion on SB 948 and on the process of the committee in general.
030	Wolf	Explains that he was very impressed with all attention taken by the committee.
035	Chair Lim	Closes public hearing and opens work session on SB 948.
<b><u>SB 948 WORK SESSION</u></b>		
<b>036</b>	<b>Sen. Fisher</b>	<b>MOTION: Moves SB 948 to the floor with a DO PASS recommendation.</b>
<b>043</b>		<b>VOTE: 3-1</b> <b>AYE: 3 - Fisher, Gordly, Lim</b> <b>NAY: 1 ñ Duncan</b> <b>EXCUSED: 1 ñ Corcoran</b>
<b>050</b>	<b>Chair Lim</b>	<b>The motion CARRIES.</b>  <b>SEN. LIM will lead discussion on the floor.</b>
051	Chair Lim	Closes work session on SB 948. Adjourns meeting at 5:05 p.m.

Submitted By, Reviewed By,

Paula Merritt, Carol Rives,

Administrative Support Administrator

-  
-  
**EXHIBIT SUMMARY**

**A ñ SJR 22, -1 amendments, staff, 1 p**

**B ñ SB 952, -1 amendments, staff, 3 pp**

**C ñ SB 1313, written testimony, Rod Monroe, 1 p**

**D ñ SB 1313, written testimony, brochure, various articles, Mike Burton, 35 pp**

**E ñ SB 1313, chart testimony, Mike Burton, 1 p**

**F ñ SB 1313, letter, Mike Thorne, 1 p**

**G ñ SB 950, -1 amendments, staff, 1 p**

**H ñ SB 861, -2 amendments, staff, 3 pp**

**I ñ SB 1146, -1 amendments, staff, 3 pp**

**J ñ SB 951, -2 amendments, staff, 3 pp**