COMMERCE SUB-COMMITTEE ON BUSINESS Hearing Room Tapes - 18 MEMBERS PRESENT: REP. LYNN LUNDQUIST, Chair REP. TONY FEDERICI, Vice-Chair MEMBER EXCUSED: STAFF PRESENT: DANIEL JARMAN, Committee Administrator JODIE HALL, Committee Assistant HB 2583 - Work Session SB 52 - Public Hearing and Work Session statements made during this session. Only text enclosed in quotation marks report a speaker's exact words. For complete contents of the proceedings, please refer to the tapes. TAPE , A CHAIR LUNDQUIST OPENS MEETING AT 1:30 PM. 001 003 OPENS WORK SESSION ON HB 2654. WITNESSES: FRANK BRAWNER, Oregon Bankers Association, Independent Community Banks of Oregon ROY TURNBAUGH, State Archivist STEVE HAWES, Real Estate Agency 006 FRANK BRAWNER, Oregon Bankers Association, Independent Community Banks of Oregon: Refer to Exhibit A. Section 3 of the LC -2 amendments are identical to the original bill, except government has been removed. Section 2 deals with Government Agencies with almost the same reference as

ROY TURNBAUGH, State Archivist: Further summarizes the -2 hand 036 engrossed amendments.

MEASURES HEARD: HB 2654 - Work Session

HB 2653 - Work Session

These minutes contain materials which paraphrase and/or summarize

- REP. LARRY WELLS

HOUSE COMMITTEE ON

REP. LYNN SNODGRASS

the original bill.

046 BRAWNER: Agrees with changes to the original legislation. Have a new Section 4 which Mr. Hawes further describes. STEVE HAWES, Real Estate Agency: Explains Section 4 changes to the 0.51 original legislation. BRAWNER: Explains further changes to Section 4. 300 is the DPI for 064 documents on optical imaging. Explains that the testimony given during the Public Hearing was a copy at 200 DPI of an Optical Image at 300 DPI. 087 HAWES: Comments on Brawner's explanation further clarifying position of the Real Estate Agency. -Clarifies Section 4, Subsection 2 dealing with electronic fund 097 transfers. Page 4, Exhibit A. 108 BRAWNER: Explains change in emergency clause in Section 5. 110 HAWES: Offers perspective of Real Estate Agency on Section 5. CHAIR LUNDQUIST: Further clarifies in Section 3 subsection 2, that if 128 the law precludes that the original document must be kept on record, this bill does not change that requirement. -Requesting consensus on this amendment. Yet, there will be a work 144 session on this next Tuesday. 155 CLOSES WORK SESSION ON HB 2654. 156 OPENS WORK SESSION ON HB 2653. WITNESS: FRANK BRAWNER, Oregon Bankers Association 160 DAN JARMAN, Committee Administrator: Summarizes HB 2653 and the LC -1 amendments to the bill. REP. WELLS: Asks for clarification on LC -1 Amendment. 177 184 FRANK BRAWNER, Oregon Bankers Association: Clarifies LC -1 Amendment. -In response to Rep. Federici: Requests clarification on Regulation 220 referred to in the bill. 222 MOTION: REP. WELLS: Move to ADOPT the LC -1 Amendments dated 2/22/95. 224 VOTE: In a roll call vote, all members present vote AYE. 226 CHAIR LUNDQUIST: Motion is ADOPTED. 228 Rep. Wells will carry HB 2653 AS AMENDED to the Full Committee on Commerce. 256 OPENS WORK SESSION ON HB 2583. 258 DAN JARMAN, Committee Administrator: Summarizes HB 2583. 268 CHAIR LUNDQUIST: Clarifies that the fiscal requirement to enter a Lloyd's Organization is two and a quarter billion.

270 MOTION: REP. FEDERICI moves to send HB 2583 to the Full Committee on Commerce with a DO PASS recommendation.

271 VOTE: In a roll call vote, all members present vote AYE.

274 CHAIR LUNDQUIST: Motion is ADOPTED.

276 REP. FEDERICI: Since this is Rep. Johnson's bill, should he be approached to carry HB 2583?

280 CHAIR LUNDQUIST: Yes, if not then Rep. Snodgrass will carry HB 2583 to the Full Committee on Commerce.

300 CLOSES WORK SESSION ON HB 2583.

309 OPENS PUBLIC HEARING ON SB 52

GARY CONKLIN, Oregon Arena Corporation PAUL ROMAIN, Oregon Beer and Wine Distributors Association MIKE MCCALLUM, Director Government Relations, Oregon Restaurant Association GARY OXLEY, United Grocers, Plaid Pantry

GARY CONKLIN, Oregon Arena Corporation: Testifies in SUPPORT of SB 52.

Refer to Exhibit B. 351 -Explains amendments that were made in the Senate.

362 PAUL ROMAIN, Oregon Beer and Wine Distributors Association: Testifies

in SUPPORT of SB 52.

383 REP. FEDERICI: How many such stadiums will this affect?

387 CONKLIN: It will affect Civic Stadium, Oregon Rose Garden, The Coliseum, possibly Autzen Stadium and others. -Further clarifies that those stadiums that do not have a license will 410 not be affected by this legislation. -in response to further questions of Rep Federici: Yes, the potential 430 may exist for the stadiums at the University of Oregon and Oregon State University to be affected by this law, yet is quite unlikely due to NCAA regulations concerning alcoholic beverages in University stadiums. -In response to Chair Lundquist: Explains reason for 10,000 person 454 capacity. -In response to Chair Lundquist: Clarifies retails licenses in 484 relation to the number of brands being sold within the bill in relation to Section 2 Subsection C.

490 ROMAIN: Explains that two brands of beer are advertised in the Coliseum, yet many different beers are sold. Problems begin when you use money over smaller advertisers shutting them out.

511 CONKLIN: Explains further why specific brands advertise at the Coliseum due to the advertisers objectives. As for the concession environment, offer patrons choice. 538 -Clarifies for Rep. Snodgrass that this bill is not financial assistance

for the owner of the Coliseum, whomever that may be.

583 REP. SNODGRASS: Request further description she can utilize when her constituents ask her about this bill.

592 ROMAIN: Explains further the purpose of the bill. Does not matter who owns the arena, is not financial assistance it is an advertising decision.

623 REP. WELLS: Explains his position on the bill.

TAPE 18, SIDE A

040 MIKE MCCALLUM, Director of Government Relations, Oregon Restaurant Association: Testifies in SUPPORT of SB 52. Sees this bill as financial assistance, in other instances, this would be seen as financial assistance.

061 GARY OXLEY, United Grocers and Plaid Pantry: Testifying in SUPPORT of SB 52. Has reservations on the bill. Impossible to ignore concerns over financial assistance.

094 STEVE MCCOY, Association of Oregon Food Industries: Testifying in SUPPORT of SB 52. Questions rationale supporting larger companies with large advertising leaving out smaller companies with smaller advertising. Believes this advertising is financial assistance.

128 CHAIR LUNDQUIST: Requests further clarification on changes in definition of financial assistance.

138 CONKLIN: Yes, drafted points of change with the Financial Assistance Laws, working with a Sub-Committee of the Senate Business and Consumer Affairs. 140 -In response to Rep. Wells: No, did not testify in the Senate. 169 -In response to Rep. Wells: Believes this product should be treated as in any other market. 173 -Responds to Rep. Wells further concerning volume discounts.

193 COXLEY: Comments further on concerns of Rep. Wells.

251 REP. SNODGRASS: Three questions: Support bill? No amendments proposed? Asking the Committee to keep an open mind?

253 CONKLIN: Yes.

261 CLOSES PUBLIC HEARING ON SB 52

262 OPENS WORK SESSION ON SB 52.

263 MOTION: REP. FEDERICI: Moves to send SB 52 A-Engrossed to the Full Committee on Commerce with a DO PASS recommendation.

265 VOTE: In a roll call vote, all members present vote AYE.

269 CHAIR LUNDQUIST: Motion is ADOPTED.

271 Rep. Federici will carry SB 52 to the Full Committee on Commerce.

275 ADJOURNS MEETING AT 2:36 PM.

Submitted by, Reviewed by,

JODIE HALL DANIEL JARMAN Committee Assistant Committee Administrator

## EXHIBIT SUMMARY:

A - Hand engrossed version HB 2654 - Staff - 5 pages
B - Oregon Arena Corporation - Gary Conklin, Oregon Arena Corporation - 1 page