

HOUSE COMMITTEE ON
COMMERCE
SUBCOMMITTEE ON
TRADE AND ECONOMIC DEVELOPMENT

March 21, 1995 Hearing Room H170
1:30 p.m. Tape 32-33

MEMBERS PRESENT: Rep. Chuck Carpenter, Chair
Rep. Gail Shibley, Vice-Chair
Rep. Michael Fahey
Rep. Cynthia Wooten

MEMBERS EXCUSED:

STAFF PRESENT: Joseph Cortright, Executive Officer
Jeri Chase, Office Manager
Bobby Sullinger, Committee Assistant

WITNESSES: Margaret Carter, Representative, House District 18
Carl Talton, Pacific Power and Light Company
John Hall, Portland Development Commission
Kevin Mannix, Representative, House District 32
Brian Doherty, Singer Financial Services
Gary Williams, Oregon State Lottery Commission
William Nessly, Oregon Department of Justice

MEASURES HEARD: HB 2779 -- Allows city or county that is enterprise zone
sponsor to impose additional conditions on business firm seeking
precertification and eligibility for property tax exemption -- PH & PWS

HB 2957 -- Limits maximum prize paid to any one winner in certain
games to \$7 million -- PH & PWS

These minutes contain materials which paraphrase and/or summarize
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 32, SIDE A

001 CHAIR CARPENTER: Brings the committee to order at 1:35 p.m.

HB 2779 -- Allows city or county that is enterprise zone sponsor to impose
additional conditions on business firm seeking precertification and
eligibility for property tax exemption -- Public Hearing

005 CHAIR CARPENTER: Opens PUBLIC HEARING on HB 2779.

012 REP. MARGARET CARTER: Presents testimony in favor of HB 2779 and a
letter from Wacker Siltronic Corporation in support of HB 2779 [EXHIBIT A].

041 CARL TALTON: Presents testimony in favor of HB 2779.

070 CHAIR CARPENTER: Do you think this bill will deter businesses from
moving into the enterprise zone?

075 TALTON: Responds to committee discussion.

085 REP. WOOTEN: Do you think by adding more standards and requirements
businesses will be less likely to locate in the Portland enterprise zone?

097 TALTON: Responds to committee discussion.

118 REP. CARTER: Continues to present testimony relating to companies with
a strong sense of community.

144 CHAIR CARPENTER: Is the current enterprise zones in Portland being
abused?

146 REP. CARTER: Responds to committee discussion.

152 TALTON: Continues to respond to committee discussion relating to the
design of the enterprise zone.

167 JOHN HALL: Presents testimony relating to the issue of businesses
required to hire workers at the 150% of the states minimum wage as opposed
to 150% of county average annual wage.

215 REP. SHIBLEY: How many jobs have been created, and what is the average
annual wage of those jobs in the Portland enterprise-zone?

223 HALL: Many of the positions start at \$6.00 per hour and go up to \$10.00
per hour.

233 REP. SHIBLEY: How many jobs have been created?

235 HALL: My guess is 300 to 400 jobs.

243 REP. FAHEY: What is the average wage for a rural enterprise zone as
opposed to an urban enterprise zone?

245 HALL: Responds to committee discussion relating to wages in Douglas County.

268 REP. SHIBLEY: How many jobs would be lost in the Portland enterprise zone if we raised the average wage rate to 200% of the states minimum wage?

274 HALL: I would have to do some analysis.

290 REP. SHIBLEY: Comments the right mixture or balance needs to be found to benefit Portland.

319 HALL: Responds to committee discussion.

333 REP. FAHEY: Comments on the number of jobs created and the cost of each job.

379 REP. SHIBLEY: What impact does the enterprise zone have on the transportation system and the requirements of the workers to get to there jobs and back?

402 HALL: Responds to committee discussion.

420 CHAIR CARPENTER: Closed PUBLIC HEARING on HB 2779.

TAPE 33, SIDE A

HB 2957 -- Limits maximum prize paid to any one winner in certain lottery games to \$7 million -- Public Hearing

030 CHAIR CARPENTER: Opens PUBLIC HEARING on HB 2957.

031 REP. KEVIN MANNIX: Presents testimony in favor of HB 2957 and HB 2957-1 proposed amendments.

054 CORTRIGHT: Overviews Staff Measure Summary of HB 2957 [EXHIBIT E], and HB 2957-1 Proposed Amendments [EXHIBIT C].

069 BRIAN DOHERTY: Presents written testimony in favor of HB 2957-1 proposed amendments [EXHIBIT D].

099 DOHERTY: Presents Assignment of Oregon Lottery Prize Payments [EXHIBIT E].

109 GARY WILLIAMS: Presents testimony in favor of HB 2957-1 proposed amendments.

118 WILLIAM NESSLY: Overviews Proposed Amendments to Proposed Amendments to House Bill 2957 (HB 2957-1;LC 3335) [EXHIBIT F].

160 CHAIR CARPENTER: Closed PUBLIC HEARING on HB 2957.

161 CHAIR CARPENTER: Opens WORK SESSION on HB 2957.

161 Committee discussion relating to adopting [EXHIBIT C] and [EXHIBIT F] amendments.

169 MOTION: REP. SHIBLEY MOVES to ADOPT HB 2957-1 amendments and further amends HB 2957-1 amendments as specified in [EXHIBIT F].

177 VOTE: CHAIR CARPENTER: Hearing no objections the amendments above are ADOPTED. All members are present.

178 CORTRIGHT: Overview proposed amendments on page 2 line 20 of the HB 2957-1 amendments to delete the words "Within Twenty-one days".

185 MOTION: CHAIR CARPENTER: MOVES to ADOPT amendments to HB 2957-1 amendments to delete "Within twenty-one days" on page 2, line 20. 1

188 VOTE: CHAIR CARPENTER: Hearing no objections the amendments are ADOPTED. All members are present.

189 CHAIR CARPENTER: Directs the committee staff to have the amendments formally drafted by Legislative Counsel.

190 CHAIR CARPENTER: Closed WORK SESSION on HB 2957.

204 CORTRIGHT: Overviews Correction to Jobs-Created Data for North/Northeast Portland Enterprise Zone and State Total [EXHIBIT G].

218 CHAIR CARPENTER: Adjourns committee meeting at 2:25 p.m.

Submitted by

Bobby Sullinger
EXHIBIT LOG

EXHIBIT A - A letter from Wacker Siltronic Corporation in support of HB 2779, Presented by Representative Margaret Carter, 2 pages.

EXHIBIT B - Staff Measure Summary of HB 2957, Presented by Joseph Cortright,

EXHIBIT C - HB 2957-1 Proposed Amendments, Presented by Joseph Cortright, 5 pages.

EXHIBIT D - Written testimony in favor of HB 2957-1 proposed amendments, Presented by Brian Doherty, 4 pages.

EXHIBIT E - Assignment of Oregon Lottery Prize Payments, Presented by Brian Doherty, 1 page.

EXHIBIT F - Proposed Amendments to Proposed Amendments to House Bill 2957 (HB 2957-1;LC 3335), Presented by William Nessly, 1 page.

EXHIBIT G - Correction to Jobs-Created Data for North/Northeast Portland Enterprise Zone and State Total, Presented by Joseph Cortright, 4 pages.