

SENATE COMMITTEE ON
BUSINESS AND CONSUMER AFFAIRS
Hearing Room B
1/17/95 Tape 1

MEMBERS PRESENT:

Sen. Bill Kennemer, Chair
Sen. John Lim, Vice Chair
Sen. Gene Derfler
Sen. Joan Dukes
Sen. William McCoy

STAFF PRESENT:

Darrell W. Fuller, Committee Administrator
Anne May, Committee Assistant

MEASURES HEARD:

Organizational Meeting
Adoption of Committee Rules
Introduction of Committee Bills
SB 41 Public Hearing

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 - SIDE A

005 SEN. KENNEMER, CHAIR calls meeting to order at 8:06 and welcomes and introduces the committee.

011 CHAIR KENNEMER appoints SEN. LIM as Vice-Chair.
SEN. LIM accepts, and thanks the Chair for the appointment.

019 Opens work session: review and adoption of committee rules (EXHIBIT A), consideration of committee bills.

029 MOTION: SEN. DERFLER moves to adopt committee rules without amendment.

031 SEN. LIM asks for clarification on rule regarding time notification.

040 VOTE: CHAIR KENNEMER: Hearing no objection, the motion CARRIES. All members are present.

055 CHAIR KENNEMER gives overview of committee plan to hear bills, requests input from members and lobby representative regarding priorities, and discusses alternative hearing committee times and days. Discussion followed.

088 DARRELL FULLER, Administrator highlighted the consideration of proposals for committee bills. The public hearing for SB 22 will be scheduled for January 19, 1995. The first two

bill proposals have Legislative Counsel
draft numbers, and the others are in the process to be drafted. As
follows:

1. Dealing with aversive agents in household toxic chemicals (L.C. 1143)
- 1488) 2. Dealing with use of passports as proof of age to buy alcohol (L. C.
3. Dealing with bringing state regulations to federal strength with
regards to the ADA (L.C. 1717)
4. Dealing with requirements for state chartered banks and outside audits.
5. Dealing with regulation of state chartered banks in comparison to
regulation of commercial banks.
6. Dealing with insider trading laws.
7. Dealing with undivided real estate interests.
8. Dealing with the resignation notifications to administrators in state
agencies.

113

MOTION: SEN. DUKES: moves introduction of six bills as courtesy.

114

VOTE: CHAIR KENNEMER: Hearing no objections, motion CARRIES.

115

CHAIR KENNEMER opens public hearing on SB 41.

120

Witnesses:
Securities

Cecil Monroe, Administrator, Division of Finance and Corporate
Securities
Frank Brauner, Oregon Banker's Association
James Kruger, Compliance Officer, Division of Finance and Corporate
Securities

122

CECIL MONROE, Administrator, Division of Finance and Corporate
Securities: Presents testimony in favor of
SB 41. Explains that it is a simple technical change with no fiscal
impact. (EXHIBIT E) Provides fact sheet
(EXHIBIT G).

135

FRANK BRAUNER, with the Oregon Banker's Association and also bringing
the endorsement of Oregon
Bankers Association, supports SB 41.

159

SEN. MCCOY: Is there an example of the confusion this bill addresses?
CECIL MONROE answers.

171

SEN. DERFLER: What is costs and fees of mortgage bankers to
participate? - CECIL MONROE refers
question to JAMES KRUGER, Compliance Officer, Division of Finance and
Corporate Securities. CHAIR
KENNEMER recognizes JAMES KRUGER.

188

JAMES KRUGER answers fees question for SEN. DERFLER.

202

SEN. DERFLER : What results come from this program? Is it cost
effective? CECIL MONROE indicated an
answer can be provided in writing. (Subsequent response received 1-18-95;
EXHIBIT F)

220

Closes Public Hearing on SB 41
Opens Public Hearing on SB 42

224

CECIL MONROE testifies in support of SB 42 and provides written
testimony (EXHIBIT B).

272

FRANK BRAUNER, also representing Independent Community Banks of Oregon.
gives overview in support
of SB 42.

282

Closes Public Hearing on SB 42.

293

CHAIR KENNEMER adjourns committee at 8:35 a.m.

Submitted by,

Reviewed by,

Gretchen Haber ,
Committee Assistant

Darrell Fuller,
Committee Administrator

EXHIBIT LOG:

A- Committee Rules - Staff - 3 pages
B- Fact Sheet on SB 42 - Cecil Monroe - 1 page
C- Testimony on SB 42 - Cecil Monroe - 1 page
D- Oregon Revised Statutes, 1993, statutes 59.935 and 59.940
E- Testimony on SB 41 - Cecil Monroe - 1 page
F- Letter on SB 41 - Cecil Monroe - 3 pages
G- Fact Sheet on SB 41 - Cecil Monroe - 1 page