SENATE COMMITTEE ON LABOR AND GOVERNMENT OPERATIONS Hearing Room Tapes 16 - 117 MEMBERS PRESENT: Sen. Gene Derfler, Chair Sen. Brady Adams, Vice-Chair Sen. Bob Kintigh Sen. Bill McCoy Sen. Randy Leonard President Gordon Smith MEMBER EXCUSED: Sen. Neil Bryant STAFF PRESENT: Rita Thomas, Committee Counsel Amy Baker, Committee Assistant MEASURES HEARD: SB 1038 - Work Session SB 750 - Work Session SB 566 - Public Hearing & Work Session SB 1012 - Public Hearing & Work Session SB 230 - 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 116, A 005 CHAIR DERFLER: Opens Work Session on SB 1038. 010 MOTION: SEN. ADAMS MOVES SB 1038 BE RETURNED TO THE PRESIDENT'S DESK WITH A LETTER REQUESTING THAT THE BILL BE REFERRED TO THE WATER AND LAND USE COMMITTEE WITHOUT A RECOMMENDATION AS TO ITS PASSAGE. 017 HEARING NO OBJECTIONS THE MOTION CARRIES. Sen. Bryant is excused. VOTE: 018 CHAIR DERFLER: Opens PUBLIC HEARING on SB 566. 020 RITA THOMAS: Gives background information on SB 566. 024 REP. LUNDQUIST: Testifying in favor of SB 566 052 LAURA PRYOR: Begins testimony in favor of SB 566.[EXHIBIT A] 069 MIKE MCHANEY: The money has been a great help to the counties.

075 BILL PENHOLLOW: Representing Associated Oregon Counties. AOC does support this program.

093 MIKE DEWEY: Representing the Oregon Wheat Grower's League. In support of SB 566.

110 SEN. MCCOY: Why was the sunset clause put into this law in the first place?

114 MIKE DEWEY: It is my opinion that the prior chair supported this program but wanted to review it every two years.

159 LAURA PRYOR: The moneys that we are requesting for the roads is not anymore than currently requested.

174 SEN. KINTIGH: The effect on the top counties is very minimal.

183 CHAIR DERFLER: Closes PUBLIC HEARING on SB 566.

187 CHAIR DERFLER: Opens PUBLIC HEARING on SB 230.

198 RITA THOMAS: Gives background on SB 230.

201 BOB ANDREWS: Representing PERS, in support of SB 230.[EXHIBIT B] [EXHIBIT C]

249 BOB ANDREWS: Gives an example of the effect of the bill on how the "415" limits work.[EXHIBIT C]

287 SEN. LEONARD: Can the public employee do a "catch up"?

289 BOB ANDREWS: Yes.

307 BOB ANDREWS: It would impact on that salary that we use for testing compliance.

317 ELIZABETH HARCHENKO: The limitations in 415 approach this issue from two directions.

358 SEN. LEONARD: Is there anything that can be done in SB 230 to address the problem of calculation?

360 ELIZABETH HARCHENKO: That is a federal law problem.

407 BOB ANDREWS: We would not be opposed to an amendment that would require

PERS to notify employees of potential problems when participating in deferred comp. plans(457).

TAPE 117, A

020 SEN. ADAMS: Closes PUBLIC HEARING on SB 230.

027 SEN. ADAMS: Opens PUBLIC HEARING on SB 1012.

033 STEVEN KAFOURY: Begins testimony on SB 1012.

075 STEVEN KAFOURY: Continues testimony on the cost related issues of contracting out public services with a fee.

112 STEVEN KAFOURY: Discusses the SB 1012-1 amendments.

142 SEN. KINTIGH: Would this apply to engineer services used by ODOT?

150 STEVEN KAFOURY: I had intended this bill to apply to those situations were there is a competitive bid.

175 SEN. LEONARD: The main point of your bill is to say that a public entity should not be subsidized with public dollars if they are competing, is that correct?

180 STEVEN KAFOURY: The issue is that the price that public company is bidding should not be subsidized.

181 SEN. LEONARD: Should I assume that then the private ambulance companies

should not be publicly subsidized?

182 STEVEN KAFOURY: There should no assist in the bid for private or public

companies, unless that assist is equally given to both.

240 CHAIR DERFLER: Closes PUBLIC HEARING on SB 1012.

243 CHAIR DERFLER: Opens WORK SESSION on 566.

245 MOTION: SEN. ADAMS MOVES THAT SB 566 BE MOVED TO THE FLOOR WITH A DO PASS

RECOMMENDATION.

VOTE: 4-1 AYE: DERFLER, ADAMS, LEONARD, KINTIGH NO: MCCOY EXCUSED: BRYANT

251 CHAIR DERFLER: Closes WORK SESSION on SB 566.

252 CHAIR DERFLER: Reopens PUBLIC HEARING on SB 1012.

260 BURTON WEAST: Begins testimony against SB 1012.

325 BURTON WEAST: Discusses the current programs set up in the public sector to provide services that are fee-based.

375 BURTON WEAST: Discusses the lack of definitions in the bill to determine the requirements for the public sector.

TAPE 116, B

007 JACK LYNCH: Oregon City Fire Chief. Testifying against SB 1012, describing the unanticipated impacts of this bill.

050~ JACK LYNCH: Discusses the current operations of the Oregon Fire Association.

065 LORI HAMM: Representing Care Ambulance Service. Testifying in opposition of SB 1012.

100 LORI HAMM: Discusses the possible impacts of SB 1012 on the government's ability to eliminate private companies.

133 CHAIR DERFLER: Closes PUBLIC HEARING on SB 1012.

134 CHAIR DERFLER: Opens WORK SESSION on SB 1012.

148 MOTION: SEN. LEONARD MOVES TO TABLE SB 1012 WITHOUT POSSIBLE RECONSIDERATION.

VOTE: 4-0

AYE: DERFLER, ADAMS, KINTIGH, LEONARD NO: EXCUSED: MCCOY, BRYANT

162 CHAIR DERFLER: Closes WORK SESSION on SB 1012.

163 CHAIR DERFLER: Recess hearing for five minutes.

165 CHAIR DERFLER: Opens hearing.

165 CHAIR DERFLER: Opens WORK SESSION on SB 750.

167 RITA THOMAS: Gives background on SB 750-3 and SB 750-4 amendments.

188 RITA THOMAS: Continues description of SB 750 amendments.

235 RITA THOMAS: Discusses section 7 of SB 750 referring to the amendments to this section.

260 RITA THOMAS: Discusses SB 750-4 amendments.

293 MOTION: SEN. LEONARD MOVES TO TABLE SB 750.

VOTE: 2-4 AYE: MCCOY, LEONARD NO: DERFLER, KINTIGH, ADAMS, PRESIDENT SMITH EXCUSED: BRYANT

300 MOTION: SEN. ADAMS MOVES TO PASS SB 750-3 AND SB 750-4 AMENDMENTS.

VOTE: 4-2 AYE: DERFLER, KINTIGH, ADAMS, PRESIDENT SMITH NO: MCCOY, LEONARD EXCUSED: BRYANT

305 MOTION: SEN. ADAMS MOVES SB 750 AS AMENDED TO THE FLOOR WITH A DO PASS RECOMMENDATION.

313 SEN. LEONARD: Discusses his opposition to SB 750.

385 SEN. LEONARD: Continues discussion of problems he sees with SB 750.

TAPE 117, B

021 SEN. LEONARD: Continues discussion of effect of SB 750 on firefighters and police.

055 SEN. LEONARD: Concludes by saying that this is an attack on public employees.

058 PRESIDENT SMITH: Discusses the other side of the debate. Addressing the problems that this bill does resolve.

080 SEN. ADAMS: Points out the conclusion he has drawn which favors SB 750 has come from the same testimony that Sen. Leonard has heard.

081 VOTE: 4-2 AYE: DERFLER, KINTIGH, ADAMS, PRESIDENT SMITH NO: MCCOY, LEONARD EXCUSED: BRYANT

090 CHAIR DERFLER: Closes WORK SESSION on SB 750.

092 CHAIR DERFLER: Adjourns meeting.

Submitted by, Reviewed by,

Amy Baker Rita Thomas Committee Assistant Committee Counsel

EXHIBIT SUMMARY:

A - Written testimony on SB 566 - Judge Laura Pryor - 14 pages
B - Written testimony on SB 230 - Bob Andrews - 5 pages
C - Written testimony on SB 230 - Bob Andrews - 1 page