SENATE COMMITTEE ON TRADE AND ECONOMIC DEVELOPMENT March 2, 1995 Hearing Room 137 Tapes 36-37 8:30 a.m. MEMBERS PRESENT: Sen. John Lim, Chair Sen. Bill Kennemer, Vice-Chair Sen. Bill Bradbury Sen. Gene Derfler MEMBERS EXCUSED: Sen. Joan Dukes STAFF PRESENT: Joseph Cortright, Executive Officer Jeri Chase, Office Manager Bobby Sullinger, Committee Assistant WITNESSES: Kelly Freels, Fiscal Policy Analysis Division, DAS Maynard Orme, President and Chief Executive Officer, Oregon Broadcasting Kim Duncan, Legislative Director, Oregon Public Broadcasting Curt Pederson, Chief Information Officer, Information Resources Division, DAS Ray Louis, Director, Oregon ED-NET MEASURES HEARD: SB 357 - Allocates lottery funds to Department of Administrative Services, Economic development Department, Employment department and Housing and community Services beginning July 1, 1995, for Department for biennium specified purposes - 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 36, SIDE A CHAIR LIM: Brings the committee to order at 8:36 a.m. 001 CORTRIGHT: 008 Overviews memorandum relating to a key industry survey [EXHIBIT A]. 028 Continues to overview [EXHIBIT A] (Program Rating). CORTRIGHT: 032 Committee discussion relating to Regional Strategies. 045 CORTRIGHT: Continues to overview [EXHIBIT A] (Program Rating). Committee discussion relating to International Trade. 057 062 CORTRIGHT: Continues to overview [EXHIBIT A] (Program Rating). 067 Committee discussion relating to ratings and significance of the survey. 090 Committee discussion relating to the validity and bias of the ratings given by the survey. 107 CORTRIGHT: Continues to overview [EXHIBIT A] (Program Rankings). Continues to overview [EXHIBIT A] (Spending Priorities). 124 CORTRIGHT: Committee discussion relating to the businesses that responded to the 140 survey and the impact on the results. 159 Committee discussion relating to interpretation of the survey results. 181 CORTRIGHT: Continues to overview [EXHIBIT A] (Most Critical Rankings). 194 Committee discussion relating to key industries that failed to respond to the survey. SB 357 - Allocates lottery funds to Department of Administrative Services, Economic Development Department, Employment Department and Housing and Community Services Department for biennium beginning July 1, 1995, for specified purposes - Public Hearing 213 CHAIR LIM: Opens PUBLIC HEARING on SB 357. 228 Overviews Detailed Analysis of EDD Budget, February, 1995 CORTRIGHT: [EXHIBIT B]. 239 Committee discussion relating to the effect of committee actions on SB 357 and subsequent referrals. KELLY FREELS: Presents testimony overviewing the Governors budget. 268 270 Committee discussion relating to the Governors budget. FREELS: Responds to committee discussion relating to possible changes to 288 Governors budget. 391 CORTRIGHT: Continues to overview [EXHIBIT B] (Column Definitions). TAPE 37, SIDE A

005 FREELS: Continues to presents testimony relating to Oregon Public Broadcasting (OPB). MAYNARD ORME: Presents written testimony in favor of SB 357 [EXHIBIT C]. 016 Presents Oregon Public Broadcasting map of relay stations in Oregon [EXHIBIT D], and March 1995 - Oregon Focus [EXHIBIT E]. 068 CHAIR LIM: What percentage of funding does OPB receive from the private sector? 076 SEN. BRADBURY: What is OPB's proposed budget? 080 ORME: Responds to committee discussion. 083 SEN. BRADBURY: Is the proposed budget enough given the decline in private contributions? 086 ORME: Responds to committee discussion. SEN. BRADBURY: What is the federal government planning to do with funding 104 for public broadcasting? ORME: Responds to committee discussion. 107 130 SEN. BRADBURY: Comments on local productions of programs for OPB. 136 SEN. KENNEMER: What is the dollar amount of OPB's federal funding? 138 ORME: Responds to committee discussion. 152 SEN. KENNEMER: Where are most of OPB's programs produced? ORME: Responds to committee discussion 156 CHAIR LIM: Do you have any contingency plan as it relates to the possible 182 decrease in federal funding? ORME: Responds to committee discussion. 186 203 Do you think OPB will be completely self sufficient in the CHAIR LIM: future? 209 ORME: Responds to committee discussion. 220 CHAIR LIM: Can you explain the different mechanisms used to fund OPB? 224 ORME: Responds to committee discussion. 250 CHAIR LIM: Do you have any programming sensitive to cultural needs? 265 ORME: Responds to committee discussion. Responds to committee discussion relating to differences 280 KIM DUNCAN: between public broadcasting and commercial broadcasting as it relates to cultural diversity of programs. 298 DUNCAN: Continues to overview [EXHIBIT D]. 304 CHAIR LIM: Is OPB semi-privatized? 305 ORME: Responds to committee discussion. 306 CHAIR LIM: Is OPB shifting its efforts towards becoming 100% private in the future? 306 ORME: Responds to committee discussion. 319 SEN. BRADBURY: Comments on the difference between commercial broadcasting vs. public broadcasting. 347 ORME: Overviews differences between commercial broadcasting vs. public broadcasting. 360 CURT PEDERSON; Presents written testimony in favor of SB 357 [EXHIBIT F]. TAPE 36, SIDE B 026 Continues to overview [EXHIBIT F] (Oregon ED-NET's Progress). PEDERSON: 070 Continues to overview [EXHIBIT F] (ED-NET Finances). PEDERSON: 100 SEN. DERFLER: What does it cost to use ED-NET? 101 RAY LOUIS: Responds to committee discussion relating to fees. 135 SEN. DERFLER: Where would you go to participate in an ED-NET forum? 136 LOUIS: Responds to committee discussion. 165 SEN DERFLER: Why is there a reluctance to use ED-NET? 166 PEDERSON: Responds to committee discussion. 173 LOUIS: Responds to committee discussion relating to reasons people do

not use ED-NET.

- 197 SEN. DERFLER: Comments on possible ways to encourage agency directors to use ED-NET. 204 PEDERSON: Responds to committee discussion relating to use of ED-NET. SEN. DERFLER: Comments on cost associated with not using ED-NET. 213 216 LOUIS: Responds to committee discussion. SEN. DERFLER: What is the difference between Intel's system and ED-NET? 223 238 PEDERSON: Responds to committee discussion relating to possible updating equipment and differences between Intel's desktop system and ED-NET. 296 FREELS: Overviews gambling addiction funds and programs set-up by counties. 341 SEN. KENNEMER: What percentage of addicted gamblers will 4 million dollars help? 342 FREELS: Responds to committee discussion. 352 CHAIR LIM: How many people have contacted the gambling addiction hotline for help? 355 FREELS: Responds to committee discussion. Are you quoting statistics for a one month period? 356 CHAIR LIM: 357 FREELS: Responds to committee discussion. 374 Closed PUBLIC HEARING on SB 357. CHAIR LIM:
- 377 CHAIR LIM: Adjourns committee meeting at 9:59 a.m.

Submitted by

Bobby Sullinger EXHIBIT LOG

| EXHIBIT A - | Memorandum | relating | to a | key | industry | survey, | Presented | by |
|------------------|-------------|----------|------|-----|----------|---------|-----------|----|
| Joseph Cortright | t, 4 pages. | | | | | | | |

EXHIBIT B - $$\ensuremath{\mathsf{Detailed}}$ Analysis of EDD Budget, February, 1995, Presented by Joseph Cortright, 1 page.

EXHIBIT C - Written testimony in favor of SB 357, Presented by Maynard Orme, 8 pages.

EXHIBIT D - Oregon Public Broadcasting map of relay stations in Oregon, Presented by Maynard Orme, 1 page.

EXHIBIT E - March 1995 - Oregon Focus, Presented Maynard Orme, 32 pages.

EXHIBIT F - \$W\$ritten testimony in favor of SB 357, Presented by Curt Pederson, 3 pages.