SENATE COMMITTEE ON TRADE AND ECONOMIC DEVELOPMENT March 21, 1995 Hearing Room 137 Tapes 48-49 8:00 a.m. MEMBERS PRESENT. Sen. John Lim, Chair Sen. Bill Kennemer, Vice-Chair Sen. Bill Bradbury Sen. Gene Derfler Sen. Joan Dukes MEMBERS EXCUSED: STAFF PRESENT: Joseph Cortright, Executive Officer Bobby Sullinger, Committee Assistant WITNESSES . Kitty Piercy, Representative, House District 39 Shirley Gold, Senator, Senate District 7 John Nicholson, Oregon State Rifle Association Greg Hitchcock, Oregon Sports Trust James Prunty, Department of Justice William Hansen, Department of Justice Peter Sorenson, Senator, Senate District 20 Marcia Martin, Executive Officer, Oregon Commission for Child Employment Department Janis Elliot, Administrator, Child Care Division, Employment Julie Zimmerman Carol Mason, Oregon Child Care Directors Association MEASURES HEARD: SB 676 -- Increases maximum prize in licensed bingo and lotto games to \$1,500 -- PH & PWS SB 247 -- Establishes childhood care and education scholarships --SB 248 -- Directs Child Care Division of Employment Department to grants to day care facilities -- PH 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 48, SIDE A 002 CHAIR LIM: Brings the committee to order at 8:05 a.m. SB 247 -- Establishes childhood care and education scholarships -- Public Hearing SB 248 -- Directs Child Care Division of Employment Department to grants to day care facilities -- Public Hearing award 003 CHAIR LIM: Opens PUBLIC HEARING on SB 247 and SB 248. 007 CORTRIGHT: Overviews Staff Measure Summary for SB 247 [EXHIBIT A]. 011 CORTRIGHT: Overviews Staff Measure Summary for SB 248 [EXHIBIT B]. 019 REP. KITTY PIERCY: Present testimony in favor of SB 247 and SB 248. SEN. SHIRLEY GOLD: Presents testimony in favor of SB 247 and SB 248. 082 109 CHAIR LIM: Closed PUBLIC HEARING on SB 247 and SB 248. SB 676 -- Increases maximum prize in licensed bingo and lotto games to \$1,500 -- Public Hearing CHAIR LIM: Opens PUBLIC HEARING on SB 676. 122 123 CORTRIGHT: Overviews Staff Measure Summary for SB 676 [EXHIBIT C]. 134 JOHN NICHOLSON: Presents testimony in favor of SB 676. 198 SEN. DERFLER: What is the fee assessed by the lottery based on? 200 NICHOLSON: The lottery's fee is based on one percent of a businesses gross receipts for the guarter. 207 SEN. DERFLER: Would this measure result in reduced income to the state? NICHOLSON: The bill would have no effect on the amount of money the 209 state receives from gambling. 214 SEN. DERFLER: Is the fee assessed by the lottery based on the cost of administration? 216 NICHOLSON: Yes. 218 SEN. KENNEMER: What constitutes net income?

223 NICHOLSON: Net income would be gross income minus prize pay-outs and operating expenses as listed in the bill. CHAIR. LIM: How many bingo games are licensed in the state? 239 NICHOLSON: I would estimate 650. Most are small church groups and 240 other non-profit groups. 247 CHAIR LIM: What is Washington states limit on bingo games? NICHOLSON: I believe it is \$15,000 dollars. 249 253 CHAIR LIM: Do you believe the state lottery is effecting the bingo games? 255 NICHOLSON: I do not think they effect each other because it is a different clientele. 2.67 GREG HITCHCOCK: Presents written testimony relating to SB 676 [EXHIBIT D]. HITCHCOCK: Continues to present [EXHIBIT D] (Increasing Prize Limits). 325 383 JAMES PRUNTY: Presents written testimony against SB 676 [EXHIBIT E]. PRUNTY: Continues to present [EXHIBIT E] (Reducing Net Income). 457 TAPE 49, SIDE A 023 PRUNTY: Continues to present [EXHIBIT E] (Larger Pay Outs Reduce Net Revenues). 0.37 WILLIAM HANSEN: Presents Bingo Handle and Net Income Comparison [EXHIBIT F]. CHAIR LIM: Appoints Senator Bill Bradbury Acting Chair for the 042 remainder of the committee meeting. ACTING CHAIR BRADBURY: Closed PUBLIC HEARING on SB 676. SB 247 -- Establishes childhood care and education scholarships --Public Hearing SB 248 -- Directs Child Care Division of Employment Department to award grants to day care facilities --Public Hearing 068 ACTING CHAIR BRADBURY: Opens PUBLIC HEARING on SB 247 and SB 248. 069 SEN. PETER SORENSON: Presents testimony in favor of SB 247 and SB 248. 130 MARCIA MARTIN: Presents written testimony in favor of SB 247 and SB 248 [EXHIBIT G]. 185 MARTIN: Presents The Oregon Survey of Child Care Center Salaries, Benefits, and Working Conditions: 1994 [EXHIBIT H], a letter in support of SB 247 and SB 248 from Providers Resource Organization [EXHIBIT I], a Letter in support of SB 247 and SB 248 from Children First for Oregon [EXHIBIT J], a letter in support of SB 247 and SB 248 from PRO TEM Professional Staffing Service [EXHIBIT K], a letter in support of SB 247 and SB 248 from Oregon Association of Child Care Directors [EXHIBIT L], and a letter in support of SB 247 and SB 248 from Dorthy Anker, Ph.D [EXHIBIT M]. 243 ACTING CHAIR BRADBURY: This is a one time grant. How will the centers operate next year when the grant money runs out? 248 MARTIN: One of the requirements of the grant would be to have the center formulate a plan. The focus would be to increase salaries and benefits for the workers. The grant money would not be the final solution. SEN. DUKES: How do you plan to get the benefits and salaries increased 256 for these child care centers? 285 MARTIN: Responds to committee discussion relating to the overall child care plan for Oregon. 295 JANIS ELLIOT: Presents written testimony in favor of SB 247 and SB 248 [EXHIBIT N]. 350 ELLIOT: Continues to present [EXHIBIT I] (Target Investment for Maximum Return). 391 MARTIN: Continues to present testimony relating to private sector involvement to form partnership. 418 SEN. DUKES: I believe we need a plan or coalition to leverage funds with the private sector for day care centers. TAPE 48, SIDE B 028 SEN. DUKES: There is a real need for quality child care.

033 $\;$ ELLIOT: It would be helpful for us to set down and review some of the programs and plans that are already in place.

043 MARTIN: Continues to present testimony relating to public/private

partnership and child care facilities.

061 $\,$ JULIE ZIMMERMAN: Presents written testimony in favor of SB 247 and SB 248 [EXHIBIT O].

107 ZIMMERMAN: Continues to present [EXHIBIT J] (Parent Feedback).

123 CAROL MASON: Presents written testimony in favor of SB 247 and SB 248 [EXHIBIT P].

179 MASON: Continues to presents [EXHIBIT K] (Higher Education for Staff Members).

216 ACTING CHAIR BRADBURY: It would be easier to provide grants for capital

investments rather than operating expenses such as pay and benefits.

243 MASON: The grant money could be used to increase salaries and then the cost of these increases could gradually be transfer to the parents in the form of higher child care cost.

263 ACTING CHAIR BRADBURY: I have seen a lot of programs with similar arguments, but as long as the grant money is available they will postpone transferring those cost.

274 ZIMMERMAN; Responds to committee discussion relating to capital expenditures which would make child care centers better.

298 ELLIOT: Continues to present [EXHIBIT H] (Study of Child Care Providers).

346 $\;$ ELLIOT: Continues to present [EXHIBIT H] (Development of Skilled Workforce).

383 $\,$ ACTING CHAIR BRADBURY: I will recommend to Chairmen Lim additional hearings on these child care measures.

421 ACTING CHAIR BRADBURY: Closed PUBLIC HEARING on SB 247 and SB 248.

422 ACTING CHAIR BRADBURY: Adjourns committee meeting at 9:32 a.m.

Submitted by

Bobby Sullinger EXHIBIT LOG

EXHIBIT A -Staff Measure Summary of SB 247, Presented by Joseph Cortright, 1 page. EXHIBIT B -Staff Measure Summary of SB 248, Presented by Joseph Cortright, 1 page. EXHIBIT C -Staff Measure Summary of SB 676, Presented by Joseph Cortright, 1 page. EXHIBIT D -Written testimony relating to SB 676, Presented by Greg Hitchcock, 5 pages. EXHIBIT E -Written testimony against SB 676, Presented by James Prumy, 4 pages. EXHIBIT F -Bingo Handle and Net Income Comparison, Presented by William Hansen, 1 page. EXHIBIT G -Written testimony in favor of SB 247 and SB 248, Presented by Marcia Martin, 2 pages. EXHIBIT H - The Oregon Survey of Child Care Center Salaries, Benefits, and Working Conditions: 1994, Presented by Marcia Martin, 10 pages. A letter in support of SB 247 and SB 248 from Providers Resource EXHIBIT I -Organization, Presented by Marcia Martin, 1 page. EXHIBIT J -A letter in support of SB 247 and SB 248 from Children First for Oregon, Presented by Marcia Martin, 1 page. ЕХНТВІТ К -A letter in support of SB 247 and SB 248 from PRO TEM Professional Staffing Service, Presented by Marcia Martin, 1 page. EXHIBIT L -A letter in support of SB 247 and SB 248 from Oregon Association of Child Care Directors, Presented by Marcia Martin, 1 page. EXHIBIT M - A letter in support of SB 247 and SB 248 from Dorthy Anker, Ph.D, Presented by Marcia Martin, 1 page. EXHIBIT N -Written testimony in support of SB 247 and SB 248, Presented by Janis Elliot, EXHIBIT O -Written testimony in support of SB 247 and SB 248, Presented by Julie Zimmerman, EXHIBIT P -Written testimony in support of SB 247 and SB 248, Carol Mason.