

SENATE COMMITTEE ON
TRADE AND ECONOMIC DEVELOPMENT

April 27, 1995 Hearing Room 137
8:00 a.m. Tapes 73

MEMBERS PRESENT: Sen. John Lim, Chair
Sen. Bill Kenemer, Vice-Chair
Sen. Brenda Brecke
Sen. Gene Derfler
Sen. Joan Dukes

MEMBERS EXCUSED:

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

WITNESSES: Randall Edwards, Oregon State Treasury
Wayne Embree, Oregon Resource and Technology Development

MEASURES HEARD: SB 696 -- Requires State Treasurer to submit annual report
to Governor and Legislative Assembly concerning investment of
state funds in manner benefiting economy of Oregon -- WS

SB 699 -- Establishes Oregon Seed Capital Account within Oregon
and Technology Development Fund -- WS

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 73, SIDE A

001 CHAIR LIM: Brings the committee to order at 8:04 a.m.

SB 696 -- Requires State Treasurer to submit annual report to Governor and
Legislative Assembly concerning investment of specified state funds in
manner benefiting economy of Oregon -- Work Session

002 CHAIR LIM: Opens WORK SESSION on SB 696.

003 CORTRIGHT: Overviews Proposed Amendments to Senate Bill 696-2 [EXHIBIT
A].

031 Committee discussion relating to the need for an emergency clause in SB
696.

037 MOTION: SEN. KENEMER: MOVES to AMEND SB 696-2 amendments to delete
section 7.

038 VOTE: CHAIR LIM: Hearing no objections the amendments are ADOPTED.
SEN. DUKES is EXCUSED.

042 RANDALL EDWARDS: I would propose changing the language on page two of
SB 696-2 relating to seed and early stage venture capital.

048 CORTRIGHT: We can make this line consistent with the rest of the bill
by deleting "seed" and "early stage venture capital".

052 MOTION: SEN. KENEMER: MOVES to ADOPT SB 696-2 amendments and that SB
696-2 amendments be further amended on page 2, line 16, delete "seed" and
"early stage venture capital".

053 VOTE: CHAIR LIM: Hearing no objections the amendments are ADOPTED.
SEN. DUKES is EXCUSED.

056 MOTION: SEN. KENEMER: MOVES SB 696 to the Senate Committee on
Government Finance & Tax Policy in accordance with its prior referral with
a DO PASS AS AMENDED recommendation.

060 VOTE: PASSES: In a roll call vote all members present vote AYE. SEN.
DUKES is EXCUSED.

068 CHAIR LIM: Has the constitutionality of SB 696 been resolved?

079 CORTRIGHT: Overviews a letter from Legislative Counsel regarding the
constitutionality of SB 696-1 amendments [EXHIBIT B].

092 CHAIR LIM: I would like the letter entered into the record.

096 CHAIR LIM: Closed WORK SESSION on SB 696.

SB 699 -- Establishes Oregon Seed Capital Account within Oregon Resource
and Technology Development Fund -- Work Session

097 CHAIR LIM: Opens WORK SESSION on SB 699.

099 CORTRIGHT: Overviews Senate Bill 699.

106 Committee discussion relating to subsequent referral to the Joint
Committee on Way & Means.

134 SEN. DERFLER: We can send this bill to the Joint Committee on Ways &
Means, but I do not believe there is any money left to fund it.

138 SEN. DUKES: I agree with Senator Derfler.

146 CHAIR LIM: The Joint Committee on Ways & Means may be able to fund this
bill. Maybe if we specify an amount to be funded it will increase the
changes for funding.

161 SEN. KENNEMER: What is the current balance of the account?

162 EMBREE: Currently there is about 1 million dollars in the bank.

163 SEN. KENNEMER: How much has been allocated this biennium?

164 EMBREE: There has been no allocation this session.

167 CHAIR LIM: In the past the legislature allocated approximately 20
million dollars to the fund but actually provided approximately half that
much. Is this correct?

172 EMBREE: Yes, you are correct.

173 CHAIR LIM: We may be able to use that as a rationale for requesting 10
million dollars.

179 EMBREE: Responds to committee discussion relating to funding.

191 CHAIR LIM: If we send this bill to ways & means will you be able to
obtain support for it?

192 EMBREE: Yes.

193 MOTION: CHAIR LIM: MOVES to AMEND SB 699 on page 2, line 12 after the
"\$" insert "ten million".

202 VOTE: CHAIR LIM: Hearing no objections the amendment is ADOPTED. All
members are present.

206 MOTION: CHAIR LIM: MOVES SB 699 to the Joint Committee on Ways & Means
with a DO PASS AS AMENDED recommendation.

208 VOTE: PASSES: In a roll call vote all members present vote AYE. All
members are present.

221 CHAIR LIM: Closed WORK SESSION on SB 699.

222 CHAIR LIM: Adjourns committee meeting at 8:24 a.m.

Submitted by

Bobby Sullinger
EXHIBIT LOG

EXHIBIT A - Proposed Amendments to Senate Bill 696-2, Presented by Joseph
Cortright, 3 pages.

EXHIBIT B - A letter from Legislative Counsel regarding the
constitutionality of SB 696-1 amendments, Presented by Joseph Cortright, 1
pages.