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CONFERENCE COMMITTEE ON SB 309

June 5, 1995 Hearing Room 137 4:30 p.m. Tape 1

MEMBERS PRESENT:

Sen. John Lim, Chair Sen. Gene Derfler

Sen. Joan Dukes

Rep. Lundquist

Rep. Shibley

Rep. Snodgrass

MEMBER EXCUSED:

STAFF PRESENT:

Joseph Cortright, Executive Officer Jeri Chase, Office Manager Bobby Sullinger, Assistant

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 1, SIDE A

OO1 CHAIR LIM: Brings committee to order at 4:45 p.m.

CONFERENCE COMMITTEE ON SB 309 -- Directs Oregon Economic Development Commission, in cooperation with Oregon Progress Board and Employment Department to complete study concerning "key industries" in Oregon -- Work Session.

- 002 CHAIR LIM: Opens WORK SESSION on SB 309.
- JOSEPH CORTRIGHT, EXECUTIVE OFFICER: Overviews A-Engrossed Senate Bill
- 309 [EXHIBIT A].
- 009 CORTRIGHT: Overviews B-Engrossed Senate Bill 309 [EXHIBIT B].
- O16 SEN. DERFLER: I do not understand why we have the Economic Development Commission working with the Progress Board and the Employment Department. It does not seem appropriate for these agencies to be involved in deciding criteria for key industries. I can understand using them as a resource, but I want the Economic Development Commission to do the study and decide what criteria to use for selecting key industries. In addition, I want Graphic Communications to be designated a key industry.
- 029 CHAIR LIM: Did you want to make a motion?
- 030 SEN. DERFLER: I would like to return to the a-engrossed version of SB 309.

- 033 REP. SHIBLEY: I believe we should have a thoughtful look at what a key industry is and what criteria to use for future designations.
- O67 CHAIR LIM: I have heard testimony from the Graphic Communications industry, and based on this information I believe Graphic Communications should be included as a key industry.
- 079 REP. SNODGRASS: I prefer the Senate version of the bill.
- 085 REP. LUNDQUIST: I support the Senate version of this bill. Maybe we can merge both versions of the bill and allow Graphic Communications to be designated a key industries and have the study done at the same time.
- 092 SEN. DUKES: I agree we should merge both versions of the bill.
- 103 SEN. DERFLER: I will support using both versions of the bill if we eliminate the Progress Board and the Employment Department from being involved in the decision to formulate criteria for key industries.
- 108 SEN. DUKES: Maybe we should let the Economic Development Commission do the study relating to key industries.
- 109 REP. SHIBLEY: Can we have staff review the language relating to the b-engrossed version of SB 309?
- 112 CORTRIGHT: The bill that extends the sunset on the Progress Board is in the Senate Joint Committee on Ways and Means. The funding for the Progress Board has been approved in the OEDD budget. The Progress Board is envolved because the state strategic plan Oregon Shines, which the Progress Board is the caretaker of, is the one that originated the list of key industries.
- 117 CHAIR LIM: Is there support for passing the bill without adding an amendment relating to the Progress Board?
- 121 REP. LUNDQUIST: Can we have a hearing on this bill at a later time?
- 122 CHAIR LIM: The Senate has been told the last day for conference committee hearings is tomorrow at noon.
- 126 SEN. DUKES: Can we instruct staff to drop an amendment that would keep Graphic Communications as a key industry and include a study of key industries. I believe the study should be done by the Economic Development
- 130 SEN. LIM: Can we just adopt the conceptual amendment and pass the bill out?
- REP. SHIBLEY: The EDC would be remiss in not consulting with the Progress Board and the Employment Department when compiling the report on key industries. I would ask that we change the sunset date of the Progress

Board along with Senator Duke's proposed amendments.

Commission.

- 143 CHAIR LIM: Are there any objections to the proposed amendments?
- 144 SEN. DERFLER: I would object. I do not mind EDC using the Progress Board as a resource, but I do not want the Progress Board deciding on criteria to use for designating key industries. These decision should be left to EDC.

- 151 REP. SHIBLEY: I am not suggesting that the Progress Board make decisions relating to the criteria to use for key industry designation. I want the Progress Board to continue as an entity to be used as a resource for the study by EDC.
- 161 SEN. DUKES: Can we summarize that the Graphic Communications industry should be included on the list of key industries and have a study done by the commission with consultation from the Progress Board?
- 168 REP. SHIBLEY: I agree with the your summary. I also want to extended the sunset on the Progress Board.
- 172 SEN. DUKES: I do not think we can extend the sunset of the Progress Board because we are bound within the scope of the amendments from the House.
- 177 CHAIR LIM: Could you review the proposed amendments?
- 178 CORTRIGHT: I understand that the committee wants to combine section 1 of the a-engrossed bill with section 1 of the b-engrossed bill. In addition, replace the language relating to the Employment Department and the Progress Board making the decision on key industry criteria with language such as: "the EDC after consultation with the Progress Board and the Employment Department will decide on criteria for key industry designation".
- 189 REP. SHIBLEY: What kind of problems would we face if the Progress Board sunsets?
- 190 CHAIR LIM: We are going to pass this bill out with conceptual amendments. Is everyone in agreement?
- 195 REP. SHIBLEY: I think we are doing a disservice to the state if we do not extend the sunset date of the Oregon Progress Board.
- 198 CHAIR LIM: Could you review the language once again to make sure everyone understands the proposed amendments?
- 200 CORTRIGHT: The direction, as I understand it, would be to combine section 1 of the a-engrossed bill with section 1 of the b-engrossed bill. In addition, on page 1, line 4 of the b-engrossed bill, delete "in cooperation" and insert "after consultations".
- 204 MOTION: SEN. LIM: MOVES that the Senate CONCUR in the House amendments
- to SB 309-A dated May 10, 1995 and that the bill be FURTHER AMENDED and RE-PASSED.
- 205 VOTE: PASSES: In a roll call vote, SEN. DERFLER, DUKES, LIM and REP. LUNDQUIST and SNODGRASS vote AYE. REP. SHIBLEY votes NO.
- 211 SEN. DERFLER will lead discussion on the Senate Floor.
- 212 REP. LUNDQUIST will lead discussion on the House Floor.
- 213 CHAIR LIM: Closed WORK SESSION on SB 309.
- 213 CHAIR LIM: Adjourns meeting at 5:04 p.m.

Submitted by,

Bobby Sullinger Committee Assistant

EXHIBIT SUMMARY:

EXHIBIT A - A-Engrossed Senate Bill 309, Presented by Joseph Cortright, 1 page.

EXHIBIT B - B-Engrossed Senate Bill 309, Presented by Joseph Cortright, 2 pages.