

HOUSE COMMITTEE ON COMMERCE SUBCOMMITTEE ON BUSINESS

April 26, 1993 Hearing Room H170 8:30 a.m. Tapes 96-97

MEMBERS PRESENT: Rep. Hedy Rijken, Chair Rep. Lisa Naito Rep. Liz VanLeeuwen Rep. Cynthia Wooten

MEMBER EXCUSED: Rep. Bob Repine

STAFF PRESENT: Janet McComb, Committee Administrator Debbie Schieno, Committee Clerk

MEASURES CONSIDERED: SB 235A - Public Hearing/Possible Work Session HB 3167 - Public Hearing/Possible Work Session SB 460 - Public Hearing/Possible Work Session HB 2112 - Public Hearing/Possible Work Session SB 646 - Public Hearing

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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. [--- Unable To Translate Graphic ---]

TAPE 96, SIDE A

003 CHAIR RIJKEN: Calls the meeting to order at 9:25 a.m.

PUBLIC HEARING ON SB 235A

005 JANET McCOMB, COMMITTEE ADMINISTRATOR: Outlines Preliminary Staff Measure Summary (EXHIBIT A).

048 TIM MARTINEZ, OREGON BANKING ASSOCIATION: Explains the difference in dollars between savings banks. -Answers questions from the members.

WORK SESSION ON SB 235A

074 MOTION: REP. WOOTEN moves SB 235A to the full Commerce Committee with a do pass recommendation.

VOTE: Hearing no objection, the motion carries. Rep. Repine is excused.

REP. RIJKEN will lead discussion in the full Commerce committee.

PUBLIC HEARING ON 3167

085 JANET McCOMB, COMMITTEE ADMINISTRATOR: Outlines the Preliminary Staff Measure Summary (EXHIBIT B), the hand-engrossed HB 3167-1 (EXHIBIT C)

and fiscal analysis (EXHIBIT D).

128 TIMOTHY WOOD, ASSISTANT ATTORNEY GENERAL: Introduces Mark Nelson and Ron DeMoss.

147 RON DeMOSS, OREGON DEALERS ASSOCIATION: Speaks to the proposed amendments and rent-to-own transactions. -This bill will allow the industry to clearly and accurately disclose to consumers what they are purchasing or renting. -Answers questions from the members.

222 MR. WOOD: Clarifies language in the proposed amendments. -The bill will allow the industry to clearly and accurately disclose to consumers what they are purchasing or renting.

268 MARK NELSON, OREGON RENT-TO-OWN: The industry is bringing is bill forward in an attempt to prevent the type of abuse addressed by this

bill.

300 MR. WOOD: Continues to outline the proposed amendments.

TAPE 97, SIDE A

001 Committee continues to review the proposed amendments.

076 RON TERRY, OWNER, RENT-TO-OWN: Submits and reviews testimony in opposition to HB 3167 (EXHIBIT E). -Answers questions from the members.

203 MS. McCOMB: Reviews hand-engrossed HB 3167 section by section.

373 MR. NELSON: Responds to question from Rep. VanLeeuwen regarding insurance coverage on the rented items.

390 MR. DeMoss: Explains liability waivers.

TAPE 96, SIDE B

009 MR. TERRY: Outlines contract attached to testimony (SEE EXHIBIT E).

016 MARY ALICE BJORK, DEPARTMENT OF INSURANCE AND FINANCE: Explains the insurance concerns of the bill regarding property of the lessor.

056 MR. WOOD: Explains Section 5 (11) concerning the \$5 fee language.

107 MR. NELSON: Explains that a rent-to-own company does not have to charge a late fee under this legislation. If they do charge a late fee, they

cannot charge more than \$5.

180 MS. McCOMB: Continues outline.

WORK SESSION ON HB 3167

310 REP. WOOTEN: Expresses concern with Section 10.

324 REP. NAITO: Agrees with Rep. Wooten and also expresses concern with Section 6.

344 MOTION: REP. WOOTEN moves to adopt the HB 3167-1 amendment, deleting Section 10 of the proposed amendments.

VOTE: Hearing no objection, the motion carries. Rep. Repine is excused.

361 MOTION: REP. WOOTEN moves HB 3167-1, as amended, to the full Commerce Committee with a do pass recommendation.

VOTE: The motion carries with Rep. VanLeeuwen voting NO. Rep. Repine is excused.

REP. NAITO will lead discussion in the full Commerce Committee.

PUBLIC HEARING ON SB 460

395 JANET McCOMB, COMMITTEE ADMINISTRATOR: Outlines Preliminary Staff Measure Summary (EXHIBIT F).

TAPE 97, SIDE B

016 FRANK BRAUNER, BANKERS ASSOCIATION: Explains that SB 460 deals with the investment of public funds. This does not expand the investments.

WORK SESSION ON SB 460

030 MOTION: REP. WOOTEN moves SB 460 to the full Commerce Committee with a do pass recommendation.

VOTE: Hearing no objection, the motion carries. Rep. Repine is excused.

REP. WOOTEN will lead discussion in the full Commerce Committee.

PUBLIC HEARING ON HB 2112

043 JANET McCOMB, COMMITTEE ADMINISTRATOR: Outlines Preliminary Staff Measure Summary (EXHIBIT G), hand-engrossed HB 2112-1 (EXHIBIT H) and

the Fiscal Analysis (EXHIBIT I). 071 LEWIS LITTLEHALES, PROGRAM EXECUTIVE, INSURANCE DIVISION: Addresses the proposed HB 2112-1 amendments.

118 MARY ALICE BJORK, DIRECTOR, INSURANCE DIVISION: All members of the work group, including the premium finance companies, agree with the proposed amendments. -Answers questions from the members.

WORK SESSION ON HB 2112

272 MOTION: REP. WOOTEN moves to adopt the HB 2112-1 amendments.

VOTE: Hearing no objection, the motion carries. Rep. Repine is excused.

280 MOTION: REP. WOOTEN moves HB 2112, as amended, to the full Commerce Committee with a do pass recommendation.

VOTE: Hearing no objection, the motion carries. Rep. Repine is excused.

REP. WOOTEN will lead discussion in the full Commerce Committee.

PUBLIC HEARING ON SB 646

Submitted for the record, Preliminary Staff Measure Summary (EXHIBIT J).

310 FRANK BRAUNER, OREGON BANKERS ASSOCIATION: Submits and review testimony in favor of SB 646 (EXHIBIT K).

Announcements.

377 CHAIR RIJKEN: Adjourns the meeting at 11:15 a.m.

Submitted by:

Reviewed by:

Debbie Schieno
Administrator

Janet McComb Clerk

EXHIBIT LOG:

A - Preliminary Staff Summary - 2 pages B - Preliminary Staff Summary - 2 pages C - Amendments to HB 3167 - Dept. of Justice - 8 pages D - Fiscal Analysis on HB 3167 - 1 page E - Testimony on HB 3167 - Terry - 5 pages F - Preliminary Staff Summary - 2 pages G - Preliminary Staff Summary - 2 pages H - Amendments to HB 2112 - 7 pages I - Fiscal Analysis - Staff - 1 page J - Preliminary Staff Summary - 2 pages K - Testimony on SB 646 - Brauner - 2 pages