HOUSE COMMITTEE ON COMMERCE SUBCOMMITTEE ON BUSINESS

May 19, 1993 Hearing Room H170 8:30 a.m. Tapes 122 - 124

MEMBERS PRESENT: Rep. Bob Repine, Chair Rep. Hedy Rijken, Vice-Chair Rep. Lisa Naito Rep. Liz VanLeeuwen Rep. Cynthia Wooten

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

MEASURES CONSIDERED: HB 2125 - Work Session HB 3481 - Public Hearing HB 2113 - Public Hearing HB 3006 - Public Hearing

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

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 122, SIDE A

005 Chair Repine calls the meeting to order at 10:00 a.m.

PUBLIC HEARING ON HB 3481

025 Administrator McComb submits staff measure summary and the -1 amendments (Exhibit A) $\,$

040 Ward Barry submits alternative -1 amendments and explains the changes (Exhibit B) > Answers members' questions 066 > Rep. Wooten asks what effect this will have on small fire districts > Rep. Wooten asks how this will effect paid firefighters. No effect 095 Chair Repine says that the alternative -1 amendments will need to be examined

WORK SESSION ON HB 2125

140 Administrator McComb submits staff measure summary and the -4 amendments (Exhibit C)

Chair Repine explains the intent of the -4 amendments

Rep. VanLeeuwen clarifies the effect this will have on cities

MOTION: Rep. Rijken moves that the -4 amendments BE ADOPTED

Discussion: Rep. Wooten states that she believes this bill penalizes local cities > Chair Repine explains that this is not a violation of a trust

VOTE: In a roll call vote Reps. Naito, Rijken, VanLeeuwen and Chair Repine vote AYE, Rep. Wooten votes NO and the motion CARRIES.

MOTION: Rep. Rijken moves HB 2125, as amended, to the full committee with a DO PASS recommendation

VOTE: In a roll call vote Reps. Rijken, Naito, and Chair Repine vote AYE, Rep. Wooten votes NO and the motion CARRIES. Rep. VanLeeuwen is excused

Chair Repine will carry the bill

PUBLIC HEARING ON HB 3006

286 Administrator McComb submits staff measure summary and impact statements (Exhibit D)

300 Kevin Hanway and Jon Egge, Association of Plumbing, Heating, and Cooling Contractors, testifying in support of the bill, submit and summarize prepared statement - (Exhibit E)

TAPE 123, SIDE A

Jon Egge continues his testimony 132 > Rep. Naito asks whether the letter of the law is being followed > Kevin Hanway clarifies that the cost of the permit is prohibitive for professional plumbers to replace minor fixtures 202 > Rep. Rijken asks questions about page 5 220 > Rep. Naito asks how minor repair is defined

260 Gary Wright, Local 290, submits suggested amendments to the bill (Exhibit F)

300 Ray Kerridge, City of Portland, testifies in opposition to the bill

PUBLIC HEARING ON HB 2113

355 Administrator McComb submits staff measure summary and the -1 and -2 amendments (Exhibit F)

TAPE 122, SIDE B

010 Al Elkins, Oregon Auto Body Craftsmen, testifying in support of the bill, submits and summarizes prepared statement (Exhibit H) > Explains the history of the -1 and -2 amendments

035 Leif Hansen, Oregon Autobody Craftsmen, testifying in support of the bill, submits and summarizes prepared statement (Exhibit I) > Rep. Naito asks whether it is a good policy to direct someone to an auto repair shop. > Rep. Wooten asks about current policy. Insurance agencies and some repair shops have closed up to each other and are short-changing the customers > Rep. Rijken asks what COD is. Circle of Dependability

203 Alan Phlemmons, Auto Body Excellence, testifies in support of the bill 259 > Answers members' questions

280 Tom Glen, Perfection Auto Glass, testifies in support of the bill > Cites examples of manipulation of insurance companies

360 Gary Goody, Canby Auto Body Car Store, testifies in opposition to the bill > States that the partnership with insurance agencies has been good

TAPE 123, SIDE B

Sam Phipps, I-G-R, testifies in support of the bill > The free enterprise system has been taken away

079 Gil Frances, National Glass Co., testifies in support of the bill > "Networks" have been formed based on lowest price, not quality > DRP people are being directed, not given a choice

167 Larry Pressnall, Four Corner's Auto Body, testifies in support of the bill > Has turned down insurance companies because he serves customers, not insurance agencies

203 Fred Saunders, customer of services, > Gives example of his being directed by an insurance agency to an auto body shop

279 Edward Dahm, Craftsman Body & Paint, testifies in support of the bill > Cites example of angry customer > States his complaints about the insurance agencies directing to preferred auto shops

342 Brian Gray, consumer, states his complaint about going to a preferred auto shop 391 John Ridgeway, John's Frame Alignment, testifies in support of the bill > Cites example of customer complaint

TAPE 124, SIDE A

033 Terry Mostul, Artistic Auto Body, testifies in opposition to the bill > Member of a COD > Answering Rep. Wooten, states that about 20% of his customers come from Farmer's Insurance > Did sign a contract with the insurance company, but not about price

087 Jim Corliss, Corliss Collision Carstar, testifying in opposition to the bill, submits and summarizes prepared statement (Exhibit J)

124 Linda Darnell, customer, states story of being directed to a bad auto body shop

173 Chair Repine adjourns the meeting at 12:05 p.m.

Submitted by

Reviewed by

Rick Gaupo Jan McComb Committee Clerk Committee

Administrator

Exhibit Log: A - HB 3481, Staff, 2 pages B - HB 3481, Ward Barry, 1 pages C - HB 2125, Staff, 15 pages D - HB 3006, Staff, 3 pages E - HB 3006, Jon Egge, 13 pages F - HB 3006, Gary Wright, 1 page G - HB 2113, Staff, 5 pages H - HB 2113, Al Elkins, 3 pages I - HB 2113, Leif Hansen, 18 pages