HOUSE COMMITTEE ON COMMERCE SUBCOMMITTEE ON LABOR

April 9, 1993 Hearing Room D 8:30 a.m. Tapes 80 - 83

MEMBERS PRESENT: Rep. John Watt, Chair Rep. Lee Beyer Rep. Michael Payne Rep. Charles Starr Rep. Bob Tiernan

STAFF PRESENT: Marilyn Johnston, Committee Administrator Rick Gaupo, Committee Clerk

MEASURES CONSIDERED: HB 2907 - 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 80, SIDE A

006 Chair Watt calls the meeting to order at 8:30 a.m.

Public Hearing on HB 2907

Chair Watt presents the history of this proposal

027 Administrator Johnston submits and summarizes Staff Measure Summary, -1 amendments and impact statements - (Exhibit A)

038 Rep. Luke and Mike Smith, Salem Home Builders Association, submit and summarize prepared statement - (Exhibit B) 119 > Chair Watt asks for an example of the current problem 195 > Vice-Chair Beyer: What authority do insurance agencies have to set fines? Rep. Luke responds. Mike Smith responds, giving example from the work force 270 > Rep. Johnson: Will this bill cover the following examples? > Rep. Luke responds to carpet laying example > Rep. Luke responds to the sheetrock example 390 > Rep. Starr asks about two independent contractors working together > Rep. Luke responds. Two independent contractors working together must carry worker's comp

TAPE 81, SIDE A

037 > Rep. Tiernan: How does this bill hurt the smaller contractor? Mike Smith: We are worried about over-regulation 127 > Rep. Tiernan: What if a general contractor hires two independent contractors to do the same task? Rep. Luke and Mike Smith respond 215 > Chair Watt offers a more reasonable scenario of a subcontractor getting behind and hiring another worker 325 > Rep. Shiprack gives the history of the bill

TAPE 80, SIDE B

022 > Vice-Chair Beyer asks Rep. Shiprack why an independent contractors can't choose exempt and then not be covered by worker's comp. Rep. Shiprack responds

116 Rep. Rijken testifies supporting the -1 amendments

136 Jim Getten, Independent Contractors of Oregon (ICO), testifies in support of the bill with the -1 amendments > Answers members' questions

256 Darrel Hoen, ICO, speaking in opposition of the bill, submits and summarizes prepared statement - (Exhibit C) > Answers members' questions > Rep. Tiernan asks about signing a disclaimer

TAPE 81, SIDE B

045 Rick Harris, ICO, testifies in opposition to the bill

081 Marilyn Adkins, ICO, testifies in opposition to the bill > Answer members' questions > Rep. Starr asks whether this bill moves us further to irresponsibility of private action > Chair Watt asks questions about the amendments

143 Mary Mann, ICO, testifies in opposition to the bill, submits and summarizes prepared statement - (Exhibit D) > Answer members' questions

TAPE 82, SIDE A

067 Stephen Kaforry and Ron Creswick, Oregon Remodelers Association, testify in support of the bill > Stephen Kaforry submits and summarizes prepared statement - (Exhibit E) > Answers members' questions > Ron Creswick submits and summarizes prepared statement - (Exhibit F) > Answers members' questions

220 John Grund, semi-retired Builder, testifying in support of the bill, submits and summarizes prepared statement - (Exhibit G)

TAPE 83, SIDE A

020 John Parrot, Attorney, testifying in opposition to the bill, submits a copy of the law that already states that independent contractors are not covered under worker's comp - (Exhibit H)

132 Fred Van Natta, Oregon Home Builders Association, clarifies what he believes this bill does 312 > Answers members' questions > Rep. Payne asks questions about section 1 (6)

David Hudson submits written testimony for the record (Exhibit I)

469 Chair Watt adjourns the meeting at 11:35 a.m.

Submitted by

Reviewed by

Rick Gaupo Clerk Marilyn Johnston Committee Committee Administrator

EXHIBIT LOG: A - HB 2907, Staff, Staff Measure Summary, 4 pages B - HB 2907, Rep. Luke, Prepared Testimony, 4 pages C - HB 2907, ICO, Prepared Testimony, 2 pages D - HB 2907, Mary Mann, Prepared Testimony and

letters of objection, 49 pages E - HB 2907, NARI, Prepared Testimony, 1
page F - HB 2907, Ronald Creswick, 2 pages G - HB 2907, John Grund,
Prepared Testimony, 4 pages H - HB 2907, John Parrot, Law, 5 pages I HB 2907, David Hudson, Prepared Testimony, 1 page