HOUSE COMMITTEE ON RULES AND REORGANIZATION

June 2, 1993 Hearing Room E 1:30 p.m. Tapes 72 - 73

MEMBERS PRESENT: Rep. John Watt, Chair Rep. Lonnie Roberts, Vice-Chair Rep. Dave McTeague Rep. Cedric Hayden Rep. Michael Payne Rep. Eldon Johnson Rep. Fred Girod Rep. Avel Gordly Rep. Delna Jones

STAFF PRESENT: Adrienne Sexton, Committee Administrator Bryan Boehringer, Committee Clerk

MEASURES CONSIDERED: SB 181 - Relating to organization of the Employment Department; appropriating money; declaring an

emergency.

[--- 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 72, SIDE A

003 CHAIR WATT: Calls the meeting to order at 1:38 p.m.

PUBLIC HEARING ON SB 181 Witnesses: Carl Fredrick, Associated Oregon Industries Irv Fletcher, Oregon AFL-CIO

008 ADRIENNE SEXTON, COMMITTEE ADMINISTRATOR: The bill reorganizes the current Employment Division. Explains past testimony that was heard on

the bill.

040 CARL FREDRICK, ASSOCIATED OREGON INDUSTRIES: Submits and reviews testimony in support of SB 181. (EXHIBIT A)

049 REP. ROBERTS: Asks about Fredrick's participation on the reorganization advisory board.

052 FREDRICK: Explains that he is a member of the Governor's Advisory Committee to the Employment Division.

058 IRV FLETCHER, OREGON AFL-CIO: Testifies in support of SB 181 . Discusses elevating the division to Department status.

WORK SESSION ON SB 181

084 CHAIR WATT: Explains that Ms. Mattson will summarize the sections of the bill.

095 REP. JOHNSON: Asks about the relationship between the two

documents.

097 CHAIR WATT: Explains the survey and the answers.

100 PAMELA MATTSON, EMPLOYMENT DIVISION: Explains the overview provided in the index of the handout. Explains the goals of the restructuring.

(EXHIBIT B)

140 REP. ROBERTS: Asks about CSD responsibilities that would be transferred to the new Office of Child Care.

144 MATTSON: Explains that the licensing responsibility will transfer to the Office of Child Care.

150 REP. ROBERTS: Asks about the liability of the Child Care Office. What are the guarantees?

155 MATTSON: Explains the process of making the Office safe and effective.

166 REP. ROBERTS: Asks about background checks of the employees.

169 MATTSON: Explains that the checks would be made by the division.

177 REP. ROBERTS: Asks about responsibility of the state, i.e. in cases of molestation.

185 JANICE ELLIOT, CHILD CARE COORDINATOR, DEPARTMENT OF HUMAN RESOURCES: Explains the risk management approach to child care.

204 REP. JOHNSON: Asks about amendments.

206 MATTSON: Discusses her meeting with Speaker Campbell. Explains that there is no opposition to the plan. Continues explaining sections. - Discusses Senate confirmation process for new director. - Explains the transfer of assets. - Discusses the transfer of the appeals board.

254 REP. ROBERTS: Asks about the placement of the appeals board, currently. How can the appeals board be fair if it is placed in the Department.

258 MATTSON: Explains that the there is no control of the appeals board in the statutory changes.

263 REP. ROBERTS: Who funds the appeals board?

265 MATTSON: It is funded separately. Discusses the program review process of the appeals board.

310 REP. JOHNSON: Asks about the senate confirmation of the Director position.

318 MATTSON: Explains that the Department was attempting to parallel the program to other departments.

331 REP. JOHNSON: Asks about the appointment of the deputy.

332 MATTSON: Explains that all further appointments in the

Department are done by the Agency head.

 $337\,$ CHAIR WATT: Discusses the relationship between agency heads and the Commission.

349 MATTSON: Explains the transfer of the child care commission.

383 CHAIR WATT: Asks about the number of members chosen for the board.

405 KIM PARKER, CHILD CARE COMMISSION: Explains that the original motivation was to downsize the budget.

411 REP. D. JONES: Agrees with the downsizing.

420 CHAIR WATT: Asks about the Women's Commission member of the board.

425 PARKER: Child care is not just a women's issue. The at large position would be more effective.

448 REP. PAYNE: Asks about the cut in providers.

453 PARKER: Explains the decrease in order to maintain representation.

468 REP. MCTEAGUE: Discusses the loss of Dan Vazinni to the Commission.

481 REP. ROBERTS: Asks about the referral representative.

491 PARKER: Explains the need for the referral representative because of the shift of responsibilities.

TAPE 73, SIDE A

035 REP. ROBERTS: Discusses the perceptions of a "referral representative".

041 REP. D. JONES: Explains the resource and referral system. Explains that the system merely directs the parents to services, it does not

guarantee the quality of the services.

052 REP. ROBERTS: Explains that the state needs to check these sources out.

054 REP. D. JONES: Explains that the responsibility is not with the Division. Explains the differences between Child Care Centers and Child Care Providers.

063 REP. ROBERTS: Discusses concerns with the responsibility issue.

067 REP. D. JONES: Explains that the responsibility lies within the licensing system, and not the referral system.

071 PARKER: Clarifies the referral position.

079 REP. ROBERTS: Asks who would handle quality of care problems.

086 BOBBY WEBER, LINN BENTON COMMUNITY COLLEGE: Discusses the process of handling complaints. 101 REP. MCTEAGUE: Discusses making a commitment to maintain quality of the child care programs. Explains the need for adequate funding.

123 MATTSON: Explains funding problems between the different sections of the Department.

141 CHAIR WATT: Discusses the new language on page 11 of the A-Engrossed bill.

149 MATTSON: Explains that the licensing capabilities will remain the same.

152 CHAIR WATT: Asks about possible changes in the administration of the licensing.

157 REP. HAYDEN: Asks about assurance of making the programs more cost effective.

162 MATTSON: Explains that this reorganization package was not put together with a increased cost effectiveness goal. Explains that it is hard to

tell if the Department will be more cost effective. Discusses the

language changes in the bill.

190 CHAIR WATT: Suggests a better way to change the responsibilities, rather than a straight transfer of the current structure.

207 MATTSON: Discusses the latchkey programs. Explains the day care licensing process, and the transfer of criminal records.

248 CHAIR WATT: Asks about the fiscal.

249 MATTSON: Explains the additional costs of transferring the program.

266 REP. ROBERTS: Asks about the inclusion of the '95-'97 budget.

270 MATTSON: Explains the addition of the subsequent biennium. Explains that the inclusion of those numbers is the policy of the Legislative

Fiscal Office. Discusses other savings in the budget.

298 REP. JOHNSON: Discusses the surcharge.

303 CHAIR WATT: Asks the Committee if they would like Ms. Mattson to go over the submitted responses to the Committees reorganization questions.

312 REP. PAYNE: Asks about the net savings in the reorganization. 317 MATTSON: Explains that there will be a net savings of approximately \$450,000. 320 REP. MCTEAGUE: Discusses the Workers Quality Council.

324 MATTSON: Discusses the Director's relationship with the Workers Quality Council.

335 CHAIR WATT: Discusses the bill that would require the movement of the Workforce Quality Council to the Economic Development Department.

347 REP. MCTEAGUE: Asks about the location of the Job Partnership Training Act.

348 CHAIR WATT: Explains that JPTA is located in Oregon Economic Development Division.

356 REP. HAYDEN: Explains that he is in favor of the flat funded 199 5-97 budget.

369 MOTION: REP. D. JONES: Moves SB 181 A be referred to the COMMITTEE ON APPROPRIATIONS with a DO PASS recommendation.

VOTE: 9-0 Motion passes AYE: Girod, Gordly, Hayden, Johnson, Jones, McTeague, Payne,

Roberts, Watt NO: None

383 CHAIR WATT: Adjourns the meeting at 2:30 p.m.

Submitted by:

Reviewed by:

Bryan Boehringer Adrienne Sexton Committee Clerk Committee Administrator

EXHIBIT LOG:

A - Testimony on SB 181 A - Carl Fredrick - 2 pages B - Testimony on SB 181 A - Pamela Mattson - 11 pages C - Testimony on SB 181 A - Pamela Mattson - 32 pages