June 23, 1993 Hearing Room E 1:30 p.m. Tapes 95 - 96

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

MEMBER EXCUSED: Rep. Michael Payne

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

MEASURES CONSIDERED: HB 3644 - Relating to compensation of elected officials of state or political subdivisions thereof. SB 166-A - Relating to the reorganization of certain functions of state government; 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 95, SIDE A

003 CHAIR WATT: Calls the meeting to order at 2:07 p.m.

PUBLIC HEARING ON HB 3644 Witnesses: Rep. Lisa Naito, District 15 Diane Cowan, Oregon People's Utility District Association

- 006 ADRIENNE SEXTON, COMMITTEE ADMINISTRATOR: HB 3644 prohibits a state or local elected official from receiving a salary or compensation increase on which he/she voted, for the duration of the office term in which the official's vote was made.
- 020 REP. LISA NAITO, DISTRICT 15: Submits and reviews testimony in support of HB 3644. (EXHIBIT A)
- 050 REP. ROBERTS: Discusses problems with staggered terms of office. Suggests possible changes to take these problems into consideration.
- 073 REP. NAITO: Discusses the insertion of a Legislative body provision. Explains moving the bill on the Legislative body and working on the

other portions in the Senate.

107 CHAIR WATT: Asks about the deletion of the sections. Asks about the time constraints.

- 115 REP. NAITO: Explains that she has consulted with the Senate, and is confident that the bill will move through the process.
- 122 DIANE COWAN, OREGON PEOPLE'S UTILITY DISTRICT ASSOCIATION: Submits and reviews testimony in support of HB 3644. (EXHIBIT B)

WORK SESSION ON HB 3644

- 137 CHAIR WATT: Discusses Rep. Naito's amendments.
- 149 MOTION: REP. ROBERTS: Moves to ADOPT the CONCEPTUAL NAITO amendments.
- 152 REP. MCTEAGUE: Objects to the motion. The bill needs to be passed in full. We need to take care of the problems now.
- 161 REP. ROBERTS: Discusses concerns with the fairness of the legislation.
- 164 REP. NAITO: Explains the time constraint facing legislation.
- 170 REP. GORDLY: Discusses concerns with the staggered terms.
- 177 REP. GIROD: Discusses support of the bill. Discusses the accountability in the bill.
- 184 REP. D. JONES: Discusses the reason for her vote.
- VOTE: 6-1 Motion passes AYES: Girod, Gordly, Johnson, Milne, Roberts, Watt NO: McTeague EXC.: Hayden, Payne
- 198 MOTION: REP. ROBERTS: Moves HB 3644, AS AMENDED, to the Floor with a DO PASS recommendation.
- VOTE: 7-0 Motion passes AYE: Girod, Gordly, Johnson, Jones, McTeague, Roberts, Watt NO: None EXC.: Hayden, Payne
- REP. NAITO will lead discussion on the Floor.
- PUBLIC HEARING ON SB 166 A Witnesses: Gary Weeks, Department of Insurance Geoff Guilfoy, Department of Insurance 226 GARY WEEKS, DEPARTMENT OF INSURANCE: Submits and reviews testimony in support of SB 166 A. (EXHIBIT C)
- $458\,$ REP. GORDLY: Asks about boards that are similar to this type of organizational structure.
- 467 WEEKS: Gives some examples and explains the organizational structure.

TAPE 95, SIDE A

- 035 WEEKS: Continues with testimony.
- 049 REP. D. JONES: Asks about the processing of the budgets.
- 052 WEEKS: Explains that he is not aware of any budgets that have gone through the entire process. Explains the process of processing the

budgets.

- 060 REP. D. JONES: Asks if the $\,$ budgets were drafted under the old structure or the new structure.
- 069 GEOFF GUILFOY, DEPARTMENT OF INSURANCE: Explains the process that the budgets are in.
- 074 REP. ROBERTS: Asks if there are any general funds used in the budgets.
- 075 WEEKS: Explains that there is no general fund money used. Continues with testimony. Explains the amendments.
- 124 CHAIR WATT: Asks about directing penalty fees to the general fund.
- 126 WEEKS: Explains the need to conform with other programs.
- 152 REP. GORDLY: Asks about the rationale for removing two of the boards from the process.
- 154 WEEKS: Discusses the testimony from the state agency boards. Discusses the Senate vote.
- 179 REP. JOHNSON: Discusses the number of public members on the board.
- 184 WEEKS: Discusses the composition of the board.
- 196 REP. JOHNSON: Discusses concerns with the amount of public members on the board.
- 212 CHAIR WATT: Asks about the appointment of members who are not affiliated with the industry.
- 215 WEEKS: Discusses affiliations with the industries. Discusses statistics. (EXHIBIT D) Discuses the assessment of fees. Discusses

the acquisition of equipment.

347 REP. D. JONES: Discusses concerns with combating high overhead by cutting agencies from the state. What does this say about our state's

managing skills?

- 357 WEEKS: Explains that the size is what inhibits performance by the state agencies.
- 373 REP. D. JONES: Discusses concerns with agency efficiency.
- 392 GUILFOY: Discusses the reasons for more efficiency in the smaller agencies.
- 410 WEEKS: Continues with testimony. Discusses the affirmative action report.

- 432 REP. GORDLY: Discusses concerns with the poor affirmative action numbers.
- 436 WEEKS: Discusses the lack of turnover.
- 450 CHAIR WATT: Asks about the boards independence.
- 457 WEEKS: Explains that the board administrators appoint their own staff.
- 461 CHAIR WATT: Discusses concerns with the affirmative action concerns.
- 472 REP. HAYDEN: Asks about the collection of affirmative action statistics.
- 478 WEEKS: Explains that every agency provides statistics on the makeup of their work force.

TAPE 95, SIDE B

- 049 WEEKS: Continues with testimony. Discusses amendments.
- 056 GUILFOY: Explains the substance of the amendments.
- 094 WEEKS: Discusses technical amendments.
- 098 GUILFOY: Discusses -2 amendments.
- 110 WEEKS: Continues with the explanation of the amendments.
- 124 REP. MCTEAGUE: Discusses the analogies of the SAIF corporation and the Lottery Commission. Discusses concerns with the process of creating

independent boards. Suggests a sunset clause.

- 153 WEEKS: Discusses the addition of a sunset clause.
- 174 REP. MCTEAGUE: Discusses the planned review of the plan.
- 178 WEEKS: Discusses the Legislature's oversight function.
- 187 REP. JOHNSON: Discusses concerns with the definition of a public member. Asks for possible testimony regarding the issue.
- 212 IVAN HOYER, TAX PROFESSIONALS FOR CONSUMER PROTECTION: Submits and reviews testimony in support of SB 166 A. (EXHIBIT E & F) 283 KAREN DELORENZO, SMALL AGENCY NETWORK FOR EFFECTIVENESS: Testifies in support of SB 166 A.
- 345 MARY BARON, BOARD OF EXAMINERS OF LICENSED DIETITIANS: Submits and reviews testimony in support of SB 166 A. (EXHIBIT G).
- 399 LUCINDA POTTER, EXECUTIVE DIRECTOR OF THE OREGON STATE MORTUARY AND CEMETERY BOARD: Testifies in support of SB 166 A.
- 428 REP. JOHNSON: Asks about the status of public members.
- 434 POTTER: Discusses the composition of their board.

- 452 REP. JOHNSON: Asks if the attorneys had prior affiliation with the industry.
- 455 POTTER: None at all.
- MOLLY EMMONS, VETERINARY BOARD: Testifies in support of SB 166 A.

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- 030 EMMONS: Continues with testimony.
- 046 DELL ISHAM, OREGON DENTAL HYGIENIST ASSOCIATION: Testifies in support of SB 166 A. (EXHIBIT H).
- 083 JIM DAVIS, OREGON STATE COUNCIL OF SENIOR CITIZENS: Testifies in support of SB 166 A.
- 094 REP. JOHNSON: Asks about the advocacy position by the senior citizens.
- 105 DAVIS: Discusses the purpose of the boards.
- 122 CHAIR WATT: Asks about the testimony that was presented to the Senate.
- 124 ISHAM: Explains that they did not testify in front of the Senate.
- 133 HERB GOODMAN, OREGON BOARD OF DENTISTRY: Testifies in support of SB 166 A. Asks for the Board of Dentistry to be added back in the bill.
- 200 BETTY REYNOLDS, OREGON BOARD OF DENTISTRY: Discusses administrative concerns. Testifies in support of SB 166 A. Discusses problems with

the current organization.

- 256 RICHARD HUGHES: Submits and reviews testimony in support of SB 166 A. (EXHIBIT I)
- 302 REP. HAYDEN: Discusses conflicts of interest.
- 310 CHAIR WATT: Adjourns the meeting at 3:58 p.m.

Submitted by: Reviewed by:

Bryan Boehringer Adrienne Sexton Committee Clerk
Committee Administrator

EXHIBIT LOG:

A - Testimony on HB 3644 - Rep. Lisa Naito - 3 pages B - Testimony on HB 3644 - Diane Cowan - 4 pages C - Testimony on SB 166 - Gary Weeks - 17 pages D - Testimony on SB 166 - Gary Weeks - 1 page E - Testimony on SB 166 - Ivan Hoyer - 2 pages F - Testimony on SB 166 - Ivan Hoyer -

approx. 300 pages - * The only copy of this testimony is located in the Archives G - Testimony on SB 166 - Mary Baron - 1 page H - Testimony on SB 166 - Dell Isham - 1 page I - Testimony on SB 166 - Richard Hughes - 1 page J - Testimony on SB 167 - Gary Weeks - 13 pages K -Testimony on SB 166 - Jim Hill - 1 page L - Testimony on SB 167 - Kent Haworth - 1 page M - Testimony on SB 166 - William Pease - 1 page N -Testimony on SB 166 - Joan Bouchard - 1 page O - Testimony on SB 166 -Board of Accountancy - 3 pages P - Testimony on SB 166 - Board of Psychologist Examiners - 3 pages Q - Testimony on SB 166 - Elizabeth Buys - 3 pages R - Testimony on SB 166 - Carol Fleming - 2 pages S -Testimony on SB 166 - Georgia Spence - 2 pages T - Testimony on SB 166 - Duane Anderson - 3 pages U - Testimony on SB 166 - Barbara Orazio - 2 pages V - Testimony on SB 166 - Vicky Williams - 2 pages W - Testimony on SB 166 - Peggy Smith - 3 pages X - Testimony on SB 166 - Kathleen Soderberg - 2 pages Y - Testimony on SB 166 - Edward Graham - 2 pages Z - Testimony on SB 166 - Susan Wilson - 4 pages AA - Testimony on SB 166 - Tax Service Examiners - 4 pages BB - Testimony on SB 166 - Rep. Liz VanLeeuwen - 1 page