SENATE COMMITTEE ON JUDICIARY

March 5, 1993 Hearing Room C 1:00 p.m. Tapes 39-41

MEMBERS PRESENT: Sen. Dick Springer, Chair

Sen. Neil Bryant
Sen. Jeannette Hamby
Sen. Bob Shoemaker
Sen. Catherine Webber

MEMBERS EXCUSED: Sen. Grattan Kerans

STAFF PRESENT: Karen Quigley, Committee Counsel Kirk Bailey, Committee Assistant

ISSUES DISCUSSED: Public Hearing and Work Session on SB 208 $\,$

Public Hearing on SB 340 and SB 372

Work Session on SB 216, SB 212, SB 229, SB 407

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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.

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TAPE 39, SIDE A

003 SEN. SHOEMAKER: Opens the hearing at 1:05 pm.

Public Hearing and Work Session

SB 208: Allows notice of appeal to be filed with clerk of trial court for $\ensuremath{\text{court}}$

purpose of time limitations on filing.

WITNESSES:

HENRY KANTOR, ATTORNEY

JUDGE BILL RICHARDSON, COURT OF APPEALS

CHARLIE WILLIAMSON, OREGON TRIAL LAWYERS ASSOCIATION

011 HENRY KANTOR: Submits and reviews $\mbox{ written testimony in support of the}$

bill (EXHIBIT A).

>Submits letter from Callahan & Shears with amendments to the bill

(EXHIBIT B).

120 SEN. SHOEMAKER: Opportunity to review amendments?

KANTOR: Have only seen hand written counsel amendments.

129 SEN. SHOEMAKER: Summarizes SB 208-2 amendments (EXHIBIT C). What do you think?

KANTOR: Correct. Amendments are an improvement on the existing law.

148 SEN. SHOEMAKER: Doesn't correct some of the other problems, such as notifying opposing counsel.

KANTOR: Then I am concerned. Nobody has proposed changes to time limit for filing.

>Amendment is trying to remove requirement to notify opposing counsel.

Most important reason for the bill.

164 SEN. SHOEMAKER: Jurisdiction is established by filing notice of appeal

within time limit, correct?

KANTOR: Correct.

170 SEN. SHOEMAKER: Incidents of filing appeal are not jurisdictional fundamentally?

KANTOR: They have been in the past.

173 SEN. SHOEMAKER: Leaves 30 days in place, allows it to be overlooked if sent to wrong court and all other aspects are discretionary?

KANTOR: Can support that draft.

178 SEN. BRYANT: SB 208-2 does leave in section 1, subsection 5, which would address the issue.

183 SEN. SHOEMAKER: Clarifies provision citations. Committee discusses citation and effect of amendments.

219 JUDGE RICHARDSON: Comments on the bill generally on behalf of the

Judicial department. >Requests clarification of draft under consideration.

238 SEN. SHOEMAKER: SB 208-2 amendments essentially replace the bill.

Committee is concerned with that draft.

JUDGE RICHARDSON: Comments generally with concerns about the bill. >Important for opposing counsel to be notified when appeal has started.

>If that not jurisdictional then something must be done.

292 SEN. SHOEMAKER: Clarifies intent and effect of the bill.

JUDGE RICHARDSON: Bill places substantial burden on the court. Summarizes appeal process and effect of bill.

- 404 CHARLIE WILLIAMSON: Testifies in support of the bill. Urges passage.
- 414 KANTOR: Provides additional testimony in support of the bill. Comments

on SB 208-2 amendments.

>Remove 2.a. or we are stuck at status quo.

474 SEN. SHOEMAKER: Not ready to move bill. >Bill tabled for further consideration.

TAPE 40, SIDE A

036 KAREN QUIGLEY, COMMITTEE COUNSEL: Reviews LC drafts

LC 3564: At the request of Oregon Bankers Association (EXHIBIT S).

LC 3667: At the request of Judiciary (EXHIBIT T)

LC 2578: At the request of Senator Cohen (EXHIBIT U)

047 MOTION: SEN. SHOEMAKER: Moves introduction of LC drafts. VOTE: Hearing no objection, drafts are introduced.

Public Hearing

SB 340: Allows disclosure of material for information produced during

discovery related to personal injury action or action for wrongful

death even though protective order has been entered if disclosure is $% \left(\frac{\partial f}{\partial x}\right) =0$

to another attorney representing client in similar or

WITNESSES:

HENRY KANTOR, COUNCIL ON COURT PROCEDURES
CHARLES RUTTAN, OREGON ASSOCIATION OF DEFENSE COUNSEL
CHARLIE WILLIAMSON, OREGON TRIAL LAWYERS ASSOCIATION
JON STUBENVOLL, OSPIRG
MIKE WILLIAMS, COUNSEL FOR MEGAN CLARKE
SCOTT GALLANT, OREGON MEDICAL ASSOCIATION
RAY MENSING, CITIZEN
JIM GARDNER, PHARMACEUTICAL MANUFACTURERS ASSOCIATION
CHARLES RUTTAN, OREGON ASSOCIATION OF DEFENSE COUNSEL
BETSY BAILEY, ASSOCIATED OREGON INDUSTRIES
MEGAN CLARKE, CITIZEN

JEFF FOOTE, TRIAL LAWYERS FOR PUBLIC JUSTICE

- 059 SEN. SHOEMAKER: Due to similarity of SB 372 and SB 340 the bills will be considered together.
- 063 HENRY KANTOR: Testifies in general on the bill.
- 118 CHARLIE WILLIAMSON: Submits and reviews written testimony in support of the bill (EXHIBIT N). Submits hand-engrossed amendments to SB 340

(EXHIBIT I).

- 165 JON STUBENVOLL: Submits and reviews written testimony in support of the bill (EXHIBIT F).
- 218 MIKE WILLIAMS: Testifies in support of the bill, on behalf of Megan

Clarke.

>Summarizes her case involving Dow-Corning.

>Information obtained by Dow-Corning indicated safety problems with silicone breast implants but was suppressed after lawsuit. Information would have saved Ms. Clarke significant medical problems.

- MEGAN CLARKE: Testifies in support of the bill. >Describes medical history and effect of silicone breast implants.
- JEFF FOOTE: Testifies in support of the bill.
 >This legislation expedites discovery process and still leaves
 discretion to the courts.
- 393 WILLIAMSON: Plays videotape with background information from national media (EXHIBIT O).

TAPE 39, SIDE B

O41 SCOTT GALLANT: Testifies in opposition to the bill. >Courts already have the authority to release information if necessary.

>Changing the process will increase litigation.

- O66 RAY MENSING: Testifies in opposition to the bill.

 >Court already has authority to release information.

 >Bill is confusing in what it tries to accomplish.

 >Affects more than product liability such as medical records where

 privacy is at issue.

 >On SB 372 no definition of dangerous products, present or future

 danger, improvements to land, dangerous procedures.

 >SB 372 also removes right to settlement.
- 112 SEN. SHOEMAKER: Parties can enter protected agreement, then if one wishes to disclose they can be prevented by the court, how does it get to the court?
- 123 WILLIAMSON: Summarizes process of judicial review.
- 158 SEN. SHOEMAKER: So burden is on defendant to take to court?

 WILLIAMSON: Burden on both parties if they want judge to agree.
- 164 GALLANT: Section lacks definition; it is over-broad and vague.

176 SEN. SHOEMAKER: Vagueness would lead defendant to take agreement to court to define and court could decide on balance between privacy or public interest?

GALLANT: Suggests alternative interpretation.

- 199 MENSING: This bill will force everything back to court despite effort
 to avoid court in the first place.
- 209 WILLIAMSON: Expresses appreciation of OMA concerns and is open to consider definitions of dangerousness.
- 227 JIM GARDNER: Testifies in opposition to the bill. Submits written transcript of Council on Court Procedures, December 1992 meeting with background on the bill (EXHIBIT H).
- 313 CHARLES RUTTAN: Submits written testimony on SB 340 (EXHIBIT D) and SB 372 (EXHIBIT E), and statement before committee (EXHIBIT M) in opposition to the bills.
- 357 BETSY BAILEY: Submits and reviews written testimony in opposition to the bill, particularly SB 340 (EXHIBIT G).
- 413 SEN. SHOEMAKER: Gardner's position is SB 372 is inappropriately vague?

GARDNER: Correct.

418 SEN. SHOEMAKER: Judge should be able to decide dangerousness and balance of public interest and privacy. Response?

 ${\tt GARDNER:}$ Comments generally on the appropriate balance of public policy

issues and privacy.

>Council on Court Procedures was given authority to balance these issues.

TAPE 40, SIDE B

- O23 SEN. SHOEMAKER: Proposal has not been brought before council?

 GARDNER: SB 340 has been before the Council. Council was not willing to move on the policy issues in SB 372.
- 027 SEN. SHOEMAKER: Would SB 372 be brought to the Council, or should it stay with legislature?

GARDNER: Legitimate issue. Believes it is within Council's jurisdiction.

SEN. SHOEMAKER: Steps beyond procedure and addresses substantive

issues. Isn't that the province of the Legislature?

GARDNER: Not certain. Intertwined with procedural issue.

037 RUTTAN: Perhaps the committee could send to the Council to deal with

issues.

>Questions whether judge can decide without a mini trial to review case.

056 GARDNER: Suggests soliciting further input from Council and Judges

associations.

064 SEN. WEBBER: If you accept assumption that role of government is t.o

protect citizens, isn't it simpler to prohibit protective orders in

product cases?

078 BAILEY: Business community concerned about revelation of important

corporate information.

SEN. WEBBER: Then we say personal injury product cases.

BAILEY: That would be a start.

Work Session

SB 216: Provides that form of conveyance is not necessarily factor determining market value of property.

QUIGLEY: Reviews bill and SB 216-2 amendments (EXHIBIT J).

>Amendments are acceptable to all parties.

>Advised by Legislative Counsel that relating clause needs to state

"Relating to appraisal". Amendment is included in SB 216-2 amendments.

>Statement on fiscal/revenue impact.

116 CHAIR SPRINGER: SB 216-2 amendments create essentially new bill.

Acceptable?

118 WALTER GOWELL: Acceptable, and reflects agreement between all parties

involved.

- JIM WILCOX, DEPARTMENT OF REVENUE: Supports amendment.
- 127 SEN. SHOEMAKER: Comments on redundancy in line 7 regarding mandatory

adjustments.

GOWELL: "Mandatory" not necessary.

137 SEN. SHOEMAKER: It was not intended to make substantive change? Next

line might say "to otherwise comparable sales."?

GOWELL: No. That would be agreeable.

144 MOTION: SEN. SHOEMAKER: moves to ADOPT SB 216-2 amendments dated 3/4/93

with additional amendments described above.

VOTE: Hearing no objection the amendments are ADOPTED.

149 MOTION: SEN. SHOEMAKER: moves SB 216, AS AMENDED, be sent to the floor

with a DO PASS recommendation.

VOTE: In a roll call vote all members present vote AYE. SEN. KERANS is excused.

CHAIR SPRINGER: The motion CARRIES.

SEN. SHOEMAKER will lead discussion on the floor.

SB 407: Allows donor of semen used in artificial insemination and woman who is artificially inseminated to agree that donor shall be father of child born as result of insemination.

166 BOB CASTAGNA, OREGON CATHOLIC CONFERENCE: Testifies in opposition to the bill.

>Suggests adoption as alternative.

- 262 REPRESENTATIVE KATE BROWN: Testifies in support of the bill.
- 277 MARK JOHNSON, OREGON STATE BAR: Testifies in support of the bill. >Legislation is intended to resolve constitutional problem.
- 302 SEN. SHOEMAKER: Why doesn't third holding in the McIntyre case address

problem.

JOHNSON: Addresses issue but forces parties to court.

statute?

JOHNSON: Statute's purpose is to encourage parties to put agreement on paper. Settles rights prior to insemination.

- 329 BROWN: Clarifies anonymous donors are still protected.
- 338 SEN. SHOEMAKER: Does that cure the constitutional problem? >What happens if parties do not comply with statute?

JOHNSON: Due process rights are waivable, so if statute provides mechanisMprotecting those rights, if statutory action not taken then rights are waived. >Assumption is that action would be taken in knowledge of the law whether that was the case or not.

- 370 CASTAGNA: Comments in rebuttal.
- 386 REPRESENTATIVE BROWN: Bill does not effect current Oregon law concerning surrogacy.
- 392 CHAIR SPRINGER: Inquires if committee is ready to move.
- 395 SEN. WEBBER: Prefers not to.
- 397 CHAIR SPRINGER: Tables issue for later hearing.
- 401 SEN. SHOEMAKER: Requests additional research on surrogacy law.
- SB 229: Requires court to appoint certified court interpreters if available,
 willing and able to serve.
- 419 QUIGLEY: Reviews bill and SB 229-1 amendments (EXHIBIT L). Reviews SB

229-1 hand-engrossed amendments (EXHIBIT O).

>Letter from Linden describing amendments (EXHIBIT P).

>SB 229-1 includes Sen. Shoemaker's amendments.

>No revenue impact; fiscal impact which may require referral to Ways
and
 Means.

- 446 CHAIR SPRINGER: Fiscal impact?
- 452 BILL LINDEN, STATE COURT ADMINISTRATOR: Needs to go to Ways and Means
 for other fund authorization and program has front end costs to begin program.
- 466 CHAIR SPRINGER: Bill already has prior referral to Ways and Means.

TAPE 41, SIDE A

- 022 LINDEN: SB 229-1 amendments incorporate amendments from all parties,
 who are in full agreement.
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- $\ensuremath{\text{033}}$ SEN. HAMBY: What is protocol for sending SB 229 to House before sending

to Ways and Means?

LINDEN: The sooner the better. Plans to raise issue at budget hearings on 21st.

- 039 CHAIR SPRINGER: Consistent with Sen. Hannon's request.
- 041 MOTION: SEN. HAMBY: moves to ADOPT SB 229-1 amendments as further hand

engrossed, dated 3/1/93.

VOTE: Hearing no objection, the amendments are ADOPTED.

048 MOTION: SEN. HAMBY: moves SB 229, AS AMENDED, be referred to Ways and

Means Committee with a DO PASS recommendation.

VOTE: In a roll call vote all members present vote AYE. SEN. KERANS is excused.

- 052 The motion CARRIES.
- SB 212: Exempt from execution amounts received by debtor under certain agreements for sale of real or personal property to the extent that amounts are to be paid to another person.
- 060 QUIGLEY: Reviews bill and SB 212-1 amendments (EXHIBIT K).
- ${\tt O77}\,{\tt WALTER}$ GOWELL, OREGON STATE BAR: Amendments are result of consultation

with interested parties and there is no opposition.

090 CHAIR SPRINGER: Any opposition from bankers.

GOWELL: No comment from bankers.

- 095 JIM MARKEE, OREGON COLLECTORS ASSOCIATION: No objection to amendments.
- 101 SEN. SHOEMAKER: Suggests change to line 10, page 4, reference to ORS

23.160 (1)(1) to clarify statutory reference.

- 108 GOWELL: That section has been deleted.
- 109 SEN. SHOEMAKER: Where is that deletion?
- 112 GOWELL: That section is replaced by SB 212-1 amendments.
- 117 SEN. SHOEMAKER: So add to SB 212-1 amendments deletion of lines 8 through 10 on page 4?
- 122 GOWELL: Yes. Section no longer placed in exemption of statute.
- 125 MOTION: moves to AMEND SB 212-1 amendments by deleting lines 8--10 on

page 4 of the printed bill.

VOTE: Hearing no objection, the motion CARRIES.

131 MOTION: CHAIR SPRINGER: moves to ADOPT SB 212-1 amendments further

amended, dated 3/4/93.

VOTE: Hearing no objection, the amendments are ADOPTED.

133 MOTION: SEN. SHOEMAKER: moves SB 212, AS AMENDED, be sent to

the

floor with a DO PASS recommendation.

VOTE: In a roll call vote all members present vote AYE. SEN. KERANS is excused.

137 The motion CARRIES.

SEN. BRYANT will lead discussion on the floor.

143 CHAIR SPRINGER: Reviews LC drafts.

LC 3466: At the request of Judiciary committee (EXHIBIT Q)
LC 2256: At the request of Oregon Bankers Association (EXHIBIT R)

MOTION: CHAIR SPRINGER: moves LC drafts be introduced. VOTE: Hearing no objection, drafts are introduced.

CHAIR SPRINGER: Adjourns hearing at 3:00 pm.

Submitted by: Reviewed by:

Kirk Bailey Karen Quigley Assistant Administrator

EXHIBIT LOG:

- A Testimony on SB 208 Henry Kantor 3 pages
- B Testimony on SB 208 James Callahan 3 pages
- C Amendments to SB 208 Staff 3 pages
- D Testimony on SB 340 Charles Ruttan 2 pages
- E Testimony on SB 372 Charles Ruttan 2 pages
- F Testimony on SB 372 Jon Stubenvoll 3 pages
- G Testimony on SB 340 Betsy Bailey 2 pages
- H Testimony on SB 340 and SB 372 James Gardner 6 pages
- I Testimony on SB 340 Charlie Williamson 3 pages
- J Amendments to SB 216 Staff 1 page
- K Amendments to SB 212 Staff 3 pages
- L Amendments to SB 229 Staff 5 pages
- M Testimony on SB 340 Charles Ruttan 8 pages
- N Testimony on SB 340 Charles Williamson
- O Amendments to SB 229 Staff 7 pages
- P Testimony on SB 229 Bill Linden 1 page
- Q LC 3466, 13 pages
- R LC 2256, 118 pages
- S LC 3564, 2 pages
- T LC 3667, 30 pages
- U LC 2578, 11 pages