

Exec. Appt. - EDD Director SB 148 - PH & WKS HJR 62 PH & WKS SB 124 -
WKS SB 971 - WKS

SENATE COMMITTEE ON TRADE AND ECONOMIC DEVELOPMENT

April 27, 1993 HRB, State Capitol 8:00 a.m. Salem, OR

Tapes 80-83

Executive Appointment - Economic Development Department Director - Bill
Scott Arts Commission Re-Timed Legislative Session Regional Strategies
International Trade Institute

MEMBERS PRESENT: SEN. JOYCE COHEN, CHAIR SEN. SHIRLEY GOLD SEN.
JEANNETTE HAMBY SEN. KARSTEN RASMUSSEN SEN. BILL KENNEMER SEN. JOHN LIM,
VICE CHAIR SEN. CATHERINE WEBBER

MEMBERS EXCUSED:

STAFF PRESENT: JOSEPH CORTRIGHT, EXECUTIVE OFFICER BRIDGET BAILEY
JERI CHASE, OFFICE MANAGER

WITNESSES: BILL SCOTT, GOVERNOR'S RECOMMENDED APPOINTMENT AS
DIRECTOR OF ECONOMIC DEVELOPMENT DEPARTMENT MARK OVERBECK, LEGISLATIVE
LIAISON, GOVERNOR'S OFFICE LESLIE TUOMI, DIRECTOR, OREGON ARTS
COMMISSION JON JAQUA, DEPUTY DIRECTOR, ECONOMIC DEVELOPMENT DEPARTMENT
LISE GLANCY, REGIONAL STRATEGIES MANAGER, ECONOMIC DEVELOPMENT
DEPARTMENT REPRESENTATIVE JOHN WATT SENATOR BILL BRADBURY, PRESIDENT OF
THE SENATE REPRESENTATIVE LARRY CAMPBELL, SPEAKER OF THE HOUSE DONNA
MERRILL, SECRETARY OF THE SENATE RAMONA KENADY, CHIEF CLERK OF THE HOUSE
JOHN LATTIMER, LEGISLATIVE FISCAL OFFICER JIM SCHERZINGER, LEGISLATIVE
REVENUE OFFICER KATHLEEN BEAUFIT, CHIEF DEPUTY, LEGISLATIVE COUNSEL
JOAN RUTLEDGE, REGIONAL STRATEGIES SECTION, ECONOMIC DEVELOPMENT
DEPARTMENT MARY PEARLINE, MARION COUNTY COMMISSIONER GIL LATZ, PORTLAND
STATE UNIVERSITY/INTERNATIONAL TRADE INSTITUTE FRANK DAVIS, GEORGE S.
BUSH & COMPANY, INC. DR. JEAN MATER, VICE PRESIDENT, MATER ENGINEERING

NOTE: These minutes contain materials which paraphrases and/or
summarizes statements made during this meeting. Only text enclosed in
quotation marks reports a speaker's exact words. For complete contents
of the proceedings, please refer to the tapes.

TAPE 80, SIDE A

000 CHAIR COHEN: Convenes meeting at 8:10 a.m.

Executive Appointment - Economic Development Director - Bill Scott

010 CHAIR COHEN: Invites BILL SCOTT up to speak to his proposed

appointment as Director of the Economic Development Department and what he sees as the mission of the agency.

012 BILL SCOTT: Begins testimony.

057 SEN. LIM: What are your thoughts on the influx of population into the Portland-Metropolitan area?

065 SCOTT: It raises issues of population and livability.

089 SEN. HAMBY: How important do you see the issue of telecommunications, as it relates to economic development.

097 SCOTT: Communication infrastructure in place is essential, particularly for communities without as much hope of transportation infrastructure.

115 MOTION: SEN. GOLD MOVES the Governor's appointment of Bill Scott as Director of the Economic Development Department to the Senate Floor with a recommendation that his appointment be confirmed.

VOTE: PASSES, 7-0

SB 148 - Oregon Arts Commission to EDD - Public Hearing and Work Session

140 MARK OVERBECK: Overviews background on SB 148. Submits Draft Criteria on SB 148 (EXHIBIT A).

180 BILL SCOTT: Testifies in support of SB 148.

190 LESLIE TUOMI: Testifies in support of SB 148. Presents Proposed -1 amendments to SB 148 (EXHIBIT B).

256 MOTION: SEN. HAMBY MOVES adoption of the Proposed -1 Amendments to SB 148 .

VOTE: PASSES, WITHOUT OBJECTION.

264 Committee discussion.

302 JIM CRAVEN: Testifies in support of SB 148.

414 CHAIR COHEN: I would recommend that this bill be moved to the Senate Ways and Means Committee.

460 MOTION: SEN. GOLD MOVES SB 148, as amended, to the Committee on Ways and Means (add subsequent referral to Committee on Ways and Means).

465 Committee discussion.

TAPE 81, SIDE A

030 Committee discussion.

065 VOTE: PASSES, 7-0.

SB 124 - Regional Strategies Program Changes - Work Session

085 JOSEPH CORTRIGHT: Begins overview of Proposed-3 Amendments to

SB 124 (EXHIBIT C) and Hand-engrossed SB 124 (EXHIBIT D).

118 LISE GLANCY: Responds to discussion regarding definitional change.

122 MOTION: CHAIR COHEN MOVES adoption of language in lines 9 and 10, page 1, of EXHIBIT D.

VOTE: PASSES, WITHOUT OBJECTION.

129 CORTRIGHT: Overviews amendment on Lines 11 - 16, Page 1, of EXHIBIT D.

135 MOTION: CHAIR COHEN MOVES adoption of language in lines 11 through 16, page 1, EXHIBIT D.

VOTE: PASSES, WITHOUT OBJECTION.

138 CORTRIGHT: Overviews amendment at the end of page 1 and top of page 2 of EXHIBIT D.

153 Committee discussion regarding proposed additional language on line 22 and the need to not exclude what may be lower than family-wage jobs and job retention.

215 JON JAQUA: We are not in favor of strategies that increase low-wage jobs, however, the flexibility is important.

220 CHAIR COHEN: Requests that EDD work with Committee staff to draft language for this line that focuses on leading to strategy to get to increased wage job bases.

SEN. HAMBY: Requests measurable outcomes.

JAQUA: These are long-term strategies and we need to be very clear on your expectations.

255 CORTRIGHT: Continues overview of EXHIBITS C and D. Discusses amendment proposed before line 30 on page 2 of EXHIBIT D.

265 CHAIR COHEN: Recommends approval of other language, but removal of words "on an equal basis".

263 Committee discussion.

MOTION: CHAIR COHEN MOVES to remove the words "on an equal basis" from page 2 of EXHIBIT D (after line 29).

VOTE: PASSES, WITHOUT OBJECTION.

MOTION: SEN. HAMBY MOVES adoption of proposed language after line 29, on page 2 of EXHIBIT D, as amended, above.

VOTE: PASSES, WITHOUT OBJECTION.

HJR 62 - Retimed Legislative Session - Public Hearing

400 REPRESENTATIVE JOHN WATT: Overviews background on HJR 62.

TAPE 80, SIDE B

030 SEN. BILL BRADBURY: Testifies in support of HJR 62.

079 SPEAKER LARRY CAMPBELL: Testifies in support of HJR 62.

122 SEN. GOLD: This concept has been around for a long time. Where is the statutory implementing legislation?

138 REP. WATT: In the House committee. Several issues still to be addressed.

152 SPEAKER CAMPBELL: If we can work out all of the details, this could be on the ballot in June.

173 SEN. KENNEMER: What does the organizational session in January look like?

185 SPEAKER CAMPBELL: A brief organizational session; joint interim committees.

227 REP. WATT: The two enabling bills will allow you to debate the specifics.

243 Committee discussion.

448 DONNA MERRILL: Begins testimony on HJR 62.

TAPE 81, SIDE B

030 MERRILL: Continues testimony.

075 RAMONA KENADY: Testifies in support of HJR 62.

122 JOHN LATTIMER: Testifies in support of HJR 62.

206 JIM SCHERZINGER: Testifies in support of HJR 62.

230 CORTRIGHT: Presents proposed -1 Amendments to HJR 62 (EXHIBIT E).

258 MOTION: SEN. GOLD: MOVES adoption of Proposed -1 Amendments to HJR 62 (EXHIBIT E).

VOTE: PASSES, WITHOUT OBJECTION.

410 KATHLEEN BEAUFIT: Discusses ratification issues.

458 MOTION: SEN. HAMBY MOVES HJR 62, as amended, to the Senate Floor with a Do Pass recommendation.

500 VOTE: PASSES, 6-1. Kennemer

TAPE 82, SIDE A

SB 124 - Regional Strategies Program Changes - Work Session

045 CORTRIGHT: Continues overview of EXHIBITS C and D. Describes proposed language changed on page 2A, EXHIBIT D.

MOTION: SEN. HAMBY MOVES adoption of language on page 2A of EXHIBIT D.

VOTE: PASSES, WITHOUT OBJECTION

CORTRIGHT: Describes proposed language on lines 11 through 13 on page 3 of EXHIBIT D.

MOTION: CHAIR COHEN MOVES proposed language on lines 11 through 13 on page

3 of EXHIBIT D.

VOTE: PASSES, WITHOUT OBJECTION.

066 CORTRIGHT: Describes proposed language in lines 6 through 12 on page 3A of EXHIBIT D.

070 CHAIR COHEN: Are these changes do-able by the department?

JOAN RUTLEDGE: Yes. This is language proposed by the department.

MOTION: CHAIR COHEN MOVES language in lines 6 through 12 on page 3A of EXHIBIT D.

VOTE: PASSES, WITHOUT OBJECTION.

CORTRIGHT: Describes proposed language in lines 12 through 19 on page 3A of EXHIBIT D.

085 CHAIR COHEN: Are the participants comfortable with this language?

GLANCY: We are comfortable with it; AOC may have a different view.

Committee discussion.

199 MARY PEARMINE: Testifies about her concern with words "A Regional Strategy shall not be approved . . ."

Committee discussion.

335 MOTION: CHAIR COHEN MOVES adoption of lines 12 through 19 on page 3A, EXHIBIT D.

VOTE: PASSES, WITHOUT OBJECTION.

341 CORTRIGHT: Continues overview of EXHIBITS C and D. Describes proposed language in lines 21 -30 on page 5 of EXHIBIT D. On line 26, the hand-written amount of "10 %" should have been the amount that was recommended in the evaluation but I don't know what that amount is - I do know it is not 10. Perhaps EDD knows.

GLANCY: The amount recommended for loan funds and business development in the evaluation was 25 percent. AOC and EDD have jointly agreed to a 30 percent level that we have previously recommended in another amendment. The evaluation didn't recommend a percentage, however, it did recommend a match from local committees with a suggestion that county proceeds from video lottery could be used for that match. Again, in a previous amendment AOC and EDD have recommended that there not be a limitation on technical assistance and staff support; that should be a board decision.

382 SEN. WEBBER: I would agree with that recommendation.

SEN. RASMUSSEN: I also agree.

SEN. KENNEMER: I would favor a lower number so that technical assistance cannot evolve into a major part of the project.

GLANCY: I would rather a dollar figure be used than a percentage since a percentage of a lower populated, i.e., rural, area would tend to be lower and they need the help most.

452 SEN. LIM: Recommends some form of guidelines.

Committee discussion.

TAPE 83, SIDE A

030 JAQUA: Could we do this by administrative rule - based on this discussion and the clear intent of the committee.

035 SEN. KENNEMER: Perhaps that would be a way out of this, to state that a portion could be used.

045 CORTRIGHT: If you revert to the language in printed bill, it provides for a specified percentage to be used, but that percentage is determined by EDD.

050 GLANCY: I am concerned about the word "percentage". I think "portion" would be a better word.

Committee discussion.

088 MOTION: CHAIR COHEN MOVES that the word "percentage" in line 21, page 5 of EXHIBIT D be replaced with the word "portion".

VOTE: PASSES, WITHOUT OBJECTION.

100 CORTRIGHT: Describes language included in lines 26 through 29 on page 5 of EXHIBIT D.

107 SEN. WEBBER: I would recommend 30 percent.

MOTION: CHAIR COHEN MOVES that 25 percent be included in line 21 on page 5 of EXHIBIT D.

VOTE: PASSES, 5-2. VOTING NAY: SENATORS RASMUSSEN and WEBBER.

130 CORTRIGHT: Overviews additional proposed amendments to SB 124 (EXHIBIT F).

194 MOTION: CHAIR COHEN MOVES to adopt EXHIBIT F as additional amendments to SB 124.

VOTE: PASSES, WITHOUT OBJECTION.

205 GLANCY: Presents EDD's Proposed amendment to SB 124 to clarify ambiguity regarding minimum duration of strategy and regional configurations:" (EXHIBIT G).

275 MOTION: SEN. HAMBY MOVES the adoption of EXHIBIT G as an additional amendment to SB 124.

VOTE: PASSES, WITHOUT OBJECTION.

290 MOTION: SEN. HAMBY MOVES SB 124 to the Senate Floor or to the Senate Committee on Ways and Means, at the discretion of the Senate President, with a Do Pass recommendation.

294 CORTRIGHT: We did have one outstanding proposed language issue on this bill and if we could adopt language to address that, then the bill will be ready to move.

377 MOTION: CHAIR COHEN MOVES amended language on line 22: "strategy will retain, increase, or lead to an increase in the number of family wage jobs in this state".

380 VOTE: PASSES, WITHOUT OBJECTION.

388 VOTE: 6-0. EXCUSED: SENATOR HAMBY.

SB 971 - International Trade Institute - Public Hearing & Work Session

400 GIL LATZ: Begins testimony in support of SB 971. Submits information on SB 971 (EXHIBIT H). Submits Proposed -1 Amendments to SB 971. (EXHIBIT H).

450 FRANK DAVIS: Testifies in support of SB 971.

TAPE 82, SIDE B

030 FRANK DAVIS: Continues testimony.

066 JEAN MATER: Testifies in support of SB 971.

112 Committee discussion.

120 MOTION: CHAIR COHEN MOVES the deletion of lines 30 and 31 on page 1 and page 2.

130 VOTE: PASSES, WITHOUT OBJECTION.

132 MOTION: SEN. LIM MOVES adoption of the Proposed -1 Amendments.

133 VOTE: PASSES, WITHOUT OBJECTION.

134 MOTION: SEN. LIM MOVES SB 971, as amended, with a Do Pass recommendation to the Senate Floor and request that the subsequent referral to the Committee on Ways and Means be rescinded.

145 VOTE: PASSES, 5-0. EXCUSED: SENATORS GOLD and HAMBY.

147 CHAIR COHEN: Adjourns meeting at 11:20 a.m.

Submitted by,

Jeri Chase

EXHIBIT SUMMARY

EXHIBIT A - SB 148 - Draft Criteria Responses, submitted by Mark Overbeck, 2 pages

EXHIBIT B - SB 148 - Proposed -1 Amendments to SB 148, submitted by Leslie Tuomi, 1 page

EXHIBIT C - SB 124 - Proposed -1 Amendments to SB 124, submitted by Joseph Cortright, 3 pages

EXHIBIT D - SB 124 - Hand-engrossed Version of SB 124-3, submitted by Joseph Cortright, 7 pages

EXHIBIT E - HJR 62 - Proposed -1 Amendments to HJR 62, submitted by Joseph Cortright, 2 pages

EXHIBIT F - SB 124 - Additional Proposed Amendments to SB 124, submitted by Joseph Cortright, 1 page

EXHIBIT G - SB 124 - Proposed Amendment to SB 124 to clarify, submitted by Lise Glancy, 1 page

EXHIBIT H - SB 971 - Written testimony, submitted by Gil Latz, 2 pages

EXHIBIT I - SB 971 - Proposed -1 Amendments to SB 971, submitted by Gil Latz, 1 page