

Senate T&E Committee  
March 29, 1991  
Page  
Exec. Appts.  
SB 336 - WKS  
SB 364 - WKS  
SB 363 - PH

SENATE LEGISLATIVE COMMITTEE  
ON TRADE AND ECONOMIC DEVELOPMENT

March 29, 1991Hearing Room 343  
3:00 P.M.State Capitol  
Salem, OR

Tapes 56 - 57

Executive Appointments/Reappointments -  
Oregon International Port of Coos Bay  
Charles Zipprodt  
Mark Hamlin  
Film & Video Commission  
Wood Products Competitiveness Commission  
Wood Products Procurement

MEMBERS PRESENT:           SEN. WAYNE FAWBUSH, CHAIR  
                                  SEN. JIM HILL  
                                  SEN. PEG JOLIN  
                                  SEN. EUGENE TIMMS

MEMBERS EXCUSED:SEN. SCOTT DUFF  
                                  SEN. JEANNETTE HAMBY

STAFF PRESENT:            JOSEPH CORTRIGHT, EXECUTIVE OFFICER  
                                  TAMIRA MILLER, POLICY ANALYST  
                                  JERI CHASE, OFFICE MANAGER

WITNESSES:MARK HAMLIN, PORT OF COOS BAY  
CHARLES ZIPPRODT, PORT OF COOS BAY  
TOM O'CONNOR, OREGON MUNICIPAL ELECTRONIC UTILITIES  
LIBBY HENRY, EUGENE WATER AND ELECTRIC BOARD  
VALERIE SALISB URY, LEAGUE OF OREGON CITIES  
JOHN SCOFIELD, OREGON STATE HIGHWAY DIVISION

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 56, SIDE A

000 CHAIR FAWBUSH convenes the meeting at 3:00 p.m.

Executive Appointments/Reappointments

010 CHAIR FAWBUSH: Review your background and what you want to do for Coos Bay.

020 MARK HAMLIN: I am interested in the Port because it is a means for me to feed my family. The Port needs to maintain the dredging and we need to work on some infrastructure. Most important we need to create jobs in the Coos Bay area. The economy is dependent on shipping. We are too dependent on exporting we need to focus on imports. As for the future of the port, we will never become a "super port", but there is a niche for us to respond to the Pacific Rim and, ultimately, the European market.

073 CHARLES ZIPPRODT: I am concerned about a wider range of opportunities for the people residing in our area than are presently available. I have been in the private sector all of my life. The Port of Coos Bay is major economic engine on the South Coast. I am happy to be in partnership with State of Oregon. I think the Port is a viable enterprise.

103 FAWBUSH: What was your expertise in banking?

110 ZIPPRODT: I was a commercial banker I headed the commercial lending division.

115 MOTION: SEN. HILL moves to recommend the appointment of Mark Hamlin and Charles Zipprodt to the Port of Coos Bay.

VOTE: By roll call vote (4-0) the committee approves the recommendation of the appointment of Mark Hamlin and Charles Zipprodt to the Port of Coos Bay. Voting AYE: SENATORS HILL, TIMMS, JOLIN and FAWBUSH. EXCUSED: SENATORS DUFF and HAMBY.

SB 336 (Film & Video) - Work Session

130 TAMI MILLER: Presents Proposed -3 Amendments to SB 336 (EXHIBIT A).

179 MOTION: The CHAIR moves on page 2, in line 2 of the -3 amendments to insert "sub section 2" at the end of the line.

VOTE: Being no objection the above amendments are adopted.

196 SEN. JOLIN: Can the department absorb this cost?

200 CHAIR FAWBUSH: In the lottery allocation there is a proposal by the Governor for \$1 million for Key Industries. This is a Key Industry, so we will attempt to fund this from that allocation.

236 SEN. J. HILL: When we get to the discussion of Key Industries then we will flag the Film and Video board.

238 CHAIR FAWBUSH: You will want to ask the department how they are going to approach Key Industries and this would be a good example.

264 MILLER: In my discussions with the department, part of the reason they don't want to set up a special fund for Key Industries is because if they do that for Key Industries then they will be asked to do that by the other 10 Key Industries and that puts them in the position of having to come back and ask you for 9 additional Key Industry accounts.

272 MILLER: Continues EXHIBIT A.

320 MOTION: The CHAIR moves to delete section 5 from SB 336.

VOTE: Being no objections section 5 is deleted from SB 336.

303 MILLER: Continues EXHIBIT A.

310 MOTION: SEN. JOLIN moves the -3 amendments, as amended above, to SB 336 .

VOTE: Being no objections the -3 amendments, as amended, are adopted.

330 MOTION: The CHAIR moves SB 336 as amended by amendments to the -3 amendments to the floor with a Do Pass recommendation.

VOTE: By roll call vote (4-0) SB 336 as amended by the amendments to the -3 amendments passes to the floor with a Do Pass recommendation. Voting AYE: SENATORS HILL, JOLIN, TIMMS and FAWBUSH. EXCUSED: SENATORS HAMBY and DUFF.

SB 364 (Wood Products Competitive Commission) - Work Session

340 JOE CORTRIGHT: Presents "Rough Draft SB 364 Wood Products Competitiveness Commission" (EXHIBIT B).

411 SEN. TIMMS: What are we going to do about "at least \_\_\_ members shall be residents of the portion of the state East of the summit of the cascades?" Also why are we having the members of this be confirmed by the Senate?

420 CHAIR FAWBUSH: We need to request that these appointments come to T&E, not the Executive Appointments Committee. We want to have a chance to talk to them.

440 CHAIR FAWBUSH: I recommend we remove the geographical requirements (Lines 4 & 5, Page 2) (EXHIBIT B).

460 SEN. J. HILL: I want to be sure we represents the whole state. I think there should be some language that talks about geographical balance.

TAPE 57, SIDE A

027 CHAIR FAWBUSH: We could add to Line 3, "geographic balance" after diversity (EXHIBIT B).

MOTION: The CHAIR moves to delete the sentence between 4 and 5 and insert "geography" on line 3 after "diversity".

VOTE: Being no objections the above amendment is adopted.

033 CORTRIGHT: Continues presentation of EXHIBIT B.

114 CHAIR FAWBUSH: There is some interest in the broker idea. The department has some interest in taking a look at the concept of bringing people together.

120 SEN. J. HILL: On page 5, line 25 you will want to add the verb "award".

128 CHAIR FAWBUSH: We are giving them the option for spending a lot more money than they are going to get. Let them argue about it instead of us because they know more about it than we do.

130 CORTRIGHT: Continues presentation of EXHIBIT B.

144 CHAIR FAWBUSH: We want to trust the industry to do this but we have haggled over what we ought to have them do. Giving them a menu of options places a lot more responsibility on the industry. I suggest we use this (EXHIBIT B) as the draft amendments and re-review it before passing it out.

150 SEN. J. HILL: What is this Review Commission?

155 CORTRIGHT: The committee discussed sun setting this and talked about ORTDC and remembered that there was similar panel for ORTDC and directed us to essentially draft parallel language to add to the normal sunset clause.

166 CHAIR FAWBUSH: We haven't used it yet with ORTDC but it is a good provision to have if you might have questions about the program.

170 SEN. TIMMS: I would like to see how we prioritize this whole process. I would like some idea of the chronological order of how it falls in place.

184 CORTRIGHT: In Section 13 there is a provision that begins to address that by directing the commission to put together a plan prior to engaging in anything in sections 6 thru 12, which are the substantive sections.

190 SEN. TIMMS: Maybe we should put in the total amount of funds and leave it up to the commission on how to spend those dollars.

201 SEN. HILL: I thought they had to submit a plan and they got the money. I think it is reasonable to

require that.

212 CORTRIGHT: That is how the bill reads.

SB 363 (Wood Products Procurement) - Public Hearing

230 CORTRIGHT: Presents Staff Measure Summary on SB 363 (EXHIBIT C).

246 TOM O'CONNOR: Our concern is for our folks operating as municipal electric utilities as public entities under the public contracting law. Our concern would be our utility poles and the requirement for the use of Oregon wood products. The choice type of wood used for utility poles is Western Red Cedar which has more positive qualities, but is not as readily available in Oregon (it generally comes from Canada and Idaho). The other problem is knowing if (even if using Douglas Fir) the poles were from Oregon or not because the treatment yards get poles from all over the Northwest.

277 CORTRIGHT: They are required to follow the public contracting law for their purchases.

280 LIBBY HENRY: Concurs with Tom O'Connor.

312 VALERIE SALISB URY: Presents written testimony (EXHIBIT D).

339 JOHN SCOFIELD: Presents written testimony (EXHIBIT E).

439 CHAIR FAWBUSH adjourns the meeting at 4:10 p.m.

Submitted by,

Jeri Chase  
Office Manager

#### EXHIBIT SUMMARY

EXHIBIT A - "Proposed -3 amendments to SB 336," submitted by Tami Miller, pgs. 3.

EXHIBIT B - "Rough Draft SB 364 Wood Products Competitiveness Commission," submitted by Joe Cortright, pgs. 10.

EXHIBIT C - Staff Measure Summary on SB 363, submitted by Joe Cortright, pgs. 1.

EXHIBIT D - Testimony on SB 363, submitted by Valerie SalisB ury, page 2.

EXHIBIT E - Testimony on SB 363, submitted by John Scofield, pgs 1.