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77th LEGISLATIVE ASSEMBLY HOUSE SMALL BUSINESS TASK FORCE State Capitol 900 Court St. NE, Rm. 343 Salem, OR 97301 503-986-1557 FAX 503-986-1178 MEASURE: **SB 6784** EXHIBIT: <u>S</u> H BUSINESS & LABOR DATE: <u>S·22·2013</u> PAGES: <u>1</u> SUBMITTED BY:<u>Small Business Task form</u>

May 21, 2013

Honorable Representative Margaret Doherty, Chair Honorable Representative Bill Kennemer, Co-Vice Chair Honorable Representative Shemia Fagan Honorable Representative Paul Holvey Honorable Representative Greg Matthews Honorable Representative Kim Thatcher Honorable Representative Jim Thompson Honorable Representative Jim Weidner Honorable Representative Brad Witt

With the unanimous support of the members of the Task Force on Small Business, we respectfully request that the House Committee on Business and Labor send SB 678-A to the floor with a Do Pass recommendation as soon possible.

This afternoon the Task Force held an informational hearing on the measure. We heard about the 230,000 businesses that now operate under a cloud of uncertainty as to whether they have exclusive remedy protections under workers' compensation statutes. Regardless of the decision of the Oregon Supreme Court anticipated later this year, SB 678 would clearly extend exclusive remedy protections to partners, limited liability company members, general partners, limited liability partners and limited partners. These forms of corporation are increasingly prevalent today and the workers' compensation statutes should be updated to reflect this.

The liability exposure to small businesses not receiving exclusive remedy protections is significant. We heard that for years they paid into the workers' compensation system and assumed they were covered by the liability protection. Please move SB 678-A to the floor so that the body can approve it, as the Senate did on a vote of 28-0. We need to let small businesses know that indeed they have the protection under which they always believed they operated.

Respectfully

Representative Tim Freeman Co-Chair

Representative Brent Barton Co-Chair