## SENATE COMMITTEE ON GENERAL GOVERNMENT, CONSUMER, AND SMALL BUSINESS PROTECTION

April 10, 2013 3:00 PM Hearing Room B

| MEMBERS PRESENT:       | Sen. Chip Shields, Chair<br>Sen. Larry George, Vice-Chair<br>Sen. Herman Baertschiger<br>Sen. Laurie Monnes Anderson<br>Sen. Floyd Prozanski  |
|------------------------|---|
| STAFF PRESENT:         | Channa Newell, Committee Administrator<br>Jenny Craig, Committee Assistant  |
| MEASURES/ISSUES HEARD: | SB 344 – Public Hearing and Work Session<br>SB 747 – Public Hearing<br>SB 435 – Public Hearing<br>SB 322 – Work Session<br>SB 804 – Public Hearing and Work Session<br>SB 648 – Public Hearing<br>SB 613 – Public Hearing<br>SB 615 – Public Hearing<br>SB 489 – Public Hearing<br>SB 74 – Public Hearing |

#### Recording Log

- 3:01:56 PM Meeting Called to Order by Chair Shields
- 3:02:57 PM {Exhibit} 1: Chair Shields
- 3:03:49 PM Channa Newell, Committee Administrator

#### 3:03:52 PM SB 344 - Public Hearing

- 3:03:54 PM {Exhibit} 2-3: Channa Newell, Committee Administrator
- 3:05:10 PM Chair Shields
- 3:05:21 PM {Exhibit} 4: Senator Ginny Burdick, Senate District 18, State of Oregon
- 3:06:35 PM Chair Shields
- 3:06:37 PM Representative Margaret Dougherty, House District 35, State of Oregon
- 3:08:40 PM Chair Shields
- 3:09:25 PM Ryan Haggeman, general counsel, Oregon University System
- 3:12:04 PM Becky Straus, American Civil Liberties Union of Oregon (ACLU)
- 3:12:46 PM Sen. Monnes Anderson
- 3:12:54 PM Straus

This recording log is in compliance with Senate and House Rules. For complete contents, refer to the digital audio recording.

- 3:12:55 PM Chair Shields
- 3:12:58 PM Sen. Baertschiger
- 3:12:59 PM Chair Shields
- **3:13:01 PM** Rebecca Ball, University of Oregon
- 3:13:07 PM Chair Shields
- 3:13:09 PM Vice-Chair George
- 3:13:12 PM Newell
- 3:13:16 PM {Exhibit} 5: witness registration
- 3:13:17 PM SB 344 Work Session
- **3:13:22 PM** MOTION: VICE-CHAIR GEORGE MOVES TO ADOPT THE -3 AMENDMENTS
- 3:13:25 PM Chair Shields
- 3:13:34 PM VOTE: 5-0-0
- **3:13:35 PM** AYES: BAERTSCHIGER, MONNES ANDERSON, PROZANSKI, GEORGE, SHIELDS

### 3:13:47 PM SB 747 - Public Hearing

- 3:13:48 PM Chair Shields
- 3:13:50 PM Newell
- 3:14:15 PM Chair Shields
- 3:14:37 PM Gregory Kafoury, attorney, Kafoury and McDougal
- 3:14:42 PM Chair Shields
- **3:14:44 PM** {Exhibit} 6: Kafoury G.
- **3:20:55 PM** Rev. Dr. T. Allen Bethel, Senior Pastor, Marantha Church; President, Albina Ministerial Alliance; Co-Chair, Albina Ministerial Alliance Coalition for Accountability and Police Reform
- 3:23:21 PM Chair Shields
- 3:23:23 PM {Exhibit} 7-14: Jason Kafoury, attorney, Kafoury and McDougal
- 3:30:05 PM Chair Shields
- 3:30:09 PM Gallagher Smith, resident, Oregon
- 3:30:11 PM Chair Shields
- 3:30:12 PM Smith
- 3:33:31 PM Chair Shields
- 3:33:33 PM Sen. Baertschiger
- 3:34:02 PM Smith
- 3:34:08 PM Chair Shields
- 3:34:57 PM {Exhibit} 15: Kafoury J.
- 3:38:12 PM Chair Shields
- 3:38:19 PM Sen. Prozanski
- 3:38:23 PM Chair Shields
- 3:38:28 PM Sen. Prozanski
- 3:38:35 PM Kafoury G.
- 3:38:36 PM Sen. Prozanski
- 3:38:57 PM Kafoury G.
- 3:38:59 PM Sen. Prozanski

3:39:02 PM Kafoury G. 3:39:03 PM Sen. Prozanski 3:39:06 PM Kafoury G. 3:39:07 PM Sen. Prozanski 3:39:18 PM Kafoury G. 3:39:25 PM Sen. Prozanski 3:39:29 PM Kafoury G. 3:39:41 PM Sen. Prozanski 3:39:43 PM Kafoury G. 3:39:47 PM Sen. Prozanski 3:39:50 PM Kafoury G. 3:40:15 PM Sen. Prozanski 3:40:31 PM Kafoury G. 3:40:32 PM Sen. Prozanski **3:40:43 PM** Kafoury G. 3:40:48 PM Sen. Prozanski 3:40:48 PM Kafoury G. 3:40:50 PM Sen. Prozanski 3:40:53 PM Kafourv G. 3:40:55 PM Chair Shields 3:40:57 PM Kafoury G. 3:41:43 PM Sen. Prozanski 3:41:52 PM Kafoury J. 3:41:56 PM Sen. Prozanski 3:42:05 PM Kafoury J. 3:42:15 PM Sen. Prozanski 3:42:19 PM Kafoury J. 3:42:20 PM Sen. Prozanski 3:42:33 PM Kafoury J. 3:42:39 PM Sen. Prozanski 3:42:40 PM Kafourv J. 3:42:41 PM Sen. Prozanski 3:42:42 PM Kafoury J. 3:42:46 PM Sen. Prozanski 3:42:49 PM Chair Shields 3:42:52 PM Sen. Prozanski 3:42:54 PM Chair Shields 3:42:55 PM Sen. Prozanski 3:43:17 PM Kafoury J. 3:43:18 PM Sen. Prozanski 3:43:27 PM Kafoury J. 3:43:28 PM Sen. Prozanski 3:43:34 PM Kafoury G. 3:43:53 PM Sen. Prozanski 3:43:55 PM Chair Shields

3:44:16 PM Brian DeLashmutt, Oregon Council of Police Associations

- 3:45:43 PM {Exhibit} 16: Neil Karia, attorney, Portland Police Association
- 3:54:15 PM {Exhibit} 17: Daryl Turner, President, Portland Police Association
- 3:57:10 PM Chair Shields
- 3:57:11 PM Vice-Chair George
- 3:58:42 PM Karia
- 4:02:11 PM Vice-Chair George
- 4:02:12 PM Chair Shields
- **4:02:32 PM** Ken Allen, Executive Director, Oregon American Federation of State, County, and Municipal Employees (AFSCME) Council 75
- 4:07:27 PM Chair Shields
- 4:07:40 PM Scott Winkels, League of Oregon Cities
- 4:08:50 PM Chair Shields
- 4:09:12 PM Kafoury G.
- 4:10:01 PM Chair Shields
- 4:10:06 PM {Exhibit} 18: witness registration
- **4:10:07 PM** The following written testimony is submitted for the record without public testimony:
- **4:10:08 PM** {Exhibit} 19: Rod Edwards, President, Oregon State Fraternal Order of Police
- 4:10:09 PM {Exhibit} 20: Terry Hunt, attorney, Portland, Oregon
- 4:10:10 PM {Exhibit} 21: Barbara Ross, resident, Portland, Oregon
- 4:10:11 PM SB 435 Public Hearing
- 4:10:13 PM {Exhibit} 22: Channa Newell, Committee Administrator
- 4:10:57 PM Chair Shields
- 4:10:59 PM Senator Chris Edwards, Senate District 7, State of Oregon
- 4:15:17 PM Chair Shields
- 4:15:24 PM Sen. Prozanski
- 4:15:26 PM Chair Shields
- **4:15:42 PM** Michael Jordan, Chief Operating Officer, Department of Administrative Services, State of Oregon
- 4:19:32 PM Chair Shields
- 4:19:58 PM {Exhibit} 23: witness registration
- 4:19:59 PM SB 322 Work Session
- 4:20:01 PM {Exhibit} 24: Channa Newell, Committee Administrator
- 4:20:23 PM Chair Shields
- **4:20:49 PM** MOTION: VICE-CHAIR GEORGE MOVES TO ADOPT THE -1 AMENDMENTS
- 4:20:53 PM Chair Shields
- 4:21:00 PM VOTE: 5-0-0
- **4:21:01 PM** AYES: BAERTSCHIGER, MONNES ANDERSON, PROZANSKI, GEORGE, SHIELDS
- **4:21:02 PM** MOTION: VICE-CHAIR GEORGE MOVES SB 322 DO PASS AS AMENDED AND BE REFERRED TO TAX CREDITS BY PRIOR REFERENCE

- 4:21:11 PM Chair Shields
- 4:21:25 PM Vice-Chair George
- 4:21:36 PM Chair Shields
- 4:21:40 PM VOTE: 5-0-0
- **4:21:41 PM** AYES: BAERTSCHIGER, MONNES ANDERSON, PROZANSKI, GEORGE, SHIELDS

# 4:21:57 PM SB 804 – Public Hearing and Work Session

- 4:21:59 PM Channa Newell, Committee Administrator
- 4:23:01 PM Chair Shields
- **4:23:58 PM** Paul Cosgrove, Independent Community Banks of Oregon; Oregon Bankers Association; Oregon Financial Services Association
- 4:27:17 PM Chair Shields
- 4:27:21 PM Sybil Hebb, Oregon Law Center
- 4:30:26 PM Chair Shields
- 4:30:39 PM MOTION: SEN. PROZANSKI MOVES TO ADOPT THE -1 AMENDMENTS
- 4:30:45 PM Chair Shields
- 4:30:55 PM VOTE: 4-0-1
- **4:30:56 PM** AYES: BAERTSCHIGER, MONNES ANDERSON, PROZANSKI, SHIELDS
- 4:30:57 PM EXCUSED: GEORGE
- 4:30:58 PM Chair Shields
- **4:31:07 PM** {Exhibit} 25: witness registration
- **4:31:08 PM** The following written testimony is submitted for the record without public testimony:
- 4:31:09 PM {Exhibit} 26: Roberta Cade, resident, Oregon

# 4:31:10 PM SB 613 - Public Hearing

- 4:31:13 PM Channa Newell, Committee Administrator
- 4:31:22 PM Chair Shields

# 4:31:31 PM SB 648 - Public Hearing

- 4:31:32 PM Senator Doug Whitsett, Senate District 28, State of Oregon
- 4:37:23 PM Chair Shields

# 4:37:39 PM SB 613 - Public Hearing

- 4:37:41 PM Channa Newell, Committee Administrator
- 4:37:43 PM Chair Shields
- **4:37:49 PM** {Exhibit} 27: Darrell Fuller, Oregon Independent Auto Dealers Association; Oregon Vehicle Dealers Association; Northwest Auto Trades Association; Oregon Tow Truck Association
- 4:39:47 PM Chair Shields
- 4:39:50 PM Sen. Baertschiger
- 4:39:58 PM Fuller
- 4:40:31 PM Chair Shields

- **4:40:46 PM** Monty King, Oregon Vehicle Dealer Association; Oregon Power Sports Association, Auto Appraisers of Oregon
- 4:40:47 PM Fuller
- 4:40:50 PM King
- 4:41:17 PM Sen. Baertschiger
- 4:41:20 PM Chair Shields
- 4:41:21 PM {Exhibit} 28: witness registration
- **4:41:22 PM** The following written testimony is submitted for the record without public testimony:
- **4:41:23 PM** {Exhibit} 29: Diane Sparks and Dan Nicholson, Oregon Independent Auto Dealers Association

### 4:41:33 PM SB 613 - Work Session

- 4:41:39 PM Vice-Chair George
- 4:41:40 PM Chair Shields
- **4:41:41 PM** MOTION: VICE-CHAIR GEORGE MOVES TO ADOPT THE -2 AMENDMENTS
- 4:41:44 PM Chair Shields
- 4:41:49 PM VOTE: 5-0-0
- **4:41:50 PM** AYES: BAERTSCHIGER, MONNES ANDERSON, PROZANSKI, GEORGE, SHIELDS
- 4:41:57 PM Channa Newell, Committee Administrator
- 4:42:01 PM Chair Shields

### 4:42:12 PM SB 615 - Public Hearing

- 4:42:14 PM Channa Newell, Committee Administrator
- **4:42:47 PM** Darrell Fuller, Oregon Independent Auto Dealers Association; Oregon Vehicle Dealers Association; Northwest Auto Trades Association; Oregon Tow Truck Association
- 4:44:54 PM Chair Shields
- 4:44:55 PM Sen. Monnes Anderson
- 4:45:12 PM Fuller
- 4:45:18 PM Sen. Monnes Anderson
- 4:45:21 PM Fuller
- 4:45:42 PM Chair Shields
- 4:45:46 PM Vice-Chair George
- 4:45:48 PM Fuller
- 4:45:55 PM Vice-Chair George
- 4:46:15 PM Fuller
- 4:46:40 PM Vice-Chair George
- 4:46:41 PM Chair Shields
- **4:47:01 PM** {Exhibit} 30: Amy Joyce, Legislative Liaison, Oregon Department of Motor Vehicles
- 4:48:32 PM Chair Shields
- 4:48:33 PM Vice-Chair George
- 4:48:47 PM Sen. Prozanski

- 4:48:47 PM Vice-Chair George
- 4:48:57 PM Joyce
- 4:49:48 PM Chair Shields
- 4:49:51 PM Sen. Baertschiger
- 4:50:02 PM Joyce
- 4:50:07 PM Sen. Baertschiger
- 4:50:11 PM Joyce
- **4:50:17 PM** Monty King, Oregon Vehicle Dealer Association; Oregon Power Sports Association, Auto Appraisers of Oregon
- 4:50:21 PM Chair Shields
- 4:50:29 PM Sen. Prozanski
- 4:51:08 PM Joyce
- 4:51:13 PM Chair Shields
- 4:51:32 PM {Exhibit} 31: witness registration

## 4:51:33 PM SB 489 - Public Hearing

- 4:51:46 PM Senator Larry George, Senate District 13, State of Oregon
- 4:52:12 PM Sen. Prozanski
- 4:52:13 PM Vice-Chair George
- 4:52:14 PM Sen. Prozanski
- 4:52:16 PM Vice-Chair George
- 4:53:19 PM Chair Shields

# 4:53:42 PM SB 74 - Public Hearing

- 4:53:44 PM Channa Newell, Committee Administrator
- 4:54:02 PM Chair Shields
- 4:54:30 PM Roger Beyer, National Association of Insurance and Financial Advisors
- **4:55:48 PM** Lana Butterfield, Professional Insurance Agents of Oregon and Idaho; American Family Insurance
- 4:56:20 PM Chair Shields
- 4:56:20 PM Vice-Chair George
- 4:56:29 PM Chair Shields
- 4:56:45 PM Beyer
- 4:57:12 PM Chair Shields
- 4:57:14 PM {Exhibit} 32: witness registration
- **4:57:15 PM** The following written testimony is submitted for the record without public testimony:
- **4:57:16 PM** {Exhibit} 33: Brandon E. LaSalle, Government Affairs Counsel, American Family Insurance Group
- 4:57:45 PM Meeting Adjourned by Chair Shields

## Exhibit Summary

**3:02:57 PM** {Exhibit} 1: SB 804, -1 amendments, staff, 7 pp

3:03:54 PM {Exhibit} 2: SB 344, -3 amendments, staff, 4 pp

|               | Page 8 of 8   |
|---------------|---|
| 3:03:54 PM    | {Exhibit} 3: SB 344, -4 amendments, staff, 4 pp                               |
|               | {Exhibit} 4: SB 344, written testimony, Senator Ginny Burdick, 1 p            |
| 3:13:16 PM    | {Exhibit} 5: SB 344, witness registration, staff, 1 p                         |
| 3:14:44 PM    | {Exhibit} 6: SB 747, deposition transcript, Gregory Kafoury, 4 pp             |
| 3:23:23 PM    | {Exhibit} 7: SB 747, written testimony of Terri Walker and Sylvia Zingeser,   |
| J.2J.2J I IVI | Jason Kafoury, 1 p  |
| 3:23:23 PM    | {Exhibit} 8: SB 747, written testimony of Bob Joondeph, Jason Kafoury, 1      |
| J.2J.2J I W   | r   |
| 3:23:23 PM    | F<br>{Exhibit} 9: SB 747, written testimony of Tom Steenson, Jason Kafoury, 2 |
| 0.20.20 T M   | pp  |
| 3:23:23 PM    | {Exhibit} 10: SB 747, report, "Top 25 Settlements", Oregon Copwatch,          |
| 0120120 1 111 | Jason Kafoury, 3 pp   |
| 3:23:23 PM    | {Exhibit} 11: SB 747, article, "Disciplining Portland police proves           |
| ••-•          | challenging task", OregonLive.com, Jason Kafoury, 5 pp                        |
| 3:23:23 PM    | {Exhibit} 12: SB 747, article, "Crowd gathers at city Hall to protest order   |
| ••-•          | reinstating Portland police officer who shot Aaron Campbell",                 |
|               | OregonLive.com, Jason Kafoury, 4 pp   |
| 3:23:23 PM    | {Exhibit} 13: SB 747, report, "Portland Police Shootings and Deaths in        |
|               | Custody 1992-March 2013", Oregon Copwatch, Jason Kafoury, 5 pp                |
| 3:23:23 PM    | {Exhibit} 14: SB 747, written testimony, Jason Kafoury, 1 p                   |
| 3:34:57 PM    | {Exhibit} 15: SB 747, video link, Jason Kafoury, 1 p                          |
|               | Exhibit} 16: SB 747, written testimony, Neil Karia, 3 pp                      |
| 3:54:15 PM    | {Exhibit} 17: SB 747, written testimony, Daryl Turner, 2 pp                   |
| 4:10:06 PM    | {Exhibit} 18: SB 747, witness registration, staff, 1 p                        |
| 4:10:08 PM    | {Exhibit} 19: SB 747, written testimony, Rod Edwards, 1 p                     |
| 4:10:09 PM    | {Exhibit} 20: SB 747, written testimony, Terry Hunt, 1 p                      |
| 4:10:10 PM    | {Exhibit} 21: SB 747, written testimony of Barbara Ross, Jason Kafoury, 2     |
|               | рр  |
| 4:10:13 PM    | {Exhibit} 22: SB 435, -1 amendments, staff, 3 pp                              |
|               | {Exhibit} 23: SB 435, witness registration, staff, 1 p                        |
| 4:20:01 PM    | {Exhibit} 24: SB 322, -1 amendments, staff, 1 p                               |
| 4:31:07 PM    |   |
| 4:31:09 PM    | {Exhibit} 26: SB 804, written testimony, Roberta Cade, 1 p                    |
| 4:37:49 PM    | {Exhibit} 27: SB 613, -2 amendments, Darrell Fuller, 8 pp                     |
| 4:41:21 PM    | {Exhibit} 28: SB 613, witness registration, staff, 1 p                        |
| 4:41:23 PM    | {Exhibit} 29: SB 613, written testimony, Diane Sparks, 1 p                    |
| 4:47:01 PM    | {Exhibit} 30: SB 615, written testimony, Amy Joyce, 1 p                       |
| 4:51:32 PM    | {Exhibit} 31: SB 615, witness registration, staff, 1 p                        |
| 4:57:14 PM    | {Exhibit} 32: SB 74, witness registration, staff, 1 p                         |
| 4:57:16 PM    | {Exhibit} 33: SB 74, written testimony, Brandon E. LaSalle, 1 p               |
|               |   |