

CITY OF PORTLAND OFFICE OF MANAGEMENT AND FINANCE

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May 20, 2019 Representative Paul Holvey House Committee on Rules 900 Court St. NE, Hearing Room C Salem, Oregon 97301

RE: SB 471A

Chair Holvey and Members of the Committee,

The City of Portland supports SB 471A which requires prospective contractors to demonstrate due diligence in sourcing conflict minerals compliant with international guidelines.

Conflict minerals have fueled and continue to help sustain the ongoing conflict in the Congo that has resulted in the deaths of more than 5.4 million people.¹ Armed groups have generated hundreds of millions of dollars by illegally extracting and smuggling tin, tantalum, tungsten, and gold (3TG).² These minerals eventually end up in a variety of electronics, such as computers and cell phones. Companies have the opportunity to contribute to peace in the Congo by making sure that the 3TG minerals they use in their products do not come from areas controlled by armed groups. And public agencies have an opportunity to support peace in the Congo by seeking electronics products from manufacturers doing due diligence to make sure their 3TG minerals do not come from areas controlled by armed groups.

As the Sustainable Procurement Coordinator with the City of Portland, since 2015 I have worked with the City's IT department to factor in electronics manufacturers' 3TG due diligence practices when selecting electronics products. In doing so, I have found that this work aligns with our other IT sustainability initiatives, namely the purchase of electronics that are registered EPEAT products. EPEAT is an international type-1 ecolabel for identifying and purchasing sustainable IT products. EPEAT-registered products must meet sustainability criteria detailed in voluntary consensus-based standards, the most recent versions of which include mandatory criteria regarding conflict minerals due diligence, reporting, and public disclosure. In short, I have found that supporting the sourcing of conflict-free 3TG minerals in the IT sector is possible and reflects best practices in IT procurement.

In addition, the State's market influence is significantly larger than the City's and thus, is better situated to drive a large-scale change. While conflict-free 3TG efforts to date have demonstrated progress towards reducing violence in the Congo, there is still more to accomplish, and to do so, we need more public procurements to support this work for peace.

Finally, I have one recommended amendment to SB 471:

• In Section 2 Subpart 2(a) Narrow the scope of applicable public contracts to IT products and passenger vehicle procurements. In other words, start with focusing on those industries most relevant to this issue and then consider expanding over time.

Sincerely, Stacey Foreman Sustainable Procurement Coordinator City of Portland

¹ International Rescue Committee, "Mortality in the Democratic Republic of Congo: The Ongoing Crisis" (International Rescue Committee, 2016) available at <u>https://www.rescue.org/sites/default/files/document/661/2006-7congomortalitysurvey.pdf</u> ² Enough Project, "Progress and Challenges on Conflict Minerals: Facts on Dodd-Frank 1502" (Enough Project, 2016)