SB 686-2 (LC 1981) 4/7/25 (CPA/MNJ/ps)

Requested by Senator PHAM K

PROPOSED AMENDMENTS TO SENATE BILL 686

1 On page 1 of the printed bill, delete lines 4 through 24 and delete pages 2 2 through 12 and insert:

³ "SECTION 1. As used in sections 1 to 9 of this 2025 Act:

4 "(1) 'Access' means to acquire, crawl or index content.

5 "(2) 'Advertising revenue' means revenue generated through the 6 sale of digital advertising impressions that are served to customers in 7 this state through an online platform, regardless of whether those 8 impressions are served on Internet websites or accessed through online 9 or mobile applications.

"(3)(a) 'Covered platform' means an online platform that at any
 point during a 12-month period:

"(A) Has at least 50 million monthly active users or subscribers in
 the United States on the online platform; and

14 "(B) Is owned or controlled by a person with:

"(i) Net annual sales or a market capitalization in the United States
that is greater than \$550 billion, adjusted annually for inflation since
2025 based on the Consumer Price Index for All Urban Consumers,
West Region (All Items), as published by the Bureau of Labor Statistics of the United States Department of Labor; or

"(ii) At least 1 billion worldwide monthly active users on the online
 platform.

1 "(b) 'Covered platform' does not mean:

"(A) An organization exempt from federal income taxation under
section 501(c)(3) of the Internal Revenue Code, as amended.

"(B) A business that earns less than 50 percent of its annual revenue, as calculated at the level of the ultimate corporate parent, from
the manufacturing and sales to consumers of company-branded devices and hardware.

"(4) 'Digital journalism provider' means a publisher or eligible
broadcaster that discloses its ownership to the public.

10 **"(5) 'Eligible broadcaster' means a person that:**

"(a) Holds or operates under a license issued by the Federal Communications Commission under subchapter III, chapter 5, Title 47 of the United States Code, and has held or operated under the license for the previous two years;

15 "(b) Engages professionals to create, edit, produce and distribute 16 original content concerning local, regional, national or international 17 matters of public interest through activities, including conducting 18 interviews, observing current events, analyzing documents and other 19 information or fact checking through multiple firsthand or second-20 hand news sources;

21 "(c) Updates its content on at least a weekly basis; and

"(d) Uses an editorial process for error correction and clarification,
 including a transparent process for reporting errors or complaints to
 the station.

"(6) 'Freelancer' means a natural person, or an organization composed of no more than one natural person, hired or retained as a bona fide independent contractor by a digital journalism provider to perform the functions described in subsection (7)(b) of this section for the primary purpose of producing content for an Oregon audience.

30 "(7) 'News journalist' means a natural person who is:

"(a) Employed for an average of at least 30 hours per week during
a calendar quarter as an employee of a digital journalism provider; and
"(b) Responsible for gathering, developing, preparing, directing the
recording of, producing, collecting, photographing, recording, writing,
editing, reporting, designing, presenting or publishing original news
or information that concerns local, regional, national or international
matters of public interest.

8 "(8) 'Online platform' means an Internet website, online or mobile
9 application, digital assistant or online service that:

"(a) Accesses news articles, works of journalism or other content,
 or portions thereof, generated, created, produced or owned by a digital
 journalism provider; and

"(b) Aggregates, displays, provides, distributes or directs users to
 content described in paragraph (a) of this subsection.

"(9) 'Publisher' means a person that publishes a qualifying publi cation.

"(10) 'Qualified arbitrator' means an arbitration organization that
 has arbitration rules and procedures established for at least one year
 prior to the initiation of the arbitration.

"(11) 'Qualifying publication' means an Internet website, online or
 mobile application or other digital service that:

"(a) Does not primarily display, provide, distribute or offer content
 generated, created, produced or owned by an eligible broadcaster;

"(b) Provides information to an Oregon audience and has provided
 information to an Oregon audience for the previous two years;

"(c) Performs a public information function comparable to that
 traditionally served by newspapers and other periodical news publica tions;

"(d) Engages professionals to create, edit, produce and distribute
 original content or original content for which a valid license has been

obtained concerning local, regional, national or international matters
of public interest through activities, including conducting interviews,
observing current events, analyzing documents and other information
or fact checking through multiple firsthand or secondhand news
sources;

6 "(e) Updates its content on at least a weekly basis;

"(f) Has an editorial process for error correction and clarification,
including a transparent process for reporting errors or complaints to
the publication;

10 "(g) Meets one of the following criteria:

"(A) Generated at least \$100,000 in annual revenue from its editorial
 content in the previous calendar year;

"(B) Had an International Standard Serial Number assigned to an
 affiliated periodical before January 1, 2025; or

"(C) Is owned or controlled by an organization exempt from federal
 income taxation under section 501(c)(3) of the Internal Revenue Code,
 as amended;

"(h) Has at least 25 percent of its editorial content consisting of
 information about topics of current local, regional, national or inter national public interest; and

"(i) Is not controlled or wholly or partially owned by one of the
 following:

"(A) An entity that is a foreign power or an agent of a foreign
power, as defined in 50 U.S.C. 1801;

"(B) An entity that is designated as a foreign terrorist organization
 pursuant to 8 U.S.C. 1189;

"(C) An entity that is a terrorist organization, as defined in 8 U.S.C.
1182;

"(D) An entity that is designated as a specially designated global
 terrorist organization under federal Executive Order 13224;

1 "(E) An entity that is an affiliate of an entity described in subpar-2 agraph (A), (B), (C) or (D) of this paragraph; or

"(F) An entity that has been convicted of violating, or attempting
to violate, 18 U.S.C. 2331, 2332b or 2339A.

"(12) 'Representative' means a labor organization designated as the
exclusive bargaining representative of news journalists or support staff
for the purposes of collective bargaining in accordance with applicable
state or federal law.

9 "(13) 'Support staff' means a natural person who performs non-10 executive functions, such as payroll, human resources, fundraising 11 and grant support, advertising and sales, community events and part-12 nerships, technical support, sanitation or security.

"SECTION 2. A covered platform shall elect and carry out one of
 the following requirements:

"(1) Pay at least \$122 million annually to compensate digital 15journalism providers for accessing the Internet websites of the pro-16 viders for an Oregon audience. The amount to be paid under this 17 subsection shall be adjusted annually for inflation since 2025 based on 18 the Consumer Price Index for All Urban Consumers, West Region (All 19 Items), as published by the Bureau of Labor Statistics of the United 20States Department of Labor. Ten percent of the amount paid under 21this subsection shall be distributed annually to the Oregon Civic In-22formation Consortium established under section 10 of this 2025 Act. 23The remaining 90 percent of the amount paid under this subsection 24shall be distributed annually to digital journalism providers as follows: 25"(a) No less than one percent of the amount shall be paid to digital 26journalism providers that would receive less than \$25,000 under para-27graph (b) of this subsection to be distributed annually proportionally 28by the number of news journalists and, subject to section 6 (1)(b)(B)29 of this 2025 Act, freelancers who, in the previous calendar year, were 30

employed by each digital journalism provider for the primary purpose
of producing content for an Oregon audience among those digital
journalism providers, in addition to the amount those providers would
receive pursuant to paragraph (b) of this subsection; and

5 "(b) The amount remaining after payment under paragraph (a) of 6 this subsection shall be distributed proportionally by the number of 7 news journalists who, in the previous calendar year, were employed 8 by each digital journalism provider for the primary purpose of 9 producing content for an Oregon audience; or

"(2) Participate in a final arbitration process under section 5 of this 2025 Act and, within 30 days of the award, fully pay 90 percent of the arbitration award, if any, to the administrator engaged pursuant to section 3 (1) of this 2025 Act, and 10 percent of the arbitration award to the Oregon Civic Information Consortium established under section 10 of this 2025 Act.

16 "<u>SECTION 3.</u> (1)(a) A covered platform shall make distributions 17 pursuant to section 2 of this 2025 Act by engaging an approved claims 18 administrator to distribute the annual payments to digital journalism 19 providers.

"(b) In selecting an approved claims administrator the covered platform shall ensure that the administrator is well qualified to perform the distribution and has administered multiple settlements in this state that comply with complex civil litigation class action settlement guidelines in at least three state or federal courts in this state.

"(c) The costs of the claims administrator shall be paid in addition
to the amounts paid under section 2 of this 2025 Act.

"(2) An administrator distributing payments pursuant to subsection
(1) of this section shall:

30 "(a) Prepare an annual statement of account related to the distrib-

1 ution activities, certified by a certified public accountant;

"(b) Identify a point of contact for digital journalism provider inquiries with timely redress;

"(c) Establish policies to resolve disputes, guard against fraud and
abuse and ensure that any indistributable funds are reallocated among
participating digital journalism providers after a reasonable holding
period pursuant to section 2 of this 2025 Act; and

6 "(d) Publish on the administrator's website an annual report de-9 tailing nonconfidential operations of the fund, including the digital 10 journalism providers that received compensation and the amounts 11 paid. The administrator shall provide the report to the covered plat-12 form and the covered platform shall also publish the report on the 13 covered platform's website.

"(3) A covered platform shall identify a point of contact for elec-14 tronic mail or other electronically communicated digital journalism 15provider inquiries. A digital journalism provider that wishes to receive 16 an annual payment pursuant to section 2 (1) of this 2025 Act shall 17 submit notice to the point of contact. The notice shall include, at a 18 minimum, the name of the digital journalism provider, the number 19 of news journalists and freelancers employed or claimed pursuant to 20section 6 of this 2025 Act and a contact person for the digital 21journalism provider. The covered platform may institute reasonable 22measures to verify that the notice was sent by an actual represen-23tative of the digital journalism provider. 24

"(4) A final arbitration award under section 5 of this 2025 Act to a jointly participating group of digital journalism providers shall be distributed proportionally by the number of news journalists and, subject to section 6 (1)(b)(B) of this 2025 Act, freelancers, who, in the previous calendar year, were employed by each participating provider for the primary purpose of producing content for an Oregon audience. 1 "(5)(a) The amount of any compensation received by a digital 2 journalism provider through a commercial agreement for access to 3 content by the covered platform that was offset pursuant to section 5 4 (7)(c)(C) of this 2025 Act shall be deducted from its allocation accord-5 ingly.

6 "(b) A digital journalism provider may request payment under this 7 section, or a grant under section 12 of this 2025 Act, but not both.

"(6)(a) A digital journalism provider that disagrees with the deter mination of its eligibility or the amount of compensation awarded may
 seek a review of the determination as follows:

"(A) The digital journalism provider shall seek redress through the
 dispute resolution process established pursuant to subsection (2)(c) of
 this section.

"(B) If the digital journalism provider disagrees with the result of
 the dispute resolution process, the digital journalism provider may
 initiate an arbitration of the dispute by a qualified arbitrator.

"(b) Any challenge pursuant to paragraph (a) of this subsection
shall be made within 10 days of receiving notice of the eligibility decision or compensation determination to be challenged.

"(c) In an arbitration pursuant to paragraph (a) of this subsection,
 the claims administrator or covered platform, as applicable, shall pay
 the costs of the qualified arbitrator.

"(7) A digital journalism provider may not be denied compensation
 under this section on the basis that the provider publishes or broad casts, in whole or in part, in a language other than English.

26 "<u>SECTION 4.</u> (1) A covered platform shall compile and post on the 27 covered platform's website a list of digital journalism providers that 28 the platform accessed for an Oregon audience during the preceding 12 29 months.

30 "(2) A covered platform shall provide a list described under sub-

section (1) of this section to any digital journalism provider upon request within three days after the request is submitted and shall
establish a designated electronic mail address to which a request may
be submitted.

"(3) A digital journalism provider may not be excluded from a list
described under subsection (1) of this section or the arbitration under
section 5 of this 2025 Act on the basis that the provider publishes or
broadcasts, in whole or in part, in a language other than English.

9 "SECTION 5. (1)(a) In an arbitration initiated pursuant to section 2 (2) of this 2025 Act, the arbitrator shall determine the percentage of the covered platform's advertising revenue to be remitted to participating digital journalism providers on an annual basis pursuant to this section.

"(b) Digital journalism providers shall jointly participate in a final offer arbitration process with a covered platform described under this section to determine a single percentage of the covered platform's advertising revenue from which the distributions described under section 3 (4) of this 2025 Act will be allotted. Covered platforms may not participate jointly in a final offer arbitration process.

"(c) Within 30 days after a covered platform posts the list of digital journalism providers pursuant to section 4 (1) of this 2025 Act, by a majority vote, participating digital journalism providers shall establish rules and procedures to govern decision-making regarding the arbitration proposal or any settlement reached pursuant to subsection (3) of this section. Each digital journalism provider shall be entitled to one vote on any matter submitted to a vote of the members.

"(d) The covered platform or digital journalism providers may initiate a final offer arbitration with a qualified arbitrator for an arbitration panel to determine the percentage of the covered platform's advertising revenue remitted to the participating digital journalism 1 providers.

"(2) Nothing in this section shall be interpreted as preventing a
digital journalism provider from being individually represented in the
joint arbitration process in subsection (1) of this section.

5 "(3) Prior to the commencement of the final offer arbitration, there 6 shall be 60 days of mediation between the covered platforms and digital 7 journalism providers to reach a settlement. If no agreement is 8 reached, the final offer arbitration shall commence 10 days after the 9 conclusion of the mediation period. If an agreement is reached 10 through mediation, the arbitrator may approve the agreement, in 11 which case the group will not proceed to arbitration.

"(4) The arbitration procedure authorized by this section shall be decided by a panel of three arbitrators affiliated with the qualified arbitrator under the rules of the arbitrator except to the extent they conflict with this section.

"(5) The covered platform and the digital journalism providers shall
each pay one-half of the costs of administering the arbitration proceeding, including arbitrator compensation, expenses and administrative fees. The costs for the digital journalism providers shall be
deducted from the amount awarded before the calculation in section
3 (4) of this 2025 Act.

"(6) During a final offer arbitration proceeding under this section,
 all of the following shall apply:

"(a)(A)(i) Digital journalism providers and the covered platform may demand the production of business records that are relevant to the single percentage of a covered platform's advertising revenue to be awarded to participating digital journalism providers and that are nonprivileged, reasonably necessary and reasonably accessible without undue expense.

30 "(ii) A covered platform seeking the production of business records

of a digital journalism provider that qualifies for a distribution pursuant to section 2 (1)(a)(A) of this 2025 Act shall be limited to one request for documents and information, and the covered platform requesting the information shall, within 10 days, reimburse the provider for the reasonable costs of production, including reasonable attorney fees.

"(B) Documents and information described in subparagraph (A) of
this paragraph shall be exchanged not later than 30 days after the date
the demand is filed.

"(b) Digital journalism providers and the covered platform shall 10 each submit a final offer proposal for the remuneration that the dig-11 ital journalism providers should receive, on an annual basis, from the 12 covered platform for access to the Internet websites or other digital 13 services of the digital journalism providers for an Oregon audience 14 based on the value that access provides to the platform. The final offer 15proposals shall include backup materials sufficient to permit the other 16 party to replicate the proffered valuation. 17

"(c) A final offer proposal pursuant to this section may not address whether or how the covered platform or any digital journalism provider displays, ranks, distributes, suppresses, promotes, throttles, labels, filters or curates the content of the digital journalism providers or any other person.

"(7)(a) Not later than 60 days after the date arbitration proceedings begin pursuant to subsection (3) of this section, the arbitration panel shall determine which of the parties' final offer proposals to accept pursuant to subsection (6)(b) of this section. The arbitration panel shall accept one of the two offers without modification.

"(b) In making a determination pursuant to paragraph (a) of this
 subsection, the arbitration panel shall:

30 "(A) Refrain from considering any value conferred upon any digital

journalism provider by the covered platform for distributing or aggregating its content, other than monetary compensation agreed to by the digital journalism provider in a written commercial agreement with the platform, as an offset to the value created by that digital journalism provider, unless the covered platform does not automatically access and extract information from a digital journalism provider's Internet website.

"(B) Consider past incremental revenue contributions as a guide to
 the future incremental revenue contribution by any digital journalism
 provider.

"(C) Consider the pricing, terms and conditions of any available, comparable commercial agreements between parties granting access to digital content, including pricing, terms and conditions relating to price, duration, territory and the value of data generated directly or indirectly by the content, accounting for any material disparities in negotiating power between the parties to those commercial agreements.

"(D) If submitted with a final offer proposal, consider the digital
 journalism provider's previous compliance with section 6 of this 2025
 Act, if applicable.

"(E) Issue a standard binding arbitration award of the percentage
 of the covered platform's advertising revenue remitted to participating
 digital journalism providers.

"(c) Within 15 days of accepting a final offer proposal, the arbitration panel shall issue an order setting forth the final amount that
 the covered platform shall pay. The order shall:

"(A) Set forth the amount of the final offer accepted by the arbitration panel.

"(B) Require the covered platform to pay the final offer amount on
 an annual basis.

"(C)(i) If applicable, authorize the covered platform to reduce the total payment by the total amount of all commercial agreements the covered platform has with any participating digital journalism provider that participated in the arbitration for the covered period.

5 "(ii) To receive an offset under this subparagraph, the covered 6 platform shall provide to the arbitration panel copies of all of the 7 commercial agreements for which it seeks an offset.

8 "(iii) The covered platform may offset its annual payment for a 9 payment made pursuant to a commercial agreement only by the 10 amount actually paid under that agreement each year.

11 "(D) Include the date of the order.

"(d) Any party to the arbitration proceeding may elect to appeal the
 decision of the arbitration panel on the grounds of a procedural ir regularity.

"(8) If the covered platform and digital journalism providers reach
a settlement in lieu of arbitration, the settlement does not waive a
digital journalism provider's obligations under section 6 of this 2025
Act.

"(9) No less than one percent of each arbitration award shall be paid 19 to digital journalism providers that would receive less than \$25,000, to 20be distributed annually proportionally by the number of news jour-21nalists and, subject to section 6 (1)(b)(B) of this 2025 Act, freelancers 22who, in the previous calendar year, were employed by each digital 23journalism provider for the primary purpose of producing content for 24an Oregon audience among those digital journalism providers, in ad-25dition to the amount those providers would receive under subsection 26(7)(a) of this section. 27

"(10)(a) Any party to the proceeding may elect to reinitiate the arbitration process on a date no fewer than 24 months from the date of
the arbitration order.

1 "(b) The order shall remain in effect until the issuance of a super-2 seding order.

"SECTION 6. (1)(a) Except as provided in paragraph (b) of this
subsection, a digital journalism provider shall spend at least 70 percent
of funds received under sections 1 to 7 of this 2025 Act on news journalists and support staff employed by the digital journalism provider.

"(b)(A) A digital journalism provider with five or fewer employees
shall spend at least 50 percent of funds received pursuant to sections
1 to 7 of this 2025 Act on news journalists and support staff employed
by the digital journalism provider.

"(B) For the purpose of calculating an allocation from a covered platform pursuant to section 2 (1) of this 2025 Act and section 3 (4) of this 2025 Act, or for establishing a digital journalism provider's minimum allocation to news journalists and support staff pursuant to this section, a digital journalism provider with five or fewer employees may elect to count dollars spent on the equivalent functions performed by news journalists as follows:

"(i) The digital journalism provider shall employ at least one news
 journalist for the primary purpose of producing content for an Oregon
 audience.

(ii) A digital journalism provider may elect to count each \$40,000 21spent by the provider in the previous calendar year to compensate 22freelancers performing the functions defined by section 1 (6)(b) of this 232025 Act as employing the equivalent of one news journalist, up to a 24maximum of \$160,000 or the equivalent of four news journalists, with 25those amounts adjusted annually for inflation since 2025 based on the 26Consumer Price Index for All Urban Consumers, West Region (All 27Items), as published by the Bureau of Labor Statistics of the United 28States Department of Labor. In no instance may the total number of 29 news journalists and freelancers claimed pursuant to this subpara-30

graph exceed the number of natural persons compensated by the digital journalism provider.

"(2) No later than 30 days after the end of an arbitration proceeding 3 described in section 5 of this 2025 Act, reaching a settlement in lieu 4 of an arbitration proceeding or receiving a payment pursuant to sec- $\mathbf{5}$ tion 2 (1) of this 2025 Act, the digital journalism provider shall provide 6 notification in writing of its plan to comply with subsection (1) of this 7 section to the news journalists and support staff employed by the dig-8 ital journalism provider and any representatives of those news jour-9 nalists or support staff. 10

"(3) The digital journalism provider's plan to comply with subsection (1) of this section shall include a good faith estimate of the number of news journalists and support staff, respectively, if any, expected to be hired, details regarding proposed compensation adjustments, if any, and a disclosure if either hiring or compensation adjustments are not expected.

17 "<u>SECTION 7.</u> (1) No later than one year after the end of an arbi-18 tration proceeding described in section 5 of this 2025 Act, reaching a 19 settlement in lieu of an arbitration proceeding or receiving a payment 20 pursuant to section 2 (1) of this 2025 Act, and each year thereafter, a 21 digital journalism provider shall compile a report that includes the 22 following:

"(a) An attestation as to whether the digital journalism provider
has complied with section 6 (1) of this 2025 Act;

25 "(b) The text of the digital journalism provider's plan to comply 26 with section 6 (1) of this 2025 Act;

27 "(c) The total number of payments received from covered platforms
28 under sections 1 to 7 of this 2025 Act;

"(d) The name of each covered platform paying the digital
journalism provider a payment under sections 1 to 7 of this 2025 Act

and a description of how the digital journalism provider spent the payment, including any amount of payments under sections 1 to 7 of this 2025 Act remaining unspent; and

"(e) The total number of news journalists and support staff, respectively, employed by the digital journalism provider, including the
number of news journalists and support staff hired or terminated, respectively, during the previous year.

"(2) No later than one year after the end of an arbitration pro-8 ceeding described in section 5 of this 2025 Act, reaching a settlement 9 in lieu of an arbitration proceeding or receiving a payment pursuant 10 to section 2 (1) of this 2025 Act, and each year thereafter, the digital 11 journalism provider shall publish a copy of the report described in 12 subsection (1) of this section online in a text-searchable format and 13 provide a copy to the news journalists and support staff employed by 14 the digital journalism provider, to any representatives of those news 15journalists or support staff and to the covered platforms making pay-16 ments under sections 1 to 7 of this 2025 Act to the digital journalism 17 provider. 18

"(3) If a digital journalism provider fails to comply with this section, a covered platform may withhold payments under sections 1 to 7 of this 2025 Act until the digital journalism provider has provided a copy of the report to the covered platform and has published a copy of the report online pursuant to subsection (2) of this section.

24 "<u>SECTION 8.</u> (1) Nothing in sections 1 to 7 of this 2025 Act shall be 25 construed as amending or repealing the ability of a digital journalism 26 provider or a covered platform to avail itself of an existing remedy at 27 law.

"(2) A digital journalism provider may seek and obtain injunctive
 relief to compel compliance with sections 1 to 7 of this 2025 Act, and
 court costs and reasonable attorney fees shall be awarded to a pre-

1 vailing provider.

2 "SECTION 9. Sections 1 to 7 of this 2025 Act do not:

"(1) Modify, impair, expand or in any way alter rights pertaining
to Title 17 of the United States Code or the Lanham Act (15 U.S.C. 1051
et seq.); or

"(2) Abridge or impair rights otherwise reserved by news journalists, support staff or their representatives according to applicable law
or existing collective bargaining agreements.

9 "SECTION 10. (1)(a) There is established as a nonprofit corporation 10 the Oregon Civic Information Consortium. The purpose of the con-11 sortium is to support Oregon news content providers, journalism, 12 news, public information projects and public interest initiatives that 13 address Oregonians' civic information needs by providing grants from 14 proceeds generated pursuant to section 2 of this 2025 Act.

15 "(b) The University of Oregon shall house and provide back-office 16 support to the consortium. The consortium shall be a collaborative 17 effort among Oregon journalistic publications, news outlets, member 18 universities and nonprofit and community organizations related to the 19 purpose of sections 1 to 7 of this 2025 Act.

"(2) The consortium shall have a board of directors. The board shall set strategic priorities and metrics to guide the consortium's grant programs and other initiatives. The board shall consist of 13 members appointed by the Governor and subject to confirmation by the Senate in the manner prescribed in ORS 171.562 and 171.565, as follows:

25 "(a) Five members employed in the news media industry or Oregon
 26 journalistic publications;

27 "(b) Three members representing nonprofit or community organ 28 izations;

"(c) One member representing a labor union for working journal ists;

1 "(d) One member from a society of professional journalism;

2 "(e) One member representing the digital technology sector;

3 "(f) One member representing the University of Oregon; and

4 "(g) One member representing another public university in this
5 state.

6 "(3) The term of office of each member described in subsection (2) 7 of this section is four years. Before the expiration of the term of a 8 member, the Governor shall appoint a successor whose term begins 9 on January 1 of the following year. A member may be reappointed. If 10 there is a vacancy for any cause, the Governor shall make an ap-11 pointment to become immediately effective for the unexpired term.

12 "(4) The board shall select one of its members as chairperson and 13 another as vice chairperson for such terms and with such duties and 14 powers as the board considers necessary for performance of the func-15 tions of those offices.

"(5) A majority of members of the board constitutes a quorum for
 the transaction of business.

"(6) The board shall meet at times and places specified by the
 chairperson or by a majority of the members of the board.

"(7) The board shall hold public hearings annually in different ge-20ographical regions of this state. The public hearings shall provide a 21forum for the board to report on how the public funds that the con-22sortium receives are spent and to gather public input on what the 23consortium's mission should be and whether the consortium is meet-24ing its mission. Public input shall be used to assess whether the 25consortium's grant-making metrics or process for issuing grants needs 26to be changed. 27

"(8) Members of the board are not entitled to compensation, but
 may be reimbursed for actual and necessary travel and other expenses
 incurred by them in the performance of their official duties in the

manner and amounts provided for in ORS 292.495. Claims for expenses
shall be paid out of such funds as may be available to the board.

"(9) On or before September 1 of each year, the board shall submit a report on the activities of the consortium in the manner provided by ORS 192.245, and may include recommendations for legislation, regulations or policies, to the Governor and the interim committees of the Legislative Assembly related to higher education. The report must include, at a minimum:

9 "(a) A list of all grant applicants and approved grant applicants;

10 "(b) The grant amounts of approved grant applicants;

"(c) The amount of matching funds and types of in-kind contribu tions provided to approved grant applicants; and

"(d) A status report on the activities funded by an approved grant
 applicant.

"SECTION 11. (1) The Oregon Civic Information Consortium board 15of directors described under section 10 of this 2025 Act shall appoint 16 and employ an executive director and fix the executive director's 17 compensation and conditions of employment. The executive director 18 shall be the chief executive, administrative and operational officer of 19 the consortium and shall direct and supervise the administrative af-20fairs and the general management of the consortium. The executive 21director shall oversee the consortium's day-to-day operations, which 22includes working with the board to meet the consortium's goals and 23grant-making requirements, hiring and managing program officers 24and administrative staff pursuant to subsection (2) of this section, 25acting as spokesperson for the consortium's work and raising funds 26from external sources. The executive director shall attend all meetings 27of the board. 28

"(2)(a) The executive director shall employ one or more program
 officers who are experienced practitioners with a strong understanding

of the local journalism field, community-based organizations, and fis-1 cal and grants management. The executive director shall strive to ap- $\mathbf{2}$ point program officers that represent this state's racial, ethnic, gender 3 and geographic diversity within any limits allowed under law. The 4 program officers shall manage the grant-making process, in accord- $\mathbf{5}$ ance with the consortium's goals. The grant-making process shall in-6 clude soliciting, recommending and processing grant proposals, 7 working with grantees to ensure work on grant project ideas and di-8 recting public engagement and evaluation efforts. 9

10 "(b) The executive director shall employ administrative staff to 11 provide operational support for the consortium, including office man-12 agement, support for the executive director and program officers, co-13 ordination among member universities, payment to grantees, human 14 resources and logistics.

15 "SECTION 12. (1) The Oregon Civic Information Consortium estab-16 lished under section 10 of this 2025 Act shall establish criteria for 17 making grants. The consortium shall make available on the 18 consortium's website the grant-making criteria and other relevant 19 documents.

20 "(2) The consortium shall provide grants for projects that achieve 21 the following goals:

"(a) Serve the public interest, improve civic information and in crease availability of local news content in this state.

"(b) Enhance the quality and availability of timely, reliable local news supporting local reporting and investigative journalism, with attention to underserved areas and meeting the information needs of low-income and racial and ethnic communities, through culturally specific and multilingual content and other means.

"(c) Develop stronger journalism networks through shared practices
 and partnerships, support training of journalism students and working

professionals and support job creation and career advancement op portunities related to local journalism.

"(d) Other related goals to be determined by the consortium's board
of directors.

"(3) A grant issued by the consortium shall be in the form of a $\mathbf{5}$ grant agreement. A grant agreement shall include a provision estab-6 lishing a set of metrics for assessing the goals contained in the 7 agreement to ensure evaluation of a grantee project on how well those 8 9 goals are being met and any other relevant accountability measures. The set of metrics shall be established by the consortium's board of 10 directors in coordination with the consortium's executive director and 11 program officers. The agreement shall include the expectations stated 12 between the consortium and the grantee, which shall include, but not 13 be limited to, a statement that: 14

"(a) The grantee shall be independent from the influence of the
 state, a member university and any other grantor or contributor of
 funds or outside source; and

18 "(b) Any grantor or other contributor of funds to the grantee shall 19 acknowledge in writing the grantor's or contributor's understanding 20 that the grant or donation does not entitle the grantor or contributor 21 to dictate or influence the content of any work the grantee produces 22 or may produce.".

23