

REVENUE: No revenue impact

FISCAL: No fiscal impact

Action:	Do Pass
Vote:	6 - 3 - 0
Yeas:	Bonamici, Cannon, Gelser, Kotek, Richardson, Greenlick
Nays:	Bruun, Flores, Maurer
Exc.:	0
Prepared By:	Sandy Thiele-Cirka, Administrator
Meeting Dates:	5/29

WHAT THE MEASURE DOES: Requires members of the board of directors of hospital authority to file statement of economic interest and declare actual or potential conflict of interest based on relationship with nonprofit corporation.

ISSUES DISCUSSED:

- Current process for declaring a conflict of interest
- Concerns relating to board members having potential economic interest in a health care financing authority
- Current disclosure requirements for board members
- Concerns with reclassifying director of a board as a public official
- Impact of tax-exempt bonds to the state's revenue
- Requirement for board members to recuse themselves if there is a conflict of interest

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Under ORS 244.020(14)(c), members of a board of directors for a nonprofit corporation are not required to declare potential conflicts of interest for pecuniary benefits or detriments arising from their service. SB 614A requires those board members, including those who are employed by the nonprofit or have a relationship with a foundation that provides assistance to the nonprofit corporation, to the terms of ORS 244 for actual or potential conflicts of interest. Additionally, it requires board members to file a verified statement of economic interest with the Oregon Government Standards and Practices Commission.