SUBMITTED TO: Joint Committee On Ways and Means SubCommittee On

Transportation and Economic Development

SUBMITTED BY: Dee I. Myers, Baker City, OR, 541-519-2036

As a citizen and Oregon Liquor Store owner OLCC Liquor Agent Store #1036-La Grande OLCC Liquor Agent Store #1092-Baker City

RE: SB 1559 (Task Force creation related only)

DATE: February 24, 2014

Honorable Co-Chairs and Members:

I was greatly disappointed in the passage of this bill out of committee at all and even more disappointed with the -7 amendment rather than the -4 amendment. As currently written, there is no provision for positions on the task force for those who have the **most to offer** in the required tasks and have the **most to lose** if decisions are made without their consideration; namely, Oregon liquor agents and Oregon craft distillers. I realize the argument could be made that those four Governor-appointed positions might give access to agents and distillers, but why must those liquor-related entities **most vital to small business in Oregon** be required to vie for an opportunity to contribute?

Other considerations about this bill (regarding the Task Force) as written:

- Performance: The time allowed for the organization and administration of the tasks is unreasonable if anything of value is expected to result.
- Cost Effectiveness: If the Grocer's initiative passes, was there any value in the Task Force effort? If the Grocer's initiative fails, will the activities of the Task Force result in implementation of any action?
 - Over the past 12 years, several costly studies have been done and "task forces" mobilized regarding liquor distribution and sales in Oregon, purportedly to "modernize". Actual recommendations have been scarce and implementation of recommendations almost non-existent and certainly not evaluated for effectiveness after implementation (if they have been, those results are not evident to those on the front line).
- Depending on the selection, performance and cost of the Task Force, the Grocer's initiative proponents may have more fuel to garner support of privatization.
- Fiscal Impact: The fact that money "saved" by the "fix" of 2012's SB1528 oversight will off-set the cost of the Task Force is a ridiculously misleading view of the related costs. We weren't spending that \$166,500 before and this bill just gets the cost back where it was—we aren't going to "make" \$166,500 more.

I would like to be able to support this bill. I would like to see a Task Force that would truly investigate, make supportable recommendations, and then follow through with administration of implementation and evaluation of implemented strategies. I would like that Task Force to be given the time frame to actually produce a responsible result. I would like to see Legislative support for the costs of **implementation** of recommendations.

Unfortunately, the Task Force described in this bill won't have the time or ability to produce a valuable recommendation. I urge you to can this ill-conceived, poorly executed attempt at thwarting the Grocer's Association. Keeping the cost-saving "fix" is a good idea. That's the only bill that should have been introduced in the first place.

Respectfully,

Dee I. Myers