

<u>Big Tech spends over \$20 million on lobbying in first half of 2020, including on coronavirus legislation</u>

The Big Tech companies of Facebook, Amazon, Apple and Google combined to spend over \$20 million on lobbying in the first half of 2020, with part of their focus on legislation that was meant to combat the economic downturn of the coronavirus pandemic.

Facebook and Amazon have been the leaders in lobbying investments throughout the past six months. The social media giant spent just over \$10 million, a record amount for its lobbying efforts in the first half of the year, according to data from the nonpartisan Center for Responsive Politics. Amazon also broke records, investing a bit above \$10 million in lobbying over that same time period.

Out of the many congressional efforts the tech juggernauts tried to influence, issues relating to coronavirus legislation were part of their lobbying itinerary, according to disclosure reports reviewed by CNBC. This effort included, at times, the CARES Act, which was meant to give relief to small businesses through a federal loan program known as the Paycheck Protection Program. That program has been implemented by the Small Business Administration and has led to billions of dollars in loans.

The lobbying also comes as these companies have been under scrutiny by Congress, the Federal Trade Commission and state attorneys general about the potential violation of antitrust laws. The CEOs of these companies — Mark Zuckerberg, Jeff Bezos, Tim Cook and Sundar Pichai — all faced questions from Congress at a hearing Wednesday.

The House Judiciary subcommittee on antitrust <u>released a trove of documents after the hearing</u> that provide a clearer picture of the four tech giants' approach to competition.

Still, most of the four companies did not answer questions on what specifically their companies were looking for through their lobbying campaigns when it came to the coronavirus relief efforts.

A spokesman for Facebook said it was focused on supporting small businesses but did not respond to follow-up requests for comment. Facebook has publicly stood by small businesses through the pandemic. The company's chief operating officer, Sheryl Sandberg, previously said on her own Facebook page that the company was moving ahead with a \$100 million grant program to support small businesses.

Apple declined to comment while Google and Amazon did not respond to emails seeking comment.

However, there are some disclosures that give clues as to the likely objectives of the tech giants when they started lobbying on coronavirus-related issues.

Amazon, for instance, tapped Subject Matter, a lobbying shop co-founded by longtime Democratic political strategist Steve Elmendorf, to lobby Congress and the Executive Office of the President on "issues related to federal and private sector testing protocols for Covid-19," one of the disclosure forms says. The focus came in the second quarter, which spans April through June. The United States started to see recorded coronavirus cases at the end of the first quarter, in March. Over the first three months of the year, tech giants went on a lobbying spending spree.

In April, Amazon workers were in the midst of a protest to <u>call attention to what they called a lack of protections for employees who continued to come to work amid the coronavirus outbreak</u>. Amazon paid Subject Matter \$60,000 for their work in the second quarter.

Then there's Apple, which over the same time period, turned to Invariant, a lobbying group founded by Heather Podesta, the wife of lobbyist Tony Podesta. The filing shows that Invariant lobbyists were looking to make inroads on a coronavirus-related bill known as The Heroes Act, which recently passed the House. The filing suggests that Apple was also trying to make an impact in the space of virtual learning, as most schools across the country were forced to shut down.

Invariant lobbyists planned to "educate policymakers about the supply chain for technology to support distance learning activities in education systems," the disclosure report says.

Elmendorf's firm also saw a \$60,000 payout from Facebook in the second quarter. It focused in part on the CARES Act but also on the Families First Coronavirus Response Act, which became law earlier this year.

Google, although it spent the least amount on lobbying, turned to at least three outside firms to focus on coronavirus relief.

<u>Upper Midwest state lawmakers, lobbyists say federal coronavirus aid to states is</u> 'harmful'

Ten state legislators from the Upper Midwest have signed <u>a letter critical of a federal</u> <u>government "bailout" to states</u> amid the coronavirus pandemic.

Published by the conservative interest group American Legislative Exchange Council (ALEC) on Tuesday, July 28, dozens of nationwide lawmakers, lobbyists and stakeholders have signed onto the letter. The letter says that a federal payout to states in Congress's next round of coronavirus aid "would be harmful to taxpayers, federalism, and ultimately the states themselves."

Five legislators from South Dakota, two from North Dakota, two from Minnesota and one from Wisconsin signed onto the letter, along with each of the four states' directors for <u>Americans for Prosperity's</u> state-level units. AFP is a Virginia-based libertarian lobbying group backed by Charles Koch and his later brother, David Koch.

Of the 10 total Upper Midwestern legislators, all Republicans, several hold prominent leadership positions in their respective Capitols: South Dakota's Rep. Lee Qualm is the state's House Majority Leader. Minnesota's Rep. Pat Garofalo is the Republican lead on the House's Ways and Means Committee, and Sen. Mary Kiffmeyer chairs the Senate's State Government and Election Finance Committee. North Dakota's Rep. Craig Headland is vice chairman of the House's Finance and Taxation Committee.

In the letter, the lawmakers and lobbyists say federal money to states would be "counterproductive" and "harmful," "rewarding states that have made poor financial decisions at the expense of those that have been fiscally responsible."

"While the economy has produced record revenues in recent years, sadly, states have also continued to accumulate massive amounts of debt and unfunded financial liabilities," the letter read. "A federal bailout would only encourage this cycle of debt and spending to continue. It would also send the wrong message to states that have made difficult spending choices and practiced fiscal discipline."

The letter also says a federal coronavirus allocation to state budgets would increase federal debt, raise taxes and spending "cause an additional erosion of federalism."

"Instead, states should work to craft a priority-based budget," the letter said. "The American people are being forced to make difficult but fiscally responsible decisions during the pandemic, and states need to do the same."

The following Upper Midwestern state legislators and lobbyists signed onto the letter:

- Rep. Lee Qualm, R-S.D.
- Sen. Jim Stalzer, R-S.D.
- Rep. David Johnson, R-S.D.
- Rep. Tina Mullalley, R-S.D.
- Rep. Chris Johnson, R-S.D.
- AFP South Dakota State Director Don Haggar
- Rep. Pat Garofalo, R-Minn.
- Sen. Mary Kiffmeyer, R-Minn.
- AFP Minnesota State Director Jason Flohrs
- Rep. Vicky Steiner, R-N.D.
- Rep. Craig Headland, R-N.D.
- AFP North Dakota State Director Michael Fedorchak
- Rep. David Murphy, R-Wisc.
- AFP Wisconsin State Director Eric Bott

Is Campaign Money From Speaker Michael Madigan 'Dirty'?

It's about the time of year when your mailbox may start to fill up with glossy brochures, pitching you not on a product — but on a candidate.

Most of the mailers make lots of promises — to protect jobs, fight for the economy and the environment — but also to take a tough stance on corruption; to "demand Springfield politicians and lobbyists are held accountable."

Zero in on the return address: "Paid for by the Democratic Party of Illinois."

It's not uncommon, and it's certainly not illegal, but Republicans say it's hypocritical that Democratic candidates for the Illinois House are making promises to "clean up Springfield" when their campaigns are dependent on funding from the Democratic Party of Illinois, which is run by Illinois House Speaker Michael Madigan.

Madigan is identified in court filings as the "Public Official A" that Commonwealth Edison engendered itself to via bribery. Madigan has denied any wrongdoing.

Rep. Deanne Mazzochi, R-Elmhurst, said the "filthy" money financing campaigns like that of her 47th District opponent is "in fact the fruit of poisonous corruption."

"You can't have a corrupt leadership at the top and expect all of the downstream institution to serve the taxpayers," she said. "And Speaker Mike Madigan sits at the top of it all. But if these candidates can't manage to say no more Mike Madigan, make it irrevocable, put it in writing, they cannot be trusted to do what's best for Illinois."

Democrat Jennifer Zordani of Clarendon Hills is also running for the 47th District seat; her campaign did not return a call seeking a response on Monday, nor did several other Democratic candidates WTTW News reached out to.

But Madigan did, through Democratic Party of Illinois spokeswoman Eileen Boyce.

"The Democratic Party and its leaders have fought to provide the people of our state and our country with access to healthcare, living wages, civil rights, affordable housing and clean air and water – all priorities that President Trump and former Republican Governor Bruce Rauner have worked to destroy," she said in a statement. "Illinois Democrats will not be distracted by noise from people who were silent when Rauner tried to destroy our state and are now working to re-elect Donald Trump."

Rep. Mark Batinick, R-Plainfield, is in a battle for reelection for the 97th District against challenger Henry Benton, a Democrat also from Plainfield.

Batinick said a vote for a Democrat running for the House is akin a vote for another term of Madigan as speaker.

"All these candidates that say they're going to fight corruption have actually made an agreement that they're going to vote for him for speaker. We need to fight corruption, fight Mike Madigan, return the tainted funds," Batinick said during a Zoom press conference Monday.

Political scientist and campaign finance expert Kent Redfield said it's not that explicit a quid pro quo, but campaign contributions do engender loyalty, and that has helped to keep Madigan in charge of both the House and the Democratic Party of Illinois.

"Campaign contributions create relationships and they create understandings. People have an allegiance to the speaker and they understand that the speaker controls the process," Redfield said. "The speaker is interested in someone voting for the House rules ... and he wants the

person to vote for him as speaker. But the speaker remains speaker by keeping his members happy, getting them reelected."

Redfield said Republican efforts to tie their Democratic opponents to Madigan may be effective, especially with voters in suburban districts that could easily flip party control.

But Madigan is only part of the equation that could impact who wins or loses close races such as those in the 47th and 97th suburban districts.

"Is it effective? Sure. If you are in a suburban race then that can be an issue that you can run against a Democrat that this person will not be independent, they will take orders from the speaker," Redfield said. "But Donald Trump is going to be on a ballot in the suburbs and all of that's going to have an impact on turnout. Are you going to get more people to turn out against Donald Trump? You know, is that going to energize turnout? Or are you going to energize turnout against Mike Madigan?"

Only one Democrat in a targeted race has made a point to publicly distance herself from Madigan.

Rep. Terra Costa Howard, D-Glen Ellyn, who is running to keep her seat from former Republican state Rep. Peter Breen of Lombard, called on Madigan late last month to step down.

"Speaker Madigan has not been charged with any crime, and he — like all of us — is entitled to the presumption of innocence and due process," she said in a statement. "But the corruption and unethical behavior that have been revealed by this investigation make it impossible for Rep. Madigan to continue in his leadership roles. I hope he will do the honorable thing and step down."

Asked about it at an unrelated event in Springfield on Monday, billionaire Gov. J.B. Pritzker said he has and will continue to help support Democratic candidates for the state legislature.

But as for putting money into campaign committees controlled by Madigan?

"That's not something I intend to do," he said.

Pritkzer has said the public deserves more answers from Madigan about the ComEd scheme and that Madigan should resign "if" it's true he was involved, but Pritkzer has said the details laid out in a deferred prosecution agreement between ComEd and the U.S. attorney's office are too vague for him to demand Madigan's immediate resignation.

Democrats hold a supermajority in the Illinois House, and Madigan's fundraising prowess is equally lopsided, meaning that while his name may be a drain on certain candidates, some may calculate that the actual dollars and cents he's able to funnel into their campaigns makes it worth coordinating with him.

The various committees under Madigan's control have \$21.4 million available, based on Monday's figures from Reform for Illinois' Sunshine Database, while House Republican Leader Jim Durkin's two campaign committees and the Illinois Republican Party collectively have \$2.9 million.

What Happened When a Public Institute Became a De Facto Lobbying Arm of the Timber Industry

As Oregon Gov. Kate Brown crafted a bill in 2018 to enact sweeping limits on greenhouse gas emissions, leaders at an obscure state agency worked behind the scenes to discredit research they feared would persuade her to target one of the state's most powerful industries.

The research, published that March, calculated for the first time how much carbon was lost to the atmosphere as a result of cutting trees in Oregon. It concluded that logging, once thought to have no negative effect on global warming, was among the state's biggest climate polluters.

Researchers led by Oregon State University forest ecologist Beverly Law found that the state could dramatically shrink its carbon footprint if trees on private land were cut less frequently, a recommendation that pushed against the approach of Wall Street real estate trusts and investment funds that cut trees at a younger age to maximize profits.

The findings alarmed forest industry leaders in Oregon, who quickly assembled scientists and lobbyists to challenge the study and its authors. Among the groups leading the fight was the Oregon Forest Resources Institute, a quasi-governmental state agency funded with tax dollars that is, by law, restricted from influencing or attempting to influence policy.

Leaders at the institute worked behind the scenes for months to persuade lawmakers and the dean of Oregon State's College of Forestry that the research was flawed, informing timber lobbyists of their efforts along the way, according to an investigation by The Oregonian/OregonLive, OPB and ProPublica.

The institute needs to "develop a swift, fairly immediate, response so that this study doesn't drive all of the initial narrative and so that it doesn't drive early attempts at the state level to

develop carbon policy based on what appears to me to be faulty science," Timm Locke, the agency's forest products director at the time, wrote in a May 2018 email with the subject line "Bev Law carbon BS." "One reason I feel this way is that the Governor's office is noticing."

Then, Locke, a public employee, offered to help a timber lobbyist draft a counterargument "those of us in the industry can use."

The email is one of thousands obtained as part of an investigation by The Oregonian/OregonLive, OPB and ProPublica, which found that the Oregon Forest Resources Institute, created in the early 1990s to educate residents about forestry, has acted as a public-relations agency and lobbying arm for the timber industry, in some cases skirting legal constraints that forbid it from doing so.

Oregon's biggest forest owners have eliminated thousands of jobs, shrinking their contribution to the state's economy while receiving an estimated \$3 billion in tax cuts since 1991, a June story that is part of the yearlong investigation by OPB, The Oregonian/OregonLive and ProPublica revealed. The timber industry has maintained outsized influence in the state, thwarting attempts to restrict logging with the help of a decadeslong public opinion campaign. And through the institute, the timber industry executed that campaign from behind the veneer of the state government.

The tax-funded institute spends \$1 million annually on advertising that for years promoted Oregon's logging laws as strong, even as many became weaker than in neighboring states, a review by the news organizations found. It worked to undercut university research, challenging the validity of studies and the credibility of professors. Its executive directors sat through private industry deliberations about dark money attack ads that opposed Brown's 2018 reelection. And, in 2019, its board discussed rushing a report in an attempt to stop ballot measures that targeted logging, the news organizations found.

Erin Isselmann, the institute's executive director since July 2018, defended the agency. Isselmann said she has operated "under the highest ethical standards." After the news organizations obtained the emails, Isselmann told board members she had solicited an opinion from the Oregon Department of Justice about the institute's legal constraints. She declined to make it public, citing attorney-client privilege.

Locke said in an interview that the line between lobbying and educating at the institute was unclear. He said his pushback against Law's study wasn't an attempt to sway Brown's carbon policy, "so much as to ensure that the policy was based on sound information."

Charles Boyle, a spokesman for the governor, called the news organizations' findings "deeply troubling." He said they merited "at the very least an investigation by the Oregon Government Ethics Commission or the secretary of state's office, and perhaps an audit to bring more facts to light."

"It is clear that they have openly disregarded the idea that OFRI is a public entity that should serve the interests of Oregonians," Boyle said.

The institute, created by state lawmakers in 1991, was granted the ability to support the timber industry by educating the public about forests and wood products, and by helping private landowners manage their forests in ways that protect the environment.

But the law bars the institute from attempting to influence the actions of any other state agency, which could make the pushback against the Oregon State University study a violation, said William Funk, an emeritus law professor at Lewis & Clark Law School in Portland.

"Even if lawful, it's just wrong," Funk said. "The academy should rule itself. It should not be strong-armed by industry in league with a government agency."

After the carbon study was released, Paul Barnum, who served as the institute's executive director at the time, told representatives of a national trade group, the American Wood Council, that he would work with state lobbyists to respond, calling the research "of grave concern to all of us in Oregon."

"These are folks who likely believe that the planet would be better off without humans," Barnum wrote in a May 2018 email.

Barnum offered to use the institute's press release distribution service to circulate an analysis written by a former U.S. Forest Service employee who ran an online publication partly funded by timber industry groups. The analysis claimed the study underestimated emissions from wildfires and didn't account for increased logging in other states or countries if Oregon cut fewer trees.

He also sent the analysis to a Republican state representative who was a supporter of the timber industry and later became vice chairman of the legislative committee negotiating the governor's climate bill. In his email, Barnum said the analysis refuted the Oregon State University research, which had undergone peer review from fellow scientists. He later emailed the dean of Law's college, objecting to a scheduled public radio appearance of hers.

"That's not the way science works," Law said in an interview. "It's attacking academic freedom."

Barnum, who retired as executive director in 2018 but continued working under contract through June, said it was not wrong for him to question the Oregon State University study or any other academic research. But he acknowledged making inappropriate comments, including some that questioned the researchers' motives.

"My comments demeaned me, and more importantly, the organization I professed to represent," Barnum said. "I regret my words and offer sincere apologies to those I discredited."

"Too Sophisticated to Be Fooled by Propaganda"

Reeling from protests and lawsuits over cutting trees that were hundreds of years old, the state's largest timber lobbying group in 1991 asked for help selling the benefits of forestry to Oregonians.

A year earlier, federal protections for the northern spotted owl had suddenly put millions of acres of Oregon's national forests off-limits to logging.

With national news showing images of vast stretches of ancient forests that had been clear-cut, a practice in which thousands of trees are leveled at once, representatives of Oregon's biggest timber companies attended a hearing in the state Capitol. They urged lawmakers to create an agency that would provide credible public education based on documented facts and reliable science.

The proposed agency would not rely "on wishful myths and clever slogans," said John Hampton, then president of the Oregon Forest & Industries Council, an association representing the state's biggest timber owners and manufacturers.

"There are those who have asked, why should the state sanction a propaganda machine for the forest industries?" Hampton told lawmakers in 1991. "The answer is, the people of Oregon are too sophisticated to be fooled by propaganda and, frankly, people like me who will pay for this program would not stand for it."

That year, the state's Legislature approved the creation of the Oregon Forest Resources Institute.

As lawmakers raised taxes on logging to fund the institute, they cut millions of dollars in taxes that timber owners paid to fund schools and county governments. They also gave control of the institute's tax rate to its board.

Today, with an annual budget of about \$4 million, the institute creates television, radio and digital advertising campaigns, educational materials for classrooms, reports, workshops and illustrated manuals. It describes itself as "a centralized gateway of shared ideas and collaborative dialogue."

The line between the timber industry's lobbying work and the institute's actions has often been blurred.

Many of the companies represented on the institute's board are also members of the Oregon Forest & Industries Council, the industry's primary lobbying group, according to the trade association's website and tax filings.

Lawmakers gave timber companies control of the institute with nine of the 11 voting board seats. The other two voting positions are a small forest landowner and a representative for timber workers. The board also has one public member who cannot vote and is prohibited from belonging to an environmental advocacy group. The position has been vacant for all but a month since the January 2019 resignation of Chris Edwards, a former state senator who became a lobbyist for the timber industry.

Emails show institute employees routinely participated in the industry council's public affairs and legislative strategy meetings. At one, Barnum and Isselmann got a sneak peek at political attack ads against Brown from Priority Oregon, a business group that opposed her reelection in 2018. Acknowledging in an interview that it was inappropriate, Barnum said they should have left.

Public employees at the institute helped timber industry groups plan a lobbying day at the state capitol, then asked the lobbyists not to include the institute's name as a sponsor on the agenda, suggesting that they did not want the institute listed as a group that advocates with legislators.

They also coordinated a demonstration of aerial pesticide spraying and invited elected officials, singling out for special attention a lawmaker who'd tried to tighten spraying rules.

A spokeswoman for the timber industry council didn't respond to specific questions about its relationship with the institute. Instead, she sent a statement praising the institute for 30 years of providing "valuable, foundational public understanding of one of our state's greatest resources and cornerstone industries."

The institute operates in near anonymity. Its own surveys show that few who see its advertisements remember who's behind them.

In 2018, a potential recruit to lead the institute asked whether its board was open to new approaches. Barnum responded in an email, cautioning that there were limits to how much change would be tolerated.

Large industrial landowners provide roughly 75% to 80% of the institute's funding, Barnum told the recruit.

"You can't get too far ahead of those who pay the majority of the tax," Barnum wrote, "at least not if you want to stay employed."

"That's Not the Way Science Works"

Hours before Beverly Law was scheduled to be interviewed on a Southern Oregon public radio station to discuss her research in June 2018, the dean of the Oregon State College of Forestry, Anthony Davis, received an email from Barnum suggesting her study was built on faulty assumptions.

"I understand academic freedom," he told Davis in an email. But given criticisms from industry scientists and a timber-backed publication, "this seems like policy advocacy based on a heavily flawed study."

In an interview, Barnum said the institute got involved because "historically, we have not felt it our role to be silent when we believe research to be biased, nonobjective or opaque." He demurred when asked to identify mistakes in the report.

He said he was not trying to keep Law from appearing on Jefferson Public Radio. "I just was drawing it to his attention," he said.

The suggestion that the study was flawed was nothing less than an attempt to stifle research, said William Schlesinger, the former dean of the Nicholas School of the Environment at Duke University. Schlesinger led the study's peer review as an editor for the Proceedings of the National Academy of Sciences, which published the work.

"That's one of the most stringent journals in the world," Schlesinger said. The fact the scientists "were able to put together an analysis that survived the scrutiny of peer review speaks strongly to how solid that work is."

Barnum continued criticizing Law's research, sending a draft of a letter from the institute's board to Davis on July 6, 2018, requesting that he quickly commission a separate review because "unfortunately, media and policymakers are already using the Law et. al. study to promote anti-logging agendas."

Davis responded later that day to tell Barnum it would be inappropriate for him to comment on a draft letter.

"I was confident in the findings of the researchers and of the process used to publish the paper, which follows the process used by scientists all around the country and the world," Davis said in an interview.

Barnum eventually withdrew the letter. Not because it upset the academics at Oregon State, but because the Oregon Forest & Industries Council's executive director, Kristina McNitt, was displeased, telling Barnum she was "shocked" he forwarded the draft to the university without her group's approval.

In another case, the institute spent multiple years discussing a response to a forthcoming study with potentially negative effects on industry, even as Barnum privately acknowledged the validity of the research.

Mark Needham, a professor in Oregon State's forestry school, began planning a survey in 2017 to gauge public perceptions of herbicide spraying in private forests. Timber companies apply herbicides from helicopters to kill vegetation that sprouts in the bare earth of clear-cuts and competes for water and sunlight with newly planted tree seedlings.

Needham's survey included questions about whether residents trusted private timber companies to provide truthful information about the issue and whether they would vote for or against aerial spraying if asked at the ballot.

Internal research by the timber industry has shown Oregonians are worried about the practice, which has become increasingly common as the state's forests have been logged more frequently.

"The research project sounds legit, but also fairly dangerous," Barnum wrote in a July 19, 2017, email. "We already know what the public perception about chemical use is, so to have something in the public domain, especially from the College of Forestry, that confirms it, would not be a good thing in my estimation."

The survey was eventually distributed to more than 5,000 Oregon households in April 2019. Two months later, after a timber company alerted the institute about the survey progress, Isselmann emailed Davis, the forestry school's dean, challenging the validity of the questions.

In a separate email to a timber executive, Isselmann said most peer-reviewed journals wouldn't accept survey results unless they were high enough quality, but that "none of this will stop the researchers from promoting their work with the media and in OSU publications. I think we need to be prepared for this outcome and start now to educate policy makers and other influencers about the reliability and validity of survey research."

She suggested in the email that the institute could prepare for the results by spending \$60,000 on its own study.

"I don't think my actions indicate that I was attacking science, and I think my actions reflect that I wanted to learn more about the survey and how its results would be used," Isselmann said in an interview. The institute has not conducted its own survey, she said, and has no plans to.

Needham said that his survey responses are still being analyzed, and that Isselmann was incorrect to suggest the questions might be invalid.

"I live and die by the university's tenets of academic freedom and the external scientific peer-review process," Needham said. "It'll be rigorous peer review, conducted by respected scientific journals in our field, that will judge the methods and results of our study."

When professors at the University of Oregon produced a video critical of logging during a research project, the institute tried to kill the work. Barnum helped lead the pushback in May 2017.

As part of a study on how new 360-degree virtual reality videos affected viewer behavior, students and professors created a video for an environmental group that urged people to join the fight to update Oregon's logging laws. Strategic communications professor Donna Davis, who studies virtual reality, wanted to know whether an immersive video would make viewers more likely to participate in a cause.

Objecting to the involvement of journalism professor Wes Pope in the video's creation, Barnum joined a contingent of industry lawyers and lobbyists who alerted timber executives on the university's board of trustees about the research, then met with school officials and threatened to pull timber donor funding if the university didn't "extricate" itself from the project.

Barnum said the institute got involved because he saw it as an advocacy project using the university to disseminate negative information about forest practices.

Pope said the university allowed him and his colleagues to continue their work. But the professors, who lacked tenure, let it die. In part, Pope said they said they were worried about angering the timber industry.

"If anybody's doing anything that possibly threatens or questions logging practices in the state of Oregon, they're going to swoop in and crush that message really quickly and really thoroughly," said Pope, now tenured.

Muddying the Waters

In 2013, residents in the tiny coastal town of Rockaway Beach received alerts about cancer-causing contamination in their drinking water after timber companies logged most of the hills around the creek that supplies the town.

The same year, state health officials released a study about the communities around Triangle Lake in Oregon's Coast Range, the dominant timber-producing region, which <u>found low levels of toxic herbicides</u> in the drinking water, air and in residents' urine. The state said it was possible timber spraying was the source. Residents in the area called for statewide restrictions on spraying within 2 miles of schools and homes, a request that reached then-Gov. John Kitzhaber's office, though he didn't grant it.

Pete Sikora, CEO of Giustina Resources, a large timber company operating in the same county, emailed Barnum to urge him to pay attention to the issue.

"I think drinking water is going to be our biggest public perception issue," Sikora told Barnum. "As you know public perception often leads to public policy."

Tens of thousands of residents in towns throughout Oregon's heavily logged coastal mountains draw their drinking water from industrial forests. Industrial clear-cutting can reduce both the quality and quantity of drinking water, according to state regulators and recent research from Oregon State University.

For years, the institute has helped timber executives who worried about the threat that new drinking water protections would pose to their ability to log. The message that Oregon's forests produced clean water was a central theme.

Two months after Sikora's email, a commercial was released featuring two loggers, a father and son, standing creekside in a forest and pouring a glass of crystal clear water.

"This is Oregon water," says the father, a third-generation logger.

"Oregon has strong laws that help protect our watersheds," he says. "And besides, it's the right thing to do."

"You've got to have clean water," his son says.

The commercial is part of the institute's advertising campaign, which over the years has grown to be its single largest expenditure at \$1 million annually. The campaign has reached Oregonians more than 300 million times since 2013, according to institute documents, with a key message: Oregonians live in a state with strong logging laws.

The commercials don't acknowledge significant problems caused by industrial logging. The federal government withholds more than \$1 million from Oregon each year because its laws don't do enough to protect coastal rivers from logging pollution. Federal regulators have also faulted Oregon's logging laws for <u>pushing coastal salmon populations toward extinction</u>.

"There's only so many messages you can get into in a 30-second commercial," Isselmann said. "We use the medium of television advertising to educate the public generally, and we direct them to our website and all of our materials if they would like to take a deeper dive and learn more information."

Records show the institute's employees have avoided publishing information on the website that could make Oregon's laws look inadequate.

In 2016, a new employee, Inka Bajandas, faced resistance when she suggested writing a blog post comparing Oregon's logging laws with California and Washington. Bajandas, the institute's public outreach manager, told other institute leaders she wanted to address concerns that forest protection laws in Oregon were weaker than in other West Coast states.

"I'm also just genuinely curious about this," she wrote.

Locke, who no longer works for the institute, told Bajandas that he believed the comparison was a bad idea.

"Certain elements (some that enviros think are most important)" of Oregon's logging laws, he said, "are not quite as strong" as in Washington or California.

If his understanding was correct, Locke said, "then comparing the three could be a slippery slope. It's not really about having the absolutely most stringent laws there are."

Barnum, the institute's director at the time, responded that Locke was "right on" with his response.

"We do not want to promote a regulatory 'arms race' among the three western states, which is where the enviros would like to take us," Barnum wrote.

Asked about the exchange, Bajandas said the emails speak for themselves but don't reflect the institute's current management. Under Isselmann's leadership, the institute has removed the phrase "strong laws" from advertisements, instead saying that forests are managed responsibly and protect drinking water.

"Because I don't think a law is something that you can quantify," Isselmann said. "It's a fact. You either have a law or you don't have a law."

As lawmakers and environmental groups continued to press the issue of water protections, the institute spent \$120,000 for Oregon State researchers to study the connections between logging and drinking water contamination.

In November 2019, with a ballot box fight looming over Oregon's logging practices, the institute's board discussed whether to speed up the release of the study.

Frustrated by years of legislative inaction, environmental advocates had proposed ballot measures to increase protections for communities that drew their drinking water from forests.

Oregon State's report, which the institute initially hoped to time for the 2019 Legislature, was a year overdue.

Citing the ballot measures, Casey Roscoe, a board member and executive with Seneca Jones Timber Co., one of Oregon's biggest logging companies, suggested accelerating the research during a public meeting, on a conference call that happened with nearly no one else outside the organization listening.

"I get if it's not ready for prime time, but will people be able to access it in order to use that science in conversations and so forth?" Roscoe asked.

"Sometimes, you can stop things before they start," Roscoe told board members.

Roscoe, whose company gave more than \$100,000 to the industry campaign against the measures, said in an interview that she wanted both sides to have the best information available.

Timber companies and environmental advocates ultimately struck an agreement in February to negotiate new logging rules, eliminating the urgency for a report that could help contest ballot measures.

In June, the institute released a draft of the Oregon State study along with its own summary of the scientists' work. The institute hired Barnum to write the 24-page summary, which downplays some of the more critical aspects of the 321-page study.

The science review says Oregon's forest practices laws are insufficient to protect some aspects of water quality. It highlights survey results in which dozens of municipal drinking water providers in Oregon said logging was their biggest concern.

It concludes with a list of recommendations, including changes to the state's logging laws, mandatory reporting of chemical use in forests, increased pesticide sampling and more tree buffers along small streams to prevent chemicals from getting into the water.

The institute's summary, however, focuses on how forests provide higher-quality water than cities or farms.

It makes no mention of deficiencies in Oregon's logging laws and says they "help safeguard drinking water sources."

It doesn't list any of the scientists' recommendations. Instead, it ends by saying: "As Oregonians in 2020, this is where we find ourselves: with high-quality water, significantly improved forest practices and the ability to continue improving. And that, I believe, is worth a toast, not only to our forests that supply the raw water, but to those who keep the water safe – from trees to tap."

"Why Wouldn't You Want to Know What the Science Is Saying?"

A year after the Oregon State University carbon study was published, the climate bill that had worried the institute came before the state Legislature.

It was 2019, and Democrats had gained a supermajority in both chambers, promising to make Oregon the second state in the nation behind California with a cap on carbon emissions by targeting pollution from fuel consumption and manufacturing. Republicans said they'd do everything they could to stop the bill.

Law, the lead researcher, said she heard state senators citing not her study, but the talking points undermining it that the institute had circulated months before.

"That's unfortunate because honestly, really, why wouldn't you want to know what the science is saying?" Law said.

The industry had been concerned that Law's study would prompt the governor to target logging in the climate bill. But she and lawmakers not only excluded logging, they added an amendment to ensure the measure would avoid any reductions in logging.

The bill died after 11 Senate Republicans walked out of the capitol and went into hiding, denying Democrats the quorum they needed for passage.

The institute was absent during the carbon debate. Its leaders were defending their budget from a longtime Democratic lawmaker, state Rep. Paul Holvey, who said the institute's advertisements were a disturbing use of money that could be better spent fighting wildfires. His bill died after the timber industry opposed defunding the institute. Rather than shrinking by 60% as Holvey had proposed, the institute's budget grew after its board approved an increase in logging taxes that spring.

Oregon State's forestry college also wanted an increase to fund new research. But the lawmakers kept the college's funding flat after the timber industry opposed the increase.

By the time the Legislature adjourned, the institute had begun its own research report to study carbon in Oregon's forests.

To write it, the institute recruited the same consultant that industry lobbyists used to refute Law's study.