#### **HOUSE COMMITTEE ON TRANSPORTATION**

February 02, 2005 Hearing Room C

1:00 P.M. Tapes 10 - 11

MEMBERS PRESENT:	Rep. George Gilman, Chair
Rep. Terry Beyer, Vice-Chair	
Rep. Chuck Burley, Vice-Chair	r
Rep. Deborah Boone	
Rep. Scott Bruun	
Rep. Dave Hunt	
Rep. Kim Thatcher	

STAFF PRESENT: John Houser, Committee Administrator

Mike Reiley, Committee Assistant

**MEASURES/ISSUES HEARD:** 

HB 2067 – Public Hearing and Work Session

HB 2068 – Public Hearing

**OTIA I, II, and III Update – Informational Meeting** 

These minutes are in compliance with Senate and House Rules. <u>Only text enclosed in quotation</u> marks reports a speaker's exact words. For complete contents, please refer to the tapes.

TAPE/#SpeakerComments

### **TAPE 10, A**

002	Chair Gilman	Calls the meeting to order at 1:02 p.m. Opens a public hearing on
		HB 2067.

## HB 2067 – PUBLIC HEARING

005	John Houser	Committee Administrator. Introduces HB 2067.
025	Charlie Riordan	Acting Director, Oregon Department of Aviation. Submits and summarizes prepared testimony in support of HB 2067 (EXHIBIT A). Testifies that staggering the terms of State Aviation Board members will allow greater continuity.
040	Rep. Hunt	Clarifies that the size of the board will not change.
042	Riordan	Answers that the board will stay at seven members.
044	Chair Gilman	Asks what the mechanism will be for appointing board members and the nature of their terms upon implementation of HB 2067.
046	Riordan	Explains the process for appointing members to the board and how HB 2067 would affect implementation.
054	Chair Gilman	Closes the public hearing on HB 2067 and opens a work session on
		HB 2067.
HB 2067 – WORK SESSION		
060	Rep. Burley	<b>MOTION:</b> Moves HB 2067 to the floor with a DO PASS recommendation.
		VOTE: 7-0-0
		AYE: In a roll call vote, all members present vote Aye.
	Chair Gilman	The motion CARRIES.
		<b>REP. THATCHER will lead discussion on the floor.</b>

080 Chair Gilman Closes the work session on HB 2067. Opens a public hearing on HB 2068.

# HB 2068 – PUBLIC HEARING

085	Charlie Riordan	Acting Director, Oregon Department of Aviation (ODA). Submits and summarizes prepared testimony in support of HB 2068 (EXHIBIT B). Testifies that HB 2068 will modernize the language in statute to streamline the state aircraft registration process.
100	Chair Gilman	Asks for an explanation of -1 amendment (EXHIBIT C).
103	Riordan	Explains the -1 amendment and the removal of civil penalty provisions.
130	Rep. Burley	Asks if the federal government license is a certificate of airworthiness.
135	Riordan	Answers yes and explains that an air worthiness certification is issued for each aircraft.
139	Chair Gilman	Notes that the committee will wait to take action on the bill.
143	Rep. Hunt	Asks if ODA has consulted with the Office of Regulatory Streamlining (ORS).
150	Riordan	Answers that the current staff at ODA has not consulted with them.
160	Rep. Thatcher	Asks if there would be other categories for registration for aircraft that are capable of flight, but are not generally flown.
168	Riordan	Explains the different categories of registration necessary for various uses of aircraft.
181	Rep. Thatcher	Asks if the language would be clearer using "airworthy" as opposed to "capable of flight."
185	Riordan	Answers that the language could be addressed to make it more appropriate.

188	Rep. Thatcher	Asks how the collected pilot registration and aircraft registration fees are used.
191	Jennifer Kellar	Fiscal Manager, ODA. Explains that the pilot registration fees are dedicated to search and rescue efforts and the aircraft registration fees are dedicated for operations within ODA.
208	Rep. Thatcher	Asks how the fees are designated for department operations.
212	Kellar	Answers that the fees are for the department operations, not the operation of airports.
215	Rep. Burley	Asks if aircraft not deemed airworthy need to be registered.
218	Riordan	Answers that an aircraft that is not in a condition to fly would not have a Federal Aviation Administration (FAA) airworthiness certificate.
221	Rep. Burley	Clarifies that an aircraft that does not have an airworthiness certificate does not need to be registered.
224	Riordan	Answers that when an aircraft is not airworthy, it does not need to be registered because it cannot be flown.
228	Chair Gilman	Closes the public hearing on HB 2068. Opens an informational meeting on the OTIA I, II, and III update.

### **OTIA I, II, AND III UPDATE – INFORMATIONAL MEETING**

235	Bruce Warner	Director, Oregon Department of Transportation (ODOT). Introduces Doug Tindall and Paul Mather. Submits and summarizes a prepared overview of the implementation of Oregon Transportation Investment Act (OTIA) <b>(EXHIBIT D)</b> . Testifies that OTIA is "on track" regarding the original vision.
376	Rep. Burley	Asks if the OTIA project money is collectively bonded.
386	Warner	Explains that most of the revenue is bonded and explains further funding mechanisms.

405	Rep. Burley	Clarifies funding and debt service on the bonds.
410	Warner	Concurs with Rep. Burley's analysis.
415	Chair Gilman	Asks how much money from OTIA III will go to local counties and cities.
420	Warner	Refers to his prepared testimony (EXHIBIT D, Page 2) explaining money allocations.
430	Rep. Beyer	Asks if cities and counties' maintenance money is included under OTIA III.
438	Warner	Answers that it not part of the bonded revenues and goes directly to the cities and counties.
TAPE 11, A	4	
020	Rep. Beyer	Asks who oversees the work of the bridge delivery group.
025	Warner	Explains the management of the \$1.3 billion bridge replacement and repair program.
034	Doug Tindall	Deputy Director, Highway Division, ODOT. Submits and summarizes prepared testimony on the implementation of OTIA (EXHIBIT E). Explains that ODOT contracts the construction work to private contractors and does the design, environmental, and right-of-way work internally.
230	Paul Mather	Region 3 Manager, ODOT. Submits and summarizes prepared testimony including the "Update on Oregon State University Bridge Study" and a PowerPoint presentation (EXHIBIT F). Summarizes the PowerPoint presentation.
TAPE 10, I	B	
047	Rep. Thatcher	Asks what will happen from the savings from bridge work that does not need to be done or has been downgraded.
055	Mather	

		Explains that there were originally \$4.7 billion of bridge problems identified and there are other bridges and transportation needs that have not yet been addressed. Argues that it is premature to identify any savings as many construction programs are in the early stages.
074	Rep. Boone	Commends the work of ODOT. Asks for an explanation of the status of ODOT projects in Seaside and Tillamook.
095	Warner	Explains that he recently met with representatives from Seaside and explains the court decisions and the upcoming May ballot measure that will affect the construction project.
120	Rep. Boone	Asks how the Tillamook project would be affected.
124	Warner	Explains the potential for other projects in the area.
130	Rep. Hunt	Commends the work of ODOT. Asks if there are any decisions that would commit savings from projects that do not go forth to other projects.
142	Warner	Explains that there will be ongoing discussions as to how to use any money dedicated for projects.
158	John Houser	Committee Administrator. Asks how much of the \$1.3 billion managed by the private contractor goes to management fees.
163	Tindall	Estimates that it is approximately \$70-80 million.
171	Rep. Hunt	Asks about the shift from public to private consulting and if there are performance measures to determine if there should be more or less private contracting.
183	Warner	Explains that ODOT has performance measures for what administration costs for construction projects should be. Discusses economies of scale.
202	Rep. Burley	Asks how many bridges are due for repair and the costs of the repairs.
205	Mather	Explains the list of bridges for repair and the associated costs.

218	Warner	Submits and summarizes a list of Projects of Statewide Significance (EXHIBIT G).
275	Rep. Hunt	Asks for the total projected cost for each project and how much funding has been identified and allocated. Asks if ODOT will bring any funding requests during the 2005 legislative session.
290	Warner	Answers that <i>Connect</i> Oregon is the governor's transportation plan and it may be used to fund some of the listed projects.
300	Chair Gilman	Closes the informational meeting. Adjourns the meeting at 2:17 p.m.

### **EXHIBIT SUMMARY**

- A. HB 2067, prepared testimony, Charlie Riordan, 1 p
- B. HB 2068, prepared testimony, Charlie Riordan, 2 pp
- C. HB 2068, -1 amendment, staff, 1 p
- D. OTIA Update, Implementation of OTIA testimony, Bruce Warner, 5 pp
- E. OTIA Update, Implementation of OTIA testimony, Doug Tindall, 31 pp
- F. OTIA Update, OSU Bridge Study Update, Paul Mather, 10 pp
- G. OTIA Update, Projects of Statewide Significance, Bruce Warner, 1 p