HOUSE COMMITTEE ON ENVIRONMENT AND LAND USE

February 25, 2003 Hearing Room HR E 8:30 AM Tapes 25 - 26

| MEMDEDS DDESENT. | Dan Bill Carnand Chain |
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| MEMBERS PRESENT: | Rep. Bill Garrard, Chair |
| | Rep. Dennis Richardson, Vice-Chair |
| | Rep. Cliff Zauner, Vice-Chair |
| | Rep. Robert Ackerman |
| | Rep. Dan Doyle |
| | Rep. Mitch Greenlick |
| | Rep. Diane Rosenbaum |
| | |
| STAFF PRESENT: | Ray Kelly, Committee Administrator |

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| | David Peffley, Committee Assistant |

MEASURES HEARD:

HB 2431 – Public Hearing

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

| TAPE/# | Speaker | Comments |
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| TAPE 25, A | | |
| 003 | Chair Garrard | Calls the meeting to order at 8:35 and opens a public hearing on HB 2431. |
| HB 2431 – P | PUBLIC HEARING | |
| 008 | Ray Kelly | Explains HB 2431. |
| 045 | Chair Garrard | Introduces Robin Hartman's (EXHIBIT A) faxed testimony from the Oregon Shores Conservation Coalition. |
| 058 | Jay Lorenz | Manager of Natural Resources, Terra Associates, Kirkland, WA. Speaks in favor of HB 2431 stating the historical conflict between managed growth and the protection of resources. Asserts that HB 2431 is a proactive and balanced solution to this conflict. |
| 150 | Rep. Richardson | Asks Lorenz if he would include any other provisions to the bill. |
| 154 | Lorenz | States that he wouldn't add anything to the bill, but he might make adjustments to a couple provisions. |
| 179 | Rep. Richardson | Asks which is the best way to make decisions based on this legislation. |
| 181 | Lorenz | Responds that a panel of scientists may be necessary to help establish the most applicable approaches. |
| 200 | Rep. Greenlick | Asks for a formal designation of a wetland and why as social policy we need to protect wetlands. |
| 209 | Lorenz | Defines the formal definition of a wetland and states why they are valuable to society. |
| 233 | Rep. Greenlick | Asks if Lorenz supports Section 2 given the stated importance of such wetlands, which would allow someone to take wetlands out of production, |

| 258 | Lorenz | States that he is not in favor of that process. Continues that he would support legislation making a distinction between high and low-value wetlands. States further that we need an evaluation |
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| | | process. |
| 293 | Rep. Greenlick | Asks if he would oppose that clause as written. |
| 295 | Lorenz | Responds that he would. |
| 300 | Rep. Richardson | Asks what the difference is between a wetland and swamp. |
| 305 | Lorenz | States that a swamp is a type of wetland. |
| 312 | Rep. Richardson | Asks whether it is really important to protect wetlands. |
| 320 | Lorenz | Gives particulars on wetlands and soil saturation. |
| 351 | Rep. Richardson | States that he didn't realize that two weeks of standing water constitute a wetland. |
| 363 | Lorenz | States that the two week example needs to be qualified in the context of what it contributes. Reiterates that greater focus needs to be placed on the value to society. |
| 410 | Rep. Greenlick | Asks what proportion is carried out by small wetlands versus the great swamps for groundwater recharge. |
| 417 TADE 26 A | Lorenz | States that he couldn't really offer a fair guess. |
| TAPE 26, A | Charles Link | Vachata Oragon Submits (EVIIIDIT D) and tastifies in favor of |
| 020 | Charles Link | Yachats, Oregon. Submits (EXHIBIT B) and testifies in favor of HB 2431. Speaks to the presence of artificially-designated wetlands and offers a personal anecdote dealing with bureaucratic red tape in regard to wetland. Details how the |
| 151 | Doug Tindall | passage of HB 2431 will help solve these inefficiencies. Division of State Lands (DSL). Submits (EXHIBIT C) and affirms the importance of streamlining the environmental permitting process, contained in HB 2431. Notes concerns and |
| | | that some modifications may be necessary. |
| 163 | Rep. Zauner | Asks about the duplication between the engineers and DSL. |
| 165 | Tindall | Agrees with Rep. Zauner, although the involved organizations |
| | | are moving to streamline the process. |
| 172 | Rep. Richardson | Asks Tindall he might do to make this process more user- |
| | | friendly for the land owner. |
| 182 | Tindall | Attests that he is not well-versed in that issue; that his |
| | | background is in engineering. |
| 194 | Rep. Richardson | Asks Tindall if HB 2431 gives enough flexibility to DSL. |
| 197 | Tindall | Answers that it may take some flexibility away. |
| 202 | John Lilly | Assistant Director, DSL. Submits (EXHIBIT D) and testifies in opposition to HB 2431, however states that issues raised by this legislation do need to be addressed. |
| 232 | Chair Garrard | Asks if losing wetlands is necessarily a bad thing. |
| 232 | Lilly | Responds that it may not necessarily be bad, but that the state is |
| 234 | Liny | committed to protecting wetlands. Adds that we need to address some permitting concerns and to identify the important wetlands |
| 2(2 | T '11 | as opposed to the less-important ones. |
| 262 | Lilly | Continues testimony by addressing public policy questions which HB 2431 poses. |
| 299 | Rep. Richardson | Asks whether the federal or state government sets the |
| | | requirement that two weeks of standing water constitutes a wetland. |
| 302 | Lilly | Responds that the State of Oregon uses the Corp of Engineers delineation manual. |
| 313 | Rep. Richardson | Asks whether that includes an artificially-created wetland. |
| 315 | Lilly | States that the manual determines regulations on whether the |

| | | land is a wetland or not. |
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| 330 | Rep. Richardson | Asks about a comparison between the efficiency and streamlining of the agency two years ago versus today. |
| 338 | Lilly | Responds that we are definitely doing a better job today then two years ago. States that today, the problems which Mr. Link faced, would not occur, and that he would like to amend the bill to speed up the process. |
| 379 | Rep. Ackerman | Asks about the wetland adjudication process. |
| 382 | Lilly | Affirms Rep. Ackerman's feelings about the process. |
| 383 | Rep. Ackerman | Asks if the Division makes these determinations on a case-by- case basis. |
| 391 | Lilly | Speaks to the three inventory levels of wetland assessment- federal, local, and site-specific. |
| TAPE 25, B | | |
| 008 | Lilly | Continues elucidating the technicalities of his testimony regarding wetland regulation vis-à-vis functions and social value as referenced in page two of (EXHIBIT D) . |
| 045 | Rep. Greenlick | Asks for a sense of the magnitude of the functions of the small- sized wetland and the larger swampland. |
| 050 | Lilly | Testifies that it varies from location to location, depending on the landscape. Continues by highlighting the wide range of utility between higher and lower-value wetlands. |
| 075 | Rep. Greenlick | Asks whether losing these small wetlands would in fact make a significant difference. |
| 087 | Lilly | Reiterates that the importance depends on the various landscapes and that he can not give a quantitative answer. Continues his testimony by addressing the cost of compensatory wetland |
| | | mitigation as per the bill. Offers to help with potential amendments to this bill. |
| 212 | Rep. Rosenbaum | Asks Lilly to explain how a mitigation bank works under the current system. |
| 217 | Lilly | Details the process of the permit application and bank interaction. |
| 231 | Rep. Rosenbaum | Asks if credits are generally given for a completed project or in response to a land-owner's needs to buy credits. |
| 237 | Lilly | Explains the process of obtaining a permit. |
| 251 | Rep. Rosenbaum | Asks if there is oversight in the system. |
| 252 | Lilly | Speaks to balance in the system. |
| 261 | Rep. Richardson | Asks if functions and values should be weighed heavily in the process. |
| 264 | Lilly | Responds that it absolutely should be. Searches for the appropriate statute relating to functional attributes. Defines the meaning of the statute and how it relates to Mr. Lorenz' testimony. |
| 331 | Chair Garrard | Asks if Mr. Lilly could have the DSL provide documentation. |
| 353 | Scott Duckett | Waterways Manager, City of Eugene, Public Works Department. Submits (EXHIBIT E) and testifies in opposition to HB 2431. Explains the bank mitigation process. Shares the importance of wetlands and why they need to be preserved. Reiterates the need for a balanced approach. |
| TAPE 26, B | | 11 |
| 003 | Rep. Richardson | Clarifies his concerns regarding the two-week standing water issue. Asks if the witness feels that the present approach is balanced. |

| 013 | Duckett | Affirms that he does as the Willamette Valley now has 1% of the historic wetlands that we had at the time of settlement. States concern that we may be paying for past debts incurred. |
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| 036 | Rep. Greenlick | Asks if the two-week pond is treated the same way as a natural marsh would be treated. |
| 041 | Duckett | States that the issue has been studied and that both situations run through the same processes. |
| 062 | Dr. Paul Adamus | Submits (EXHIBIT F) and testifies in opposition to HB 2431 in that it places a one-size fits all solution on this problem and that it would be prohibitively expensive to the taxpayer. States that there are problems with the present process system, but that the process is greatly improving. Cites concerns over HB 2431. |
| 164 | Chair Garrard | Asks the definition of an isolated wetland. |
| 169 | Dr. Adamus | States that the isolated wetland is still being defined. Gives his own definition. |
| 171 | Chair Garrard | Asks for further clarification. |
| 173 | Dr. Adamus | Answers and continues by addressing Rep. Greenlick's concerns about the importance of small wetlands. Speaks to the importance of wetlands in dealing with nitrate pollution. |
| The following prepared testimony is submitted for the record without public testimony for HB 2431. | | |
| | Phil Scoles | Submits written testimony (EXHIBIT G). |
| 239 | Chair Garrard | Asks Dr. Adamus to please come back when we continue the hearing on HB 2431. Adjourns the meeting at 10:21. |

EXHIBIT SUMMARY

- A HB 2431, written testimony, Chairman Bill Garrard, 4 pp.
- B HB 2431, written testimony, Charles Link, 3 pp.
- C HB 2431, written testimony, Doug Tindall, 1 p.
- D HB 2431, written testimony, John Lilly, 4 pp.
- E HB 2431, written testimony, Scott Duckett, 1 p.
- F HB 2431, written testimony, Dr. Paul Adamus, 2 pp.
- G HB 2431, written testimony, Phil Scoles, 5 pp.