

HOUSE COMMITTEE ON TRANSPORTATION

March 10, 2003 Hearing Room 357

8:30 AM Tapes 45 - 46

MEMBERS PRESENT: **Rep. Alan Brown, Chair**
 Rep. Elizabeth Beyer, Vice-Chair
 Rep. John Mabrey Vice-Chair
 Rep. Jackie Dingfelder
 Rep. George Gilman
 Rep. Mitch Greenlick
 Rep. Cliff Zauner

MEMBER EXCUSED:

STAFF PRESENT: **Janet Adkins, Administrator**
 Ryan Sherlock, Assistant

MEASURE/ISSUES HEARD: **HB 2398 – WORK SESSION**
 HB 2542 – WORK SESSION
 HB 2428 – WORK SESSION
 INFORMATIONAL MEETING

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

<u>TAPE/#</u>	<u>Speaker</u>	<u>Comments</u>
Tape 45, A		
003	Chair Brown	Calls the meeting to order at 8:31 a.m., and opens a work session on HB 2398.
<u>HB 2398 – WORK SESSION</u>		
005	Janet Adkins	Committee Administrator. Offers a description of HB 2398, and the proposed -1 amendment (EXHIBIT A) to HB 2398, and the possible need for a -2 amendment.
030	Chair Brown	Closes the work session on HB 2398, and opens a work session on HB 2542.
<u>HB 2542 – WORK SESSION</u>		
035	Janet Adkins	Committee Administrator. Offers a description of HB 2542 and the proposed -1 amendment (EXHIBIT B) to HB 2542.
065	Kelly Taylor	Oregon Department of Transportation. Offers testimony explaining the need for the -1 amendment.
105	Adkins	Asks if Ms. Taylor knows how many people register after the 60 days.
110	Taylor	Explains that it is extremely difficult for the Department to track these transactions.
115	Adkins	Clarifies specific language in the amendment.
120	Taylor	Offers an explanation for the language in the amendment.
130	Rep. Brown	MOTION: Moves to ADOPT HB 2542-1 amendments dated 03/05/03.
135		VOTE: 7-0

140 Chair Brown
Rep. Bayer **Hearing no objection, declares the motion CARRIED.**
MOTION: Moves HB 2542 to the floor with a DO PASS AS AMENDED recommendation.

145 **VOTE: 7-0**
AYE: In a roll call vote, all members present vote Aye. The motion CARRIES.

145 Chair Brown
Rep. Greenlick **MOTION: Moves HB 2542 be placed on the CONSENT CALENDAR.**

145 **VOTE: 7-0**

150 Chair Brown **Hearing no objection, declares the motion CARRIED.**
Closes the work session on HB 2542, and opens a work session on HB 2428.

HB 2428 – WORK SESSION

155 Janet Adkins Committee Administrator. Offers a description of HB 2428 and the proposed -2 amendment (**EXHIBIT C**) to HB 2428.

185 Kelly Taylor Oregon Department of Transportation. Offers testimony explaining the -2 amendment to HB 2428

235 Monty King Oregon Independent Auto Dealers. Offers testimony in support of HB 2428.

250 Rep. Greenlick **MOTION: Moves to ADOPT HB 2428-2 amendments dated 03/07/03.**

255 Chair Brown
Rep. Greenlick **VOTE: 7-0**
Hearing no objection, declares the motion CARRIED.
MOTION: Moves HB 2428 to the floor with a DO PASS AS AMENDED recommendation and BE REFERRED to the committee on Ways and Means.

285 Chair Brown
Chair Brown **VOTE: 7-0**
AYE: In a roll call vote, all members present vote Aye. The motion CARRIES.
Closes the work session on HB 2428, and opens an informational meeting: Innovative Finance Advisory Committee Report

INFORMATIONAL MEETING

295 Jim Whitty Oregon Department of Transportation. Offers written overview (**EXHIBIT D**) of the Innovative Finance Advisory Committee, with reference to the committee's final report: Public-Private Partnerships for Oregon Transportation Projects (**EXHIBIT E**).

TAPE 46, A

001 John Carter Innovative Finance Advisory Committee, Member. Offers summary points (**EXHIBIT F**) to the actions and recommendations of the committee.

110 Whitty Introduces Mr. Walsh.

115 Tom Walsh Innovative Finance Advisory Committee (IFAC), Member. Offers testimony regarding the history and future of public-private joint ventures in Oregon.

205 Rep. Greenlick Indicates his interest in the Airport Max, but expresses concerns for the two stops preceding the airport and the lack of investment at those stops.

215 Carter Explains that those stops fell victim to the recent economic downturn, and discusses the general problem.

245 Rep. Greenlick Asks if there is room for other kinds of commercial investments, and asks what other commercial investments were considered by the committee.

260 Whitty Explains that the possibilities and varieties of public-private partnerships are vast, and the committee only looked at a few without excluding the possibility of others.

275 Carter Further describes some of the particular public-private partnerships which were considered by the committee.

315 Walsh Addresses Rep. Greenlick's question, explaining the example of Intel regarding the Airport Max and Washington County.

360 Rep. Dingfelder Asks Mr. Whitty whether the committee considered any private-public ability to alleviate congestion.

370 Whitty Discusses the consideration of private-public ventures to address these problems.

405 Rep. Dingfelder Asks whether there is a market in Oregon for toll based roadways.

420 Whitty Explains that the IFAC was not tasked with market research, but the road user fee task force looked at previous data regarding toll funded roadways.

TAPE 45, B

020 Rep. Zauner Refers to New Zealand's ability to make private-public partnerships work, and asks Mr. Carter if he has any personal experience with that example.

025 Carter Explains that he has been to New Zealand and has been involved in some of those public-private partnerships, and further discusses his experience.

060 Rep. Beyer Asks how the private sector identifies possible public projects.

070 Whitty Offers an explanation for how projects are chosen, defers to Mr. Carter.

075 Carter Discusses the various ways in which the private sector becomes involved in projects.

120 Chair Brown Asks when the private sector becomes involve in transportation improvement projects.

125 Carter Discusses the ways in which projects are identified, including what sized projects are considered.

160 Whitty Discusses the solicited proposals, and how those projects are considered.

185 Carter Explains that it is important to the private sector that they see the considered projects add value.

240 Rep. Greenlick Asks how the culture of the institution is altered to support these private-public joint projects, and come up with innovative ideas in this area.

250 Whitty States the importance of the topic and asks if Mr. Walsh and Mr. Carter would comment on the importance of and difficulties regarding culture.

265 Walsh Explains that lack of time is a major factor and further discusses the issue of culture.

330 Carter Comments on what is needed to change culture in any organization, and recalls the difficulty in valuing time. Discusses the difference in culture between the private sector and the public.

TAPE 46, B

005 Rep. Mabrey Points out the value of unsolicited proposals. Comments on the mindset it takes on both the public and private sector to come together.

025 Walsh Comments on how the private sectors ideas are able to be incorporated by ODOT.

EXHIBIT SUMMARY

A – HB 2398, -1 Amendment, Staff, 5 pp.

B – HB 2542, -1 Amendment, Staff, 2 pp.

C – HB 2428, -2 Amendment, Staff, 1 p.

D – Informational, Innovative Finance Advisory Committee Overview, Jim Whitty, 3 pp.

E – Informational, Public-Private Partnerships for Oregon Transportation Projects, Jim Whitty, 40 pp.

F – Informational, Innovative Finance Advisory Committee Summary, John Carter, 5 pp.