# SENATE COMMITTEE ON GENERAL GOVERNMENT AND **TRANSPORTATION**

#### March 29, 2001 Hearing Room 343 3:00 pm Tapes 67 - 68

| MEMBERS PRESENT: | Sen. Gary George, Chair<br>Sen. Rick Metsger, Vice-Chair<br>Sen. Margaret Carter<br>Sen. Bev Clarno<br>Sen. Ken Messerle |
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| STAFF PRESENT:   | Patrick Balducci, Administrator  |

# Nancy Massee, Committee Assistant

### **MEASURE/ISSUES HEARD:**

#### HJM 28 Public Hearing and Work Session **Overview of New Zealand Transportation Program** Robin Dunlop, Chief executive Transit New Zealand

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.

| TAPE/#            | Speaker          | Comments   |
|-------------------|------------------|--|
| <b>TAPE 67, A</b> |                  |  |
| 008               | Sen. Gary George | Chair. Opens meeting at 3:18 pm. Introduces Robin Dunlop,  |
|                   |                  | Chief Executive New Zealand Transit.   |
| 012               | Loyd Henion      | Retired ODOT employee and consultant. Introduces Mr.<br>Dunlop. Gives background on New Zealand's highways and<br>roads. Mentions similarities between Oregon and New Zealand.   |
| 015               | Robin Dunlop     | Chief Executive New Zealand Transit. Shows slides on New Zealand and narrates details of the transportation system <b>(EXHIBIT A)</b> .  |
| 200               | Dunlop           | Continues presentation on the structure of New Zealand<br>Transportation system. Explains the government's role.<br>Discusses funding of the transportation system and charges to<br>vehicles. Explains innovative contacting techniques. Discusses<br>partnering concepts in government.  |
| 300               | Sen. Carter      | Asks if the design is not questioned, just the cost.   |
| 460               | Dunlop           | Discusses best value selection techniques. Continues discussing needs of the road users.   |
| TAPE 68,A         |                  |  |
| 050               | Dunlop           | Describes New Zealand roads and safety.  |
| 080               | Chair George     | Asks about delivering projects in relation to gas tax. Asks if New Zealand has recently increased its fuel tax.  |
| 104               | Dunlop           | Answers that New Zealand has not increased its fuel tax in recent<br>years, but has continued to invest more in modernization thank to<br>efficiency gains. States it is dangerous to get into privatizing<br>roads and must be done carefully. Discusses surveys on the<br>population and results. States new technology is going to be<br>helpful in the future. |
| 140               | Sen. Metsger     | Asks about the petrol tax in New Zealand. Asks about freight   |

| 207               | Dunlop           | movement in New Zealand. How much freight is on the road<br>compared to rails.<br>Answers it is very complicated and explains the breakdown of  |
|-------------------|------------------|---|
| 207               | Duniop           | taxes which is about 47 cents per litre. The cost to register a car<br>is about \$200 in New Zealand dollars. Notes that the majority of<br>the tax goes to non-transportation agencies. Also, New Zealand<br>dollars are valued at far less than the American dollar. Explains<br>freight transportation in New Zealand. Explains the rail system<br>in New Zealand. |
| 244               | Chair George     | Asks about the number of public employees in the transit department and how it was reduced.   |
| 250               | Dunlop           | Describes how employees were put into private companies.  |
| 270               | Sen. Metsger     | Reiterates New Zealand policy on land transit and other<br>authorities and contracting in New Zealand.  |
| 286               | Chair George     | Thanks Mr. Dunlop. Asks Weight Mile Tax Work Group to report.   |
| 359               | Chair George     | Asks the work group to introduce themselves. Tony Rufalo,<br>Gregg DalPonte, John Merriss, Loyd Henion.   |
| 365               | Tony Rufalo      | Chair of the Weight-Mile Tax Streamlining Work Group. First recommendation is to eliminate requirement of Oregon tax plate  |
|                   |                  | (EXHIBIT B).  |
| <b>TAPE 67, B</b> |                  |   |
| 016               | Rufalo           | Continues explaining recommendations of the work group.   |
|                   |                  | Second recommendation is to restructure the existing weight-mile<br>bonding program. Thirdly, recommends giving carriers the<br>option to report quarterly rather than monthly.   |
| 097               | Rufalo           | Fourthly, recommends to continue ODOT's electronic (E)-<br>government initiatives. The fifth recommendation is to eliminate<br>or restrict exemptions to the weight-mile tax. Recommendation<br>number 6 is to eliminate the use of flat fees. Lastly, repeal the<br>education program requirement.   |
| 245               | Chair George     | Thanks the work group for their work and attendance. Opens public hearing on HJM 28.  |
| HJM 28 PUBL       | <b>CHEARING</b>  |   |
| 261               | Balducci         | Explains HJM 28.  |
| 264               | Rep. Bruce Starr | Distriact 3. Supports HJM 28. Gives reasons for supporting HJM 28.  |
| 337               | Steve Lanning    | Oregon AFL-CIO. Opposes HJM 28. Says the tax plan rewards the rich. States that Alan Greenspan warned against high tax cuts <b>(EXHIBIT C)</b> .  |
| 366               | Dan Estes        | Oregon Republican party. Supports HJM 28. Reads letter from<br>Solomon Yue, National Committeeman for Oregon Republican<br>National Committee in Washington, D.C. (EXHIBIT D)   |
| 444               | Russ Walker      | Citizens for a Sound Economy (CSE). Supports HJM 28.  |
| <b>TAPE 68, B</b> |                  |   |
| 084               | Walker           | Continues explaining why President Bush's tax plan should be  |
|                   | unter            | supported. Asks the committee to support HJM 28 ( <b>EXHIBIT E</b> ).   |
| 180               | Rex Daines       | Morgan, Morgan, & Baines. Bankruptcy lawyer. Discusses<br>clients' debts and need for more income. Bankruptcy reform is<br>being undertaken. Asks the committee to vote for HJM 28.   |
|                   | Chair            | Closes public hearing. Opens work session on HJM 28.  |
| HJM 28 WORF       | K SESSION        |   |

| 215       | Sen. Clarno   | MOTION: Moves HJM 28 be sent to the floor with a BE<br>ADOPTED recommendation. |  |
|-----------|---------------|--|--|
| 216       | Sen. Metsger  | Explains why he is voting against this memorial.                               |  |
| 217       | 8             | VOTE: 3-2  |  |
|           |               | AYE: 3 - Clarno, Messerle, George  |  |
|           |               | NAY: 2 - Carter, Metsger   |  |
| 218       | Chair George  | The motion CARRIES.  |  |
|           | _             | SEN. FERRIOLI will lead discussion on the floor.                               |  |
| 219       | Chair George  | Closes work session. Opens public hearing on SB 868.                           |  |
| SB 868 PI | UBLIC HEARING |  |  |
| 225       | Balducci      | Explains SB 868.   |  |
| 262       | Chair George  | Says SB 868 will be held over. Adjourns meeting at 5:03 pm.                    |  |
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Submitted By, Reviewed By,

| Nancy Massee,       | Patrick Balducci, |
|---------------------|-------------------|
| Committee Assistant | Administrator     |

Janet Adkins Administrator

## **EXHIBIT SUMMARY**

- A Written testimony, Robin Dunlop, 33 pp
- B Written testimony, Tony Rufalo, 14 pp
- C HJM 28, written testimony, Steve Lanning, 2 pp
- D HJM 28, written testimony, Dan Estes, 2 pp
- E HJM 28, written testimony, Russ Walker, 1 p