

SENATE COMMITTEE ON PUBLIC AFFAIRS

June 15, 2001 Hearing Room 343

1:30 pm Tape 14

MEMBERS PRESENT: Sen. Verne Duncan, Chair
Sen. Rick Metsger, Vice-Chair
Sen. Margaret Carter
Sen. Bev Clarno
Sen. Ken Messerle

STAFF PRESENT: Janet Adkins, Administrator
Nancy Masee, Committee Assistant

MEASURE/ISSUES HEARD:
HB 3788B Public Hearing and Work Session

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 14, A		
005	Sen. Verne Duncan	Chair. Opens meeting at 1:35 pm. Announces HB 3002 will be heard next week. Opens public hearing on HB 3788B.
HB 3788B PUBLIC HEARING		
020	Mike Grainey	Assistant Director, Oregon Office of Energy. Supports HB 3788B. Describes amendments -24 and -26. Describes negotiation and consensus of the parties. (EXHIBITS A, B, C) The bill addresses <ul style="list-style-type: none">• Siting of large energy facilities,• Expedites process,• Establishes procedures,• Protects environmental values,• Sets out energy conservation provisions for state agencies. Amendments complement the bill.
032	Tom Gallagher	Portland General Electric (PGE). Supports HB 3788B.
050	Brad Higbey	Renewable Northwest Project. Consumer and environmental organization. Supports HB 3788B.
066	Sen. Lee Beyer	District 21. Describes HB 3788B addresses the energy supply issue. Says HB 3788B is a consensus bill of parties. Says this bill is going to add to the resources and will help avoid brownouts.
080	Sen. Metsger	Asks about changes in divestiture language in the bill.
083	Lee Sparling	Administrator of the Public Utility Commission (PUC). Responds to section 18 of the bill and explains that PUC does not have concern with eliminated language.
100	Sen. Metsger	Discusses language change was made to avoid California's

102	Sen. Messerle	dilemma on energy.
125	Grainey	Asks about section 15. Responds the provision is intended where there are facilities where there is minimal impact on the environment.
140	Gallagher	Says a broader point is raised. Discusses the issue in Coos Bay gas pipe line. Says the issue has not been taken up in this bill. How to use the land use process for installing transmission lines will have to be addressed eventually.
159	Sen. Messerle	Discusses problems bringing Bonneville Power Administration (BPA) lines across forestland.
186	Ralph Saperstein	Boise Cascade Corporation. Discusses –24 amendments approved by PUC and deal exclusively with Boise Cascade. The amendments change from October 1, 2001 to January 1, 2002 for Boise Case to begin buying electricity at PUC regulated rate..
210	Lee Sparling	PUC. Discusses language in the bill. Commission supports the –24 amendments.
224	Jim Nass	Legal Counsel, Appellate Courts. Discusses the B-26 amendments that address concerns on temporary energy generating facilities. Supports the B-26 amendments. Concerns were that –26 amendments impose a flat six month limit for case decisions. Explains the courts would prefer no limit.
235	Chair Duncan	Asks for any other testimony. Closes public hearing. Opens work session on HB 3788B.

HB 3788B WORK SESSION

290	Sen. METSGER	MOTION: Moves to ADOPT HB 3788B-24 amendments dated 6/14/01.
292		VOTE: 5-0
293	Chair Duncan	Hearing no objection, declares the motion CARRIED.
294	Sen. Metsger	MOTION: Moves to ADOPT HB 3788B-26 amendments dated 6/15/01.
		VOTE: 5-0
295	Chair Duncan	Hearing no objection, declares the motion CARRIED.
300	Sen. Carter	Asks about the fiscal impact.
305	Janet Adkins	Committee Administrator. Responds to fiscal question.
297	Sen. Metsger	MOTION: Moves HB 3788B to the floor with a DO PASS AS AMENDED recommendation.
		VOTE: 5-0
298	Chair Duncan	Hearing no objection, declares the motion CARRIED. SEN. METSGER will lead discussion on the floor.
300	Chair Duncan	Adjourns meeting at 2:00 pm.

Submitted By,

Reviewed By,

Nancy Masee,
Committee Assistant

Janet Adkins
Administrator

EXHIBIT SUMMARY

A – HB 3788B, written testimony, Mike Grainey, 3 pp

B – HB 3788B, -24 amendments, staff, 4 pp

C – HB 3788B, -26 amendments, staff, 2 p