HOUSE COMMITTEE ON WATER AND ENVIRONMENT

March 3, 1999 Hearing Room D

1:00 P.M. Tapes 51 - 53

MEMBERS PRESENT: Rep. Jim Welsh, Chair

Rep. Deborah Kafoury

Rep. Jeff Kruse

Rep. Jeff Merkley

Rep. Susan Morgan

MEMBER EXCUSED:

STAFF PRESENT: Kristina McNitt, Administrator

Danielle Hamilton, Administrative Support

MEASURE/ISSUES HEARD: SB 3 Reconsideration and Work Session

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HB 2649 Public Hearing and Work Session

HB 2650 Public Hearing

HB 2651 Public Hearing and Work Session

HB 2652 Public Hearing

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.

| ГАРЕ/# | Speaker | Comments |
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| ГАРЕ 51, 4 | A | |
| 005 | Chair Welsh | Calls meeting to order at 1:10 and opens work session on SB 3. |
| SB 3 WOR | RK SESSION | |
| 008 | Rep. Kruse | MOTION: Moves to SUSPEND the rules for the purpose of reconsidering the vote on SB 3. |
| 015 | | VOTE: 9-0 |
| | Chair Welsh | Hearing no objection, declares the motion CARRIED. |
| 018 | Rep. Kruse | MOTION: Moves to RECONSIDER the vote by which SB 3 was sent to the floor with a DO PASS AS AMENDED recommendation. |
| 020 | | VOTE: 9-0 |
| | Chair Welsh | Hearing no objection, declares the motion CARRIED. |
| 029 | Rep. Kruse | MOTION: Moves to SUSPEND the rules for the purpose of reconsidering the vote by which SB 3 was amended with the adoption of the -5 amendment |
| 035 | | VOTE: 9-0 |
| | | AYE: In a roll call vote, all members present vote Aye. |
| | Chair Welsh | The motion CARRIES. |
| 042 | Rep. Kruse | MOTION: Moves to RECONSIDER the vote by which "SB 3 was amended with the adoption of the -5 amendment.". |
| 044 | | VOTE: 9-0 |

| | Chair Welsh | Hearing no objection, declares the motion CARRIED. |
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| 044 | Rep. Taylor | Asks for clarification on the parliamentary procedure taking place. |
| 046 | Chair Welsh | Clarifies that SB 3 is before the committee with the -3 amendments. |
| 057 | Rep. Merkley | MOTION: Moves to ADOPT SB 3-9 amendments dated 03/03/99. |
| 070 | Rep. Merkley | Explains amendment and the chart. (EXHIBITS A, B, C, D) |
| 130 | Rep. Merkley | Continues to explain ñ9 amendments. |
| 145 | Rep. Devlin | Asks if a minority report is suggested if Rep. Merkley's intent is to include the - 9, -10, -11 amendments. |
| 148 | Rep. Merkley | Answers no. |
| 151 | Rep. Devlin | Asks if the purpose of the amendments is to load the minority report. |
| 155 | Rep. Merkley | Answers no. Explains that his intent is to be fair. |
| 171 | Rep. Devlin | Comments that he believes the amendments are an attempt to load the minority report. |
| 187 | Chair Welsh | Asks what the financial impact is of the -9 amendment. |
| 192 | Rep. Merkley | Answers \$8 million. |
| 197 | Chair Welsh | Asks if any of the earlier built facilities have received direct or indirect compensation. |
| 197 | Rep. Merkley | Answers, to his understanding this would be the only time schools and roads have been taken into account. Notes that is not conclusive. |
| 204 | | VOTE: 3-6 |
| | | AYE: 3 - Kafoury, Merkley, Taylor |

| | Chair Welsh | The motion FAILS. |
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| 216 | Rep. Merkley | MOTION: Moves to ADOPT SB 3-10 amendments dated 03/03/99. |
| 223 | Rep. Merkley | Explains the -10 amendment. |
| 243 | Rep. Kafoury | States if the committee is going to give Monetary contribution to assist communities with the impact of a prison, it would only be fair that the same funds are distributed in communities where institutions are already sited. |
| 254 | Rep. Devlin | Reminds the committee that if they wish to explore the fairness issue, there are other avenues available. |
| 269 | Rep. Merkley | Comments that he does not feel it would be fair to the impacted cities to delay any aid. Therefore the -10 and -11 amendments should be adopted. |
| 278 | | VOTE: 3-6 AYE: 3 - Kafoury, Merkley, Taylor NAY: 6 - Atkinson, Devlin, Gianella, Kruse, Morgan, Welsh |
| | Chair Welsh | The motion FAILS. |
| 288 | Rep. Merkley | MOTION: Moves to ADOPT SB 3 -11 amendments dated 03/03/99. |
| 295 | Rep. Merkley | Explains the ñ11 amendments. |
| 339 | Rep. Taylor | Comments on her support of Rep. Merkly. |
| 347 | | VOTE: 3-6 AYE: 3 - Kafoury, Merkley, Taylor NAY: 6 - Atkinson, Devlin, Gianella, Kruse, Morgan, Welsh |
| | Chair Welsh | The motion FAILS. |

| 361 | Rep. Merkley | MOTION: Moves to SUSPEND the rules for the purpose of reconsidering the vote by which the SB 3 was amended with the adoption of -3 amendments . |
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| | | VOTE: 3-6 AYE: 3 - Kafoury, Merkley, Taylor NAY: 6 - Atkinson, Devlin, Gianella, Kruse, Morgan, Welsh |
| | Chair Welsh | The motion FAILS. |
| 385 | Rep. Kruse | MOTION: Moves SB 3 to the floor with a DO PASS recommendation. |
| 390 | Rep. Kruse | VOTE: 6-3 AYE: 6 - Atkinson, Devlin, Gianella, Kruse, Morgan, Welsh NAY: 3 - Kafoury, Merkley, Taylor |
| | Chair Welsh | The motion CARRIES. |
| 395 | Chair Welsh | Closes work session on SB 3 and opens a public hearing on HB 2649. |
| <u>HB 2649 I</u> | PUBLIC HEARING | |
| TAPE 52, | A | |
| 003 | Kristina McNitt | Administrator. Summarizes HB 2649. |
| 006 | | Staff distributes (EXHIBIT E). |
| 010 | Gail Achterman | Attorney, representing the Oregon Water Resources Congress (OWRC). Notes that the OWRC is the requestor of HB 2649. Provides overview of HB 3189, introduced in 1989 by OWRC. |
| 060 | Achterman | Explains the importance of HB 2649 for the purposes of simplifying the re- mapping process. States that because HB 2649 does not affect any federal interest, OWRC would like to avoid the secretarial consent. Notes that OWRC's request for secretarial consent has been pending sense 1987. |

| Rep. Morgan | Comments that the state law must interface in some way with the Bureau of Reclamation and the Federal Law(BRFL). Asks what is coming from the top down in terms of the U.S. Secretary of Interior not needing to sign off on remapping. |
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| Achterman | Answers that it is no longer necessary because the BRFL and has been a partner with the OWRC on the re-mapping project. |
| Rep. Morgan | Asks if there is a statute at the federal level that requires the Secretary of Interior to sign off on water rights. |
| Achterman | Answers no. Explains relating federal statue. |
| Kip Lombard | Attorney, representing OWRC. Addresses Rep. Morgan's earlier question about why there is no longer a need for secretarial consent. |
| Tom Byler | Water Resource Department (WRD). Testifies to provide information to the committee. Notes that HB 2649 would provide WRD an administrative benefit. |
| Jill Zarnowitz | Oregon Department of Fish and Wildlife (ODFW). Expresses original concerns. States that those concerns have been addressed. Notes that ODFW would like to retain some sort of notification procedure for the Bureau of Reclamation. Asks if that request is built into the statutes. |
| Achterman | States there is a notice requirement in the statute. |
| Chair Welsh | Closes public hearing on HB 2649 and open a work session on HB 2649. |
| ORK SESSION | <u> </u> |
| Rep. Kruse | MOTION: Moves SB 2649 to the floor with a DO PASS recommendation. |
| | VOTE: 9-0 AYE: In a roll call vote, all members present vote Aye. |
| | Achterman Rep. Morgan Achterman Kip Lombard Tom Byler Jill Zarnowitz Achterman Chair Welsh ORK SESSION |

| | Chair | The motion CARRIES. |
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| 258 | Chair Welsh | Closes work session HB 2649 and opens a public hearing on HB 2650 |
| <u>HB 2650 PU</u> | JBLIC HEARING | <u> </u> |
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| 261 | Chair Welsh | Closes public hearing on HB 2650 and opens public hearing on HB 2651. |
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| <u>HB 2651 P</u> | UBLIC HEARING | |
| 270 | McNitt | Explains HB 2651. |
| 288 | Lombard | Testifies in support of HB 2651. (EXHIBIT F) Provides overview of ORS 554.020. Explains how and why HB 2651 would amend ORS 554.020. |
| 345 | Lombard | Explains basis for HB 2651. |
| 370 | Rep. Taylor | Asks what constitutes a large farm in Eastern Oregon. |
| 374 | Lombard | Answers the farm in the illustration is several thousand acres. |
| 380 | Chair Welsh | Asks what type of efficiencies will be gained in HB 2651. |
| 392 | Lombard | Answers that if a farmer needs to transfer water over a long distance he is going to lose significant amounts, if it is combinded with the districts water, there will be less loss. |
| 398` | Chair Welsh | Asks how many situations HB 2651 will address. |
| 400 | Lambard | Answers not many. |
| TAPE 51, | В | |
| 006 | Chair Welsh | Closes public hearing on HB 2651 and opens work session on HB 2651. |
| <u>HB 2651 V</u> | VORK SESSION | ^ |
| 011 | Rep. Kruse | MOTION: Moves HB 2651 to the floor with a DO PASS recommendation. |
| | _1 | VOTE: 9-0 |
| | | AYE: In a roll call vote, all members present vote Aye. |
| | Chair Welsh | The motion CARRIES. |

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Chair Welsh

HB 2652 PUABLIC HEARING 023 McNitt Explains HB 2652. 037 Achterman Testifies in support of HB 2652 (EXHIBIT G). Overview the two principle objectives: • Ensure members of OWRC understand obligations under state and federal environmental laws • Avoid duplicating environmental obligations. Explains how HB 2652 obtains those two objectives. Discusses the problems with the current state statutes. 088 Achterman Provides overview of the labeling process. Notes that all licensed pesticides applicators look at the labels when applying pesticide. Stresses the importance of ODFW and the Department of Agriculture working together on special needs. Urges the committee's support of HB 2652. 122 Russell Harding Manager of DEQ's Water Quality Division. Notes that DEQ has been working with ODFW on amendments to HB 2652. Comment on original concerns, believes if the proposed amendments are adopted DEQ will support HB 2652. 130 Rep. Taylor Asks, if the Clean Water Act is amended, if it will conflict with the delegation. 142 Harding Answers yes and no. Explains answer. 147 Achterman Comments that any time the Clean Water Act has been amended various states throughout the country have needed to pass conforming legislation. 166 Rep. Merkley Asks for an outlines of the Headwater verses Talent Irrigation District's (TID) court case. 171 Achterman Explains the lawsuit. Refers to EXHIBIT G. 206 Rep. Merkley Notes that the fish kill in the Headwater verses TID case was large. 219 Answers in the twenty years of involvement, that is the only case she is aware of. Achterman Explains the precautionary measures that are now taken in applying pesticides to prevent that type of disaster from ever happening again. 270 Achterman Continues explanation of the pesticide application process.

| 296 | Rep. Merkley | Asks, if HB 2652 is adopted, how it will effect the lawsuit. |
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| 303 | Achterman | Answers HB 2652 would provide a better position, because it would alleviate inconsistencies in federal and state law. |
| 316 | Zarnowitz | Expresses concerns with Section 4 of HB 2652 (EXHIBIT H). Addresses the importance of the statutes and not just the labels. |
| 365 | Zarnowitz | States ODFW would like to see Section 4 removed from HB 2652 and would like to see the proposal from OWRC. |
| 387 | Rep. Devlin | Asks McNitt if the relating clause in HB 2652 ends with the semicolon. |
| 395 | Administrator | Answers yes. States the clause ends with the word contaminates. |
| 400 | Chair Welsh | Asks if Zarnowitz has talked with the proponents of HB 2652. |
| 405 | Zarnowitz | Answers yes. |
| 408 | Chair Welsh | Asks Zarnowitz why she had not contacted the proponents sooner. |
| 412 | Zarnowitz | Answers ODFW was not aware that HB 2652 was scheduled in committee until 2-27. |
| TAPE 52, B | 3 | |

| 006 | Rep. Gianella | Asks why ODFW needs Section 4 removed from HB 2652. |
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| 010 | Zarnowitz | Answers because it repeals the statutes that require vector control districts to consult with the ODFW. |
| 022 | Rep. Gianella | Asks if ODFW would like to oversee the process taking place by OWRC. |
| 025 | Zarnowitz | Answers ODFW currently is involved with the process and HB 2652 repeals that involvement. |
| 027 | Rep. Gianella | Asks if HB 2652 changes ODFW's vector control. |
| 030 | Zarnowitz | Answers yes. |
| 034 | Chirstopher Kurby | Administrator, Pesticide Division, Oregon Department of Agriculture (ODA). |
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| 043 | Chair Welsh | Asks what ODA's role is in HB 2652. |
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| 045 | Kurby | Asks for clarification on Rep. Welsh's question. |
| 048 | Chair | Asks if the labeling of the pesticides will be enough. |
| 053 | Kurby | Answers yes. |
| 059 | Chair Welsh | Asks Gregg if he feels labeling will be sufficient. |
| 062 | Chuck Gregg | Department of Agriculture. Answers yes. |
| 070 | Rep. Gianella | Comments that she has not seen a problem with following the labels, as the pesticide applicators are certified. |
| 078 | Rep. Morgan | Asks Kurby if his experience with commonly applied agricultural chemicals shows that labeling on the product satisfy concerns. |
| 080 | Kurby | Answers yes. |
| 086 | Doug Meyers | Water Watch. Testifies in opposition of HB 2652. Expresses concerns with HB 2652. States Oregon's laws should be allowed to be more stringent than Federal laws. |
| 113 | Neva Hassanein | Northwest Coalition for Alternatives to Pesticides (NCAP). Explains the NCAP organization. Testifies in opposition of HB 2652. Discusses the reasons for opposition, first HB 2652 proposes weaker state law than federal law. |
| 160 | Hassanein | Addresses NCAP's second concern with HB 2652, which is that HB 2652 assumes that the current pesticide program is adequate. Gives examples of the inefficiency. Discusses the effects of pesticides on habitat. |
| 210 | Hassanein | Continues to address the effects of pesticides on habitat. Provides overview the current pesticide laws. Expresses concerns with Section 4. |
| 220 | Chair Welsh | Asks how many members are in NCAP. |
| 230 | Hassanein | Answers about 18,000. |
| 232 | Chair Welsh | Asks if they are due-paying members. |
| 233 | Hassanien | Answers yes. |

| 235 | Chair Welsh | Asks if the members are spread throughout the state. |
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| 236 | Hassanien | Answers yes. |
| 238 | Chair Welsh | Asks if Hassanien has ever worked on a farm. |
| 240 | Hassanien | Answers yes, WinterGreen Farm. |
| 243 | Hillary Abraham | Pesticide Program Director, Oregon Environmental Council (OEC). Introduces Laura Weiss. |
| 246 | Laura Weiss | Pesticide Program Director, OEC. Testifies in opposition to HB 2652 (EXHIBIT I). Explains the OEC organization. Expresses concerns with HB 2652. States HB 2652 would take away a safeguard that protects fish and other wildlife. Urges the committee to remove Section 4. Discusses side effects of pesticides on the habitat and environment. Expresses concerns with Section 2 of HB 2652. |
| 298 | Rep. Merkley | Asks if Weiss feels it is reasonable for pesticide users to get a permit each time they use chemicals. |
| 305 | Weiss | Answers, if the label requires a permit, that recommendation should be followed. |
| 310 | Rep. Merkley | States that he thinks that the proponents of HB 2652 are also saying that if the label requires a permit, one should be obtained. |
| 313 | Weiss | Notes the current language in HB 2652 would not follow the label requirements. Admits she has not seen the amended language. |
| 316 | Chair Welsh | Comments that the ñ1 amendment covers that concern. Understands that the label was not followed in the Headwater verses TID case. |
| 319 | Rep. Merkley | Corrects that the label was followed. |
| 339 | Willie Tiffany | League of Oregon Cities (LOC). Testifies in opposition to HB 2652 (EXHIBIT J). Expresses three concerns: Inappropriate timing. No assurance that local money is being applied to water quality. Could jeopardize Oregon's delegated authority under the Clean Water Act. |
| 373 | Rep. Merkley | Asks Tiffany if the -1 amendments address his concerns about endangering Oregon's status in administering the Clean Water Act. |

| 390 | Tiffany | Answers no. |
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| TAPE 53, A | | |
| 003 | Chair Welsh | Agrees with Tiffany, that the Clean Water Act issues have not been adequately addressed. |
| 005 | Tiffany | States that urban residents have a large part to play in the clean up of the water. |
| 012 | Chair Welsh | Closes public hearing on HB 2562 and adjourns at 3:30 p.m. |

Submitted By, Reviewed By,

Danielle Hamilton, Kristina McNitt,

Administrative Support Administrator

EXHIBIT SUMMARY

- A -SB 3, SB 3 -9 amendments, Rep. Merkley, 1 p.
- B SB 3, Explanation of amendments, Rep. Merkley, 1 p.
- C SB 3, -10 amendments, Rep. Merkley, 1 p.
- D SB 3, -11 amendments, Rep. Merkley, 1 p.
- E HB 2649, written testimony, staff, 3 pp.
- F HB 2651, written testimony, Kip Lombard, 1 p.
- G HB 2652, written testimony, Gail Achermann, 1 p.
- H HB 2652, written testimony, Zarnowitz, 1 p.
- I HB 2652, written testimony, Loura Weiss, 1 p.
- J HB 2652, written testimony, Willie Tiffany, 2 pp.