

CONFERENCE COMMITTEE ON HB 3041

July 3, 1997 Hearing Room A

08:30 AM Tape 2

MEMBERS PRESENT: Rep. John Watt, Chair

Sen. Ken Baker

Sen. Joan Dukes

Sen. Gary George

Rep. Eldon Johnson

Rep. Jackie Taylor

MEMBER EXCUSED:

STAFF PRESENT: Robin LaMonte, Senior Legislative Analyst

Jim Stembridge, Policy Analyst

Julie Havel, Administrative Support

MEASURES/ISSUES HEARD:

HB 3041 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.

Tape/#	Speaker	Comments
TAPE 2, A		
003	Chair Watt	Calls meeting to order at 9:03 am, opens work session on HB 3041.
<u>HB 3041 - WORK SESSION</u>		
006	Sen. Baker	States at his recommendation, the Senate conferees will retire from this conference committee, and ask that President Adams appoint new conferees.
007	Chair Watt	Thanks Sen. Baker and declares the meeting adjourned at 9:05 am.

Submitted By, Reviewed By,

Julie Havel, Jim Stembridge,

Administrative Support Administrator

CONFERENCE COMMITTEE ON HB 3041

July 3, 1997 Hearing Room A

03:30 PM Tape 3

MEMBERS PRESENT: Rep. John Watt, Chair

Sen. Ken Baker

Sen. Joan Dukes

Sen. Gary George

Rep. Eldon Johnson

Rep. Jackie Taylor

MEMBER EXCUSED:

STAFF PRESENT: Jim Stembridge, Policy Analyst

Julie Havel, Administrative Support

MEASURES/ISSUES HEARD:

HB 3041 Work Session

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Tape/#	Speaker	Comments
TAPE 3, A		
003	Chair Watt	Calls meeting to order at 4:00 pm, opens work session on HB 3041.
<u>HB 3041 - WORK SESSION</u>		
006	Chair Watt	Verifies that at the earlier meeting the committee had fundamentally agreed to accept the Senate amendments, which included the \$105 million dollar bond authority for the state parks, and had moved on to discuss the proposed -B12 and -B13 amendments (EXHIBITS A & B). States the committee also has the proposed -B14 amendments (EXHIBIT C).
011	Chair Watt	States he would accept a motion to move the proposed -B12 amendments, which would add \$6 million in bonding authority to the Oregon Economic Development Department (OEDD) for use as matching funds in a special water program.

014	Rep. Taylor	Asks where they indicate where the available monies will be allocated, and if they need to save section 23, which was proposed in the -B10 amendments.
022	Jim Stembridge	Policy Analyst, explains language in section 17, page three, regarding infrastructure lottery bonds and matching federal monies under the Safe Drinking Water Act.
030	Sen. Dukes	States her understanding is that once the safe drinking water money is taken care of, the extra \$5.5 million that would be freed up for the community development fund would be targeted at regional strategies, the rural investment fund, special public works fund, wastewater fund, and the ports' revolving loan fund.
037	Chair Watt	States he does not believe that they can do that under the terms of HB 3744. Asks Rep. Taylor if that is the section she was referring to.
042	Rep. Taylor	Explains these are two different issues.
046	Chair Watt	States it is his understanding that they want to create the community development fund, and they are essentially not allocating by line item.
050	Doris Penwell	OEDD, states that is correct, they are not allocating by line item, and explains details.
055		Discussion continues on provisions of SB 932, which requires OEDD dollars be prioritized to rural and distressed communities.
063	Sen. Dukes	Asks if internal prioritization would be special public works funds, regional strategies, rural investment funds, port revolving funds, and wastewater funds.
068	Penwell	States that is correct, although there are other funds in the department, and the highest priority is given to rural areas of the state.
077	Rep. Johnson	MOTION: Moves to ADOPT HB 3041B-12 amendments dated 7/2/97.
080	Sen. Baker	Asks for and receives clarification that this is the amendment that adds the \$6 million authority.
	Chair Watt	Hearing no objection, declares the motion CARRIED.
083	Stembridge	Explains provisions of proposed -B13 and -B14 amendments, and the request to delete references to "sections 1 to 9" in four parts of the -B13 amendments. Gives details.
101	Rep. Johnson	MOTION: Moves to ADOPT HB 3041B-13 amendments dated 7/2/97 and that the amendments be FURTHER AMENDED on page 3, lines 14,16, 18, and 21, by deleting "sections 1 to 9" after "by".
	Chair Watt	Hearing no objection, declares the motion CARRIED.
104	Stembridge	Explains provisions of proposed -B14 amendments.
110	Chuck	Oregon State Treasury, introduces Bill Nessly.

	Smith	
112	Bill Nessly	Department of Justice, explains history behind proposed -B14 amendments. Explains because it was the first time they had allocated lottery revenue bonds, they were not sure what type of lottery revenues would be available, so the Legislature said the first lottery monies realized in every year should be allocated to those bonds. States they did not know there would be the potential for other lottery revenue bond programs such as state parks, so they "unwittingly" gave light rail the first shot at the revenues. Explains intent of amendments is to prevent this in the future and ensure that any future lottery revenue bonds are issued on a "parity basis."
130	Chair Watt	Asks for and receives clarification on the difference between the -B13s and -B14s.
136	Sen. Baker	Asks for and receives clarification that this will not affect west side light rail because they already have an existing contractual relationship.
141	Rep. Johnson	MOTION: Moves to ADOPT HB 3041B-14 amendments dated 7/2/97.
	Chair Watt	Hearing no objection, declares the motion CARRIED.
145	Rep. Johnson	MOTION: Moves HB 3041B to the floor with a DO PASS AS AMENDED recommendation.
		VOTE: 6-0
		AYE: In a roll call vote, all members present vote Aye.
	Chair Watt	The motion CARRIES.
		REP. JOHNSON will lead discussion on HOUSE floor.
		SEN. GEORGE will lead discussion on SENATE floor.
157	Chair Watt	Adjourns meeting at 4:17 pm.

Submitted By, Reviewed By,

Julie Havel, Jim Stembridge,

Administrative Support Administrator

EXHIBIT SUMMARY

A - HB 3041, proposed -B12 amendments, staff, 11 pp.

B - HB 3041, proposed -B13 amendments, staff, 3 pp.

C - HB 3041, proposed -B14 amendments, staff, 1 pp.