SENATE COMMITTEE ON LIVABILITY

May 15, 1997 Hearing Room C

3:00 P.M. Tapes 69 - 70

MEMBERS PRESENT:

Sen. Ted Ferrioli, Chair

Sen. Bob Kintigh, Vice-Chair

Sen. Ginny Burdick

Sen. Eileen Qutub

MEMBER EXCUSED: Sen. Kate Brown

STAFF PRESENT:

Christin Smith, Administrator

Nora Carlson, Administrative Support

MEASURE/ISSUES HEARD: SB 938 Public Hearing and Work Session SB 585 Public Hearing HB 3023 Public Hearing and Work Session HB 3024 Public Hearing and Work Session SB 999 Work Session

- HB 2937 Public Hearing and Work Session
- HB 2102 Public Hearing and Work Session
- HB 3091 Public Hearing and Work Session
- HB 3571 Public Hearing and Work Session

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

| Tape/# | Speaker | Comments |
|---|----------------|--|
| TAPE 69, A |] | |
| 003 | Chair Ferrioli | Calls meeting to order at 3:15 p.m. Opens public hearing on SB 585 and SB 938. |
| <u>SB 938 AND SB</u> 585 PUBLIC HEARING | | |
| | | Government Relations, City of Portland, provides testimony in support of SB 938, issues discussed: |
| 005 | Jackie Bloom | * community right to know programs |
| | | * assessment and collection of fees |
| | Bill Bench | Portland Fire Bureau, submits and provides testimony on SB 938 [EXHIBIT A]. |
| 007 | | * hazardous substance billing fees |
| | | * benefits to business that report hazardous substances |
| | | * changing hazardous possession fees |
| 057 | Chair Ferrioli | Asks about fees paid to support environmental programs. |
| 060 | Bench | Describes the number of businesses surveyed that are billed a hazardous possession fee. |
| 067 | Sen. Kintigh | Asks about mechanisms used to determine billing. |
| 072 | Bob Albers | Manager, State Fire Marshal's Hazardous Services Program, submits and presents testimony in support of SB 938 [EXHIBIT B]. Describes methods used to assess fees. |
| | | Continues with testimony, issues discussed: |

| | | * hazardous substance possession fees |
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| 125 | Albers | * misreporting of fees |
| | | * storage warehouses for hazardous substances |
| 148 | Chair Ferrioli | Asks about companies that perform "just in time" deliveries that require a lot of time in transit of hazardous substances. |
| 150 | Albers | Responds that most companies will not store hazardous products at their facilities resulting in an increase in hazardous substances being transported; comments that 60% percent of hazardous substance incidents occur on the road. |
| 180 | Chair Ferrioli | Asks if there will be a fee per page charge on hazardous materials that are submitted. |
| 185 | Albers | Confirms that there will be a fee per page charge. |
| 194 | Sen. Kintigh | Asks if there is a limit on how much information can be put on one page. |
| 197 | Albers | Responds that every customer has to supply particular demographic information and that additional pages are for reporting specific chemicals. |
| 208 | Sen. Burdick | Asks about fee per page revenues. |
| 213 | Albers | Responds that SB 938 contains a requirement that fees can only generate the amount of money that is approved by the legislature. |
| 218 | Sen. Burdick | Asks if there are companies that will be brought into the system that do not currently pay into the fund. |
| 221 | Albers | Responds that there are currently over 5,000 companies that are required to support a system that benefits approximately 36,000 companies. |
| 227 | Sen. Burdick | Asks if companies who are currently paying fees would drop out of the system. |
| 234 | Albers | Responds that a percentage of current fee payers would receive an increase and the other percentage would receive a reduction; comments on a company that has 800 substances that does not pay a fee. |
| 245 | Sen. Burdick | Asks why the company is not charged a fee. |
| 247 | Albers | Responds that the company has hazardous substances below the billable quantity range. |
| 249 | Sen. Kintigh | Asks for clarification on the fee per page charges. |
| 251 | Albers | Responds that under the new system companies will pay up to a maximum of \$2000 per program and that currently companies can be assessed fees up to \$13,000 per year. |
| 257 | Sen. Burdick | Comments on the goal to encourage companies to use less chemicals and asks how the proposed legislation would compare to that effort. |
| | | Responds that companies can reduce their fees by reducing the |

| 260 | Albers | amount of hazardous products kept at their facilities, but that would require the product to be transported more frequently. |
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| 275 | Albers | Continues with testimony on fee schedules for toxic programs and benefits for those companies who participate in the program. |
| 285 | Ted Hughes | Representing Pacific Northwest Paint Council, provides testimony in support of SB 585 and SB 938. Suggests maintaining payers at the same schedule, removing the toxic use reduction program, and finding alternate sources of funding. |
| 320 | Hughes | Proposes that SB 938 be amended to include "with a population of 350,000 or more" on line 44, page 2 of the bill. |
| 333 | Scott Ashcom | Representing Pacific Northwest Paint Council, provides that he would support SB 938 with proposed amendment language, or if language cannot be amended, proposes that SB 585 with the -1 proposed amendments be approved [EXHIBIT C]. |
| 369 | Sen. Qutub | Asks about the "compelling need" for the bill. |
| 472 | Ashcom | Refers to HB 3515 passed in 1989 which was a government preemption of community right to know programs. |
| 430 | Ashcom | Continues with testimony on the expansion of local programs. |
| TAPE 70, A | | |
| 025 | Stan Martin | Valley Fire Control, submits proposed amendments and testimony on SB 938 [EXHIBIT D]. |
| 063 | Chair Ferrioli | Asks if he objects to the public policy change of hazardous substance reporting requirements from a reporting issue to a possession issue. |
| 084 | Martin | Responds that his objection is with hazardous substances that are actually handled. Continues with testimony on hazard reporting. |
| 092 | Lana Butterfield | Northwest Propane Gas Association, submits and provides testimony on SB 938 [EXHIBIT E]. Also provides testimony and proposed amendments to SB 938 on behalf of Jim Craven, representing American Electronics Association [EXHIBIT F]. |
| 120 | Terry Witt | Executive Director, Oregonians for Food and Shelter, provides support of the proposed amendments to SB 585. |
| 132 | Sen. Kintigh | Asks about the process for identifying materials as hazardous. |
| 144 | Witt | Responds that identification would be in an accompanying Material Safety Data Sheet (MSDS) which identifies a substance as being potentially hazardous, or a material can be identified as hazardous at the direction of the State Fire Marshal. |
| 160 | Sen. Kintigh | Asks about the process to reclassify materials as non-hazardous. |
| 163 | Witt | Responds that it would be a complicated process. |
| 165 | Mary Wahl | Waste Management and Clean Up, Department of Environmental Quality (DEQ), provides supports for continued funding of toxic |

| | | programs. |
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| 170 | Sen. Burdick | Asks whether SB 938 is a preferable alternative to SB 585. |
| 176 | Wahl | Responds that they don't have a preference on the funding approach so long as the two programs are funded. |
| 173 | Sen. Burdick | Asks about DEQ's official position on the bill; asks if they have had an opportunity to look at the proposed amendments to SB 585. |
| 195 | Wahl | Responds that she has not seen the proposed amendments. |
| 200 | Chair Ferrioli | Asks if she is familiar with the fiscal report on SB 585 [EXHIBIT G]. |
| 210 | Wahl | Responds that her understanding is that SB 938 would provide funding for the two programs and SB 585 would eliminate them. |
| 219 | Chair Ferrioli | Asks about the proposed amendment language that would limit local fee assessments to cities with a population of 350,000 or more. |
| 235 | Jim Crawford | Fire Marshal, City of Portland, responds that proposed language would not affect the City of Portland, but may affect other smaller jurisdictions. |
| 262 | Sen. Kintigh | Asks if there is anything that can be done to remove items from a hazardous materials list. |
| 269 | Albers | Responds that the Occupational Safety and Health Administration (OSHA) requires an MSDS to be developed if a substance presents a physical hazard, a health hazard, or a hazard to the environment. |
| 295 | Sen. Kintigh | Comments on whether statutory requirements could be changed, or whether OSHA could change their reporting requirements. |
| 297 | Albers | Responds that it is an OSHA requirement by law; provides example of an emergency responder encountering an unknown substance. |
| 312 | Sen. Kintigh | Ask if a fireman would look at an MSDS list before entering a building that was on fire. |
| 315 | Albers | Responds that fireman have the ability to electronically dial up the information while they are on the fire scene. |
| 305 | Chair Kintigh | Closes public hearing on SB 585 and SB 938; opens public hearing on HB 3023. |
| <u>HB 3023</u> <u>PUBLIC</u> HEARING | | |
| 330 | Lynn Schoessler | Housing and Community Services Department, provides testimony in support of HB 3023 which proposes the financing of mixed commercial/residential space. |
| 398 | Sen. Kintigh | Asks about the financing percentage. |
| 405 | Schoessler | Identifies a 25% ratio. |
| 418 | Chair Kintigh | Closes public hearing on HB 3023; opens public hearing on HB 3024. |
| TAPE 69, B | | |

| HB 3024 PUBLIC HEARING | | |
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| 008 | Lynn Schoessler | Housing and Community Services Department, provides testimony in support of HB 3024. |
| 032 | Sen. Qutub | Refers to SB 675 which provides that an individual only need an income equal to two times the rent per month; asks if there is any relation to HB 3024. |
| 041 | Schoessler | Responds that there is a relationship but no direct impact to HB 3024. |
| 048 | Sen. Kintigh | Asks if the bill would lower the loan-to-value ratio. |
| 050 | Schoessler | Responds that current loan guarantees are restricted by median incomes and that the bill would eliminate those restrictions. |
| 057 | Sen. Kintigh | Asks if the bill would be a disadvantage for individuals with very low incomes. |
| 060 | Schoessler | Responds that applications received to date are all in the upper end of the income range. |
| 062 | Chair Ferrioli | Closes public hearing on HB 3024; opens work session on HB 3024. |
| WORK SESSION 060 | Sen. Qutub | MOTION: Moves HB 3024 to the floor with a DO PASS |
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| | | recommendation. |
| 062 | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. |
| | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. SEN. QUTUB will lead discussion on the floor. |
| 065 | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. |
| | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. SEN. QUTUB will lead discussion on the floor. |
| 065 HB 3023 WORK | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. SEN. QUTUB will lead discussion on the floor. |
| 065 HB 3023 WORK SESSION | Chair Ferrioli Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. SEN. QUTUB will lead discussion on the floor. Closes work session on HB 3024; opens work session on HB 3023. MOTION: Moves HB 3023A to the floor with a DO PASS |

| | | SEN. KINTIGH will lead discussion on the floor. |
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| 075 | Chair Ferrioli | Closes work session on HB 3023; opens work session on SB 999. |
| <u>SB 999 WORK</u> SESSION | | |
| 080 | Sen. Qutub | MOTION: Moves to SUSPEND the rules for the purpose of RECONSIDERING the vote on SB 999 by which SB 999 was moved to the floor with a DO PASS AS AMENDED recommendation and BE REFERRED to the committee on Ways and Means. |
| 084 | Chair Ferrioli | Hearing no objection, declares the motion CARRIED. |
| 102 | Sen. Joan Dukes | District 1, submits proposed amendments and provides testimony in support of SB 999 [EXHIBIT H]. |
| 122 | Sen. Kintigh | Asks if she would consider including language of "not less than" number of days for which the license of a licensed premise could be suspended. |
| 125 | Sen. Dukes | Responds that the Oregon Liquor Control Commission (OLCC) suggested including one day but that she would not object to a "minimum" number of days. |
| 140 | Steve Brinkhoff | Regional Manager, OLCC, provides testimony on SB 999, issues discussed: * allowing OLCC to set minimum suspension period * license suspension or cancellation requirement |
| 174 | Chair Ferrioli | Asks Sen. Dukes if she will object to including "or cancellation" language to the proposed amendments. |
| 176 | Sen. Dukes | Responds that she would oppose the amendment because the bill would then read that if a sale were to occur within someone's premises, they would lose their license. Suggests that amendments be drafted in the House which would allow for cancellation if there are multiple violations. |
| 192 | Sen. Qutub | Asks if there has been discussion with Legislative Counsel on the issue of double jeopardy. |
| 199 | Sen. Dukes | Explains that the issue was not discussed and that there are currently two ways to revoke a license and this would provide a third. |
| 216 | Sen. Burdick | Expresses concern about the double jeopardy issue; asks about cancellation language. |
| 230 | Brinkhoff | Responds that OLCC will support Sen. Dukes' recommendation that the "cancellation" law only be used if there are multiple violations. |

| 260 | Sen. Burdick | Asks about his concern with the "cancellation" issue. |
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| 268 | Brinkhoff | Suggests the use of a guiding principal where, if compliance could not be achieved, a license would be canceled. |
| 262 | Sen. Burdick | Asks Sen. Dukes if she will reconsider including "cancellation" language which will protect the OLCC from risk of double jeopardy since their intent is to cancel only in the case of multiple violations. |
| 268 | Sen. Dukes | Provides continuing opposition to "or revoke" proposed language. |
| 300 | Sen. Kintigh | MOTION: Moves to ADOPT SB 999-4 amendments dated 5/15/97. |
| 302 | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. |
| 305 | Sen. Burdick | MOTION: Moves SB 999 to the floor with a DO PASS AS AMENDED recommendation. |
| | | AYE: In a roll call vote, all members present vote Aye. |
| 307 | Chair Ferrioli | The motion CARRIES. |
| | | SEN. DUKES will lead discussion on the floor. |
| 305 | Chair Ferrioli | Closes work session on SB 999; opens public hearing on HB 2937. |
| <u>HB 2937</u> <u>PUBLIC</u> HEARING | | |
| 309 | Sen. Joan Dukes | District 1, submits proposed amendments and testimony on behalf of Rep. Jackie Taylor, District 1 [EXHIBIT I]. Provides support of proposed amendments to HB 2937, issues discussed: * emission testing requirements |
| | | * exemption for "non-commuting" vehicles |
| 369 | Chair Ferrioli | Asks if she supports the proposed amendments. |
| 370 | Sen. Dukes | Responds that she and Rep. Taylor both support the proposed amendments, which were drafted by the Department of Environmental Quality (DEQ). |
| 382 | Chris Hagerbaumer | Program Director, Oregon Environmental Council, submits and provides testimony in opposition to HB 2937 [EXHIBIT J]. |

| | | VOTE: 3-1 |
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| 080 | Sen. Qutub | MOTION: Moves HB 2937 to the floor with a DO PASS AS AMENDED recommendation. |
| 078 | Chair Ferrioli | Hearing no objection, declares the motion CARRIED. |
| 076 | Sen. Qutub | MOTION: Moves to ADOPT HB 2937-2 amendments dated 5/7/97. |
| HB 2937 WORK SESSION | | |
| 074 | Chair Ferrioli | Closes public hearing on HB 2937; opens work session on HB 2937. |
| 072 | Liebe | Responds that the use of stickers is one area that is being considered. |
| 070 | Sen. Kintigh | Suggests the use of exempt stickers for non-commuting vehicles. |
| 067 | | Responds that the enforcement issue continues to be a concern, but believes that there is enough flexibility in the amendments to resolve the issue through the rulemaking process. |
| 065 | Chair Ferrioli | Asks how enforcement authorities will verify commuters. |
| 048 | Annette Liebe | Acting manager, DEQ, responds that original estimates were based on census data, and that the bill has a sunset provision for the year 2001 which will provide new census data on the percentage of the population that is commuting into the area. |
| 053 | Chair Ferrioli | Asks if there are estimates available on the number of people who commute. |
| 049 | Kevin Dull | Legislative aide to Rep. Lewis, submits testimony on behalf of Rep. Lewis who supports the -2 amendments to HB 2937 [EXHIBIT K]. |
| 030 | Sen. Dukes | Comments on DEQ findings of Scappoose's air pollution contribution to the Portland airshed. |
| 018 | Sen. Dukes | Comments that numerous discussions were held with Rep. Lewis and Rep. Taylor and that Rep. Taylor formed a work group to develop the proposed amendments. |
| 009 | Sen. Qutub | Comments on the enforcement issue; asks for verification that Rep. Lewis supports the bill. |
| 006 | Sen. Kintigh | Comments that it should be simple to verify an individual's place of employment. |
| 002 | Chair Ferrioli | Comments on the issue of veracity. |
| TAPE 70, B | | |
| 416 | Hagerbaumer | Responds that it would be difficult to assure whether an individual is or is not commuting. |
| 402 | Sen. Kintigh | Asks about the "sworn statement" requirement for people who do not commute and who work outside the Portland Metropolitan area. |

| | | AYE: 3 - Kintigh, Qutub, Ferrioli |
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| 082 | Chair Ferrioli | NAY: 1 - Burdick |
| | | EXCUSED: 1 - Brown |
| | | The motion CARRIES. |
| 085 | Chair Ferrioli | |
| | | SEN. DUKES will lead discussion on the floor. |
| 092 | Chair Ferrioli | Closes public hearing on HB 2937; opens work session on SB 938. |
| <u>SB 938 WORK</u> <u>SESSION</u> | | |
| 100 | Sen. Qutub | MOTION: Moves to ADOPT SB 938-1 amendments dated 5/15/97 and that the measure be FURTHER AMENDED on page 2, line |
| | | 44, by inserting "with a population of 350,000 or more after local governments". |
| 105 | Chair Ferrioli | VOTE: 3-1 AYE: 3 - Kintigh, Qutub, Ferrioli NAY: 1 - Burdick EXCUSED: 1 - Brown The motion CARRIES. |
| 110 | Sen. Kintigh | MOTION: Moves SB 938 to the floor with a DO PASS AS AMENDED recommendation. |
| 112 | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. SEN. LEONARD will lead discussion on the floor. |
| 115 | Chair Ferrioli | Closes work session on SB 938; opens public hearing on HB 2102. |
| HB 2102 PUBLIC HEARING | | |
| | | Monmouth Board of Public Safety Standards and Training, provides testimony in support of HB 2102, issues discussed: |

| | | AYE: In a roll call vote, all members present vote Aye. |
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| <u>WORK</u> <u>SESSION</u> 215 | Sen. Qutub | MOTION: Moves HB 3091A to the floor with a DO PASS recommendation. |
| HB 3091 WORK | | |
| 199 | Chair Ferrioli | Closes public hearing on HB 3091; opens work session on HB 3091. |
| 196 | Grundfossen | Responds that HB 3023 seeks authority to finance the units and HB 3091 provides the authority to build the structures. |
| 194 | Sen. Qutub | Asks how the bill will differ from HB 3023. |
| 175 | Peter Grundfossen | and provides testimony in support of HB 3091 (EXHIBIT L), issues discussed: * inclusion of commercial facilities in housing projects * property taxation for commercial properties |
| HB 309 <u>1</u> PUBLIC HEARING | | Representing Association of Oregon Housing Authorities, submits |
| 157 | Chair Ferrioli | Closes work session on HB 2102; opens public hearing on HB 3091. |
| 152 | Chair Ferrioli | The motion CARRIES. SEN. BURDICK will lead discussion on the floor. |
| | | AYE: In a roll call vote, all members present vote Aye. |
| 150 | Sen. Burdick | MOTION: Moves HB 2102A to the floor with a DO PASS recommendation. |
| <u>HB 2102</u> WORK SESSION | | |
| 147 | Chair Ferrioli | Closes public hearing on HB 2102; opens work session on HB 2102. |
| 123 | | * certification statutes |
| 125 | Erik Gabliks | |

| | | The motion CARRIES. |
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| 217 | Chair Ferrioli | SEN. BURDICK will lead discussion on the floor. |
| 224 | Chair Ferrioli | Closes work session on HB 3091; opens public hearing on HB 3571. |
| HB 3571 PUBLIC HEARING | | |
| 227 | John Ledger | Representing Associated Oregon Industries, submits proposed amendments and provides testimony in support of HB 3571 [EXHIBIT M], issues discussed: * environmental audits * self-audits to correct problems |
| 253 | Don Haagensen | Attorney, Cable, Houston, Benedict and Haagensen, provides testimony in support of HB 3571. |
| 276 | Alan Willis | Port of Portland, provides testimony and support of the proposed amendments to HB 3571. |
| 295 | Chair Ferrioli | Asks if the bill or proposed amendment language would prevent a prospective purchaser from obtaining an environmental report. |
| 299 | Willis | Responds that the bill would encourage the process without waiving the privilege. |
| 290 | Sen. Kintigh | Asks if transactions would be kept in confidence. |
| 299 | Willis | Responds that agreements would require the buyer to maintain confidentiality. |
| 315 | Chair Ferrioli | Asks if purchase agreements presently include non-disclosure language. |
| 317 | Willis | Confirms that they do. |
| 325 | Chair Ferrioli | Closes public hearing on HB 3571; opens work session on HB 3571. |
| HB 3571 WORK SESSION | | |
| 334 | Sen. Qutub | MOTION: Moves to ADOPT HB 3571A-2 amendments dated 5/15/97. |
| 336 | Chair Ferrioli | AYE: In a roll call vote, all members present vote Aye. The motion CARRIES. |
| 338 | Sen. Qutub | MOTION: Moves HB 3571A to the floor with a DO PASS AS AMENDED recommendation. |

| 340 | Chair Ferrioli | VOTE: 3-0 AYE: In a roll call vote, all members present vote Aye. EXCUSED: 2 - Burdick, Brown |
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| 344 | Chair Ferrioli | The motion CARRIES. SEN. KINTIGH will lead discussion on the floor. |
| 348 | Chair Ferrioli | Adjourns meeting at 4:55 p.m. |

Submitted By, Reviewed By,

Nora Carlson, Christin Smith,

Administrative Support Administrator

EXHIBIT SUMMARY

written testimony, proposed amendments

- A SB 938, written testimony, Bill Bench, 4 pp
- B SB 938, written testimony, Bob Albers, 7 pp
- C SB 585, proposed amendments, Committee staff, 1 p
- D SB 938, written testimony, Stan Martin, 1 p
- E SB 938, written testimony, Lana Butterfield, 1 p
- F SB 938, written testimony and proposed amendments, Jim Craven, 2 pp
- G SB 585, fiscal analysis report, Committee staff, 1 p
- H SB 999, proposed amendments, Joan Dukes, 1 p

- I HB 2937, written testimony and proposed amendments, Joan Dukes, 5 pp
- J HB 2937, written testimony, Chris Hagerbaumer, 2 pp
- K HB 2937, written testimony, Kevin Dull, 1 p
- L HB 3091A, written testimony, Peter Grundfossen, 1 p
- M HB 3571, proposed amendments, John Ledger, 5 pp