SENATE COMMITTEE ON TRANSPORTATION Hearing Room Tapes - 62 MEMBERS PRESENT: Sen. Ken Baker, Chair Sen. Mae Yih, Vice-Chair Sen. John Lim Sen. Marylin Shannon Sen. Dick Springer STAFF PRESENT: Janet Adkins, Committee Administrator Gina Rumbaugh, Committee Assistant MEASURES HEARD: SB 1149 Public Hearing These minutes contain materials which paraphrase and/or summarize statements made during this session. Only text enclosed in quotation marks report a speaker's exact words. For complete contents of the proceedings, please refer to the tapes. TAPE , SIDE A 003 CHAIR BAKER: Calls the meeting to order (1:20PM). -Introductory remarks PUBLIC HEARING ON SB 1149 Curtis McCracken, President, McCracken Motor Freight Witnesses: Dell Isham, Raz Transportation Bob McKellar, Oregon Forest Products Transportation Association Debra Downey, AAA Oregon Andrew Eno, U.S. Dept. of Transportation, Federal Highway Administration Rick Gordon, Lieutenant, Washington County Sheriff's Office Bob Kauffman, Captain, Portland Police Bureau Merlin Juilfs, Lieutenant, Multnomah County Sheriff's Office Everett Cutter, Oregon Railroad Association Dave Fisher, Director of Government Affairs, Union Pacific Railroad, Omaha NE Doug Horstman, Brotherhood of Locomotive Engineers Jim Stevenson, Captain, Oregon State Police CURTIS McCRACKEN, PRESIDENT, McCRACKEN MOTOR FREIGHT: Opposes 010 SB 1149. PUC is a very positive and effective organization, particularly in regard to safety and collection of road use taxes. 045 DELL ISHAM, RAZ TRANSPORTATION: Opposes SB 1149 and notes reasons why. Addresses four issues: Possible repeal of the weight-mile tax; want

safety, insurance, hours of service, and economic regulation maintained without disruption; issue is complex and needs further study; the bill has no compelling purpose. BOB MCKELLAR, OREGON FOREST PRODUCTS TRANSPORTATION ASSOCIATION: Opposes SB 1149 and notes concerns: Recent deregulation affect on safety; enforcement of regulations needs to be even-handed; not convinced decreased

costs and increased efficiency will be realized; suggest some aspects of PUC's safety enhancement programs be privatized; possible conflict of interest situations should ODOT regulate trucking. 165 -In response to Sen. Lim, gives example of conflict of interest

185 DEBRA DOWNEY, AAA OREGON: Opposes SB 1149. Submits and reads testimony [EXHIBIT A]. 225 -Weight/Mile Tax Collection

-In response to Sen. Springer, confirms she's heard rumor that repeal of

the weight-mile tax is about to be taken up in the House

SEN. SHANNON: Has PUC contacted you to help defend their position?

DOWNEY: No. I contacted them to gain specific information.

295 SEN. LIM: Requests further clarification of AAA's position on the bill.

315 ANDREW ENO, U.S. DEPT. OF TRANSPORTATION, FEDERAL HIGHWAY ADMINISTRATION: Opposes SB 1149. Submits and reads text of letter from Retta Besse, Regional Director [EXHIBIT B]. 355 -Partnership between Office of Motor Carriers and State of Oregon, page 2 415 -Safety Fitness Rating, page 3

TAPE 62, SIDE A

030 ENO: Continues testimony; National Perspective, page 4.

045 SEN. YIH: Why do you say safety will be compromised if it's moved to ODOT?

ENO: There would be a transfer of actual jurisdiction and authority, but nothing in the bill says there is a transfer of employees. Without people to enforce this jurisdiction or authority, then safety would be compromised.

SEN. YIH: But if people are transferred with the jurisdiction, there shouldn't be a problem.

ENO: It sounds like that's only an option in the bill; there is nothing to

indicate employees would be transferred.

CHAIR BAKER: Current statutes do not put bodies in positions, only functions.

ENO: The State of Oregon has the ability under our system to designate the

lead agency.

CHAIR BAKER: We have not yet funded PUC for this biennium. We could defund the agency in a radical move, and still leave all the functions there.

ENO: That is true, that is your choice. In that case, because Congress has set the ground rules, our office would have to remove our funding for the State of Oregon because it would not meet the comprehensive program.

075 SEN. SHANNON: Is removing their funding being considered?

CHAIR BAKER: No.

090 RICK GORDON, LIEUTENANT, WASHINGTON COUNTY SHERIFF'S OFFICE: Opposes SB

1149. Concerned with elimination of personnel and programs whose sole responsibility is to monitor safety and enforce standards. Concerned for moving a successful program to a department that has no history of involvement in that area. In light of all changes being made in the trucking industry, now is not the time to make such major changes.

BOB KAUFFMAN, CAPTAIN, PORTLAND POLICE BUREAU: Opposes SB 1149. Submits and reads testimony [EXHIBIT C]. -Increase in inter-modal containers, page 2

265 MERLIN JUILFS, LIEUTENANT, MULTNOMAH COUNTY SHERIFF'S OFFICE: Opposes SB 1149. Submits and reads testimony [EXHIBIT D]. 315 -PUC staff monitors quality, page 3

375 SEN. SHANNON: Did you come to testify on your own or were you requested

by the PUC?

GORDON: I came because I felt it necessary to make a statement in regard to the proposal being considered.

KAUFFMAN and JUILFS concur.

390 SEN. LIM: The data that was distributed is up through 1992. What has happened since then?

405 JUILFS: 1992 is the most recent year that federal statistics are available.

TAPE 61, SIDE B

005 EVERETT CUTTER, OREGON RAILROAD ASSOCIATION: The railroads are neutral on SB 1149. Discusses Federal Railroad Administration (FRA) jurisdiction over railroad safety matters. Oregon railroads are paying twice for the same thing--at the federal level and at the state level. ODOT is the conduit for the federal funds that come into Oregon for crossing safety improvements. Submits informational charts [EXHIBIT E].

080 CHAIR BAKER: Can you address the issue of frequency of inspections?

DAVE FISHER, DIRECTOR OF GOVERNMENT AFFAIRS, UNION PACIFIC RAILROAD, OMAHA NE: Notes FRA standards for frequency of inspections for different types of tracks. Most are inspected twice weekly, some once weekly, and others monthly.

-In response to Chair Baker, those inspections are performed by Union Pacific; calculates the state inspects the tracks approximately once a year -If the state program were no longer in place, it would make no difference

120 SEN. LIM: States he would like to hear from the PUC on this issue.

CHAIR BAKER: Mr. Cutter, would the crossing safety program be carried through and protected in any move to ODOT?

CUTTER: In our opinion, it should be.

135 DOUG HORSTMAN, BROTHERHOOD OF LOCOMOTIVE ENGINEERS: Opposes SB 1149. Submits and reads testimony, which includes informational material [EXHIBIT F].

190 HORSTMAN: In response to Sen. Shannon, confirms their main concern is

safety for the people on the rail. Notes they work during the day, night, and in all weather.

SEN. LIM: Requests further clarification about why railroads need to be inspected by federal agencies, the railroad companies themselves, and the PUC. Asks what the FRA standards don't cover that the PUC does.

HORSTMAN: Walkway standards and clearances; gives specific examples.

235 SEN. YIH: Comments that if the state inspector only inspects once a year, that really isn't going to do any good.

HORSTMAN: I understand they inspect at least twice a year and sometimes more.

SEN. SPRINGER: Comments on the importance of safety factors.

280 SEN. LIM: How many are federal inspectors and how many are PUC inspectors?

HORSTMAN: I'm only aware of three FRA equipment inspectors that I've had contact with in Region 8, which covers the Pacific Northwest. The only thing a federal inspector can inspect for are federal defects. However, PUC inspectors can inspect for their own requirements and for federal defects. There are places where they don't overlap.

SEN. LIM: Comments that he needs further clarification on the issue.

CHAIR BAKER: Requests PUC respond on Thursday regarding some railroad issues, safety concerns, and frequency of inspections.

325 JIM STEVENSON, CAPTAIN, OREGON STATE POLICE: No position on SB 1149. Do not want some current programs to be compromised. Submits and summarizes testimony [EXHIBIT G].

400 CHAIR BAKER: Adjourns the meeting (2:40PM).

Submitted by, Reviewed by,

Gina Rumbaugh Janet Adkins Committee Assistant Committee Administrator

EXHIBIT SUMMARY: (all of the following exhibits relate to SB 1149)

A - Testimony -- Debra Downey -- 2 pages
B - Testimony/Letter -- Andrew Eno -- 4 pages
C - Testimony -- Robert Kauffman -- 3 pages
D - Testimony -- Merlin Juilfs -- 4 pages
E - Charts -- Everett Cutter -- 2 pages
F - Testimony -- Doug Horstman -- 12 pages
G - Testimony -- Jim Stevenson -- 7 pages