

054 BILL NESSLY, DEPT. OF JUSTICE: That was on the recommendation from the Dept. of Justice.

061 HILLMAN: Continues with explanation of -6 amendments by section.

074 WATT: That section adds 'handling funds' back?

077 HILLMAN: The state treasurer will be the one to handle funds -Continues review.

119 WATT: What does section 34 do?

123 NESSLY: It deletes broader language and retains original language for tax-law purposes.

135 HILLMAN: Continues review.

143 SEXTON: Reads State Treasurer Jim Hill's letter into the record. -Concerned about outstanding State Fair debt.

184 HILLMAN: We intend to manage with regard to bond covenant. Section 24 covers that, and we will comply with fiscal management. Any new bonds

sold by State Fair would go through scrutiny of Attorney General.

207 WATT: Are there any other state public corporations that float their own bonds?

211 HILLMAN, NESSLY: Not that we know of.

214 WATT: Would we be breaking new ground?

218 HILLMAN: We will include "with the approval of the State Treasurer" in section 13.

225 WATT: Reads the new addition.

229 REPRESENTATIVE AVEL GORDLY: Can someone from the State Treasurer's office respond to these questions?

235 SEXTON: They have no one available, but will attend other work sessions in the future.

242 GORDLY: I would like to request that.

247 REPRESENTATIVE MICHAEL PAYNE: In Hill's testimony, he said it would be inappropriate for the fair to issue state obligations, could we strike

the ability to issue state obligations, and could you compete for those in the private sector?

248 NESSLY: Explains technicalities of bonds. -Recommends bonds be issued by State of Oregon.

267 WATT: Still a quasi-public corporation.

277 PAYNE: Would we ruin state bonding by an inappropriate action?

277 NESSLY: Don Hillman's amendment would take care of that. -Will require approval by State Treasurer.

289 HILLMAN: Continues with explanation.

301 HEIDI STUTZMAN, CITY OF SALEM: Explains city's amendments.

348 PAYNE: Explains -7 amendments on behalf of Rep. Girod (EXHIBIT A).

370 REPRESENTATIVE ELDON JOHNSON: How do you react to -7 amendments?

376 HILLMAN: That issue should stand alone, not relevant to HB 2031.

412 WATT: What is L.O.R.?

416 HILLMAN: The company that contracts horse racing (Lone Oak Racing).

429 GORDLY: Asks about the private contractor.

435 HILLMAN: Explains about commercial race licensees.

443 PAYNE: Do you want to eliminate horse racing from the State Fair?

452 HILLMAN: No, it would be handled under private contractor.

464 WATT: You suggested in a memo that it be eliminated.

TAPE 28, SIDE A

035 HILLMAN: The State Fair will not operate it, but will let commercial licensee come in.

037 WATT: So like a sub-contractor?

039 HILLMAN: Yes. Explains.

050 WATT: Will invite Treasurer's Office here at a later date and get some more discussion. -Closes work session on HB 2031. -Opens work session on HB 3614 and HB 3615. WORK SESSION - HB 3614 & HB 3615

080 STEVE JACKY, DEPT. OF FORESTRY: Gives testimony in opposition to HB 3614. (EXHIBIT C) -Offers alternatives to preventing fiscal/revenue time-lag. -Offers amendments that remove fiscal year dates in ORS.

143 WATT: All state agencies will be faced with operational challenges.

153 JOHNSON: Further inquiries should be conducted to all agencies.

160 WATT: Executive Dept. should help, so that all agencies are reached.

165 SEXTON: Will do what we can to help. We have identified relevant agencies subject to specific sections. -Refers to section by section summary from agencies. -Explains fiscal years of other states that are different.

242 WATT: The lottery doesn't follow statutory procedures?

247 SEXTON: They don't follow same legislative process.

264 GORDLY: Lottery will also be reviewed by Appropriations Committee.

270 SEXTON: Continues explanation of reactions by agencies to new fiscal year.

281 WATT: That's a good initial response.

345 SEXTON: Gives information to committee about HJR 62. -Conducts section by section review of HB 3615.

TAPE 27, SIDE B

060 WATT: Questions Organizational schedule committee appointments.

067 SEXTON: Continues section by section review with section 17. -Section 20 may need review.

101 WATT: Would that require the report to be in on January 1 instead?

117 SEXTON: It doesn't define that.

121 WATT: There is no standard reporting time?

127 SEXTON: There are specific sections where they now report to regular session they would report to organizational section.

136 GORDLY: Why is the commission for women not on this list?

142 SEXTON: May not be required to submit a formal report.

143 WATT: May be the same for Indian Affairs as well.

149 SEXTON: Continues section summary.

160 ROBERTS: Should we do a summary of agencies that need to report?

165 SEXTON: Continues section summary.

175 WATT: We can receive contributions during intense interim. -Please bring up during caucus.

204 SEXTON: Continues section summary with section 29.

212 WATT: Asks questions about political contributions for Sec. of State and others.

223 SEXTON: Continues section summary with section 30.

239 WATT: If we delete Trade and Economic Development then this won't be a problem.

248 SEXTON: Continues with section summary with section 34.

300 WATT: After Section 39. Explains he must leave for another meeting. -Closes work session on HB 3614 and 3615. -Adjourns at 3:00 p.m.

Submitted by:

Reveiwed by:

Kenneth Brady
Administrator

Adrienne Sexton Clerk

EXHIBIT LOG:

A - Amendments to HB 2031 - Staff - 4 pages B - Testimony on HB 2031
- Jim Hill - 2 pages C - Testimony on HB 3614 - Steve Jacky - 2 pages