

Tapes 181-183 (A/B) Tape 184 (A) Public Hearing: HB 2313A, HB 2717A, HB 3559 HOUSE COMMITTEE ON REVENUE AND SCHOOL FINANCE May 8, 1991 8:00 AM Hearing Room A State Capitol Building Members Present: Representative Delna Jones, Chair Representative Carl Hosticka, Vice-Chair Representative Mike Burton Representative Kelly Clark Representative Bev Clarno Representative Mike Nelson Representative Fred Parkinson Representative John Schoon Representative Jim Whitty

Staff Present: Terry Drake, Legislative Revenue Office Linda Leach, Committee Assistant Witnesses Present: Paul Meyerhoff, Oregon Aeronautics Division Sheridan Atkinson, Sunriver Properties, Inc. Jim Gilroy, Mayor, Cottage Grove Colonel Phil Groshong, Civil Air Patrol Roger Martin, Airline Transportation Association Ed Nielson, United Airlines Gordon Barrington, Delta Airlines Betsy Johnson, Transwestern Helicopters, Owner Scappoose Airport, On-site Manager Aviation Alliance Evan Boone, Oregon Pilots Association Alan Willis, Port of Portland Representative Ted Calouri, District 7 Senator Jane Cease, District 10 Representative Jerry Barnes, District 52 Mike Hollern, Oregon Transportation Commission Charles Vars, Mayor Corvallis, League of Oregon Cities - Road Finance Policy Commission Darlene Hooley, Clackamas County Commissioner Joseph Strahl, Jackson County John Russum, Gilliam County, Representing Judge Laura Pryor TAPE 181 SIDE A 005 CHAIR JONES called the meeting to order at 8:10 and conducted administrative business.

These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in quotation marks reports the speakers exact words. For complete context of proceedings, please refer to the tape recording House Committee on Revenue and School Finance May 8, 1991 Page 2 PUBLIC HEARING - HB 2313A and HB 2717A (testimony also heard on HB 3559) 015 PAUL MEYERHOFF testified in support of HB 2313A. He summarized his prepared testimony and illustrated his support through "flip charts". He referred to packet of support letters. Exhibits 1, 2, 3, 4 213 Questions and discussion regarding how other states tax jet fuel. 250 Questions and discussion regarding air carrier rates and fee, comparison. Exhibit 5 279 Questions and discussion regarding benefits from a fuel tax to airports and surrounding areas. 320 PAUL MEYERHOFF testified in support of HB 2717 and referred to a cost responsibility analysis. He summarized his prepared testimony. Exhibits 3, 6 392 SHERIDAN ATKINSON testified in support of HB 2717, HB 2313 and HB 3559 and summarized his prepared testimony. Exhibit 7 TAPE 182 SIDE A 001 SHERIDAN ATKINSON continued with his testimony. 019 Questions and discussion regarding Redmond Airport (increased passenger service). 075 Questions and discussion regarding how funds are distributed by the FAA and preparation of project lists from the Oregon Aeronautics Division. 113 Questions and discussion regarding Oregon ranking and how comparisons are made on the federal level. 143 Questions and discussion regarding amount of jet fuel tax raised in specific areas of the state and distribution of those taxes. 160 Questions and discussion regarding airport terminal expansion projects. 183 PAUL MEYERHOFF explained that highway funds paid for Oregon Department of Transportation investments (handout from Paul Meyerhoff). 193 JIM GILROY reviewed Cottage Grove's timber dependent community and an effort to diversify the economy of Cottage Grove. 230 Questions and discussion regarding Cottage Grove projects.

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recording. House Committee on Revenue and School Finance May 8, 1991  
Page 3 246 JIM GILROY added Cottage Grove City Council supports HB  
2313, HB 2717 and HB 3559. 250 Questions and discussion regarding the  
Cottage Grove airport. 280 COLONEL PHIL GROSHONG supported HB 2313 and  
explained the proposed 5 cents increase will go toward matching funds  
for the construction of headquarters for the Oregon Wing Civil Air  
Patrol. He reviewed the functions of the Civil Air Patrol. HB 2313 will  
improve the infrastructure of the airline industry in Oregon. Exhibit 8  
362 Questions and discussion regarding the work of the Civil Air  
Patrol. TAPE 181 SIDE B 001 Questions and discussion regarding benefits  
to the Civil Air Patrol if HB 2313 passes. 082 ROGER MARTIN opposed HB  
2313 and provided background of the airline industry pointing out the  
current financial problems. He discussed problems with aviation in  
Oregon. He referred to his handout which compared the tax load of  
Washington to Oregon. He did not believe HB 2313 would help commercial  
airlines and that the real issue in HB 2313 is "matching funds". Exhibit  
9 234 Questions and discussion regarding history of increases in jet  
fuel tax. 251 ED NIELSON opposed HB 2313 and summarized his prepared  
testimony. Exhibit 10 388 Questions and discussion comparing Washington  
taxes to Oregon (collection of fuel taxes). TAPE 182 SIDE B 001  
Discussion continued regarding collection of taxes in Oregon. 007  
Questions and discussion regarding Portland Airport landing fees. 023  
GORDON BARRINGTON opposed HB 2313 and agreed with testimony from Roger  
Martin and Ed Nielson. 058 REP. WHITTY commented that a report from the  
witnesses on the financial problems of the airline industry for the past  
six months was not a fair comparison because of the Gulf War. 070  
Questions and discussion regarding cost increases in airline operations.

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088 Questions and discussion regarding airport benefits and safety  
issues. 137 BETSY JOHNSON supported HB 2313 and explained the benefits  
to a system of airports from the proposed fuel tax increase. 160 EVAN  
BOONE supported HB 2313 and HB 2717. He summarized his prepared  
testimony. Exhibit 11 251 Questions and discussion. 288 ALAN WILLIS  
opposed HB 2313 and summarized his prepared testimony. Exhibit 12 344  
Questions and discussion. 372 Questions and discussion regarding  
landing fees. TAPE 183 SIDE A 006 Questions and discussion regarding  
benefits from auxiliary airports and moving traffic out of Portland  
Airport. PUBLIC HEARING - HB 355 9 059 REP. CALOURI supported HB 3559  
and emphasized the "highway investment proposal" is a responsible  
proposal to deal with a long term plan for Oregon's roads and bridges.  
He reviewed a "total program" which addresses Oregon's transportation  
needs and HB 3559 is a part of that program. 155 SEN. CEASE urged  
passage of HB 3559 and addressed Oregon's growth needs and past project  
postponements. 190 Questions and discussion regarding mass transit and  
traffic problems in Portland. 208 REP. BARNES supported HB 3559 which  
he viewed as a "user fee" increase. He provided examples of the poor  
condition of Oregon's roads and bridges. 250 Questions and discussion  
regarding concerns from small counties relating to allocation of county  
road funds. 280 MIKE HOLLERN supported HB 3559, HB 2313 and HB 2717. He  
reviewed history of exiting programs, past accomplishments, and visions,  
goals and objectives for the future (Oregon Department of Transportation  
and Oregon Transportation Commission). Exhibits 13, 14

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Linda Leach, Committee Assistant

Kimberly Taylor, Office Manager

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EXHIBIT SUMMARY 1. Testimony from Paul Meyerhoff, 5/8/91 - HB 2313 2. Flip Charts from Paul Meyerhoff, 5/8/91 - HB 2313 3. Cost Responsibility Analysis, Paul Meyerhoff, 5/8/91 - HB 2313, HB 271 7 4. Packet of Support Letters, Paul Meyerhoff, 5/8/91 - HB 2313, HB 271 7 5. Air Carrier Rates and Fee Comparison, Paul Meyerhoff, 5/8/91 - HB 2313 6. Testimony from Paul Meyerhoff, 5/8/91 - HB 2717 7. Testimony from Sheridan Atkinson, 5/8/91 - HB 2313, HB 2717, HB 3559 8. Oregon Wing Headquarters Building, Civil Air Patrol, Phil Groshong, 5/8/91 - HB 2313 9. Testimony from Roger Martin, 5/7/91 - HB 2313 10. Testimony from United Airlines, Ed Nielson, 5/7/91 - HB 2313 11. Testimony from Evan Boone, 5/7/91 - HB 2313, HB 2717 12. Testimony from Alan Willis, 5/8/91 - HB 2313 13. Testimony from Mike Hollern, 5/8/91 - HB 3559, HB 2313, HB 2717 14. Transportation Packet, Mike Hollern, 5/8/91 - HB 3559 15. Resolution No. 1135, City of Monmouth, 5/8/91 - HB 3559 16. Testimony from Darlene Hooley, 5/8/91 - HB 3559 17. Testimony from Jackson County, 5/7/91 - HB 3559 18. Proposed Amendments to HB 3559-2, 5/7/91, AOC - HB 3559 19. Testimony from Bill Robertson, Robertson, Grosswiler & Jermain, Inc., 5/8/91 - HB 3559 20. Testimony from Jeff Miller, Eugene Mayor, 5/7/91 - HB 2313, HB 2717 21. Testimony from Henry Richmond, 1000 Friends of Oregon, 5/6/91 - HB 3559 22. Fiscal Analysis HB 2313A, 4/18/91, LFO - HB 2313 23. Staff Measure Summary HB 2313A, House Committee on Transportation, 5/8/91 - HB 2313 24. Fiscal Analysis

HB 2717A, 4/18/91, LFO - HB 2717 25. Staff Measure Summary HB 2717A, House Committee on Transportation, 5/8/91 - HB 2717 26. Memo from Tony Lewis, Oregon Department of Transportation, 5/8/91 HB 355 9 (received 5/9/91)

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