

STATE OF OREGON

INTEROFFICE MEMO

TO:

Governor Atiyeh

DATE:

July 6, 1982

FROM

Bob Oliver

JUL 07 1982

Governor Atiyeb

SUBJECT: Cabinet Meeting, July 6, 1982

While you and Gerry Thompson were detained on July 6, I moderated the cabinet meeting of that morning.

Human Resources. Leo Hegstrom and Jerry Brown reported that the Grants Pass Adolescent Treatment Center had signed a contract with CSD. This center recently had been protesting funding reductions. The Day Treatment Center in Ashland has not yet signed. It, too, has been protesting funding reductions, and this office might expect to hear from legislators or other public officials in the area.

 $\overline{\text{AFS}}$. Keith Putman reported that the medical information system $\overline{\text{was}}$ implemented statewide on July 1. He said this may result in some July checks being delayed a few days, but that situation should be corrected by August.

Mental Health Division. Joe Treleaven expressed appreciation to the Department of Education, with whose help MHD has established the National School Lunch Program at Fairview, saving the General Fund about \$65,000 annually.

Attorney General. Dave Frohnmayer reported there has been a \$100,000 settlement in an anti-trust action brought by the Department of Justice against major oil companies. This money will be deposited in the General Fund when received. He says negotiations are proceeding with the General Services Division regarding the state tort claim fund.

Workers' Compensation. Roy Green said the article by Clarence Zaitz on rate increases was garbled and inaccurate, and he fears he may have upset Zaitz in attempts to straighten out his reporting. He described negotiations now on with Dammasch State Hospital to consolidate certain joint services, such as mail, with those of the Callahan Center.

Education. It was reported that there were good results at elections last Tuesday for school budgets, although budgets still are unresolved for districts serving approximately 30 percent of the school age population. Two small districts have gone on four-day school weeks.

Parole Board. Paul Aronson reported on the Charles Hein case in Dallas. Doug Dawson, district attorney, is upset about Hein's parole, and has convened the grand jury to investigate it. Bob

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Watson was interrogated last week. An indictment for false swearing has been brought against Hein's sponsor, a Bible salesman named Adams. The Board may pull Hein back into the institution if things continue and it appears the pressure is too great for him. Aronson further reported that the caseload is now up over 20 each day for each of two panels, and there is a panel meeting every day of the week.

SHPDA. Dick Grant had nothing to report.

Transportation. A report was given on the Hood River bridge, and it was noted that the contractor is scheduled to begin demolition on July 12 following lack of enthusiasm for its preservation.

Higher Education. Bud Davis, new chancellor, was introduced. He indicated the board has approved his proposal to re-establish a vice chancellor for public affairs position, filled by Will Post, and this function will maintain its office in Salem. The board also approved a special assistant for strategic planning, who will be Larry Pierce.

Educational Coordinating Commission. T.K. Olson indicated a new report on financial aid in Oregon as being issued, and will be available shortly for those who are interested.

Public Safety. I reported on the activities at the Big Muddy Ranch, which well deserved its name this weekend. Although as many as 7,000 devotees were in attendance, there was no indication of disorder. The rains soaked the tall grass thoroughly so fears of brush fires were not realized. Marlene Hoagland reported on a disorder at the penitentiary last night, involving a small fire in the visitor's center. It was promptly extinguished by inmates. The State Police will pursue their investigation today.

cc: Gerry Thompson