



TO:

Governor

DATE: May 2, 1984

FROM:

Gern

SUBJECT:

Cabinet 5/2/84

Heard - working with DMV to joint testing areas around the state. Excellent cooperation. Going to E Board for funds to automate remittances.

Aug. 29 for Business Conference to accomodate Governor's attendance.

Munn - Refunding process still a concern & now a large project. System will be back next week to process unadjusted refunds.

Master's case being reviewed because of tax court's ruling which seems to have broadened exemptions for religious property. Previously exemption was limited to that property directly used for worship purposes. Question: What affect on Rajneeshpuram. Could mean exemption for the whole "Big Muddy" ranch.

 $\frac{\text{Austin}}{\text{with}}$  - Dept. moved into new building. Very pleased with new prison industries manager.

Bond sale scheduled 5/17 for \$102 million (\$100 million for loans & \$2 million for discounts).

Bellamy - ???

McGoffin - HR 100 - unisex insurance bill has been resolved without retroactivity. (Insurance industry won and sponsors Hatfield and Packwood will not be pursuing any further.)

Smith - Judge awarded agents with injunction which now allows agents to make available lottery petitions.

Agents now asking for right to deliver supplies to restaurants and bars. Issue will go to commission.

Huston - press is now aware of Portland motor pool vehicles from which pollution control devices had been removed. Employee dismissal is now also public.

Schedule for telephone bid is hitting some problems. Jane wants to meet with Gerry -- time to be arranged.

AG has also informed Jane there must be legislative approval before contract signed and it now appears there must be full legislative action.

Williams - Grants Pass woman's death (beaten to death)
with 2 children missing; son's body was found this a.m.
OSP does have a suspect.

Meth labs which produce a substance similar to heroin has become very sophisticated with equipment small enough to carry on motorcycles. Have recently found 14 or 15 such labs. One gram sells on the street for about \$75.

36 students currently at Withycombe for undercover operations.

State Police working with PUC to become certified in order to prevent drivers from continuing on the freeway when a truck is found to be unsafe.

Assn is still "rattling sabers." John traveling state talking to troopers. Extremely quiet.

Nothing new on female trooper's suit. Trying to quietly settle.

Goins - Explained recent use of Gov's AWOL plan as described by Bob Oliver at Monday's staff meeting. Gov's AWOL is working very, very well. Actual AWOL's are way down.

GT:ds