Walzz

## Wed., Sept. 22 Cabinet Meeting:

Supt. Williams reported on his enjoyable day with our Governor on Tuesday and told how exciting and proud he is to work for such a great Governor -- one who drew considerable respect and appreciation from audiences they were before!!!

Explained the Game Division of State Police has their hands full of salmon poachers -- all the way up the Columbia River.

Jane Huston said they are putting together a bond sale in Housing Division and wanted to know if Governor should be sharing the great publicity -- answer from Gerry, YES!!! Amounts of \$80 million to loan.

Pilots Board is having a difficult time getting the pilots and steam ship people together. The owners of steam ships do not want to be liable when they have given the pilots responsibilities. All of this means double insurance needed because both parties would have to have tremendous amount of insurance to cover themselves. Jane wants time with Governor to discuss the nuisances of this problem.

Darrell Ralls reported that General Services have made savings with telephone services the past twelve months due to both the

deline of users (layoffs) and good management. Savings of 12% are being experienced in the agencies.

Pen Industries are hurting on sales. General Services actively trying to develop a product area in which the Pen INdustries can work. Private sector does not like that. Darrell said he would make certain nothing developed negatively until after election.

He reported they have been diluged with surplus property -- cars, furniture, etc. Auction sale prices have been way down ie cars selling for \$500 when their value is \$1500! In order to attempt to overcome this problem, they are going to hold sales every other month rather than every month AND will hold more items in warehouses - asking agencies also to hold back.

. . . . . . . . . . . . . . . .

Gil Bellamy said the recent Traffic Safety Conference held in Salem was a great success. They actually had more people attend than the room could handle! Attribute this to the great interest throughout the nation on traffic safety and drunk driving legislation that is in the forefront. Gil has been invited to speak to the President's Traffic Safety Conference in Chicago representing Oregon because we have such a good reputation in that field.

Reported there is a new breath reading device coming out on the market that is very portable, and will even be on sale to use in homes.

Dean Smith had nothing special to report, did say they are experiencing a heavy employee displacement problem.

Jim McGoffin: Reported the Fred Meyers suit stipulation of dismissal to be filed.

PERS is interested in some downtown Portland proptery, and may invest in it with another investor. Have an important Social Security meeting coming up.

. . . . . . . . . . . . . . . . . . .

 $\underline{\text{Col. Goins}}$  had good news that the military has received  $\overline{850~\text{mil.}}$  , and Oregon will get about 1/4 mil. of that, with \$200,000 to go on a project in Clatsop County (Camp Rilea)-balance of money to army contracts.

Staryl Austin working on signing a contract with Morgan Bank of New York to become DVA's advisor. Morgan Bank would provide tyraining both here and in New York for DVA employees.

Price Waterhouse has been working three months with DVA on cash flow, and that report is due October 1st. Report shows that earlier projections were accurate -- that 12% loans are paying off.

Working with Veterans of Forein Wars in Jackson County on a distressed Vietnam Syndrome program -- funded by state through VFW. Another example of state agency helping needy people.

Staryl will be on vacation Sept. 27 - October 8 with Bob Ball in charge.

Robyn Godwin said their recent Tax Conference (people around the country attending) was very successful, and that everyone was absolutely delighted and very pleased with your openness and candor. Comments were made by several present that they appreciated Oregon Being Open for Business.

Having some problems in counties because railroad companies property evaluations (appraisals) are marked down and counties not receiving as much money, in fact having to pay back \$ with total refunds amounting to approximately \$8 mil.

Gerry asked Robyn for a one liner in response to the comments being made by TK on the \$37 mil computer error. Robyn explained that was not a computer error BUT a misposting of income tax receipts! It had been known for  $1 \frac{1}{2}$  months.

Harvey Latham gave his usual -- nothing exciting happening! Said they are in the process of setting up three regional workshops on the 911 program.

It was a concensus of the cabinet group, that Supt. John Williams should receive the "Up The Creek Without a Paddle" award -- earned by the statement made when he introduced Gerry at some recent meeting or conference!!!!

gh