



STATE OF OREGON

INTEROFFICE MEMO

TO: Governor

DATE: June 25, 1982

FROM: Gerry Thompson

SUBJECT: Notes for Updates

Congressman Denny Smith we are told will be conducting hearings next week regarding environmental laws and the effect on economic development. Latest information tells us mostly federal bureaucracy will be involved. However, we are not certain of this and Pat is keeping close tabs.

Darrell Ralls has almost completed the negotiations on our 300 acres. Darrell would like you involved when the negotiations are completed in one of two ways. 1. When the agreement is reached and prior to Emergency Board approval, have you and Mayor Aldrich involved in a joint press conference. 2. Wait until Emergency Board approval and have press coverage for you as final signator.

Fred Miller called for instructions regarding the Gorge Commission. He asked if in his meeting with the commission they requested delay of the demolition of the Hood River Bridge should he go with them and I indicated yes, that would be your wish. He will draft a memo to himself from you instructing Fred to work with the Gorge Commission to talk about and develop plans for the future of the Gorge Highway. I asked that he proceed with that memo which will come over for your signature.

During your absence Les Zaitz thought he found an election law violation on your latest filed C&E report. The C&E filed prior to the last one has a place where you must project expenditures within the last days of the campaign. Election laws allow a 15 percent margin above that projection. Candidates routinely project a large amount, i.e. \$100,000, to allow them safe room. In our instance Roy Livermore chose to be very precise and according to Les, we were way above the 15 percent margin. Fortunately Denny was able to determine that one of our expenditure items was \$36,000 to PSW, but PSW refunded to us \$9,000. That put us right on the button. Les still argued that there was no evidence that the \$9,000 was connected to the \$36,000 expenditure. Denny verified with the accounting department at PSW that there was a connection. We covered all of our bases and apparently called off Les.