### This Week

Second urban action grant offered to a county,

New Title XX/child wel-

Vol 11 No 15

# **COUNTY NEWS**

April 16, 1979

Washington, D.C.

# **Programs Suffer Budgetary Cuts**

Three major programs aftecting counties—general revenue sharing, countercyclical assistance and CETA—were sharply scaled back as both House and Senate Budget Committees completed work on the First Budget Resolution for fiscal '80. The full Senate will take up the first resolution when members return from Easter recess April 23, while

mrst resolution when memoers return from Easter recess April 23, while the House is expected to consider the resolution May 1. Under the congres-sional budgetary process, a confer-ence must reconcile any differences between the two budget resolutions and both Houses must vote on the final version by May 15. (The accompanying chart compares

spending targets voted by the House and Senate Budget Committees for various programs for fiscal '80 com-pared to what the President request-ed in his fiscal '80 budget.)

action, however, eliminating states from the revenue sharing program in fiscal '80 faces strong obstacles. First, the committee's action could be reversed on the House floor or in conference with the Senate. Second, even if the committee's action holds in the first budget resolution, Congress would have to pass an amendment to the current law specifically

exempting states.

In a related revenue sharing vote, the Senate Budget Committee defeated, 8-11, a motion by Sen. Robert Packwood (R-Ore.) to transfer \$1.2 bil-

should contact their congressional delegation during Easter recess. see page 4.

lion from the Comprehensive Employment and Training Act and add it to

the general revenue sharing program.
House and Senate budget decisionnakers also split on countercyclical assistance. The Senate committee eliminated the funds for countercyclical assistance by a vote of 9-11, while the House committee included \$150 million for fiscal '80. By a vote of 10-7 on an amendment by Sen. Lawton Chiles (D-Fla.) the Senate Budget Committee cut CETA by \$1.7 billion in budget authority and \$700 million in outlays over the President's budget request. The House retained the President's bud-

get levels.

This cut would reduce CETA Title
VI by 100,000 public service jobs in
the President's budget at the end of
fiscal '80. Should the Senate amendment stand the test of floor action and conference, public service jobs would be reduced to 367,000 (267,000 in title II-D; 100,000 in VI) by the

See BUDGET, page 4

# TWHITE HOUSE BRIEFING—NACo First Vice President Frank Francis, Prince George's County (Md.) councilman, left, and Harvey Ruvin, hade County (Fla.) commissioner and NACo chairman for energy policy, tended a special energy briefing on the President's new proposals for sery deregulation, conservation and increased supplies. **New Energy Plans**

old to Officials

Energy Plan which ces new emphasis on expansion of ergy supplies while continuing the servation thrust of his endations. County, city d state officials were briefed on e plan hours before the President ent on nationwide television.

NACo's First Vice President Frank cois, council member from Prince rge's County, Md., and Commis-er Harvey Ruvin, Dade County a chairman for energy policy on Environment and Energy Steer-Committee attended the briefing Presidential Assistant Stuart Presidential Assistant Stuart zenstat, Energy Secretarry James, tlesinger, and Presidential Assistat Jack Watson. Also attending re NACo's Executive Director mard F. Hillenbrand and Robert taver, Associate Director for targy and Environment. In discussing the outlines of the reident's processed oil deep oil reident's processed oil reident's

resident's proposed oil deregulation in windfall tax recapture plan, penstat reminded the audience at 50 percent of the oil used in the sited States is imported. Continued contra will deepen U.S. dependence oreign oil and America's balance payments program and further

As a sever supply interruption.

The President proposed a windfall with tax to recapture the enormous wants to be realized by oil commiss for development of alternative trees, mass transit and other con-

mass transit assistance program, the President proposed efforts to ex-pand the use of coal, continue nego-tiations on Mexican oil purchases, increase production from federally owned lands and the Outer Continental Shelf, and accelerate the dealternative energy sources

The President's National Energy Plan II and its implications for counties is summarized in a full section on pages 5-6.

KEY AMONG the President's new proposals is the consolidation of state energy planning assistance programs and the inclusion of counties and other local governments. It authorizes \$110 million per year for grants to states and local governments to develop and implement energy man-agement programs. Earlier state assistance programs carried an author-ization of \$85 million and expire at the end of the current fiscal year.

Under an earlier version of the bill not yet released, the new initiative entitled the Energy Management and Partnership Act provides 10 percent of the funds appropriated by Congress to counties and cities to develop local energy management plans. An additional amount would be available from each state's authorization to implement measures consistent with the state's energy plan. The Secretary of Energy could also provide demon-stration assistance to local govern-

See ENERGY, Page 12

BY A VOICE VOTE, the House Budget Committee cut \$2.285 billion, the state's share, from the general revenue sharing program, while the Senate maintained full funding by a

vote of 14-5.

Despite the House committee's

### Fiscal '80—First Budget Resolution (Budget Authority—in Billions)

|                                    | House<br>Budget<br>Committee | Senate<br>Budget<br>Committee | Admin.    | 1 |
|------------------------------------|------------------------------|-------------------------------|-----------|---|
| General Revenue Sharing            | 4.570                        | 6.855                         | 6.855     |   |
| CETA (other programs)              | 10.8                         | 8.9                           | 10.6      |   |
| Countercyclical                    | .150                         | _                             | .150      |   |
| EDA (new initiatives)              | .500                         | .788                          | .788      |   |
| Urban Dev. Action Grants           | .675                         | .537                          | .675      |   |
| Housing Assistance                 | 28.723                       | 19.0 (est)                    | 26.480    |   |
| Public Transit                     | 2.571                        | 2.421                         | 2.421     |   |
| LEAA                               | .546                         | .446                          | .546      |   |
| 201 Construction Grants            | 3.800                        | 3.800                         | 3.800     |   |
| Urban Parks                        | .150                         | .150                          | .150      |   |
| Rural Housing Rural Home Ownership | .015                         | -                             | .03       |   |
| Assistance Program                 | .500                         | -                             | .985      |   |
|                                    |                              |                               | (33 yrs.) |   |
| Energy Impact Assistance           |                              | - 27                          | .150      |   |
| Energy Conservation                | .732                         | .532                          | .552      |   |
| Title XX (social services)         | 3.1                          | 2.9                           | 2.9       |   |
|                                    |                              |                               |           |   |

### **SPOUSE ELIGIBILITY**

# **Pregnancy Guides Queried**

NACo filed comments last week with the federal Equal Employment Opportunity Commission (EEOC) questioning pregnancy discrimination guidelines issued by the commission.

The interim regulations, which became effective when they were published March 9 in the Federal Register, require county employers who provide comprehensive hospital and medical coverage to spouses of employees to include pregnancy expenses in the benefit package.

The pregnancy coverage rule, how-ever, does not apply to those county employers who do not provide com-prehensive disability coverage for

John Franke, chairman of NACo's Labor Management Relations Steer-ing Committee, said that the EEOC guidelines constitute "a flagrant dis-regard of the intent of Congress when

tion Act last year as an amendment to Title VII of the Civil Rights Act.

In its comments, NACo asked EEOC to re-examine its position, noting "the Pregnancy Discrimination Act is directed to a carefully drawn class of female employees and women in the labor market. It notably does not address the issue of benefit coverage for spouses of employees.

"Not only will the regulations place a major additional burden on financially hard-pressed counties which have attempted to upgrade their employee benefit programs, but it may ultimately have the undesirable effect of encouraging many employers to reduce the quality of their benefit

programs."
William May, personnel director of San Mateo County, Calif. and president of the County Personnel Administrators Association of California San California California

nia, estimated that the EEOC guide-lines will cost San Mateo County an additional \$8,000 per month in insurance premiums.

The new EEOC guidelines and the The new EEOC guidelines and the uniform employee selection procedures will be the subject of a workshop on Tuesday, May 1 at NACo's Fifth Annual Labor Relations Conference at the St. Francis Hotel in San Francisco. A registration and ference appears on page 9.

Single copies of the EEOC preg-nancy discrimination guidelines along with NACo's comments on the guidelines may be obtained by writing NACo's County Employee/Labor Relations Service, 1735 New York Avenue, N.W., Washington, D.C.

-Chuck Loveless

# FURBAN **COUNTY CONGRESS**

May 24-25

### **Washington Hilton Hotel**

Co-sponsored by: The National Council of Elected County Executives and NACo's Urban Affairs Committee

NACo's Third Urban County Congress will set its sights on the urban county of the '80s. The vision of a modern, responsive, efficiently run urban county offering a spectrum of services to its citizens can be reality. Learn how you can help build the county of the future.

Key issues to be discussed include jobs, housing, community development, energy, transportation, social services, local government modernization and an agenda for the

Delegates at NACo's Third Urban County Congress can both preregister for the conference and reserve hotel space by completing this form and returning it to: NACo Conference Registration Center, 1735 New York Avenue NW Washington, DC 20006, Attn. Urban County Congress Coordinator.

### CONFERENCE REGISTRATION

Conference registration fees must accompany this form before hotel reservations will be processed. Enclose check, official county purchase order or equivalent. No conference registration will be made by phone. Refunds of the registration fee will be made if cancellation is necessary provided that written notice is postmarked no later than May 10, 1979.

Conference registration fees: \$95 Delegate, \$50 Spouse (Make payable to NACo Urban County Congress)

(Last) (Initial) City State Zio FOR OFFICE USE ONLY Name of Registered Spouse\_ \_\_\_\_\_Date Postmarked\_

### HOTEL RESERVATIONS (Washington Hilton Hotel)

Special conference rates will be guaranteed to all delegates whose reservations are postmarked by April 27, 1979. After that date available housing will be assigned on a first come basis. Delegates must register for the conference in order to receive hotel accommodations in NACo's block of rooms and receive the conference rate.

Indicate preference by circling the type of room (Lowest rate available will be reserved unless otherwise requested):

Single \$40-56 Double \$54-70

Name of individual Co-occupant if Double\_

\*Arrival Date / Time\_\_\_\_ \_\_\_\_Departure Date/Time\_\_\_

Special Hotel Requests\_ Card Number

) Check here if you have a housing related disability.

Credit Card Name\_

\*Hotel reservations are only held until 6 p.m. on the arrival day. If you anticipate arriving near or after that time, list a credit card name and number to guarantee your first night reservation.

For further housing information call NACo Registration Center: 703/471-6180

Note: Suite information from Conference Registration Center 703/471-5761.

# **Madison Gets Action Grant**

Madison County, Ill. has received preliminary approval for an urban development action grant of \$600,000 to assist in industrial expansion and neighborhood revitalization, according to the Department of Housing and Urban Development (HUD).

ing and Orban Development (HUD).

The Madison County action grant is backed up by \$2.6 million in private investment commitments for the development of a foreign trade zone. The foreign trade zone designation provides special opportunities for U.S. firms to manufacture and seceptible products from any materials. assemble products from raw materials available from foreign sources.

available from foreign sources.

The HUD money will be used for public improvements and special fencing and security improvements required by the U.S. Bureau of Customs which will complement the construction of a 120,000-square-foot warehouse facility from private dollars. Sixty new jobs are expected to result from the project.

In addition, the grant will be used as a loan guaranty to leverage re-habilitation loan funds by local banks to finance rehabilitation in the residential areas surrounding the area of the foreign trade zone.

Madison County is only the second urban county to be offered an action grant. Beaver County, Pa. received a \$2.9 million commitment in January to help relocate a glass company which lost its building in a fire.

"distressed" cities and urban cousties, originally would have been limited to cities. However, at the urging of NACo, Congress amended the legislation to extend eligibility distressed urban counties as well.

The Madison County award was one of 34 announced last week by HUD Secretary Patricia Robert, Harris. The awards for the second quarter of 1979 are targeted for 44 projects supported by more that \$745.4 million in private financial commitment. When the projects are completed—most in two to three years—over 12,000 new jobs are expected to be created and over 7,000 will be saved.

Other projects selected for acting the control of the control

will be saved.

Other projects selected for action grant awards ranged from a brewery expansion in Los Angeles; central business district revitalization in Seattle; inner city housing rehabilitation in Schenectady, N.Y.; to a Victorian Historic District revitalization project in Savannah Ga project in Savannah, Ga.

project in Savannah, Ga.

The preliminary approval received
by Madison County and the other
applicants is the first step in a process which leads to legally binding
commitments between the locality
and the private sector, and a signed contract between the locality and HUD. Delivery of the funds to a locality is contingent upon complet ing the entire process. Funds ear-marked for a county or city which for any reason is unable to sign a contract with HUD are awarded to other projects in future rounds.

## Renewal of Funding Sought for Refugees

In light of unforeseen increases in the number of refugees, the United States is expected to spend more than \$105 million in fiscal '79 caring for refugees overseas and resettling 64,000 Indochinese and 35,940 Soviet and Eastern European refugees in the United States.
This was brought out in testimony

before the House Foreign Affairs subcommittees on Asian and Pacific subcommittees on Asian and Pacific affairs, and international operations by former senator Dick Clark, now ambassador-at-large and U.S. coordinator for refugee affairs.

The influx of refugees will have a great impact on counties which will need increased federal funding to provide senation for the provide senation fore

need increased federal funding to provide services for refugees within their jurisdictions. The present law which provides for 100 percent fed-eral funding expires Sept. 30.

NACo will support legislation to extend 100 percent funding, pending the resolution of larger refugee is-

In addition, in recent months, the counties of Los Angeles, Orange, San Diego and Alameda in California San Diego and Alameda in California and Ramsey County, Minn. have taken positions supporting the ex-tension of 100 percent federal fund-ing.

### Correction

Lynn Cutler's name was inadver-tently dropped from a cutline reporting about an honor she received from the Region VII Association of Community Action Directors. Cutler is a supervisor from Black Hawk County,

Iowa and a NACo board member.
Dade County (Fla.) commissioner Harvey Ruvin was incorrectly identi-fied last week as vice chair of NACo's Enwironment and Energy Steering Committee. Ruvin is chairman for energy policy on the committee. Our apologies to both officials.

Expiration Date

Clark discussed the Administra-tion's proposed Refugee Act of 1979 and its plans for improved refugee

In fiscal '80, he said, estimates an that \$140 million will be needed to resettle 120,000 refugees, 84,000 from Indochina and 36,000 from Easter Europe. Approximately 7,000 Indochinese and 3,000 Soviet Union and chinese and 3,000 Soviet Union and Eastern Euorpean refugees will be admitted monthly. However, under the proposed act the President has the right to adjust the planning figure of 120,000 resettlements before the beginning of the fiscal year, if or cumstances warrant. The State De partment has revised its budget estimate, for fiscal '811 from 313000. mate for fiscal '81 from \$139.00 million to \$229.17 million, Clark noted

The Administration created the Office of the U.S. Coordinator for Refugee Affairs to centralize the polynomial of the Coordinate of the Co icy planning and budget functions of the refugee programs operated by various federal departments.

COUNTY NEWS (USPS 704-620).

PRODUCTION MANAGER: Michael Breedin GRAPHICS: Karen Eldridge, Robert Redding, and Deborah Salzer

GRAPHICS: Nation Figure 1997.

ASSISTANT EDITOR: Joan Amico
WRITER/PHOTOGRAPHER: Paul Serber
CIRCULATION COORDINATOR: G. Marie &
Published weekly except during Christians we
and the week following the annual conference by

National Association of Counties 1735 New York Ave., N.W. Washington, D.C. 20006 202785-9577



OUNTY TRANSPORTATION NEEDS—Rod Diridon, left, chairman, and of supervisors, Santa Clara County, Calif., and NACo's chairman for ablic transportation, urges full funding for urban transit systems as a way are duce energy needs. Seen with Diridon is Tom Bulger, NACo staff.

# **New Transit Thrust Labeled Threat to County Programs**

Speaking on behalf of the nation's counties, Rod Diridon, chairman, board of supervisors, Santa Clara County, Calif., told the House Appropriations subcommittee on transportation that Administration policies are undermining the needs of local highway and transportation programs.

programs.
Diridon, NACo chairman for public transportation, testified April 10. He told the subcommittee that the President's new urban initiatives program to revitalize urban areas would normally be viewed as very positive for both transit and urban areas. However, he said, it is "suspect" this year since it will draw \$800 million from major transit grants over the next four years.

from major transit grants over the next four years.

"Which has priority," he asked, "development of major transit sys-tems or transit-related joint develop-ment projects? Joint development," he added, "doesn't reduce our energy needs, traffic congestion or air pol-lution."

THIS DRAIN ON the already tight Urban Mass Transportation Administration's Section 3 capital assistance grants will hamper the use of public transportation systems as a substitute for the private auto-mobile, a key element of the Presi-

monue, a key element of the Presi-dent's energy policy, Diridon noted. Bus needs are also suffering from the cutbacks in Section 3 funds as well as from the Section 5 allocation formula, which leaves counties with

formula, which leaves counties with large or growing bus fleets with inadequate money, he added.
"If public transportation is truly the priority the President says it is, full funding of the authorization levels in the 1978 Transportation Act must be provided," he said.
Diridon claimed that rural transportation is also suffering from feel.

portation is also suffering from federal policy disputes. The new rural public transportation program, for which NACo lobbied hard last year, has not officially begun because the Department of Labor and the Department of Transportation cannot solve ment of Transportation cannot solve the 13(c) labor protection issue and because of an "arbitrary" decision by UMTA that rural public transportation funding would no longer be available through Section 3 grants. Diridon urged the committee to deter-mine why the intent of Congress in these matters is not being carried out.

He also reported to the committee that many states are not including counties in the off-system bridge inventory and funding process which is directly contrary to congressional

Finally, Diridon reminded members Finally, Diridon reminded members that the safer off-system roads program, one of the few federally funded highway programs for local off-system roads, has not been recommended for funding in the Administration's fiscal '80 budget. "This means," he said, "that many projects already started can never be completed and that local funds already expended for that local funds already expended for preliminary engineering will be

The safer off-system roads program is currently out of federal funds and without a fiscal '79 supplemental and a fiscal '80 appropriation, which NACo has urged, the program will

# Rural Planning Funds Said "Vital Need" for Counties

Rural county officials met last sek with Sen. Patrick Leahy (D-Vt.), sirman of the Senate subsection. men of the Senate subcommittee rural development, to present stimony on S. 670, the Rural vevelopment Policy and Coordinates Act of 1979.

The bill would amend two sections the Rural Development Act of 1972 ostrengthen the role of the Secre-ry of Agriculture in all federal ral development ral development programs and ould increase funding for the Sec-

wold increase running for the Sec-in III rural planning programs. Robert McNichols, administrator, ulski County, Va. called the pro-ram "vitally needed by rural coun-es to ensure the efficient use of loand federal funds for rural develent. We want to ensure that ment. We want to ensure that eray cent of federal aid directed to ral counties is spent as efficiently spossible, and an expansion of anning funds will make this a

McNichols emphasized the essenal role of counties in rural develop-ent and took issue with proposed aguage that would have restricted ding to states and regional plan-

ning bodies.
"It is county government that provides water and sewer, housing, social services, health and medical care, and education ... and we strongly believe that counties must continue being eligible for receipt of Section III planning funds," he continued. Frank Kuntz, commissioner, Elk, County, Pa., further emphasized

"Our only concern should be how best can we serve the people of rural best can we serve the people of rural America. The program should be available to all applicants, whether they be counties, other local govern-ments, community-based organiza-tions, regional planning bodies, or catter."

Kuntz endorsed provisions to strengthen Section 603 of the Rural Development Act of 1972 which would coordinate federal rural devel-

would coordinate recerai rural dever-opment programs.

"We believe renewed emphasis should be given to fulfilling this man-date, including the establishment of a working group to be chaired by the Secretary. The provisions in this bill would enable Secretary Bergland to

exercise an enhanced leadership role over the rural development programs of all federal agencies," he said.
Kuntz, who, with McNichols, is a member of NACo's Rural Affairs Committee, expressed NACo's concern over the lack of adequate staffing for the Farmers Home Administration. The agency experienced tration. The agency experienced severe staffing constraints during its first few years, which has resulted in continuing staffing shortages in county FmHA offices. He called on the subcommittee to look into the problem.

The subcommittee has not set a date for markup of the legislation but all legislation proposing new budget authority must be reported by May 15.

County officials should express their views on this legislation to sub-committee members: Sens. Patrick Leahy (D-Vt.) chairman, Donald Stewart (D-La), David Pryor (D-Ark.), David Boren (D-Okla.), Rudy Bosch-witz (R-Minn.), Milton Young (R-N.D.) County officials should expre and Roger Jepsen (R-Iowa).

### **DOE Issues Audit Regs**; Grant Deadline Is May 1

The Department of Energy (DOE) has published final regulations The Department of Energy (DOE) has published final regulations for preliminary energy audits and energy audits for schools, hospitals and buildings owned by local governments and public care institutions, under the National Energy Policy Conservation Act (NECPA).

The regulations, which became effective when they were published in the April 2 Federal Register, put increased emphasis on solar energy

in the April 2 regent negative, put increased emphasis on solar case, grand renewable resources.

States have until May 1 to apply for grants totalling \$20 million for schools and hospitals and \$7.5 million for local government and public care buildings. Prompt application is necessary in order that the funds be awarded before the end of the first grant cycle, Sept. 30, 1520

DOE has modified its eligibility requirements concerning ownership of public buildings to include buildings under "lease," if the title to the building will revert back to the eligible institution at the end of

the lease period.

DOE has retained the limits on allowable costs for energy audits with certain exceptions. A state may increase the allowable costs of energy audits by the amount necessary: to train auditors from institutions having few buildings; to provide transportation for auditors to buildings in remote locations; and to conduct an energy audit for a building having an unusually complicated system. The total of all such increases may not exceed 15 percent of the state allocation. Any unit of local government or public care institution that is unsatisfied with the state application may present its case to either

the state and/or DOE.

If you would like to receive a copy of the final regulations or if you have any questions regarding the regulations, contact Sarah Brooks at the NACOR Energy Project, 1735 New York Ave., N.W. Washing-



RAL PLANNING FUNDS DISCUSSED—Sen. Patrick Leahy, (D-Vt.), chairman of the Senate subcommittee on ral development, responds to the concerns of Frank Kuntz, left, commissioner, Elk County, Pa. and Robert concerns of the concerns of the concerns of the commissioner, Elk County, Pa. and Robert concerns of the concerns of

## **Full House to Get** Alaskan Lands Bills

Last week the House Merchant Marine Committee approved an Alaskan lands bill sponsored by Rep. John Breaux (D-La.). It now appears that the Alaska lands battle will be shifting to the House floor sometime between April 30 and May 4, when the House Interior Committee and the Merchant Marine Committee report their bills.

Last month, the House Interior Last month, the House Interior Committee approved an Alaskan lands bill sponsored by Rep. Jerry Huckaby (D-La.) which closely fol-lowed a compromise negotiated by key House, Senate and Administration officials in the waning days of the 95th Congress. The Breaux bill would amend the Huckaby bill slightly. These bills attempt to set lands aside with a minimum of adverse economic effects on Alaska.

verse economic eriects on Alaska.

NACo supports Alaska lands legislation as approved by the House
Interior Committee. NACo's Western
Interstate Region President John
Carlson and the Alaska Municipal
League (AML) President Phil Yonker. both of Fairbanks, Alaska, have also expressed their support for the Mer-chant Marine Committee amend-

'We are pleased that H.R. 39 as we are pleased that h.R. 59 as amended will be going to the floor of the House, for it is a strong base from which to start," said Carlson. Yonker added, "Alaskans have

been waiting for a resolution of the lands issue for years, and we would like to obtain the remaining statehood entitlement lands so we can begin to develop like the rest of the nation.'

### **Congressional Budget Timetable**

| I | On or before:                 | Action to be completed:  |
|---|-------------------------------|--|
| ı | Nov. 10                       | . President submits current services budget.   |
| I | 15th day after Congress meets | . President submits his budget.  |
|   | March 15                      | . Committees and joint committees submit reports to Budget Committees.   |
|   | April 1                       | . Congressional Budget Office submits report to Budget Committees.   |
|   | April 15                      | . Budget Committees report first concurrent resolution on the budget to their Houses.  |
|   | May 15                        | . Committees report bills and resolutions authorizing new budget authority.  |
|   | May 15                        | . Congress completes action on first concurrent resolution on the budget.  |
|   | 7th day after Labor Day       | . Congress completes action on bills and resolutions providing new budget authority and new spending authority.              |
|   |                               | concurrent resolution on the budget.   |
|   | Sept. 25                      | Congress completes action on reconciliation bill or resolution, or both, implementing second required concurrent resolution. |
|   | Oct. 1                        | Fiscal year begins.  |
|   |                               |  |

### GRS, CETA SLASHED

# **Budget Panels Cut Funding**

ANOTHER BUDGETARY victim was the Law Enforcement Assistance Administration, cut \$100 million in Administration, cut slow both the House's and Administration's mark by the Senate Budget Committee. Both Budget Committees attempted to cut \$1 billion from the waste

vater construction grants programs. However, after reconsideration the However, after reconsideration the cuts were restored. The energy programs did not fare as well. The Administration's request for \$150 million a year for energy development impact assistance was among the cuts directed at the Economic Development Administration's new programs. While there is a chance that funds might be restored or transferred from other functions, funding for this program will be an uphill battle. In a surprise move the Senate Budget Committee voted to cut the energy conservation budget. However,

because of current law requirements and confusion over the amount of money carried over from the previous fiscal year, it is unclear, as this article goes to press, whether the cut is for \$100 million or \$200 million. The Budget Committee staff is work-ing to try and clarify this issue.

IN THE AREA of assisted housing (Section 8 and public housing) the

### 5 Senate Votes

| Senators<br>Voting    | Moynihan<br>Countercyclical | Hart<br>GRS | Exon<br>GRS | Packwood<br>GRS/CETA | Chiles<br>CETA |
|-----------------------|-----------------------------|-------------|-------------|----------------------|----------------|
| Muskie                | Y                           | N           | N           | N                    | N              |
| Magnuson              | Y                           | N           | N           | N                    | N              |
| Hollings              | Y                           | N           | N           | N                    | N              |
| Chiles                | N                           | Y           | Y           | N                    | Y              |
| Biden                 | Y                           | A           | A           | A                    | A              |
| Johnston              | N                           | Y           | N           | N                    | Y              |
| Sasser                | Y                           | Y           | N           | N                    | A              |
| Hart                  | Y                           | Y           | Y           | N                    | N              |
| Metzenbaum            | Y                           | N           | N           | N                    | N              |
| Riegle                | Y                           | N           | A           | N                    | N              |
| Moynihan              | Y                           | N           | N           | N                    | N              |
| Exon                  | N                           | N           | Y           | N                    | Y              |
| Bellmon               | N                           | Y           | Y           | Y                    | Y              |
| Domenici              | N                           | N           | N           | Y                    | Y              |
| Packwood              | N                           | N           | N           | Y                    | Y              |
| Armstrong             | N                           | N           | N           | Y                    | Y              |
| Kassebaum             | N                           | N           | N           | Y                    | Y              |
| Boschwitz             | N                           | N           | N           | Y                    | Y              |
| Hatch                 | N                           | N           | N           | Y                    | Y              |
| Pressler              | N                           | N           | N           | Y                    | A              |
| and the second second | 9-11                        | 5-14        | 4-14        | 8-11                 | 10-7           |

Moynihan amendment to add \$250 million for countercyclical assistance to Third Budget Resolution for the current year, fiscal '79; would have added \$150 million to the First Budget Resolution for fiscal '80 and \$500 million (projected)

Hart amendment to reduce the general revenue sharing program by \$2.285 billion for fiscal '81 by eliminating the states as recipients.

Exon amendment to cut \$2.3 billion from general revenue sharing for fiscal '81

Packwood amendment to transfer \$1.2 billion from the CETA program to general revenue sharing

Chiles amendment to cut 100,000 public service jobs from Title VI of CETA.

House Budget Committee added \$2.2 billion in budget authority to the Administration's \$26.8 billion request. The committee rejected the Administration's contention that its request would produce 300,000 units of assisted housing and added the additional budget authority to sup-port 300,000 units.

On the other hand, the Senate

**Budget Committee slashed funding** for assisted housing down to a controlled \$19 billion in budget authority. The committee estimates that this would produce 250,000 units if legislative changes are made by Congress in the Section 8 program requiring recipients to pay more of this income toward rent and greater reliance is placed on existing units as opposed to new construction.

In the areas of welfare and social services, the House recommended \$3.116 billion for Title XX and \$266 million for child welfare services, in keeping with the provisions of the Title XX-child welfare bill reported out of the House Ways and Means public assistance subcommittee last

The Senate followed the Adminis tration's proposal of only \$2.9 billion for Title XX and allocated \$56 million for child welfare services.

The House provided for a \$212 million in savings in the Aid to Families with Dependent Children (AFDC) program, while the Senate's figures totaled \$400 million, almost double what the Administration recom-

Both the House and Senate Budget Committees assumed that the food stamp cap will be lifted, and that the Administration's cost-saving legislation of \$152 million would pass both Houses in determining the budget targets for fiscal '80. Although the Administration recommended a \$6.9 Administration recommended a \$6.9 billion figure, the Congressional Budget Office revised its cost estimates of the program to \$7.4 billion. The Senate recommended \$7.2 billion and the House \$7 billion.

Finally, the House Budget Committee cut the funding level for the newly created Rural Home Ownership Assistance Program in half for fiscal '80. The Senate Budget Committee did not fund the program.

# **Budget Alert**

Counties face a major challenge when the First Budget Resolution is voted on by the full House and Senate after the current Easter recess.

Important programs to counties—general revenue sharing countercyclical, CETA, LEAA, energy impact—suffered from the budgetary axe wielded by members of the House and Senate Budget Committees over recent weeks.

While Congress is back home, county officials need to call or visit members of their congressional delegation to impress of them exactly what cuts in these programs would mean for local governments and their citizens.

. It should be emphasized that we are not asking for the  $moq_0$  but continued help in providing for the basic human needs of

We, like others, tightened our belt and supported the majority of cuts in the President's 1980 budget. But the First Budget Resolution, as reported by the House and Senate Budget Com mittees, represents cuts over and above those supported by the President.

These extra cuts will only cause further stress on the already overburdened property tax and could mean severe restrictions

Program cuts made by the Budget Committees can be over turned on either the House or Senate floor, but the time for persuasion is short. The Senate will take up the budget resolution the first day back April 23, while action in the House is set for May 1. Then a final compromise version must be worked out by

County officials should ask House members to vote for full restoration of funds to the general revenue sharing program when that amendment is considered on the floor

Support from your senators should be sought for restoration of the cuts to countercyclical assistance, LEAA and CETA when those amendments are moved on the Senate floor.

Your cooperation could make the difference.

-Bernard F. Hillenbrand

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### **Environment & Energy**

# Special Report

# The President's **Energy Message**

# Counties and Energy

# Deregulation combined with windfall profits tax

Carter will lift petroleum price controls in phases over the next two and one-half years. In conjunction with this action, the president is urging Congress to impose a "windfall profits" tax on oil production to ensure against "excessive" new profits. When price controls end on June 1, the power to maintain,

alter, or discontinue price controls will revert to the President On Sept. 30, 1981, all statutory authority to control domestic crude oil prices will expire. However, between June 1979 and September 1981, the President has considerable discretion in how he will approach the issue of price controls and domestically produced petroleum.

### **Regulation history**

Federal regulation of energy prices goes back several decades when much of the control was directed primarily at natural gas. Ironically, the impetus for much of this early regulation was the producers' tear that prices would fall too low to ensure adequate production and marketing.

Not until 1971, with the imposition of overall price controls by the Nixon administration, did the petroleum industry experience price regulations. These so-called "Phase I" guidelines froze all prices for a 90-day period beginning

August 15, 1971, and allowed some price hikes as long as the oil producing companies' profit margins did not increase. On Jan. 11, 1973, Phase III regulations began. These were less stringent than Phase III, and provided more flexibility to petroleum producers. However, because of rapid escalation in

peroleum products. However, because of high decade of price from the looser Phase III controls, on June 13, 1973, President Nixon froze all prices for 60 days. Beginning Aug. 17, 1973, Phase IV oil regulations established price controls based on the highest posted price. received by producers for a barrel of domestic oil on May 15, 1973. In order to encourage new petroleum exploration and production, Phase IV regulations created a two-tiered pricing system. "Old" oil was defined as the level of production from a given field in a given month in 1972. "New" oil was the oil produced from a given field exceeding "old" oil production levels. Only "old" oil was subject to Phase IV controls; new oil vas also regulated, but at a much higher level to encourage

After May 15, 1973, most price increases in "oil" oil were granted to reflect additional costs associated with increases in costs of raw materials, as well as nonproduct related costs such as labor, rent, and equipment to control emissions price of "new" oil rose to a much higher level, and approached that of the Organization of Petroleum Exporting Countries (OPEC) crude oil

New pricing regulations established under the Energy Policy and Conservation Act (EPCA) took effect in February 1976. These regulations created a composite price for "old" and "new" oil, and set price ceilings on this composite figure The Economic Regulatory Administration of the Department of Energy could allocate price increases to either "old" or "new" oil, which were redesignated "lower tier" and "upper

Price controls established under EPCA expire June 1. On that date, the President has announced his intention to implement a phased deregulation of prices on domestically

All domestically controlled crude oil will be decontrolled by Sept. 30, 1981. To ease the inflationary effects of decontrol, and to allow the Congress sufficient time to approve the windfall profits tax, the following schedule for phased decontrol has been announced:

• As of June 1, 1979, newly discovered oil will be permitted

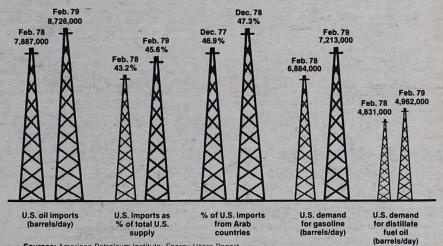
to receive the world market price (OPEC levels or whatever prices prevail on the market);

On June 1, 1979, 80 percent of all production from marginal' wells (defined as those wells which produce below

See PRICE, page 6

### **Growing Demand, Growing Dependence**

Despite Administration calls for voluntary conservation, U.S. demand for petroleum fuels continues to increase, and imports from foreign countries rise steadily. President Carter hopes to reverse both of these trends by stepping up conservation efforts and by taking action to encourage development of new domestic petroleum reserves, as well as alternatives such as coal and natural gas.



Sources: American Petroleum Institute; Energy Users Report

# **Energy use already being cut**

The Administration aims to cut oil imports by up to 5 percent of the projected U.S. consumption by the end of 1979. To help achieve this goal, the President proposes to build on the authority given him by the National Energy Act, signed last

According to the Administration, considerable progress has already been made in conserving energy; several examples

- Industrial energy use has dropped 6 percent, while output has increased 12 percent.
- Energy efficiency of residential buildings has increased 5-10 percent, with one in 10 homeowners adding insulation
- during the last year.

   The efficiency of home appliances has been increased 5
- percent, and the annual growth rate of home energy use has been reduced from 6 percent per year to 3 percent. The average fuel efficiency of a new car in Environmental Protection Agency tests will reach 20 miles-per-gallon in 1980.

Immediate action
If approved by Congress, the President will immediately implement the mandatory building thermostat settings plan. The plan establishes maximum winter thermostat settings of 65 degrees, and a minimum summer level of 80 degrees In addition, state targets for reduction in gasoline

consumption will be set. This action is intended to encourage voluntary efforts to meet conservation goals, thereby avoiding mandatory weekend closings of gas stations. If this voluntary effort is insufficient, then the President will implement the Emergency Weekend Gasoline Sales Restriction Plan, which is now before Congress for approval. To avoid weekend closings, the plan allows 60 days for states to develop alternative plans which would save equal amounts of gasoline.
In addition, direct oil savings are projected to result from

transferring electricity from coal, nuclear and hydro units to those units now using oil to generate electricity. Further

savings will result from a policy change which will encourage utilities and industrial users to switch from oil to natural gas. Also, changes in environmental standards will be made to allow the maximum use of a barrel of oil. Two such changes are the consideration of price in decisions to allow burning of high sulphur fuel oil and deferring the phase-down to .5 grams per gallon (gpg) lead in gasoline for one year while substituting

The plan calls for a reduction of 5 percent in federa use although it exempts the Department of Defense. And finally, there is a call for voluntary citizen conservation in the short term. Among the items included are obeying the 55-mile speed limit, eliminating 10-20 miles of driving per week, lowering home thermostats, etc.

### Conservation/long term

The program also contains some longer-term conservation measures which will be implemented over the next several years. Among these are: the elimination of free parking for federal employees, the implementation of energy performance standards for the design of new buildings, the implementation of the National Energy Act's residential conservation by utilities, and the formation of a cabinet level Energy Coordinating Committee.

# Programs seek new energy sources

In addition to decontrol of domestic oil pricing, the windfall profits tax and the Energy Security Fund, the President's program includes a series of new initiatives designed to ncrease energy supplies:

### **Energy Management and Partnership Act**

Reform and consolidation of existing state energy grant Reform and consolidation of existing state energy grant assistance programs will provide a new role for counties and other local governments. The proposed Energy Management and Partnership Act will provide \$110 million annually to states and local governments to develop and implement energy management programs at both levels of government. Earlier versions of this proposal had provided 10 percent of the funds for development of local programs. Counties and cities would also be eligible for funds to implement the state program and the program and development and demonstration efforts. for research and demonstration efforts.

### **OPEC Price History**

The last 10 years have seen OPEC (the Organization of Petroleum Exporting Countries) raise its prices from \$1.80/
barrel of crude oil in 1970 to the latest figure of \$14.55, agreed
to late last month in Geneva. The increases in OPEC prices will
become important indicators of U.S. domestic price levels as both lower and upper tier domestic crude oil are deregulated

### Benchmark or Marker Price for Light Arabian Crude Oil, 1970-1979

| January 1, 1970 | \$1.80  |
|-----------------|---------|
| January 1, 1971 | \$2.18  |
| January 1, 1972 | \$2.48  |
| January 1, 1973 | \$2.59  |
| October 1973    | \$3.01  |
| January 1, 1974 | \$10.95 |
| January 1, 1975 | \$10.46 |
| January 1, 1977 | \$12.09 |
| July 1, 1977    | \$12.07 |
| January 1, 1979 | \$13.34 |
| April 1, 1979   | \$14.55 |
|                 |         |

Source: Energy Users Report

### Price decontrol to be complete by Oct. 1981

a certain volume of oil per day, depending on the depth of the well) may be sold at the upper tier price. As of Jan. 1, 1980, the remaining 20 percent from marginal wells can be sold at

- On June 1, 1979, any incremental new production from wells using specified enhanced recovery techniques (e.g., tertiary recovery may receive the world price.)

  Beginning Jan. 1, 1980, the upper tier price will be increased in a tell more than 1.
- increased in equal monthly increments until it reaches the world price on Oct. 1, 1981.

  • As of Jan. 1, 1980, producers of lower tier oil will be
- permitted to shift their oil from lower tier to upper tier at a rate of 3 percent per month. Between June 1, 1979 and Jan. 1, 1979, the rate will be 11/2 percent per month.

### Windfall Profits Tax

According to the Administration, without a tax on the new profits that will result from decontrol of crude oil, the oil companies stand to realize a \$17 billion profit between June 1, 1979 and Oct. 1, 1981. To prevent such "excessive" new revenue gains, President Carter is asking Congress to impose a 50 percent windfall profits tax. The tax would be applied to increased revenues received by oil producers from the sale of uncontrolled crude oil due to any future increases in OPEC prices, and profits which are attributable to the increased prices of both upper and lower tier oil.

Energy Security Fund

If the windfall profits tax is adopted the Administration estimates that approximately \$10 billion would be received by the U.S. Treasury, including what is gained from the general income tax. This money would be used to establish an Energy Security Fund to provide funds to low-income individuals to help defray increased energy costs, to provide funding for mass transit, and to fund investments for new energy

Over the next three fiscal years, approximately 75 percent of the Energy Security Program funds would be targeted for funding energy investments, while 18 percent would go to low-income assistance and 6 percent for mass transit. For more details on the uses of the Energy Security Programs, see chart.

Coal development
Despite its abundance, U.S. coal production has increased Despite its abundance, U.S. coal production has increased only slightly during the last four years. Labor problems, moderate demand, and the ambivalence of some federal policies are partly responsible. Nevertheless, America contains billions of tons of coal; containing 3½ times more energy than all other domestic resources combined. In order to encourage the development of more coal and coal-related energy sources, President Carter has decided to permit additional leasing of federal lands for coal exploration on an expedited basis, while guarding against environmental and socioeconomic impacts of development. In addition, the Administration will support private sector activity to commercialize coal qualification through minimizing

etivity to commercialize coal gasification through minimizing regulatory, financial, and institutional barriers associated with the development. Furthermore, the Administration will support the development. Furthermore, the duministration must be legislation which will provide for securing the necessary rights-of-way, and will work with Congress to create an efficient process to expedite federal assessments and decision-making regarding coal slurry pipelines.

Nuclear energy
The President has requested the Nuclear Regulatory
Commission to accelerate its schedule for placing permanent
NRC inspectors at every reactor site and directed the
Department of Energy to work closely with NRC to determine
whether and what additional safety precautions are needed in
the wake of the accident at Three Mile Island nuclear plant. To
investigate the accident itself, the President has directed the
established of a fully independent presidential commission.
The Administration will also propose legislation to improve the
siting and licensing process for nuclear plants. siting and licensing process for nuclear plants.

Ohio Pipeline Legislation
The President has directed that DOE work with California
officials and congressional committees to secure enactment
of new federal legislation to ensure the construction of the
Standard Oil Company of Ohio pipeline from Long Beach,

standard Oil Company of Ohio pipeline from Long Beach, Calif. to Midland, Texas. The pipeline is already laid and modifications are "relatively modest."

The Administration's information release stated, "we shall make sure that air quality in California is protected, and that due deference is afforded state and local determinations in this area." New federal legislation will be proposed to expedite the administrative and judicial review process.

Energy facility siting executive order
The President will sign an executive order establishing a new process for coordinating federal agency reviews and setting deadlines for completing action on proposed non-nuclear energy facilities. The Office of Management and Budget (OMB) will coordinate the process which will require nonindependent federal agencies to submit certain information for each project, follow presidential deadlines, and include the coordination of multiagency reviews and reviews of state governments. States are encouraged to establish a similar process but the Executive Order neither mandates state action nor pre-empts state and local government land use siting authority.

Pipeline to serve the northern states

The President has asked the Secretary of the Interior to accelerate the route selection process for a pipeline to move Alaskan oil from the West Coast to the inland states in the Plains and industrial Midwest. Under the National Energy Act, an expedited process is already underway. The secretary is also to use all of his authority to ensure that federal permits for the pipeline are issued expeditiously after a final route selection and that administrative and judicial review proceed expeditiously. Applications for four routes have already been

The Administration has also submitted an earlier reorganization proposal to create an Office of Federal

## Average Prices of "Old" and "New" Domestic Oil (\$ per barrel)

| Year         | Old<br>(Lower Tier) | New<br>(Upper Tier) | Actual Domest<br>Average Price<br>(Composite) |
|--------------|---------------------|---------------------|---|
| 1974         | \$5.03              | \$10.13             |   |
| 1975         | \$5.03              | \$12.03             |   |
| 1976         | \$5.13              | \$11.71*            | \$8.19  |
| 1977         | \$5.19              | \$11.22*            | \$8.57  |
| Dec.<br>1978 | \$5.68              | \$12.59             | \$9.47  |
|              |                     |                     |   |

\* Decline is due to a change in definition of what constitutes

Sources: Department of Energy's Economic Regulatory Ad-ministration and Energy Information Administration.

Inspection for the Alaskan Natural Gas Pipeline System, and has directed agencies involved with the export of Alaskan North Slope oil to seek removal of restrictions on the President's ability to swap oil with Japan and Mexico. This will provide significant transportation savings and strengthen U.S. balance of payments, according to the Administration.

The President's program stresses that planning and research for alternative energy supplies must begin now in order for the nation to be prepared for the eventual exhaustion

For now, President Carter projects increased production of oil and gas through advanced recovery techniques, as well as alternative sources such as oil shale, heavy oil and tar sands, Additionally, coal use is predicted to rise, especially as new coal utilization technologies are perfected for commercial

The President also calls for the continuation and expansion The President also cais for the commutation and expansion of research and development for renewable energy resources. These include solar heating, blomass energy and alcohol production from wood and waste, geothermal energy, low-head hydro power and windmills.

head hydro power and windmills.

In addition, development of other sources of fuel for electrical production would begin to make liquid and gaseous fuels available for transportation and home heating where they are most advantageous. The President also predicted that work on synthetic liquid fuels and gasohol would continue. He said that these efforts would be supported by his proposed Energy Security Fund in order to encourage the private sector.

The President declared that the nation can be prepared for the depletion of fossil fuels by continuing research to develop relatively inexhaustible resources. The major technologies in

the depletion of restitutes of control of the relatively inexhaustible resources. The major technologies in this group include solar energy, nuclear technologies (including breeder reactors), and fusion. Also noted as having potential importance were biomass, geothermal, wind and ocean thermal power.

This report was prepared by NACoR's Energy Project Sue Guenther, Project Director; Don Spangler, Research Associate; Sarah Brooks, Research Assistant; Robert Weaver, Associate Director.

### **Uses of the Energy Security Funds**

### Assistance to Low

 Provide an average of about \$100 per year to a typical low-income house-

### Assistance for **Mass Transit**

- · Increased grant assistance for bus
- · Rail rehabilitation assistance to cities with existing rail (subway, trolley,
  - Increased interstate transfer funds.

### Energy Technology

- Regional petroleum storage (Hawaii and Northeast)
- Tax credits for shale oil production. Tax credits for agricultural and
- industrial solar equipment.

   Tax credits for residential wood
- stoves.

  Tax credits for use of passive solar
- Development program for synthetic liquid fuels (including gasoline
- Additional funding for coal R & D.

substitutes).

Loan guarantees for construction on non-nuclear demonstration projects.

## **counties and Solid Waste**

# low road to ealizing solid vaste planning

y three years ago Congress passed the Resource ation and Recovery Act to push the states and local pents into solid waste management. Of prime concern to gare the dump closing mandate and sanitary landfill

ps are including lossing final data and samuary landing joins authorized by the act. ase the transition to sanitary landfill practices and, in some resource recovery, the act requires long-range planning, the planning guidelines, now far behind schedule, are due to hugated by the federal Environmental Protection Agency his summer. Most likely the plans will have to include

ulation density, distribution and projected growth; mposition and generation of waste; ironmental factors to safeguard ground and surface

isting collection and disposal practices; and

source recovery options.

contract requires the states to follow a four-step process before g. 1) identify substate regional boundaries which allow the ics of scale assumed necessary for resource recovery; fy local planning agencies; 3) identify local tation agencies; and 4) specify the responsibilities each

ost all states, the governor has identified multicounty al boundaries for substate planning. In only eight states out to boundaries used for identifying regions.

and gain's all the governors identified the state solid waste agency a lead agency for planning. To assist the state agencies with planning, the governors identified: Multicounty regional agencies in 28 states; County agencies in eight states; No agency yet identified in six states (pending), eight states no local planning is anticipated—all work is to be

by state agency.

regovernor's reaction to this requirement varied derably; in 38 states governors identified either counties or , or some combination of the two, to implement solid waste Nine states are still pending; in two states the state ies will implement the plans

elinal responsibility of the governors is to specify the tasks calplanning agencies will perform. So far few states have this, which may be resolved when the state planning ines are promulgated this summer. Without a clear ation of responsibility and adequate funding, the local ng programs will never be completed.

estimony before congressional subcommittees responsible eauthorizing the act in 1979, NACo noted that counties are main providers of solid waste service—a fact governors have nized by identifying counties as implementing agencies. also questioned the advisibility of having multicounty nal agencies prepare plans which individual counties will

where the act, the requirement for governors to "consult" local adofficials before identifying planning agencies has been preted in a number of ways. NACo recommended to yess that where counties were not afforded the opportunity termine the appropriate planning agency, that the governors rough the process a second time.

speed up the local planning process, NACo recommended orgress authorize \$40 million for three years for the state ing program and earmark half that amount (\$20 million) for planning. In 1979 the states are receiving \$15 million; in EPA has requested only \$10 million for planning. In 1979 the states are receiving \$15 million; in EPA has requested only \$10 million for planning. If the states will be states, little is left for local ing. In order for the states to accomplish the open dump tory and develop state regulatory programs, which are EPA lies, EPA has restricted the pass-through of funds from the

stolocal agencies. Paanticipates a constant reduction and eventual phaseout eral assistance for the state planning program over the next ars. To replace the federal funds, EPA is recommending the sinstitute a system of user fees to be paid by citizens in that for state and local solid waste planning, administration and

his supplement was prepared with the cooperation and wort of the Environmental Protection Agency and the egovernmental Science, Engineering and Technology

### **Need Help with a Solid Waste Problem?**

Collection? **Resource Recovery? Interlocal Agreements?** Franchising?



NACoR will arrange a "peer match" -- a county official who has faced a similar situation will give you the benefit of his or

NACoR supported by funds from the Environmental Protection Agency, will pay the expenses for a one- to three-day visit—the expert might travel to the requesting county or the requesting county might want to see an innovative facility or program and do the travelling.

If you feel you've handled a solid waste problem well or set-

up an innovative project or program, and are willing to travel and/or accept visitors, let us know.

Please contact Alan Magan, Director of the Solid Waste

Project, National Association of Counties Research, Inc. 1735 New York Ave., N.W., Washington, D.C. 20006 or call 202/785-9577.

(P.S. If you need more general assistance in solid waste management, NACoR has an up-to-date library of case studies and technical papers—and a copying machine. Don't hesitate

## Montana: how peer match works

Early this year a technical assistance team gave western Montana counties some much-needed help in handling a sewage sludge problem.

In the middle of a record streak of sub-zero weather in January, James Parr and George Willson travelled from the U.S. Department of Agriculture's research station in Beltsville, Md. to Missoula, Mont. to study the cold weather problems of sludge composting

and to recommend some solutions.

A residual material remaining after wastewater treatment—sludge—is often landfilled or spread on land.

The composting facility, which accepts studge from the city and county of Missoula, has achieved satisfactory operating conditions except in winter. The team recommended using a centrifuge to dewater the sludge to an acceptable solids content, thus minimizing the problem of freezing.

In addition, the team recommended that the compost be tested to assess its value as a fertilizer. Furthermore, the team suggested

some marketing ideas for the plant and met with state officials and Lt. Gov. Ted Schwinden to explore the possibility of using the compost to restore strip-mined lands in Montana.

Although the Missoula plant is the only one operating in Montana, the attendance of local officials from across the state, as well as neighboring states, demonstrated the great interest in composting

as a sludge management technique.

The Solid Waste Project of NACo's Research arm, (NACoR) has supported approximately 20 such peer matches in the past year including these:

- Baldwin County, Ala, received assistance from Pulaski County, Ark. on house-to-house collection;
- Oakland County, Mich. received assistance from Chemung and Monroe Counties, N.Y. on solid waste planning; and
- Dekalb County, Ga. received assistance from Middlesex County, N.J. on sewage sludge disposal.

# **EPA proposes landfill "guidelines"**

Since more than 70 percent of all counties are involved in solid waste disposal, new Environmental Protection Agency (EPA) proposed landfill rules will have a direct bearing on county solid waste management and on the cost of this critical county service Continuing its implementation of the Resource Conservation and Recovery Act of 1976 (RCRA), EPA has proposed guidelines

for the location, design, construction, operation and maintenance of sanitary landfills. Since RCRA concerns state-run regulatory programs, the EPA proposed regulations are called "guidelines. This means they are to be used as an "informational resource" which are designed to help the state officials decide on

The proposed EPA guidelines are linked with the dump closing regulations referred to as the "criteria for classification of solid waste disposal facilities." The "criteria" are still in proposed form but should be final this summer. At that time the states will use the "criteria" to force all dumps to close or be upgraded within five

years. All waste must go to an approved sanitary landfill.

The states will use the EPA's guidelines to determine how a landfill is sited, operated and maintained so that it meets the "criteria." Although the states have the authority to approve a landfilling approach not contained in the EPA guidelines, such as an innovative technology, the landfill cannot violate the federal "criteria" or regulations promulgated under the Clean Water, Clean Air or Safe Drinking Water Acts.

According to the guidelines, the landfill should not be located in wetlands, 100-year floodplains, recharge zones of sole source aquifers, active fault zones, stark terrain or in the vicinity of

To avoid leachate contamination of surface or groundwater, the guidelines recommend the use of clay or artificial liners, structures to divert surface water, and leachate collection and treatment technologies depending on the soils and hydrogeological characteristics of the site. Where the landfill could pollute a drinking water source, the operator should install a groundwater monitoring system.

The guidelines also recommend control of gases produced by decomposition of the waste through venting, barriers and other devices. The operator is instructed to monitor the site for the presence of explosive gases.

The proposed guidelines were printed in the March 26, 1979
Federal Register. The comment period ends May 25. All-day
public hearings are scheduled for May 15 at EPA headquarters in
Washington, D.C. and May 17 at the Shamrock Hilton in Houston,
Tex. For further information contact Bernard Stoll at 202/755-

### HAZARDOUS WASTE MANAGEMENT

# Counties asked to rank problems

### Overview of Problem

Counties own or operate many landfills; an unknown number contain hazardous wastes. Counties also own property where in past years hazardous wastes have been dumped, legally or illegally. And counties have responsibility to protect the public health and safety which may be endangered by wastes leaking from public or private dumps

To put the problem in perspective, the Environmental Protection Agency (EPA) estimates between 1,000 and 2,000 dump sites around the nation will need corrective action. The cleanup cost may reach \$44 billion. The cost for containment alone is estimated at between \$5 billion and \$6 billion. In a recent survey EPA identified 103 sites with known problems; four of

survey EPA identified 103 sites with known problems; four of these are county-owned or operated.
Finding some legal and financial tools to handle abandoned sites is a major concern of the 96th Congress. It is unlikely that a full-scale search will be undertaken to find all abandoned sites, but a growing number of members seem to support creating a "superfund" to clean up abandoned sites which would be funded by those firms who currently generate hazardous waste.
The Resource Conservation and Recovery Act of 1976 addresses the issue of controlling the wastes generated after the passage of the act, and regulations governing disposal will go into effect at the end of this year. EPA estimates that 90 percent of all

passage of life act, and regulations gottering subjects that 90 percent of all hazardous wastes now generated are handled under practices that will not meet federal standards.

The regulations require a "cradle-to-grave" permit system, which will be a state-run program in most states. Because of the requirements for site selection and design and long-term maintenance and insurance, the costs of landfill disposal of hazardous waste will substantially increase. Hence, the alternatives of incineration or recycling should become cost competitive, at least for some wastes.

While these alternatives minimize the need for new sites, site location is the major problem facing EPA, the states and the chemical industry. They see local governments and citizens as obstacles to selecting permitted sites for the land disposal of hazardous wastes.



\*The term "hazardous waste" means a solid waste, or combination of solid wastes, which, because of its quantity, concentration, or physical, chemical, or infectious characteristics may cause, or significantly contribute to, an increase in mortality or an increase in serious irreversible, or incapacitating reversible illness; or pose a substantial present or potential hazard to human health or the environment when improperly treated, stored, transported, or disposed of, or otherwise managed. This includes ignitable, corrosive, reaction, and toxic wastes. Radioactive wastes are excluded from consideration. Examples of hazardous wastes are materials containing PCBs, lead, organic solvents, acids, sodium and metal

As the initial step in NACoR's analysis of the county role in hazardous waste management, the following survey is printed for your response. The survey results are intended for use by the Natural Resources and Environment Natural Resources and Environment Task Force of the Intergovernmental Science, Engineering and Technology Advisory Panel (ISETAP), now chaired by Colorado Gov. Richard D. Lamm. The panel will advise Congress, the President, and the American Association on the Advancement of Science on critical hazardous\* (non-nuclear) waste problems facing state and local government. Please rate each of the problems listed below according to its importance to your county. Do not rate those which are not a problem to your county.

Rating Scale (1-5): 1) critical; 2) very important; 3) moderately important; 4) less important; 5) unimportant.

| County             |  |
|--------------------|--|
| Form Completed by: |  |
|                    |  |

- Identification of the quantity, sources, flows, and fate of hazardous materials
- Methods for reducing amounts of hazardous wastes generated and for increasing recycling
- Determining effects of hazardous wastes on human health and the environment
- d. Adequacy and practicality of the federal
- Adequacy and practicality of your state regulatory program (Put a "o" if there is no state program)
- Illegal disposal such as midnight dumping and disposal at sites not approved for hazardous waste
- Role of industry in the management of its waste

### II. Inactive Facilities

Inactive facilities include all hazardous waste sites and facilities publicly and privately owned which are not currently accepting waste. This includes all abandoned and closed facilities which accepted any quantity of hazardous waste.

| a. | Locating inactive facilities   |
|----|--|
| b. | Assessing the nature and severity of problems at inactive facilities |
| C. | Immediate temporary containment of wastes                            |
| d. | Long-term containment, removal, and neutralization of wastes         |
| e. | Collection and treatment of leachates                                |
| f. | Groundwater and surface water contamination                          |
| g. | Inspection, monitoring, and maintenance                              |
| h. | Other (identify)   |
| В. | Institutional  |
| a. | Establishing legal liability for off-site damage                     |
|    |  |

- b. Delivering or coordinating emergency actions
- c. Delivering or conducting long-term care
- Financing emergency cleanup when no responsible party can be established
- e. Funding long-term care
- Other (identify)

fixed facilitie

### III. Facilities in Operation

Operating facilities are public or private facilities currently in use for processing, recovery, storage, and disposal of hazardous wastes. This includes all facilities and sites which accept any quantity of hazardous waste.

| A. | Technical  | Rating (1-5) |
|----|--|--------------|
| a. | Estimation of volume and character of incoming waste to determine appropriate treatment and disposal |              |

- processing, and disposal of waste Immediate temporary containment of wastes to
- protect public health Emergency preparedness to handle incidents at
- e. Collection and treatment of leachates
- f. Groundwater and surface water contamination
- g. Inspection, monitoring, and maintenance
- h. Other (identify)

- a. Establishing legal liability for off-site damage
- b. Delivering or coordinating emergency actions
- c. Delivering or conducting long-term care
- Financing emergency cleanup when no responsible party can be established
- e. Financing long-term care
- f. Other (identify)\_

### IV. Siting New Facilities or Expanding Existing Facilities

- a. Criteria for selection of a site
- b. Site design criteria and performance standards
- Estimation of volume and character of waste to determine appropriate treatment and disposal technologies
- Adequacy of technology for the storage, processing, and disposal of waste
- e. Safety and risk assessment
- Other (identify)

### **B.** Institutional

- Public acceptance
- Federal preemption of state and local authorities
- c. State preemption of local authorities
- Financing facility construction
- e. Public or private facility operation/ownership-
- f. Post closure liability
- g. Post closure inspection and maintenance
- h. State and local importation bans/restrictions
- Roles and responsibilities of industry in
- Other (identify)\_
- k. Have you successfully sited a new or expanded hazardou waste facility in your jurisdiction within the last three years (check one) Yes\_\_\_\_\_\_ No\_\_\_\_ (check one)
- Have you been unsuccessful in attempting to site a new or expanded hazardous waste facility in your jurisdiction within the last three years?
- m. Are you currently attempting to site a new or expanded hazardous waste facility in your jurisdiction? (check one) Yes\_\_\_\_\_ No\_\_\_\_

### V. Overall Ranking of Categories

Rank the following five major categories of problems in order their importance to your government. Rank most important

| ca | itegory "1" etc. |  |
|----|------------------|--|
| 1. | Major Category   |  |
|    | 0                |  |

- II. Inactive Facilities
- III. Facilities in Operation
- Siting New Facilities or Expanding **Existing Facilities**

Briefly explain why you gave highest ranking to Category\_

### VII. Overall Ranking of the Most Important Technical and Institutional Problems

Considering all of the technical and institutional problems that you rated in each of the four categories, will you list the five of greatest importance, in priority order, and briefly discuss each of (Attach answers on separate sheet).

Please return completed survey to Alan Magan, NACoR, 1735 New York Ave., N.W., Washington, D.C. 20006.

# I to Ease Burden on Counties

egislation aimed at shoring up-financially hard-pressed unem-yment insurance system has en introduced by Sen. Jacob-nits (R-N-Y.) and others. Wits (R-N-Y.) and others. System Revitalization Act of c 825 would:

g System Revitalization Act of g.S.825 would: Establish a cost equalization

nsurance grant program; Create a permanent, two-stage ndby program of extended bene-

Revise the penalty tax and in Revise the penalty tax and inest rate on state repayment of
sances from the federal trust fund.
Counties, as newly covered pubemployers, would be affected by
bill, particularly in the area of
tended benefits. Currently, county
nopers are responsible for pay100 percent of their extended
sefit costs. S. 825 would allow for
percent federal financing of these
esfits when the national trigger is
therefore reducing unemploytherefore reducing unemploy-insurance liabilities to counties. The purpose of S. 825, according to Javits, is to rescue the nation's employment insurance system in the overwhelming volume of nefit claims during the recession 1974-1976 and ensure against pomy slides back into a recession. minout his proposed legislation, vits argues, the only way to pay the \$14 billion outstanding unem-ment insurance debt to the U.S. peasury will be for states and the deral government to continue to salize employers and workers alike rough more and more payroll taxes. addition, the senator noted, out S. 825, the UI system will ve to continue to rely on ad hoc relation to respond to the needs workers suffering the effects of a

### REINSURANCE PROGRAM

Inder Title I of the bill a cost palization reinsurance program anced through general revenues add be established. This program old provide grants to the states pay a portion of the cost of regular benefits during prolonged periods excessive unemployment. It would made effective as of Jan. 1, 1975, as to encompass the worst part

the recession.

Title I is based on the recognition

### ommittee Kills surance Plan

he House Budget Committee Red down last week funding for sident Carter's real wage insur-to program. Termed the "corner-ne" of the President's wage and e guidelines, real wage insurance ald have provided tax rebates to yees who complied with the lines when inflation exceeded ent. Budget Committee Chairerent. Budget Committee ChairRobert Giaimo (D-Conn.) said
committee's vote "kills all
uses" for the anti-inflation plan.
brignally estimated to cost \$2.5
ton later projections, by the Joint
mmittee on Taxation staff, went
has \$6 billion due to the effects
whels digit inflation. The insur-

fouble-digit inflation. The insurwhen has never been went re-wed by Congress or the unions, generally rejected the program in incentive to comply with the defines. When Rep. Barber Con-kn.Y.) made the motion to de-the amount budgeted, the panel d 14 to 11.

affation and the President's wage price guidelines will be a major russion topic of NACo's Fifth mal Labor Conference in San Ecisco, Calif., April 29-May 1.

not brought about by individual states, and it is therefore unrealistic to expect the states to bear excesto expect the states to bear excessive unemployment compensation claims alone. Cost equalization grants will be allocated to the states to the extent that the unemployment rate of each state is abnormally high compared to its own past experience, i.e., the preceding five years. The formula that would be used to pay a portion of the states' extraordinary UI costs is seen in the accompanying chart.

State IUR Cost Equalization Grant Trigger 6-7 percent

50 percent of excess UI costs 66% percent of excess UI costs 75 percent of excess UI costs 7-8 percent

8 percent or more

STANDBY EB PROGRAM
Title II of S. 825 would create a permanent two-stage standby program of extended benefits to be activated and terminated on the basis of national or state rates of insured unemployment. Extended benefits (EB), of up to 13 weeks beyond the regular state benefits (i.e., 26 weeks), would be provided when the nationally insured unemployment rate—IUR—is at least 4.5 percent for three consecutive months.

It would also "trigger on" in in-dividual states when they experience an insured unemployment rate of 4 percent or more. Thirteen additional 4 percent or more. Thirteen additional weeks of supplemental extended benefits (SEB) would be provided when the national rate of insured unemployment is 5.5 percent or more, or on a state basis when the IUR drops below 5 percent.

Financing for Title II would be

borne 100 percent by federal general revenues except for the state IUR-triggered EB program which would be a 50/50 federal-state share.

### PENALTY TAX REVISIONS

Title II revises the penalty tax and interest rate on state repayment of advances from the federal trust fund. advances from the federal trust fund. Currently, if the entire loan balance of a state is not entirely repaid on the due date, a 3 percent penalty tax is applied to all employers in the state and is increased by 3 percent each subsequent year until the entire loan is repaid. Also, under present law, these loans are interest free.

S. 825 would extend the payback period for five years with a minimum required payment of 20 percent in any one year. This provision is suspended if a state is experiencing an insured unemployment rate beyond 4.5 percent. No more than a 3 percent penalty tax in any year would

be levied on all insured employers if the state fails to make the required payment.

In addition, 6 percent annual interest would be imposed on any payment that is in default. By eliminating the escalating penalty tax on employers and the interest free advances, the bill's sponsors claim that any temptation on the part of states to borrow instead of taking prompt steps to strengthen their benefit financing systems will be removed.

While the National Commission on Unemployment Compensation is cur-

Unemployment Compensation is currently investigating the issues addressed by S. 825, the bill's sponsors say they cannot wait for the com-mission to report its findings (due March 1980) and for the Congress to

Nation 1980) and for the Congress to act on them. No legislative action is expected on S. 825 until the House Ways and Means committee considers similar "cost equalization" proposals.



## th Annual Labor Relations Conference

April 29-May 1, 1979 St. Francis Hotel, San Francisco, Calif.

Cosponsored by NACo's County Employee/Labor Relations Service and the County Supervisors Association of California

This year's conference, "Labor Relations and the New Fiscal Restraint," will feature skills-building workshops which are organized in two-track format:

Track One, What To Do Before (And Even After) The Union Arrives, looks at the labor and employee relations problems of counties in a union-free environment; how to cope with a

union organizational campaign; and planning and negotiating a first collective bargaining agreement.

Track Two, Dealing With the Union Environment, involves the labor relations problems of counties in an established collective bargaining setting and includes up-to-date bargaining techniques

Delegates can both preregister for the conference and reserve hotel space by completing this form and returning it to NACo. Conference registration fees must accompany this form before hotel reservations will be processed. Enclose check, official county purchase order or equivalent. No conference registrations will be made by phone.

Refunds of the registration fee will be made if cancellation is necessary, provided that written notice is postmarked no later than April 16.

Conference registration fees are to be made payable to NACo: \$115 Advance, \$125 on-site.

| CONFERENCE REGISTRATION |  |  |  |  |
|-------------------------|--|--|--|--|
|                         |  |  |  |  |
| Please Print:           |  |  |  |  |

Name County.

Address

City State Telephone (\_

I am interested in:

- ☐ Track I: What To Do Before (And Even After) The Union Arrives
- ☐ Track II: Dealing With the Union Environment

Send preregistration and hotel reservations to National Association of Counties/Labor Relations Conference, 1735 New York Ave., NW Wash., D.C. 20006. For further housing information call the NACo Conference Registration Gener, 703/471-6180.

For further program information contact Chuck Loveless or Barbara Radeliff at 202/785-9577.

### **HOTEL RESERVATIONS (St. Francis)**

Special conference rates were guaranteed to all delegates whose reservations were postmarked by April 7. After that date, available housing will be assigned on a first come/first serve basis.

Single \$42-70 (Lower rates on a first come/first serve basis)

Double/Twin \$52-90 (Lower rates on a first come/first serve basis)

\*Arrival Date/Time\_

Departure Date/Time\_\_\_\_

☐ Single

☐ Double/Twin (Please specify preference by circling Double or Twin

### FOR OFFICE USE ONLY

\_\_ Housing Dep. Ck. No.\_\_ Reg. Check/P.O. No.\_\_\_\_

Amount \$\_\_\_\_ Amount \$\_\_\_

### **MIDWESTERN** CONFERENCE OF STATE ASSOCIATIONS OF COUNTIES MEETING

Serving the states of Illinois, Indiana, Iowa, Kansas, Michigan, Minnesota, Missouri, Nebraska, North Dakota, Ohio, South Dakota, and Wisconsin

### May 10 & 11, 1979 STOUFFER'S UNIVERSITY INN Columbus, Ohio

The Midwestern Conference of State Associations of Counties was organized to provide a forum for county officials of the midwestern states to liscuss and deal with problems of mutual concern. The midwestern states experience similar problems and opportunities relating to the loss of jobs and experience similar problems and opportunities relating to the loss of jobs and industry; energy; road and bridge problems; environmental concerns; agriculture and land use; and overall economic growth and development issues. This intensive two-day meeting will deal with the variety of issues that affect midwestern states and will investigate how concerted action can help benefit counties in all midwestern states. Following is a summary of the

### Thursday, May 10

Student Internship Programs Land Use Planning Intergovernmental Cooperation Energy
Feonomic Growth and Development Issues State and County Partnership

### Friday, May 11

Public Officials Liability Road and Bridge Crisis America's Heartland Use of Coal How to Operate with Less Money

### Conference Registration

To register for the Midwestern Conference of State Associations of Counties meeting return the form to: A.R. Maslar, Executive Director, County Commissioners Association of Ohio, 41 South High Street, Suite 106, Columbus, Ohio 43215. To make room reservations, return the motel form directly to the motel. Limousine service is available from Port Columbus to Stouffer's University Inn until 6 p.m.
Conference Registration fees: \$45 which includes breakfast, 2 luncheons,

banquet, tour, reception, handouts, and coffee

| (last)   | (first)                          | (initial)                    |
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| Name of Registered Spouse_   | 1                                |                              |
| Maral Daniel   |                                  |                              |
| Motel Reservations   |                                  |                              |
| Midwestern Conference o<br>Stouffer's University Inn,<br>Columbus, Ohio 43202                        | 3025 Olentangy River Ro          |                              |
| Special rates will be guarantee postmarked by April 26, 1 assigned on a first-come basis. the motel. | 979. After that date availab     | le housing will b            |
| Indicate preference by circling  | g the type of room: Single \$2   | 27 Double                    |
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| Co-occupant if Double  |                                  | The same                     |
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| Special Hotel Requests   |                                  | e u                          |
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| Check here if you have a ho  | ousing related disability.       |                              |
| Hotel reservations are only he<br>nticipate arriving near or afte<br>o guarantee your first night re | er that time, list a credit card | day. If you<br>name and numb |

# **House Panel Reports Out** Title XX/Child Services Bill

Federal support for foster care of needy children and the adoption of children with special needs, has been strengthened in the Title XX/Child Welfare bill. The House Ways and Means subcommittee on public assistance and unemployment compensation completed markup of the bill last week, adopting many provisions which NACo actively supported.

The bill also provides for improved

social services programs. The basic provisions of the bill are similar to those in H.R. 7200 and H.R. 12973 which NACo supported in the 95th

### SOCIAL SERVICES

Under this bill, the ceiling on money available under Title XX of the Soavailable inder Title XX to the SX-cial Security Act is increased to \$3.1 billion beginning in fiscal '80. The ceiling is currently \$2.9 billion and drops to \$2.5 billion Sept. 30. Of the total amount, \$200 million would be available in fiscal '80 and '81 for day care with no state matching re

Beginning in fiscal '81, states would be required, prior to publication of their proposed Title XX plan, to con-sult with local elected officials and incorporate their principal views into the plan. States would also be given the option of using a one, two, or three-year planning period. These provisions should give local officials greater voice and flexibility in plan-ning social services programs.

Effective Oct. 1, states could use their share of the \$200 million in ear-marked child care funds for grants to employers who hire welfare reci-pients as child care workers, and for emergency shelter for adults in danger of physical or mental harm. Use of Title XX funds for certain ser-vices provided to alcoholics and drug

vices provided to alcoholics and drug addicts would be made permanent.
Federal matching funds for Title XX training money will be capped at 3 percent for fiscal '81. States which received more than 3 percent for training funds in fiscal '79 will receive a one-third federal match on such funds.

### AFDC FOSTER CARE AND

AFDC FOSTER CARE AND
ADOPTION SUBSIDIES
Funds under Title IV-B of the Social Security Act (Child Welfare Services) in the amount of \$266 million
each fiscal year would be made available to states on an entitlement basis. While IV-B was authorized at \$266 million for fiscal '79, only \$56.5 million was appropriated.
Emphasis would be placed on

vices preventing the removal of chil-dren from their homes, reuniting children with their families or placing children in suitable adoptive

Federal matching funds will be made available for children eligible for AFDC and Supplemental Secur-ity Income (SSI) who have been voluntarily removed from their homes and for foster care in publicly oper-ated child care institutions which

care for 25 or fewer children.

Federal matching funds would also be made available for adoption assistance for AFDC-foster care eligible children who have "special needs."

Special needs exist when a child cantal, physical, or medical handicap which would make it difficult to place the child without adoption

assistance. The amount of assistance would be determined on a can

# PROTECTION EXTENDED The bill extends greater protect to the children involved. For a set to receive more funds than in factors of HEW to have to determine that its foster program ensures that: No shild will be placed.

No child will be placed in for care, except in an emergency, except in an emergency, except in an emergency, except involuntarily, uservices aimed at preventing a placement have been provided or

fused by the family;

No child will be involuted removed from home, except to short-term, emergency basis, with court order;

No child will be volunted placed unless a "voluntary places agreement" has been signed by the narrants and the agency. fused by the family;

agreement." has been signed by be the parents and the agency.

Reunification services must also made available to the family, as child must be placed in the be restrictive family-like setting, individual case plan must be droped for each child, which must reviewed every six months, and dispositional hearing held within months of the child's placement. The Must would continue. IV-B funds would continue to allocated according to the format the present law. There would be to percent state matching requires whereas no match is required whereas no match. whereas no match is required us current law. Beginning Oct. 1, million of the new IV-B money percent) will be available to su to enable them to improve and pand their IV-B services, and complete case reviews on chile in foster care.

## **Matter and Measure**



### BOWERS KEYNOTES MEETING

The proposed Surface Transportation Administration (STA) will be in the best interest of the taxpayer and will result in a better delivery system, according to Federal Highway Administrator Karl S. Bowers.

Bowers said he wanted to meet with the nation's couning session of NACE's annual management and research conference, March 28 in El Paso County (Colorado Springs), Colo.

rado Springs), Colo.
Combining the Federal Highway Administration
(FHWA) and the Urban Mass Transportation Administration (UMTA) will take advantage of FHWA experience with decentralization and make staff more accessible, Bowers said, since the key to FHWA's success with the federal highway program has been the location of FHWA offices in each state. There are approximately 4,500 FHWA employees, but less than 1,000 are located

There are only about 550 UMTA employees but none are located at the state level, he added. Recipients of UMTA funds deal directly with UMTA headquarters staff in Washington and with UMTA's skeletal regional organization.

organization.

Bowers said that DOT is trying to get the STA proposal on the President's Reorganization Plan, authorized by Congress until April 1980. Congress must "vote down" the proposal within 60 days of receipt or else it becomes law. However, Bowers anticipates that it will be summer before DOT knows if the STA proposal will appear on the President's Reorganization Plan. If approved, the complete merger should take between six and girlst mostly. STA will see the seek the interest. and eight months. STA will not change basic federal transportation program relationships; for example, states will continue to administer federal highway pro-

Bowers said he wanted to meet with the nation's county engineers as part of an on-going FHWA relationship with NACE, NACo and FHWA's county road advisors. He called attention to the value of the personal relationships made and the information shared during conferences such as the NACE conference.

Inflation is of great concern to FHWA, Bowers said. His department is working to combat the approximate 30 percent inflation rate in highway construction projects by reviewing all contracts that exceed initial mates by at least 7 percent and calling for releting FHWA is also promoting the use of value engineer as a technique to fight inflation.

Noting that approximately 30 percent of every do for federal-aid highway construction projects is spent nonconstruction costs, such as environmental assement and right-of-way acquisition, Bowers said. FHI is committed to reducing red tape through such effective acquisition of the committee of the as certification acceptance.

as certification acceptance.

In response to comments from county officials is state departments of transportation often do not be legislative language calling for a fair and equita distribution of federal-aid highway and bridge fun Bowers said that, as a last resort, FHWA may be to write regulations to define a fair and equitable definition of funds.

### NACE BOARD MEETS

During the NACE Board of Directors meeting Colorado Springs, President Blake Livingston nounced the following changes in officers.

Herbert O. Klossner, director of transportation, in nepin County, Minn., is NACE first vice president replaces Art Haddad, former Miami County, 0 engineer, who is now assistant director of the 0 Department of Transportation.

Howard Schwark, superintendent of higher Kankakee County, Ill., replaces Herb Klossner as NAC North Central Region vice president.

While William Harrington, Linn County, le engineer, recovers from heart surgery, Milton Johns Clayton County, Iowa engineer, is serving as active county. secretary-treasurer

The next NACE meeting will take place duri NACo's annual conference, July 14-18, in Jackson Con ty (Kansas City), Mo. NACE headquarters will be Alameda Plaza.

NACE's next management and research confers will be held next February in Orange County (Orland Fla. at the Dutch Inn at Lake Buena Vista, outside

## **National Association of Counties**

# 44th Annual Conference

and Educational Exhibits

it to appear on your badge. Be sure to

MPROVING MANAGEMENT

Inflationary times are hard times for local officials. County administrators and governing boards confronted with the realities of limited purchasing power are faced with the tough choices of raising more revenues through increased taxes or cutting back programs and services in order to keep their budgets in balance. NACo, through its annual conference, will offer county officials a third alternative for coping with the impacts of inflation-improved public management. General conference sessions with key members of Congress and the Administration as well as numerous workshop sessions will address the conference theme by stressing practical ways governments can maximize what they have on hand.

Don't miss this chance to participate in real "nuts and bolts" discussions on ways to improve productivity in areas such as transportation, environment and energy, employment, welfare and social services, community development, health and many others.

## July 15-18, 1979 Jackson County, Kansas City, Mo.

| guation and Housing Information (Please read carefully before completers and returning to registration center.) | Please type or print clearly all applicable information requested below as you wan fill out the form completely. |
|---|--|
| Your conference registration fee must accompany this registration form by                                       | The same term completely.  |
| hack youcher, or equivalent and be made payable to National Association   | County/Representing:   |
| Counties. Return completed form with payment postmarked no later  |  |
| June 15 1979 to the following address:  |  |

NACo Conference Registration Center

MACC Conference Registration Center
1735 New York Avenue, NW
Washington, DC 20006
Atm: Annual Conference Coordinator
Befund of conference registration fee will be made if cancellation is necessary provided written notice is postmarked no later than July 1, 1979.
Delegates must register for the conference in order to receive hotel accomposition in NACo's block of rooms and receive the conference rate. Special conference room rates will be available to all delegates whose registration is postmarked no later than June 15, 1979. In order to ensure receipt denfirmation from the hotel, send your registration early. confirmation from the hotel, send your registration early.

### preferred accommodations: Selection: Single Double/Twin \$45-\$55 \$55-\$65 \$75 & up neda Plaza \$59 & up \$24-\$32 \$32 - \$39 \$100 & up wn Center \$43-\$53 \$18-\$24 \$24-\$30 \$67 & up \$23 \$28 N/A tive Inn nada Royale N/A N/A \$56 & up \$78 & up on Plaza \$39-\$47 \$49-\$57 iday Inn \$34 \$90 & up \$22-\$26 \$26-\$30 \$36 (Jr. Suites) dent on Muehlbach \$32-\$42 \$42-\$52 \$90 & up \$28 - \$34 \$34 - \$40 \$70 & up \$42-\$54 \$52 - \$64 \$45 & up

lainformation available from NACo Conference Registration Center.

\$37

\$29

\$66 & up

N/A

Credit Card Name:

Authorized User's Signature: \_

\$33

\$25

elodae

| dor by sending one    | night's deposit to the address above. For further housing |
|-----------------------|---|
| registration inform   | ation, call NACo Conference Registration Center, 703      |
| \$180. No registratio | on or housing request will be taken by phone.             |
|                       |   |

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| If you wish to register your spouse or youth, complete this section.  Spouse's Name: |                        |    |     |         |             |
| Youth's Name:  | Sex:                   | □M | □F  | Age: _  | 7           |
| Youth's Name:  | Sex:                   | □M | □F  | Age: _  |             |
| Check appropriate box below and fill in the applicable amount:                       |                        |    |     |         |             |
| My county is a member Registration fee \$95.00                                       | \$                     |    | _   |         |             |
| Non member/others Registration fee \$125.00  | \$                     |    |     |         |             |
| Please register my spouse Registration fee \$50.00                                   | \$                     |    | -   |         |             |
| Please register my youth(s)Registration fee \$30.00                                  | \$                     |    |     |         |             |
| ☐ Check enclosed ☐ Please bill my county/representing ☐                              | This is my<br>Annual C |    |     |         |             |
| Total Amount   | \$                     |    | _   |         |             |
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# **Second Annual Eastern Federal** Aid Conference

May 6-8 **Landmark Motor Inn Jefferson Parish** Metairie, La. (New Orleans)

Sponsored by NACo and the Council of Intergovernmental Coordinators

Conference will focus on legislative proposals to streamline the grants process, regulatory reform and sunset legislation. A number of workshops will be conducted on specific federal programs.

Delegates can both preregister for the conference and reserve hotel space by completing this form and returning it to NACo. Conference registration fees must accompany this form before hotel reservations will be processed. Enclose check, official county purchase order or equivalent. No conference registrations will be made by phone.

All advance conference registration forms were to be postmarked no later than April 15. Refunds of the registration fee will be made if cancellation is necessary, provided that written notice is postmarked no later than April 22.

Conference registration fees are to be made payable to NACo: \$95 member county

\$125 non-member county or government

| \$150 all other                       |   |
|---------------------------------------|---|
| Conference Registration               | (please print)  |
| Name                                  |   |
| County                                |   |
| Title                                 |   |
| Address                               |   |
| 01                                    |   |
| City                                  | StateZip  |
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| Occupant's name                       |   |
| Departure date/time                   |   |
| Co-Occupant                           |   |
| Conference, 1735 New Yo               | hotel reservations to NACo/CIC Federal Aic<br>ork Avenue, N.W., Washington, D.C. 20006<br>information call the NACo Conference<br>471-6180. |
| For further program i<br>202/785-9577 | nformation, contact Linda Church a  |
| For Office Use Only                   |   |
| Reg. Check/PO no                      | Housing Dep. Ck. no   |
| Amount                                | Amount  |

### FEDERAL OVERSIGHT PROPOSED

# Kennedy's Bill Would Alter Way to Pay for Health Care

Sen. Edward M. Kennedy (D-Mass.) Health Care for All Americans Act as an alternative to Sen. Russell B. Long's "catastrophic only" bill (County News, April 2, 1979) and President Carter's Phase I plan for national health insurance (County News, April 9, 1979).

News, April 9, 1979.

The senator recognizes that his farreaching proposal faces "an uphill
battle," but believes that the various
proposals before Congress will stimulate "the first significant debate"
in recent years with a "strong possibility of some meaningful step"
being taken by this Congress.

Like the President's proposal. Ken-

being taken by this Congress.

Like the President's proposal, Kennedy's plan would be phased in over five to seven years. Unlike the President, Kennedy will ask Congress to enact the whole plan in one bill.

Kennedy first outlined his plan to Congress last October and since that time has been working with the Committee for National Health Insurance—a coalition of labor. consumer

ance—a coalition of labor, consumer, church and other groups—to prepare the legislation which is now ready.

The new proposal, to be introduced

this month, represents a significant departure from the original Kennedy-labor approach. The old plan, known in the past as the Health Security Act, would have virtually made the federal government the country's sole health insurer, paying doctors and hospitals from federal revenues. The nospitais from leaderal revenues. Ine Health Security Act is still alive and has been introduced again this year by Rep. James Corman (D-Calif.), longtime cosponsor with Kennedy, who objects to the changes in Ken-

who objects to the changes in should be new approach.

About the new plan Kennedy says, "We've taken the principles of the old insurance, the principles of the old the plan ways and and the plan ways all and the plan ways are all the plan way Kennedy-labor plan—universal and comprehensive coverage, cost con-trols, quality controls—and applied them to the private sector."

### PLAN ELEMENTS

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Under the new proposal all commercial and nonprofit health insurers would be organized into four private consortiums for 1) commercial firms, 2) Blue Cross-Blue Shield plans, 3) nonprofit prepaid plans, and 4) doctor's prepaid plans.
The program would be administered by a federal public authority which will regulate and oversee all health insurers, consolidate the administration of Medicare, and federalize Medicaid and several other existing federal programs. Under the plan long-term care would remain a state and private responsibility, but state and private responsibility, but states would save over \$4.5 billion in existing Medicaid costs.

edy maintains that his plan would do more to control costs than would do more to control costs than the President's or any other by dras-tically changing the way the nation pays for medical care. Upon enact-ment, budget caps would be used im-mediately to control hospital and

physician costs. When fully implemented the principal method of controlling costs would be prospective budgeting for hospitals and physi-

"It is time the American health care system learned to live within a budget," notes Kennedy. Institutional budgets will be nego-

Institutional budgets will be nego-tiated with the providers by the cer-tified insurers along with local and state authorities on a state and area basis, not nationally. The state au-thorities will act as agents of the federal authority and include repre-

COUNTY CONCERNS

In its present form Sen. Kenne proposed "Health Care for All As icans Act." addresses the major sues with which counties are cerned. As stated in previous are

in this series these are:

The impact of NHI on too match under Medicaid. (Under Kennedy plan Medicaid would federalized.)

• The degree to which this posal covers the medically indo who are presently served by congovernment (all but illegal at



The National Health Insurance Debate

sentatives of state and local govern-ments. Hospitals will not be per-mitted to charge rates above the approved amounts and fee schedules for physician services will provide equal reimbursement for the same illness or category of service. The fee schedule will also encourage more primary care and prevention services primary care and prevention services particularly in medically underserved areas. The federal government would have to approve each area's total spending to keep it within a national limit geared to a percentage of the ase each year in the gross na-

increase each year in the gross national product.

The plan will be financed through a combination of employer/employee premiums related to total wages and federal general revenues for the poor, unemployed, disabled, and improvement of the Medicare program.

"Everyone would have a 'health assessed' pritting him or heat to

"Everyone would have a 'health care card' entitling him or her to care," Kennedy says, "but the doctor or hospital wouldn't know who was paying the bill." That all are eligible and automatically entitled to services, thus assuring that the hospital would be paid, is a key feature

of the plan.

The premiums paid by the employer, of which up to 25 percent may be charged to employees, would be linked to wages and employer's ability to pay. The big, affluent employers would pay more and thereby subsidize the coverage of the employees of smaller firms, the self-employed, the smaller firms, the self-employed, the unemployed and others. "Migrant unemployed and others. "Migrant workers, seasonal employees and others who have fallen between the cracks of other programs will be automatically covered at the same premium percentage of their salaries and wages," says Kennedy.

Insurers could still compete for business by offering more benefits or cash rebates through lower costs of care or better administration.

care or better administration.

would be covered under this plan

The adequacy of reimburses for services provided by conhealth care facilities. (Standard reimbursement rates and fee so ules would be established under

• The kind of incentives which included for disease prevention public health services, which are public hearth services, many portant contributions of county perment. (Services for the prevent and early detection of disease in covered, including immunization health education.)

 The role of state and local gernment in establishing reimbu nt rates and benefit policies. (S and local governmental representives would participate in the bud negotiations on a state and area be

### COST FACTOR?

The key question to be asked how much will the Kennedy plan universal, comprehensive health cost? Sen. Kennedy claims that if first phase should cost no more \$5 to 9 billion, about the same as strophic illness plan proposed Sen. Long.

When fully in place the plan we cost the federal government and \$30 billion to \$32 billion a mainly to improve Medicar, a employers and individuals and tional \$12 billion. Even though medicar, and the state of the expensive than other plans Kens argues, "A comprehensive plan this is the only way we can go handle on our exploding costs."

Whether Congress will agree Kennedy that a comprehe is needed or will enact NHI p and Sen. Long remains to be se

-Thomas E. Price, NAC

### **Energy Plan Gives Flexibility to States**

ments to develop and implement unique energy management tech-

Although not included in the Pre Although not included in the Fres-ident's program, the Administration is expected to propose consolidation of inland energy impact assistance programs under the Economic De-velopment Administration. The President's fiscal '80 budget included \$150

ident's fiscal '80 budget included \$150 million for a proposed Energy Impact Assistance. The proposal is expected to include a five-year authorization. During the briefing energy chief Schlesinger also revealed that the Administration's contingency plan proposal would be changed to permit states to use a variety of methods for meeting targeted oil reductions

The new flexibility, however, we be extended to counties and oil only on application and with a permission of state government when asked whether the federal forms. ernment would require the state provide the same flexibility to governments, Schlesinger said the would not get into that "thicket