



STATE OF OREGON

INTEROFFICE MEMO

TO: Governor

DATE: May 9, 1984

FROM: Gerry

SUBJECT: UPDATE

MAY 17 1984
Governor Atiyeh

Dr. Ha & Mr. Kim have communicated in person and by telephone. The last conversation Dr. Ha had was with Mrs. Kim. She told Ha that they really do not want to leave Washington, DC and that perhaps Kim had gotten a little overzealous.

Doug Heider is urging the Land Board to take action on the Hayden Island property. He has visited with Norma Paulus and will visit with Bill Rutherford. Division of State Lands has priced the property at \$715, 000 and PGE says its worth is \$500,000. An official appraiser also puts its cash price at \$500,000. Doug says question now comes down to number of acres at a value of \$5,000 per acre discounted for cash. All PGE wants is a decision so that development will no longer be held up.

The Karen Roach/Tom Moan/CSD roar continues. Tom has been removed as deputy director. When Karen was interviewed by press, she indicated that Tom was a good employe and implied she had to do what Hegstrom wanted. Leo now believes Karen has missed her chance to gain control of CSD and probably will have to find another spot for Karen.

GT:ds