

**77<sup>th</sup> OREGON LEGISLATIVE ASSEMBLY – 2013 Session  
BUDGET REPORT AND MEASURE SUMMARY**

**JOINT COMMITTEE ON WAYS AND MEANS**

**MEASURE: HB 2639-B**

**Carrier – House: Rep. Kotek  
Carrier – Senate: Sen. Shields**

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**Action:** Do Pass the A-Engrossed Measure as Amended and as Printed B-Engrossed

**Vote:** 20 – 6 – 0

House

**Yeas:** Barker, Buckley, Frederick, Huffman, Jenson, Komp, McLane, Nathanson, Read, Tomei, Williamson

**Nays:** Freeman, Hanna, Richardson, Smith

**Exc:**

Senate

**Yeas:** Bates, Devlin, Edwards, Girod, Hansell, Johnson, Monroe, Steiner Hayward, Winters

**Nays:** Thomsen, Whitsett

**Exc:**

**Prepared By:** Tamara Brickman, Department of Administrative Services

**Reviewed By:** Michelle Deister, Legislative Fiscal Office

**Meeting Date:** July 2, 2013

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Agency

Oregon Housing and Community Development Department  
Emergency Fund

Biennium

2013-15

**Budget Summary\***

	2011-13 Legislatively Approved Budget <sup>(1)</sup>	2013-15 Current Service Level	2013-15 Committee Recommendation	Committee Change from 2011-13 Leg. Approved	
				\$ Change	% Change
General Fund	\$ 0	\$ 0	\$ 74,855	\$ 74,855	100.0%
Total	\$ 0	\$ 0	\$ 74,855	\$ 74,855	100.0%

**Position Summary**

Authorized Positions	0	0	0	0
Full-time Equivalent (FTE) positions	0.00	0.00	0.00	0.00

<sup>(1)</sup> Includes adjustments through December 2012

\* Excludes Capital Construction expenditures

**Emergency Fund**

General Fund - Special Purpose Appropriation  
HB 2639 Second year funding

\$ 74,855

**Summary of Revenue Changes**

The bill creates the Housing Choice Landlord Guarantee Fund and program of the same name. Interest earned by the fund is credited to the fund. The original corpus of the fund is anticipated to be approximately \$475,000 Other Funds. The source of funds for the corpus is the anticipated 2011-13 biennium ending balance of the Housing and Community Development Department’s (HCSD) Rent Guarantee Fund.

The department is provided with General Fund to be transferred into the Housing Choice Landlord Guarantee Program Fund.

**Summary of Transportation and Economic Development Subcommittee Action**

House Bill 2639-B amends housing discrimination law to allow individuals to include federal rent subsidy payments under 42 U.S.C. 1437(f), and any other local, state or federal housing assistance as a source of income. House Bill 2639-B establishes the Housing Choice Landlord Guarantee Program (HCLGP) and Fund to mitigate the losses to landlords due to damages to a dwelling unit caused by tenants that are receiving

tenant-based assistance under the federal Housing Choice Voucher Program (HCVP). The program becomes effective July 1, 2014. The monies in the Fund are continuously appropriated to the Housing and Community Services Department (HCSD) for the purpose of the program. House Bill 2639-B requires local housing authorities to report, to HCSD, information they are required to report to the federal Housing and Urban Development (HUD) agency regarding the HCVP. The measure also establishes the Statewide Housing Choice Advisory Committee requiring certain advising responsibilities related to the HCVP and regular reporting to the Legislative Assembly.

The Department is in the process of evaluating the sustainability of its operations. During the first year of the biennium the Department was instructed to work on developing a plan to be presented to the Legislature in the 2014 session that makes recommendations regarding which programs should continue and on alternative, sustainable models of service delivery. Upon receiving and considering the report, the Legislature will make appropriate adjustments to the Department's budget for the second year of the biennium beginning July 1, 2014, including the Other Funds expenditure limitation increases necessary for implementation and administration of the program. The Subcommittee appropriated \$74,855 General Fund to the Department for transfer into the Housing Choice Landlord Guarantee Fund. The General Fund appropriation represents half of the General Fund appropriation for this bill. The Subcommittee recommended that the second half of the General Fund appropriation (\$74,855) be set aside (reserved) in a Special Purpose Appropriation (SPA) for the second year of the biennium.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

**HB 2639-B**

Oregon Housing and Community Development Department  
 Tamara Brickman - (503) 378-4709

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE	
			LIMITED	NONLIMITED	LIMITED	NONLIMITED				
<u>SUBCOMMITTEE RECOMMENDATION</u>										
<b>SCR 010: Safety Net Programs</b>										
Special Payments - Intra-Agency Gen Fund Transfer (6060)	\$ 74,855	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 74,855		
SUBCOMMITTEE RECOMMENDATION	\$ 74,855	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 74,855	0	0.00	
<u>EMERGENCY BOARD</u>										
Special Purpose Appropriation HB 2639 second year funding	\$ 74,855	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 74,855			