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CDC of Lincoln County Community Action Team, Inc.

Central & Eastern Oregon:

Columbia Cascade Housing Community Connection of Northeast Oregon, Inc. Families Forward/Housing Works NeighborImpact UGMW Nonprofit Development Corporation

Southern Oregon:

ACCESS Housing Authority of Jackson County

NeighborWorks Umpqua United Community Action Network (UCAN)

Willamette Valley:

Community Home Builders Farmworker Housing Development Center Mainstream Housing, Inc. Metropolitan Affordable Housing Corp. NEDCO Oregon Housing and Associated Services, Inc. Polk CDC Salem-Keizer CDC St Vincent de Paul of Lane County Willamette Neighborhood Housing Services Portland Metro: **Bienestar**

Central City Concern Community Housing Fund Community Partners for Affordable Housing (CPAH) Downtown Community Housing Habitat for Humanity Portland/Metro East Hacienda CDC Home Forward Housing Authority of Clackamas County Housing Authority of Washington County Human Solutions, Inc. Innovative Housing, Inc. NAYA Family Center Portland Community Reinvestment Initiatives (PCRI) Portland Housing Center Proud Ground **REACH Community Development**

ROSE Community Development

In Support of House Bill 4039 – Grandfathering Existing Property Tax Exemptions for Affordable Housing Owned by Nonprofits

House Committee on Revenue – Feb. 6, 2014 Submitted by: John Miller, Oregon Opportunity Network

Chair Barnhart and Members of the Committee:

On behalf of the Oregon Opportunity Network, the statewide association of affordable housing and community development organizations, thank you for the opportunity to weigh in with our support for HB 4039, which would grant the continuation of *current* exemptions for affordable housing owned by nonprofit organizations historically allowed under ORS 301.130.

Maintaining current exemptions helps provide housing stability for vulnerable Oregonians. Because of the complex nature of affordable housing financing, a sudden change in tax status would threaten the viability of maintaining already scarce affordable housing for vulnerable populations, including developmentally disabled adults, children in foster care, seniors and families.

While removing the charitable exemption would be a hardship for the nonprofit organizations who run the housing, more importantly, it would create hardship for their residents. These properties provide safe, stable, and affordable places to call home for seniors, people with disabilities, and families just starting out. Any property tax bill would most likely result in rent increases for residents on fixed incomes. Those increases would not only harm renters, but could cause ripple effects throughout the economies of communities across the state.

HB 4039 provides clarity and certainty for affordable housing providers who have been deemed eligible for a property tax exemption under ORS 307.130. HB 4039 will simply grandfather in any property that had received the exemption as of July 1, 2012. We urge your support for HB 4039.

We also urge that the Legislature take up this matter in 2015 to craft a long-term solution to this critical, complex issue, rather than waiting for the 2018 sunset.

Thank you very much for the opportunity to provide testimony in support of HB 4039, and for your service to Oregon.

Sincerely,

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John Miller Executive Director