

**PRELIMINARY STAFF MEASURE SUMMARY****CARRIER:**

Senate Committee on Human Services and Early Childhood

**REVENUE: No revenue impact****FISCAL: No fiscal impact****SUBSEQUENT REFERRAL TO: None****Action:****Vote:****Yeas:****Nays:****Exc.:****Prepared By:** Cheyenne Ross, Administrator**Meeting Dates:** 5/7, 5/14

**WHAT THE MEASURE DOES:** Includes boundary determinations among types of proceedings county may be reimbursed for out of proceeds derived from management and disposition of real property. Requires counties with populations of 650,000 or less to use proceeds acquired by foreclosure of delinquent tax liens for housing placement and support of youth and families with children; rental assistance; and low income housing. Permits these priorities in counties with populations of 650,000 or more. Makes explicit that county of 650,000 or more, may convey: foreclosed properties to any governmental body if not needed for public use (ORS 271.330), and properties donated to government units or nonprofits for specified purposes (ORS 311.796).

**ISSUES DISCUSSED:**

- Provisions of measure

**EFFECT OF COMMITTEE AMENDMENT:**

*[-A4 amendment]* Makes current law directing counties' use of proceeds acquired from management and disposition of real property to reimburse local general funds for costs, applicable to Multnomah County only. Requires Multnomah County only, after reimbursements are made to county general fund for costs, to use proceeds acquired specifically from foreclosure of delinquent tax liens for housing placement and support of youth and families with children; rental assistance; and low income housing.

*[-A5 amendment]* Requires Multnomah County only, after reimbursements are made to county general fund for costs, to use proceeds acquired specifically from foreclosure of delinquent tax liens for housing placement and support of youth and families with children; rental assistance; and low income housing.

**BACKGROUND:** Current law enumerates how counties must use proceeds acquired from the management and disposition of real properties: to reimburse general fund monies used to pay the cost of back taxes, fees, maintenance, supervision, and to quiet title. After these reimbursements are made, remaining proceeds acquired from the sale and use of real properties – except proceeds acquired by foreclosure of delinquent tax liens or by exchange for land originally acquired by foreclosure of delinquent tax liens – must be credited to the county's general fund.

House Bill 2195-A requires all counties except Multnomah, after reimbursement of costs, to use proceeds from the sale of foreclosed properties for specified affordable housing purposes. The measure also clarifies that a county's cost to settle boundary determinations is reimbursable. After proceeds from the sale of foreclosed properties are used to reimburse costs and put toward affordable housing purposes, House Bill 2195-A requires any remaining proceeds to be credited to the county's general fund, regardless of source.

*House Committee: 9 – 0 – 0; House Floor: 48 – 12 – 0*

5/13/2015 4:38:00 PM \*

***This summary has not been adopted or officially endorsed by action of the committee.***