

January 29, 2016

Dear Chair Barnhart and members of the House Committee on Revenue:

I write on behalf of Oregon Opportunity Network, the statewide association of affordable housing and community development nonprofits, in support of HB 4081, which will help keep nonprofit-owned affordable housing stable.

This bill removes the 2018 sunset from HB 4039 passed in 2014, and maintains the previously granted property tax exemption granted by local assessors under ORS 307.130. There will be no new impact on local jurisdiction tax revenues. This bill provides stability and certainty for the existing, already grandfathered exemption.

Our nonprofit member organizations around the state work diligently to leverage multiple funding sources, both private and public, in order to develop and manage financially viable projects that provide long-term affordability. They depend on these property tax exemptions in order to continue to provide a safe, stable place to call home for Oregonians with low incomes, including families, seniors and people with disabilities.

We estimate that about 1,800 of our members' affordable units statewide are impacted. While rates vary widely by county, as an example Northwest Housing Alternatives, an Oregon ON member operating statewide, estimates their annual exemption under ORS 307.130 is \$402,000 for 341 units.

A few other examples from our nonprofit member organizations, both large and small, who depend on this tax exemption for the viability of their affordable housing include:

- Baker City 24 units managed by Community Connection of NE Oregon
- Jackson County 40 units managed by ACCESS
- Statewide 648 units managed by Cascadia Behavioral Healthcare

At a time when we collectively are striving on multiple fronts to tackle the statewide housing crisis, every home makes a difference.

We will continue to participate in workgroups and discussions to work toward a longterm solution in future sessions. In the meantime, we respectfully request approval of HB 4081 in order to keep existing properties financially viable and vulnerable residents stable in their homes.

Thank you very much for your consideration and your leadership.

Sincerely,

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Ruth Adkins Policy Director

Statewide

CASA of Oregon Cascadia Behavioral Healthcare Catholic Charities Enterprise Community Partners Habitat for Humanity of Oregon Housing Development Center NOAH (Network for Oregon Affordable Housing) Northwest Housing Alternatives Rural Community Assistance Corporation

Central & Eastern Oregon

Columbia Cascade Housing Community Connection of NE Oregon Housing Works NeighborImpact UGMW Nonprofit Development Corporation **Coastal** Northwest Coastal Housing Community Action Team, Inc.

Oregon ON member organizations:

Southern Oregon

ACCESS Housing Authority of Jackson County NeighborWorks Umpgua United Community Action Network Willamette Valley **Community Home Builders** Cornerstone Community Housing Farmworker Housing Development Corporation Housing and Community Services of Lane County (HACSA) Mainstream Housing, Inc. NEDCO Oregon Housing and Associated Services Polk CDC St Vincent de Paul of Lane County Willamette Neighborhood Housing Services **Portland Metro** Bienestar

BRIDGE Housing Central City Concern **Community Housing Fund** CPAH 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 PCRI Portland Housing Center Proud Ground **REACH Community Development ROSE Community Development** Sabin CDC

... Plus over 100 businesses, government agencies, community organizations and individuals across Oregon who support our mission.