

Joint Ways and Means Subcommittee on Transportation and Economic Development Oregon State Capitol 900 Court St. NE Salem, Oregon 97301

Re: Testimony in Support of HB 2002A

June 28, 2017

Dear Co-Chair Johnson, Co-Chair Gomberg, and members of the subcommittee,

I am writing to you today on behalf of the Oregon Housing Alliance to express our strong support of House Bill 2002A.

The Housing Alliance is a coalition of more than 80 organizations from all parts of the state. Our members have come together with the knowledge that housing opportunity is the base on which all of our success is built – individual success as students, parents, workers, and community members as well as the success of our communities. We represent a diverse set of voices from residents to local jurisdictions to non-profit housing developers and organizations working to meet basic needs in every corner of our state.

Our state has invested in homes that are affordable to individuals and families with low incomes, and this commitment must continue as these properties become at risk of conversion to market rate units. Existing publicly-supported housing affordable housing is a critical community asset, and we need to maximize our ability to preserve our affordable housing infrastructure through new tools.

As properties come to the end of their affordability agreements, they may convert into market rate units—an even greater risk now as investors look to purchase properties and convert them into more expensive market rentals. Residents, who include seniors, people with disabilities, and families just starting out, risk losing their homes and are unlikely to find something they can afford on the market. We cannot afford to lose any of these affordable homes, especially in the midst of a housing crisis.

HB 2002A offers a range of new tools that would facilitate the preservation of more kinds of affordable housing. It would expand the definition of publicly-supported housing to include properties developed with federal, state, and local affordable housing subsidies, including federal project-based rental assistance contracts, Low Income Housing Tax Credits, and some local housing programs.

This bill would also require property owners to provide a two-year notice to Oregon Housing and Community Services and the local government of a contract expiration or termination, or if they are withdrawing the property from participation in the program. This increased notice will give government agencies will have an opportunity to plan for next steps, including preparing an offer to purchase the property, helping preserve it as affordable.

This bill provides an opportunity for state and local government agencies, or their designees, to purchase the property at fair market value. By giving government agencies the chance to make an offer, we can increase the likelihood of preserving these invaluable community assets. Within 180 days after the expiration of this offer to purchase period, the property owner may sell to a third party only after giving qualified agencies to make right of first refusal.

We need additional tools to ensure that we are preserving our investments in affordable housing and maintaining these homes as affordable for their current and future residents. We respectfully urge you to vote in support of HB 2002A. Thank you for your consideration of this bill and for your service to Oregon.

Sincerely,

Jenny Lee

On behalf of the Oregon Housing Alliance

Housing Alliance Members

1000 Friends 211info

A Community Together (Lane County)

Aging in the Gorge

Benton County Health Department Benton Habitat for Humanity

Bienestar Bradley Angle CASA of Oregon Central City Concern

Church Women United of Lane County

City of Beaverton
City of Eugene
City of Hillsboro
City of Portland
City of Tigard
Clackamas County

Coalition of Community Health Clinics Coalition of Housing Advocates

Common Ground OR-WA

Community Action Partnership of Oregon

Community Alliance of Tenants Community Energy Project Community Housing Fund

Community Partners for Affordable Housing

Community Vision

Cornerstone Community Housing Ecumenical Ministries of Oregon Enterprise Community Partners Fair Housing Council of Oregon

Farmworker Housing Development Corp.

FOOD for Lane County

Habitat for Humanity of Lincoln County

Habitat for Humanity of Oregon

Habitat for Humanity Portland/Metro East

Hacienda CDC

Housing Authority of Clackamas County

Housing Development Center

Human Solutions

Immigrant & Refugee Community Organization

Impact Northwest

JOIN

Lane County Health and Human Services League of Women Voters of Oregon

Lincoln County

Mainstream Housing, Inc.

Metro

Momentum Alliance NAYA Family Center

Neighborhood Economic Development Corp.

Neighborhood Partnerships

NeighborImpact

NeighborWorks Umpqua

Network for Oregon Affordable Housing Nightingale Public Advocacy Project Northwest Housing Alternatives

Northwest Pilot Project
Oregon AFSCME Council 75
Oregon Center for Public Policy

Oregon Coalition on Housing & Homelessness Oregon Council on Developmental Disabilities

Oregon Food Bank

Oregon Housing Authorities Oregon Opportunity Network Partners for a Hunger-Free Oregon

Portland Community Reinvestment Initiatives

Portland Homeless Family Solutions

Proud Ground Raphael House REACH CDC

St. Vincent de Paul of Lane County, Inc.

ShelterCare

Sisters Habitat for Humanity

Sponsors, Inc. SquareOne Villages

Street Roots Transition Projects Urban League of Portland

Washington County Welcome Home Coalition

Willamette Neighborhood Housing Services