

**FISCAL IMPACT OF PROPOSED LEGISLATION**

79th Oregon Legislative Assembly – 2017 Regular Session  
Legislative Fiscal Office

**Measure: HB 2570 - A**

***Only Impacts on Original or Engrossed  
Versions are Considered Official***

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Date: 3/30/2017

**Measure Description:**

Directs Housing and Community Services Department to establish Affordable Homeownership Grant Program to provide grants to eligible nonprofit organizations with affordable homeownership programs to provide opportunities for homeownership to persons in low income households.

**Government Unit(s) Affected:**

Housing and Community Services Department

**Analysis:**

The bill establishes the Affordable Homeownership Grant Program Fund and all moneys in the fund are continuously appropriated to the Housing and Community Services Department (HCSD) for the purpose of awarding grants to nonprofit organizations that will purchase or leverage loans to low income home owners, or to purchase, construct, or rehabilitate homes for sale to low income home buyers. Grant recipients must enter into an agreement with HCSD that, at a minimum, indicate the purpose for which the grant funds may be used for; include repayment provisions if an award recipient is out of compliance with the program; require the nonprofit organization to create and administer a revolving fund; permit HCSD to conduct audits of the organization; and require the organization to submit annual reports. The HCSD is appropriated \$25 million General Fund (GF) in the 2017-19 biennium to pay for associated administrative costs and to carry out the provisions of the bill.

To administer the program OHCS expects that one limited-duration Program Analyst 3 position (0.92 FTE), at a cost of \$188,683 in the 2017-19 biennium to audit the nonprofit organizations, receive annual reports, and perform general program administrative duties. Grants to nonprofit organizations are estimated to be \$24,811,317 in the 2017-19 biennium. Funding for future biennia is undetermined and will be subject to the amount appropriated by the Legislative Assembly. Costs associated with rulemaking are assumed to be minimal and absorbable within existing budgetary parameters.