## House Bill 2433

Sponsored by Representative PARRISH (Presession filed.)

## **SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.** 

Directs Housing and Community Services Department to establish pilot program in which department constructs low-income senior housing development on school district land and school district rents to low-income seniors at reduced rent in exchange for classroom assistance.

Authorizes issuance of lottery bonds to finance construction of low-income senior housing development. Creates Low-Income Senior Housing Colocation Fund. Continuously appropriates moneys in fund to Housing and Community Services Department. Directs department to use moneys in fund to finance construction of low-income senior housing development.

Declares emergency, effective on passage.

## 1 A BILL FOR AN ACT

- Relating to colocation of low-income senior housing on school district property; and declaring an emergency.
- 4 Be It Enacted by the People of the State of Oregon:
  - **SECTION 1.** (1) As used in this section:
  - (a) "Low-income senior" means an individual with an income at or below 150 percent of the area median income and who is at least 55 years old.
  - (b) "Low-income senior housing development" means a building or group of buildings in which \_\_\_ or more residential units for low-income seniors each have space for eating, living and sleeping and permanent provisions for cooking and sanitation.
  - (c) "Senior tenant" means a low-income senior participating in the pilot program established by this section by living in a low-income senior housing development and assisting in classrooms of a participating school district.
  - (2) The Housing and Community Services Department, working together with one or more school districts, shall establish and implement a school district and low-income senior housing colocation pilot program. Notwithstanding the provisions of any statewide land use planning goals or local zoning or land use planning ordinances or regulations, the department shall adopt rules to implement the pilot program. The pilot program is intended to:
  - (a) Grant approval to one or more school districts to build a low-income senior housing development on school district property;
    - (b) Rent units in the low-income senior housing development; and
    - (c) Provide participating school districts with additional classroom assistants.
    - (3)(a) A school district may apply to the department to participate in the pilot program.
  - (b) An application submitted by a school district under this subsection must, at a minimum, include:
  - (A) An estimate of additional staff and resources the school district will require to participate in the pilot program; and
    - (B) A proposal for how the school district will use the low-income senior housing devel-

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1 opment at the conclusion of the pilot program.

(4) The department shall, by rule:

- (a) Select one or more school districts to participate in the pilot program;
- 4 (b) Limit the rent charged for a unit in the low-income senior housing development to
  5 percent of the senior tenant's income;
  - (c) Require senior tenants to assist in the classrooms of a participating school district for an average of 10 hours per week during the school year;
  - (d) Develop a relocation plan to assist senior tenants to find new housing and relocate at the conclusion of the pilot program; and
- 10 (e) Create an application process for low-income seniors to participate in the pilot pro-11 gram as senior tenants that, at a minimum, includes:
  - (A) Income verification;
  - (B) Criminal background checks; and
  - (C) A process for determining whether an applicant is well-suited to assist in school district classrooms.
    - (5) A school district selected to participate in the pilot program:
  - (a) May partner with a nonprofit organization that has programs for or experience developing affordable housing or housing for seniors.
    - (b) Shall collect the rent described in subsection (4)(b) of this section.
  - (c) Shall remit 50 percent of the rent collected under paragraph (b) of this subsection to a nonprofit partner described in paragraph (a) of this subsection, if applicable.
  - SECTION 2. (1) A school district may construct a low-income senior housing development on land owned or held by the school district as part of the pilot program established by section 1 of this 2017 Act, notwithstanding any state law relating to residential use of land, any statewide land use planning goal or the administrative rules implementing the goal or any local zoning or land use planning ordinance.
  - (2) As used in this section, "low-income senior housing development" has the meaning given that term in section 1 of this 2017 Act.
  - SECTION 3. The Housing and Community Services Department shall report on the efficacy of the pilot program established in section 1 of this 2017 Act, in the manner provided in ORS 192.245, to the committees of the Legislative Assembly related to housing and human services at least once during each of three consecutive regular sessions of the Legislative Assembly, beginning with the 2018 regular session of the Legislative Assembly.
  - SECTION 4. (1) For the biennium beginning July 1, 2017, at the request of the Oregon Department of Administrative Services, in consultation with the Housing and Community Services Department, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$\_\_\_\_ million in net proceeds and interest earnings for the purpose described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.
  - (2) Net proceeds of lottery bonds issued pursuant to this section must be transferred to the Housing and Community Services Department for deposit in the Low-Income Senior Housing Colocation Fund established in section 5 of this 2017 Act in an amount sufficient to provide \$\_\_ million for disbursement to the department to fund construction of a low-income senior housing development as part of the pilot program established under section 1 of this 2017 Act.

- (3) Bond-related costs incurred by the Housing and Community Services Department and the State Treasurer for the lottery bonds authorized by this section must be paid from the gross proceeds of the lottery bonds and from allocations for the purposes of ORS 286A.576 (1)(c).
- (4) The Legislative Assembly finds that construction of a low-income senior housing development as part of the pilot program established by section 1 of this 2017 Act will:
  - (a) Create jobs;

- (b) Provide low-income seniors with affordable housing options; and
- (c) Provide the school district selected to participate in the pilot program with additional classroom assistants.
- (5) The findings described in subsection (4) of this section will encourage and promote economic development within the State of Oregon, and issuance of lottery bonds to finance the agreement is therefore an appropriate use of state lottery funds under Article XV, section 4, of the Oregon Constitution, and ORS 461.510.

SECTION 5. (1) The Low-Income Senior Housing Colocation Fund is established, separate and distinct from the General Fund. The moneys in the Low-Income Senior Housing Colocation Fund and the interest earnings on moneys in the fund are continuously appropriated to the Housing and Community Services Department for the purposes described in subsection (2) of this section. The fund consists of moneys deposited in the fund under section 4 of this 2017 Act, and may include other fees, revenues or other income transferred into the fund by the Legislative Assembly for payment of costs incurred to establish the Low-Income Senior Housing Colocation Fund.

- (2) Moneys in the fund are available for immediate distribution to the Housing and Community Services Department to:
- (a) Pay the costs incurred to fund construction of a low-income senior housing development as part of the pilot program established under section 1 of this 2017 Act.
  - (b) Pay bond-related costs, as defined in ORS 286A.560.
  - SECTION 6. Sections 1 to 5 of this 2017 Act are repealed on January 2, 2021.
- <u>SECTION 7.</u> This 2017 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2017 Act takes effect on its passage.