A-Engrossed House Bill 2752

Ordered by the House March 21 Including House Amendments dated March 21

Sponsored by COMMITTEE ON ECONOMIC DEVELOPMENT AND TRADE

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.

[Establishes Task Force on Economic Development.]

[Sunsets task force on December 31, 2018.]

[Declares emergency, effective on passage.]

Directs Oregon Business Development Department to develop and administer program to issue grants to fund projects for construction of all-wood high-rise buildings in this state. Requires department to prioritize projects that result in greatest increase of affordable housing and best demonstrate feasibility and innovative nature of building high-rise structure out of wood.

Allocates moneys from Administrative Services Economic Development Fund to department for grant program.

A BILL FOR AN ACT

2 Relating to economic development.

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Whereas Oregon has a history and tradition of wisely using the state's forest resources; and

Whereas Oregon's rural economy relies upon sound forest management practices for living wage jobs and a viable economy; and

Whereas Oregon's urban communities rely on the goods and resources provided by the communities of rural Oregon; and

Whereas cross-laminated timber is a tested and proven building product that combines Oregon's rural and urban traditions of leading wood products production; and

Whereas cross-laminated timber and other value-added mass timber products are needed to support the development of a supply chain that will benefit Oregon's rural communities with economic and workforce development; and

Whereas Oregon is poised to be recognized as the center of cross-laminated timber in the nation, bringing in national and foreign investment and increasing demand for export of Oregon wood products; now, therefore,

Be It Enacted by the People of the State of Oregon:

SECTION 1. (1) The Oregon Business Development Department shall develop and administer a program to issue grants to eligible applicants to fund, in whole or in part, projects for the construction of all-wood high-rise buildings in this state.

- (2) The department may award grants under this section only for projects that:
- (a) Construct high-rise buildings out of an assembly that includes cross-laminated timber and glue-laminated timber;
 - (b) Demonstrate the ability to use wood products as high-rise construction materials

safely while meeting stringent fire and seismic code requirements;

- (c) Showcase the innovative nature of mass timber in the structural design of high-rise buildings;
- (d) Evidence a structural design that incorporates solutions designed to respond to seismic activity;
 - (e) Enhance the market for engineered wood products in this state; and
- (f) Propose solutions for the construction of wood buildings that will provide affordable housing throughout this state.
- (3) The department shall prioritize the projects that will, in the department's determination, result in the greatest increase in affordable housing throughout this state and best demonstrate the feasibility and innovative nature of building a high-rise structure out of wood.
- (4) The department shall, before awarding a grant under this section, require a recipient to enter into a grant contract that:
 - (a) Describes the purposes for which the grant moneys may be expended; and
 - (b) Imposes other terms and conditions as the department may require.
- (5) On or before September 15 of each year, the department shall submit a report to the interim committees of the Legislative Assembly with subject matter jurisdiction of economic development, in the manner provided by ORS 192.245, that describes the projects that received grants through the program established under this section and the progress of such projects.
- (6) The department shall adopt rules to administer and implement the provisions of this section.
- SECTION 2. There is allocated for the biennium beginning July 1, 2017, from the Administrative Services Economic Development Fund, to the Oregon Business Development Department, the amount of \$2 million to be distributed to eligible grant recipients through the grant program established under section 1 of this 2017 Act.