

February 21, 2019

Senate Committee on Human Services Oregon State Legislature 900 Court Street NE Salem, OR 97301

Dear Chair Gelser, Vice Chair Heard, and members of the Committee:

I am writing to you today on behalf of the Oregon Housing Alliance to express our support for SB 737, which extends a local option property tax exemption related to affordable housing.

The Oregon Housing Alliance is a coalition of ninety organizations from all parts of the state. Our members have come together with the knowledge that housing opportunity is the foundation 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 including non-profit housing developers, residents of affordable housing, local jurisdictions, and organizations working to meet basic needs in every corner of our state.

We believe that all Oregonians need a safe, stable, and affordable place to call home.

Today, we simply don't have enough affordable homes for people who need them, and vacancy rates have dropped precipitously towards zero in communities across Oregon. People – our neighbors and members of our community – are struggling with homelessness, housing instability, rent burdens, and to make ends meet and put food on the table. During the last school year, over 22,000 of our school children in grades K – 12 experienced homelessness at some point during the year.

Over the years, the Legislature has authorized several property tax exemptions for affordable housing, including ORS 307.515. Local option property tax exemptions are one tool local jurisdictions can use to help incentivize and make financially viable affordable housing developments in their communities. SB 737 extends the sunset included in ORS 307.515 for ten years, which was previously the standard extension for local option property tax exemptions, from July 1, 2020 to July 1, 2030.

Property tax exemptions for affordable housing are critical for several reasons. Exemptions recognize the importance of affordable housing to our communities, and provide an on-going financial subsidy to the project. Without property tax exemptions, local affordable housing developers would need significant additional resources from the local, state, or federal government, in order to serve the lowest income members of our communities.

Communities including Wilsonville, Eugene, and Bend utilize this local option property tax exemption to help ensure affordable housing is a part of our communities. Each affordable housing development that is built or rehabilitated using the credit provides a safe, stable, and affordable home to people in the community with low incomes.

This particular exemption requires that the housing be available only to people with low incomes, and the rents reflect the savings of property taxes. There is important public benefit to providing regulated housing available only to people with low incomes, and ensuring they are stably housed.

We know what home, and what stable housing, means to all of us. When people have safe and stable housing, it has important and significant benefits, and allows people to build for their futures. Kids are able to focus on the things that matter – being kids, doing their homework – instead of worrying about where their families will sleep at night. Parents are able to focus on work, on family, and on community. Safe and stable housing that people can afford is key to accessing opportunity.

We urge you to support SB 737.

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Thank you very much for your time, and for your service to our state.

Sincerely,

Alison McIntosh

On Behalf of the Oregon Housing Alliance

## **Housing Alliance Members**

1000 Friends of Oregon

211info

Aging in the Gorge

Benton Habitat for Humanity

Bienestar
Bradley Angle
BRIDGE Housing
CASA of Oregon
Central City Concern
Chrisman Development

Church Women United of Lane County

City of Beaverton
City of Creswell
City of Eugene
City of Forest Grove
City of Hillsboro
City of Hood River
City of Portland
City of Tigard

Coalition of Community Health Clinics Coalition of Housing Advocates

Common Ground OR-WA

Community Action Partnership of Oregon

Community Action Team
Community Alliance of Tenants
Community Housing Fund

Community Partners for Affordable Housing

Community Vision

Cornerstone Community Housing Ecumenical Ministries of Oregon

Enhabit

Enterprise Community Partners Fair Housing Council of Oregon

FOOD for Lane County

Habitat for Humanity of Oregon

Habitat for Humanity Portland/Metro East

Hacienda CDC

Housing Authority of Clackamas County

Housing Development Center

Housing Oregon Human Solutions

Immigrant & Refugee Community Organization

Impact Northwest Innovative Housing, Inc. Interfaith Alliance on Poverty

JOIN

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

Lincoln County

Looking Glass Community Services

Mainstream Housing, Inc

Metro

Mid Columbia Housing Authority

Native American Youth and Family Center

(NAYA)

Neighborhood Economic Development Corp.

(NEDCO)

Neighborhood Partnerships

NeighborImpact

NeighborWorks Umpqua

Network for Oregon Affordable Housing

Northwest Housing Alternatives

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

Oregon Coalition on Housing & Homelessness Oregon Council on Developmental Disabilities

Oregon Food Bank

Oregon Housing Authorities

Oregon Law Center

Partners for a Hunger-Free Oregon

Portland Community Reinvestment Initiatives

Portland Homeless Family Solutions

Portland Housing Center

Proud Ground Raphael House REACH CDC

Rogue Action Center

St. Vincent de Paul of Lane County, Inc.

ShelterCare

Sisters Habitat for Humanity

Sponsors, Inc. SquareOne Villages

Street Roots
Transition Projects
Turning Point
Washington County
Welcome Home Coalition

Willamette Neighborhood Housing Services