

March 18, 2019

House Committee on Human Services and Housing Oregon State Legislature 900 Court Street NE Salem, OR 97301

Dear Chair Keny-Guyer, Vice Chair Sanchez, Vice Chair Noble, and members of the Committee:

I am writing to you today on behalf of the Oregon Housing Alliance regarding HB 2812. During the public hearing on HB 2812 on Monday, March 11, there was one question regarding the disbursement of document recording fee funds.

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.

In 2009, the Oregon Housing Alliance came together with industry partners to pass a document recording fee and create a dedicated, ongoing revenue source for affordable housing. Since that time, the document recording fee has been a critical tool to provide housing opportunity for thousands of Oregonians with low incomes.

Between 2009 and June 30, 2018, the document recording fee has raised \$105 million. By statute, those resources go to three purposes: 10% of those resources go to the Emergency Housing Account; 14% of those resources go to the Home Ownership Assistance Program; and 76% of these resources go to the General Housing Account Program. In 2013, the Legislature passed HB 2417, which added an additional \$5 to the document recording fee and dedicated 25% of each account to serve veterans.

In 2018, the Legislature increased the document recording fee from \$20 to \$60. The fee is now expected to generate \$90 million per biennium.

Oregon Housing and Community Services administers these programs. OHCS provides the public with information about amounts collected and distributed. These reports are updated every six months, and the last available report is for the time period ending June 30, 2018. The

next available report, with data for the time period ending December 31, 2018, will be available at the end of this month. Reports are updated on the OHCS website, here: http://www.oregon.gov/ohcs/Pages/reports-document-recording-fee.aspx/.

The data identifies which county funds have been collected from, as well as who the funds have been distributed to. Some funds are distributed to agencies, such as Community Action Agencies or Homeownership Centers, many of whom may serve a several county region.

<u>Emergency Housing Account:</u> 10% of the document recording fee goes to an effective and efficient program which funds emergency rent assistance through a network of Community Action Agencies. This resource works to prevent and end homelessness.

- Seventeen Community Action Agencies serve all 36 counties across Oregon.
- It provides rent assistance to help keep someone in their home, or it provides assistance with deposits, application fees, and rent to help end someone's homelessness.
- Veterans are served with emergency rent assistance or rapid re-housing resources to prevent or end their homelessness.

<u>Home Ownership Assistance Program:</u> 14% of the document recording fee goes to the Home Ownership Assistance Program and funds a statewide network of homeownership centers.

- Homeownership Centers serve all 36 Oregon counties, providing counseling and education for first-time homebuyers, and support to homeowners who may be facing foreclosure.
- Organizations across the state have helped new homebuyers with down payment assistance.
- Oregon Housing and Community Services (OHCS) recently awarded grants to non-profit organizations to provide home repair, rehabilitation, and modification services to veterans across Oregon.

<u>General Housing Account Program:</u> 76% of the document recording fee goes to the General Housing Account Program to fund the development and preservation of safe, stable and affordable places to call home for Oregonians who need them.

- Between 2010 and 2017, more than 4,300 affordable homes have been built or preserved in 55 towns and cities all across Oregon.
- These homes serve seniors, people with disabilities, veterans, and households with low incomes.
- In 2018, OHCS awarded funds to develop 75 new affordable rental homes to veterans in North Bend, Portland, Klamath Falls, Independence, and Oregon City.

In 2018, after the fee was increased by the Legislature (HB 4007; 2018), OHCS held a robust public outreach process which engaged stakeholders in discussions about potential new priorities for the funds. The results of those conversations are outlined by the Department in a presentation to the Housing Stability Council on September 7, 2018. The materials can be found here:

- https://www.oregon.gov/ohcs/OSHC/docs/HSC-2018/3-Jul-Aug-Sep/090718-HSC-Materials-Packet.pdf
- https://www.oregon.gov/ohcs/OSHC/docs/HSC-2018/4-Oct-Nov-Dec/DRF HSC FINAL 10042018.pdf

The Housing Alliance and stakeholders were appreciative of the thorough process that Oregon Housing and Community Services (OHCS) went through to identify new priorities for the expanded document recording fee, and are supportive of the outcome of the process and recommendations.

Investing in preventing and ending homelessness, new affordable homes, and our existing affordable housing infrastructure is critical at this time when far too many Oregon families are experiencing housing instability. We have a strong network of service providers, affordable housing developers and public housing authorities across Oregon.

Investing in the basics – a safe, stable, affordable home for Oregonians with low incomes – have positive ripple effects across our state. 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. 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. Safe and stable housing that people can afford is key to accessing opportunity.

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

Sincerely,

Alison McIntosh

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On Behalf of the Oregon Housing Alliance

Housing Alliance Members

1000 Friends of Oregon

211info

A Community Together (Lane County)

Aging in the Gorge

Benton County Health Department Benton Habitat for Humanity

Bienestar Bradley Angle BRIDGE Housing 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 Evolve Property Management 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

Housing Oregon 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

Mid-Columbia Housing Authority

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 Christian Voices
Oregon Center for Public Policy

Oregon Coalition on Housing & Homelessness Oregon Council on Developmental Disabilities

Oregon Food Bank

Oregon Housing Authorities

Partners for a Hunger-Free Oregon

Portland Community Reinvestment Initiatives

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