

FISCAL IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly – 2019 Regular Session
Legislative Fiscal Office

Measure: HB 2802

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

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Measure Description:

Establishes Homeownership Repair and Rehabilitation Program within Housing and Community Services Department to provide grants to entities providing financial assistance to persons in low income households for repair and rehabilitation of residences.

Government Unit(s) Affected:

Housing and Community Services Department (HCSD)

Analysis:

This fiscal impact statement is for the purpose of transmitting the measure from the House Committee on Human Services and Housing to the Joint Committee on Ways and Means.

The legislation creates two new programs within the Housing and Community Services Department (HCSD). The first program is the Homeownership Repair and Rehabilitation Program, designed to provide grants to eligible entities with programs that provide financial assistance to low income households to repair and rehabilitate their residences. A \$13 million General Fund appropriation, is provided in the 2019-21 biennium for deposit into the Homeownership Repair and Rehabilitation Program Fund; for the purpose of awarding grants to entities with homeownership assistance programs, and paying for administrative expenses associated with the Program. Each biennium, 50 percent of the funds available less HCSD administration costs must be paid to the Community Action Agency Network to provide loans, grants or other financial assistance to eligible low-income households for the repair and rehabilitation of their residences.

The second program created the legislation is the Healthy Homes Program which develops methods for addressing home health hazards, and to make no-interest loans to eligible organizations to prevent and reduce hazards in housing for low-income households. A \$2 million General Fund appropriation is provided in the 2019-21 biennium for deposit into the into the Healthy Homes Revolving Fund for the purpose of paying HCSD administrative expenses associated with the Program, and for awarding loans to eligible entities.

Further Analysis Required

Contracted assistance as well as positions within HCSD will be required to implement this legislation for workload associated with rulemaking, development of policies/procedures, management and oversight of funds, compliance monitoring, payment processing and audits, reporting and data collection. This work is anticipated to require expertise from positions such as a Program Analyst, Compliance Specialist, Information Systems Specialist. Depending on the anticipated number of participants in these two programs, HCSD may also require additional accounting expertise and a Procurement and Contracts Specialist. A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Joint Committee on Ways and Means.