

HB 3116 A STAFF MEASURE SUMMARY
House Committee On Human Services and Housing

Carrier: Rep. Keny-Guyer

Action Date: 04/08/19

Action: Do pass with amendments and rescind subsequent referral to Revenue. (Printed A-Eng.)

Vote: 9-0-0-0

Yeas: 9 - Helt, Keny-Guyer, Meek, Mitchell, Noble, Sanchez, Schouten, Williams, Zika

Fiscal: No fiscal impact

Revenue: Has minimal revenue impact

Prepared By: Amie FenderSosa, LPRO Analyst

Meeting Dates: 3/18, 3/25, 4/3, 4/8

WHAT THE MEASURE DOES:

Adds prioritized list of required uses of proceeds from sales of foreclosed properties, for counties with a population of 650,000 or more, a requirement to repay properly noticed local government liens against such properties for utilities improvements or seismic rehabilitation. Declares emergency, effective on passage.

ISSUES DISCUSSED:

- Impact on Multnomah County's Commercial Property Assessed Clean Energy Program
- Property equity that is leftover after sale and back-taxes, penalties, and other fees are paid
- Constitutionality of measure

EFFECT OF AMENDMENT:

Replaces reference to city or county, with reference to definition of local government. Restores language that reimbursement may not exceed tax actually paid or costs and expenses actually incurred.

BACKGROUND:

Current law requires counties to use proceeds from sales of foreclosed properties to pay delinquent taxes; corresponding penalties and fees; and costs and expenses for property maintenance and related legal actions. If the county has a population of at least 650,000, proceeds from the sale of properties that are foreclosed where there is a municipal lien against the property for utilities improvements or seismic rehabilitation are also required to be used to fund certain housing assistance for youth and families with children. Multnomah County is currently the only county in Oregon with a population over 650,000.

House Bill 3116- A adds a prioritized list of required uses of proceeds from sales of foreclosed properties, a requirement to repay properly noticed local government liens against such properties for utilities improvements or seismic rehabilitation for counties with a population of 650,000 or more.