

SB 586 C BUDGET REPORT and MEASURE SUMMARY

Carrier: Rep. Keny-Guyer

Joint Committee On Ways and Means

Action Date: 06/14/19

Action: Do pass with amendments to the B-Eng bill. (Printed C-Eng.)

House Vote

Yeas: 9 - Gomberg, Holvey, McLain, McLane, Nosse, Piluso, Rayfield, Smith G, Stark

Senate Vote

Yeas: 9 - Beyer, Frederick, Hansell, Heard, Johnson, Manning Jr, Roblan, Steiner Hayward, Wagner

Nays: 2 - Girod, Thomsen

Exc: 1 - Baertschiger Jr

Prepared By: Cathleen Connolly, Department of Administrative Services

Reviewed By: Michelle Deister, Legislative Fiscal Office

**Housing and Community Services Department
2019-21**

Budget Summary

	2017-19 Legislatively Approved Budget ⁽¹⁾	2019-21 Current Service Level	2019-21 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
Other Funds Limited	\$ -	\$ -	\$ 193,314	\$ 193,314	100.0%
Total	\$ -	\$ -	\$ 193,314	\$ 193,314	100.0%

Position Summary

Authorized Positions	0	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.00	0.75	0.75

Summary of Revenue Changes

Senate Bill 586 provides marinas, tenants, and owners of floating homes with the same treatment as provided to manufactured home parks and owners and tenants of manufactured homes. Senate Bill 586 increases registration fees for manufactured dwelling park landlords from \$50 to \$100 for parks with more than 20 spaces and from \$25 to \$50 for parks with 20 or fewer spaces. Senate Bill 586 is anticipated to generate additional revenue of \$93,400 during the 2019-21 biennium. The bill also imposes the park fees on marinas and a property tax of \$10 on floating homes beginning in July 2022, with an anticipated total increase in revenue from both types of entities during the 2021-23 biennium of \$128,600.

Summary of Transportation and Economic Development Subcommittee Action

Senate Bill 586 increases Other Funds expenditure limitation by \$193,314 for the Oregon Housing and Community Services Department (OHCS) and adds one permanent Program Analyst 2 position (0.75 FTE) to perform outreach to parks and marinas and assist with increased call volume due to changes in the manufactured park dwelling provisions, including mandatory mediation and the addition of marinas and floating homes to OHCS oversight. The cost of the position and related Services and Supplies is \$152,068. The bill also abolishes the Office of Manufactured Dwelling Park Community Relations within OHCS and renames the Mobile Home Parks Account to the Manufactured and Marina Communities Account.

Senate Bill 586 requires mandatory dispute mediation for manufactured parks and tenants and owners; and authorizes a program for tenant legal representation, paid for by OHCS through grants. Total grants may not exceed \$200,000 per biennium and this program sunsets on January 2, 2024. OHCS estimates payments to community dispute resolution centers will increase by \$41,246 Other Funds due to mandatory mediation. OHCS is directed to provide assistance in connecting landlords and tenants with mandatory mediation and establish and support a

Manufactured and Marina Communities Dispute Resolution Advisory Committee to provide the Department with advice on mediation and grant making. OHCS is directed to report to the Legislature on the effectiveness of mandatory mediation by September 15, 2020 and again by September 15, 2022.

The bill also adds requirements related to the repair and storage of floating homes, revises statutes related to trees in facilities, fees for violations of rental agreements and utility billing methods, and requires OHCS to develop a handout describing the laws regarding utility billing and conversions. Landlords are required to provide the handout to tenants.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Housing and Community Services Department
 Cathleen Connolly -- 503-373-0083

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>									
SCR 030 - Multifamily Rental Housing Programs									
Personal Services	\$ -	\$ -	\$ 133,023	\$ -	\$ -	\$ -	\$ 133,023	1	0.75
Services and Supplies	\$ -	\$ -	\$ 19,045	\$ -	\$ -	\$ -	\$ 19,045		
Special Payments	\$ -	\$ -	\$ 41,246	\$ -	\$ -	\$ -	\$ 41,246		
TOTAL ADJUSTMENTS	\$ -	\$ -	\$ 193,314	\$ -	\$ -	\$ -	\$ 193,314	1	0.75
SUBCOMMITTEE RECOMMENDATION	\$ -	\$ -	\$ 193,314	\$ -	\$ -	\$ -	\$ 193,314	1	0.75