## A-Engrossed Senate Bill 1532

Ordered by the Senate February 6 Including Senate Amendments dated February 6

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with presession filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Senate Interim Committee on Housing and Development for Habitat for Humanity)

## **SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

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

Requires community action agencies that receive moneys from department to provide loans, grants or other financial assistance to income-eligible households to report to department no later than August 15, 2021. Requires department to report on [pilot program] grants to interim committee of Legislative Assembly no later than [September] November 15, 2021.

Appropriates moneys from General Fund to department for [pilot program] grants and distribution of moneys to community action agencies.

Sunsets [pilot program] on January 2, 2022.

[Takes effect July 1, 2020.]

Declares emergency, effective on passage.

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- 2 Relating to supporting homeownership for low income individuals; and declaring an emergency.
- 3 Be It Enacted by the People of the State of Oregon:
- 4 SECTION 1. Section 2 of this 2020 Act is added to and made a part of ORS chapter 458.
  - **SECTION 2.** (1) As used in this section:
  - (a) "Eligible entity" means a local government, local housing authority, nonprofit organization, federally recognized Indian tribe in this state, regional or statewide nonprofit housing assistance organization or community action agency.
  - (b) "Grant program recipient" means an eligible entity that has been awarded a grant from the Housing and Community Services Department under this section.
  - (c) "Nonprofit organization" means an organization or group of organizations that is described in section 501(c)(3) of the Internal Revenue Code and is exempt from income tax under section 501(a) of the Internal Revenue Code.
    - (d) "Repair and rehabilitation" includes actions that:
  - (A) Maximize energy efficiency of residences;
    - (B) Extend the usable life of the residences; or
    - (C) Improve the health and safety of the occupants of the residences.
  - (e)(A) "Residence" means a single-family residence owned by, and occupied as the primary residence of, an individual who is a member of a household with an income at or below area median income.
    - (B) "Residence" includes a site-built home, manufactured home, permanently fixed resi-

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- (2) The Housing and Community Services Department shall distribute grants to eligible entities for homeownership assistance programs that provide financial assistance for the repair and rehabilitation of residences.
- (3) To be eligible to receive grants from the department, an eligible entity must establish that it:
  - (a) Is operating, or will operate, a homeownership assistance program;
  - (b) Has the capacity to administer grant funds received under this section; and
- (c) Is able to comply with the requirements of all state and federal laws, rules and regulations.
- (4)(a) The department may establish the nature and extent of the repair and rehabilitation that may be funded by eligible entities under this section.
- (b) The department may give preference to eligible entities that market services to communities of color.
- (5) Upon being awarded a grant under this section, the grant program recipient shall enter into an agreement with the department that contains provisions that:
  - (a) Indicate the purposes for which the grant funds may be used;
- (b) Permit the department to conduct audits and monitoring of the grant program recipient regarding the purposes for which grant funds have been used; and
- (c) Require the grant program recipient to report on or before August 15, 2021, regarding the use of funds and other information specified by the department.
- SECTION 3. Community action agencies receiving moneys under section 6 (2) of this 2020 Act shall report to the Housing and Community Services Department on or before August 15, 2021, regarding the use of funds and other information specified by the department.
  - SECTION 4. Section 2 of this 2020 Act is repealed on January 2, 2022.
- SECTION 5. No later than November 15, 2021, the Housing and Community Services Department shall provide a report to an appropriate interim committee of the Legislative Assembly in the manner provided under ORS 192.245 on the grant program described in section 2 of this 2020 Act, including the amounts expended and information reported by grant program recipients and community action agencies.
- <u>SECTION 6.</u> (1) In addition to and not in lieu of any other appropriation, there is appropriated to the Housing and Community Services Department, for the biennium ending June 30, 2021, out of the General Fund:
  - (a) \$2,000,000 for awarding and administering grants under section 2 of this 2020 Act; and
- (b) \$2,000,000 for distribution to community action agencies with the advice of the Community Action Partnership of Oregon to provide loans, grants or other financial assistance to income-eligible households for the repair and rehabilitation of their residences as described in section 2 of this 2020 Act and for administering the distribution of moneys under this paragraph.
- (2) The department may specify that some or all of the moneys distributed to the community action agencies under subsection (1)(b) of this section must supplement programs or expenditures that are funded by federal, state or local weatherization programs.
- <u>SECTION 7.</u> This 2020 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2020 Act takes effect on its passage.

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