House Bill 2565

Sponsored by Representatives MEEK, ZIKA (Presession filed.)

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 **as introduced.**

Allows partition to separate dwelling units for new duplexes allowed in cities. Prohibits homeowners associations or restrictive covenants from forbidding partition. Delays applicability of limits on private middle housing restrictions.

1	A BILL F	OR AN ACT

- 2 Relating to land division for residential development; creating new provisions; and amending ORS 93.277, 94.775 and 94.776.
- Be It Enacted by the People of the State of Oregon:
 - SECTION 1. Section 2 of this 2021 Act is added to and made a part of ORS 92.010 to 92.192.
- SECTION 2. (1) Cities shall allow a partition of a lot or parcel on which the construction of a duplex was allowed under ORS 197.758 (2)(b) or (3), to divide the property into two parcels each with a dwelling unit, notwithstanding:
 - (a) Land use regulations or comprehensive plan provisions that require a minimum area of a parcel or that require minimum property line setbacks; or
 - (b) Standards or procedures established by the city under ORS 92.044 or 92.046.
 - (2) Partitions of land under this section apply only to duplexes that:
 - (a) Were permitted on or after the effective date of this 2021 Act; and
- 14 (b) At the time of the application for the partition:
- 15 (A) Had not yet been constructed;
- 16 (B) Are under construction; or
- 17 (C) Have been substantially completed for less than two years and have been occupied for less than 12 months.
 - (3) In approving a partition under this section, a city:
 - (a) May not subject an application to approval criteria except as provided in this section;
 - (b) May not require the applicant to provide public notice of the application or require a public hearing to evaluate the application, notwithstanding ORS 227.175;
 - (c) Shall approve or deny an application for a partition no more than 60 days after submission; and
 - (d) May not charge fees to review or approve a partition under this section except as otherwise authorized by this chapter or as necessary to cover the actual costs of approval.
 - (4) A person may not appeal the approval of a partition under this section.
 - (5) The maintenance and costs of the shared expenses or common walls or joint property of the resulting parcels created under this section are subject to apportionment as if among holders of an interest in an easement under ORS 105.170 to 105.185, unless:
 - (a) The parcels are subject to a declaration as defined in ORS 94.550; or

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

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- (b) The apportionment would be inconsistent with a recorded agreement executed by the owner of each resulting parcel.
- 3 **SECTION 3.** ORS 93.277 is amended to read:

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- 4 93.277. A provision in a recorded instrument affecting real property is not enforceable if:
- 5 (1) The provision would allow the development of a single-family dwelling on the real property 6 but would prohibit the development of, or the partition of lands under section 2 of this 2021 Act 7 for:
- 8 (a) Middle housing, as defined in ORS 197.758; or
 - (b) An accessory dwelling unit allowed under ORS 197.312 (5); and
- 10 (2) The instrument was executed on or after [August 8, 2019] January 1, 2020.
 - **SECTION 4.** ORS 94.776 is amended to read:
 - 94.776. (1) A provision in a governing document that is adopted or amended on or after [August 8, 2019] January 1, 2020, is void and unenforceable to the extent that the provision would prohibit or have the effect of unreasonably restricting the development of, or the partition of lands under section 2 of this 2021 Act for, housing that is otherwise allowable under the maximum density of the zoning for the land.
 - (2) Parcels resulting from a partition of land in a planned community are subject to the governing documents of the planned community and are allocated assessments and voting right on the same basis as existing units.

SECTION 5. ORS 94.775 is amended to read:

94.775. (1) [Unless the declaration expressly allows the division of lots in a planned community,] Judicial partition by division of a lot in a planned community is not allowed under ORS 105.205[.], unless:

- (a) The declaration expressly allows the division of lots in a planned community; or
- (b) The lot may be partitioned under ORS 94.776.
- (2) The lot may be partitioned by sale and division of the proceeds under ORS 105.245.
- [(2)] (3) The restriction specified in subsection (1) of this section does not apply if the homeowners association has removed the property from the provisions of the declaration.

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