HB 2722-4 (LC 1456) 4/12/21 (AG/ps)

Requested by Representative WITT

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PROPOSED AMENDMENTS TO HOUSE BILL 2722

On page 1 of the printed bill, line 2, after "wildfires;" delete the rest of 1 the line and insert "creating new provisions; amending ORS 401.025, 477.029, 2 477.031, 477.052, 477.057, 477.059, 477.060, 526.271, 526.274 and 526.275; and 3 declaring an emergency.". 4 Delete lines 4 through 21 and delete pages 2 through 7 and insert: $\mathbf{5}$ 6 **"TRANSMISSION SYSTEM PLANS** 7 8 "SECTION 1. Sections 2 to 4 of this 2021 Act are added to and made 9 a part of ORS chapter 757. 10 "SECTION 2. The Public Utility Commission shall periodically con-11 vene workshops for the purpose of helping public utilities, people's 12 utility districts organized under ORS chapter 261 that sell electricity, 13 electric cooperatives organized under ORS chapter 62 and operators 14 of electrical distribution systems to develop and share information for 15the identification, adoption and carrying out of best practices regard-16 ing wildfires, including, but not limited to, risk-based wildfire pro-17 tection and risk-based wildfire mitigation procedures and standards. 18 "SECTION 3. (1) A public utility that provides electricity must have 19 and operate in compliance with a risk-based wildfire protection plan 20

that is approved by the Public Utility Commission and based on rea-

sonable and prudent practices identified through the commission's rulemaking. The public utility must design the plan in a manner that seeks to protect public safety, reduce risk to utility customers and promote electrical system resilience to wildfire damage.

"(2) A public utility that provides electricity shall regularly update
a risk-based wildfire protection plan on a schedule determined by the
commission. The plan must, at a minimum:

"(a) Identify areas that are subject to a heightened risk of wildfire.
"(b) Identify a means for mitigating wildfire risk that reflects a
reasonable balancing of mitigation costs with the resulting reduction
of wildfire risk.

"(c) Identify preventive actions and programs that the public utility
 will carry out to minimize the risk of utilities causing a wildfire.

"(d) After seeking information from regional, state and local entities, including municipalities, identify a protocol for deenergizing power lines and adjusting power system operations to mitigate wildfires, promote the safety of the public and first responders and preserve health and communication infrastructure.

"(e) Describe the procedures, standards and time frames that the
 public utility will use to inspect utility infrastructure in areas that the
 public utility identifies under paragraph (a) of this subsection.

"(f) Describe the procedures, standards and time frames that the
public utility will use to carry out vegetation management in areas
that the public utility identifies under paragraph (a) of this subsection.
"(g) Identify the development, implementation and administration
costs for the plan.

"(h) Identify the community outreach and public awareness efforts
that the public utility will use before, during and after a wildfire season.

30 "(3) To develop a plan required by subsection (1) of this section, a

public utility may consult with and consider information from re gional, state and local entities, including municipalities.

"(4) The commission, in consultation with the State Forestry Department and local emergency services agencies, shall evaluate a
risk-based wildfire protection plan that a public utility submits under
this section. The commission shall:

7 "(a) Approve the submitted plan; or

"(b) Disapprove the submitted plan and inform the public utility of
the modifications necessary to obtain approval.

10 "(5) The commission shall adopt rules for the implementation of 11 this section. The rules may include, but need not be limited to, pro-12 cedures and standards regarding vegetation management, pole mate-13 rials, circuitry and monitoring systems.

"(6) Nothing in this section prohibits the recovery of costs deferred
 under ORS 757.259.

"<u>SECTION 4.</u> (1) As used in this section, 'consumer-owned utility'
 and 'governing body' have the meanings given those terms in ORS
 757.600.

"(2) A consumer-owned utility must have and operate in compliance
with a risk-based wildfire mitigation plan approved by the governing
body of the utility. The plan must be designed to protect public safety,
reduce risk to utility customers and promote electrical system
resilience to wildfire damage.

"(3) The consumer-owned utility shall regularly update the risk based wildfire mitigation plan on a schedule the governing body deems
 consistent with prudent utility practices.

"(4) A consumer-owned utility shall conduct a wildfire risk assessment of utility facilities. The utility shall review and revise the assessment on a schedule the governing body deems consistent with
prudent utility practices.

"(5) A consumer-owned utility shall submit a copy of the risk-based
wildfire mitigation plan approved by the utility governing body to the
Public Utility Commission to facilitate commission functions regarding statewide wildfire mitigation planning and wildfire preparedness.

"SECTION 5. A public utility that provides electricity shall submit
the first risk-based wildfire protection plan required of the company
under section 3 of this 2021 Act for Public Utility Commission evaluation no later than December 31, 2022.

9 "<u>SECTION 6.</u> A consumer-owned utility shall submit the first risk10 based wildfire mitigation plan required under section 4 of this 2021 Act
11 to the utility governing body no later than December 31, 2023.

"<u>SECTION 7.</u> The provisions of sections 2, 3 and 4 of this 2021 Act
 do not affect the terms or conditions of easements held by an electric
 utility over private lands as of the effective date of this 2021 Act.

"SECTION 8. Sections 3 and 5 of this 2021 Act do not apply to mu nicipal utilities organized under ORS chapter 225.

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"INSURERS

"SECTION 9. (1) Issuers of property insurance policies may adopt
 coverage provisions and underwriting standards to encourage property
 protection approaches that:

23 "(a) Harden structures against wildfire damage;

"(b) Provide for the establishment and maintenance of defensible
 spaces;

26 "(c) Create access for emergency vehicles responding to wildfire;
 27 or

28 "(d) Create wildfire evacuation routes.

"(2) Issuers of property insurance policies may use maps and data
 developed by the State Forestry Department or the State Fire Marshal

1 for the purpose of determining terms and conditions of the policies.

"(3) The Department of Consumer and Business Services may work
with the State Fire Marshal and issuers of property insurance policies
to develop property protection approaches reflecting best practices for
wildfire risk mitigation.

"LAND USE PLANNING

9 "SECTION 10. (1) The President of the Senate and the Speaker of
10 the House of Representatives shall organize a Land Use and Wildfire
11 Policy Advisory Committee. The committee shall consist of 14 mem12 bers appointed as described in subsection (2) of this section.

"(2) The President of the Senate and Speaker of the House of Rep resentatives shall jointly appoint the following to be voting members
 of the committee:

"(a) One member who is a representative of a city government
 whose city is wholly or partially within a designated forestland-urban
 interface, as defined in ORS 477.015.

¹⁹ "(b) One member who is a representative of a county government.

"(c) One member who is a city land use planning director of a city
that is wholly or partially within a forestland-urban interface.

²² "(d) One member who is a county land use planning director.

23 "(e) One member who is a representative of a utility company.

24 "(f) One member who is a representative of environmental inter25 ests.

"(g) One member who is a representative of a rural fire protection
 district containing land that is wholly or partially within a
 forestland-urban interface.

"(h) One member who is a representative of farming landowners.
"(i) One member who is a representative of land and housing de-

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1 velopment firms.

"(j) One member who is a representative of rural residential property owners.

4 "(k) One member who is a representative of state or regional land
5 use planning organizations.

6 "(L) One member who is a representative of small forestland own-7 ers.

8 "(m) One member who is a representative of large forestland own9 ers.

"(n) One member who is a representative of federally recognized
 Indian tribes.

"(3) The President of the Senate and the Speaker of the House of Representatives shall make the joint appointments under subsection (2) of this section from nominations submitted by entities related to the represented interest or entities. The related entity for appointments:

"(a) Under subsection (2)(a) and (c) of this section is the League of
Oregon Cities.

"(b) Under subsection (2)(b) and (d) of this section is the Associ ation of Oregon Counties.

21 "(c) Under subsection (2)(e) of this section is any one or more of the 22 investor-owned utilities and consumer-owned utilities in this state.

"(d) Under subsection (2)(f) of this section is the Oregon League of
 Conservation Voters.

"(e) Under subsection (2)(g) of this section is the Special Districts
 Association of Oregon.

"(f) Under subsection (2)(h) of this section is the Oregon Farm Bureau.

"(g) Under subsection (2)(i) of this section is the Oregon Home
 Builders Association.

"(h) Under subsection (2)(j) of this section is the Oregon Property
Owners Association.

"(i) Under subsection (2)(k) of this section is 1000 Friends of Oregon.
"(j) Under subsection (2)(L) of this section is the Oregon Small
5 Woodlands Association.

"(k) Under subsection (2)(m) of this section is the Oregon Forest
and Industries Council.

"(L) Under subsection (2)(n) of this section is one or more of the
tribal governing bodies for Indian tribes in this state.

"(4) In addition to the voting members described under subsection
 (2) of this section, the following shall serve as nonvoting members of
 the committee:

13 "(a) One member appointed by the State Forester.

14 "(b) One member appointed by the State Fire Marshal.

"(c) One member appointed by the Director of the Oregon Health
 Authority.

"(d) One member appointed by the Environmental Justice Task
 Force.

"(e) One member appointed by the director of the Institute for Na tural Resources.

"(f) One member appointed by the Director of the Department of
 Land Conservation and Development.

"(g) One member appointed by the Director of the Department of
 Consumer and Business Services from the Division of Financial Reg ulation of the Department of Consumer and Business Services.

"(h) One member appointed by the Director of the Department of
 Consumer and Business Services from department staff having exper tise in building codes.

"(5) Members appointed to the committee must have expertise in
 Oregon's land use planning system, including with the provisions of

ORS chapters 197, 215 and 227, the statewide planning goals of the Land Conservation and Development Commission and local government comprehensive plans and land use regulations.

4 "(6) The members of the committee shall elect a voting member to
5 be chairperson of the committee and a voting member to be vice6 chairperson, with all powers appropriate to those offices.

"(7) The committee shall meet at times and places determined by
the chairperson or by the Director of the Department of Land Conservation and Development. A majority of the voting members shall
be a quorum for the conducting of business. Official actions by the
committee require approval by a majority of the voting members.

"(8) The Department of Land Conservation and Development shall
 provide staff services for the committee.

"(9) Notwithstanding ORS 171.072, members of the committee who 14 are members of the Legislative Assembly are not entitled to mileage 15expenses or a per diem and serve as volunteers on the committee. 16 Other members of the committee are not entitled to reimbursement 17 for expenses and serve as volunteers on the committee. However, the 18 Director of the Department of Land Conservation and Development 19 may, in the discretion of the director, reimburse voting members of 20the committee for unforeseen expenses from moneys available for 21purposes of carrying out the functions of the committee. 22

23 "SECTION 11. (1) The Land Use and Wildfire Policy Advisory Com-24 mittee shall review existing statutes, administrative rules, compre-25 hensive plans and land use regulations to determine whether updates 26 to the statewide land use planning program are needed in order to 27 minimize wildfire risk to people, public and private property, busi-28 nesses, infrastructure and natural resources.

"(2) On or before December 31, 2022, the committee must provide a
 report to appropriate committees or interim committees of both the

Senate and the House of Representatives. The report must include
 recommendations concerning the updates.

"SECTION 12. All agencies of state government as defined in ORS
174.111 are directed to assist the Land Use and Wildfire Policy Advisory
Committee and the Department of Land Conservation and Development in the performance of committee and department duties under
sections 10 and 11 of this 2021 Act.

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"HEALTH SYSTEMS FOR SMOKE

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"SECTION 13. (1) The Environmental Quality Commission shall es tablish a program to:

"(a) Detect wildfire smoke levels through the use of air quality
 monitoring stations;

15 "(b) Evaluate detected wildfire smoke levels to identify public
 16 health risks for vulnerable populations;

"(c) Forward wildfire smoke public health risk information to local
public health authorities in affected areas; and

"(d) Make wildfire smoke public health risk information available
 in a timely manner to the public by electronic means.

"(2) The wildfire smoke level monitoring required under this section
is in addition to, and not in lieu of, any monitoring requirements applicable to a person in control of an air contamination source under
a program and rules adopted under ORS 468A.337.

"(3) The commission shall evaluate public health risks under the program using one of the modelings for health risk evaluation allowed under ORS 468A.337. The commission shall determine the public health risk from wildfire smoke based on the combination of wildfire smoke with any other factors affecting air quality in an area, including, but not limited to, air contamination from other sources. 1 "(4) The commission shall, to the extent practicable, design the 2 monitoring system to provide timely wildfire smoke information for 3 all areas of this state. However, the commission may give priority to 4 the evaluation of wildfire smoke monitoring information in areas 5 where wildfire smoke levels are elevated or changing and in areas with 6 concentrations of vulnerable populations.

"<u>SECTION 14.</u> (1) The Environmental Quality Commission may enter into agreements with the Oregon Health Authority or other state,
federal or local health agencies to provide information and education
to the public regarding:

11 "(a) Wildfire smoke public health risks;

"(b) The availability of timely information concerning wildfire
 smoke levels and resulting public health risks; and

"(c) The availability and location of clean air shelters described in
 section 15 of this 2021 Act.

"(2) This section does not limit the collection, evaluation or dis semination of other air quality monitoring station information in ad dition to wildfire smoke level information.

"SECTION 15. (1) The Oregon Health Authority shall cooperate with local governments to establish clean air shelters within local communities. If a shelter does not have an air filtration system capable of reducing wildfire smoke components to levels that do not present a public health hazard to vulnerable populations, the authority shall provide and install such a filtration system for the shelter.

"(2) Locations equipped as clean air shelters must be available to the public without charge during periods when wildfire smoke levels present a public health risk. This subsection does not prohibit the authority from requiring that locations equipped as clean air shelters also be available to the public without charge when a public health risk results from air quality issues not associated with wildfire smoke. "SECTION 16. (1) As used in this section, 'smoke filtration system'
 means an air filtration system capable of removing particulates and
 other harmful components of wildfire smoke.

"(2) The Oregon Health Authority shall establish a program to in-4 crease the availability of smoke filtration systems among persons $\mathbf{5}$ vulnerable to the health effects of wildfire smoke who reside in areas 6 susceptible to wildfire smoke. The authority may issue grants for the 7 installation of smoke filtration systems in residential buildings, com-8 mercial buildings or buildings open to the public in areas susceptible 9 to wildfire smoke. The authority shall give grant priority to installa-10 tions in residential buildings occupied by persons of lower income, as 11 defined in ORS 456.055, who are vulnerable to the health effects of 12 wildfire smoke. 13

14 "(3) The authority may adopt rules establishing standards for 15 smoke filtration systems obtained with grant moneys received under 16 this section, including, but not limited to, minimum acceptable effi-17 ciency for the removal of particulates and other harmful substances 18 generated by wildfires.

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"EMERGENCY RESPONSE AND DISASTER RECOVERY

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²² "SECTION 17. ORS 401.025 is amended to read:

²³ "401.025. As used in this chapter:

"(1) 'Emergency' means a human created or natural event or circumstance
that causes or threatens widespread loss of life, injury to person or property,
human suffering or financial loss, including but not limited to:

"(a) Fire, wildfire, explosion, flood, severe weather, landslides or mud
slides, drought, earthquake, volcanic activity, tsunamis or other oceanic
phenomena, spills or releases of oil or hazardous material as defined in ORS
466.605, contamination, utility or transportation emergencies, disease, blight,

infestation, civil disturbance, riot, sabotage, acts of terrorism and war; and
"(b) A rapid influx of individuals from outside this state, a rapid migration of individuals from one part of this state to another or a rapid displacement of individuals if the influx, migration or displacement results from
the type of event or circumstance described in paragraph (a) of this subsection.

"(2) 'Emergency service agency' means an organization within a local
government that performs essential services for the public's benefit before,
during or after an emergency, such as law enforcement, fire control, health,
medical and sanitation services, public works and engineering, public information and communications.

"(3) 'Emergency services' means activities engaged in by state and local 12 government agencies to prepare for an emergency and to prevent, minimize, 13 respond to or recover from an emergency, including but not limited to coor-14 dination, preparedness planning, training, interagency liaison, fire fighting, 15oil or hazardous material spill or release cleanup as defined in ORS 466.605, 16 law enforcement, medical, health and sanitation services, engineering and 17 public works, search and rescue activities, warning and public information, 18 damage assessment, administration and fiscal management, and those meas-19 ures defined as 'civil defense' in 50 U.S.C. app. 2252. 20

"(4) 'Local government' has the meaning given that term in ORS 174.116.
"(5) 'Major disaster' means any event defined as a 'major disaster' under
42 U.S.C. 5122(2).

²⁴ "<u>SECTION 18.</u> (1) The Office of Emergency Management shall up-²⁵ date its statewide emergency plan as necessary to prepare for or re-²⁶ spond to wildfire emergencies on an area-wide or statewide basis. The ²⁷ plan developed by the office to prepare for or respond to wildfire ²⁸ emergencies shall include, but need not be limited to, wildfire risk ²⁹ mitigation efforts and evacuation planning.

30 "(2) The office shall coordinate with cities and counties, and with

adult foster homes, health care facilities and residential facilities, to 1 establish local or private procedures to prepare for emergencies related $\mathbf{2}$ to wildfire and ensure that local efforts to prevent, respond to or re-3 cover from an emergency caused by wildfire are conducted in a man-4 ner consistent with the plan developed by the office to prepare for or $\mathbf{5}$ respond to wildfire emergencies. The coordinated activities may in-6 clude, but need not be limited to, providing training, carrying out ex-7 ercises and promoting community education. 8

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"DEFENSIBLE SPACE

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"SECTION 19. ORS 477.029 is amended to read:

"477.029. (1) Pursuant to a request by the State Forester, the governing 13 body of a county containing forestland-urban interface [may] **must** establish 14 a county forestland-urban interface classification committee of [five] seven 15persons, of whom one shall be appointed by the State Forester, one by the 16 State Fire Marshal and [three] five by the governing body, of whom one 17 must represent the interests of a county, one must represent the in-18 terests of a municipality and three must represent interests of the 19 public. Of the members appointed by the governing body to represent in-20terests of the public, [one] two must be [an owner] owners of land within 21the forestland-urban interface who permanently *[resides]* reside on the land. 22Each appointing authority shall file with the State Forester the name of its 23appointee or appointees, and the persons so named shall constitute the com-24mittee for the county. Unless otherwise provided for by the appointing au-25thority, members of the committee shall serve a term of four years and may 26be reappointed to any number of terms. Each member of the committee at 27all times is subject to replacement by the appointing authority, effective 28upon the filing with the State Forester by that authority of written notice 29 of the name of the new appointee. 30

"(2) The committee shall elect from among its members a chair and a secretary and may elect other officers as it finds advisable. The committee shall adopt rules governing its organization and proceedings and the performance of its duties, and shall keep written minutes of all its meetings. A quorum of the county forestland-urban interface classification committee for official actions is three members, and a quorum of a committee established pursuant to subsection (4)(a) of this section is four members.

"(3) The governing body of the county may provide for the committee and 8 9 its employees such accommodations and supplies and such county funds not otherwise appropriated as the governing body finds necessary for the proper 10 performance of the committee's functions. The members of the committee 11 shall receive no compensation for their services, but the governing body may 12 reimburse them for their actual and necessary travel and other expenses in-13curred in the performance of their duties. By written agreement between the 14 State Forester and the governing body, the State Forestry Department may 15provide the functions or be responsible for part or all of the expenses re-16 ferred to in this subsection. 17

"(4) In the interest of efficiency, by written agreement between the State Forester and the governing body, if a forestland classification committee is established and active within a county pursuant to ORS 526.305 to 526.340, the members of that committee may also serve on the county forestlandurban interface classification committee established by subsection (1) of this section. In the event that this agreement is made, the State Forester and the governing body shall ensure that either:

"(a) A State Fire Marshal appointee and an owner of land within the forestland-urban interface who permanently resides on the land are added to the county forestland classification committee to bring the total number of committee members to seven; or

29 "(b) The State Fire Marshal approves of the current membership of the 30 county forestland classification committee and the committee includes an owner of land within the forestland-urban interface who permanently resideson the land.

³ "SECTION 20. ORS 477.031 is amended to read:

"477.031. (1) A county forestland-urban interface classification committee
established under ORS 477.029 shall periodically identify all land to be designated as forestland-urban interface within the county based on the criteria
developed pursuant to ORS 477.027.

8 "(2) The committee shall assign all forestland-urban interface forestland 9 identified under subsection (1) of this section to one of the forestland-urban 10 interface classes developed pursuant to ORS 477.027.

"(3) Before making final designations and classifications under this sec-11 tion, the committee shall adopt proposed designations and classifications. 12 The committee shall publish notice of the proposed designations and classi-13 fications on the county website and once a week for two consecutive weeks 14 in a newspaper of general circulation in the county, [to be posted] post no-15tice in three public places within the county, and [to be mailed] mail notice 16 to the owners of land that is affected by the proposed designations and 17 classifications. The notice shall state the time and place for hearing or re-18 ceiving objections, remonstrances or suggestions as to the proposed desig-19 nations and classifications and the place where maps of the proposed 20designations and classifications may be inspected. 21

"(4) The committee shall establish minimum defensible space stan dards for minimizing or mitigating wildfire risk within extreme hazard
 zones. The standards must address:

"(a) Fire hazards or risks on land within a forestland-urban interface due to the presence of structures or the arrangement or accumulation of natural vegetative fuels other than vegetation cultivated as part of a farm use, as defined in ORS 215.203, or as forest products, as defined in ORS 321.005, or vegetation planted for landscape preservation, development and enhancement, as defined in ORS 671.310; and 1 "(b) The following fire hazards or risks or combinations of fire 2 hazards or risks:

3 "(A) Firewood; and

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4 "(B) Stored flammable building material or other similar flammable
5 material external to a building.

6 "(c) Voluntary activities that landowners in low, moderate and high
7 hazard zones may undertake to reduce wildfire risk.

"(5) The committee may establish minimum defensible space standards within high hazard zones. The standards may address the fire
hazards and risks described in subsection (4) of this section.

"(6) The committee shall produce maps of final standards, designations and classifications established under this section.

"<u>SECTION 21.</u> ORS 477.052 is amended to read:

"477.052. (1) The county forestland-urban interface classification commit-14 tee shall hold a public hearing at the time and place stated in the notice 15published under ORS 477.031 (3), or at such other time and place to which 16 the hearing may be adjourned, to receive from any interested persons ob-17 remonstrances suggestions relating to iections. or the proposed 18 designations, [and] classifications and defensible space standards. Fol-19 lowing the hearing the committee may make such changes in the proposed 20designations and classifications as it finds to be proper, hold additional 21hearings as it finds necessary, and thereafter shall make final designations 22and classifications. 23

"(2) All final action by the committee in designating and classifying forestland-urban interface shall be by formal written order, which must include a statement of findings of fact on the basis of which the order is made, and must include a list of all land designated and classified. The committee shall prepare one or more maps showing the final designations and classifications made. The original of the order shall be filed with the county clerk of the county. The order need not meet the requirements of ORS 205.232 to

be filed and recorded. A copy of the order certified by the secretary of the
committee shall be sent to the State Forester.

"(3) Copies of the order, lists of land and maps required by this section
shall be:

"(a) Maintained in designated offices of the forester where they shall be
made available for public inspection.

"(b) Sent to Oregon State University for inclusion in the statewide
8 wildfire risk map.

9 "SECTION 22. ORS 477.057 is amended to read:

¹⁰ "477.057. (1) The State Forester may designate and classify forestland-¹¹ urban interface, and create defensible space standards for a county, ¹² consistent with and as described in ORS 477.031 to 477.054, if a designation, ¹³ [and] classification [of forestland-urban interface] or establishment of ¹⁴ standards is not made by the county forestland-urban interface classifica-¹⁵ tion committee within a county in which such land is situated because:

"(a) The governing body of the county fails to establish a county
forestland-urban interface committee within [*two years*] one year after the
State Forester makes a request under ORS 477.029 (1);

"(b) The committee fails to make a designation and classification within [five years] one year after being appointed, or the committee fails to make a designation, [and] classification or establishment of standards within [five years] one year of the last designation, [and] classification or establishment of standards made by the committee; or

"(c) The committee fails to make a designation, [and] classification or
establishment of standards in a manner consistent with ORS 477.031 to
477.054.

"(2) Designation, [and] classification or establishment of standards by the State Forester has the same force and effect as though made by a committee for that county. However, designations and classifications made by the State Forester cease to be effective if replaced by designations and clas1 sifications made pursuant to ORS 477.052 by the appropriate committee.

² **"SECTION 23.** ORS 477.059 is amended to read:

"477.059. (1)(a) Using data in the 2021 Oregon Explorer Map, the State
Board of Forestry shall by rule establish minimum defensible space standards in extreme risk zones for minimizing or mitigating:

"(A) Fire hazards or risks on land within a forestland-urban interface due
to the presence of structures or the arrangement or accumulation of natural
vegetative fuels other than vegetation cultivated as part of a farm use,
as defined in ORS 215.203, or as forest products, as defined in ORS
321.005, or vegetation planted for landscape preservation, development
and enhancement, as defined in ORS 671.310; and

"(B) Other fire hazards or risks or combinations of fire hazards or risks.
"(b) In adopting rules under this subsection, the board shall take into
account the variability of the forestland-urban interface in different parts
of the state.

"(c) An owner of land within a forestland-urban interface must complywith the minimum standards applicable to the land.

"(d) Rules adopted under this subsection must be consistent with:
 "(A) Building code standards established by the Department of
 Consumer and Business Services that apply to structures within the
 forestland-urban interface; and

"(B) Any comprehensive plan and land use regulations of the local
 government that has jurisdiction over property within the forestland urban interface.

²⁵ "(2)(a) Except as provided in paragraph (b) of this subsection, but no more ²⁶ frequently than once every five years, the State Forester shall provide writ-²⁷ ten notice of the applicable minimum standards established under this sec-²⁸ tion to each owner of land within a forestland-urban interface, unless the ²⁹ owner requests a copy more frequently.

30 "(b) The board need not give notice under paragraph (a) of this subsection

to an owner of land if the owner is a member of a homeowners association
by reason of owning the land and the State Forester has entered into a cooperative agreement with the homeowners association pursuant to ORS
477.023 (2)(e) that provides for notice to owners through the association.

"(3) An owner of land within a forestland-urban interface must certify in $\mathbf{5}$ writing to the State Forester that the owner has complied with the applica-6 ble minimum standards established under this section not later than two 7 years after the order designating the land as being within the forestland-8 urban interface is filed with the county clerk under ORS 477.052 (2). If a 9 subsequent order is filed that changes the classification of the land, the 10 owner of the land must make a supplemental certification in writing to the 11 State Forester that reflects the measures that the owner has taken to comply 12 with the applicable minimum standards established under this section for the 13 new classification not later than six months after the new order is filed. 14

"(4) The State Forester shall accept certifications made to the forester under subsection (3) of this section. Any owner of land whose written certification has been accepted by the State Forester under this subsection is not liable for the costs of suppressing a fire under subsection (6) of this section, unless the State Forester subsequently determines that the owner of land has provided a false certification.

"(5) The State Board of Forestry may require periodic renewal of a cer-21tification accepted by the State Forester under subsection (4) of this section, 22and may require supplemental certifications from the owner of land that re-23flect the measures that the owner has taken to comply with the applicable 24minimum standards established under this section. An owner of land is re-25sponsible for maintaining the land described by the certification in compli-26ance with the applicable minimum standards established under this section. 27"(6) The owner of land designated to be within a forestland-urban inter-28face is liable to the State Forester for the costs of suppressing a fire that 29

30 occurs on that land, as described in subsection (7) of this section, if:

"(a) The owner has willfully or recklessly failed to meet the applicable
minimum standards established under this section;

3 "(b) The fire originates on the owner's land;

"(c) The ignition or spread of the fire is directly related to the owner's
failure to meet the applicable minimum standards established under this
section; and

7 "(d) The fire requires action by the forester pursuant to ORS 477.066 (2).

8 "(7) The liability of an owner of land under subsection (6) of this section 9 may not exceed [\$100,000] **\$10,000**. The State Forester may not seek recovery 10 under subsection (6) of this section for any portion of the costs of suppress-11 ing a fire that are the ordinary costs of the regular personnel and equipment 12 of the forest protection district in which the land is located. This subsection 13 does not limit the liability of the owner under ORS 477.120.

14 **"<u>SECTION 24.</u>** ORS 477.060 is amended to read:

"477.060. (1) In determining the annual cost of protection pursuant to ORS 477.230, in consultation with the State Fire Marshal the forester may consider and include the special or additional cost of fire protection for property owners within a forestland-urban interface classification, including the special or unique costs of assessment processing and administration.

"(2) The forester shall identify special or additional costs identified by
subsection (1) of this section in the budget required by ORS 477.230 to
477.300. These special or additional costs:

"(a) Are in addition to the annual cost of ORS 477.230 (1) and may not exceed \$25 annually for each real property lot. [Only those owners of land within a forestland-urban interface classification in a forest protection district shall bear the special or additional cost of fire protection within the forestland-urban interface in a manner consistent with rules promulgated by the State Board of Forestry.]

"(b) Must be adopted by rule and ratified by the Legislative As sembly.

"BUILDING CODES

"SECTION 25. (1) For extreme hazard areas identified pursuant to
ORS chapter 477, the Department of Consumer and Business Services
shall adopt wildfire hazard mitigation building code standards for new
residences on lots or parcels platted after the effective date of this 2021
Act, as described in section R327 of the 2019 amendments of the 2017
Oregon Residential Specialty Code.

9 "(2) The department shall consult with Oregon State University to 10 develop an interactive tool using data from the 2021 Oregon Explorer 11 Wildfire Risk Portal at the State Forestry Department. The tool shall 12 use the extreme hazard data from the portal to identify when the 13 building code standards described in subsection (1) of this section must 14 be applied by the department or a municipality administering a build-15 ing inspection program under ORS 455.148 and 455.150.

"SECTION 26. (1) The Department of Consumer and Business Ser vices shall:

"(a) Engage Oregon State University and the State Forestry De partment to obtain data from the 2021 Oregon Explorer Wildfire Risk
 Portal for extreme hazard areas.

"(b) Apply the tool described in section 25 (2) of this 2021 Act to the
Oregon Residential Specialty Code.

23 "(c) Establish when the tool will be finished and updated.

"(d) Make information contained in the tool available for use
throughout this state in an appropriate electronic format at little or
no expense to the public and local governments.

"(2) The Department of Consumer and Business Services may enter
into an agreement with the university for services required to develop
and maintain the tool.

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3	"SECTION 27. (1) Oregon State University, in consultation with the
4	State Board of Forestry and the State Fire Marshal, shall develop and
5	maintain a comprehensive statewide map of wildfire risk.
6	"(2) The map must:
7	"(a) Be based on classes described in ORS 477.027 and designations,
8	classifications and standards described in ORS 477.031.
9	"(b) Be sufficiently detailed to allow the assessment of wildfire risk
10	at the level of property ownership.
11	"(c) Include the boundaries of the forestland-urban interface, as
12	defined in ORS 477.015.
13	"(3) In maintaining the map, the university shall make technical
14	and other adjustments as needed over time and ensure that the map
15	is accessible to the public in an electronic form.
16	"(4) The university shall provide technical assistance to represen-
17	tatives of state and local government that use the map.
18	"SECTION 28. (1) On or before December 31, 2021, Oregon State
19	University shall report to an interim committee of the Legislative
20	Assembly related to wildfire, in the manner provided in ORS 192.245,
21	on the university's progress in complying with the requirements of
22	section 27 of this 2021 Act.
23	"(2) On or before June 30, 2023, the university must finish all
24	actions required of the university by section 27 of this 2021 Act.
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26	"RESTORATION PRIORITIZATION
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28	" <u>SECTION 29.</u> The State Forestry Department shall carry out a
29	program of fuel reduction treatments on forestlands and rangelands,
30	giving priority to treating forestlands and rangelands that are in the

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four highest relative importance categories identified in the United
 States Forest Service report titled 'Pacific Northwest Quantitative
 Wildfire Risk Assessment: Methods and Results' and dated April 9,
 2018, or on which treatment would provide a substantial benefit to this
 state.

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"RESTORATION CAPACITY

9 "SECTION 30. (1) The State Forestry Department shall carry out a
 10 program that uses a map of wildfire risk to:

"(a) Identify state and local resource needs for mitigating wildfire
risk.

13 "(b) Estimate funding, staffing and other administrative resources 14 necessary for state, county and city governments to implement 15 wildfire risk reduction programs, including, but not limited to, the 16 costs of program development, implementation and ongoing operations 17 and the amounts needed for stable long-term funding for the pro-18 grams.

"(2) In coordination with other state entities, as defined in ORS
 174.112, the department shall identify policy barriers to increasing im plementation of fuel reduction treatment projects on private lands.

"(3) The department shall develop consistent performance measures
 and condition-based metrics for monitoring and communicating the
 effectiveness of state investments and project actions in mitigating the
 risk of wildfire.

"(4) The program described in subsection (1) of this section must provide opportunities for the department to identify workforce development needs and develop funding proposals for those needs, including, but not limited to, program funding proposals to ensure adequate contracting capacity for undertaking increased implementation of the 1 program.

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"FEDERAL PARTNERSHIP

<u>SECTION 31.</u> (1) The State Forestry Department shall cooperate with federal agencies to increase the effectiveness of activities undertaken pursuant to ORS 526.271, 526.274 and 526.275.

8 **"SECTION 32.** ORS 526.271 is amended to read:

9 "526.271. The Legislative Assembly finds and declares that:

"(1) The State Forestry Department is well-positioned, due to experience in managing Oregon forests and its understanding of science-based, active forest management, to facilitate state government participation in forest management on federal lands located within the state.

"(2) The State Department of Fish and Wildlife has expertise with fish and wildlife habitat and the Department of Environmental Quality has expertise with water quality. Both departments have an important role to play in the management of federal forests located within the state.

"(3) A collaborative relationship between the State Forestry Department, the federal government, other agencies of the executive department, as defined in ORS 174.112, interested persons and nongovernmental organizations may restore the health, diversity and resilience of federal forests by increasing the information shared and by providing a variety of perspectives on site-specific and landscape-level determinations.

²⁴ "(4) In cooperation with the State Forestry Department, the Governor's ²⁵ Council on Wildfire Response and the federal government, [many commu-²⁶ nities in wildfire-prone areas have completed a community wildfire protection ²⁷ plan that identifies priority areas for hazardous fuel removal from federal ²⁸ lands.] wildfire mitigation recommendations and priorities were devel-²⁹ oped and presented in the 'December Final Mitigation Committee Re-³⁰ port' dated December 11, 2019, which used the relative importance categories identified in the United State Forest Service Report titled
 'Pacific Northwest Quantitative Wildfire Risk Assessment: Methods
 and Results' and dated April 9, 2018.

"(5) The federal government has provided opportunities for agencies of the
executive department, as defined in ORS 174.112, to become involved, to a
greater extent, in the management of federal lands.

7 "SECTION 33. ORS 526.274 is amended to read:

8 "526.274. In furtherance of the policy established in ORS 526.271, the State
9 Board of Forestry, in consultation with the Governor, may:

"(1) In conformance with federal law, including Public Law 108-7, direct the State Forester to facilitate the development of stewardship contracts utilizing private contractors and, when appropriate, to seek and enter into a stewardship contract agreement with federal agencies to carry out forest **or rangeland** management activities on federal lands. The State Forester may, under the stewardship contract agreements:

16 "(a) Perform road and trail maintenance;

"(b) Set prescribed fires to improve forest health, composition, structureand condition;

- 19 "(c) Manage vegetation;
- 20 "(d) Perform watershed restoration and maintenance;
- 21 "(e) Restore wildlife habitat;
- 22 "(f) Control exotic weeds and species; [and]

23 "(g) Perform other activities related to stewardship[.]; and

"(h) Perform other activities related to fuel load reduction or
 wildfire risk reduction.

"(2) Create a forum for interagency cooperation and collaborative public involvement regarding federal forest management **and rangeland wildfire** issues that may include, at the discretion of the board, the appointment of advisory committees, the use of existing advisory committees **or partnership opportunities** and procedures for holding public hearings.

"(3) Provide guidelines for the State Forestry Department and State Forester to follow that contain directions regarding the management of federal lands and that specify the goals and objectives of the board regarding the management of federal lands.

5 "(4) Participate, to the extent allowed by federal law, in the development 6 of federal forest policies and the forest management planning processes of 7 federal agencies.

8 "(5) Provide guidelines for the department to follow in implementing this9 section.

"(6) Coordinate with Oregon State University, the State Department of
Fish and Wildlife, the Oregon Forest Resources Institute, the Department
of Environmental Quality, the Oregon Business Development Department,
the State Department of Energy, the State Department of Agriculture,
the Oregon Watershed Enhancement Board and other agencies of the
executive department, as defined in ORS 174.112, to assist the State Forestry
Department in carrying out the provisions of this section.

"(7) Identify the appropriate state agency to assist the State
 Forestry Department in carrying out and overseeing federal rangeland
 treatments.

"(8) Request that the State Forester specify treatment metrics ap propriate for achieving program goals regarding federal forest man agement.

23 "(9) Direct the State Forestry Department to ensure that work on
 24 federal lands:

"(a) Is designed to evaluate and prioritize treatments on federal
 forestlands and rangelands in this state without regard to federal
 ownership.

"(b) Maximizes the use of federal and state resources to improve
 coordination and expedite implementation of federal forestland and
 rangeland treatments.

1 "(c) Identifies in budget requests the capacity needed within state 2 government in order to meet the treatment goals.

3 "SECTION 34. ORS 526.275 is amended to read:

4 "526.275. (1) As used in this section:

5 "(a) 'Additive' means an increase in the pace, scale and quality of forest, 6 rangeland and water restoration services on federal lands within Oregon, 7 including but not limited to services to produce timber harvest volumes that 8 exceed outputs that would be produced by federal land management agencies 9 alone.

"(b) 'Federal land management agencies' means the United States Forest
Service and the Bureau of Land Management.

"(c) 'Forest, rangeland and water restoration services' means activitiesthat:

14 "(A) Treat insect-infested or disease-infected trees;

15 "(B) Reduce hazardous fuels; or

"(C) Restore or improve forest, rangeland or watershed health, including
but not limited to fish or wildlife habitat health.

"(d) 'Good Neighbor Authority Agreement' means the Good Neighbor
Authority Agreement that the Governor, the State Forester and the State
Fish and Wildlife Director entered into with the United States Forest Service on March 29, 2016.

"(2) It is the policy of the state to pursue projects under the Good Neighbor Authority Agreement that increase timber harvest volume, contribute to job creation, reduce wildfire risks to all lands, improve wildlife habitat and watershed health and stimulate local economies. To the extent allowed by the agreement, state agencies that are signatories to the agreement shall work with federal land management agencies to give priority to projects that:

29 "(a) Consist of additive activities;

30 "(b) Maximize economic benefit to this state; [and]

1 "(c) Recover the state agency costs of implementing the projects[.];

2 "(d) Reduce fuel loads; and

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"(e) Reduce wildfire suppression costs.

"NONFEDERAL LANDS

"<u>SECTION 35.</u> (1) The State Forestry Department shall design and
implement a program to reduce wildfire danger on nonfederal or private forestlands and rangelands through the restoration of landscape
resiliency and the reduction of hazardous fuel levels.

"(2) The department shall select projects consistent with the objec tives described in this section.

"(3) In carrying out the provisions of this section, the department shall, to the extent practicable, consult and cooperative with relevant state and federal agencies, counties, cities and other units of local government, private forestland and rangeland owners, forestland and rangeland collaboratives and other relevant community organizations.

"(4) When developing project selection criteria, to the extent practicable, the department shall consult and cooperate with the Oregon State University Extension Service, state and federal agencies, counties, cities and other units of local government, private forestland and rangeland owners, forestland and rangeland collaboratives and other relevant community organizations.

"(5) In selecting projects, the department shall give priority to
 landscapes identified in a statewide map of wildfire risk that:

"(a) Leverage the collective power of public-private partnerships,
 federal funding and state funding.

"(b) Optimize the receipt of investments by the federal government
 that equal or exceed investments by the department.

30 "(c) Involve existing forest-based and range-based contracting enti-

1 **ties.**

"(d) Complement programs and projects of the department, federal
partners, the Oregon Watershed Enhancement Board and state agencies as applicable.

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"SMALL TRACT FORESTLAND INCENTIVE

8 "SECTION 36. (1) As used in this section:

9 "(a) 'Forest health' means a reduction in the fuel load of forestland
10 that achieves ecological goals, reduces fuel loads and reduces potential
11 wildfire suppression costs.

"(b) 'Small tract forestland' has the meaning given that term in
 ORS 321.700.

"(2) A small tract forestland owner may submit to the State Board 14 of Forestry a plan for the owner to restore the forest health on the 15forestland. The board shall review a plan submitted under this sub-16 section to determine whether and to what extent the plan may rea-17 sonably be expected to improve forest health on the forestland. If the 18 board approves the plan, upon the forestland owner presenting evi-19 dence satisfactory to the board that the plan has been timely com-20pleted, the board shall certify to the county assessor that the 21forestland qualifies for a credit against the specially assessed valuation 22of the forestland under ORS 321.722. The assessor shall apply the 23credit certified by the board to the specially assessed value of the 24forestland in the first property tax year beginning on or after the date 25of the certification. The credit may not exceed: 26

"(a) ____ percent of the specially assessed value per acre determined
under ORS 321.354, if located in western Oregon; or

"(b) ____ percent of the specially assessed value per acre determined
 under ORS 321.833, if located in eastern Oregon.

"(3) A credit claimed under this section does not reduce the assessed value of the small tract forestland for purposes of determining
the maximum tax assessment in a subsequent year under ORS 321.722
(2).

"RESILIENCY GOAL

8 "SECTION 37. Section 38 of this 2021 Act is added to and made a
9 part of ORS 527.610 to 527.770.

"SECTION 38. It is the policy of this state to maximize forestland 10 and rangeland resiliency, including, but not limited to, the achieve-11 ment of reduction in fuel loads, reduction in wildfire suppression costs 12 and improved vegetation condition resilience. The State Board of 13 Forestry shall adopt rules for maximizing forest and rangeland 14 resiliency through the use of fuel load management on forestlands and 15rangelands, including, but not limited to, the use of prescribed burns 16 and commercial and noncommercial harvesting. 17

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"<u>SECTION 39.</u> (1) The State Forestry Department shall consult and coordinate with federal agencies, private stakeholders and other state agencies to determine the adequacy of state, federal and private wildfire response capacity. The department shall act to facilitate wildfire prevention and wildfire response communication and coordination between federal, state, local and private entities.

"WILDFIRE RESPONSE CAPACITY

"(2) The department shall, to the extent practicable, seek to leverage state moneys to obtain an increase in federal wildfire resources
available to Oregon for effective initial response purposes.

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1	"CAPTIONS
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3	"SECTION 40. The unit captions used in this 2021 Act are provided
4	only for the convenience of the reader and do not become part of the
5	statutory law of this state or express any legislative intent in the
6	enactment of this 2021 Act.
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8	"EMERGENCY
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10	"SECTION 41. This 2021 Act being necessary for the immediate
11	preservation of the public peace, health and safety, an emergency is
12	declared to exist, and this 2021 Act takes effect on its passage.".
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