

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 4063 B

81st Oregon Legislative Assembly – 2022 Regular Session
Legislative Fiscal Office

*Only Impacts on Original or Engrossed
Versions are Considered Official*

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Measure Description:

Requires the Department of Consumer and Business Services (DCBS) to enter into a public contract to research and analyze administrative procedures for approving residential construction projects in this state.

Government Unit(s) Affected:

Construction Contractors Board (CCB), Counties, Department of Consumer and Business Services (DCBS), Cities

Summary of Fiscal Impact:

Costs related to the measure are indeterminate at this time - See explanatory analysis.

Analysis: The measure requires the Department of Consumer and Business Services (DCBS) to enter into a public contract to research and analyze administrative procedures for approving residential construction projects in this state and to develop recommendations, including recommendations for best practices, for reducing the amount of time necessary for approval. The study must consider administrative procedures, applications, permits and approvals for land use, engineering, building and public works and consult with residential construction companies and at least 10 different local governments. DCBS shall report each calendar quarter on the contractor’s work, with an initial report due to an interim committee of the Legislative Assembly related to housing not later than December 1, 2022. DCBS shall continue to submit reports to the interim committee until the later of the date on which the contract expires or December 1, 2023.

The exact cost of the study cannot be determined at this time because of the broad parameters of the study and the significant amount of data that needs to be reviewed. DCBS estimates the study could cost between \$300,000 and \$600,000, but the actual cost will not be known until a Request for Proposals is conducted and evaluated. The measure does not identify a funding source for this work.

The measure requires cities and counties to allow applications for building permits to be submitted and reviewed without regard to whether a final plat is recorded. Implementation of the provision may require cities and counties to update electronic permitting systems prior to the 2025 date mandated by HB 2415 (2021). The fiscal impact to cities and counties is indeterminate and costs will depend on whether a jurisdiction’s existing systems can accommodate the requirement or if systems will need to be updated.

There is no fiscal impact to the Construction Contractors Board.