LC 81 2024 Regular Session 12/19/23 (AG/ps)

DRAFT

SUMMARY

Digest: The Act directs the State Fire Marshal to create a grant program to help property owners with wildfire resilience. The Act creates a fund related to the grant program. The Act directs the State Fire Marshal to report on the grant program. The Act directs agencies to plan for a program for certifying reduced wildfire risk for insurance purposes. The Act gives moneys to the State Fire Marshal for the grant program. The Act goes into effect when the Governor signs it. (Flesch Readability Score: 71.9).

Directs the State Fire Marshal to establish a neighborhood protection cooperative grant program.

Establishes the Neighborhood Protection Cooperative Grant Program Fund.

Directs the Department of the State Fire Marshal to include status reports on the program in certain biannual reports.

Directs the Department of Consumer and Business Services, the Department of the State Fire Marshal and the State Forestry Department to develop a plan and implementation timeline for establishing an insurance-related risk reduction certification program and report on the program on or before December 1, 2024.

Appropriates moneys to the State Fire Marshal, out of the General Fund, for implementing the neighborhood protection cooperative grant program.

Declares an emergency, effective on passage.

1 A BILL FOR AN ACT

- 2 Relating to wildfire risk reduction; creating new provisions; amending ORS
- 3 476.398; and declaring an emergency.

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4 Be It Enacted by the People of the State of Oregon:

NEIGHBORHOOD PROTECTION COOPERATIVE GRANT PROGRAM

SECTION 1. (1) The State Fire Marshal shall establish a neighbor-

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.

- 1 hood protection cooperative grant program to promote wildfire 2 resilience within communities.
- (2) In establishing the program described in subsection (1) of this
 section, the State Fire Marshal shall promote collaboration with other
 related programs to the extent practicable.

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- (3) Under the program described in subsection (1) of this section, the State Fire Marshal shall award grants to local governments, organizations related to fire districts and nongovernmental organizations for awarding and administering individual grants to property owners to promote wildfire resilience, pursuant to criteria determined by the State Fire Marshal.
- (4) The State Fire Marshal shall develop criteria for awarding grants to local governments, organizations related to fire districts and nongovernmental organizations, and for awarding individual grants to property owners, in consultation with:
- (a) The Department of Consumer and Business Services and the
 State Forestry Department.
- 18 **(b)** Stakeholders, in order to make requirements as workable for potential grantee organizations as possible.
- 20 (5) The State Fire Marshal shall publish the criteria described in 21 subsection (4) of this section on a State Fire Marshal website.
- 22 (6) The criteria described in subsection (4) of this section for awards 23 of grants to local governments, organizations related to fire districts 24 and nongovernmental organizations may include requirements that 25 grantees:
- (a) Create preliminary plans for identifying neighborhoods in which
 property owners may be awarded individual grants.
- 28 (b) Conduct initial defensible space assessments for neighborhoods 29 described in paragraph (a) of this subsection.
- 30 (c) Require all persons who perform onsite hazard assessments 31 funded by a grant under this section complete defensible space as-

- 1 sessment training overseen by the State Fire Marshal.
- 2 (d) Periodically report to the State Fire Marshal on awarding and 3 administering individual grants under this section.
- (7) The criteria described in subsection (4) of this section for awards of individual grants may include qualifications and standards for eligibility, such as preferences for awarding individual grants to property owners who own property in neighborhoods:
- 8 (a) In areas with high wildfire exposure.

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- (b) With identifiable social and economic barriers.
- 10 (c) That are likely to be successful in implementing wildfire risk 11 reduction measures.
- SECTION 2. The State Fire Marshal shall publish neighborhood protection cooperative grant program criteria, as described in section 14 1 (5) of this 2024 Act, on or before July 1, 2024.
- SECTION 3. (1) The Neighborhood Protection Cooperative Grant Program Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned by the Neighborhood Protection Cooperative Grant Program Fund shall be credited to the fund.
- 20 (2) The fund shall consist of all moneys placed in the fund as pro-21 vided by law and any gifts, grants, donations, endowments or bequests 22 from any public or private source, including individuals and private 23 organizations.
- 24 (3) Moneys in the fund are continuously appropriated to the State 25 Fire Marshal for the purpose of carrying out the neighborhood pro-26 tection cooperative grant program described in section 1 of this 2024 27 Act.
- 28 **SECTION 4.** ORS 476.398 is amended to read:
- 476.398. (1) The State Fire Marshal shall biannually report regarding the status of State Fire Marshal and local government activities for carrying out ORS 476.392 and section 1 of this 2024 Act to a committee or interim

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- 1 committee of the Legislative Assembly related to wildfire, in the manner
- 2 provided in ORS 192.245, to the State Wildfire Programs Director and to the
- 3 Wildfire Programs Advisory Council:

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- 4 (a) On or before the date of convening of the regular session of the Leg-5 islative Assembly as specified in ORS 171.010.
- 6 (b) Approximately six months after the date described in paragraph (a) 7 of this subsection.
- 8 (2) The report shall include, but need not be limited to:
- 9 (a) A status report regarding community risk reduction and the estab-10 lishment, administration and enforcement of defensible space requirements;
 - (b) A status report regarding the establishment and administration of the neighborhood protection cooperative grant program described in section 1 of this 2024 Act, including recommendations for improving administration of the program;
- [(b)] (c) The amount of moneys expended during the year for community risk reduction and the establishment, administration or enforcement of defensible space requirements;
- [(c)] (d) The amount of moneys expended during the year for the suppression of fires on wildland-urban interface lands; and
- [(d)] (e) Any recommendations of the State Fire Marshal for legislative action, including, but not limited to[,]:
- 22 **(A)** Current or future resource and funding needs for community risk re-23 duction [and];
- 24 **(B)** Establishing, administering or enforcing defensible space 25 requirements[.]; and
- 26 (C) Improving the neighborhood protection cooperative grant pro-27 gram described in section 1 of this 2024 Act.

RISK REDUCTION CERTIFICATION PROGRAM REPORT

SECTION 5. (1) In consultation with representatives from the in-

- surance industry, the Department of Consumer and Business Services, the Department of the State Fire Marshal and the State Forestry Department shall develop a plan and implementation timeline for establishing a risk reduction certification program that:
 - (a) Identifies wildfire risk mitigation actions, including actions taken under the neighborhood protection cooperative grant program described in section 1 of this 2024 Act, that merit consideration, as favorable to insurance policy holders, when representatives of the insurance industry are determining underwriting and insurance premium rates.
- **(b)** Is informed by discussion with decision makers in the insurance 12 industry.
 - (2) On or before December 1, 2024, the departments shall submit a preliminary report to committees or interim committees of the Legislative Assembly relating to natural resources, in the manner prescribed in ORS 192.245, and to the Governor, that:
 - (a) Describes actions taken under subsection (1) of this section; and
 - (b) Suggests a date for submission of a subsequent, more complete report on actions described in subsection (1) of this section.
- 20 SECTION 6. Section 5 of this 2024 Act is repealed on January 2, 2026.

APPROPRIATION

SECTION 7. In addition to and not in lieu of any other appropriation, there is appropriated to the State Fire Marshal, for the biennium ending June 30, 2025, out of the General Fund, the amount of \$5,000,000, for deposit in the Neighborhood Protection Cooperative Grant Program Fund established by section 3 of this 2024 Act, to be expended as described in section 3 of this 2024 Act.

CAPTIONS

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1	SECTION 8. The unit captions used in this 2024 Act are provided
2	only for the convenience of the reader and do not become part of the
3	statutory law of this state or express any legislative intent in the
4	enactment of this 2024 Act.
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6	EFFECTIVE DATE
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8	SECTION 9. This 2024 Act being necessary for the immediate pres-
9	ervation of the public peace, health and safety, an emergency is de-
10	clared to exist, and this 2024 Act takes effect on its passage.
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