HB 3056 A STAFF MEASURE SUMMARY

House Committee On Climate, Energy, and Environment

Action Date: 03/13/23

Action: Do pass with amendments and be referred to Ways and Means by prior reference.

(Printed A-Eng.)

Vote: 8-1-1-0

Yeas: 8 - Helm, Kropf, Levy B, Levy E, Marsh, Osborne, Owens, Pham K

Nays: 1 - Wallan Exc: 1 - Andersen

Fiscal: Fiscal impact issued **Revenue:** No revenue impact

Prepared By: Erin Pischke, LPRO Analyst

Meeting Dates: 2/27, 3/13

WHAT THE MEASURE DOES:

Modifies definition of "extreme heat event" and defines "forecast zone." Modifies landlord written restrictions and termination notification requirements restricting portable cooling devices when there are extreme heat events for the premises, from the county to the forecast zone. Establishes that information regarding days with an extreme heat event for the forecast zone can be found on the website for the Oregon Housing and Community Services Department (OHCS). Requires OHCS to make available on the department's website: a list of dates and counties in which there exists an extreme heat event for a forecast zone in this state. Modifies requirement that each eligible entity that receives a Heat Pump Deployment Program grant to report to Oregon Department of Energy (ODOE) each year concerning the status and use of grant funds from "by June 30" to "for the period of July 1 to June 30." Requires the report be submitted on a schedule determined by the ODOE. Modifies the date the ODOE Director is required to submit the first biennial report required under section 16, chapter 86, Oregon Laws 2022, to the Legislative Assembly from no later than December 31 to October 15, 2023. Modifies requirement that 25 percent of the moneys available for issuing grants and rebates from the Residential Heat Pump Fund be for loans for owners of units occupied by households whose income is less than 80 percent of the area median income to the same percentage benefitting low- or moderate-income households in each calendar year. Extends Residential Heat Pump Fund until January 2, 2026. Modifies requirement for ODOE providing a grant to the nongovernmental entity that administers public purpose charge moneys under ORS 757.612 (3)(d) to enable the nongovernmental entity to assist landlords in creating or operating, from whenever there is an extreme heat event for the "county of the premises" to "forecast zone of the premises." Modifies date of ODOE's reporting requirement for the heat pump grants and rebates, the community cooling spaces, and the cooling needs study from no later than September 15 to no later than December 31, 2023. Appropriates moneys to Oregon Health Authority for air conditioner and air filter deployment program. Declares emergency, effective on passage.

ISSUES DISCUSSED:

- Ability of Oregon Health Authority to purchase air conditioning units
- Types of fuels permitted for use in homes
- Provisions of measure

EFFECT OF AMENDMENT:

Modifies definition of "extreme heat event" and defines "forecast zone." Modifies landlord written restrictions and termination notification requirements restricting portable cooling devices when there are extreme heat events for the premises, from the county to the **forecast zone**. Establishes that information regarding days with an extreme heat event **for the forecast zone** can be found on the website for the Oregon Housing and Community

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Services Department (OHCS). Requires OHCS to make available on the department's website: a list of dates and counties in which there exists an extreme heat event **for a forecast zone in this state**. Modifies requirement that each eligible entity that receives a Heat Pump Deployment Program grant to report to ODOE each year concerning the status and use of grant funds from "by June 30" to "**for the period of July 1 to June 30**." Requires the report be submitted on a schedule determined by the Oregon Department of Energy (ODOE). Modifies the date the ODOE Director is required to submit the first biennial report required under section 16, chapter 86, Oregon Laws 2022,to the Legislative Assembly from no later than December 31 to **October 15**, 2023. Modifies requirement for ODOE providing a grant to the nongovernmental entity that administers public purpose charge moneys under ORS 757.612 (3)(d) to enable the nongovernmental entity to assist landlords in creating or operating, from whenever there is an extreme heat event for the "county of the premises" to "**forecast zone of the premises**." Modifies date of ODOE's reporting requirement for the heat pump grants and rebates, the community cooling spaces, and the cooling needs study from no later than September 15 to no later than **December 31**, 2023.

BACKGROUND:

The environmental conditions that many people experience during long, dry summers often result in human health risks and impacts, such as heat stroke and respiratory problems, as well as energy cost burdens. According to a 2015 PEMCO Insurance Northwest survey, 59 percent of Oregonians do not have air conditioning at home. Census data from 2019 indicates that figure drops to 21 percent in the Portland metro area. According to the Oregon Health Authority, during the June 2021 "heat dome" incident, there were more than 100 heat-related deaths in the state.

Senate Bill 1536 (2022) established the Community Heat Pump Deployment Program, authorizing Oregon Department of Energy (ODOE) to provide rebates to owners of residential dwelling units and rented spaces in manufactured dwelling and recreational vehicle parks for purchase or installation of air-source or ground-source heat pumps. The measure appropriated \$10,000,000 to ODOE for the Heat Pump Deployment Fund. The Residential Heat Pump Rebate Fund is scheduled to sunset on January 2, 2025.

House Bill 3056 A extends the Residential Heat Pump Fund until January 2, 2026, and modifies reporting deadlines for the Heat Pump Deployment Program grants.