



3/1/2023

Senator Aaron Woods
Representative David Gomberg
Co-Chairs, Joint Ways and Means, Transportation and Economic Development
Subcommittee
900 Court St NE
Salem, OR 97301

Re: Support for SB 5511

Dear Co-Chairs Woods, Gomberg and Members of the Committee:

ROSE Community Development urges your support for Senate Bill 5511. This bill, providing over \$1.46 billion, will go a long way towards funding OHCS in order to:

- Reduce unsheltered homelessness this year;
- Rehouse people experiencing homelessness in the longer term;
- Build and preserve more housing units statewide; and
- Increase homeownership.

These historic investments will make significant progress towards Governor Kotek's annual production target to produce 36,000 housing units per year. It took years for Oregon to get into our current housing and homelessness crisis. We're going to need a sustained multi-year commitment to produce the housing supply we need in the next ten years. This budget proposal is an important step in the right direction.

ROSE builds affordable homes and community to make outer southeast Portland neighborhoods strong and equitable. We operate over 500 units of affordable rental housing in our neighborhoods. Our recent project at 82nd and Division, called Orchards of 82nd, provides homes for families, with a preference policy for families with very young children through our Baby Booster Initiative. This new building, which utilized state funding, also serves as a new home for the Asian Pacific American Network of Oregon (APANO). Orchards is also located near two current and recent state-owned roads (Powell Boulevard and 82nd Avenue), that are slated for major improvements. Projects like Orchards and our next development project on Powell will be crucial to mitigating the potential displacement resulting from these improvements. This budget will ensure ongoing funding for affordable rental housing from mission driven, community-based nonprofits like ours that will help reach the above goals.

The Governor's recommended budget invests \$1.0325 billion in proven supply solutions including OHCS' Local Innovation Fast Track (LIFT) Rental Program, Permanent Supportive Housing, and preservation programs. This proposal also builds on more recent innovations we are excited about including expanding the co-location of early



learning and affordable housing developments and establishing a PSH Risk Mitigation Fund to stabilize operating costs and support the longevity of PSH developments. These all align with the Oregon Housing Needs Analysis which makes it clear the state must invest in the production of new homes and preservation of existing stock.

In addition, investments in homeownership are a critical tool to overcome persistent racial disparities in access to homeownership for households of color. The work of the Joint Task Force Addressing Racial Disparities in Homeownership provides important recommendations that align with these budget recommendations to expand the creation of generational wealth for Communities of Color across Oregon.

The \$415.45 million in the budget for homelessness response and prevention aligns with the Early Session package proposed by Governor Kotek. This early package serves as a “down payment” to expedite coordination between state agencies and local communities to launch emergency responses sooner. The Governor’s recommended budget expands on those early investments to rehouse and maintain housing stability for households moving from unsheltered homelessness into stable housing; provides ongoing homelessness prevention support; maintains shelter operations; and creates new permanent supportive housing.

We urge you to support SB 5511 to fund OHCS, which balances the needs of Oregonians experiencing homelessness with addressing chronic housing supply shortfalls.

Sincerely,

A handwritten signature in black ink that reads "Nick Sauvie".

Nick Sauvie
Co-Executive Director
nick@rosecdc.org
(503) 788-8052 ext. 16

A handwritten signature in black ink that reads "Ana Meza".

Ana Meza
Co-Executive Director
ana@rosecdc.org
(503) 788-8052 ext. 16