

March 25, 2015

House Committee on Revenue Committee Services Office 900 Court St. NE, HRA Salem OR 97301

Re: Support of House Bill 2126 (Relating to Vertical Housing Development Zone Program)

Dear Chair Barnhart, Members of the House Committee on Revenue,

The City of Hillsboro, Oregon's fifth largest city, is pleased to submit testimony in support of House Bill 2126. The City of Hillsboro has benefited from the vertical housing development zone program which has encouraged build out of high-density, mixed use development along the TriMet Light Rail in our historic downtown and Orenco Light Rail Station District.

The City has successfully used the Vertical Housing Development Zone (VHDZ) through the establishment of two separate zones. In 2011, to incent mixed-use development in our downtown, the City established a four square block area which has led directly to vibrant development adjacent to the Hillsboro Central Light Rail Station. In 2012 the City created a second VHDZ in an area immediately adjacent to the Orenco Station Light Rail Station. This area has experienced development of a mixed-use project consisting of 304 dwelling units, a five-level parking structure and seven ground floor commercial spaces. The Orenco VHDZ was expanded in January 2013 leading directly to three vertical mixed-use buildings which included 880 dwelling units and approximately 25,000 square feet of retail space, with completion expected later this summer. This new development not only provides housing adjacent to transit but in close proximity of the major employers in Hillsboro's technology jobs cluster. Just as importantly this development will stimulate economic, social and cultural growth, bringing new energy and vitality to the Orenco Station area.

We are pleased to see that HB 2126 extends the sunset date of the program to 2026 and maintains local control over implementation of the program. For these reasons, and because of the benefits of the program, we encourage the passage of HB 2126.

Thank you for the opportunity to comment.

Colin Cooper, AICP Planning Director