HB 2007-A6 (LC 3266) 6/12/17 (EMM/ps)

Requested by Representative KOTEK

PROPOSED AMENDMENTS TO A-ENGROSSED HOUSE BILL 2007

1 On <u>page 1</u> of the printed corrected A-engrossed bill, line 2, after "ORS" 2 insert "197.178,".

3 In line 9, delete "two" and insert "three".

In line 12, delete "a city or a county" and insert "a city with a population greater than 5,000 or a county with a population greater than 25,000".

6 On page 2, delete lines 17 through 30 and insert:

"SECTION 2. (1) The Department of Land Conservation and Development shall study housing development, including but not limited to
affordable housing, in cities and counties. The study must:

"(a) Identify a sample of cities and counties throughout this state
 that represent a variety of population sizes, housing types and levels
 of housing affordability;

"(b) For each city or county included in the sample described in paragraph (a) of this subsection, determine the approximate timeline between submission of a complete application for a housing development and issuance of a certificate of occupancy for the housing development based on a sample of applications submitted to the city or county;

"(c) Identify barriers to reducing the timeline described in para graph (b) of this subsection for each city or county included in the
 sample described in paragraph (a) of this subsection; and

"(d) Prepare a comparative analysis of all timelines determined
under paragraph (b) of this subsection.

"(2) The department shall report the findings of the study to an
interim committee of the Legislative Assembly related to land use no
later than September 1, 2018.".

6 On page 3, delete lines 3 through 10 and insert:

"(b)(A) A county may not deny an application for a housing development located within the urban growth boundary if the development complies with clear and objective standards, including but not limited to clear and objective design standards contained in the county comprehensive plan or land use regulations.

12 "(B) This paragraph does not apply to:

"(i) Applications or permits for residential development in areas described
in ORS 197.307 (5); or

"(ii) Applications or permits reviewed under an alternative approval pro cess adopted under ORS 197.307 (6).

"(c) A county may not reduce the density of an application for a housing
 development if:

"(A) The density applied for is at or below the authorized density level
 under the local land use regulations; and

"(B) At least 75 percent of the floor area applied for is reserved for housing.

"(d) A county may not reduce the height of an application for a housing
 development if:

25 "(A) The height applied for is at or below the authorized height level 26 under the local land use regulations;

"(B) At least 75 percent of the floor area applied for is reserved forhousing; and

"(C) Reducing the height has the effect of reducing the authorized density
 level under local land use regulations.

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"(e) Notwithstanding paragraphs (c) and (d) of this subsection, a county may reduce the density or height of an application for a housing development if the reduction is necessary to resolve a health, safety or habitability issue or to comply with a protective measure adopted pursuant to a statewide land use planning goal.

6 "(f) As used in this subsection:

"(A) 'Authorized density level' means the maximum number of lots or
dwelling units or the maximum floor area ratio that is permitted under local
land use regulations.

"(B) 'Authorized height level' means the maximum height of a structure
 that is permitted under local land use regulations.

"(C) 'Habitability' means being in compliance with the applicable provisions of the state building code under ORS chapter 455 and the rules adopted thereunder.".

¹⁵ On <u>page 5</u>, delete lines 33 through 40 and insert:

"(b)(A) A city may not deny an application for a housing development located within the urban growth boundary if the development complies with clear and objective standards, including but not limited to clear and objective design standards contained in the city comprehensive plan or land use regulations.

21 "(B) This paragraph does not apply to:

"(i) Applications or permits for residential development in areas described
in ORS 197.307 (5); or

"(ii) Applications or permits reviewed under an alternative approval pro cess adopted under ORS 197.307 (6).

"(c) A city may not reduce the density of an application for a housingdevelopment if:

"(A) The density applied for is at or below the authorized density level
under the local land use regulations; and

30 "(B) At least 75 percent of the floor area applied for is reserved for

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1 housing.

"(d) A city may not reduce the height of an application for a housing
development if:

4 "(A) The height applied for is at or below the authorized height level 5 under the local land use regulations;

6 "(B) At least 75 percent of the floor area applied for is reserved for 7 housing; and

8 "(C) Reducing the height has the effect of reducing the authorized density
9 level under local land use regulations.

"(e) Notwithstanding paragraphs (c) and (d) of this subsection, a city may reduce the density or height of an application for a housing development if the reduction is necessary to resolve a health, safety or habitability issue or to comply with a protective measure adopted pursuant to a statewide land use planning goal.

15 "(f) As used in this subsection:

"(A) 'Authorized density level' means the maximum number of lots or
 dwelling units or the maximum floor area ratio that is permitted under local
 land use regulations.

"(B) 'Authorized height level' means the maximum height of a structurethat is permitted under local land use regulations.

"(C) 'Habitability' means being in compliance with the applicable provisions of the state building code under ORS chapter 455 and the rules adopted thereunder.".

On page 7, line 41, delete "particular".

In line 42, before the period insert "that are affordable to households within the county with a variety of incomes, including but not limited to households with low incomes, very low incomes and extremely low incomes, as those terms are defined by the United States Department of Housing and Urban Development under 42 U.S.C. 1437a".

30 On page 8, lines 3 through 6, restore the bracketed material and delete

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1 the boldfaced material.

2 Delete lines 23 through 33 and insert:

"(4) Except as provided in subsection (6) of this section, a local government may adopt and apply only clear and objective standards, conditions and
procedures regulating the development of housing, including needed housing.
The standards, conditions and procedures:

"(a) May include, but are not limited to, one or more provisions regulating the height or density of a development.

9 "(b) May not have the effect, either in themselves or cumulatively, of 10 discouraging needed housing through unreasonable cost or delay.".

11 On page 10, delete lines 15 through 21 and insert:

"(5)(a) A city with a population greater than 2,500 or a county with a
 population greater than 15,000 shall allow in areas zoned for detached
 single-family dwellings:

"(A) The development of duplexes, subject to reasonable local regulations
 relating to siting, design and minimum density; and

"(B) The development of at least one accessory dwelling unit for each detached single-family dwelling, subject to reasonable local regulations relating to siting and design.

20 "(b) As used in this subsection:

"(A) 'Accessory dwelling unit' means an interior, attached or detached
residential structure that is used in connection with or that is accessory to
a single-family dwelling.

24 "(B) 'Duplex' means a residential structure containing two dwelling 25 units.".

In line 40, delete "and".

27 Delete line 41 and insert:

(B) The real property is in an area zoned for residential use that is located within the urban growth boundary; and

30 "(C) The housing or space for housing complies with applicable land use

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1 regulations and meets the standards and criteria for residential development

2 for the underlying zone.".

3 On page 11, line 33, delete "and".

4 Delete line 34 and insert:

5 "(B) The real property is in an area zoned for residential use that is lo-6 cated within the urban growth boundary; and

"(C) The housing or space for housing complies with applicable land use
regulations and meets the standards and criteria for residential development
for the underlying zone.".

10 On page 12, after line 7, insert:

"SECTION 10. (1) A city or a county may subject an application for
 housing development in a primarily residential district included on the
 National Register of Historic Places that includes the demolition of a
 historic property only to procedures and requirements:

15 "(a) To which all applications for housing development are subject;

16 **"(b) Described in this section; or**

"(c) Adopted by the city or the county by ordinance, rule or regulation under subsection (4) of this section.

19 "(2) When reviewing an application described in subsection (1) of 20 this section, a city or a county shall provide at least one opportunity 21 for a public hearing on the application and shall consider at least the 22 following factors:

23 "(a) The historic significance of the historic property;

²⁴ "(b) The age and condition of the historic property;

"(c) The rarity or regularity of the design and construction of the
 historic property;

27 "(d) The value of the historic property to the community;

28 "(e) The historic integrity of the historic property;

"(f) The level of affordability of the historic property compared to
 the level of affordability of the applied for housing development;

1 "(g) The density level of the historic property compared to the 2 density level of the applied for housing development;

"(h) Whether the applied for housing development creates infill
housing;

5 "(i) Potential economic consequences of the demolition of the his6 toric property; and

"(j) Whether the demolition of the historic property is consistent
with the provisions of the acknowledged comprehensive plan.

9 "(3) Except as provided in subsection (4) of this section, subsection
10 (2) of this section does not apply to applications for:

"(a) Development of housing that is affordable to households with
 incomes equal to or less than 120 percent of the median family income
 for the county.

14 "(b) Development of multifamily housing, if the application includes
 15 the demolition of a single-family home.

"(c) Modifications to the exterior of a residential structure that the
 city or the county determines to be predominantly aesthetic in nature.
 "(d) Development of housing, if the application includes demolition
 or relocation only of accessory structures.

"(4) A city or a county may, by ordinance, rule or regulation, adopt:
 "(a) Additional procedures and requirements for the review of applications described in subsection (1) of this section.

23 "(b) Requirements that applications that qualify for an exception 24 under subsection (3) of this section submit to a local review process 25 that includes some or all of the review procedures and requirements 26 described in subsection (2) of this section.

27 **"(5) As used in this section:**

"(a) 'Accessory structure' means a garage, pool house, shed or
other detached structure that is accessory to and sited on the same lot
or parcel as a residential building.

"(b) 'Demolition' means the purposeful destruction of a residential
structure or an accessory structure.

"(c) 'Historic property' means a housing development that is listed
as part of a primarily residential district in the National Register of
Historic Places established and maintained under the National Historic
Preservation Act of 1966 (P.L. 89-665).

"(d) 'Multifamily housing' means a building or group of buildings
in which two or more residential units each have space for eating,
living and sleeping and permanent provisions for cooking and sanitation.

11 "SECTION 11. ORS 197.178 is amended to read:

"197.178. (1) Local governments with comprehensive plans or functional plans that are identified in ORS 197.296 (1) shall compile and report annually to the Department of Land Conservation and Development the following information for all applications received under ORS 227.175 for residential permits and residential zone changes:

"(a) The total number of complete applications received for residential
development, [including the net residential density proposed in the application
and the maximum allowed net residential density for the subject zone] and
the number of applications approved;

21 "[(b) The number of applications approved, including the approved net 22 density; and]

23 "[(c) The date each application was received and the date it was approved 24 or denied.]

(b) The total number of complete applications received for development of housing containing one or more housing units that are sold or rented below market rate as part of a local, state or federal housing assistance program, and the number of applications approved; and

29 "(c) For each complete application received:

30 "(A) The date the application was received;

HB 2007-A6 6/12/17 Proposed Amendments to A-Eng. HB 2007 1 "(B) The date the application was approved or denied;

2 "(C) The net residential density proposed in the application;

"(D) The maximum allowed net residential density for the subject
zone; and

5 "(E) If approved, the approved net residential density.

6 "(2) The report required by this section may be submitted 7 electronically.".

8 In line 8, delete "10" and insert "12".

9 On page 13, line 30, delete "11" and insert "13".

10 On page 15, delete lines 19 through 22 and insert:

"SECTION 14. The amendments to ORS 197.312 by section 7 of this
 2017 Act become operative on July 1, 2018.

¹³ "<u>SECTION 15.</u> (1) Sections 1 and 10 of this 2017 Act and the ¹⁴ amendments to ORS 197.178, 197.303, 197.307, 215.416, 215.427, 215.441, ¹⁵ 227.175, 227.178 and 227.500 by sections 3 to 6, 8, 9 and 11 to 13 of this ¹⁶ 2017 Act apply to:

"(a) Permit applications submitted for review on or after the effective date of this 2017 Act.

"(b) Primarily residential districts added to the National Register
 of Historic Places on or after the effective date of this 2017 Act.

"(2) The amendments to ORS 197.312 by section 7 of this 2017 Act
apply to permit applications for duplexes and accessory dwelling units
submitted for review on or after July 1, 2018.".

In line 23, delete "14" and insert "16".

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