Legislative Fiscal Office

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Joint Committee on Ways and Means

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To: Transportation and Economic Development Subcommittee

From: Matt Stayner, Legislative Fiscal Office

Date: June 11, 2019

Subject: HB 2003 – Relating to buildings Work Session Recommendations

HB 2003, with the A14 amendments, directs the Housing and Community Services Department (HCSD), the Department of Land Conservation and Development (DLCD), and the Department of Administrative Services (DAS) to develop a methodology to assess existing housing stock and housing needs throughout the state and conduct a regional housing needs analysis to identify the number of housing units needed to accommodate anticipated populations in a region over the next 20 years by September 1, 2020, and submit a report to the Legislative Assembly to summarize their findings and make certain recommendations by March 1, 2021.

Under this measure, cities with populations of more than 10,000 are directed to develop and adopt a housing production strategy, which is to be submitted to DLCD for review and approval. DLCD may review and identify cities with a population of greater than 10,000 that have not sufficiently achieved production of needed housing or implemented a housing production strategy, and take certain actions to bring cities into compliance. DLCD is also directed to develop a survey for cities on housing affordability in consultation with HCSD. Local governments may allow the development of housing on public property in certain cases and must dedicate some of these units as affordable housing.

This measure includes blank General Fund appropriations for DLCD and HCSD to implement this act; and a separate General Fund appropriation of \$1.0 million for DLCD, to provide technical assistance to local governments.

Recommended Changes

The A16 amendment combines all of the A14 amendments excepting the removal of the blank General Fund appropriation to DLCD for implementation, and the inclusion of a \$655,274 General Fund appropriation to the Housing and Community Services Division. The \$1.0 million General Fund appropriation to DLCD for technical assistance to local

governments is retained in the A16 amendment. Although it is acknowledged that there will be adjustments to the DLCD budget required to implement the provisions contained in the bill, there are multiple bills that have overlapping requirements and, therefore, the net total budgetary adjustments that will be required is dependent on which mix of bills are adopted by the legislature. The net budgetary impacts of these bills will be reflected in adjustments to the DLCD budget in the end-of-session budget reconciliation bill.

LFO recommends adoption of the -A16 amendment.

MOTION: I move adoption of the -A16 amendment to HB 2003. (VOTE)

Final Subcommittee Action

LFO recommends that HB 2003, as amended by the A16 amendment, to be moved to the Ways and Means Full Committee.

MOTION: I move HB 2003, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor:

Senate Floor: