HB 2003-4 (LC 3214) 3/27/19 (RLM/ps)

Requested by Representative KOTEK

PROPOSED AMENDMENTS TO HOUSE BILL 2003

On <u>page 1</u> of the printed bill, line 2, after "ORS" delete the rest of the line and lines 3 through 5 and insert "197.296, 197.299, 197.303, 197.319, 197.320, 197.830, 215.416, 215.441, 227.175, 227.500; and declaring an emergency.".

5 Delete lines 7 through 15 and delete pages 2 through 7.

6 On page 8, delete lines 1 through 30 and insert:

7 "SECTION 1. (1) As used in this section:

"(a) 'Area median income' means the median income for households
established by the United States Department of Housing and Urban
Development.

"(b) 'Existing housing stock' means housing, by affordability level
 and type, actually constructed in a city or Metro.

"(c) 'High income' means above 120 percent of the area median income.

"(d) 'Housing shortage' means the difference between the estimated
 housing units of different affordability levels and housing types needed
 to accommodate population changes over the next 20 years, and the
 existing housing stock, measured in dwelling units.

"(e) 'Low income' means income above 50 percent and at or below
80 percent of the area median income.

21 "(f) 'Metro' means a metropolitan service district organized under

1 **ORS chapter 268.**

"(g) 'Moderate income' means income above 80 percent and at or
below 120 percent of the area median income.

4 "(h) 'Region' has the meaning given that term in ORS 284.752.

5 "(i) 'Very low income' means income at or below 50 percent of the
6 area median income.

"(2) The Oregon Department of Administrative Services, in coordi nation with the Department of Land Conservation and Development
 and the Housing and Community Services Department, shall develop
 a methodology for calculating:

"(a) A regional housing needs analysis that identifies the total
 number of housing units necessary to accommodate anticipated popu lations in a region over the next 20 years based on:

"(A) Trends in density and in the average mix of housing types of
 urban residential development;

16 "(B) Demographic and population trends; and

17 "(C) Economic trends and cycles.

¹⁸ "(b) An inventory of existing housing stock of each city and Metro.

¹⁹ "(c) A housing shortage analysis for each city and Metro.

"(3) The methodologies for calculating the regional housing needs analysis, the inventory of existing housing stock and the housing shortage analysis developed under subsection (2) of this section must classify housing by:

"(a) Housing type, including attached and detached single-family
 housing, multifamily housing and manufactured dwellings or mobile
 homes; and

27 **"(b) Affordability, by housing that is affordable to households with:**

28 "(A) Very low income;

29 **"(B) Low income;**

30 "(C) Moderate income; or

HB 2003-4 3/27/19 Proposed Amendments to HB 2003 1 "(D) High income.

"(4) On or before July 1, 2020, the Oregon Department of Administrative Services, in coordination with the Department of Land Conservation and Development and the Housing and Community Services
Department, shall conduct for each region a regional housing needs
analysis and, for each city and Metro, shall inventory existing housing
stock and establish a housing shortage analysis.

"(5) In developing the methodologies and conducting the analyses
under this section, the Oregon Department of Administrative Services
may:

"(a) Consult or contract with subject matter experts, cities and
 Metro, regional solutions centers described in ORS 284.754 (2) and
 other jurisdictions that have created or conducted regional housing
 needs analyses;

"(b) Consider the most recent consolidated population forecast
 produced by the Portland State University Population Research Center
 in making any relevant calculation or forecast; and

"(c) Consider any other relevant existing analyses, data and other 18 information collected or produced by state agencies or public entities. 19 "SECTION 1a. (1) No later than July 1, 2020, the Oregon Department 20of Administrative Services and the Department of Land Conservation 21and Development shall submit a report, in the manner provided in 22ORS 192.245 to an appropriate interim committee of the Legislative 23Assembly, that summarizes the findings of the regional housing needs 24analysis, inventory of housing stock and housing shortage analysis 25conducted under section 1 (4) of this 2019 Act. 26

"(2) No later than January 31, 2021, the Department of Land Conservation and Development, in consultation with Oregon Department
of Administrative Services and the Housing and Community Services
Department, shall submit a report, in the manner provided in ORS

1 192.245, to the Legislative Assembly that evaluates:

"(a) Whether a regional housing needs analysis and housing shortage analysis described in section 1 of this 2019 Act could appropriately
allocate the housing shortage described among the cities or local governments in a region;

6 "(b) How a regional housing needs analysis and housing shortage 7 analysis may compare to existing assessments of housing need and 8 capacity conducted by local governments under ORS 197.296 (3) and (10) 9 in terms of:

10 "(A) Cost and cost effectiveness;

11 **"(B) Reliability and accuracy;**

12 "(C) Repeatability; and

13 **"(D) Predictability;**

"(c) How a regional housing needs analysis and housing shortage
 analysis may relate to statewide planning goals related to housing and
 any rules and policies adopted pursuant to these goals and ORS 197.295
 to 197.314;

"(d) Whether different boundaries would be more appropriate for
 defining regions within the regional housing needs analysis based on:
 "(A) Relevance of data in appropriately defining a commuting, employment or housing market; or

22 "(B) Ease or cost of collecting or analyzing data;

"(e) Other ways in which the regional housing needs analysis or
 housing shortage analysis could be improved; and

"(f) Whether the regional housing needs analysis, or an improved
 version, could serve as an acceptable methodology statewide for land
 use planning relating to housing.

"(3) In preparing the report required under subsection (2) of this
 section, the Department of Land Conservation and Development may
 consult or contract with other state agencies, subject matter experts,

private firms, local governments, regional solutions centers described
in ORS 284.754 (2) and other jurisdictions that have created or conducted regional housing needs analyses.

4 "SECTION 2. Sections 3 to 5 of this 2019 Act are added to and made
5 a part of ORS 197.295 to 197.314.

"SECTION 3. (1) A city with a population greater than 10,000 shall
develop and adopt a housing production strategy under this section
no later than one year after:

9 "(a) The city's deadline for completing a housing capacity analysis
10 under ORS 197.296 (2)(a);

"(b) The city's deadline for completing a housing capacity analysis
 under ORS 197.296 (10)(b); or

"(c) The date that housing capacity was allocated to the city by a
 metropolitan service district under ORS 197.299 (2)(d).

15 "(2) A housing production strategy must include a list of specific 16 actions, including the adoption of measures and policies, that the city 17 shall undertake to promote development within the city to address a 18 housing shortage identified under ORS 197.296 (6) for the most recent 19 20-year period described in ORS 197.296 (2)(b). Actions under this sub-20 section may include:

"(a) The reduction of financial and regulatory impediments to developing needed housing, including removing or easing approval standards or procedures for needed housing at higher densities or that is
affordable; and

"(b) The creation of financial and regulatory incentives for devel opment of needed housing, including creating incentives for needed
 housing at higher densities or that is affordable.

"(3) In creating a housing production strategy, a city shall review
 and consider:

30 "(a) Socioeconomic and demographic characteristics of households

1 living in existing needed housing;

"(b) Market conditions affecting the provision of needed housing;
"(c) Measures already adopted by the city to promote the development of needed housing;

5 "(d) Existing and expected barriers to the development of needed
6 housing; and

7 "(e) For each action the city includes in its housing production
8 strategy:

9 "(A) The schedule for its adoption;

10 "(B) The schedule for its implementation;

"(C) Its expected magnitude of impact on the development of needed
 housing; and

"(D) The time frame over which it is expected to impact needed
housing.

"(4) A housing production strategy may not contain proposed
 changes to a comprehensive plan or land use regulation. The adoption
 of a housing production strategy is not a land use decision and is not
 subject to appeal or review except as provided in section 4 of this 2019
 Act.

"SECTION 4. (1) No later than 20 days after a city's adoption or
 amendment of a housing production strategy under section 3 of this
 2019 Act, a city shall submit the adopted strategy or amended strategy
 to the Department of Land Conservation and Development.

"(2) The submission under subsection (1) of this section must in clude copies of:

"(a) The signed decision adopting the housing production strategy
 or amended strategy;

"(b) The text of the housing production strategy clearly indicating
 any amendments to the most recent strategy submitted under this
 section;

"(c) A brief narrative summary of the housing production strategy;
 and

"(d) The information reviewed and considered under section 5 (2)
of this 2019 Act.

5 "(3) On the same day the city submits notice of the housing pro-6 duction strategy or amended strategy, the city shall provide a notice 7 to persons that participated in the proceedings that led to the adoption 8 of the strategy and requested notice in writing.

9 "(4) Within five days of receipt of the submission under subsection
10 (1) of this section, the department shall provide notice to persons de11 scribed under ORS 197.615 (3).

"(5) The notices given under subsections (3) and (4) of this section
 must state:

"(a) How and where materials described in subsection (2) of this
 section may be freely obtained;

"(b) That comments on the strategy may be submitted to the de partment within 90 days after the department has received the sub mission; and

19 "(c) That there is no further right of appeal.

"(6) Based upon criteria adopted by the Land Conservation and Development Commission, including any criteria adopted under section
5 (2) of this 2019 Act, the department shall, within 120 days after receiving the submission under subsection (1) of this section:

24 "(a) Approve the housing production strategy;

"(b) Approve the housing production strategy, subject to further
 review and actions under section 5 (2) of this 2019 Act; or

27 "(c) Remand the housing production strategy for further modifica28 tion as identified by the department.

"(7) A determination by the department under subsection (6) of this
 section is not a land use decision and is final and not subject to appeal.

"<u>SECTION 5.</u> (1) The Land Conservation and Development Com mission shall adopt criteria for reviewing and identifying cities with
 a population greater than 10,000 that have not sufficiently:

4 "(a) Achieved production of needed housing within their jurisdic5 tion; or

6 "(b) Implemented a housing production strategy adopted under
7 section 3 of this 2019 Act.

8 "(2) The criteria adopted by the commission under subsection (1)
9 of this section may include the city's:

10 "(a) Total unmet housing need as described in ORS 197.296 (6);

11 "(b) Unmet housing need in proportion to the city's population;

"(c) Percentage of households identified as severely rent burdened
 as described in section 1, chapter 47, Oregon Laws 2018;

14 "(d) Recent housing development;

"(e) Recent adoption of a housing production strategy under section
 3 of this 2019 Act or adoption of actions pursuant to a housing pro duction strategy;

"(f) Recent or frequent previous identification by the Department
 of Land Conservation and Development under this section; or

20 "(g) Other attributes that the commission considers relevant.

"(3) The department may periodically review cities under the criteria adopted under subsection (2) of this section for the purposes of
prioritizing actions by the department, including:

²⁴ "(a) Awarding available technical or financial resources;

25 "(b) Providing enhanced review and oversight of the city's housing
 26 production strategy;

"(c) Entering into agreements with the city relating to the city's
modification or implementation of its housing production strategy; or
"(d) Petitioning the commission to act under ORS 197.319 to 197.335
to require the city to comply with ORS 197.295 to 197.314 or statewide

1 land use planning goals related to housing or urbanization.

² **"SECTION 6.** ORS 197.296 is amended to read:

"197.296. (1)(a) The provisions of subsections (2) to (9) of this section apply to metropolitan service district regional framework plans and local government comprehensive plans for lands within the urban growth boundary of a city that is located outside of a metropolitan service district and has a population of 25,000 or more.

6 "(b) The Land Conservation and Development Commission may establish 9 a set of factors under which additional cities are subject to the provisions 10 of this section. In establishing the set of factors required under this para-11 graph, the commission shall consider the size of the city, the rate of popu-12 lation growth of the city or the proximity of the city to another city with 13 a population of 25,000 or more or to a metropolitan service district.

"(2)(a) [At periodic review pursuant to ORS 197.628 to 197.651 or at any 14 other legislative review of the comprehensive plan or regional framework plan 15that concerns the urban growth boundary and requires the application of a 16 statewide planning goal relating to buildable lands for residential use,] A lo-17 cal government shall demonstrate that its comprehensive plan or regional 18 framework plan provides sufficient buildable lands within the urban growth 19 boundary established pursuant to statewide planning goals to accommodate 20estimated housing needs for 20 years: 21

²² "(A) At periodic review under ORS 197.628 to 197.651;

23 **"(B) As scheduled by the commission:**

"(i) At least once each eight years for local governments that are
 not within a metropolitan service district; or

"(ii) At least once each six years for a metropolitan service district;
 or

"(C) At any other legislative review of the comprehensive plan or regional framework plan that concerns the urban growth boundary and requires the application of a statewide planning goal relating to

1 buildable lands for residential use.

"(b) The 20-year period shall commence on the date initially scheduled for
completion of the [*periodic or legislative*] review under paragraph (a) of
this subsection.

5 "(3) In performing the duties under subsection (2) of this section, a local 6 government shall:

"(a) Inventory the supply of buildable lands within the urban growth
boundary and determine the housing capacity of the buildable lands; and

9 "(b) Conduct an analysis of housing need by type and density range, in 10 accordance with ORS 197.303 and statewide planning goals and rules relating 11 to housing, to determine the number of units and amount of land needed for 12 each needed housing type for the next 20 years.

"(4)(a) For the purpose of the inventory described in subsection (3)(a) of
 this section, 'buildable lands' includes:

¹⁵ "(A) Vacant lands planned or zoned for residential use;

16 "(B) Partially vacant lands planned or zoned for residential use;

"(C) Lands that may be used for a mix of residential and employment uses
under the existing planning or zoning; and

¹⁹ "(D) Lands that may be used for residential infill or redevelopment.

20 "(b) For the purpose of the inventory and determination of housing ca-21 pacity described in subsection (3)(a) of this section, the local government 22 must demonstrate consideration of:

"(A) The extent that residential development is prohibited or restricted
by local regulation and ordinance, state law and rule or federal statute and
regulation;

"(B) A written long term contract or easement for radio, telecommuni cations or electrical facilities, if the written contract or easement is provided
 to the local government; and

"(C) The presence of a single family dwelling or other structure on a lot
 or parcel.

"(c) Except for land that may be used for residential infill or redevelopment, a local government shall create a map or document that may be used to verify and identify specific lots or parcels that have been determined to be buildable lands.

5 "(5)(a) Except as provided in paragraphs (b) and (c) of this subsection, the 6 determination of housing capacity and need pursuant to subsection (3) of this 7 section must be based on data relating to land within the urban growth 8 boundary that has been collected since the last [*periodic*] review [*or*] **under** 9 **subsection (2)(a)(B) of this section** [*five years, whichever is greater*]. The 10 data shall include:

11 "(A) The number, density and average mix of housing types of urban res-12 idential development that have actually occurred;

"(B) Trends in density and average mix of housing types of urban resi dential development;

¹⁵ "(C) Demographic and population trends;

16 "(D) Economic trends and cycles; and

"(E) The number, density and average mix of housing types that have 17 occurred on the buildable lands described in subsection (4)(a) of this section. 18 "(b) A local government shall make the determination described in para-19 graph (a) of this subsection using a shorter time period than the time period 20described in paragraph (a) of this subsection if the local government finds 21that the shorter time period will provide more accurate and reliable data 22related to housing capacity and need. The shorter time period may not be 23less than three years. 24

²⁵ "(c) A local government shall use data from a wider geographic area or ²⁶ use a time period for economic cycles and trends longer than the time period ²⁷ described in paragraph (a) of this subsection if the analysis of a wider ge-²⁸ ographic area or the use of a longer time period will provide more accurate, ²⁹ complete and reliable data relating to trends affecting housing need than an ³⁰ analysis performed pursuant to paragraph (a) of this subsection. The local

HB 2003-4 3/27/19 Proposed Amendments to HB 2003 government must clearly describe the geographic area, time frame and source
 of data used in a determination performed under this paragraph.

"(6) If the housing need determined pursuant to subsection (3)(b) of this section is greater than the housing capacity determined pursuant to subsection (3)(a) of this section, the local government shall take one or more of the following actions to accommodate the additional housing need:

(a) Amend its urban growth boundary to include sufficient buildable 7 lands to accommodate housing needs for the next 20 years. As part of this 8 process, the local government shall consider the effects of measures taken 9 pursuant to paragraph (b) of this subsection. The amendment shall include 10 sufficient land reasonably necessary to accommodate the siting of new public 11 school facilities. The need and inclusion of lands for new public school fa-12cilities shall be a coordinated process between the affected public school 13 districts and the local government that has the authority to approve the ur-14 ban growth boundary; 15

"(b) Amend its comprehensive plan, regional framework plan, functional 16 plan or land use regulations to include new measures that demonstrably in-17 crease the likelihood that residential development will occur at densities 18 sufficient to accommodate housing needs for the next 20 years without ex-19 pansion of the urban growth boundary. A local government or metropolitan 20service district that takes this action shall monitor and record the level of 21development activity and development density by housing type following the 22date of the adoption of the new measures; or 23

"(c) Adopt a combination of the actions described in paragraphs (a) and(b) of this subsection.

"(7) Using the analysis conducted under subsection (3)(b) of this section, the local government shall determine the overall average density and overall mix of housing types at which residential development of needed housing types must occur in order to meet housing needs over the next 20 years. If that density is greater than the actual density of development determined

HB 2003-4 3/27/19 Proposed Amendments to HB 2003 under subsection (5)(a)(A) of this section, or if that mix is different from the actual mix of housing types determined under subsection (5)(a)(A) of this section, the local government, as part of its periodic review, shall adopt measures that demonstrably increase the likelihood that residential development will occur at the housing types and density and at the mix of housing types required to meet housing needs over the next 20 years.

"(8)(a) A local government outside a metropolitan service district that
takes any actions under subsection (6) or (7) of this section shall demonstrate
that the comprehensive plan and land use regulations comply with goals and
rules adopted by the commission and implement ORS 197.295 to 197.314.

(b) The local government shall determine the density and mix of housing 11 types anticipated as a result of actions taken under subsections (6) and (7) 12of this section and monitor and record the actual density and mix of housing 13 types achieved. The local government shall compare actual and anticipated 14 density and mix. The local government shall submit its comparison to the 15 commission at the next [periodic review or at the next legislative] review of 16 its urban growth boundary[, whichever comes first] under subsection (2)(a) 17 of this section. 18

"(9) In establishing that actions and measures adopted under subsections 19 (6) and (7) of this section demonstrably increase the likelihood of higher 20density residential development, the local government shall at a minimum 21ensure that land zoned for needed housing is in locations appropriate for the 22housing types identified under subsection (3) of this section and is zoned at 23density ranges that are likely to be achieved by the housing market using 24the analysis in subsection (3) of this section. Actions or measures, or both, 25may include but are not limited to: 26

- 27 "(a) Increases in the permitted density on existing residential land;
- 28 "[(b) Financial incentives for higher density housing;]

29 "[(c) Provisions permitting additional density beyond that generally allowed 30 in the zoning district in exchange for amenities and features provided by the

1 *developer;*]

2 "[(d) Removal or easing of approval standards or procedures;]

3 "[(e)] (b) Minimum density ranges;

4 "[(f)] (c) Redevelopment and infill strategies;

5 "[(g)] (d) Authorization of housing types not previously allowed by the 6 plan or regulations;

7 "[(h)] (e) Adoption of an average residential density standard; and

8 "[(i)] (f) Rezoning or redesignation of nonresidential land.

9 "(10)(a) The provisions of this subsection apply to local government com-10 prehensive plans for lands within the urban growth boundary of a city that 11 is located outside of a metropolitan service district and has a population of 12 less than 25,000.

"(b) [At periodic review pursuant to ORS 197.628 to 197.651 or at any other
legislative review of the comprehensive plan that requires the application of a
statewide planning goal relating to buildable lands for residential use,] As
required under paragraph (c) of this subsection, a city shall, according
to rules of the commission:

"(A) Determine the estimated housing needs within the jurisdiction for
the next 20 years;

"(B) Inventory the supply of buildable lands available within the urban
 growth boundary to accommodate the estimated housing needs determined
 under this subsection; and

"(C) Adopt measures necessary to accommodate the estimated housing
 needs determined under this subsection.

"(c) The actions required under paragraph (b) of this subsection
 shall be undertaken:

²⁷ "(A) At periodic review pursuant to ORS 197.628 to 197.651;

"(B) On a schedule established by the commission for cities with a
 population greater than 10,000, not to exceed once each eight years;
 or

1 "(C) At any other legislative review of the comprehensive plan that 2 requires the application of a statewide planning goal relating to 3 buildable lands for residential use.

"[(c)] (d) For the purpose of the inventory described in this subsection,
buildable lands' includes those lands described in subsection (4)(a) of this
section.

"SECTION 7. On or before December 31, 2019, the Land Conservation and Development Commission shall adopt a schedule by which
metropolitan service districts and local governments described in ORS
197.296 (2)(a)(B) and (10)(c)(B) shall demonstrate sufficient buildable
lands.

¹² "SECTION 8. ORS 197.299 is amended to read:

"197.299. (1) A metropolitan service district organized under ORS chapter
 268 shall complete the inventory, determination and analysis required under
 ORS 197.296 (3) not later than six years after completion of the previous in ventory, determination and analysis.

"(2)(a) The metropolitan service district shall take such action as necessary under ORS 197.296 (6)(a) to accommodate one-half of a 20-year buildable land supply determined under ORS 197.296 (3) within one year of completing the analysis.

"(b) The metropolitan service district shall take all final action under ORS 197.296 (6)(a) necessary to accommodate a 20-year buildable land supply determined under ORS 197.296 (3) within two years of completing the analysis.

"(c) The metropolitan service district shall take action under ORS 197.296
(6)(b), within one year after the analysis required under ORS 197.296 (3)(b)
is completed, to provide sufficient buildable land within the urban growth
boundary to accommodate the estimated housing needs for 20 years from the
time the actions are completed.

30 "(d) The metropolitan service district shall consider and adopt new

measures that the governing body deems appropriate under ORS 197.296 (6)(b)
and shall allocate any housing capacity that is not accommodated
under this section to be accommodated by the application of ORS
197.296 (6)(b) by cities within the metropolitan service district with a
population greater than 10,000.

"(e) Cities to which housing capacity is allocated under paragraph
(d) of this subsection shall take steps described in ORS 197.296 (6)(b)
to demonstrate sufficient residential development as required by ORS
197.296 (6)(b) within two years after the date of allocation.

"(3) The Land Conservation and Development Commission may grant an extension to the time limits of subsection (2) of this section if the Director of the Department of Land Conservation and Development determines that the metropolitan service district has provided good cause for failing to meet the time limits.

"(4)(a) The metropolitan service district shall establish a process to expand the urban growth boundary to accommodate a need for land for a public school that cannot reasonably be accommodated within the existing urban growth boundary. The metropolitan service district shall design the process to:

"(A) Accommodate a need that must be accommodated between periodic
 analyses of urban growth boundary capacity required by subsection (1) of
 this section; and

"(B) Provide for a final decision on a proposal to expand the urban
growth boundary within four months after submission of a complete application by a large school district as defined in ORS 195.110.

"(b) At the request of a large school district, the metropolitan service district shall assist the large school district to identify school sites required by the school facility planning process described in ORS 195.110. A need for a public school is a specific type of identified land need under ORS 197.298 (3). "(5) Three years after completing its most recent demonstration of sufficient buildable lands under ORS 197.296, a metropolitan service district may, on a single occasion, revise the determination and analysis required as part of the demonstration for the purpose of considering an amendment to the metropolitan service district's urban growth boundary, provided:

6 "(a) The metropolitan service district has entered into an intergovern-7 mental agreement and has designated rural reserves and urban reserves un-8 der ORS 195.141 and 195.145 with each county located within the district;

9 "(b) The commission has acknowledged the rural reserve and urban re-10 serve designations described in paragraph (a) of this subsection;

"(c) One or more cities within the metropolitan service district have proposed a development that would require expansion of the urban growth boundary;

"(d) The city or cities proposing the development have provided evidence to the metropolitan service district that the proposed development would provide additional needed housing to the needed housing included in the most recent determination and analysis;

"(e) The location chosen for the proposed development is adjacent to thecity proposing the development; and

20 "(f) The location chosen for the proposed development is located within 21 an area designated and acknowledged as an urban reserve.

²² "(6)(a) If a metropolitan service district, after revising its most recent ²³ determination and analysis pursuant to subsection (5) of this section, con-²⁴ cludes that an expansion of its urban growth boundary is warranted, the ²⁵ metropolitan service district may take action to expand its urban growth ²⁶ boundary in one or more locations to accommodate the proposed develop-²⁷ ment, provided the urban growth boundary expansion does not exceed a total ²⁸ of 1,000 acres.

29 "(b) A metropolitan service district that expands its urban growth 30 boundary under this subsection: "(A) Must adopt the urban growth boundary expansion not more than
four years after completing its most recent demonstration of sufficient
buildable lands under ORS 197.296; and

"(B) Is exempt from the boundary location requirements described in the
statewide land use planning goals relating to urbanization.

6

"<u>SECTION 9.</u> ORS 197.303 is amended to read:

"197.303. (1) As used in ORS [197.307] 197.295 to 197.314, 'needed 7 housing' means all housing on land zoned for residential use or mixed resi-8 dential and commercial use that is determined to meet the need shown for 9 housing within an urban growth boundary at price ranges and rent levels 10 that are affordable to households within the county with a variety of in-11 comes, including but not limited to households with low incomes, very low 12incomes and extremely low incomes, as those terms are defined by the United 13 States Department of Housing and Urban Development under 42 U.S.C. 14 1437a. 'Needed housing' includes the following housing types: 15

"(a) Attached and detached single-family housing and multiple family
 housing for both owner and renter occupancy;

18 "(b) Government assisted housing;

"(c) Mobile home or manufactured dwelling parks as provided in ORS
197.475 to 197.490;

"(d) Manufactured homes on individual lots planned and zoned for single-family residential use that are in addition to lots within designated manufactured dwelling subdivisions; and

²⁴ "(e) Housing for farmworkers.

²⁵ "(2) Subsection (1)(a) and (d) of this section does not apply to:

²⁶ "(a) A city with a population of less than 2,500.

²⁷ "(b) A county with a population of less than 15,000.

"(3) A local government may take an exception under ORS 197.732 to the definition of 'needed housing' in subsection (1) of this section in the same manner that an exception may be taken under the goals. 1 **"SECTION 10.** ORS 197.319 is amended to read:

"197.319. (1) Before a person may request adoption of an enforcement order under ORS 197.320, the person shall:

"(a) Present the reasons, in writing, for such an order to the affected local
government; and

6 "(b) Request:

"(A) Revisions to the local comprehensive plan, land use regulations,
special district cooperative or urban service agreement or decision-making
process which is the basis for the order; or

"(B) That an action be taken regarding the local comprehensive plan, land
 use regulations, special district agreement, housing production strategy
 or decision-making process that is the basis for the order.

"(2)(a) The local government or special district shall issue a written response to the request within 60 days of the date the request is mailed to the local government or special district.

(b) The requestor and the local government or special district may enter into mediation to resolve issues in the request. The Department of Land Conservation and Development shall provide mediation services when jointly requested by the local government or special district and the requestor.

"(c) If the local government or special district does not act in a manner which the requestor believes is adequate to address the issues raised in the request within the time period provided in paragraph (a) of this subsection, a petition may be presented to the Land Conservation and Development Commission under ORS 197.324.

"(3) A metropolitan service district may request an enforcement order
under ORS 197.320 (12) without first complying with subsections (1) and (2)
of this section.

²⁸ "SECTION 11. ORS 197.320 is amended to read:

"197.320. The Land Conservation and Development Commission shall issue
 an order requiring a local government, state agency or special district to

take action necessary to bring its comprehensive plan, land use regulation, limited land use decisions or other land use decisions or actions into compliance with the goals, acknowledged comprehensive plan provisions, [or] land use regulations or housing production strategy if the commission has good cause to believe:

6 "(1) A comprehensive plan or land use regulation adopted by a local 7 government not on a compliance schedule is not in compliance with the goals 8 by the date set in ORS 197.245 or 197.250 for such compliance;

9 "(2) A plan, program, rule or regulation affecting land use adopted by a 10 state agency or special district is not in compliance with the goals by the 11 date set in ORS 197.245 or 197.250 for such compliance;

"(3) A local government is not making satisfactory progress toward per formance of its compliance schedule;

"(4) A state agency is not making satisfactory progress in carrying out
 its coordination agreement or the requirements of ORS 197.180;

"(5) A local government has no comprehensive plan or land use regulation
 and is not on a compliance schedule directed to developing the plan or reg ulation;

"(6) A local government has engaged in a pattern or practice of decision making that violates an acknowledged comprehensive plan or land use regulation. In making its determination under this subsection, the commission shall determine whether there is evidence in the record to support the decisions made. The commission shall not judge the issue solely upon adequacy of the findings in support of the decisions;

25 "(7) A local government has failed to comply with a commission order 26 entered under ORS 197.644;

"(8) A special district has engaged in a pattern or practice of decisionmaking that violates an acknowledged comprehensive plan or cooperative
agreement adopted pursuant to ORS 197.020;

30 "(9) A special district is not making satisfactory progress toward per-

1 formance of its obligations under ORS chapters 195 and 197;

"(10) A local government's approval standards, special conditions on approval of specific development proposals or procedures for approval do not
comply with ORS 197.307 (4) or (6);

5 "(11) A local government is not making satisfactory progress toward 6 meeting its obligations under ORS 195.065; [or]

"(12) A local government within the jurisdiction of a metropolitan service district has failed to make changes to the comprehensive plan or land use regulations to comply with the regional framework plan of the district or has engaged in a pattern or practice of decision-making that violates a requirement of the regional framework plan[.]; or

"(13) A city is not making satisfactory progress in taking actions
 listed in its housing production strategy under section 3 of this 2019
 Act.".

¹⁵ On page 9, delete lines 12 through 45.

16 On page 10, delete lines 1 through 4 and insert:

"<u>NOTE:</u> Sections 14 through 17 were deleted by amendment. Subsequent
 sections were not renumbered.".

On page 21, delete lines 11 through 45 and delete pages 22 through 30 and insert:

"SECTION 23. In addition to and not in lieu of any other appropri-21ation, there is appropriated to the Land Conservation and Develop-22ment Commission, for the biennium beginning July 1, 2019, out of the 23General Fund, the amount of \$_____, to make rules or take any other 24actions necessary to implement sections 1a, 3 to 5 and 13 of this 2019 25Act and the amendments to ORS 197.296, 197.299, 197.303, 197.319, 26197.320, 197.830, 215.416, 215.441, 227.175 and 227.500 by sections 6, 8 to 2711 and 18 to 22 of this 2019 Act. 28

²⁹ "<u>SECTION 24.</u> In addition to and not in lieu of any other appropri-³⁰ ation, there is appropriated to the Department of Land Conservation and Development, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$1,500,000, to provide technical assistance to local governments to implement sections 3 to 5 and 13 of this 2019 Act and the amendments to ORS 197.296, 197.299, 197.303, 197.319, 197.320, 197.830, 215.416, 215.441, 227.175 and 227.500 by sections 6, 8 to 11 and 18 to 22 of this 2019 Act.

"SECTION 25. (1) Sections 3 to 5 and 13 of this 2019 Act and the
amendments to ORS 197.296, 197.299, 197.303, 197.319, 197.320, 197.830,
215.416, 215.441, 227.175 and 227.500 by sections 6, 8 to 11 and 18 to 22
of this 2019 Act become operative on January 1, 2020.

"(2) The Oregon Department of Administrative Services, the Land 11 Conservation and Development Commission, the Department of Land 12Conservation and Development and the Housing and Community Ser-13 vices Department may take any action before the operative date 14 specified in subsection (1) of this section that is necessary for the de-15partments and the commission to exercise, on or after the operative 16 date specified in subsection (1) of this section, all of the duties, func-17 tions and powers conferred on the departments and the commission 18 by sections 3 to 5 and 13 of this 2019 Act and the amendments to ORS 19 197.296, 197.299, 197.303, 197.319, 197.320, 197.830, 215.416, 215.441, 227.175 20and 227.500 by sections 6, 8 to 11 and 18 to 22 this 2019 Act. 21

"<u>SECTION 26.</u> This 2019 Act being necessary for the immediate
preservation of the public peace, health and safety, an emergency is
declared to exist, and this 2019 Act takes effect on its passage.".

25