

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 3368 - 2

81st Oregon Legislative Assembly – 2021 Regular Session
Legislative Fiscal Office*Only Impacts on Original or Engrossed
Versions are Considered Official*Prepared by: Kim To
Reviewed by: Michelle Deister
Date: April 8, 2021**Measure Description:**

Establishes shared-equity homeownership pilot program within Housing and Community Services Department.

Government Unit(s) Affected:

Housing and Community Services Department (HCSD)

Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See analysis.

Summary of Expenditure Impact:

	2021-23 Biennium	2023-25 Biennium
Total General Fund	\$10,000,000	
Other Funds		
Personal Services	193,085	210,639
Services and Supplies	20,788	15,320
Special Payments	5,000,000	4,560,168
Total Other Funds	\$5,213,873	\$4,786,127
Positions	1	1
FTE	0.92	1.00

Analysis:

HB 3368 with the -2 amendment appropriates \$10,000,000 General Fund to the Housing and Community Services Department (HCSD) to provide and administer grants for shared-equity homeownership pilot projects to develop affordable tiny homes with innovative ownership structures. The measure specifies the types of grants HCSD must make available. The measure requires HCSD to report to an interim committee of the Legislative Assembly on the lessons learned from the pilot projects by September 15, 2002 and again on September 15, 2024. The pilot program sunsets on January 2, 2025. The measure takes effect on passage.

HCSD estimates the administrative and operational costs for the shared equity homeownership pilot projects to be \$213,873 for the 2021-23 biennium and \$225,959 for the 2023-25 biennium. This estimate reflects the personal services and related services and supplies costs for one Program Analyst 3 position to establish and manage this program, including overseeing grant awards and payment requests, receiving reports from grantees, analyzing the successes and challenges of the shared-equity models, and preparing the reports to the Legislative Assembly. Due to the measure's designation of shared equity homeownership projects as a pilot program, the position is limited duration. HCSD will use existing staff and for duties such as procurement and accounting functions. HCSD anticipates distributing \$5,000,000 in the 2021-23 biennium and the remainder in the 2023-25 biennium.

This measure warrants a subsequent referral to the Joint Committee on Ways and Means for consideration of General Fund impact and position authority.