

**FISCAL IMPACT OF PROPOSED LEGISLATION**

81st Oregon Legislative Assembly – 2021 Regular Session  
Legislative Fiscal Office

**Measure: HB 3072 - 2**

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

---

Prepared by: Haylee Morse-Miller  
Reviewed by: Kim To, Laurie Byerly  
Date: April 12, 2021

---

**Measure Description:**

Requires local government to expand its urban growth boundary to include land designated as urban reserve that supports workforce housing and commercial development supportive of workforce housing if urban services are or can be made available.

**Government Unit(s) Affected:**

Counties, Metro, Cities, Department of Land Conservation and Development (DLCD)

**Summary of Fiscal Impact:**

Costs related to the measure are indeterminate at this time - See explanatory analysis.

**Analysis:**

HB 3072 - 2 would allow a governing body of a city to amend its urban growth boundary (UGB) under certain circumstances, if a city has identified need for additional workforce housing in its comprehensive plan. The approval of the UGB expansion is contingent on a city entering into agreements to ensure that there are necessary urban services supplied to the land, and that the land will only be used for workforce housing or workforce housing and workforce commercial uses.

There is minimal impact for the Department of Land Conservation and Development, and an indeterminate impact for Cities, Counties, and Metro. Cities state that this bill would have a significant impact for any city that chooses to amend their UGB under this measure, but because the language of the bill is permissive and allows Cities to opt in to this process, this bill would not necessarily trigger a fiscal impact. Counties note that there may be some impact depending on where land is located, and that it is not clear how this will impact County planning processes. Metro states that the impact is indeterminate due to uncertainty about how this measure will apply to Metro-specific UGB regulations.