## House Bill 2842

Sponsored by Representatives MARSH, POWER, PHAM (Presession filed.)

## **SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Establishes Healthy Homes Program within the Oregon Health Authority to provide grants to entities to provide financial assistance to low income households and landlords.

Establishes Healthy Homes Repair Fund. Establishes Interagency Task Force on Healthy Homes. Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

- Relating to healthy homes; and prescribing an effective date. 2
- Be It Enacted by the People of the State of Oregon: 3
  - SECTION 1. (1) As used in this section:
  - (a) "Eligible entity" means a local government, local housing authority, nonprofit organization, federally recognized Indian tribe in this state, coordinated care organization as defined in ORS 414.025 or regional or statewide nonprofit housing assistance organization.
  - (b) "Environmental justice community" means a community identified by the Oregon Health Authority under section 3 of this 2021 Act.
  - (c) "Grant program recipient" means an eligible entity that has been awarded a grant from the authority under this section.
  - (d) "Landlord" means a landlord, as defined in ORS 90.100, that meets eligibility criteria for a loan, grant or other financial assistance under the Healthy Homes Program as determined by the authority.
  - (e) "Low income household" means a household having an income equal to or below 80 percent of the area median family income as determined by the authority.
  - (f) "Nonprofit organization" means an organization or group of organizations that is described in section 501(c)(3) of the Internal Revenue Code and is exempt from income tax under section 501(a) of the Internal Revenue Code.
    - (g) "Repair and rehabilitation" includes actions that:
  - (A) Maximize energy efficiency of residences;
  - (B) Extend the usable life of residences; or
- (C) Improve the health and safety of the occupants of residences, including: 23
- 24 (i) Radon abatement;
  - (ii) Lead abatement;
- (iii) Installation of a smoke filtration system or an air purification system or other 26 27 actions to improve indoor air quality; and
  - (iv) Removal of asthma or allergen triggers.
  - (h) "Residence" means a single family residence that is intended for occupation by a single family unit and is occupied by one or more individuals who are members of a low in-

NOTE: Matter in boldfaced type in an amended section is new; matter [italic and bracketed] is existing law to be omitted. New sections are in **boldfaced** type.

1

4

5

6 7

8 9

10

11 12

13

14

15

16

17

18

19 20

21 22

25

28

29

come household as the individual's principal residence, including a site-built home, manufactured home, residential trailer, mobile home or condominium unit.

- (i) "Smoke filtration system" means a residential air filtration system that meets minimum efficiency standards, as determined by the authority, for the removal of particulates and other harmful substances generated by wildfires.
- (2) The Healthy Homes Program is established within the Oregon Health Authority. The purpose of the program is to provide grants to eligible entities that provide financial assistance to persons in low income households to repair and rehabilitate their residences and to landlords to repair and rehabilitate dwelling units.
- (3) To be eligible to receive grants from the Healthy Homes Program, an eligible entity must establish that it:
- (a) Serves or represents communities with high concentrations of low income households or environmental justice communities;
  - (b) Has the capacity to administer grant funds received under this section; and
- (c) Is able to comply with the requirements of all state and federal laws, rules and regulations.
- (4)(a) The authority shall establish by rule processes for eligible entities to apply to receive grants from the Healthy Homes Program. The process may include a request for proposals.
- (b) The authority may establish by rule the extent of the repair and rehabilitation activities that may be funded by eligible entities under the program.
- (5) Upon being awarded a grant under this section, the grant program recipient shall enter into an agreement with the authority that contains provisions that:
  - (a) Indicate the purposes for which the grant funds may be used;
- (b) Prohibit the grant program recipient from using more than 15 percent of grant funds for administrative expenses and program delivery costs;
  - (c) Include the repayment provisions set forth in subsection (6) of this section;
- (d) Permit the authority to conduct audits and investigations of the grant program recipient regarding the purposes for which grant funds have been used; and
- (e) Require the grant program recipient to provide reports as set forth in subsection (7) of this section.
- (6) A grant program recipient must repay to the authority, in whole or in part, grant funds received under this section to the extent that:
- (a) The grant program recipient does not use the grant funds in accordance with the provisions of the grant agreement executed between the authority and the grant program recipient under subsection (5) of this section; or
- (b) The Director of the Oregon Health Authority determines that the grant program recipient must repay all or part of the grant funds on grounds of misappropriation, fraud or similar reasons after auditing or investigating the grant program recipient's operations and conducting a contested case hearing under ORS 183.413 to 183.470.
- (7) A grant program recipient shall report to the authority by June 30 of each year concerning the status and use of grant funds received under this section. The report required under this section may not disclose the personal information of the recipients of loans, grants or other financial assistance under the Healthy Homes Program. The report must include:

- (a) A detailed description of the grant program recipient's use of grant funds;
- (b) A list of each loan, grant or other financial assistance that the grant program recipient has provided and, where applicable, a full accounting of the repayment status of the loans;
- (c) The number of low income households that the grant program recipient has provided financial assistance to for the repair and rehabilitation of their residences;
- (d) The number of landlords that the grant program recipient has provided financial assistance to for the repair and rehabilitation of dwelling units.
- (e) The nature and amounts of the administrative expenses and program delivery costs the grant program recipient has incurred in providing the financial assistance under the program;
- (f) Aggregated data concerning the income, racial or ethnic background, family size and related demographic information of low income households who received financial assistance for repair and rehabilitation of residences under the program from the grant program recipient;
- (g) Estimates for energy or health cost savings achieved by the funded repair and rehabilitation actions; and
  - (h) Any other information required by the authority.
- (8) The authority may not pay amounts for grants under this section from any source other than available funds in the Healthy Homes Repair Fund established in section 2 of this 2021 Act.
- (9) Under the Healthy Homes Program, the authority may develop, or contract with public institutions of higher education or nonprofit organizations to assist in developing:
  - (a) Methods for evaluating health hazards in housing;
  - (b) Methods for preventing and reducing health hazards in housing;
- (c) Measures of evaluating housing-related health impacts and the long-term costeffectiveness of methods used under paragraph (b) of this subsection;
- (d) Performance measures for the work being performed through the financial assistance provided under the program; and
- (e) Recommendations for promoting the incorporation of healthy housing into ongoing practices and systems, including housing codes.
- <u>SECTION 2.</u> (1) There is established in the State Treasury the Healthy Homes Repair Fund, separate and distinct from the General Fund. Interest earned by the Healthy Homes Repair Fund is credited to the fund. The purpose of the fund is to:
- (a) Fund grants to eligible entities under the Healthy Homes Program established under section 1 of this 2021 Act; and
- (b) Pay for the administrative expenses of the Oregon Health Authority in establishing, implementing and administering the Healthy Homes Program under section 1 of this 2021 Act.
  - (2) The fund consists of:

1 2

3

4

5

6

7

8 9

10 11

12

13

14 15

16

17

18

19

20

21 22

23

24

25

26 27

28 29

30

31

32

33 34

35

36 37

38

39 40

41

42

- (a) Money appropriated to the fund by the Legislative Assembly;
  - (b) Grant funds repaid under section 1 (6) of this 2021 Act;
- (c) Moneys transferred to the fund from the federal or state government;
- 44 (d) Application fees received under section 1 of this 2021 Act, if any; and
- 45 (e) Gifts, grants and donations received from any source.

SECTION 3. (1) The Oregon Health Authority, by rule, shall designate as environmental justice communities those communities in Oregon at risk of being disproportionately impacted by climate change, ocean acidification or environmental pollution. In carrying out this section, the authority shall identify environmental justice communities based on a methodology that takes into consideration geographic, socioeconomic, historic disadvantage, public health and environmental hazard criteria. Environmental justice communities may include, but are not limited to:

- (a) Rural communities.
- (b) Coastal communities.
- (c) Tribal communities.

- (d) Areas with above-average concentrations of low income households, historically disadvantaged households, high unemployment, high linguistic isolation, low levels of homeownership, high rent burden, sensitive populations or residents with low levels of educational attainment.
- (e) Areas disproportionately affected by environmental pollution and other hazards that can lead to negative public health effects, exposure or environmental degradation.
- (2) The methodology required by this section must give greater weight to those criteria that the authority determines are the most accurate measurements of vulnerability to the impacts of climate change, ocean acidification and environmental pollution.
- (3) The authority shall review and update the methodology required by this section and the designation of environmental justice communities at least once every five years.
  - SECTION 4. (1) The Interagency Task Force on Healthy Homes is established.
- (2) The task force consists of:
  - (a) The Director of the Oregon Health Authority or the director's designee;
- (b) The Director of the Housing and Community Services Department or the director's
  designee; and
  - (c) The Director of the Department of Environmental Quality or the director's designee.
  - (3) The task force shall:
  - (a) Develop tools to compile and collect comprehensive information on services, programs and other resources related to housing and home-related health in this state.
  - (b) Share data, metrics and strategies for the deployment of programs to improve home-related health.
  - (c) Determine how best to leverage funds across programs and agencies to maximize success and improved outcomes.
  - (d) Identify and consult with stakeholders who deploy programs to improve home-related health, and recipients of these programs, to:
  - (A) Identify barriers to the deployment and success of programs to improve the health and safety of homes;
    - (B) Identify potential solutions to identified barriers;
    - (C) Identify new measures to improve the health and safety of homes; and
  - (D) Determine the extent to which renters are able to take advantage of health and safety upgrades to homes.
  - (4) A majority of the members of the task force constitutes a quorum for the transaction of business.
    - (5) Official action by the task force requires the approval of a majority of the members

1 of the task force.

- (6) The task force shall elect one of its members to serve as chairperson.
- (7) The task force shall meet at times and places specified by the call of the chairperson or of a majority of the members of the task force.
  - (8) The task force may adopt rules necessary for the operation of the task force.
  - (9)(a) The task force shall submit a report in the manner provided in ORS 192.245 to the interim committees of the Legislative Assembly related to housing, the Governor and the Environmental Justice Task Force no later than September 15, 2022.
    - (b) A report submitted under this section must:
  - (A) Include data and metrics associated with program deployment, including demographics, geographic access, and health and housing outcomes;
  - (B) Identify barriers to program deployment and success and solutions to those barriers; and
  - (C) Make recommendations for legislation to reduce barriers or expand program access and benefits.
    - (10) The Oregon Health Authority shall provide staff support to the task force.
  - (11) Members of the task force are not entitled to compensation or reimbursement for expenses and serve as volunteers on the task force.
  - (12) All agencies of state government, as defined in ORS 174.111, are directed to assist the task force in the performance of the duties of the task force and, to the extent permitted by laws relating to confidentiality, to furnish information and advice the members of the task force consider necessary to perform their duties.
    - SECTION 5. Section 4 of this 2021 Act is repealed on January 2, 2023.
  - SECTION 6. This 2021 Act takes effect on the 91st day after the date on which the 2021 regular session of the Eighty-first Legislative Assembly adjourns sine die.