HB 2100-1 (LC 689) 3/1/21 (RLM/ps)

Requested by HOUSE COMMITTEE ON HOUSING (at the request of Nicole Stingh, Housing and Community Services Department)

## PROPOSED AMENDMENTS TO HOUSE BILL 2100

In line 2 of the printed bill, after "housing" insert "; creating new provisions; and amending ORS 456.005, 456.555, 456.561, 458.505 and 458.650".

3 Delete lines 4 through 7 and insert:

4 "SECTION 1. ORS 456.005 is amended to read:

<sup>5</sup> "456.005. As used in ORS chapters 456 and 458:

"(1) 'Culturally responsive organization' means an entity that, as
 determined by the Housing and Community Services Department:

"(a) Comprehensively addresses power relationships throughout the
 organization, by methods that include addressing conflicts and dy namics of inclusion and exclusion;

"(b) Has relationships with and is responsive to communities that
 the organization serves, including communities of color;

"(c) Hires, promotes, trains and supports staff who are culturally
 and linguistically diverse in ways that reflect the communities that
 the organization serves, including communities of color;

16 "(d) Provides culturally responsive service; and

"(e) With respect to paragraphs (a) to (d) of this subsection, has
adopted governance structures, policies and cultural norms to hold its
leadership and staff accountable and to continue improvements.

20 "(2) 'Culturally responsive service' means service that:

<sup>21</sup> "(a) Is adapted to maximize the respect of and relevance to the be-

liefs, practices, culture and linguistic needs of the diverse client pop ulations and communities being served, including clients and
 communities of color.

4 "(b) Has the capacity to respond to the issues of diverse communi5 ties.

6 "(c) Assures competent language access and incorporates diverse 7 cultural approaches, strengths, perspectives, experiences, frames of 8 reference, values, norms and performance styles of clients and com-9 munities to make services and programs more welcoming, accessible, 10 appropriate and effective for all eligible and intended recipients.

"(3) 'Culturally specific organization' means an entity that provides
 services to a cultural community, and may be further defined by rule
 by the department.

[(1)] (4) 'Federal government' includes the United States of America and any agency or instrumentality, corporate or otherwise, of the United States of America.

"[(2)] (5) 'Housing authority' or 'authority' means any public corporation
created under ORS 456.055 to 456.235.

19 "[(3)] (6) 'Housing Authorities Law' means ORS 456.055 to 456.235.

<sup>20</sup> "SECTION 2. ORS 456.555 is amended to read:

"456.555. (1) The Housing and Community Services Department is established.

"(2) The department shall be under the supervision and control of a director who is responsible for the performance of the duties imposed upon the department. The Governor shall appoint the Director of the Housing and Community Services Department. The director shall hold office at the pleasure of the Governor. The person appointed as director shall be a person who, by training and experience, is well qualified to perform the duties of the office.

30 "(3) The director shall receive such salary as may be provided by law, or,

if not so provided, as may be fixed by the Governor. In addition to the salary of the director, the director shall, subject to the limitations otherwise provided by law, be reimbursed for all expenses actually and necessarily incurred by the director in the performance of official duties.

5 "(4) The director may establish department divisions including but not 6 limited to divisions for administration, housing programs and community 7 services programs.

8 "(5) The Oregon Housing Stability Council shall:

9 "(a) With the advice of the director, set policy and approve or disapprove 10 rules and standards for housing programs;

11 "(b) Approve or disapprove loans, grants and other funding award pro-12 posals under ORS 456.561;

"(c) Provide policy direction and oversight to the department regarding
 the department's financial planning and biennial budget proposal prior to its
 submittal to the Oregon Department of Administrative Services; and

<sup>16</sup> "(d) Carry out the provisions of ORS 456.571.

<sup>17</sup> "[(6) The Community Action Partnership of Oregon shall advise The <sup>18</sup> Housing and Community Services Department and the council on community <sup>19</sup> services programs as determined by the director and as set forth in ORS <sup>20</sup> 458.505.]

"(6) The Housing and Community Services Department and the
 council shall consider advice on housing and community service pro grams from:

<sup>24</sup> "(a) Persons with lived experiences, as defined in ORS 458.650;

- 25 **"(b) Tribes;**
- 26 "(c) The Community Action Partnership of Oregon;
- <sup>27</sup> "(d) Continuums of care, as defined in 24 C.F.R. part 578.
- 28 "(e) Local governments;
- 29 "(f) Nonprofit organizations;
- 30 "(g) Homeless services providers;

HB 2100-1 3/1/21 Proposed Amendments to HB 2100

- 1 "(h) Culturally specific organizations;
- 2 "(i) Housing providers;
- 3 "(j) Veterans' services organizations; and
- 4 "(k) Other entities identified by the department by rule.

5 "(7) The director shall report regularly to the council to keep the council 6 informed on progress made by the department in carrying out the 7 department's responsibilities for housing programs.

"(8) The department shall administer federal programs with advice
from the council, which may include approving frameworks for offering funding. Federal funds must, to the extent consistent with federal
law, be allocated statewide in a manner proportionate to a needs-based
formula.

"[(8)] (9) The department may adopt rules to carry out the programs that
 the department is charged with administering, including, but not limited to,
 rules regarding:

16 "(a) Administration and enforcement.

17 "(b) Criteria for the granting of benefits.

<sup>18</sup> "(c) The establishment of fees and charges.

"(d) The identification of housing programs and community services pro-grams.

"(e) The distinguishing of housing programs from community servicesprograms.

"[(9)] (10) Subject to the approval of the council, the department shall establish by rule one or more threshold property purchase prices above which a housing loan proposed by the department requires council review and approval under ORS 456.561. In establishing or modifying a threshold property purchase price under this subsection, the department shall consider any maximum acquisition cost set forth in the Internal Revenue Code or federal rules and regulations implementing the code.

30 "[(10)] (11) Subject to the approval of the council, the department shall

establish by rule one or more threshold amounts above which a housing
grant or other housing funding award proposal requires council review and
approval under ORS 456.561.

## 4 **"SECTION 3.** ORS 458.505 is amended to read:

"458.505. (1) The community action agency network, established initially
under the federal Economic Opportunity Act of 1964, [*shall be*] is the delivery system for three federal antipoverty programs in Oregon[, *including*]:

8 "(a) The Community Services Block Grant[,];

9 "(b) Low Income Home Energy Assistance Program[, State]; and

"(c) The United States Department of Energy Weatherization Assist ance Program [and such others as may become available].

"(2) Funds for such programs shall be distributed to the community action
 agencies by the Housing and Community Services Department with the ad vice of the Community Action Partnership of Oregon.

"(3) In areas not served by a community action agency, funds other than federal community services funds may be distributed to and administered by organizations that are found by the Housing and Community Services Department to serve the antipoverty purpose of the community action agency network.

"(4) In addition to complying with all applicable requirements of federal
 law, a community action agency shall:

"(a) Be an office, division or agency of the designating political subdivision or a not for profit organization in compliance with ORS chapter 65.

"(b) Have a community action board of at least nine but no more than
33 members, constituted so that:

"(A) One-third of the members of the board are elected public officials currently serving or their designees. If the number of elected officials reasonably available and willing to serve is less than one-third of the membership, membership of appointed public officials may be counted as meeting the one-third requirement; "(B) At least one-third of the members are persons chosen through democratic selection procedures adequate to assure that they are representatives of the poor in the area served; and

"(C) The remainder of the members are officials or members of business,
industry, labor, religious, welfare, education or other major groups and interests in the community.

"(c) If the agency is a private not for profit organization, be governed by
the Community Action Board. The board shall have all duties, responsibilities and powers normally associated with such boards, including, but not
limited to:

"(A) Selection, appointment and dismissal of the executive director of theagency;

"(B) Approval of all contracts, grant applications and budgets and opera tional policies of the agency;

<sup>15</sup> "(C) Evaluation of programs; and

16 "(D) Securing an annual audit of the agency.

"(d) If the organization is an office, division or agency of a political subdivision, be administered by the board that shall provide for the operation of the agency and be directly responsible to the governing board of the political subdivision. The administering board at a minimum, shall:

<sup>21</sup> "(A) Review and approve program policy;

"(B) Be involved in and consulted on the hiring and firing of the agency
 director;

<sup>24</sup> "(C) Monitor and evaluate program effectiveness;

"(D) Ensure the effectiveness of community involvement in the planning
 process; and

<sup>27</sup> "(E) Assume all duties delegated to it by the governing board.

"(e) Have a clearly defined, specified service area. Community action
service areas may not overlap.

30 "(f) Have an accounting system that meets generally accepted accounting

HB 2100-1 3/1/21 Proposed Amendments to HB 2100 1 principles and be so certified by an independent certified accountant.

"(g) Provide assurances against the use of government funds for political
activity by the community action agency.

"(h) Provide assurances that no person shall, on the grounds of race, color, sex, sexual orientation or national origin be excluded from participation in, be denied the benefits of or be subjected to discrimination under any program or activity funded in whole or in part with funds made available through the community action program.

9 "(i) Provide assurances the community action agency shall comply with 10 any prohibition against discrimination on the basis of age under the Age 11 Discrimination Act of 1975 or with respect to an otherwise qualified indi-12 vidual with disabilities as provided in section 504 of the Rehabilitation Act 13 of 1973.

"(5) For the purposes of this section, the Oregon Human Development
 Corporation is eligible to receive federal community service funds and low income energy assistance funds.

17 "(6) The Housing and Community Services Department shall:

"(a) Administer federal [and state] antipoverty programs listed in subsection (1) of this section.

20 "[(b) Apply for all available antipoverty funds on behalf of eligible entities 21 as defined in this section.]

<sup>22</sup> "[(c)] (b) In conjunction with the [Community Action Partnership of <sup>23</sup> Oregon] Oregon Housing Stability Council and service providers, develop <sup>24</sup> a collaborative role in advocating for, and addressing the needs of, all low <sup>25</sup> income Oregonians.

<sup>26</sup> "[(d) Biennially produce and make available to the public a status report <sup>27</sup> on efforts by it and state agencies to reduce the incidence of poverty in Oregon. <sup>28</sup> This report shall contain figures regarding the numbers and types of persons <sup>29</sup> living in poverty in Oregon. The report shall also describe the status of efforts <sup>30</sup> by the department and the Department of Human Services to implement the

HB 2100-1 3/1/21 Proposed Amendments to HB 2100 1 state policy regarding homelessness described in ORS 458.528.]

"[(e) On a regular basis provide information to the Community Action
Partnership of Oregon on the activities and expenditures of the Housing and
Community Services Department.]

5 "[(f)] (c) As resources are available, provide resources for technical as-6 sistance, training and program assistance to service providers and other 7 eligible entities.

8 "[(g) As resources are available, provide resources pursuant to ORS 409.750 9 for the training and technical assistance needs of the Community Action 10 Partnership of Oregon.]

"[(h)] (d) [Conduct a planning process to meet the needs of low income people in Oregon. That process shall] Fully integrate the Oregon Human Development Corporation into the antipoverty delivery system[. The planning process shall include development of a plan for], which must include a minimum level of services and funding for low income migrant and seasonal [farmworkers] agricultural workers from the antipoverty programs administered by the agency.

"[(i)] (e) Limit its administrative budget in an effort to maximize the
 availability of antipoverty federal and state funds for expenditures by local
 [eligible entities] service providers.

<sup>21</sup> "<u>SECTION 4.</u> ORS 458.650 is amended to read:

<sup>22</sup> "458.650. [(1) The Emergency Housing Account shall be administered by <sup>23</sup> The Housing and Community Services Department to assist homeless persons <sup>24</sup> and those persons who are at risk of becoming homeless. An amount equal to <sup>25</sup> 25 percent of moneys deposited in the account pursuant to ORS 294.187 is <sup>26</sup> dedicated for expenditure for assistance to veterans who are homeless or at risk <sup>27</sup> of becoming homeless. For purposes of this section, 'account' means the Emer-<sup>28</sup> gency Housing Account.]

29 "[(2) The Oregon Housing Stability Council, with the advice of the Com-30 munity Action Partnership of Oregon, shall develop policy for awarding grants 1 to organizations that shall use the funds:]

"(1) The Housing and Community Services Department shall ad- $\mathbf{2}$ minister the Emergency Housing Account to assist homeless individ-3 uals and individuals who are at risk of becoming homeless, through 4 means including the emergency housing assistance program and the  $\mathbf{5}$ state homeless assistance program. Notwithstanding subsection (3)(a) 6 of this section, the state homeless assistance program shall serve all 7 individuals experiencing homelessness, especially unsheltered 8 homelessness, without respect to income. 9

"(2) The Oregon Housing Stability Council shall develop a policy for
 awarding grants to organizations to use the program funds with the
 advice of:

- 13 "(a) Persons with lived experiences;
- 14 **"(b) Tribes;**
- 15 "(c) The Community Action Partnership of Oregon;
- <sup>16</sup> "(d) Continuums of care, as defined in 24 C.F.R. part 578.
- 17 "(e) Local governments;
- 18 "(f) Nonprofit organizations;
- 19 "(g) Homeless services providers;
- 20 "(h) Culturally specific organizations;
- 21 "(i) Housing providers;
- 22 "(j) Veterans' services organizations; and
- 23 "(k) Other entities identified by the department by rule.
- "(3) The policy under subsection (2) of this section shall direct that
   program funds shall be used:
- "(a) To provide to low and very low income [*persons*] individuals, including but not limited to[, *persons*] individuals more than 65 years of age,
  persons with disabilities, [*farmworkers*] agricultural workers and Native
  Americans:
- 30 "(A) Emergency shelters and attendant services;

"(B) Transitional housing services designed to assist [*persons*] individuals
to make the transition from homelessness to permanent housing and economic independence;

"(C) Supportive housing services to enable [*persons*] individuals to continue living in their own homes or to provide in-home services for such
[*persons*] individuals for whom suitable programs do not exist in their geographic area;

8 "(D) Programs that provide emergency payment of home payments, rents
9 or utilities; or

"(E) Some or all of the needs described in subparagraphs (A) to (D) of thisparagraph.

12 "(b) To align with federal strategies and resources that are available to 13 prevent and end homelessness, including the requirement of providing 14 culturally responsive services and using best practices in ending 15 homelessness, including best practices unique to rural communities.

"[(3)(a)] (4)(a) The council shall require as a condition of awarding a grant that the organization demonstrate to the satisfaction of the council that the organization:

19 "(A) Has the capacity to deliver any service proposed by the 20 organization[.];

"(B) Is a culturally responsive organization or is engaged in a pro cess to become a culturally responsive organization;

23 "(C) Engages with culturally specific organizations; and

<sup>24</sup> "(D) Supports local homelessness system planning efforts.

25 "(b) Any funds granted under this section shall not be used to replace 26 existing funds. Funds granted under this section may be used to supplement 27 existing funds. An organization may use funds to support existing programs 28 or to establish new programs.

29 "(c) The council, by policy, shall [give preference in granting funds to 30 those organizations that receive grants from the Housing Development Grant Program established under ORS 458.625] review a framework for offering
 funding for program moneys in this section, which shall include
 funding for grantees of the account in 2019 that meet stated
 outcomes.

5 "[(4)] (5) The department may expend funds from the account for admin-6 istration of the account as provided for in the legislatively approved budget, 7 as that term is defined in ORS 291.002, for the department in support of 8 directing a statewide policy on homelessness that ensures use of best 9 practices, service equity in funding and local planning processes.

10 "(6) Program funds must be allocated statewide to community 11 action agency service regions in a manner proportionate to local 12 needs. If more than one entity in a region receives resources, the de-13 partment shall identify a lead grantee to coordinate regional re-14 sources.

"(7) The department shall utilize outcome-oriented contracting
 processes and best practices for account program funds, including best
 practices for serving rural communities.

18 "(8)(a) Twenty-five percent of moneys deposited in the account 19 pursuant to ORS 294.187 are dedicated to the emergency housing as-20 sistance program for assistance to veterans who are homeless or at 21 risk of becoming homeless.

"(b) Twenty percent of the amount equal to the amount appropri-22ated to the account by the Legislative Assembly for the biennium be-23ginning July 1, 2021, plus 100 percent of any additional amount 24appropriated to the account above the amount that was appropriated 25during the biennium beginning July 1, 2021, may be used for local ini-26tiatives, pilots or programs to address homelessness in a specific, tar-27geted manner as determined by the council. Such programs may 28include direct funding to culturally specific organizations, meeting 29 federal match requirements, focusing on youth or family homelessness 30

1 or addressing racial disparities in homelessness.

"(9) As used in this section, 'persons with lived experiences' means
individuals who are or who have recently been homeless in this state.
"SECTION 5. ORS 456.561 is amended to read:

"456.561. (1) The Housing and Community Services Department may effect
loans, grants and other funding awards to accomplish department housing
programs, subject to any requirement under this section for review and approval by the Oregon Housing Stability Council of proposals for loans,
grants or other funding awards.

"(2) The department shall submit a loan, grant or other funding award proposal arising under ORS 456.515 to 456.725 programs to the council for review if the proposal is for:

"(a) A housing loan on property that has a purchase price in excess of
 an applicable threshold property purchase price established by rule under
 ORS 456.555 [(9)] (10); or

"(b) A housing grant or other housing funding award in excess of an applicable threshold amount established by rule under ORS 456.555 [(10)] (11).

"(3) The council shall review each loan, grant or other funding award
proposal submitted by the department under this section and approve or
disapprove the loan, grant or other funding award proposal.

"(4) Council review of loan, grant or other funding award proposals under 21this section shall be held at a public hearing of the council. The council 22meeting notice required by ORS 192.640 shall include notice of the loan, 23grant or other funding award proposal review, the names of the applicants 24and the subject of the loan, grant or funding award proposal. The council 25shall provide notice of a loan, grant or other funding award proposal review 26to the loan, grant or other funding award applicant not less than five days 27before the review hearing. 28

<sup>29</sup> "<u>SECTION 6.</u> The amendments to ORS 458.505 and 458.650 by <sup>30</sup> sections 3 and 4 of this 2021 Act become operative on July 1, 2022.".

\_\_\_\_\_