HB 2272-1 (LC 1699) 4/20/21 (RLM/ps)

Requested by Representative CLEM

PROPOSED AMENDMENTS TO HOUSE BILL 2272

In line 2 of the printed bill, after "land" insert "; creating new provisions; 1 amending section 3, chapter 636, Oregon Laws 2009; repealing sections 2, 3, 2 4 and 5, chapter 636, Oregon Laws 2009; and declaring an emergency". 3 Delete lines 4 through 8 and insert: 4 "SECTION 1. Sections 2 to 9 of this 2021 Act are added to and made 5 a part of ORS chapter 197. 6 "SECTION 2. Definitions. As used in sections 2 to 9 of this 2021 Act: 7 "(1) 'City' means the City of Bend. 8 "(2) 'Council' has the meaning given that term in ORS 227.010. 9 "(3) 'Planning commission' means a planning commission described 10 in ORS 227.090. 11 "(4) 'Stevens Road planning amendments' means amendments to 12 the city's comprehensive plans, land use regulations or zoning maps 13 that affect the development of the Stevens Road tract. 14 "(5) 'Stevens Road tract' means land that: 15"(a) Is located in tax lot 100 of section 11, township 18 south, range 16 12 east of the Willamette Meridian in Deschutes County; 17 "(b) Was conveyed to the Department of State Lands through a lot 18

(b) was conveyed to the Department of State Lands through a lot
 line adjustment bargain and sale deed recorded on October 17, 2019, in
 the deed records of Deschutes County under recorder number
 2019-39926; and

1 "(c) Consists of 261.66 acres, more or less.

<u>SECTION 3.</u> Stevens Road planning generally. (1) Actions taken
 under sections 2 to 9 of this 2021 Act:

4 "(a) Are not land use decisions, as defined in ORS 197.015.

"(b) If taken by the city, are not subject to any review except by
the Department of Land Conservation and Development under sections
2 to 9 of this 2021 Act.

"(c) If taken by the department, are not considered rulemaking and
are not subject to ORS 183.325 to 183.410 or 183.710 to 183.730 and, notwithstanding ORS 183.484 or 183.485, are appealable directly to the
Court of Appeals.

"(d) If taken under an exercise of discretion authorized under
sections 2 to 9 of this 2021 Act, are a final action, are entitled to deference and are not subject to an evidentiary review on appeal notwithstanding ORS 34.040 (1)(c), 183.482 (8)(c) or 183.484 (5)(c).

"(2) If the department approves Stevens Road planning amendments
 under sections 7 to 9 of this 2021 Act:

"(a) Any subsequent land use decision within the Stevens Road tract is a land use decision subject to the ordinary procedures and requirements of ORS chapters 197 and 227, statewide land use planning goals, rules adopted by the Land Conservation and Development Commission or the department, the city's comprehensive plan and land use regulations and the requirements set forth in section 9 (1) of this 2021 Act.

"(b) Violations of sections 2 to 9 of this 2021 Act may be the basis
 for the initiation of enforcement action under ORS 197.319 to 197.335.

27 "SECTION 4. Transfer of development opportunity. (1) As used in
 28 this section:

"(a) 'Development opportunity' means the unused active right to
 apply to a county for approval of the establishment of a small-scale

recreation community under section 3 (2) chapter 636, Oregon Laws
 2009.

"(b) 'Holder of a development opportunity' or 'holder' means either
the owner of a development opportunity or the person granted the
exclusive right to use a development opportunity conveyed by written
contract from the holder of a development opportunity.

"(2) The holder of a development opportunity may convey the development opportunity to another person only by a written contract. If the holder of a development opportunity applies to a county for the approval of the establishment of a small-scale recreation community under sections 2 to 5, chapter 636, Oregon Laws 2009, the development opportunity is void and the holder may not convey the development opportunity under this section.

"(3) The Department of Land Conservation and Development may
 not approve an urban growth boundary amendment or Stevens Road
 planning amendments under sections 6 to 9 of this 2021 Act unless:

"(a) On or before December 31, 2023, a holder of a development opportunity has submitted a letter to the owner of the Stevens Road
tract and to the city, expressing the holder's nonbinding interest in
selling or conveying the development opportunity to the owner of the
Stevens Road tract;

"(b) On or before December 31, 2023, the owner of the Stevens Road tract has submitted a letter to a holder of a development opportunity under paragraph (a) of this subsection and to the city, expressing the owner's nonbinding interest in purchasing or acquiring the development opportunity;

"(c) On or before December 31, 2023, the city has submitted a letter
to the owner of the Stevens Road tract and to the department, expressing the city's nonbinding intent to consider a conceptual plan
under section 5 of this 2021 Act; and

"(d) At the time of the department's approval, the owner of the
Stevens Road tract is the holder of a development opportunity.

"SECTION 5. Conceptual plan approval. (1) As used in this section,
4 'conceptual plan' means an ordinance or resolution adopted by the
5 city's council that:

"(a) Explains in general terms the expected Stevens Road planning
amendments, including intended uses and zoning of the Stevens Road
tract; and

9 "(b) Explains the factual basis and reasons for the expected Stevens
10 Road planning amendments.

"(2) At least 14 days before each opportunity for public participation
 under subsection (3) of this section, the city must provide published
 notice of the opportunity.

"(3) Before consideration of a conceptual plan, the city must pro vide opportunities for public participation, including at least:

16 "(a) A public open house;

"(b) A meeting of the city's planning commission where public tes timony is considered;

"(c) A meeting of the city's council where public testimony is con sidered; and

21 "(d) A public comment period.

"(4) Before consideration of a conceptual plan, the city must consult with, and provide the opportunity for written comment from, the owner of the Stevens Road Tract and the Department of Land Conservation and Development.

"(5) The city may not submit an approved conceptual plan to the
 department after March 31, 2023.

²⁸ "(6) The department may approve the conceptual plan, if:

"(a) The city has received the letters described in section 4 (3)(a)
and (b) of this 2021 Act; and

"(b) In the department's discretion, considering the conceptual plan 1 along with any supporting documentation and relevant public com- $\mathbf{2}$ ment, the proposed development of the Stevens Road tract would be 3 capable of meeting the requirements of sections 7 to 9 of this 2021 Act. 4 "(7) The department may not approve an urban growth boundary $\mathbf{5}$ expansion or Stevens Road planning amendments under sections 6 to 6 9 of this 2021 Act unless the department has approved the city's con-7 ceptual plan under this section. 8

9 "(8) No later than 90 days after receiving a conceptual plan, the
10 department shall approve or remand the conceptual plan by written
11 notice delivered to the city.

"(9) No later than 120 days after receiving a notice of remand, the
 city may approve and submit an amended conceptual plan to the de partment for review under this section.

"SECTION 6. Stevens Road urban growth boundary expansion. (1) 15Notwithstanding ORS 197.286 to 197.314, 197.626 or 197A.320 or any 16 statewide land use planning goal related to housing or urbanization, 17 the Department of Land Conservation and Development shall approve 18 an expansion of the urban growth boundary submitted by the city and 19 approved by the city by ordinance, if the department determines that: 20"(a) The owner of the Stevens Road tract is the holder of a devel-21opment opportunity under section 4 (3)(c) of this 2021 Act; 22

"(b) The department has approved the city's conceptual plan under
 section 5 of this 2021 Act; and

"(c) The proposed urban growth boundary expansion adds all of the
Stevens Road tract and no other lands to the area within the city's
urban growth boundary.

"(2) The city shall include the lands brought within the city's urban
growth boundary under this section in the city's inventory of buildable
lands under ORS 197.296 (3)(a).

"SECTION 7. Department approval of Stevens Road proposed plan ning amendments. (1) Notwithstanding ORS 197.612, the Department
 of Land Conservation and Development shall approve Stevens Road
 planning amendments submitted by the city if:

"(a) The owner of the Stevens Road tract is the holder of a development opportunity under section 4 (3)(c) of this 2021 Act;

"(b) The department has approved the city's conceptual plan under
section 5 of this 2021 Act;

9 "(c) The department has approved an expansion of the city's urban
10 growth boundary under section 6 of this 2021 Act;

"(d) The proposed Stevens Road planning amendments were ap proved by the city through an ordinance adopted and submitted to the
 department under section 8 of this 2021 Act;

"(e) The proposed Stevens Road planning amendments comply with
 the requirements and standards in section 9 of this 2021 Act; and

"(f) The Stevens Road planning amendments are submitted on or
 before January 1, 2027.

"(2) The Stevens Road planning amendments submitted under
 sections 7 to 9 of this 2021 Act are not operable until they are approved
 by the department.

"(3) The department may consider public comments and testimony
 before considering approval of the Stevens Road planning amend ments.

"(4) The department shall approve, remand or remand in part the Stevens Road planning amendments within 180 days. Notwithstanding subsection (1)(f) of this section, within 180 days of a remand, the city may resubmit Stevens Road planning amendments for approval under sections 7 to 9 of this 2021 Act.

29 "SECTION 8. City procedural requirements to approve Stevens Road
 30 planning amendments. (1) Stevens Road planning amendments may

be approved only by an ordinance adopted by the city's council under
this section.

"(2) At least 20 days before each opportunity for public participation under subsection (3) of this section, the city must provide broad public notice of the opportunity, including notice through the city's newsletter, online social media, website and electronic mail lists and any other commonly used form of public notice used by the city for land use matters.

9 "(3) Before consideration of an ordinance under this section, the 10 city must provide opportunities for public participation, including at 11 least:

12 "(a) A public open house;

"(b) A meeting of the city's planning commission where public tes timony is considered;

"(c) A meeting of the city's council where public testimony is con sidered;

17 "(d) A public comment period; and

"(e) Any other opportunity for public participation required by city
 ordinance or regulation before adoption of amendments to a compre hensive plan or enactment of land use regulations.

"(4) At least seven days before consideration of an ordinance under
 this section, the city's council must receive written recommendations
 from the city's planning commission on the Stevens Road planning
 amendments.

"(5) Before consideration of an ordinance under this section, the
 city must consult with, and provide opportunity for written comment
 from:

28 "(a) Any owner of the Stevens Road tract;

²⁹ "(b) The Department of Land Conservation and Development;

30 "(c) Deschutes County;

1 "(d) The Bend Park and Recreation District; and

"(e) Other local government or special districts with jurisdiction
over the Stevens Road tract or whose service is likely to be impacted
by development of the Stevens Road tract.

"(6) Within 10 days after adoption of an ordinance under this section, the city shall submit a copy of the ordinance and any supporting
information to the department.

8 "SECTION 9. Standards in lieu of goals. (1) Notwithstanding ORS 9 197.250 or 197.612 or any statewide land use planning goal, the Depart-10 ment of Land Conservation and Development shall approve Stevens 11 Road planning amendments provided the department determines, in its 12 discretion, that the Stevens Road planning amendments, with respect 13 to the Stevens Road tract, include:

"(a) An inventory of significant historical artifacts, cultural sites
 and natural resources.

16 "(b) Areas designated for recreational and open space.

"(c) Land use regulations for the protection and preservation of
significant resources and designated areas identified in paragraphs (a)
and (b) of this subsection.

"(d) Land use regulations that comply with applicable wildfire
 planning and development requirements, including requirements in
 regulations adopted to implement a statewide planning goal relating
 to natural disasters and hazards.

"(e) Areas designated for adequate employment lands that account for the city's most recent economic opportunity analysis, including consideration of subsequent economic development activities and trends.

"(f) Within areas zoned for residential purposes, without counting
 the lands designated under subsection (2) of this section, land use
 regulations for housing that:

"(A) Ensure adequate opportunities for the development of all
needed housing types, sizes and densities of market-rate housing, including middle housing as defined in ORS 197.758;

"(B) Exceed the proportions of single-family attached and multifamily housing called for in the city's most recently adopted housing
needs analysis under ORS 197.296 (3);

7 "(C) Exceed a minimum density standard of seven residential units
8 per net residential acre; and

9 "(D) On the date the Stevens Road planning amendments are ap-10 proved, comply with land use regulations adopted by the city, or any 11 minimum applicable rules adopted by the department, to implement 12 ORS 197.758 and the amendments to ORS 197.312 by section 7, chapter 13 639, Oregon Laws 2019.

"(g) Sufficient areas designated for mixed use development to sup port and integrate viable commercial and residential uses along with
 transportation options, including walking, bicycling and transit use.

17 **"(h) Land use regulations ensuring that:**

"(A) Adequate capacity is available, or feasible with development,
 for water, sewer and storm water services; and

"(B) Adequate consideration is given to the financing, scheduling
 and development of urban services, as defined in ORS 195.065.

22 "(i) Land use regulations for transportation that:

"(A) Ensure the development of adequate infrastructure to support
 walking, bicycling, public transit and motor vehicle movement; and

"(B) Give adequate consideration to transportation networks that
 connect the Stevens Road tract to other areas within the urban growth
 boundary of the city.

"(j) The adequate consideration of the recommendations and comments received under section 8 (3) to (5) of this 2021 Act.

30 "(2) The department may not approve the planning amendments

under subsection (1) of this section unless the planning amendments
 designate at least 18 net acres of land to be:

"(a) Restricted so the area may be zoned, planned, sited or developed only for residential housing units at a minimum density of
seven residential units per net acre;

6 "(b) Conveyed for nominal consideration to the city; and

"(c) Notwithstanding ORS 91.225 or 197.309, preserved for a period
of no less than 50 years as affordable to own or rent as follows:

9 "(A) At least 16 net acres made affordable to:

"(i) Households with incomes of 60 percent or less of the area me dian income, as defined in ORS 456.270; or

"(ii) If part of an income-averaging program approved by the
 Housing and Community Services Department, households whose in comes average 60 percent or less of the area median income.

"(B) At least two net acres in which at least 80 percent of the units
 in each contiguous development tract are made affordable to house holds with 80 percent or less of the area median income.

"(3) Upon a partition or subdivision of the Stevens Road tract following the approval of the planning amendments under subsection (1)
of this section establishing a lot or parcel described in subsection (2)
of this section, the owner shall convey that lot or parcel to the city.

"(4) Neither the city nor the Department of Land Conservation and
Development is obligated to adopt any specific findings or evaluate any
specific criteria in exercising its discretion with respect to any Stevens
Road planning amendments under this section and may receive, solicit
or consider information from any source.

"SECTION 10. Section 3, chapter 636, Oregon Laws 2009, as amended by
section 1, chapter 888, Oregon Laws 2009, section 1, chapter 404, Oregon
Laws 2011, section 1, chapter 748, Oregon Laws 2015, section 1, chapter 494,
Oregon Laws 2017 and section 8, chapter 15, Oregon Laws 2018, is amended

1 to read:

"Sec. 3. (1) Notwithstanding ORS 215.700 to 215.780, one or two smallscale recreation communities may be established as specified in sections 2
to 5, chapter 636, Oregon Laws 2009.

5 "(2) The owner of a Metolius resort site may apply to a county for ap-6 proval of a small-scale recreation community within three years after [*June* 7 29, 2017,] the effective date of this 2021 Act if:

8 "(a) Prior to June 29, 2010, the owner notified the Department of Land 9 Conservation and Development that the owner elected to seek approval of a 10 small-scale recreation community; [and]

11 "(b) The owner renews the election described in paragraph (a) of this 12 subsection within 30 days after June 29, 2017[.]; and

"(c) The owner renews the election described in paragraph (a)
within 30 days after the effective date of this 2021 Act.

"(3) A small-scale recreation community authorized under sections 2 to 5, chapter 636, Oregon Laws 2009, may be established only in conjunction with a transfer of development opportunity from a Metolius resort site. A transfer of development opportunity must be carried out through an agreement between the owner of a Metolius resort site and the owner of the site proposed for development of a small-scale recreation community. In the agreement, the owner of the Metolius resort site must:

"(a) Agree to limit the use of the Metolius resort site, consistent with the management plan in consideration for the opportunity to participate in the development of the small-scale recreation community; and

"(b) Agree to grant a conservation easement pursuant to ORS 271.715 to
26 271.795 that:

"(A) Limits the use of the Metolius resort site to be consistent with themanagement plan;

"(B) Allows public access to that portion of the site that is not developed;
 and

"(C) Contains other provisions, as required by the Department of Land Conservation and Development, that are necessary to ensure that the conservation easement is enforceable.

"(4)(a) A small-scale recreation community authorized under sections 2 to
5, chapter 636, Oregon Laws 2009, must be sited on land that is within a
county described in paragraph (b) of this subsection and that is either or
both of the following:

8 "(A) Planned and zoned for forest use; or

9 "(B) Rural and not subject to statewide land use planning goals relating 10 to agricultural lands or forestlands.

11 "(b) A small-scale recreation community may be established in:

12 "(A) Baker County;

- 13 "(B) Clatsop County;
- 14 "(C) Columbia County;
- 15 "(D) Coos County;
- 16 "(E) Crook County;
- 17 "(F) Curry County;
- 18 "(G) Douglas County;
- 19 "(H) Grant County;
- 20 "(I) Harney County;
- 21 "(J) Josephine County;
- 22 "(K) Klamath County;
- 23 "(L) Lake County;
- 24 "(M) Lincoln County;
- 25 "(N) Linn County;
- 26 "(O) Malheur County;
- 27 "(P) Morrow County;
- 28 "(Q) Sherman County;
- 29 "(R) Umatilla County;
- 30 "(S) Wallowa County;

1 "(T) Wasco County; or

2 "(U) Wheeler County.

"(5) A small-scale recreation community authorized under sections 2 to
5, chapter 636, Oregon Laws 2009, may not be sited on land that is:

5 "(a) Within an area identified as 'Area 1' or 'Area 2' in the management 6 plan.

"(b) Within an area protected as a significant resource in an acknowledged comprehensive plan provision implementing statewide land use planning goals relating to:

10 "(A) Open space and scenic and historic areas;

"(B) Natural or conservation management unit requirements for estuarine
 resources; or

13 "(C) Beaches and dunes.

"(6)(a) All land on which a small-scale recreation community authorized
 under sections 2 to 5, chapter 636, Oregon Laws 2009, is sited must be at
 least one-quarter mile from the nearest state park.

"(b) Any buildings or other improvements developed within the boundaries of land on which a small-scale recreation community authorized under sections 2 to 5, chapter 636, Oregon Laws 2009, is sited must be located at least one mile from the nearest state park.

"(7) If a county listed in subsection (4)(b)(B), (D), (F), (G) or (M) of this section approves an application for a small-scale recreation community that also requires a federal license or permit, that approval shall be deemed to constitute an acknowledged exception under ORS 197.732 to any applicable statewide land use planning goal with which the use would not otherwise comply.

"SECTION 11. Repeal of small-scale recreation community author ization. (1) Section 2, chapter 636, Oregon Laws 2009, is repealed on
 January 2, 2024.

30 "(2) Section 3, chapter 636, Oregon Laws 2009, as amended by section

1, chapter 888, Oregon Laws 2009, section 1, chapter 404, Oregon Laws
 2011, section 1, chapter 748, Oregon Laws 2015, section 1, chapter 494,
 Oregon Laws 2017, section 8, chapter 15, Oregon Laws 2018, and section
 10 of this 2021 Act, is repealed on January 2, 2024.

5 "(3) Section 4, chapter 636, Oregon Laws 2009, as amended by section
6 2, chapter 888, Oregon Laws 2009, is repealed on January 2, 2024.

"(4) Section 5, chapter 636, Oregon Laws 2009, as amended by section
3, chapter 888, Oregon Laws 2009, and section 9, chapter 15, Oregon
Laws 2018, is repealed on January 2, 2024.

"SECTION 12. Sunset. Sections 2 to 9 of this 2021 Act are repealed
 on January 2, 2030.

12 "SECTION 13. Section captions. The section captions used in this 13 2021 Act are provided only for the convenience of the reader and do 14 not become part of the statutory law of this state or express any leg-15 islative intent in the enactment of this 2021 Act.

16 "<u>SECTION 14. Emergency clause.</u> This 2021 Act being necessary for 17 the immediate preservation of the public peace, health and safety, an 18 emergency is declared to exist, and this 2021 Act takes effect on its 19 passage.".

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