FISCAL IMPACT OF PROPOSED LEGISLATION

81st Oregon Legislative Assembly – 2022 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Prepared by:	Michael Graham
Reviewed by:	Michelle Deister, Zane Potter, Ben Ruef, Matt Stayner, John Terpening, Kim To, John Borden
Date:	February 14, 2022

Measure Description:

Modifies requirements for housing cost impact statement required for adoption of certain rules.

Government Unit(s) Affected:

Board of Architect Examiners, Board of Examiners for Engineering and Land Surveying, Construction Contractors Board (CCB), Department of Consumer and Business Services (DCBS), Department of Energy (DOE), Department of Environmental Quality (DEQ), Department of Land Conservation and Development (DLCD), Department of State Lands (DSL), Housing and Community Services Department (HCSD), Oregon Parks and Recreation Department (OPRD), Oregon State Police (OSP), Oregon Judicial Department (OJD)

Analysis:

This fiscal impact statement is for the purpose of transmitting the measure from the Senate Committee on Housing and Development to the Senate Committee on Rules.

Senate Bill 1537 adds five agencies (the Department of the State Fire Marshal, State Board of Architect Examiners, State Board of Examiners for Engineering and Land Surveying, Department of State Lands, and the State Historic Preservation Officer) to the requirement to produce housing cost impact statements. The measure redefines housing cost impact statements to include the estimated effects of proposed rulemaking on development costs for certain housing selling at 80 to 150% of median family income, findings on how proposed rulemaking affects displacement of historically disadvantaged community members and low-income families, and findings related to the ability to purchase certain housing and related to administrative requirements for residential developers. The Oregon Housing Stability must adopt rulemaking for implementation of the measure's provisions. Agencies will be required to monitor and maintain records and report to an interim committee of the Legislative Assembly at least once every two years if estimates change substantially since the adoption of rules. In addition, the measure allows courts or reviewing authorities to remand proposed rulemaking if agencies fail to make the proper required findings. The measure takes effect on January 1, 2023.

The measure is anticipated to have an impact on the Board of Architect Examiners, Board of Examiners for Engineering and Land Surveying, Construction Contractors Board, Department of Consumer and Business Services, Oregon Department of Energy, Department of Environmental Quality, Department of Land Conservation and Development, Department of State Lands, and Housing and Community Services Department.

Further Analysis Required

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Senate Committee on Rules.