HB 2658-1 (LC 3406) 5/9/25 (RLM/ps)

Requested by Representative EVANS

PROPOSED AMENDMENTS TO HOUSE BILL 2658

1 On page 2 of the printed bill, delete lines 20 through 27 and insert:

"(f) Unless required to do so by the Americans with Disabilities Act of 2 1990, 42 U.S.C. 12101 et seq., a county with a population of 15,000 or greater 3 may not include a condition in a permit for development on a single lot or 4 parcel that requires the applicant to fund, implement, create, repair, renovate 5 or install any improvement, if the county or another public body as defined 6 in ORS 174.109 has, prior to the application and for the same improvement 7 or an improvement serving substantially the same function at the same lo-8 cation: 9

10 "(A) Appropriated or allocated the funds necessary for the improvement;

"(B) Approved plans for the improvement by someone other than the applicant, provided that the construction of that improvement is reasonably expected to commence within four years from the date of the permit application; or

¹⁵ "(C) Initiated procurement of the improvement.".

16 On page 4, delete lines 40 through 45 and delete pages 5 through 7.

17 On page 8, delete lines 1 through 12 and insert:

"SECTION 2. ORS 215.416, as amended by section 1 of this 2025 Act, is
 amended to read:

20 "215.416. (1) When required or authorized by the ordinances, rules and 21 regulations of a county, an owner of land may apply in writing to such persons as the governing body designates, for a permit, in the manner prescribed by the governing body. The governing body shall establish fees charged for processing permits at an amount no more than the actual or average cost of providing that service.

5 "(2) The governing body shall establish a consolidated procedure by which 6 an applicant may apply at one time for all permits or zone changes needed 7 for a development project. The consolidated procedure shall be subject to the 8 time limitations set out in ORS 215.427. The consolidated procedure shall be 9 available for use at the option of the applicant no later than the time of the 10 first periodic review of the comprehensive plan and land use regulations.

11 "(3) Except as provided in subsection (11) of this section, the hearings 12 officer shall hold at least one public hearing on the application.

"(4)(a) A county may not approve an application if the proposed use of land is found to be in conflict with the comprehensive plan of the county and other applicable land use regulation or ordinance provisions. The approval may include such conditions as are authorized by statute or county legislation.

"(b)(A) A county may not deny an application for a housing development located within the urban growth boundary if the development complies with clear and objective standards, including but not limited to clear and objective design standards contained in the county comprehensive plan or land use regulations.

23 "(B) This paragraph does not apply to:

"(i) Applications or permits for residential development in areas described
in ORS 197A.400 (2); or

"(ii) Applications or permits reviewed under an alternative approval pro cess adopted under ORS 197A.400 (3).

"(c) A county may not condition an application for a housing development
 on a reduction in density if:

30 "(A) The density applied for is at or below the authorized density level

1 under the local land use regulations; and

2 "(B) At least 75 percent of the floor area applied for is reserved for 3 housing.

"(d) A county may not condition an application for a housing development
on a reduction in height if:

6 "(A) The height applied for is at or below the authorized height level 7 under the local land use regulations;

8 "(B) At least 75 percent of the floor area applied for is reserved for9 housing; and

"(C) Reducing the height has the effect of reducing the authorized density
 level under local land use regulations.

"(e) Notwithstanding paragraphs (c) and (d) of this subsection, a county may condition an application for a housing development on a reduction in density or height only if the reduction is necessary to resolve a health, safety or habitability issue or to comply with a protective measure adopted pursuant to a statewide land use planning goal. Notwithstanding ORS 197.350, the county must adopt findings supported by substantial evidence demonstrating the necessity of the reduction.

"(f) Unless required to do so by the Americans with Disabilities Act of 19 1990, 42 U.S.C. 12101 et seq., a county [with a population of 15,000 or 20greater] may not include a condition in a permit for development on a single 21lot or parcel that requires the applicant to fund, implement, create, repair, 22renovate or install any improvement, if the county or another public body 23as defined in ORS 174.109 has, prior to the application and for the same im-24provement or an improvement serving substantially the same function at the 25same location: 26

"(A) Appropriated or allocated the funds necessary for the improvement;
"(B) Approved plans for the improvement by someone other than the applicant, provided that the construction of that improvement is reasonably
expected to commence within four years from the date of the permit appli-

1 cation; or

2 "(C) Initiated procurement of the improvement.

3 "(g) As used in this subsection:

"(A) 'Authorized density level' means the maximum number of lots or
dwelling units or the maximum floor area ratio that is permitted under local
land use regulations.

"(B) 'Authorized height level' means the maximum height of a structure
that is permitted under local land use regulations.

9 "(C) 'Habitability' means being in compliance with the applicable pro-10 visions of the state building code under ORS chapter 455 and the rules 11 adopted thereunder.

"(5) Hearings under this section shall be held only after notice to the applicant and also notice to other persons as otherwise provided by law and shall otherwise be conducted in conformance with the provisions of ORS 197.797.

"(6) Notice of a public hearing on an application submitted under this
 section shall be provided to the owner of an airport defined by the Oregon
 Department of Aviation as a 'public use airport' if:

"(a) The name and address of the airport owner has been provided by the
 Oregon Department of Aviation to the county planning authority; and

21 "(b) The property subject to the land use hearing is:

"(A) Within 5,000 feet of the side or end of a runway of an airport determined by the Oregon Department of Aviation to be a 'visual airport'; or
"(B) Within 10,000 feet of the side or end of the runway of an airport
determined by the Oregon Department of Aviation to be an 'instrument air-

26 port.'

"(7) Notwithstanding the provisions of subsection (6) of this section, notice of a land use hearing need not be provided as set forth in subsection (6)
of this section if the zoning permit would only allow a structure less than
35 feet in height and the property is located outside the runway 'approach

1 surface' as defined by the Oregon Department of Aviation.

"(8)(a) Approval or denial of a permit application shall be based on standards and criteria which shall be set forth in the zoning ordinance or other appropriate ordinance or regulation of the county and which shall relate approval or denial of a permit application to the zoning ordinance and comprehensive plan for the area in which the proposed use of land would occur and to the zoning ordinance and comprehensive plan for the county as a whole.

9 "(b) When an ordinance establishing approval standards is required under 10 ORS 197A.200 and 197A.400 to provide only clear and objective standards, the 11 standards must be clear and objective on the face of the ordinance.

"(9) Approval or denial of a permit or expedited land division shall be based upon and accompanied by a brief statement that explains the criteria and standards considered relevant to the decision, states the facts relied upon in rendering the decision and explains the justification for the decision based on the criteria, standards and facts set forth.

"(10) Written notice of the approval or denial shall be given to all parties
to the proceeding.

"(11)(a)(A) The hearings officer or such other person as the governing body designates may approve or deny an application for a permit without a hearing if the hearings officer or other designated person gives notice of the decision and provides an opportunity for any person who is adversely affected or aggrieved, or who is entitled to notice under paragraph (c) of this subsection, to file an appeal.

"(B) Written notice of the decision shall be mailed to those persons described in paragraph (c) of this subsection.

"(C) Notice under this subsection shall comply with ORS 197.797 (3)(a), (c), (g) and (h) and shall describe the nature of the decision. In addition, the notice shall state that any person who is adversely affected or aggrieved or who is entitled to written notice under paragraph (c) of this subsection may

appeal the decision by filing a written appeal in the manner and within the 1 time period provided in the county's land use regulations. A county may not $\mathbf{2}$ establish an appeal period that is less than 12 days from the date the written 3 notice of decision required by this subsection was mailed. The notice shall 4 state that the decision will not become final until the period for filing a local $\mathbf{5}$ appeal has expired. The notice also shall state that a person who is mailed 6 written notice of the decision cannot appeal the decision directly to the Land 7 Use Board of Appeals under ORS 197.830. 8

9 "(D) An appeal from a hearings officer's decision made without hearing 10 under this subsection shall be to the planning commission or governing body 11 of the county. An appeal from such other person as the governing body des-12 ignates shall be to a hearings officer, the planning commission or the gov-13 erning body. In either case, the appeal shall be to a de novo hearing.

"(E) The de novo hearing required by subparagraph (D) of this paragraph shall be the initial evidentiary hearing required under ORS 197.797 as the basis for an appeal to the Land Use Board of Appeals. At the de novo hearing:

"(i) The applicant and other parties shall have the same opportunity to
 present testimony, arguments and evidence as they would have had in a
 hearing under subsection (3) of this section before the decision;

"(ii) The presentation of testimony, arguments and evidence shall not be limited to issues raised in a notice of appeal; and

"(iii) The decision maker shall consider all relevant testimony, arguments
and evidence that are accepted at the hearing.

"(b) If a local government provides only a notice of the opportunity to request a hearing, the local government may charge a fee for the initial hearing. The maximum fee for an initial hearing shall be the cost to the local government of preparing for and conducting the appeal, or \$250, whichever is less. If an appellant prevails at the hearing or upon subsequent appeal, the fee for the initial hearing shall be refunded. The fee allowed in this para-

graph shall not apply to appeals made by neighborhood or community organizations recognized by the governing body and whose boundaries include
the site.

"(c)(A) Notice of a decision under paragraph (a) of this subsection shall
be provided to the applicant and to the owners of record of property on the
most recent property tax assessment roll where such property is located:

"(i) Within 100 feet of the property that is the subject of the notice when
the subject property is wholly or in part within an urban growth boundary;
"(ii) Within 250 feet of the property that is the subject of the notice when
the subject property is outside an urban growth boundary and not within a
farm or forest zone; or

"(iii) Within 750 feet of the property that is the subject of the notice when
the subject property is within a farm or forest zone.

"(B) Notice shall also be provided to any neighborhood or community
 organization recognized by the governing body and whose boundaries include
 the site.

"(C) At the discretion of the applicant, the local government also shall
provide notice to the Department of Land Conservation and Development.

¹⁹ "(12) A decision described in ORS 215.402 (4)(b) shall:

20 "(a) Be entered in a registry available to the public setting forth:

21 "(A) The street address or other easily understood geographic reference 22 to the subject property;

23 "(B) The date of the decision; and

²⁴ "(C) A description of the decision made.

"(b) Be subject to the jurisdiction of the Land Use Board of Appeals inthe same manner as a limited land use decision.

²⁷ "(c) Be subject to the appeal period described in ORS 197.830 (5)(b).

"(13) At the option of the applicant, the local government shall provide
notice of the decision described in ORS 215.402 (4)(b) in the manner required
by ORS 197.797 (2), in which case an appeal to the board shall be filed within

21 days of the decision. The notice shall include an explanation of appeal
 rights.

"(14) Notwithstanding the requirements of this section, a limited land use
decision shall be subject to the requirements set forth in ORS 197.195 and
197.828.".

6 On page 9, delete lines 11 through 18 and insert:

"(f) Unless required to do so by the Americans with Disabilities Act of 7 1990, 42 U.S.C. 12101 et seq., a city with a population of 15,000 or greater 8 may not include a condition in a permit for development on a single lot or 9 parcel that requires the applicant to fund, implement, create, repair, renovate 10 or install any improvement, if the city or another public body as defined in 11 ORS 174.109 has, prior to the application and for the same improvement or 12 an improvement serving substantially the same function at the same lo-13 cation: 14

¹⁵ "(A) Appropriated or allocated the funds necessary for the improvement;

"(B) Approved plans for the improvement by someone other than the applicant, provided that the construction of that improvement is reasonably expected to commence within four years from the date of the permit application; or

20 "(C) Initiated procurement of the improvement.".

On page 11, delete lines 23 through 45 and delete pages 12 and 13.

22 On page 14, delete lines 1 through 32 and insert:

"SECTION 4. ORS 227.175, as amended by section 5, chapter 111, Oregon
Laws 2024, and section 3 of this 2025 Act, is amended to read:

²⁵ "227.175. (1) When required or authorized by a city, an owner of land may ²⁶ apply in writing to the hearings officer, or such other person as the city ²⁷ council designates, for a permit or zone change, upon such forms and in such ²⁸ a manner as the city council prescribes. The governing body shall establish ²⁹ fees charged for processing permits at an amount no more than the actual ³⁰ or average cost of providing that service.

"(2) The governing body of the city shall establish a consolidated procedure by which an applicant may apply at one time for all permits or zone changes needed for a development project. The consolidated procedure is subject to the time limitations set out in ORS 227.178. The consolidated procedure shall be available for use at the option of the applicant no later than the time of the first periodic review of the comprehensive plan and land use regulations.

"(3) Except as provided in subsection (10) of this section, the hearings
officer shall hold at least one public hearing on the application.

"(4)(a) A city may not approve an application unless the proposed development of land would be in compliance with the comprehensive plan for the city and other applicable land use regulation or ordinance provisions, including an ordinance described in ORS 197A.400 (1)(c). The approval may include such conditions as are authorized by ORS 227.215 or any city legislation.

"(b)(A) A city may not deny an application for a housing development located within the urban growth boundary if the development complies with clear and objective standards, including clear and objective design standards contained in the city comprehensive plan or land use regulations.

20 "(B) This paragraph does not apply to:

"(i) Applications or permits for residential development in areas described
in ORS 197A.400 (2); or

"(ii) Applications or permits reviewed under an alternative approval pro cess adopted under ORS 197A.400 (3).

"(c) A city may not condition an application for a housing development
 on a reduction in density if:

"(A) The density applied for is at or below the authorized density level
under the local land use regulations; and

"(B) At least 75 percent of the floor area applied for is reserved forhousing.

1 "(d) A city may not condition an application for a housing development 2 on a reduction in height if:

"(A) The height applied for is at or below the authorized height level
under the local land use regulations;

5 "(B) At least 75 percent of the floor area applied for is reserved for 6 housing; and

"(C) Reducing the height has the effect of reducing the authorized density
level under local land use regulations.

9 "(e) Notwithstanding paragraphs (c) and (d) of this subsection, a city may 10 condition an application for a housing development on a reduction in density 11 or height only if the reduction is necessary to resolve a health, safety or 12 habitability issue or to comply with a protective measure adopted pursuant 13 to a statewide land use planning goal. Notwithstanding ORS 197.350, the city 14 must adopt findings supported by substantial evidence demonstrating the 15 necessity of the reduction.

"(f) Unless required to do so by the Americans with Disabilities Act of 16 1990, 42 U.S.C. 12101 et seq., a city [with a population of 15,000 or greater] 17 may not include a condition in a permit for development on a single lot or 18 parcel that requires the applicant to fund, implement, create, repair, renovate 19 or install any improvement, if the city or another public body as defined in 20ORS 174.109 has, prior to the application and for the same improvement or 21an improvement serving substantially the same function at the same lo-22cation: 23

"(A) Appropriated or allocated the funds necessary for the improvement;
"(B) Approved plans for the improvement by someone other than the applicant, provided that the construction of that improvement is reasonably
expected to commence within four years from the date of the permit application; or

²⁹ "(C) Initiated procurement of the improvement.

30 "(g) As used in this subsection:

"(A) 'Authorized density level' means the maximum number of lots or
dwelling units or the maximum floor area ratio that is permitted under local
land use regulations.

4 "(B) 'Authorized height level' means the maximum height of a structure 5 that is permitted under local land use regulations.

6 "(C) 'Habitability' means being in compliance with the applicable pro-7 visions of the state building code under ORS chapter 455 and the rules 8 adopted thereunder.

9 "(5) Hearings under this section may be held only after notice to the ap-10 plicant and other interested persons and shall otherwise be conducted in 11 conformance with the provisions of ORS 197.797.

"(6) Notice of a public hearing on a zone use application shall be provided
to the owner of an airport, defined by the Oregon Department of Aviation
as a 'public use airport' if:

"(a) The name and address of the airport owner has been provided by the
Oregon Department of Aviation to the city planning authority; and

17 "(b) The property subject to the zone use hearing is:

"(A) Within 5,000 feet of the side or end of a runway of an airport determined by the Oregon Department of Aviation to be a 'visual airport'; or
"(B) Within 10,000 feet of the side or end of the runway of an airport
determined by the Oregon Department of Aviation to be an 'instrument airport.'

"(7) Notwithstanding the provisions of subsection (6) of this section, notice of a zone use hearing need only be provided as set forth in subsection
(6) of this section if the permit or zone change would only allow a structure
less than 35 feet in height and the property is located outside of the runway
'approach surface' as defined by the Oregon Department of Aviation.

"(8) If an application would change the zone of property that includes all
or part of a mobile home or manufactured dwelling park as defined in ORS
446.003, the governing body shall give written notice by first class mail to

each existing mailing address for tenants of the mobile home or manufactured dwelling park at least 20 days but not more than 40 days before the
date of the first hearing on the application. The governing body may require
an applicant for such a zone change to pay the costs of such notice.

5 "(9) The failure of a tenant or an airport owner to receive a notice which 6 was mailed does not invalidate any zone change.

"(10)(a)(A) The hearings officer or such other person as the governing body designates may approve or deny an application for a permit without a hearing if the hearings officer or other designated person gives notice of the decision and provides an opportunity for any person who is adversely affected or aggrieved, or who is entitled to notice under paragraph (c) of this subsection, to file an appeal.

"(B) Written notice of the decision shall be mailed to those persons de-scribed in paragraph (c) of this subsection.

"(C) Notice under this subsection shall comply with ORS 197.797 (3)(a), 15(c), (g) and (h) and shall describe the nature of the decision. In addition, the 16 notice shall state that any person who is adversely affected or aggrieved or 17 who is entitled to written notice under paragraph (c) of this subsection may 18 appeal the decision by filing a written appeal in the manner and within the 19 time period provided in the city's land use regulations. A city may not es-20tablish an appeal period that is less than 12 days from the date the written 21notice of decision required by this subsection was mailed. The notice shall 22state that the decision will not become final until the period for filing a local 23appeal has expired. The notice also shall state that a person who is mailed 24written notice of the decision cannot appeal the decision directly to the Land 2526 Use Board of Appeals under ORS 197.830.

"(D) An appeal from a hearings officer's decision made without hearing under this subsection shall be to the planning commission or governing body of the city. An appeal from such other person as the governing body designates shall be to a hearings officer, the planning commission or the govern1 ing body. In either case, the appeal shall be to a de novo hearing.

"(E) The de novo hearing required by subparagraph (D) of this paragraph
shall be the initial evidentiary hearing required under ORS 197.797 as the
basis for an appeal to the Land Use Board of Appeals. At the de novo hearing:

6 "(i) The applicant and other parties shall have the same opportunity to 7 present testimony, arguments and evidence as they would have had in a 8 hearing under subsection (3) of this section before the decision;

9 "(ii) The presentation of testimony, arguments and evidence may not be 10 limited to issues raised in a notice of appeal; and

"(iii) The decision maker shall consider all relevant testimony, arguments
 and evidence that are accepted at the hearing.

"(b) If a local government provides only a notice of the opportunity to 13 request a hearing, the local government may charge a fee for the initial 14 hearing. The maximum fee for an initial hearing shall be the cost to the local 15government of preparing for and conducting the appeal, or \$250, whichever 16 is less. If an appellant prevails at the hearing or upon subsequent appeal, the 17 fee for the initial hearing shall be refunded. The fee allowed in this para-18 graph does not apply to appeals made by neighborhood or community or-19 ganizations recognized by the governing body and whose boundaries include 20the site. 21

"(c)(A) Notice of a decision under paragraph (a) of this subsection shall
be provided to the applicant and to the owners of record of property on the
most recent property tax assessment roll where such property is located:

"(i) Within 100 feet of the property that is the subject of the notice when
the subject property is wholly or in part within an urban growth boundary;
"(ii) Within 250 feet of the property that is the subject of the notice when

the subject property is outside an urban growth boundary and not within a farm or forest zone; or

30 "(iii) Within 750 feet of the property that is the subject of the notice when

1 the subject property is within a farm or forest zone.

"(B) Notice shall also be provided to any neighborhood or community
organization recognized by the governing body and whose boundaries include
the site.

5 "(C) At the discretion of the applicant, the local government also shall 6 provide notice to the Department of Land Conservation and Development.

7 "(11) A decision described in ORS 227.160 (2)(b) shall:

8 "(a) Be entered in a registry available to the public setting forth:

9 "(A) The street address or other easily understood geographic reference 10 to the subject property;

11 "(B) The date of the decision; and

¹² "(C) A description of the decision made.

"(b) Be subject to the jurisdiction of the Land Use Board of Appeals inthe same manner as a limited land use decision.

¹⁵ "(c) Be subject to the appeal period described in ORS 197.830 (5)(b).

"(12) At the option of the applicant, the local government shall provide notice of the decision described in ORS 227.160 (2)(b) in the manner required by ORS 197.797 (2), in which case an appeal to the board shall be filed within 21 days of the decision. The notice shall include an explanation of appeal rights.

"(13) Notwithstanding other requirements of this section, limited land use
decisions are subject to the requirements set forth in ORS 197.195 and
197.828.".

After line 34, insert:

25 "SECTION 6. On or before September 15, 2030, the Legislative Policy 26 and Research Director shall submit a report in the manner provided 27 by ORS 192.245 to the interim committees of the Legislative Assembly 28 related to land use on the impacts of the amendments to ORS 215.416 29 and 227.175 by sections 1 and 3 of this 2025 Act on the completion and 30 delivery of public infrastructure projects based upon information pro1 vided to the director by the League of Oregon Cities and Association

2 of Oregon Counties.".

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