Requested by Senator ANDERSON

## PROPOSED AMENDMENTS TO A-ENGROSSED SENATE BILL 974

- On page 1 of the printed A-engrossed bill, line 3, delete "197.015" and in-
- 2 sert "ORS 34.210, 197.015, 197.195".
- 3 Delete lines 5 through 23.
- 4 On page 2, delete lines 1 through 16 and insert:
- 5 "SECTION 1. (1) As used in this section, 'final engineering plans'
- 6 means the detailed engineering plans and reports for the design or
- 7 construction of public and private infrastructure improvements that
- 8 require review and approval following tentative plat approval by a lo-
- 9 cal government before issuing site development permits, including
- 10 plans and reports for the construction of public and private
- 11 infrastructure improvements such as grading, water, sewer,
- 12 stormwater, transportation systems and utilities.
- "(2) After receiving an application for final engineering plans for residential development within an urban growth boundary, a local government shall:
- "(a) Within 30 days, confirm that the application was complete
  when submitted or specify all additional materials that must be included for the application to be considered complete.
- "(b) Complete the final review of the final engineering plans and, following the receipt of applicable fees, forms and bonds, approve or deny site development permits for construction of all public and pri-

- vate infrastructure improvements, within 120 days after the date on which:
- "(A) The application is deemed complete under paragraph (a) of this
   subsection;
- 5 "(B) The applicant has provided all materials specified under para-6 graph (a) of this subsection; or
- 7 "(C) The applicant states that no additional materials are forth-8 coming.
  - "(3) The review period for a local government to complete its review under subsection (2)(b) of this section:
    - "(a) Is tolled during the time period beginning on the date on which a local government sends a direction to the applicant to correct or supplement the application and ending on the date on which the amended application is received by the local government.
    - "(b) May be extended one or more times for a specified period at the written request of the applicant, provided that the total of all extensions does not exceed 245 days.
  - "(4)(a) If the local government does not take final action on the application within the deadline provided under subsection (2)(b) of this section, including any extension under this section, the applicant may file a petition for a writ of mandamus under ORS 34.130 in the circuit court of the county where the application was submitted.
  - "(b) The local government shall retain jurisdiction to make a decision until a petition for a writ of mandamus is filed.
- "(c) Upon receiving a petition filed under ORS 34.130, the circuit court has jurisdiction for all decisions regarding the application, including settlement.
- "(d) The court shall issue a peremptory writ unless the local government or any intervenor shows that the approval of final engineering plans would violate a substantive provision of the local

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## 1 government's regulations.

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- **"SECTION 2.** ORS 34.210 is amended to read:
- "34.210. (1) If the court orders issuance of a peremptory writ of mandamus, the relator shall recover from the defendant damages which the relator has sustained from a false return, to be ascertained in the same manner as in an action.
- "(2)(a) The court in its discretion may designate a prevailing party and award attorney fees, costs and disbursements to the prevailing party[, but].
- "(b) No attorney fees, costs [and] or disbursements [shall] may be awarded against a judge as a defendant in a mandamus action for any action taken in the judge's official capacity.
  - "(c) Attorney fees, costs and disbursements may only be awarded against adverse parties who have been served with the petition and writ.
  - "(3)(a) Notwithstanding subsection (2)(a) of this section, the court shall award attorney fees, costs and disbursements to a relator who prevails on a writ issued pursuant to ORS 215.429 or 227.181 or section 1 of this 2025 Act, only if the petition for a writ is filed before the local government issues a final decision on the application.
  - "(b) As used in this subsection 'attorney fees' includes prelitigation legal expenses, such as the costs of preparing and processing the application and supporting the application in local land use hearings or proceedings.".
- On page 5, delete lines 9 through 29 and insert:
  - "(21)(a) 'Urban housing application' means an application for residential development, whether a single or combined application, of land that is zoned for residential use or mixed use where residential uses are allowed, or of land that is planned for future residential use, including an application for:
- 28 "(A) A zone change to allow for a denser residential use designation;
- 29 "(B) A planned unit development;
- 30 "(C) A variance from a residential approval standard;

- "(D) The partitioning or subdividing of land; or
- "(E) Residential development based on standards designed to regulate the siting or physical characteristics of a residential use, including site review
- 4 and design review.
- 5 "(b) 'Urban housing application' does not include an application:
- 6 "(A) That would reduce the minimum residential density of land.
- 7 "(B) For a final subdivision or partition plat.
- 8 "(C) For a residential construction permit under the state building code.
- 9 "(D) For final engineering plans under section 1 of this 2025 Act.
- "(E) Subject to a ministerial or other expedited approval procedure, including a residential use allowed outright.".
- 12 After line 37 insert:
- "SECTION 4. ORS 197.195, as amended by section 45, chapter 110, Oregon Laws 2024, is amended to read:
- "197.195. (1)(a) A limited land use decision [shall] **must** be consistent with applicable provisions of city or county comprehensive plans and land use regulations. [Such a] **The** decision may include conditions authorized by law.
- "(b) [Within two years of September 29, 1991,] Cities and counties shall 19 incorporate all comprehensive plan standards applicable to limited land use 20 decisions into their land use regulations. A decision to incorporate all, some, 21 or none of the applicable comprehensive plan standards into land use regu-22 lations shall be undertaken as a post-acknowledgment amendment under ORS 23 197.610 to 197.625. If a city or county does not incorporate its comprehensive 24 plan provisions into its land use regulations, the comprehensive plan pro-25 visions may not be used as a basis for a decision by the city or county or 26 on appeal from that decision. 27
- 28 "(2) A limited land use decision is not subject to the requirements of ORS 197.797.
- 30 "(3) A limited land use decision is subject to the requirements of para-

- 1 graphs (a) to (c) of this subsection.
- 2 "(a) In making a limited land use decision, the local government shall
- 3 follow the applicable procedures contained within its acknowledged compre-
- 4 hensive plan and land use regulations and other applicable legal require-
- 5 ments.
- 6 "(b) For limited land use decisions, the local government shall provide
- 7 written notice to owners of property within 100 feet of the entire contiguous
- 8 site for which the application is made. The list shall be compiled from the
- 9 most recent property tax assessment roll. For purposes of review, this re-
- quirement shall be deemed met when the local government can provide an
- affidavit or other certification that such notice was given. Notice shall also
- be provided to any neighborhood or community organization recognized by
- the governing body and whose boundaries include the site.
- "(c) The notice and procedures used by local government shall:
- 15 "(A) Provide a 14-day period for submission of written comments prior to 16 the decision;
- "(B) State that issues which may provide the basis for an appeal to the
- 18 Land Use Board of Appeals shall be raised in writing prior to the expiration
- 19 of the comment period. Issues shall be raised with sufficient specificity to
- 20 enable the decision maker to respond to the issue;
- 21 "(C) List, by commonly used citation, the applicable criteria for the de-
- 22 cision;
- 23 "(D) Set forth the street address or other easily understood geographical
- 24 reference to the subject property;
- 25 "(E) State the place, date and time that comments are due;
- 26 "(F) State that copies of all evidence relied upon by the applicant are
- 27 available for review, and that copies can be obtained at cost;
- 28 "(G) Include the name and phone number of a local government contact
- 29 person;
- 30 "(H) Provide notice of the decision to the applicant and any person who

- submits comments under subparagraph (A) of this paragraph. The notice of decision must include an explanation of appeal rights; and
- 3 "(I) Briefly summarize the local decision making process for the limited 4 land use decision being made.
- "(4) Approval or denial of a limited land use decision 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.
  - "(5) A local government may provide for a hearing before the local government on appeal of a limited land use decision under this section. The hearing may be limited to the record developed pursuant to the initial hearing under subsection (3) of this section or may allow for the introduction of additional testimony or evidence. A hearing on appeal that allows the introduction of additional testimony or evidence shall comply with the requirements of ORS 197.797. Written notice of the decision rendered on appeal shall be given to all parties who appeared, either orally or in writing, before the hearing. The notice of decision shall include an explanation of the rights of each party to appeal the decision.
  - "(6) A city shall apply the procedures in this section, and only the procedures in this section, to a limited land use decision, even if the city has not incorporated limited land use decisions into land use regulations, as required by ORS 197.646 (3), except that a limited land use decision that is made under land use standards that do not require interpretation or the exercise of policy or legal judgment may be made by city staff using a ministerial process.
  - "(7) A local government that, pursuant to an urban housing application, amends a land use regulation to rezone land:
- 29 "(a) Notwithstanding subsection (1)(a) of this section, is not re-30 quired to comply with the regulation that is being amended.

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- "(b) Is not required to provide any hearing described in ORS 197.610
- 2 to 197.625, if the local government gives notice to the Department of
- 3 Land Conservation and Development in the manner provided by ORS
- 4 197.610 and 197.615 on or before the date on which the local government
- 5 gives the notice required by subsection (3)(c) of this section.".
- In line 38, delete "4" and insert "5".
- 7 On page 6, delete lines 29 through 36 and insert:
- 8 "(5)(a) A local government may apply residential design standards to an
- 9 urban housing application only if the application is for the development of
- 10 fewer than 20 residential units.
- "(b) This subsection does not apply to land use regulations or require-
- ments that are related to setbacks, building height, accessibility, fire ingress
- or egress, public health or safety, state or federal water quality standards,
- 14 hazardous or contaminated site cleanup or wildlife protection or that imple-
- ment statewide land use planning goals relating to natural resources, natural
- 16 hazards, the Willamette River Greenway, estuarine resources, coastal
- shorelands, beaches and dunes or ocean resources.
- "(c) For the purposes of this subsection:
- "(A) 'Residential design standards' means standards intended to preserve
- 20 the desired character, architectural expression, decoration or aesthetic
- 21 quality of new homes, including standards regulating:
- 22 "(i) Facade materials, colors or patterns;
- 23 "(ii) Roof decoration, form or materials;
- "(iii) Accessories, materials or finishes for entry doors or garages;
- 25 "(iv) Window elements such as trim, shutters or grids;
- 26 "(v) Fence type, design or finishes;
- 27 "(vi) Architectural details, such as ornaments, railings, cornices and col-
- 28 umns;
- 29 "(vii) Size and design of porches or balconies;
- "(viii) Variety of design or floorplan; or

- "(ix) Front or back yard area landscaping materials or vegetation.
- 2 "(B) 'Residential units' means any new single-unit dwellings, manufac-
- tured dwellings and units of middle housing, as defined in ORS 197A.420.".
- In line 37, delete "5" and insert "6".
- On page 7, delete lines 30 through 37 and insert:
- 6 "(5)(a) A local government may apply residential design standards only
- 7 to an application that is for the development of fewer than 20 residential
- 8 units within an urban growth boundary.
- 9 "(b) This subsection does not apply to land use regulations or require-
- ments that are related to setbacks, building height, accessibility, fire ingress
- or egress, public health or safety, state or federal water quality standards,
- hazardous or contaminated site cleanup or wildlife protection or that imple-
- ment statewide land use planning goals relating to natural resources, natural
- 14 hazards, the Willamette River Greenway, estuarine resources, coastal
- shorelands, beaches and dunes or ocean resources.
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- 19 quality of new homes, including standards regulating:
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- "(iii) Accessories, materials or finishes for entry doors or garages;
- 23 "(iv) Window elements such as trim, shutters or grids;
- "(v) Fence type, design or finishes;
- 25 "(vi) Architectural details, such as ornaments, railings, cornices and col-
- 26 umns;
- "(vii) Size and design of porches or balconies;
- 28 "(viii) Variety of design or floorplan; or
- 29 "(ix) Front or back yard area landscaping materials or vegetation.
- "(B) 'Residential units' means any new single-unit dwellings, manufac-

- tured dwellings and units of middle housing, as defined in ORS 197A.420.
- 2 "SECTION 7. Section 1 of this 2025 Act and the amendments to ORS
- 3 34.210 and 197.195 by sections 2 and 4 of this 2025 Act become operative
- 4 July 1, 2026.
- 5 "SECTION 8. ORS 197A.400, as amended by section 2, chapter 533,
- 6 Oregon Laws 2023, section 4, chapter 111, Oregon Laws 2024, and section 6
- 7 of this 2025 Act is amended to read:
- 8 "197A.400. (1) Except as provided in subsection (3) of this section, a local
- 9 government may adopt and apply only clear and objective standards, condi-
- 10 tions and procedures regulating the development of housing, including
- 11 needed housing, on land within an urban growth boundary, unincorporated
- communities designated in a county's acknowledged comprehensive plan after
- December 5, 1994, nonresource lands and areas zoned for rural residential
- use as defined in ORS 215.501. The standards, conditions and procedures:
- 15 "(a) May include, but are not limited to, one or more provisions regulat-
- ing the density or height of a development.
- "(b) May not have the effect, either in themselves or cumulatively, of
- discouraging needed housing through unreasonable cost or delay.
- "(c) May be contained in a comprehensive plan, land use regulation or
- 20 an ordinance relating to housing adopted by a city that adopts, including by
- 21 reference, a model ordinance adopted by the Land Conservation and Devel-
- 22 opment Commission that comports with any qualifications, conditions or
- 23 applicability of the model ordinance.
- "(2) The provisions of subsection (1) of this section do not apply to:
- 25 "(a) An application or permit for residential development in an area
- 26 identified in a formally adopted central city plan, or a regional center as
- defined by Metro, in a city with a population of 500,000 or greater.
- 28 "(b) An application or permit for residential development in historic areas
- designated for protection under a land use planning goal protecting historic
- 30 areas.

- "(3) In addition to an approval process for needed housing based on clear and objective standards, conditions and procedures as provided in subsection (1) of this section, a local government may adopt and apply an alternative
- 4 approval process for applications and permits for residential development
- 5 based on approval criteria that are not clear and objective if:
- 6 "(a) The applicant retains the option of proceeding under the approval 7 process that meets the requirements of subsection (1) of this section;
- 8 "(b) The approval criteria for the alternative approval process comply 9 with applicable statewide land use planning goals and rules; and
- "(c) The approval criteria for the alternative approval process authorize a density at or above the density level authorized in the zone under the approval process provided in subsection (1) of this section.
- 13 "(4) Subject to subsection (1) of this section, this section does not infringe 14 on a local government's prerogative to:
- 15 "(a) Set approval standards under which a particular housing type is 16 permitted outright;
- 17 "(b) Impose special conditions upon approval of a specific development 18 proposal; or
  - "(c) Establish approval procedures.

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- "[(5)(a) A local government may apply residential design standards only to an application that is for the development of fewer than 20 residential units within an urban growth boundary.]
- "[(b) This subsection does not apply to land use regulations or requirements that are related to setbacks, building height, accessibility, fire ingress or egress, public health or safety, state or federal water quality standards, haz-ardous or contaminated site cleanup or wildlife protection or that implement statewide land use planning goals relating to natural resources, natural haz-ards, the Willamette River Greenway, estuarine resources, coastal shorelands, beaches and dunes or ocean resources.]
  - "[(c) For the purposes of this subsection:]

- "[(A) 'Residential design standards' means standards intended to preserve 1 the desired character, architectural expression, decoration or aesthetic quality 2 of new homes, including standards regulating:] 3 "[(i) Facade materials, colors or patterns;] 4 "[(ii) Roof decoration, form or materials;] 5 "[(iii) Accessories, materials or finishes for entry doors or garages;] 6 "[(iv) Window elements such as trim, shutters or grids;] 7 "[(v) Fence type, design or finishes;] 8 "[(vi) Architectural details, such as ornaments, railings, cornices and col-9 umns;] 10 "[(vii) Size and design of porches or balconies;] 11 "[(viii) Variety of design or floorplan; or] 12 "[(ix) Front or back yard area landscaping materials or vegetation.] 13 "[(B) 'Residential units' means any new single-unit dwellings, manufac-14 tured dwellings and units of middle housing, as defined in ORS 197A.420.] 15 "SECTION 9. The amendments to ORS 197A.400 by section 8 of this 16
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In line 38, delete "6" and insert "10".

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2025 Act become operative on January 2, 2033.".