

IMPACT STATEMENT

Legislation title: * Accept and appropriate a grant in the amount of \$75,000 from State of Oregon Department of Land Conservation and Development (DLCD) for the Residential Infill Project (Ordinance)

Contact name: Tom Armstrong
Contact phone: (503) 823-3527
Presenter name: Tom Armstrong

Purpose of proposed legislation and background information:

The purpose of this legislation is to accept and appropriate a \$75,000 grant from the State of Oregon to support work to update the state-mandated Housing Needs Analysis (HNA), which is a supporting document to the 2035 Comprehensive Plan.

The City of Portland adopted a Housing Needs Analysis (HNA) in 2012 as part of the 2035 Comprehensive Plan update. The Housing Needs Analysis has two components: 1) a Capacity Analysis, which is an assessment of residential development capacity; and 2) a Needs Projection, which is the mix of housing types, amounts and densities that will be commensurate with the financial capabilities of present and future area residents of all income levels over a 20-year planning period.

In 2019 the State Legislature passed HB 2003, which requires cities to update their Housing Needs Analysis (HNA) on a regular, fixed schedule. The City of Portland must update our HNA every six years. The first update must be adopted by City Council by December 2023. HB 2003 also requires cities to complete a Housing Production Strategy (HPS) outlining a list of specific tools, actions, and policies that the city plans to take to address the housing need identified in the HNA. This also includes the city's plan and timeline for adopting and implementing each strategy. DLCD will review and approve the HPS based on the adequacy of strategies to meet all identified housing needs, the appropriateness of strategies to facilitate the production of needed housing, as well as how well the strategies, taken as a whole, will achieve fair and equitable housing outcomes. Cities are required to complete the HPS within one year of the HNA is adopted.

This ordinance will provide funding to support the work to update the HNA. Specifically, BPS will update the housing inventory; prepare a 2045 household forecast; and prepare a growth allocation model to determine the housing type, affordability level and location of expected development out to 2045.

Financial and budgetary impacts:

DLCD has awarded a \$75,000 grant to the City for this project, which will be incorporated into the BPS FY 2021-22 budget under grant number PN000101.

This legislation will not create new City staff positions and will use existing General Fund funded positions for staff time associated with the project. This grant has no match

requirement.

Community impacts and community involvement:

The results of this grant work will help inform community discussions about the City’s long-term housing needs and the strategies that the City will need to meet those needs over the next 20+ years. The community engagement will be through the normal legislative process, including public hearings at the Planning and Sustainability Commission and the City Council.

100% Renewable Goal:

NA

Budgetary Impact Worksheet

Does this action change appropriations?

- YES:** Please complete the information below.
- NO:** Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount
217006	PNCP000001	441100	CDCPCD00000000GC	NON-PROGRAM	PN000104	PN01040001	\$75,000
217006	PNCP000001	511100	CDCPCD00000000GC	NON-PROGRAM	PN000104	PN01040001	\$30,000
217006	PNCP000001	514100	CDCPCD00000000GC	NON-PROGRAM	PN000104	PN01040001	\$15,000
217006	PNCP000001	521100	CDCPCD00000000GC	NON-PROGRAM	PN000104	PN01040001	\$30,000