

ORDINANCE No.

187283

* Replace the Multiple-Unit Limited Tax Exemption Program and establish annual program cap (Ordinance; replace Code Chapter 3.103)

The City of Portland ordains:

Section 1. The Council finds:

1. The City of Portland Housing Bureau ("PHB") administers Limited Tax Exemption ("LTE") programs that encourage the construction of affordable housing by leveraging private housing development to advance the City's housing, economic prosperity, and equity goals.
2. A Policy Review Committee reviewed the LTE programs in 2012. The Committee recommended program changes which were finalized through Ordinance No. 185477, passed by the Council on June 27, 2012, with the intent that the program be reviewed after three years.
3. PHB is making further program changes to the Multiple-Unit Limited Tax Exemption ("MULTE") Program to maximize the creation of affordable units, better align the program administration with policy goals and streamline administrative requirements to meet current market conditions.
4. In accordance with the statutory authority set forth in ORS 307.600, Portland City Code ("PCC") Chapter 3.103 must be amended to reflect the changes.
5. Portland City Code 3.103.030 requires Council to establish a cap on estimated foregone revenue for the MULTE Program.

NOW THEREFORE, The Council directs:

- a. PCC Chapter 3.103 is hereby deleted in its entirety and replaced with the revised Chapter 3.103, attached hereto as Exhibit A
- b. Council hereby establishes an annual cap on estimated foregone revenue for the MULTE Program of \$3,000,000.

Section 2. The Council declares that an emergency exists in order to make the necessary program changes this fiscal year to achieve the creation of more affordable rental housing; therefore, this ordinance shall be in full force and effect from and after its passage by the Council.

Passed by the Council:

AUG 05 2015

Commissioner Dan Saltzman
Prepared by: Dory Van Bockel
Date Prepared: May 28, 2015

Mary Hull Caballero

Auditor of the City of Portland

By *Gayla Jennings*

Deputy

827 -
Agenda No.
ORDINANCE NO.
Title

187283

✓ Replace the Multiple-Unit Limited Tax Exemption Program and establish annual program cap (Ordinance; replace Code Chapter 3.103)

INTRODUCED BY Commissioner/Auditor: Dan Saltzman	CLERK USE: DATE FILED <u>JUL 31 2015</u>
COMMISSIONER APPROVAL	<p>Mary Hull Caballero Auditor of the City of Portland</p> <p>By: <u>[Signature]</u> Deputy</p> <p>ACTION TAKEN:</p>
Mayor—Finance and Administration - Hales	
Position 1/Utilities - Fritz	
Position 2/Works - Fish	
Position 3/Affairs - Saltzman	
Position 4/Safety - Novick	
BUREAU APPROVAL	
Bureau: Portland Housing Bureau Bureau Head: Javier Mena, Assistant	
Prepared by: Dory Van Bockel Date Prepared: June 4, 2015	
Financial Impact & Public Involvement Statement	
Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/>	
Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
✓ City Auditor Office Approval: <u>Toni</u>	
✓ City Attorney Approval: <u>bl</u>	
Council Meeting Date <u>June 24, 2015</u> <u>August 5th</u>	

AGENDA
TIME CERTAIN <input type="checkbox"/> Start time: _____
Total amount of time needed: _____ (for presentation, testimony and discussion)
CONSENT
REGULAR <input checked="" type="checkbox"/> Total amount of time needed: <u>10 min</u> <u>20 min</u> (for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	<u> </u>	
2. Fish	2. Fish	✓	
3. Saltzman	3. Saltzman	✓	
4. Novick	4. Novick	✓	
Hales	Hales	✓	