

City of Portland, Oregon  
**FINANCIAL IMPACT STATEMENT**  
**For Council Action Items**

183679

(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Rich Eisenhauer		2. Telephone No. 503-823-6108		3. Bureau/Office/Dept. PBOT/Development Services	
5a. To be filed (hearing date): April 14, 2010		5b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>		4. Date Submitted to Commissioner's office and FPD Budget Analyst: April 5, 2010	

**1) Legislation Title:**

\*Implement the temporary suspension of system development charges for the construction or conversion of structures to accessory dwelling units (Ordinance; amend Code Section 17.15.050)

**2) Purpose of the Proposed Legislation:**

The proposed ordinance implements Council directives set forth in Resolution No. 36766, dated March 3, 2010. The Council's intent is to eliminate obstacles to the City of achievement of density and affordable housing goals that finds that the cumulative impact of system development charges are disproportional to the improvement values of accessible dwelling units, rendering such housing uneconomical to develop. The temporary suspension of system development charges will provide an incentive for property owners and developers to advance affordable housing projects during the current economic recession, thus increasing local employment and the available stock of affordable housing.

**Revenue and/or Expense:**

Is ALL the Revenue and/or Expense a part of the current year's budget? Yes \_\_\_\_\_ No X \_\_\_\_\_  
 SAP COST OBJECT No(s): 9TR000000174 then go to Step #5.  
 If NO, complete Steps 3 & 4. For modifications to budgets, identify/discuss only the changes to the budget.

**3) Revenue:**

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated please identify the source.  
 This ordinance will reduce income from Bureau system development charges by as much as \$50,000 per fiscal year.

**4) Expense:**

What are the costs to the City as a result of this legislation? What is the source of funding for the expense? (Please include costs in the current fiscal year as well as costs in future years) (If the action is related to a grant or contract please include the local contribution or match required) ("If there is a project estimate, please identify the level of confidence.")  
 The only potential new administrative burden is related to the cost of tracking active building permits for accessory dwelling units during FY 2013-2014 to ensure that projects obtain required occupancy permits prior to the June 30, 2014 deadline set by Council as a condition of the SDC suspension. This work will be funded by SDC revenue.

**Staffing Requirements:**

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation? (If new positions are created please include whether they will be part-time, full-time, limited term or permanent positions. If the position is limited term please indicate the end of the term.) Not Applicable.

6) Will positions be created or eliminated in future years as a result of this legislation? Not Applicable.

Complete the following section if you are accepting and appropriating a grant via ordinance. This section should only be completed if you are adjusting total appropriations, which currently only applies to grant ordinances.

**7) Change in Appropriations** (If the accompanying ordinance amends the budget, please reflect the dollar amount to be appropriated by this legislation. If the appropriation includes an interagency agreement with another bureau, please include the partner bureau budget adjustments in the table as well. Include the appropriate cost elements that are to be loaded by the Grants Office and/or Financial Planning. Use additional space if needed.)

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount

KK 4-7-10   
 APPROPRIATION UNIT HEAD      SUSAN D. KEIL, Director, Bureau of Transportation