

A RESOLUTION ESTABLISHING THE CITY OF ALBANY'S POLICY ON PAYMENT OF WATER AND SEWER SYSTEM DEVELOPMENT CHARGES FOR AFFORDABLE HOUSING PROJECTS AND APPLYING THIS POLICY TO THE COTTAGE CREEK AND PARKROSE PROJECTS.

WHEREAS, the Albany City Council's Administration/Community Development Committee has recommended a policy regarding payment of water and sewer system development charges for affordable housing projects exempt from property tax under state law; and

WHEREAS, the Linn-Benton Housing Authority has requested that the City consider payment of these charges for their Cottage Creek projec; and

WHEREAS, the Albany Partnership for Housing and Community Development has requested that the City consider payment of these charges for the "new" structures associated with their ParkRose project.

NOW, THEREFORE, BE IT RESOLVED BY THE ALBANY CITY COUNCIL AS FOLLOWS:

Section 1: The City's policy on payment of water and sewer SDCs for affordable housing projects whose sponsors are exempt from property tax under state law is not to exempt these charges but rather to consider requests for payment on a case-by-case basis and to search for City funding sources to pay SDCs on behalf of project sponsors. Potential sources of funding identified are the Community Development Fund, the Water and Sewer Economic Development Funds, utility rates, and the General Fund.

Section 2: The City will pay up to \$25,000 from the Community Development Fund for the water and sewer SDCs for the Cottage Creek project of the Linn-Benton Housing Authority.

Section 3: On the ParkRose project of the Albany Partnership, the City will charge SDCs for the 10 new dwelling units on the site where the ODOT maintenance facility was located. The City Council interprets SDCs to be impact fees associated with new development and not applicable to the homes that will be moved as a result of the Pacific Boulevard/9th Avenue Couplet project. These sites will be replaced by pavement and no longer available for housing development. The City will pay the applicable SDCs, currently estimated at \$23,000, from the Community Development Fund.

DATED THIS 26TH DAY OF JUNE 1996.


Mayor

ATTEST:

City Recorder