

HOUSING COST IMPACT STATEMENT

FOR ESTIMATING THE EFFECT OF A PROPOSED RULE OR ORDINANCE ON THE COST OF DEVELOPING
A *TYPICAL 1,200 SQ FT DETACHED SINGLE FAMILY DWELLING ON A 6,000 SQ FT PARCEL OF LAND.
(ORS 183.534) FOR ADMINISTRATIVE RULES

AGENCY NAME:

Department of Land Conservation and Development

HEARING DATE:

December 4, 2008

ADDRESS: 635 Capitol Street NE

CITY/STATE: Salem, OR 97301

PHONE: (503) 373-0050

PERMANENT:

TEMPORARY:

EFFECTIVE DATE: Upon Filing

**BELOW PLEASE PROVIDE A DESCRIPTION OF THE ESTIMATED SAVINGS OR ADDITIONAL COSTS THAT
WILL RESULT FROM THIS PROPOSED CHANGE.**

PROVIDE A BRIEF EXPLANATION OF HOW THE COST OR SAVINGS ESTIMATE WAS DETERMINED.
IDENTIFY HOW CHANGE IMPACTS COSTS IN CATEGORIES SPECIFIED

Description of proposed change: (Please attach any draft or permanent rule or ordinance)

Amendment and adoption of new administrative rules interpreting statewide planning Goals 10 and 14 to encourage affordable housing.

Description of the need for, and objectives of the rule:

These rules are necessary to encourage affordable housing, including manufactured housing parks, including possible "pilot projects" that would initially apply to only three to five cities, but that may ultimately apply statewide depending on the results of the pilot projects. The new and amended rules may clarify and modify existing housing rules under OAR 660, division 8, to encourage provision of sites dedicated to affordable housing. As necessary, these new and amended rules may modify provisions for UGB amendment in order to implement ideas for the pilot project.

List of rules amended:

OAR chapter 660, division 8, including adoption of new rules under that division
OAR chapter 660, division 24, including adoption of new rules under that division

Materials and labor costs increase or savings: The proposed rules are not expected to affect housing materials or labor costs.

Estimated administrative, construction or other costs increase or savings: The proposals are intended to reduce housing land costs. It is not possible to estimate the amount of such reduction, since these amendments will involve pilot projects that will not be determined until after adoption of the rules, although the pilot project selection will be governed by the rules.

Land costs increase or savings:

The proposed amended rules are intended to reduce housing land costs for new sites "dedicated to affordable housing". However, it is not possible to estimate the amount of this reduction. The rules may also reduce housing costs in general, statewide, to the extent that the rules amend local government requirements intended to increase the availability of affordable housing. Again, it is not possible to estimate the amount of this reduction.

Other costs increase or savings: None

*Typical-Single story 3 bedrooms, 1 1/2 bathrooms, attached garage (calculated separately) on land with good soil conditions with no unusual geological hazards.

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