

Department New Request Form
Fiscal Year 2023

Program	Development Services	Title of New Request:	Rank: 6
Department	Housing & Community Development		
Request Category	NEW Request/Service/Feature	Affordable Housing & Climate Action Incentives Program	
Request Rating	New Program		
Department Goal	Health (1)		
1. How will request assist in achieving Department Goal and benefit the customer			
<p>This program will effectively address the nexus between housing, climate, and equity by creating a program to offer builders, homeowners, and affordable housing developers incentives to promote building decarbonization and affordable housing development. It will support implementation of Strategic Plan goals Community Design & Livability 2 and 3, Environmental Quality goal 2, and Economic Health goal 1. This program is a collaboration between Climate Action and Housing Policy initiatives. The deliverables in this project will promote partnership with the private sector, education and access to resources to electrify and make buildings more energy efficient and the creation of affordable housing. This project also aligns with the goals of A Place to Call Home by partnering to create new housing opportunities. Development of any incentive program requires funding to provide in return for projects incorporating elements of city goals. In FY22 we had planned to launch the affordable housing incentives program, however due to revenues to the trust fund being delayed, we were unable to initiate that program. We have done the ground work to determine feasibility of a range of affordable housing incentives, and are now prepared to layer those incentives that perform well with additional climate action incentives.</p>			

2. What specifically is needed to achieve this goal?
<p>This program's administrative structure will rely on existing staff in Climate Action and Housing Policy as well as the established fund structure of the Affordable Housing Trust fund. We need \$100,000 in funds dedicated to electrification, clean energy, and energy efficiencies in new and existing affordable housing units. In addition we propose using \$200,000 to dedicate to developers for impact and permit fee subsidization and utility connectivity subsidization in exchange for a percentage of affordable units. Impact Fees are estimated at \$2,335/unit. Water and Sewer connectivity is approximately \$30,000/acre. With this pilot funding we will establish the program, test processes, and create a sustainability plan for program operation in future years.</p>

3. Cost Impact of New Program:								
Account #	Item	Qty	Unit Cost	Requested One-Time	Requested Ongoing	FY 2023 Unfunded	FY 2023 Funded	Proposed FY 2024 Ongoing
Ongoing Expenses								
					-	-	-	-
					-	-	-	-
					-	-	-	-
					-	-	-	-
					-	-	-	-
					-	-	-	-
One-time Expenses								
2700.255.470255.700	Incentives Program Funding	1	300000	300,000		300,000	-	-
				-		-	-	-
				-		-	-	-
				-		-	-	-
				-		-	-	-
				-		-	-	-
Expense Sub-Total				300,000	-	300,000	-	-

Revenue Offset:				Proposed Onetime Revenue	Proposed Ongoing Revenue
Account #	Revenue Description				
1000	T	Tax Revenue			300,000
Revenue Sub-Total				300,000	-

4. What sort of data will be used to report results and outcomes of request?	Requested/Proposed Funding Source	
<p>For funded projects we will collect and report information about number of units created, number of units where energy efficiency measures were implemented. Program staff will also develop additional outcome measures if possible, including kw hours saved, solar panels installed, etc.</p>	One-time	
	Ongoing	
	Tax or Assessment	300,000
	Non-tax	-
	Fund Balance	-
Total	300,000	