## City of St. Helens RESOLUTION NO. 1999

## A RESOLUTION ADOPTING A POLICY REGARDING SYSTEM DEVELOPMENT CHARGES FOR CONVERSION OF BUILDINGS FROM COMMERCIAL TO RESIDENTIAL USE IN NON-INDUSTRIAL ZONES

**WHEREAS,** the Oregon Legislature adopted House Bill (HB) 2984 in the 2023 legislative session amending ORS 197.308 to allow the conversion of buildings from commercial to residential use within Urban Growth Boundaries of cities with a population of 10,000 or greater, under certain conditions; and

**WHEREAS,** HB 2984, Section 1(6)(c) [ORS 197.308(6)(c)] permits cities to assess System Development Charges (SDCs) for such building conversions if (A) "the charge is calculated pursuant to a specific adopted policy for commercial to residential conversions adopted on or before December 31, 2023," or (B) "the charge is for water or wastewater and includes an offset for at least 100 percent of the water or wastewater SDCs paid when the building was originally constructed;" and

WHEREAS, the City of St. Helens' population exceeds 10,000; and

**WHEREAS,** the City does not have "a specific adopted policy for *commercial* to *residential* conversions." When a building or portion thereof is converted from *any* use to *any other* use, the City's current Systems Development Charge (SDC) regulations require payment of SDCs, but a credit for the existing use is applicable to reduce or eliminate the SDC charges pursuant to St. Helens Municipal Code 13.24.130; and

**WHEREAS,** the City Council desires to preserve the City's full local authority to assess SDCs for the conversion of commercial buildings and finds that Chapter 13.24 of the St. Helens Municipal Code, as now drafted and hereafter amended, will sufficiently address all SDC methodology, rates, and other applicable terms and conditions needed to calculate SDC charges for commercial to residential building conversions pursuant to HB 2984.

## NOW, THEREFORE, THE CITY OF ST. HELENS RESOLVES AS FOLLOWS:

**Section 1.** The City Council hereby adopts Chapter 13.24 of the St. Helens Municipal Code, as currently in effect and as may be amended from time to time, as the City's specific policy for SDC calculations in connection with all residential development, including commercial to residential conversions pursuant to HB 2984.

**Section 2.** This Resolution shall become effective immediately upon its passage by the City Council.

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## **Approved and adopted** by the City Council on December 20, 2023, by the following vote:

Ayes: Chilton, Sundeen, Gundersen, Hubbard, Scholl

Nays: None

Rick Scholl, Mayor

ATTEST:

Kathy Payne, City Recorder