ORDINANCE NUMBER O- 20934 (NEW SERIES)

DATE OF FINAL PASSAGE MAY 1 5 2018

AN ORDINANCE AMENDING CHAPTER 14, ARTICLE 2, DIVISION 6 OF THE SAN DIEGO MUNICIPAL CODE BY AMENDING SECTION 142.0640, RELATING TO DEVELOPMENT IMPACT FEES FOR COMPANION UNITS AND JUNIOR UNITS.

WHEREAS, on July 24, 2017, the City Council approved amendments to the companion unit regulations to comply with the State mandate regarding accessory dwelling units set forth in California Government Code sections 65852.1 and 65852.2, as may be amended; and

WHEREAS, the City Council also approved amendments to include regulations concerning junior accessory dwelling units to conform with California Government Code section 65852.22, as may be amended; and

WHEREAS, the amendments and the State mandate were in response to the State's severe housing crisis and were intended to have the effect of providing the creation of companion units and junior units; and

WHEREAS, companion units and junior units are intended to provide additional rental housing stock, are an essential component of the housing supply, and provide housing for family members, students, the elderly, in-home health care providers, the disabled, and others, at below market prices within existing neighborhoods; and

WHEREAS, the regulatory fees for the construction of a companion unit can be up to \$30,000, which is a financial hindrance and deters property owners from constructing companion units; and

WHEREAS, it is the intent of the City Council to further encourage the construction of companion units and junior units by exempting companion units and junior units from paying development impact fees; NOW, THEREFORE,

BE IT ORDAINED, by the Council of the City of San Diego, as follows:

Section 1. That Chapter 14, Article 2, Division 6 of the San Diego Municipal Code is amended by amending section 142.0640, to read as follows:

§142.0640 Impact Fees for Financing Public Facilities

- (a) [No change in text.]
- (b) Payment of Fees

The payment of Development Impact Fees (as defined in California Government Code Section 66000) shall be required prior to issuance of any Building Permit in areas where Development Impact Fees have been established by City Council resolution or ordinance. Notwithstanding the above, the City Manager may also require the payment of Development Impact Fees prior to issuance of any *construction permit* issued or required for *development* that would increase demand for public facilities and/or result in the need for new public facilities. Development Impact Fees shall not be required for *companion unit* or *junior unit development*. The Development Impact Fee due shall be determined in accordance with the fee schedule approved by the applicable City Council resolution in effect upon the issuance of a Building Permit, or *construction permit*, as applicable, and may include an automatic increase consistent with Section 142.0640(c).

(c) through (f) [No change in text.]

Section 2. That a full reading of this Ordinance is dispensed with prior to passage, a written copy having been made available to the Council and the public prior to the day of its passage.

Section 3. That this Ordinance shall take effect and be in force on the thirtieth day from and after its final passage, except that the provisions of this Ordinance inside the Coastal Overlay Zone, which are subject to California Coastal Commission jurisdiction as a City of San Diego Local Coastal Program amendment shall not take effect until the date the California Coastal Commission unconditionally certifies those provisions as a local coastal program amendment.

By
Corrine L. Neuffer
Deputy City Attorney

APPROVED: MARA W. ELLIOTT, City Attorney

CLN:amc

February 16, 2018 Or. Dept:TSW Doc. No.: 1605245

I hereby certify that the foregoing O	rdinance was passed by the Council	of the City of
San Diego, at this meeting of	MAY_ 1 _ 5 _2018	

ELIZABETH S. MALAND City Clerk

Approved: S/15/18

(date)

KEVIN L. FAULCONER, Mayor

Vetoed: KEVIN L. FAULCONER, Mayor

Passed by the Council of The City	y of San Diego on	M/	NY 1 5 2018	, by the fol	lowing vote:
Councilmembers	Yeas	Nays	Not Present	Recused	
Barbara Bry	\mathbf{Z}				
Lorie Zapf	Ø				
Chris Ward	Z	,			
Myrtle Cole			Z		
Mark Kersey	Z Z				
Chris Cate	Z				
Scott Sherman	. 🗖		\mathbb{Z}		
David Alvarez	Ø				
Georgette Gomez	Ø				
Date of final passage	15 2018		11 A	\$	
			KEVIN L. FAULCONER		
AUTHENTICATED BY:		Mayor of The City of San Diego, California.			
			FI IZARETH	S MALAND	
(Seal)		ELIZABETH S. MALAND City Clerk of The City of San Diego, California.			
		Ву	Hy Rive	8	, Deputy
I HEREBY CERTIFY the elapsed between the day of its int				til twelve calen	dar days had
APR 3 0 2)18 , a	nd on	MAY 1 5 2	2018	•
I FURTHER CERTIFY dispensed with by a vote of five available to each member of the (Seal)	e members of the Co	ouncil, and the	nat a written copy day of its passage.	of the ordinand	e was made
	<u> </u>			<u> </u>	
		Office of the	e City Clerk, San	Diego, Califorr 20934	nia

STRIKEOUT ORDINANCE

OLD LANGUAGE: Struck Out

NEW LANGUAGE: <u>Double Underline</u>

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Fees shall not be required for *companion unit* or *junior unit development*.

The Development Impact Fee due shall be determined in accordance with the fee schedule approved by the applicable City Council resolution in

effect upon the issuance of a Building Permit, or *construction permit*, as applicable, and may include an automatic increase consistent with Section 142.0640(c).

(c) through (f) [No change in text.]

CLN:amc

February 16, 2018 Or. Dept: TSW Doc. No.: 1603474