

AFFORDABILITY IMPACT STATEMENT

NEIGHBORHOOD HOUSING AND COMMUNITY DEVELOPMENT INTERNATIONAL ENERGY CONSERVATION CODE SOLAR READINESS ORDINANCE

PROPOSED CODE AMENDMENT:	ADOPT AN ORDINANCE AMENDING THE 2015 INTERNATIONAL ENERGY CONSERVATION CODE REQUIRING NEW CONSTRUCTION TO PLAN AND PROVIDE FOR SOLAR READY AREAS ON ROOFS.
LAND USE / ZONING OPPORTUNITIES FOR AFFORDABLE HOUSING	Positive Negative Neutral
DEVELOPMENT	No IMPACT FORESEEN.
IMPACT ON COST OF DEVELOPMENT	Positive Negative Neutral
	THE REQUIREMENT FOR DEVELOPERS AND BUILDERS TO DESIGN AND BUILD ROOFS AND ROOF PENETRATIONS THAT COMPLY WITH THE PROPOSED ORDINANCE AND IDENTIFY THESE AREAS ON CONSTRUCTION PLANS WILL ADD A COST TO CONSTRUCTION ESTIMATED BY AUSTIN ENERGY TO BE BETWEEN \$50 - \$100 PER SINGLE FAMILY HOME. THE COST FOR MULTIFAMILY PROPERTIES WOULD BE LESS THAN THE PREVIOUS ESTIMATE ON A PER UNIT BASIS.
IMPACT ON PRODUCTION OF AFFORDABLE HOUSING	THE PROPOSED ORDINANCE WILL NOMINALLY INCREASE CONSTRUCTION COSTS THEREBY DECREASING HOUSING AFFORDABILITY. THE POTENTIAL FINANCIAL BENEFITS FOR CONSUMERS OF A SOLAR READY ROOF ARE DIFFICULT TO QUANTIFY, WOULD BE ON A LONGER TERM TIME-SCALE, AND ONLY IN CASES WHERE POTENTIAL SAVINGS ASSOCIATED WITH THE INSTALLATION AND USE OF SOLAR PANELS WERE PASSED ON TO HOMEBUYERS OR RENTERS.
PROPOSED CHANGES IMPACTING HOUSING AFFORDABILITY:	THE REQUIREMENT TO DESIGN AND BUILD SOLAR READY ROOFS AS DEFINED IN THE ORDINANCE.
ALTERNATIVE LANGUAGE TO MAXIMIZE AFFORDABLE HOUSING OPPORTUNITIES:	NONE.

OTHER HOUSING POLICY CONSIDERATIONS:	THE PROPOSED ORDINANCE DOES NOT TREAT ALL NEW CONSTRUCTION EQUAL AS NEW CONSTRUCTION WITH A CERTAIN AMOUNT OF SHADE (AT THE TIME OF CONSTRUCTION) DOES NOT HAVE TO COMPLY WITH THE SOLAR READINESS CRITERIA.
	FURTHERMORE, POLICYMAKERS MUST WEIGH THE TRADEOFFS BETWEEN INCREASED CONSTRUCTION COSTS UP-FRONT AGAINST ANY POTENTIAL LONG-TERM SAVINGS ASSOCIATED WITH SOLAR READINESS. ALTHOUGH THE PROPOSED ORDINANCE WILL ADD A COST TO NEW CONSTRUCTION, THE COST IS LESS EXPENSIVE THAN WHAT IT WOULD COST TO RETRO-FIT THE ROOF FOR SOLAR READINESS AFTER CONSTRUCTION.
DATE PREPARED:	6/5/2017
DATE PREPARED.	
DIRECTOR'S SIGNATURE:	