

## **SDC Deferral Program**

The SDC Deferral Program, formerly known as the Multi-Family SDC Deferral Program, became effective October 21<sup>st</sup>, 2016. Under Ordinance NS-2778, the Multi-Family SDC Deferral Program authorized any multi-family residential development to defer the cost of SDCs, typically due before a building permit is issued, to the time when the Certificate of Occupancy is approved. The goal was to encourage the development of multi-family and rental units in the City of Bend without compromising the city's capital infrastructure funds.

Expansion of the SDC Deferral Program will be introduced in phases beginning in 2024. The program will initially be available to multi-unit (3 or more) residential developments beginning July 1, 2024. The program will then be available to all other residential development beginning January 1, 2025. Finally, it will be expanded to include all other types of development on January 1, 2026.

Beginning with Permit Applications submitted on or after July 1, 2024, you can apply for the SDC Deferral Program with the submission of the building permit application. An administrative fee, if applicable, will be due as outlined in the current City of Bend fee schedule, and must be paid with the submission of the Application For System Development Charges (SDC) Deferral. Sewer, Transportation, and Water SDCs will be calculated based on the fee schedule in effect as of the date of the permit application. A 2% recovery fee will be added to the total due. An agreement will be required to defer Bend Park and Recreation District (BPRD) SDCs. The BPRD SDCs due will be calculated based on the fee schedule in effect at the time of Certificate of Occupancy.

All SDCs must be paid prior to requesting the Final Building Inspection and the issuance of the Certificate of Occupancy.

DEV - SDC Deferral Program memo

Page 1

