

COACHELLA VALLEY ASSOCIATION OF GOVERNMENTS

73-710 Fred Waring Dr., Suite 200, Palm Desert, CA 92260 · (760) 346-1127 · www.cvag.org



August 12, 2021

William Pattison
City Manager
Coachella
53-990 Enterprise Way
Coachella, CA 92236

RE: Inflation adjustment for the Transportation Unified Mitigation Fee starting September 1, 2021

Dear Mr. Pattison:

The Transportation Uniform Mitigation Fee (TUMF) was established in 1989 as a one-time impact fee charged on all new development occurring within the CVAG region. Monies collected through the TUMF program are applied to transportation-related capital facilities and infrastructure required to address new growth within the Coachella Valley and are intended to compliment revenue generated through Riverside County's Measure A sales tax. The current TUMF rates were adopted in 2018 and allow for the consideration of an annual inflation adjustment:

The inflation factor shall be the same one utilized by the Coachella Valley Local Development Mitigation Fee, based on the Riverside-San Bernardino-Ontario Consumer Price Index (CPI). Such CPI will be reviewed annually by the Executive Committee which will determine whether or not to apply the inflation factor.

The annual adjustment was implemented in order to avoid steep, though less frequent, adjustments covering multiple years' worth of rising construction costs.

The CPI for the Riverside-San Bernardino-Ontario metropolitan area rose by 2.1% for calendar year 2020. At their June 28, 2021 meeting, the CVAG Executive Committee approved adjusting the TUMF rates for fiscal year 2021-2022 by the same factor. The revised rates are summarized on the next page. Please be sure that your staff is aware of this fee increase and that your permit software updates to the new values on September 1, 2021.

If you have any questions, please do not hesitate to contact Peter Satin, Regional Planner, by telephone at 760.346.1127, or by email at psatin@cvag.org.

<i>TUMF Category</i>	<i>Current fee</i>	<i>Fee as of September 1, 2021</i>
<i>Residential (per dwelling unit)</i>		
<i>Single family detached</i>	\$2,310	\$2,358
<i>Multi-family attached</i>	\$1,330	\$1,358
<i>Nursing/congregate care</i>	\$495	\$505
<i>Non-residential (per 1,000 sq. ft.)</i>		
<i>Retail</i>	\$6,010	\$6,135
<i>Office</i>	\$2,390	\$2,440
<i>Industrial</i>	\$1,215	\$1,240
<i>Fuel-gas (per dispensing unit)</i>	\$8,610	\$8,790
<i>Fuel-electric (per dispensing unit)</i>	\$91	\$93
<i>Hotel (per room)</i>	\$3,510	\$3,583
<i>Golf course (per acre)</i>	\$920	\$939

Sincerely,



Tom Kirk,
Executive Director

CC: Gabriel Perez, Assistant Development Services Director