

City of Grass Valley City Council Agenda Action Sheet

<u>Title:</u> Regional Transportation Mitigation Fees - Annual Inflation Increase

<u>**Recommendation**</u>: That Council: 1) hold a public hearing; and 2) adopt a Resolution approving an annual inflation increase to the existing regional transportation mitigation fees.

Prepared by: Bjorn P. Jones, City Engineer

Council Meeting Date: 05/10/2022

Date Prepared: 05/05/2022

Agenda: Public Hearing

Background Information: Annually, the City of Grass Valley and the Nevada County Transportation Commission (NCTC) evaluates the Impact Fee Programs and the Engineering News Record Construction Cost Index (ENR-CCI) for San Francisco to determine if applying an inflation increase as described in the programs is applicable. The ENR-CCI change for the past year was +8%.

On March 16, 2022, the NCTC adopted Resolution 22-05 approving an inflation adjustment for the Regional Transportation Mitigation Fee (RTMF) program and have recommended that Grass Valley also adopt an 8% increase for the RTMF. Staff therefore proposes to increase the RTMF by this amount.

The attached resolution includes an exhibit of the proposed fees with inflation.

This public hearing was noticed per the California Government Code.

<u>Council Goals/Objectives</u>: The approval of the annual inflation increase of impact fees executes portions of work tasks towards achieving/maintaining Strategic Plan -Economic Development and City Infrastructure Investment.

Fiscal Impact: Project costs associated with the increase in impact fees shall be borne by developers.

Funds Available: N/A

Account #: N/A

Reviewed by: City Manager

Attachments: Resolution 22-19 NCTC Resolution 22-05