

City of Grass Valley City Council Agenda Action Sheet

<u>Title</u>: Annual Inflation Increase for Water, Sewer, and Development Impact Fees

<u>Recommendation</u>: That Council: 1) hold a public hearing; and 2) adopt Resolution No. 2022-21 approving an annual inflation increase to the existing water, sewer, and development impact fees

Prepared by: Tim Kiser, City Manager

Council Meeting Date: 05/10/2021 Date Prepared: 05/13/2021

Agenda: Public Hearing

<u>Background Information</u>: Annually, the City of Grass Valley 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% which staff proposes to increase the water, sewer, and development impact fees by this amount. This public hearing was noticed per the California Government Code.

The attached resolution includes an exhibit of the proposed impact fees with inflation. It is recommended that Council adopt Resolution 2022-21, authorizing an annual inflation increase to water, sewer, and development impact fees.

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

<u>Fiscal Impact</u>: Project costs associated with the increase in the water service area shall be borne by the developer.

Funds Available: N/A Account #: N/A

Reviewed by: ____ City Manager

Attachments: 1) Resolution No. 2022-21

2) Proposed Fees