

City of Grass Valley City Council Agenda Action Sheet

<u>Title:</u> Regional Transportation Mitigation Fees - Fee Increase Correction

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

Prepared by: Bjorn P. Jones, City Engineer

Council Meeting Date: 11/08/2022 Date Prepared: 11/02/2022

Agenda: Public Hearing

<u>Background Information</u>: 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.

On April 26, 2022, the City Council adopted Resolution 2022-19 approving an inflation adjustment for the Regional Transportation Mitigation Fee (RTMF) program to reflect the increase adopted by the NCTC. The fees from the previous fee schedule were increased by the approved 8% inflation adjustment.

Subsequent to this adjustment, Staff was notified by NCTC that the current fee schedule did not match the RTMF fees as adopted by NCTC. It was determined that a prior inflation adjustment was approved in one year, but did not carry over in the next year's adjustment calculations.

Staff proposes to increase the RTMF by the amounts necessary to correct the prior miscalculation, to properly match the fees currently approved by NCTC. The attached Resolution includes an exhibit of the proposed fees and the increases required to affect these changes.

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

<u>Fiscal Impact</u>: The adjusted fee schedule results in slightly higher development impact fees to be paid by developers.

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

Reviewed by: City Manager