

# Public Safety Impact Fees

*City of Long Beach*

## Action to Date

June 2005

Requested preparation of a nexus study

September 2006

Approved nexus study and directed the City Attorney to prepare implementing ordinance

March 2006

Consider proposed ordinance

March 2006

Public meeting held

April

Council consideration of proposed ordinance

## Public Safety Impact Fees - Overview

- Fees Calculated for Police and Fire Facilities
- Impact Fees are Charged to New Development to Fund the Public Facilities Needed to Serve that Development
- Impact Fees Cannot Be Used for Operations and Maintenance Costs

# Proposed Public Safety Impact Fees

## Proposed Public Facilities Fee Summary

<u>Land Use</u>	<u>Fire Protection</u>	<u>Police</u>	<u>Total</u>
<i><u>Residential (per dwelling unit)</u></i>			
Single Family Unit	\$ 496	\$ 703	\$ <b>1,199</b>
Multi-family Unit	378	537	<b>915</b>
<i><u>Nonresidential (per square foot)</u></i>			
Commercial	\$ 0.267	\$ 0.442	\$ <b>0.709</b>
Office	0.325	0.538	<b>0.863</b>
Industrial	0.132	0.218	<b>0.350</b>

Source: MuniFinancial.

# Applicability of Fees

Fees apply to any project that has not yet obtained a building permit

Fees collected at the end of the construction project, at issuance of certificate of occupancy

## Exempt Projects

Remodel of existing commercial buildings or residential units

Any new commercial project under 3,000 square feet

Demolition and reconstruction of a single family home

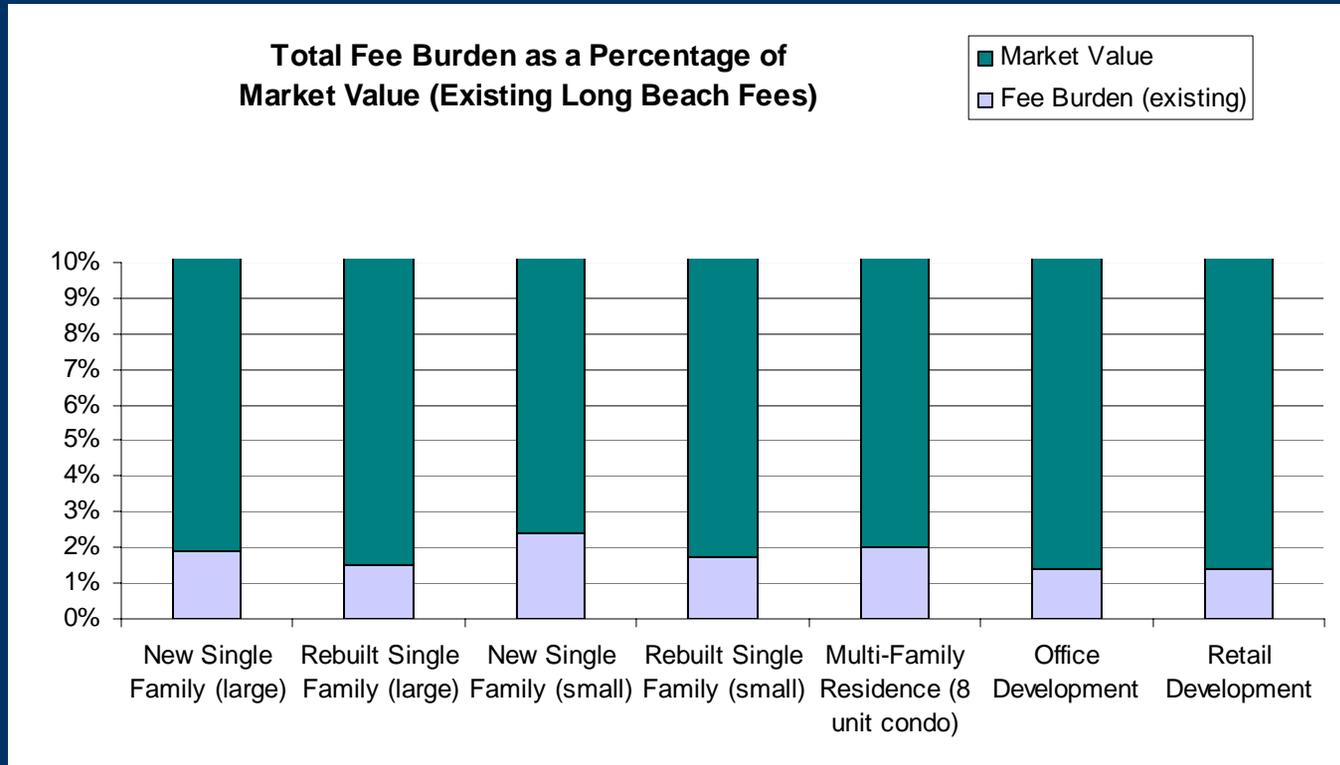
Affordable housing projects

Hospitals

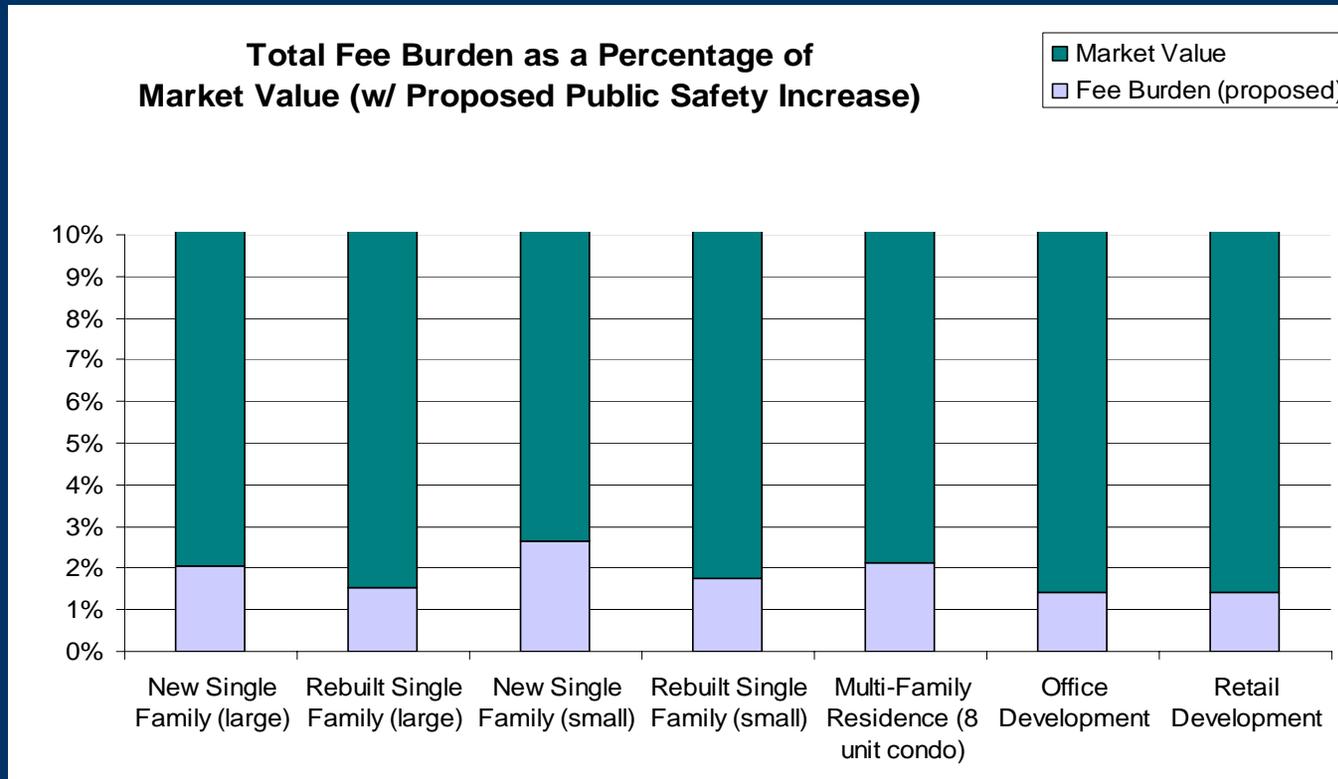
## The Fee Burden Analysis Considers Three Main Questions:

- What is the full burden of fees (not only impact fees) charged to new development in Long Beach?
- How does the fee burden in Long Beach compare to other cities?
- What are the economic impacts of these fees?

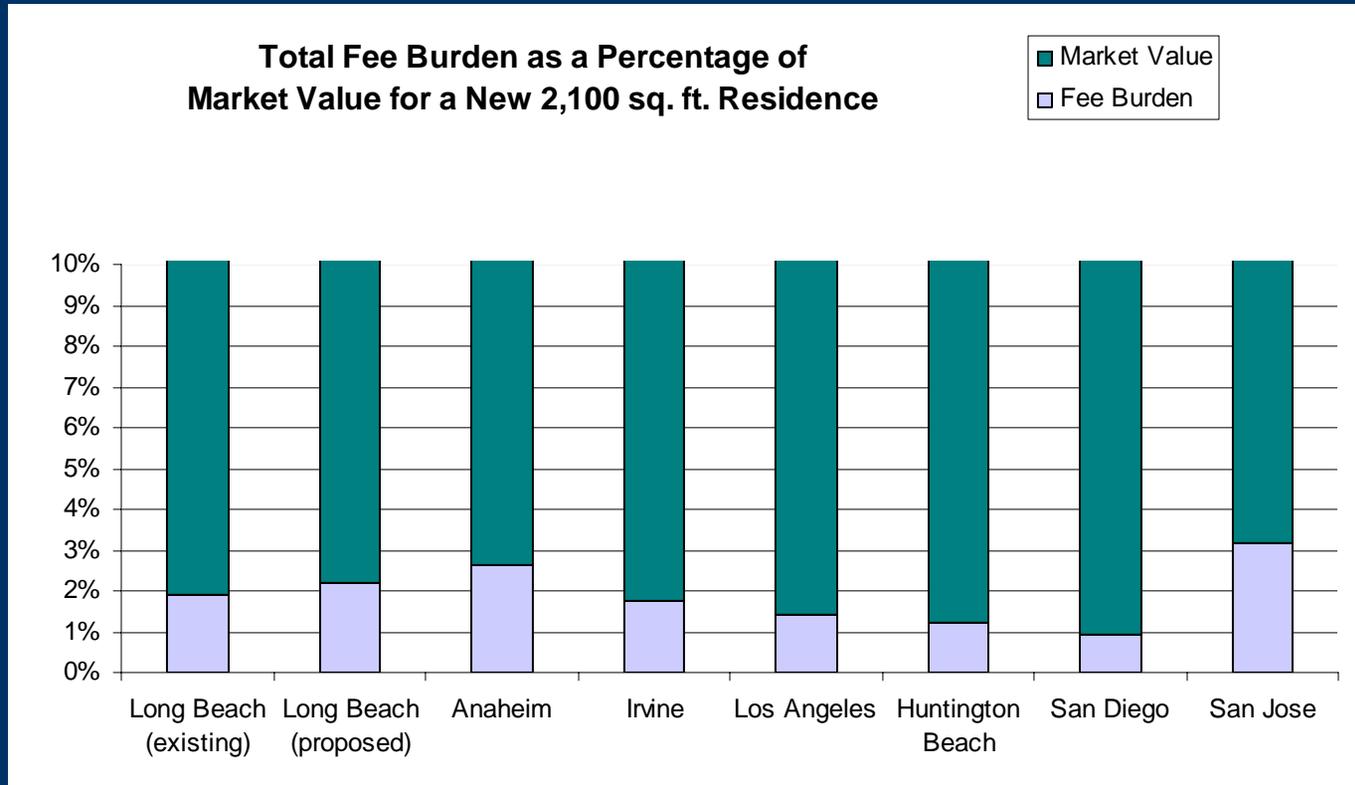
# The existing fee burden in Long Beach ranges from 1.42% to 2.49% of market value



# With proposed increase to public safety fees, the fee burden is 1.42% to 2.71% of market value



# The fee burden in Long Beach is roughly comparable to several peer cities



## Recommendations

Based on the public comments, identify any proposed modifications

Adopt the ordinance

To further the goals of partnering with the community and providing efficient and effective service, staff will work with the development community to identify improvements and ways to streamline the permit process