

**City of Garden Grove  
Development Impact Fee Annual Report  
Fiscal Year 2016-2017**

The following is a report, which was prepared to comply with California Government Code Section 66006. This section requires an annual disclosure and review of collected development impact fees and expenditures. This review is prepared in compliance with the requirements of the code, and it was prepared with the assistance of the Public Works Department and Finance Department.

Government Code Section 66006(b) requires that within 180 days after the last day of the fiscal year the city shall make available the following information for the fiscal year ended:

- A. A brief description of the type of fee, included as Section 1.0.
  
- B. The amount of the fee, included as Section 2.0.
  
- C. The beginning and ending balances of the fund and fees collected and the interest earned, included as Section 3.0.
  
- D. An identification of each public improvement on which the fees were expended and the amount of the expenditure on each improvement, including the total percentage of the cost of the public improvement that was funded with fees. This is included as Section 4.0.
  
- E. An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing of an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and if the public improvement remains incomplete. This is included as Section 5.0.
  
- F. A description of each inter-fund transfer or loan made from the account or fund including the public improvement on which the transferred or loaned fees will be expended, and the rate of an inter-fund loan, the date on which the loan will be repaid, and the rate of interest that the account or fund will receive on the loan. No transfers or loans were required or made.
  
- G. The amount of refunds made pursuant to subdivision (e) of Section 66001 and any allocations pursuant to subdivision (f) of Section 66001. No refunds were required or made.

## **Section 1.0. A Brief Description of the Type of Fee in the Account or Fund**

### Drainage Facilities Fee

As city lands are developed, hard surface areas (concrete/paving) increase and directly affect flooding citywide. A drainage fee is charged to fund local drainage improvements that are required to reduce the cumulative impact of increased runoff in the city.

### Transportation Facilities Fee

Development increases the motorist population citywide and the cumulative increase requires constant improvements to meet the demands of the public. The Transportation Facilities Fee is charged to fund projects that relieve traffic congestion either in a specific location or citywide.

### Water Assessment Fees

The fees reflect the cumulative impact of development on the water infrastructure. Water assessment fees are charged per (1) frontage and (2) acreage. The reasoning is that a property with a large frontage will benefit from additional street exposure, including landscaping and will place a greater burden on the water system as opposed to a similar sized parcel with a smaller sized frontage. The fee for acreage is to account for the increased demand placed on the water system by larger properties in general. Together, these fees fund capital projects that are required in order to meet the water needs of an increased population and to upgrade an aging infrastructure.

### Parkway Tree Fee

City parkway trees are located throughout the city. The maintenance and care of the city's urban forest is an ongoing task that involves trimming, planting, removal, sucker removal, installation of root barriers, staking, etc. Additionally, hardscape items, such as curb, gutter, and sidewalk, need removal and replacement due to tree root damage. New development often removes mature trees as part of their project. This fee is collected to pay for the capital improvement costs associated with maintaining the city's parkway trees and adjacent hardscape. In this manner, the city's urban forest is maintained at a service level that is consistent with the public's expectations.

### In Lieu of Parkland Dedication Fee (Quimby Park Fee)

The Quimby Act authorizes the City to require the dedication of parkland or to impose fees for park or recreational purposes as a condition of the approval of a tentative or parcel subdivision map. These fees are used for the purpose of developing new or rehabilitating existing neighborhood or community parks or recreation facilities. This fee is only applied to Subdivision Projects.

### Mitigation Act Park Fee (Citywide Park Fee)

The City charges a Citywide Park Fee applicable to residential developments consisting of non-subdivisions. Consequently, residential developments not subject to the Quimby Park Fee (above) shall be required to remit a park fee as established by City Council for the purposes of providing citywide parks and recreational facilities.

### Cultural Arts Fee

The city collects Art fees to construct various public art pieces and memorials and for conducting public events, such as the Open Streets annual event.

### In Lieu Of Undergrounding Fee

This fee is collected in lieu of required utility undergrounding at the request of the developer. The fee will be used to underground overhead utility lines in conjunction with the City's Rule 20A program funded through Southern California Edison. This will maximize the city's resources and deliver a more cost effective project.

## Section 2.0. Fee Amounts

### Drainage Facilities Fee Schedule

Land Use	Effective 2/13/2017	Effective 2/12/2018	Effective 2/12/2019
Single Family (Sq.Ft.)	\$ 0.14	\$ 0.20	\$ 0.27
Multi Family (Sq.Ft.)	\$ 0.11	\$ 0.14	\$ 0.18
Commercial (Sq.Ft.)	\$ 0.19	\$ 0.30	\$ 0.42
Office (Sq.Ft.)	\$ 0.21	\$ 0.36	\$ 0.50
Industrial (Sq.Ft.)	\$ 0.20	\$ 0.34	\$ 0.47

### Transportation Facilities Fee Schedule

Land Use	Effective 2/13/2017	Effective 2/12/2018	Effective 2/12/2019
Single Family (Dwelling Unit)	\$ 800	\$ 1,200	\$ 1,600
Multi Family (Dwelling Unit)	\$ 600	\$ 800	\$ 990
Hotel/Motel (Room)	\$ 550	\$ 750	\$ 919
Industrial (Sq.Ft.)	\$ 0.40	\$ 0.48	\$ 0.57
Retail (Sq.Ft.)	\$ 2.42	\$ 3.04	\$ 3.66
Office (Sq.Ft.)	\$ 1.50	\$ 2.05	\$ 2.61
Cost Per Trip Fee*	\$ 600	\$ 1,000	\$ 1,407

\*'Per Trip Fee' will be applied to land use project categories not listed in this schedule. Additional trip calculations will use the latest Institute of Transportation Engineers Trip Generation Manual.

### Park Facilities Fee Schedule

#### Quimby Fee - Subdivisions / Neighborhood Parks

Land Use	Effective 2/13/2017	Effective 2/12/2018	Effective 2/12/2019
Single Family (Dwelling Unit)	\$ 7,600	\$ 9,700	\$ 11,794
Multi Family (Dwelling Unit)	\$ 6,900	\$ 8,300	\$ 9,804

#### Mitigation Fee - Non-Subdivisions / Citywide Parks

Land Use	Effective 2/13/2017	Effective 2/12/2018	Effective 2/12/2019
Single Family (Dwelling Unit)	\$ 5,700	\$ 5,900	\$ 6,061
Multi Family (Dwelling Unit)	\$ 5,038	\$ 5,038	\$ 5,038

### Water Assessment Fees

Cost is determined by adding the acreage and frontage charges:

Acreage charge; \$950 per acre.

Frontage charge; \$8 per linear foot for an arterial street or \$4.50 per linear foot for a residential street

### Parkway Tree Fee

Cost = \$2.50 per linear foot of frontage.

### Cultural Arts Fee

\$2.00 plus \$1.75/\$1,000.00 or fraction thereof of valuation as determined by the Building Official.

### In Lieu Undergrounding Fee

This fee is equal to the Southern California Edison cost estimate to underground the required poles for the project.

### Section 3.0. Fund Balances, Interest Earned, and Fees Collected

The beginning balance is as of July 1, 2016 and the ending balance is as of June 30, 2017. Fees were collected and interest was earned between those dates.

Drainage Facilities Fee		Transportation Facilities Fee	
Beginning Balance:	\$753,685.10	Beginning Balance:	\$165,787.03
Fees Collected:	\$ 80,733.32	Fees Collected:	\$ 21,625.31
Interest Earned:	\$ 1,302.47	Interest Earned:	\$ 427.14
Fees Expended:	\$305,846.92	Fees Expended:	\$ 0
Ending Balance:	\$529,873.97	Ending Balance:	\$187,839.48

Quimby Park Fee		Citywide Park Fee	
Beginning Balance:	\$967,441.97	Beginning Balance:	\$0
Fees Collected:	\$104,409.61	Fees Collected:	\$46,300
Interest Earned:	\$ 1,640.69	Interest Earned:	\$0
Fees Expended:	\$590,950.50	Fees Expended:	\$0
Ending Balance:	\$482,541.77	Ending Balance:	\$46,300

Water Assessment Fee (Acreage)		Water Assessment Fee (Frontage)	
Beginning Balance:	\$0	Beginning Balance:	\$0
Fees Collected:	\$3,131.67	Fees Collected:	\$8,090.00
Interest Earned:	\$0	Interest Earned:	\$0
Fees Expended:	\$3,131.67	Fees Expended:	\$8,090.00
Ending Balance:	\$0	Ending Balance:	\$0

Parkway Tree Fee		Cultural Art Fee	
Beginning Balance:	\$0	Beginning Balance:	\$138,887.41
Fees Collected:	\$33,060.78	Fees Collected:	\$ 92,743.25
Interest Earned:	\$0	Interest Earned:	\$ 385.67
Fees Expended:	\$33,060.78	Fees Expended:	\$ 27,309.01
Ending Balance:	\$0	Ending Balance:	\$204,707.32

In Lieu of Undergrounding Fee	
Beginning Balance:	\$0
Fees Collected:	\$0
Interest Earned:	\$0
Fees Expended:	\$0
Ending Balance:	\$0

## Section 4.0. List of Public Improvements Funded by Each Fee

An identification of each public improvement on which the fees were expended and the amount of the expenditure on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

### Drainage Facilities Fee

Project	Fee Spent	Total Project Cost	Percentage of Project Funded by Fee
Lampson/West Drainage Project	\$283,776.37	\$297,666.87	95%
La Bonita Storm Drain	\$18,514.60	\$18,514.60	100%
Various Storm Drains (Design)	\$1,566.95	\$13,154.95	12%
Bartlett Storm Drain	\$1,989.00	\$1,989.00	100%

### Water Assessment Fees

Project	Fee Spent	Total Project Cost	Percentage of Project Funded by Fee
Capital Replacement (Lines, meters, hydrants, laterals and gate valves citywide)	\$11,221.67	\$1,163,521.18 (City's total water appurtenance expenditures for FY16/17)	0.9%

### Parkway Tree Fee

Project	Fee Spent	Total Project Cost	Percentage of Project Funded by Fee
Parkway Tree Capital Improvements at Locations Citywide	\$33,060.78	\$900,654.07 (City's total parkway tree capital costs for FY16/17)	4%

### Quimby Park Fee

Project	Fee Spent	Total Project Cost	Percentage of Project Funded by Fee
Community Meeting Center & Council Chamber Improvements	\$199,134	\$382,134	52%
Eastgate Park Playground	\$170,725	\$170,725	100%
Park Light Pole Replacement FY16/17	\$101,527.27	\$101,527.27	100%
Replacement Community Meeting Center Atrium Lobby	\$59,695.04	\$59,695.04	100%
Amphitheater Renovation	\$55,490.69	\$55,490.69	100%
Park Light Pole Replacement FY15/16	\$4,378.50	\$4,378.50	100%

## Cultural Arts Fees

Project	Fee Spent	Total Project Cost	Percentage of Project Funded by Fee
Art Fund Special Projects	\$27,309.01	\$27,309.01	100%

## Transportation Facilities Fee

No expenditures were incurred in Fiscal Year 2016-17.

## Citywide Park Fees

No expenditures were incurred in Fiscal Year 2016-17.

## In-Lieu of Undergrounding Fees

No expenditures were incurred in Fiscal Year 2016-17

## Section 5.0. List of Approximate Construction Dates for Public Improvements

An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing of an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001.

### Drainage Facilities Fee

Project	Start Date	Completion Date
Bartlett Storm Drain Relief Line (Santa Barbara – Belgrave Channel)	TBD (Project cost is \$1.5M – Construction to start once all funding is secured)	TBD
La Bonita Storm Drain (Westminster – Anabel)	TBD (Project cost is \$610,000 – Construction to start once all funding is secured)	TBD
Garden Grove Boulevard, Dale, Lampson & Josephine Area Drainage Study	Field Survey Complete Construction to start once all funding is secured)	TBD
Grooved Cross Gutter Replacement (Locations Citywide)	On-going (Cross gutter replacement is included with major street reconstruction projects)	On-going

### Transportation Facilities Fee

Project	Start Date	Completion Date
Westminster Traffic Signal Synchronization Project ( <i>Multijurisdictional Project</i> )	Construction Complete in the City of Garden Grove	Timing Implementation March 2018
Haster/Lampson Traffic Signal Modification	March 2018	July 2018
Brookhurst Traffic Signal Synchronization Project ( <i>Multijurisdictional Project</i> )	January 2018	January 2019
Chapman/Lamplighter New Traffic Signal	March 2018	July 2018
Garden Grove Boulevard Traffic Signal Synchronization Project ( <i>Multijurisdictional Project</i> )	TBD (Pending OCTA Grant Approval)	TBD (Pending OCTA Grant Approval)

### Water Assessment Fees

Project	Start Date	Completion Date
Citywide Capital Replacement (includes lines, meters, and valves)	On-going	On-going

### Parkway Tree Fee

Project	Start Date	Completion Date
Tree-Related Capital Improvements	On-going	On-going

## Community Services - Quimby Park Fee & Citywide Park Fee

Project	Start Date	Completion Date
Gymnasium Floor Replacement at Garden Grove Park	March 2018	September 2018
Replacement of Park Gazebos	On-going	TBD
Replacement of Fitness Equipment at Senior Center Circle	On-going	TBD
Replacement of Light Poles at Park Locations	On-going	2019
Park and Facilities Master Plan	December 2017	November 2018
Shade Structure for the Buena Clinton Center	On-going	March 2018
Eastgate Replacement of Restrooms	On-going	TBD
Playground Surfacing	On-going	TBD
Picnic Shelters	On-going	TBD
Amphitheater Renovation	On-going	June 2018
Buena Clinton Youth Family Center	On-going	April 2018
Community Meeting Center & Council Chambers Improvements	On-going	January 2018

## Cultural Art Fees

Project	Start Date	Completion Date
Cultural Art Projects & Community Events	TBD	TBD

## In Lieu of Undergrounding Fee

Project	Start Date	Completion Date
Projects to be identified once enough funding is secured	TBD	TBD