

Cost Documentation for Proposed Fee Changes

Attachment 3

Rental of West Haven Park Building	Current Fee	Proposed Fee	Proposed Deposit Fee
Classification I. City-Sponsored Event	N/A	No Charge	\$200.00
Classification II. Resident Private and Resident Nonprofit Organizations, GGUSD, Garden Grove Chamber of Commerce, and other government agencies.	N/A	\$50.00/hr.	\$200.00
Classification III. Non-resident individuals or organizations	N/A	\$60.00/hr.	\$200.00
Classification IV. Commercial (Garden Grove businesses pay 10% less on room fee only)	N/A	\$65.00/hr.	\$200.00

Justification: The City recently built a new community building at West Haven Park. The previous building at this park location was not a rental facility, due to programming offered at this site. The new building will now be available for rental to the community. Currently, there are two other rental buildings in the fee schedule, Magnolia Park and West Grove Park. The Class II rental rate for these facilities is \$20 per hour, with a capacity of 40 people. The West Haven Park building has a capacity of 84 people. When calculating the proposed rate of \$50 per hour, staff considered the cost for the other facilities being \$20 per hour for 40 people, then broke that down to equal \$.50 per person. Staff then calculated the new facility capacity of 84 by \$.50 that provided a total of \$42. In addition to the cost per person, staff also considered the total cost to build and purchase equipment for the new facility, as well as the anticipated minimum wage increase. Additionally, staff used the difference in the fee amount for Classification III and IV for the two park buildings, to determine the proposed fee for these classifications for the West Haven Park building.