



City of Santa Ana
20 Civic Center Plaza, Santa Ana, CA 92701
Staff Report
March 21, 2023

TOPIC: Development Impact Fee Report

AGENDA TITLE

Annual Development Impact Fee Report for Fiscal Year 2021-2022

RECOMMENDED ACTION

Receive and file the Annual Development Impact Fee Report for Fiscal Year 2021-2022.

DISCUSSION

Following the passage of Proposition 13 in 1978, many cities began charging fees on new development to fund public improvements and services such as streets, public utilities, and parks. These fees are commonly known as Development Impact Fees. To ensure these fees were spent in a timely manner and on projects for which they were being collected, the State Legislature passed Assembly Bill 1600, known as the Mitigation Fee Act.

In accordance with Government Code Sections 66001 and 66006, the City is required to publish an annual report (Exhibit 1) for each fund established to account for development impact fees. The report must include: a brief description of the type of fee; fee amount; beginning and ending balance of the account or fund; amount of fees collected and interest earned; identification of each public improvement on which fees were expended and the amount expended; an estimated date construction will commence; and descriptions of each interfund transfer or loan.

California Government Code Section 66006 requires an annual accounting of development impact fees to be made available to the public within 180 days of the end of the City's fiscal year. Additionally, this information must be presented to the City Council at least 15 days after it is made available to the public. The report was posted on the City's website on December 29, 2022 and a hardcopy was made available at the City's library.

The City collects the following development impact fees: Transportation System Improvement Area, Transit Zoning Code Traffic Impact Mitigation Fair Share, Harbor Specific Plan Mitigation Fair Share, Drainage Assessment Fee, Sewer Connection Fee, and Park Acquisition and Development Fees. These fees are collected prior to the issuance of building permits for new residential and commercial construction. The

impact fees are established by City Council resolution and are deposited into the designated impact fee fund.

FISCAL IMPACT

The development fee expenditures for Fiscal Year 2021-2022 totaled \$25,196,226 and were used for the following: street improvements at Warner Avenue and the intersections of Bristol Street and Memory Lane; public utility improvements at Segerstrom and San Lorenzo, Flower Street, Wright Street, Baker-Glenwood, NE Annexation, South Main Street, and Alton Avenue; and parks improvements at El Salvador Park, Riverview Ballfield, Santiago Park, Morrison Park, Cabrillo Park, Santa Ana Zoo, Standard and McFadden New Park, Pacific Electric Bike Trail, Sandpointe Park, Flower Street Bike Trail, Delhi Park, and Thornton Park.

EXHIBIT(S)

1. City of Santa Ana Assembly Bill 1600 Development Fee Report Fiscal Year 2021-2022

Submitted By: Nabil Saba, P.E., Executive Director – Public Works Agency

Approved By: Kristine Ridge, City Manager