



CITY COUNCIL STAFF REPORT

DATE: January 13, 2016 CONSENT CALENDAR
SUBJECT: CITY OF PALM SPRINGS DEVELOPMENT PROJECT FEE REPORT
FOR FISCAL YEAR 2014-15
FROM: David H. Ready, City Manager
BY: Department of Finance and Treasury

SUMMARY

The City is required by Government Code Section 66000 to annually prepare a report for the proceeding fiscal year concerning the activity of the City's development project fees. The report must be submitted to the City Council within 180 days of the end of the fiscal year.

RECOMMENDATION:

1. Receive and File the City's Development Project Fee Report for Fiscal Year 2014-15.

STAFF ANALYSIS:

In 1987, Government Code Section 66000 became effective with the passage of Assembly Bill 1600. AB 1600 was enacted to regulate the establishment of any new development fee or fee increase after January 1, 1989.

A key provision of the legislation, namely, Section 66006 (b) (1) of the Government Code requires that local agency shall, within 180 days of the close of each fiscal year, make available to the public the following information for each separate account or fund:

- (a) A brief description of the type of fee in the account.
- (b) The amount of the fee.
- (c) The beginning and ending balance of the account.


- (d) The amount of fees collected and interest earned.
- (e) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.
- (f) An identification of an approximate date by which construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.
- (g) A description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended. In the case of an interfund loan, an identification of that date on which the loan will be repaid, and the rate of interest the account will receive on the loan.

In FY 2014-15, the City has five developer project fees subject to the requirements of Government Code Section 66000 -- Drainage Construction, Public Arts, Quimby Act Park, Sewer Connection Fees, and Special Development Fees. Staff has prepared the reports that provide an analysis of each fee.

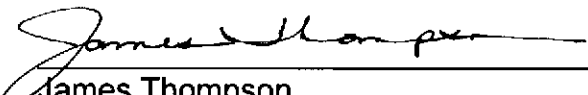
The attached reports have been submitted to the Building Industry Association (BIA) and to the Desert Valleys Builders Association (DVBA) for their review.

FISCAL IMPACT:

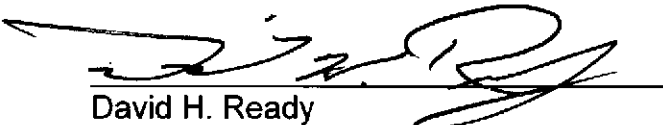
The City must expend or commit developer fees from Drainage Construction Fund, Waste Water Treatment Plant Fund, Quimby Act Park Fund, Public Arts Fund, and Special Development Fund within five years of their receipt and these fees must be accounted for in a separate fund.



Geoffrey S. Kiehl,
Director of Finance and Treasurer



James Thompson
Chief of Staff / City Clerk



David H. Ready
City Manager

Attachments:
Reports by fund

City of Palm Springs
 Government Code 66000 Calculation
 Drainage Construction Fund - # 135
 Fiscal Year 2014/15

Beginning Fund Balance	711,255
Revenues:	
Developer Fees	283,828
Investment Income	5,471
GASB 31 Mark-to-Market Value of Investments at June 30	-
Expenditures:	
Capital Projects	(2,222)
Ending Fund Balance	998,332
Less: Committed	(685,850)
Balance Uncommitted	312,482

Fees assessed on new construction for the purpose of building and maintaining a drainage and flood control system within the City are deposited in the Drainage Construction Fund

5-Year Test has been met	
Balance Remaining at Year-End for this fiscal year	312,482
Total Revenues Collected Over the Last 5 years	812,916
Excess of Balance Remaining over 5-years of Revenue	0

	Collections	Investment Income	Cumulative Revenues	Expenditures	Committed	Cumulative	
						Expenditures and Commitments	Balance Remaining
Revenues collected prior to FY 11	7,660,808	3,115,082	10,775,890	10,626,619	149,271	10,775,890	-
Revenues collected from FY 11	160,151	8,183	10,944,224	-	168,334	10,944,224	-
Revenues collected from FY 12	60,831	10,639	11,015,694	-	71,470	11,015,694	-
Revenues collected from FY 13	106,503	(3,718)	11,118,479	-	102,785	11,118,479	-
Revenues collected from FY 14	201,603	15,570	11,335,652	-	193,990	11,312,469	23,183
Revenues collected from FY 15	283,828	5,471	11,624,951	-	-	11,312,469	312,482
	8,473,724	3,151,227		10,626,619	685,850		

Commitment for Future Improvements	FY 14/15	% Completed	% Funded with Fee
Palm Canyon & Tahquitz Creek	24,832	12.78%	100%
North Zone Projects	48,933	0.00%	100%
Central Zone Projects	68,119	1.63%	100%
East Zone Projects	60,501	0.00%	100%
Southeast Zone Projects	266,784	1.91%	100%
Storm Drain Line 23	61,335	1.35%	100%
Line 41	21,055	96.59%	100%
Storm Drain Line 20	11,591	0.00%	100%
Storm Drain Line 22	5,482	0.00%	100%
Storm Drain Line 9	100,000	0.00%	100%
Eagle Canyon Drainage	1,454	0.00%	100%
Storm Drain Line 6A	6,956	0.00%	100%
Storm Drain Line 8	8,808	0.00%	100%
	685,850		

City of Palm Springs
 Government Code 66000 Calculation
 Quimby Act Fees Fund - # 152
 Fiscal Year 2014/15

Beginning Fund Balance	2,252,938
Revenues:	
Developer Fees	432,976
Investment Income	13,840
GASB 31 Mark-to-Market Value of Investments at June 30	2,057
Expenditures:	
Capital Projects and Maintenance	(316,082)
Ending Fund Balance	2,385,729
Less: Committed	(1,048,600)
Balance Uncommitted	1,337,129

Quimby Act fees collected on new construction for the purpose of funding public improvements are deposited in the Quimby Act Fees Fund

5-Year Test has been met	
Balance Remaining at Year-End for this fiscal year	1,337,129
Total Revenues Collected Over the Last 5 years	1,617,670
Excess of Balance Remaining over 5-years of Revenue	0

	Collections	Investment Income	Cumulative Revenues	Expenditures	Committed	Cumulative Expenditures and Commitments	Balance Remaining
Revenues collected prior to FY 11	3,372,822	435,321	3,808,143	3,119,655	688,488	3,808,143	-
Revenues collected from FY 11	196,728	15,182	4,020,053	-	211,910	4,020,053	-
Revenues collected from FY 12	222,234	25,039	4,267,326	-	148,202	4,168,255	99,071
Revenues collected from FY 13	293,225	(7,501)	4,553,050	-	-	4,168,255	384,795
Revenues collected from FY 14	472,507	30,954	5,056,511	-	-	4,168,255	888,256
Revenues collected from FY 15	432,976	15,897	5,505,384	-	-	4,168,255	1,337,129
	4,990,492	514,892		3,119,655	1,048,600		

Commitment for Future Improvements	FY 14/15	% Completed	% Funded with Fee
Land Purchase Payment	371,278	0%	100%
Event Center Construction	500,000	0%	100%
New Sports Park	23,260	0%	100%
Skate Park	13,354	97%	100%
Contingency	120,409	0%	100%
Demuth Park	20,299	19%	100%
	1,048,600		

City of Palm Springs
 Government Code 66000 Calculation
 Special Development Fund - # 123
 Fiscal Year 2014/15 Report

Beginning Fund Balance	1,511,889
Revenues:	
Developer Fees	190,614
Investment Income	9,991
GASB 31 Mark-to-Market Value of Investments at June 30	1,464
Expenditures:	
Capital Projects and Maintenance	-
Ending Fund Balance	1,713,958
Less: Committed	(1,579,980)
Balance Uncommitted	133,978

*Special building fees assessed on tracts in Specific Plan I
 in the South Palm Canyon Area are deposited in the
 Special Development Fund*

5-Year Test has been met	
Balance Remaining at Year-End for this fiscal year	133,978
Total Revenues Collected Over the Last 5 years	925,395
Excess of Balance Remaining over 5-years of Revenue	0

	Collections	Investment Income	Cumulative Revenues	Cumulative Expenditures and			
				Expenditures	Committed	Commitments	Balance Remaining
Revenues collected prior to FY 11	654,586	91,526	746,112	-	746,112	746,112	-
Revenues collected from FY 11	3,056	7,550	756,718	-	10,606	756,718	-
Revenues collected from FY 12	89,999	6,825	853,542	-	96,824	853,542	-
Revenues collected from FY 13	445,917	(2,157)	1,297,302	-	443,760	1,297,302	-
Revenues collected from FY 14	195,809	18,778	1,511,889	-	214,587	1,511,889	-
Revenues collected from FY 15	190,614	11,455	1,713,958	-	68,091	1,579,980	133,978
	1,579,981	133,977		-	1,579,980		

Commitment for Future Improvements	FY 14/15	% Completed	% Funded with Fee
Acanto Housing	90,480	0%	100%
El Porto Housing	184,080	0%	100%
Monte Sereno Drainage	48,458	0%	100%
Monte Sereno Housing	277,680	0%	100%
Fire Station Equipment	68,332	0%	100%
Other Drainage	337,202	0%	100%
Bridges/Roads	573,748	0%	100%
	1,579,980		

City of Palm Springs
 Government Code 66000 Calculation
 Wastewater Treatment Fund - # 420
 Fiscal Year 2014/15

Beginning Fund Balance	-
Revenues:	
Sewer Connection Fees	1,114,692
Investment Income	-
GASB 31 Mark-to-Market Value of Investments at June 30	-
Expenditures:	
Capital Projects and Maintenance	
Applied to PY Qualified Expenditures	(1,114,692)
Ending Fund Balance	0

*Sewer Connection Fees are deposited in the
 Wastewater Treatment Fund*

5-Year Test has been met		
Balance Remaining at Year-End for this fiscal year		0
Total Revenues Collected Over the Last 5 years		3,350,959
Excess of Balance Remaining over 5-years of Revenue		0

	Collections	Investment Income	Cumulative Revenues	Expenditures	Committed	Cumulative Expenditures and Commitments	Net Qualified Expenditures in		Balance Remaining
							Excess of Fees to be Recovered from Future Fees		
Revenues collected prior to FY 11	19,657,706	-	19,657,706	24,843,608	-	24,843,608	5,185,902		-
Revenues collected from FY 11	527,885	-	20,185,591	-	-	24,843,608	4,658,017		-
Revenues collected from FY 12	445,002	-	20,630,593	-	-	24,843,608	4,213,015		-
Revenues collected from FY 13	589,626	-	21,220,219	-	-	24,843,608	3,623,389		-
Revenues collected from FY 14	673,754	-	21,893,973	-	-	24,843,608	2,949,635		-
Revenues collected from FY 15	1,114,692	-	23,008,665			24,843,608	1,834,943		-
	23,008,665	-		24,843,608	-		2,949,635		

Improvements	FY 14/15	% Completed	% Funded with Fee
		0%	100%
		0%	100%
		0%	100%
		-	

City of Palm Springs
 Government Code 66000 Calculation
 Public Arts Fund - # 150
 Fiscal Year 2014/15

Beginning Fund Balance	193,346
Revenues:	
Developer Fees	250,453
Other Income	-
Investment Income	1,409
GASB 31 Mark-to-Market Value of Investments at June 30	-
Expenditures:	
Operating Expenses	(210,210)
Ending Fund Balance	239,998

Fees assessed on new construction for the acquisition and maintenance of public art are deposited in the Public Arts Fund

5-Year Test has been met	
Balance Remaining at Year-End for this fiscal year	239,998
Total Revenues Collected Over the Last 5 years	879,025
Excess of Balance Remaining over 5-years of Revenue	0

	Collections	Investment Income	Cumulative Revenues	Expenditures	Committed	Cumulative Expenditures and Commitments	Balance Remaining
Revenues collected prior to FY 11	4,822,876	496,333	5,319,209	5,319,209	-	5,319,209	-
Revenues collected from FY 11	141,784	4,704	5,465,697	146,488	-	5,465,697	-
Revenues collected from FY 12	148,520	3,077	5,617,294	151,597	-	5,617,294	-
Revenues collected from FY 13	154,197	2,557	5,774,048	156,754	-	5,774,048	-
Revenues collected from FY 14	184,071	1,461	5,959,580	185,532	-	5,959,580	-
Revenues collected from FY 15	250,453	1,409	6,211,442	11,864	-	5,971,444	239,998
	5,701,901	509,541		5,971,444	-		