



# Citywide Fee Study Update 2024

## Economic Development and Housing

*Fosters economic growth and supports local business by providing guidance on permits and regulations, helping new business thrive in the City.*

### Updating 10 Fees for:

- Inclusionary Housing
- Annual Monitoring
- Parklet
- Land Use Agreements

- 1** Fee Added
- 1** Fee Subsidized
- 8** Fees Updated to 100% Cost Recovery

### Current Costs:

- Annual Costs: \$45,765
- Annual Revenue: \$37,300 or 82% Cost Recovery
- Annual Subsidy: \$8,465 or 18% Subsidy

### New Projected Revenues Based on Recommendations:

<b>\$45,075</b>	<b>\$7,775</b>	<b>21%</b>
New Annual Revenue (98% Cost Recovery)	Increased Revenue	% Increase in Revenue

# Economic Development and Housing

ECONOMIC DEVELOPMENT AND HOUSING		FEE EFFECTIVE 7/1/24	FEE UPDATES FOR PHASE TWO	FEE NOT CHANGED, CPI INCREASE TO BE ADDED LATER	NOTES	FOOT NOTE	TECH SUR-CHARGE 6%
Department Page: <a href="https://www.choosesantacruz.com">https://www.choosesantacruz.com</a>							
<b>INCLUSIONARY HOUSING</b>							
EDH1	Inclusionary Housing Admin Fee (Sale) - Individual	\$1,619.00	\$2,089.00		Flat Fee 100% Cost Recovery Existing Fee, Adding to Cityside Fee Schedule		
EDH2	Inclusionary Housing Admin Fee (Refinance) Individual	\$1,295.00	\$1,690.00		Flat Fee 100% Cost Recovery Existing Fee, Adding to Cityside Fee Schedule		
EDH3	Inclusionary Housing Admin Fee (Development Agreement or In-Lieu Fee) - Developer	\$2,428.00	\$2,841.00		Flat Fee 100% Cost Recovery Existing Fee, Adding to Cityside Fee Schedule		
EDH4	Inclusionary Housing Modification Fee - New and Existing Developments	\$5,499.00	\$6,780.00		Flat Fee 100% Cost Recovery Existing Fee, Adding to Cityside Fee Schedule		
<b>ANNUAL MONITORING</b>							
EDH5	Hourly Billing including Annual Monitoring Non Compliance (10 units or more)	\$162.00	\$199.00		Hourly 100% Cost Recovery Existing Fee, Adding to Cityside Fee Schedule		
<b>PARKLET</b>							
EDH6	Parklet Application Fee - preapproved and retrofitted parklet	\$500.00	\$575.00		Flat Fee 62% Cost Recovery	[EDH <sup>A</sup> ]	✓
EDH7	Parklet Application Fee - custom designed parklet	\$500.00	\$1,386.00		Flat Fee 100% Cost Recovery		✓
EDH8	Parklet Annual Inspection Fee	\$250.00	\$210.00		Flat Fee Reduced to 100% Cost Recovery		✓
EDH9	Parklet Appeal Fee	\$519.00	\$590.00		Flat Fee 100% Cost Recovery		
<b>LAND USE AGREEMENTS</b>							
EDH10	Evaluate Land Use Agreements (LUA) or repay fee waivers associated with Accessory Dwelling Units (ADU) affordability restriction, or some other modification	New Fee	\$199.00		New Fee 100% Cost Recovery	[EDH <sup>B</sup> ]	

## Economic Development and Housing Footnotes

- [EDH<sup>A</sup>] Department recommends a subsidy to this fee to allow businesses to more easily pursue parklets in order to generate additional revenue, create a more vibrant City and increase tax revenues
- [EDH<sup>B</sup>] Grandfather year of 2017. An affordable ADU (built after 2017) owner can request a review of the existing LUA for a fee waiver repayment to remove the affordability restriction, (subject to department approval)