



CHAPTER 927, STATUTE OF 1987 AB 1600 ANNUAL REPORT

CITY COUNCIL MEETING
DECEMBER 20, 2021

PURPOSE OF AB 1600

- Continued need for Public Improvements
- Substantiates the collection of future development fees



BACKGROUND

- In 1988, the City Council adopted Resolution #88-72.
- In 1998, the “Public Facilities Impact Fee” was added.
- In 2002, 20-year time frame (2000 to 2020) for projects was included.
- June 2003
 - Amended the Public Facilities Impact Fees
 - Re-examined the fees for High Turnover Retail uses
- August 2003
 - Increased based on Engineering Construction Cost Index.
- Fee Modifications/Updates in:
 - Dec. 2004, Mar. 2006, Sept. 2009, Nov. 2010 and Dec. 2012
 - Fees to be Updated in 2022

REQUIREMENTS OF GOVERNMENT CODE SECTION 66006

- Brief description of the type of fee in the fund
- The amount of the fee
- The beginning and ending balance of the fund
- The amount of fees collected and the interest earned
- An amount identification for each public improvement
- Identification of construction timeframe for the public improvement
- A description of each interfund transfer or loan made from the fund; and,
- The amount of refunds made.

ADDITIONAL REQUIREMENTS OF GOVERNMENT CODE SECTION 66006

- **The City must make the following required findings**
 - Funds are committed or uncommitted
 - Identify the purpose to which the fee is to be put
 - Demonstrate a reasonable relationship for the purpose of the fee
 - Identify all sources and amounts of funding anticipated
 - When sufficient funds have been collected
 - The agency is required to identify a timeframe for completion
 - Or shall refund to the then current owner(s) of record

MAJOR COMPONENTS OF COMPLIANCE REPORT

- Park Reserve – Capital Project Fund
- Refuse Capital Equipment Charge
- Wastewater Facility Charge
- Water Facility Charge
- Public Facility Impact Fees
 - Roadway Facilities
 - Traffic Signal Facilities
 - Fire Facilities
 - Police Facilities
 - Parks Facilities



IDENTIFIED PROJECTS

Water Well Site 20



Water Well Site 21



IDENTIFIED PROJECTS

**Fire Station #56 - Land Acquisition
Build Similar to Fire Station 55**



Police Station – Land Acquisition – To Be Determined

IDENTIFIED PROJECTS

Wastewater & Water Facilities



Cooper Avenue Lift Station,



Alpine Drive Water Main

STAFF RECOMMENDATIONS

- Accept the Compliance Report for ABI 600 Development Fees for FY 20/21 and make findings related to unexpended balances as required by California Government Code Section 66001; and,
- Adopt Resolution No. 2021-XX entitled: “A Resolution of the City Council of the City of Merced, California, accepting the Development Impact Fees fiscal year 2020/2021 annual report and making findings related to unexpended developer deposits for public improvements as required by California Government Code Section 66001”.

COUNCIL ACTION

POSSIBLE CITY COUNCIL ACTIONS:

- Approve as recommended by staff;
- Refer back to staff for consideration of specific items;
- Deny.