



# CHAPTER 927, STATUTE OF 1987 AB 1600 ANNUAL REPORT

CITY COUNCIL MEETING  
JANUARY 2, 2024

# 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:
  - Mar. 2006, Sept. 2009, Dec. 2012, Feb. 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 22



# IDENTIFIED PROJECTS

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



**Police Station – Land Acquisition – To Be Determined**

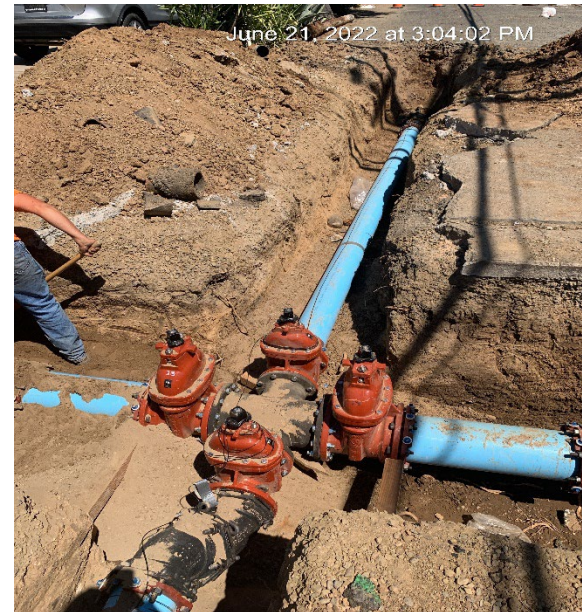


# IDENTIFIED PROJECTS

## Wastewater & Water Facilities



**G Street Sewer Main,**



**G Street Water Main**

# ADDITIONAL CAPITAL IMPROVEMENT PROJECTS

PHASE	NO. OF PROJECTS	ESTIMATED VALUE
DESIGN	39	\$37,430,000
CONSTRUCTION OR NEARING CONSTRUCTION	18	\$68,430,000
CLOSEOUT	7	\$4,630,000
<b>TOTALS</b>	<b>64</b>	<b>\$110,490,000</b>

# STAFF RECOMMENDATIONS

- Accept the Compliance Report for ABI 600 Development Fees for FY 22/23 and make findings related to unexpended balances as required by California Government Code Section 66001; and,
- Adopt Resolution No. 2024-XX entitled: “A Resolution of the City Council of the City of Merced, California, accepting the Development Impact Fees fiscal year 2022/2023 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.