City of Hesperia STAFF REPORT



DATE:March 21, 2017TO:Mayor and Council MembersFROM:Nils Bentsen, City ManagerBY:Mike Blay, Director of Development Services
Tina Bulgarelli, Administrative AnalystSUBJECT:Development Impact Fee Reduction Program Extension

RECOMMENDED ACTION

It is recommended that the City Council review the information provided and extend the Development Impact Fee Program until the completion of the Development Impact Fee Nexus Study.

BACKGROUND

The City Council approved a reduction in Development Impact Fees on April 2, 2013 and subsequently extended the reduction on September 16, 2014, March 15, 2016, and December 6, 2016. In November 2013, the City Council extended the reduction to all single family construction, including all unrecorded subdivisions/tracts. The reduction program is set to expire on March 31, 2017.

ISSUES/ANALYSIS

In March 2016, David Taussig and Associates began a Nexus Study of Development Impact Fees. Staff will be presenting the findings of this study to the City Council for their review and to provide further direction to staff upon its completion.

FISCAL IMPACT

No increased fiscal impact will result from the extension of the Development Impact Fee Program.

ALTERNATIVE(S)

1) Provide alternative direction to staff.

ATTACHMENT(S)

None.