



**Annual Impact Fee Report  
For the City of South San Francisco  
For Fiscal Year 2022-23**

This report contains information on the City of South San Francisco's development impact fees for the Fiscal Year 2022-23. The annual reporting requirements are in Government Code section 66000 et seq. Please note that this annual report is not a budget document but rather meets reporting requirements. The report is not intended to provide a full picture of currently planned projects. It only reports project information, revenues, and expenditures for the Fiscal Year 2022-23.

Government Code Section 66006 requires agencies to outline the status of development impact fees. Government Code Section 66001 requires local agencies to submit five-year financial reports. The annual report is available to the public within 180 days after the last day of the fiscal year. The report is presented to the public agency (the City Council) at least 15 days after it is made available to the public.

This report summarizes each of the development impact fee programs. Requirements under Government Code Section 66006 are:

1. A brief description of the fee program.
2. The amount of the fee.
3. Beginning and ending balances of the fee program.
4. Amount of fees collected, interest earned, and transfers/loans.
5. An identification of each public improvement. The expenditures on each project. The total percentage of the cost of the public improvement is funded with development impact fees.
6. A description of each interfund transfer or loan. The date the loan will be repaid, the rate of interest, and a description of the public improvement.
7. The estimated date when projects will begin if enough revenues are available to construct the project.
8. The number of refunds made to property owners.

This report also summarizes five-year reporting information for the Impact Fee programs as required under Government Code Section 66001:

1. The purpose of the fee expenditure.

2. The reasonable relationship between the fee and the purpose used.
3. All sources and amounts of funding anticipated to complete financing in incomplete improvements.
4. The approximate dates on which the funding referred to in subparagraph (3) above are deposited into the appropriate account or fund.

This report also contains information on the City of South San Francisco's sewer capacity charges. Government Code Section 66013 requires agencies to submit annual reports on the status of sewer capacity charges. The public must have access to the report within 180 days after the last day of each fiscal year. This report summarizes the following information for the sewer capacity charges:

1. A description of the charges deposited in the fund.
2. The beginning and ending balance of the fund and the interest earned from investment in the fund.
3. The amount collected in that fiscal year.
4. An identification of all the following:
  - a. Each public improvement on which charges were expended and the amount of the expenditure for each improvement, including the percentage of the total cost of the public improvement that was funded with those charges if more than one source of funding was used.
  - b. Each public improvement on which charges were expended was completed during that fiscal year.
  - c. Each public improvement that is anticipated to be undertaken in the following fiscal year.
5. A description of each interfund transfer or loan from the capital facilities fund, the date the loan will be repaid, and the rate of interest. In the case of an interfund transfer, the report identifies the public improvements on which the money is or will be expended.

More detailed information on the various fee programs is available. Nexus studies, master plans, capital improvement programs, and budgets are all made public on the City's website.

The City does not earmark impact fees for any specific project as revenues come in. Nexus studies outline capital improvement projects. Nexus studies examples may include future sewer infrastructure, transportation infrastructure, and other capital facilities. This report is accurate as of the time of publication. Any proposed plans are subject to change based on City Council action.

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## **Bicycle and Pedestrian Impact Fee Program**

The City Council adopted this nexus study for the citywide impact fee program in 2017. The study identified the need to support the Bicycle Master Plan adopted by the City in February 2011 by Resolution 23-2011. The General Plan establishes that maintaining bicycle and pedestrian infrastructure requires funding sources. The Bicycle Master Plan recommends the completion of the City's existing network of bicycle paths, lanes, and routes.

### **Annual Reporting Information:**

1. The purpose of the Bicycle and Pedestrian Impact Fee Program is to establish funding for completion of the City's existing network of bicycle paths. Additional daily trips due to development projects place more demands on bicycle and pedestrian infrastructures in the city.
2. Refer to page 36 of this report for the fee schedule outlining the amount of the Bicycle and Pedestrian Impact Fee.
3. Refer to page 6 of this report for the beginning and ending balance of the account for the Bicycle and Pedestrian Impact Fee.
4. See page 6 of this report for Bicycle and Pedestrian Impact Fees collected, and interest earned.
5. There were no projects worked on during the Fiscal Year 2022-23 using the Bicycle and Pedestrian Impact Fee funding.
6. The approximate date for funding and execution of projects will be determined, at the discretion of the City Council, when adequate additional funds have accumulated.
7. There were no interfund transfers or loans.
8. There is no potential refund to property owners as available funds have been appropriated for future projects.

Bicycle and Pedestrian Impact Fee Program (Fund 822)

This citywide development impact fee program funds bicycle and pedestrian improvements. Development projects generate additional daily trips that place more demands on bicycle and pedestrian infrastructures in the city.

<b>Beginning balance, July 1, 2022</b>		<b>\$ 185,903</b>
Additions		
Bicycle and Pedestrian Impact Fees collected	\$ 38,844	
Interest Earned	3,479	
Unrealized gains/losses	<u>(1,272)</u>	
<b>Total Additions</b>		<b>\$ 41,051</b>
Total Disbursements		-
<b>Remaining balance as of June 30, 2023</b>		<b><u>\$ 226,954</u></b>
Projects Appropriate from prior Fiscal Years		
Oyster Point & East Grand Corridor Improvement (tr1602)	\$ (156,915)	
Planned Projects for Fiscal Year 2023-24		-
<b>Remaining balance after planned projects</b>		<b><u>\$ 70,039</u></b>

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ 50,347	\$ 14,639	\$ 50,901	\$ 69,090	\$ 41,051
2-Year Old funds	926	50,347	14,639	50,901	69,090
3-Year Old funds	-	926	50,347	14,639	50,901
4-Year Old funds	-	-	926	50,347	14,639
5-Year Old funds	-	-	-	926	50,347
Older than 5 Years old	-	-	-	-	926
<b>Total Revenue Available</b>	<b><u>\$ 51,273</u></b>	<b><u>\$ 65,912</u></b>	<b><u>\$ 116,813</u></b>	<b><u>\$ 185,903</u></b>	<b><u>\$ 226,954</u></b>

## **Childcare Impact Fee Program**

The City Council adopted the nexus study for this citywide impact fee program in 2001. The study identified the need for new and expanded childcare facilities in the City. Updates since 2001 to this fee program have included a periodic inflation change. The fee program includes a 5% administrative fee. The estimated cost of the new and expanded facilities included in the nexus study totaled \$43.9 million. The nexus study identified new development's share of the cost as 24.6% of the total new and expanded facilities cost. Development impact fee revenue was estimated at \$11.3 million, which includes administrative costs of 5% of total fee revenue. Existing development's share of the cost is \$33.1 million (75.4% of new facilities) which must be funded with other funding sources. Other funding sources may include the City's General Fund, grants, developer contributions, and Community Development Block Grants.

### Annual Reporting Information:

1. The purpose of the Childcare Impact Fee Program is to provide new development's share of funding for new and expanded childcare facilities required at build-out of the City.
2. Refer to page 37 of this report for the fee schedule outlining the amount of the Childcare Impact Fee.
3. Refer to page 8 of this report for the beginning and ending balance of the account for the Childcare Impact Fee.
4. See page 8 of this report for the Childcare Impact Fees that have been collected, and interest earned.
5. There was one project worked on during Fiscal Year 2022-23 using the Childcare Impact Fee funding.
6. There are no projects planned for Fiscal Year 2023-24.
7. The approximate date for funding and constructing future facilities will be determined, at the discretion of the City Council, when adequate additional funds for facility construction have accumulated.
8. There were no interfund transfers or loans.
9. There is no potential refund to property owners as available funds have been appropriated for future projects.

Childcare Impact Fee (Fund 830)

This citywide development impact fee program funds new development’s fair share of new and expanded childcare facilities to serve the City.

**Beginning balance, July 1, 2022** **\$ 13,901,164**

Additions

Child Care Impact Fees	\$	542,089
Interest Earned		248,825
Unrealized Gains/Losses		(91,734)
		(91,734)

Total Additions \$ 699,180

Disbursements

	\$		<u>% Fee Funded</u>
City Administration		2,800	100%
Civic Campus Phase II (pf2103)		490,000	14%
		490,000	

Total Disbursements \$ (492,800)

**Remaining balance as of June 30, 2023** **\$ 14,107,544**

Projects Appropriated from prior Fiscal Years

Design & construct new preschool facility (pf2101)	\$	8,863,350
West Orange Library Preschool Project (pf2301)		4,000,000
		4,000,000

\$ (12,863,350)

Planned Projects for Fiscal Year 2023-24

-

**Remaining balance after planned projects** **\$ 1,244,194**

**Five-Year Revenue Test Using First In First Out Method**

Revenue Available	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Current Fiscal Year	\$ 920,469	\$ 665,458	\$ 642,118	\$ 7,215,136	\$ 699,180
2-Year Old funds	1,295,310	920,469	665,458	642,118	7,215,136
3-Year Old funds	527,347	1,295,310	920,469	665,458	642,118
4-Year Old funds	387,646	527,347	1,295,310	920,469	665,458
5-Year Old funds	163,207	387,646	527,347	1,295,310	920,469
Older than 5 Years old	2,242,749	2,388,979	2,737,625	3,162,673	3,965,183
<b>Total Revenue Available</b>	<b><u>\$ 5,536,728</u></b>	<b><u>\$ 6,185,209</u></b>	<b><u>\$ 6,788,327</u></b>	<b><u>\$ 13,901,164</u></b>	<b><u>\$ 14,107,544</u></b>



## **Commercial Linkage Fee Program**

The nexus study for this citywide impact fee program was adopted by the City Council in 2018 by Resolution 123-2018. The study justified the need to provide sufficient funding for affordable housing and established a nexus between the need for affordable housing and the impacts of commercial development within the City. The impact fee program supports the City of South San Francisco's adopted 2015-2023 Housing Element, which includes the goal of promoting the provision of housing by both the private and public sectors for all income groups in the community.

### Annual Reporting Information:

1. The purpose of the Commercial Linkage Impact Fee program is to provide funding for affordable housing for employees who work in the City as a result of new commercial development.
2. Refer to page 36 of this report for the fee schedule outlining the amount of the Commercial Linkage Impact Fee.
3. Refer to page 10 of this report for the beginning and ending balance of the account for the Commercial Linkage Impact Fee.
4. See page 10 of this report for Commercial Linkage Impact Fees that have been collected and interest earned.
5. There was no project worked on during FY 2022-23 using the Commercial Linkage Impact Fee funding.
6. There are no projects planned for FY 2023-24.
7. The approximate date for funding and execution of projects will be determined, at the discretion of the City Council, when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There were no potential refunds to property owners.

Commercial Linkage Impact Fee Program (Fund 823)

The Commercial Linkage Fee (CLF) Ordinance (No. 1560-2018) was adopted by the City Council on August 22, 2018, establishing a fee on certain commercial development to generate local funding for affordable housing.

<b>Beginning balance, July 1, 2022</b>		<b>\$ 8,914,100</b>	
Additions			
Commerical Linkage Impact Fees	\$ 7,377,990		
Unrealized Gains/Losses	(66,410)		
Interest Earned	187,576		
Total Additions		\$ 7,499,156	
Disbursements			
Payroll	\$ 1,810		<u>100%</u>
Professional Services and program	1,383,059		100%
Total Disbursements		\$ (1,384,869)	
<b>Remaining balance as of June 30, 2023</b>		<b><u>\$ 15,028,387</u></b>	
Projects Appropriated from prior Fiscal Years			
Disposition of city-owned firehouse site at 201 Baden Ave and redevelopment of BMR units		(1,025,000)	
<b>Remaining balance after planned projects</b>		<b><u>\$ 14,003,387</u></b>	

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ -	\$ 4,957,461	\$ 5,375,874	\$ 3,077,684	\$ 7,499,156
2-Year Old funds	-	-	4,835,751	5,375,874	3,077,684
3-Year Old funds	-	-	-	460,542	4,451,547
4-Year Old funds	-	-	-	-	-
5-Year Old funds	-	-	-	-	-
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b><u>\$ -</u></b>	<b><u>\$ 4,957,461</u></b>	<b><u>\$ 10,211,625</u></b>	<b><u>\$ 8,914,100</u></b>	<b><u>\$ 15,028,387</u></b>

## **Library Impact Fee Program**

The nexus study for this impact fee program was adopted by the City Council in 2020. Ordinance 1608-2020 amended the Municipal Code to include Chapter 8.74 establishing the library impact fee. Based upon the City's projected population increase and current per capita usage of facilities and collections materials, the City will need approximately 9,900 square feet of additional library space and 32,000 additional materials in circulation in order to maintain the current library service standard. The study identified the need to better implement the goals of maintaining adequate service standards in the face of the increase in library service demands. The study estimates that the total projected cost associated with future residential and non-residential development through 2040 would be approximately \$7.8 million.

### Annual Reporting Information:

1. The Library Impact Fee is collected to provide new development's share of funding for additional library space and materials to maintain current library service standard.
2. Refer to page 36 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 12 of this report for the beginning and ending balance for the account of this fee.
4. Refer to page 12 of this report for fees collected and interest earned.
5. There were no projects worked on during FY 2022-23 using the Library Impact Fee.
6. There are no projects planned for FY 2023-24.
7. The approximate date for funding and execution of projects will be determined, at the discretion of the City Council, when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds to property owners.

Library Impact Fee (Fund 824)

This citywide development impact fee program funds new development's fair share for additional library space and materials to maintain current library service standard. Library Impact Fees for non-residential developments went into effect on November 23, 2020. Library Impact Fees for residential development went into effect on January 1, 2022.

<b>Beginning balance, July 1, 2022</b>		<b>\$</b>	<b>674</b>
Additions			
Library Impact Fee	\$	3,622	
Unrealized Gains/Losses		-	
Interest Earned		13	
<b>Total Additions</b>		<b>\$</b>	<b>3,635</b>
Disbursements			
Payroll		-	
Professional Services and program		-	
<b>Total Disbursements</b>			<b>-</b>
<b>Remaining balance as of June 30, 2023</b>		<b>\$</b>	<b>4,309</b>
Planned Projects for Fiscal Year 2023-24			
			-
<b>Remaining balance after planned projects</b>		<b>\$</b>	<b>4,309</b>

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ -	\$ -	\$ -	\$ 674	\$ 3,635
2-Year Old funds	-	-	-	-	674
3-Year Old funds	-	-	-	-	-
4-Year Old funds	-	-	-	-	-
5-Year Old funds	-	-	-	-	-
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 674</b>	<b>\$ 4,309</b>

## **Park Construction Fee**

The nexus study for this impact fee program was adopted by the City Council in 2017. Ordinance 1520-2016 amended the Municipal Code to include Chapter 8.67 adopting the parkland acquisition fee and park construction fee. The purpose of the Park Construction Fee is to provide funding for the construction of park facilities and improvements. The General Plan, the Parks & Recreation Master Plan, and the East of 101 Area Plan call for 3 acres of parkland and facilities per 1,000 new residents and ½ an acre of parkland and facilities per 1,000 new employees. The City incurs the costs of administering the fee program and preparing analyses and reports related to it.

### Annual Reporting Information:

1. The purpose of the Park Construction Fee fund is to provide new development's share of funding developing new parks and recreation spaces at a rate of 3 acres per 1,000 new residents in multifamily development projects and 0.5 acres per 1,000 new employees in commercial development projects.
2. Refer to page 38 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 14 of this report for the beginning and ending balance for the account of this fee.
4. Refer to page 14 of this report for the number of fees collected and interest earned.
5. There were two projects that were worked on during FY 2022-23 using the Park Construction Fee. Refer to page 14 of this report for identification of public improvements on which fees were expended, the amount of expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with the fees.
6. There are no projects planned for FY 2023-24 using the Park Construction Fee.
7. The approximate date for further funding and developing park land and recreation facilities will be determined, at the discretion of the City Council, when adequate additional funds have accumulated.
8. There are no potential refunds to property owners.

Park Construction Fee (Fund 806)

This citywide development impact fee program funds new development's fair share for developing new park and recreation spaces.

**Beginning balance, July 1, 2022** **\$ 8,914,912**

Additions

Park Construction Fees	\$	1,182,963
Unrealized Gains/Losses		-
Interest Earned		106,858

Total Additions \$ 1,289,821

Disbursements

			<u>% Fee Funded</u>
Orange Park Sport Field Innovation (pk1402)	\$	111,360	47%
Linden Park Project (pk2305)		45,125	48%

Total Disbursements \$ (156,485)

**Remaining balance as of June 30, 2023** **\$ 10,048,248**

Projects Appropriated from prior Fiscal Years

Transit Village Park (pk 2101)	\$	1,000,000
Linden Park Project (pk2305)		254,875
Orange Park Sports Field Renovation (pk1402)		718,942
Sellick Park Renovation Project (pk1803)		55,575
Buri Buri Field & Court Improvements (pk1804)		24,079
Avalon Parks Improvements pk (1805)		18,524

\$ (2,071,995)

Planned Projects for Fiscal Year 2023-24 -

**Remaining balance after planned projects** **\$ 7,976,253**

**Five-Year Revenue Test Using First In First Out Method**

Revenue Available	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Current Fiscal Year	\$ 2,112,813	\$ 1,158,551	\$ 3,069,717	\$ 3,739,827	\$ 1,289,821
2-Year Old funds	3,702	1,116,514	1,158,551	3,069,717	3,739,827
3-Year Old funds	-	-	1,116,514	1,158,551	3,069,717
4-Year Old funds	-	-		946,817	1,158,551
5-Year Old funds	-	-	-	-	790,332
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b><u>\$ 2,116,515</u></b>	<b><u>\$ 2,275,065</u></b>	<b><u>\$ 5,344,782</u></b>	<b><u>\$ 8,914,912</u></b>	<b><u>\$ 10,048,248</u></b>

**Park Land Acquisition Fee**

The City Council adopted the nexus study for this impact fee program in 2017. Ordinance 1520-2016 amended the Municipal Code to include Chapter 8.67, adopting the parkland acquisition fee and park construction fee to generate funding for parks in South San Francisco. The General Plan, the Parks + Recreation Master Plan, and the East of 101 Area Plan each lay out specific park requirements. The current need is three acres of park land per one thousand future residents and one half of an acre per one thousand new employees is the current need. This fee differs from the City's Quimby Act fee in Section 19.24.040 et seq of the Municipal Code. The Quimby Act allows for the imposition of land dedication requirements and in-lieu fees for residential subdivisions. The Act does not apply to other types of residential development projects or commercial development projects.

The Park Land Acquisition Fee is applied to residential and non-residential development projects to support the demands for parks and recreation spaces generated by new residents of residential development projects and new employees of non-residential development projects. The nexus study calculated the fee for park land acquisition based on the number of residents generated by each new type of residential unit and the number of employees per 1,000 square feet in non-residential development projects. The City adopted the Park Land Acquisition Fee under the authority of the Mitigation Fee Act.

Annual Reporting Information:

1. The purpose of the Park Land Acquisition Fee fund is to provide new development's share of funding for acquiring new parks and recreation spaces at a rate of 3 acres per 1,000 new residents in multifamily development projects and 0.5 acres per 1,000 new employees in commercial development projects.
2. Refer to page 38 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 16 of this report for the beginning and ending balance for the account of this fee.
4. Refer to page 16 of this report for fees collected and interest earned.
5. One project utilized the Park Land Acquisition Fee fund in FY 2022-23. Refer to page 16 of this report for identification of public improvement on which fees were expended, the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with the fees.
6. There are no projects planned for FY 2023-24 using the Park Land Acquisition Fee.
7. The approximate date for funding and acquiring park land will be determined, at the discretion of the City Council, when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds to property owners.

Park Land Acquisition Fee (Fund 805)

This citywide development impact fee program funds new development's fair share for acquiring new park and recreation spaces.

<b>Beginning balance, July 1, 2022</b>		<b>\$ 3,230,072</b>	
Additions			
Park Land Acquisition Fee	\$ 78,353		
Unrealized Gains/Losses	-		
Interest Earned	35,416		
<b>Total Additions</b>		<b>\$ 113,769</b>	
Disbursements			
Payroll	\$ -		<u>% Fee Funded</u>
Linden Park Project (pk2305)	47,978		52%
<b>Total Disbursements</b>		<b>\$ (47,978)</b>	
<b>Remaining balance as of June 30, 2023</b>		<b><u>\$ 3,295,863</u></b>	
Projects Appropriated from prior Fiscal Years			
Transit Village Park (pk2101)	\$ 2,000,000		
Linden Park Project (pk2305)	952,022		
		<b>\$ (2,952,022)</b>	
Planned Projects for Fiscal Year 2023-24		-	
<b>Remaining balance after planned projects</b>		<b><u>\$ 343,841</u></b>	

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ 311,271	\$ 502,798	\$ 771,214	\$ 1,627,779	\$ 113,769
2-Year Old funds	54,663	311,271	502,798	771,214	1,627,779
3-Year Old funds	-	54,663	311,271	502,798	771,214
4-Year Old funds	-	-	18,490	311,271	502,798
5-Year Old funds	-	-	-	17,010	280,303
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b><u>\$ 365,934</u></b>	<b><u>\$ 868,732</u></b>	<b><u>\$ 1,603,773</u></b>	<b><u>\$ 3,230,072</u></b>	<b><u>\$ 3,295,863</u></b>



## **Public Arts In-Lieu Fee**

In October 2020, the City Council passed ordinance number 1613-2020 creating the public art requirement. The City is dedicated to improving infrastructure, economic development and cultural diversity through acquisition and exhibition of public art. The public art requirement applies to any new non-residential development project and that it requires such projects to contribute public art with a value of at least one percent (1%) the amount of construction costs. In lieu of contributing public art, the public art requirement will allow for the payment of an in-lieu fee into a public art fund at the value of half of one percent (0.5%) of the amount of construction costs.

### Annual Reporting Information:

1. The Public Arts In-Lieu Fee is collected to provide cultural and artistic art to enhance the quality of life for individuals living in, working in, and visiting the City.
2. Refer to page 38 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 18 of this report for the beginning and ending balance for the account of this fee.
4. Refer to page 18 of this report for fees collected and interest earned.
5. There were no projects during FY 2022-23 using the Public Arts In-Lieu Fee.
6. There are plans to purchase various art sculptures in FY 2023-24.
7. The approximate date for further funding will be determined at the direction of the City Council when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds to property owners.

Public Arts In-Lieu Fee (Fund 827)

This citywide in-lieu fee funds cultural diversity through acquisition and exhibition of public art in the City.

<b>Beginning balance, July 1, 2022</b>		<b>\$</b>	<b>-</b>
Additions			
In-Lieu Fees	\$	142,109	
Unrealized Gains/Losses		-	
Interest Earned		<u>777</u>	
<b>Total Additions</b>		<b>\$</b>	<b>142,886</b>
Disbursements			
Payroll		-	
<b>Total Disbursements</b>			<b>-</b>
<b>Remaining balance as of June 30, 2023</b>		<b>\$</b>	<b><u>142,886</u></b>
Projects Appropriated from prior Fiscal Years			-
Planned Projects for Fiscal Year 2023-24			
Purchase of various art sculptures	\$	(120,000)	
<b>Remaining balance after planned projects</b>		<b>\$</b>	<b><u>22,886</u></b>

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ -	\$ -	\$ -	\$ -	\$ 142,886
2-Year Old funds	-	-	-	-	-
3-Year Old funds	-	-	-	-	-
4-Year Old funds	-	-	-	-	-
5-Year Old funds	-	-	-	-	-
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ <u>142,886</u></b>

## **Public Safety Impact Fee Program**

The City Council adopted the nexus study for this citywide impact fee program in 2012. The study identified the need for new and expanded public safety capital facility and equipment to support new development projects. This fee program also includes an annual inflation adjustment. The fee program includes a 2% administrative fee. The estimated cost of the new and expanded public safety equipment and facilities included in the nexus study totaled \$40.4 million. The nexus study identified new development's share of the cost at \$10.4 million (25.6% of the total new and expanded equipment and facilities cost). Existing development's share of the cost is \$30.0 million (74.4% of new equipment and facilities) which must be funded with other funding sources such as the City's General Fund, grants, or developer contributions.

### Annual Reporting Information:

1. The Public Safety Impact Fee is collected to provide new development's share of funding for new and expanded public safety capital facility and equipment required at build out of the City.
2. Refer to page 39 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 20 of this report for the beginning and ending balance for the account of this fee.
4. Refer to page 20 of this report for fees collected and interest earned.
5. Two projects were worked on during FY 2022-23 using the Public Safety Impact Fee fund. Refer to page 20 of this report for identification of public improvements on which fees were expended, the amount of expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with the fees.
6. There are no projects planned for FY 2023-24 using the Public Safety Impact Fee fund.
7. The approximate date for further funding and constructing facilities and procuring future equipment identified in the nexus study will be determined when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds to property owners.

Public Safety Impact Fee (Fund 821)

This citywide development impact fee program funds new development's fair share of new and expanded capital facility and equipment to serve the City.

**Beginning balance, July 1, 2022** **\$ 2,551,609**

Additions

Impact Fees - Fire	\$	232,435
Impact Fees - Police		186,678
Unrealized Gains/Losses		(16,942)
Interest Earned		45,949
		45,949

Total Additions \$ 448,120

Disbursements

			<u>% Fee Funded</u>
Police Ops & 911 Dispatch Center (pf2208)	\$	149,723	100%
Training Tower maintenance (pf1704)		1,662	26%
Equipment purchases		727,470	100%
Prior Year Balance Adjustment		37,072	
		37,072	

Total Disbursements \$ (915,927)

**Remaining balance as of June 30, 2023** **\$ 2,083,802**

Projects Appropriated from prior Fiscal Years

Training Towner Maintenance (pf1704)	\$	359,763
Fire Station 64 Dorm and Bathroom Remodel (pf1805)		17,472
Police Ops and 911 Dispatch Ctr (PSIF) (pf2208)		281,536
		281,536

\$ (658,771)

Planned Projects for Fiscal Year 2023-24

-

**Remaining balance after planned projects** **\$ 1,425,031**

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ 479,101	\$ 479,419	\$ 246,467	\$ 1,681,422	\$ 448,120
2-Year Old funds	822,129	479,101	479,419	246,467	1,635,682
3-Year Old funds	-	438,152	479,101	479,419	-
4-Year Old funds	-	-	294,400	144,301	-
5-Year Old funds	-	-	-	-	-
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b><u>\$ 1,301,230</u></b>	<b><u>\$ 1,396,672</u></b>	<b><u>\$ 1,499,387</u></b>	<b><u>\$ 2,551,609</u></b>	<b><u>\$ 2,083,802</u></b>

## **Transportation Impact Fee Program**

The nexus study for this impact fee program was adopted by the City Council in 2020. Ordinance 1607-2020 amended the Municipal Code to include Chapter 8.68 establishing the transportation impact fee. The nexus study identified the need for transportation improvements and facilities needed to serve the growth, and the estimated costs of those improvements and facilities. The nexus study has identified \$160.8 million in transportation infrastructure improvements such as roads, sidewalks, traffic lights, bicycle lanes and pathways, curbs and gutters, and medians caused by new developments throughout the City. The City seeks to mitigate these transportation impacts caused by new development and to allow the City to recover approximately \$33.7 million in costs associated with the new development by providing for the payment of the citywide Transportation Impact fee.

### Annual Reporting Information:

1. The Transportation Impact Fee is collected to provide new development's share of funding for new and expanded transportation capital facility and equipment required at build out of the City.
2. Refer to page 39 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 22 of this report for the beginning and ending balance for the account of this fee.
4. Refer to page 22 of this report for fees collected and interest earned.
5. One project was worked on during FY 2022-23 using the Transportation Impact Fee. Refer to page 22 of this report for identification of public improvement on which fees were expended, the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with the fees.
6. There are 15 projects planned for FY 2023-24.
7. The approximate date for funding and execution of projects will be determined, at the discretion of the City Council, when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds to property owners.

Transportation Impact Fee (Fund 825)

This citywide development impact fee program funds new development's fair share for transportation improvements and facilities needed to serve the City. Transportation Impact Fees for non-residential developments went into effect on November 23, 2020. Transportation Impact Fees for residential development went into effect on January 1, 2022.

<b>Beginning balance, July 1, 2022</b>		<b>\$ 3,890,857</b>	
Additions			
Impact Fees	\$ 8,036		
Unrealized Gains/Losses	(25,049)		
Interest Earned	<u>67,831</u>		
Total Additions		\$ 50,818	
Disbursements			
Junipero Serra Westborough Blvd Corridor Feasibility Project (st2301)	<u>\$ 54,099</u>		<u>% Fee Funded</u> 73%
Total Disbursements		\$ (54,099)	
<b>Remaining balance as of June 30, 2023</b>		<b><u>\$ 3,887,577</u></b>	

Projects Appropriated from prior Fiscal Years

Bridge Preventive Maintenance Program (st1703)	\$ 14,911		
Junipero Serra Westborough Corridor Feasibility Study(st2301)	150,901		
Oyster Point & East Grand Corridor Improvement (tr1602)	927,029		
Grand Avenue Off-Ramp Realignment (tr2201)	3,220,000		
East 101 Transit Shelter & Bulb Turnout-MTC (tr2203)	30,000		
Right of Way Infrastructure Assessment & Upgrades (tr2302)	<u>80,000</u>		
		\$ (4,422,841)	

Planned Projects for Fiscal Year 2023-24

Street improvement at Elm Court, Hillside Blvd, Park Way and Ponderosa Road (st2401)	\$ 1,000,000
Misc Traffic Improvements (tr2301)	300,000
Airport Blvd Bike/Pedestrian Gap Closure Study (tr2401)	300,000
El Camino Real Bike/Pedestrian Improvement (tr2402)	300,000
Traffic Signal Safety Improvement Project (tr2403)	500,000
Chestnut Ave & Commercial Ave Intersection Improvement (tr2404)	300,000
Citywide School Traffic Calming Improvement (tr2405)	600,000
Traffic Studies and Grant Support (tr2406)	300,000
Bay Trail-Centennial Way Trail Gap Closure (tr2407)	100,000
Signalized Intersection Battery Backup System (tr2408)	2,000,000
Oyster Point Blvd Corridor Study (tr2409)	100,000
Spruce Ave Corridor Study (tr2410)	100,000

Gateway Blvd Corridor Study (tr2411)	100,000	
Forbes Blvd Corridor Study (tr2412)	100,000	
El Camino @1st Street Centennial Trail Gap closure (tr2413)	<u>200,000</u>	\$ (6,300,000)

**Remaining balance after planned projects** \$ (6,835,265)

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ -	\$ -	\$ 1,962,343	\$ 1,928,514	\$ 50,818
2-Year Old funds	-	-	-	1,962,343	1,928,514
3-Year Old funds	-	-	-	-	1,908,245
4-Year Old funds	-	-	-	-	-
5-Year Old funds	-	-	-	-	-
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,962,343</u>	<u>\$ 3,890,857</u>	<u>\$ 3,887,577</u>

## **Oyster Point Interchange Impact Fee Program**

The City Council adopted this plan area fee program on May 23, 1984, using a February 1983 Feasibility Study prepared by Nolte and Associates in conjunction with Resolution No. 71-84 which created the “Oyster Point Contribution Formula.” The 1983 Feasibility Study identified the need for the Oyster Point Interchange project, which was, at that time, referred to as the grade separation project.

Updates to the fee program since 1984 include the following:

1. An ongoing inflation adjustment.
2. June 26, 1996, fee program changes via Resolution No. 102-96 included adjustments for:
  - a. the inflationary index that reduced the fee by approximately 22%,
  - b. the project description which increased the scope of the project to include the Terrabay hook ramps and the southbound off-ramp flyover, and the use of more current trip generation rates.
3. October 9, 1996 fee program change via Resolution No. 152-96 that added additional land uses with their associated trip generation rates.

The Feasibility Study identified new development’s share of the grade separation project cost at 64.8% and existing development’s share of the cost at 35.2%. The grade separation was completed and funded in 1995 and is not part of this annual report. The increased scope portion of the project, added in 1996, was identified as being 100% the responsibility of new development. Of this additional scope, the flyover, estimated to cost \$6.4 million, was completed in 2005, and the hook ramps, estimated to cost \$15 million, were completed in October 2006. Additional work relating to property transfers and gaining final Caltrans project acceptance is ongoing.

### Annual Reporting Information

1. The purpose of the Oyster Point Interchange Impact Fee Program is to provide new development’s share of funding for this project required at build-out of the plan area.
2. Refer to page 26 of this report for the beginning and ending balance of the account for this fee.
3. Refer to page 26 of this report for fees collected and interest earned.
4. The reasonable relationship between the Oyster Point interchange impact fee and the purpose for which it is charged is demonstrated in the 1983 Feasibility Study by Nolte and Associates, and in the fee program updates in Resolution No. 102-96 and Resolution No. 152-96. As of June 30, 2023, there continues to be a need for Oyster Point Interchange Impact fees due to further developments in that area of South San Francisco.
5. The sources and amounts of funding anticipated for Oyster Point Interchange projects can be found in the updates adopted via Resolution No. 102-96 and Resolution No. 152-96. Additional working relating to property transfers and gaining final Caltrans project acceptance is ongoing.



6. Buildout in the Oyster Point Interchange area is ongoing due to further developments in South San Francisco. The City's buildout is assumed to occur over a 20-year period, which is consistent with the General Plan.
7. No projects were worked on during FY 2022-23 using the Oyster Point Interchange Impact Fees funds.
8. There are currently no planned projects for Oyster Point Interchange impact fees for FY 2023-24.
9. The fund has one loan from the former Redevelopment Agency. Please refer to page 26 of this report. The amount owed as of June 30, 2023, is approximately \$2.05 million. Since the dissolution of the Redevelopment Agency in 2012, the interest rate charged by the Successor Agency is 0%. The loan is repaid as new impact fee revenue is received. Given that the amount of future impact fee revenue is unknown, the repayment date is unknown. There were no other interfund transfers or loans.
10. There are no potential refunds of Oyster Point Interchange Impact Fees to property owners.
11. Refer to page 40 of this report for the fee schedule outlining the amount of the Oyster Point Interchange Impact Fee.

Oyster Point Interchange Impact Fee (Fund 840)

This plan area development impact fee program funds new development's fair share of the Oyster Point Interchange project.

<b>Beginning balance, July 1, 2022</b>		<b>\$ 29,836</b>
Additions		
Impact Fees	\$ 105,913	
Unrealized Gains/Losses	(564)	
Interest Earned	1,586	
<b>Total Additions</b>		<b>\$ 106,935</b>
Disbursements		
Repayment of RDA Loan	\$ 100,000	
<b>Total Disbursements</b>		<b>\$ (100,000)</b>
<b>Remaining balance as of June 30, 2023</b>		<b>\$ 36,771</b>
Projects Appropriated from prior Fiscal Years		-
Planned Projects for Fiscal Year 2023-24		-
<b>Remaining balance after planned projects</b>		<b>\$ 36,771</b>

<b>Loans to Oyster Point Interchange Fee Fund from Successor Agency to RDA</b>		<u>Due Date and Interest Rate</u>
Outstanding Balance as of July 1, 2022	\$ 2,150,152	None & 0%
Less: Payment during FY 2022-23	(100,000)	
Outstanding Balance as of June 30, 2023	<u>\$ 2,050,152</u>	

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ 72,256	\$ 78,634	\$ 75	\$ 29,836	\$ 36,771
2-Year Old funds	-	-	38,634	-	-
3-Year Old funds	-	-	-	-	-
4-Year Old funds	-	-	-	-	-
5-Year Old funds	-	-	-	-	-
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b>\$ 72,256</b>	<b>\$ 78,634</b>	<b>\$ 38,709</b>	<b>\$ 29,836</b>	<b>\$ 36,771</b>

## **Park In-Lieu Fee**

City of South San Francisco Municipal Code, Title 19 Subdivisions, Chapter 19.24 Improvements requires every subdivider who subdivides land to dedicate a portion of such land, pay a fee, or do both, for the purpose of providing park and recreational facilities to serve future residents of such subdivision. The in-lieu fee shall be determined using the formula set out in Chapter 19.24.090(a). [Units in Structure x Average Residents per Unit x 0.003 (3 acres per 1,000 Residents) x Average Fair Market Value per acre = in-lieu fee]. Fees shall be adjusted annually in accordance with the All Urban Consumers, San Francisco-Oakland-San Jose (AUC-CPI); such annual adjustment shall be approved by resolution of the City Council. In addition, the City may collect reasonable administrative fee to cover the cost of administering the program.

### Annual Reporting Information

1. The purpose of the Park in-lieu fee is to acquire land and develop new parks and recreation facilities, or for the rehabilitation and enhancement of existing neighborhood parks, community parks, and recreational facilities.
2. Refer to page 36 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 28 of this report for the beginning and ending balance of the account for this fee.
4. Refer to page 28 of this report for fees collected, and interest earned.
5. Three projects were worked on during FY 2022-23 using the Park In-Lieu Fee.
6. There are no planned projects for FY 2023-24 using the Park In-Lieu Fee.
7. The approximate date for further funding will be determined at the direction of the City Council when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds of Park In-Lieu Fees to property owners.

Park In-Lieu Fee (Funds 206 – 209)

The Park In-Lieu fee may only be used for acquiring land and developing new park and recreation facilities, or for the rehabilitation and enhancement of existing neighborhood parks, community parks, and recreational facilities.

**Beginning balance, July 1, 2022** **\$ 2,959,482**

Additions

Unrealized Gains/Losses	\$	(18,074)
Interest Earned		48,562

Total Additions \$ 30,488

Disbursements

		% Fee Funded
Centennial Trail Improvements (pk2302)	\$ 404,038	100%
Centennial Trail Vision Plan (pk2103)	4,495	100%
Orange Park Sports Field Renovation (pk1402)	128,072	53%
Prior Year Balance Adjustment	11,004	

Total Disbursements \$ (547,609)

**Remaining balance as of June 30, 2023** **\$ 2,442,361**

Projects Appropriated from prior Fiscal Years

Orange Park Sports Field Renovation (pk1402)	\$	22,149
Gardiner Park Playground Replacement(pk1806)		7,603
Hillside School Soccer Field Renovation (pk1807)		20,099
Centennial Trail Vision Plan(pf2103)		3,936
Centennial Trail Improvements(pk2302)		1,995,962

\$ (2,049,749)

Total Planned Projects for Fiscal Year 2023-24 -

**Remaining balance after planned projects** **\$ 392,612**

**Five-Year Revenue Test Using First In First Out Method**

Revenue Available	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Current Fiscal Year	\$ 1,334,811	\$ 2,711,304	\$ 8,479	\$ (119,110)	\$ 30,488
2-Year Old funds	1,857	1,334,811	2,711,304	8,479	(119,110)
3-Year Old funds	876,288	1,857	1,131,120	2,711,304	8,479
4-Year Old funds	14,695	790,760	-	358,809	2,522,504
5-Year Old funds	10,543	-	-	-	-
Older than 5 Years old	597,282	-	-	-	-
<b>Total Revenue Available</b>	<b>\$ 2,835,476</b>	<b>\$ 4,838,732</b>	<b>\$ 3,850,903</b>	<b>\$ 2,959,482</b>	<b>\$ 2,442,361</b>

**East of 101 Sewer Impact Fee Program**

The 2002 nexus study for this fee was adopted by the City Council in 2002. The study identified the need for new and rehabilitated sewer collection and treatment facilities to serve the area located east of US 101 in the City of South San Francisco. This fee program also includes an annual inflation adjustment. The estimated cost of the 20 new and expanded sewer projects included in the study totaled \$21.4 million. The study identified new development's share of the cost of the required facilities at \$15.5 million (72.4% of the total new and expanded facilities cost) while existing development's share of the cost (existing deficiency) is \$5.9 million (27.6% of new facilities). New development's share of the cost, \$15.5 million, was increased to include some master planning costs (\$425,000) and some CEQA reviewing costs (\$600,000) for a total cost to new development of \$16,425,000. Of that amount, \$12,429,000 was to be sewer impact fee funded and \$4,066,000 was to be funded directly by developer contributions. Of the twenty total projects listed in the nexus study, eleven projects are either fully or partially funded with the sewer impact fee funds, four are existing development's responsibility, four are to be funded by developer contributions, and one is to be funded with a combination of developer contributions and revenues from existing development. Existing development's share will be funded with the sewer charges appearing on property tax bills as a direct levy.

#### Annual Reporting Information

1. The purpose of the Sewer Impact Fee Program is to provide new development's share of funding for new and rehabilitated sewer collection and treatment facilities to serve the area located east of US 101 at build-out of the plan area.
2. Refer to page 40 of this report for the fee schedule outlining the amount of the fee.
3. Refer to page 30 of this report for the beginning and ending balance of the account for this fee.
4. Refer to page 30 of this report for fees collected, and interest earned.
5. There were no projects worked on during FY 2022-23 using the Sewer Impact Fee.
6. There are two projects planned for FY 2023-24.
7. The approximate date for further funding will be determined at the direction of the City Council when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There is no potential refund of Sewer Impact Fees to property owners.

East of 101 Sewer Impact Fee (Fund 810)

This plan area development impact fee program funds new development's fair share of new and rehabilitated sewer collection and treatment facilities to serve the area located east of US 101 in the City.

**Beginning balance, July 1, 2022** **\$ 4,872,806**

Additions

Impact Fees	\$	350,946
Unrealized Gains/Losses		(31,836)
Interest Earned		86,447
		86,447

Total Additions \$ 405,557

Disbursements

City Administration	\$	2,800		<u>% Fee Funded</u>
		2,800		100%

Total Disbursements (2,800)

**Remaining balance as of June 30, 2023** **\$ 5,275,564**

**Projects Appropriated from prior Fiscal Years**

Pump Station #14 upgrade (ss1902) \$ (4,300,000)

Planned Projects for Fiscal Year 2023-24

Oyster Point Sewer Upsize Project (ss2401)	\$	100,000
Sewer Master Plan (ss1801)		45,000
		45,000

Total Planned Projects for Fiscal Year 2023-24 \$ (145,000)

**Remaining balance after planned projects** **\$ 830,564**

**Five-Year Revenue Test Using First In First Out Method**

Revenue Available	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Current Fiscal Year	\$ 1,881,711	\$ 1,491,477	\$ 452,369	\$ 839,146	\$ 405,557
2-Year Old funds	2,265,191	1,881,711	1,491,447	452,369	839,146
3-Year Old funds	188,815	2,034,651	1,881,711	1,491,447	452,369
4-Year Old funds	100,417	-	318,752	1,881,711	1,491,447
5-Year Old funds	-	-	-	208,133	1,881,711
Older than 5 Years old	-	-	-	-	205,334
<b>Total Revenue Available</b>	<b><u>\$ 4,436,134</u></b>	<b><u>\$ 5,407,839</u></b>	<b><u>\$ 4,144,279</u></b>	<b><u>\$ 4,872,806</u></b>	<b><u>\$ 5,275,564</u></b>

## **East of 101 Traffic Impact Fee Program**

The 2001 nexus study for this plan area fee was adopted by the City Council in 2002. The study identified the need for new and expanded roadway and intersection improvements to serve the area located east of US 101 in the City of South San Francisco. The study was updated on May 6, 2005, and on July 19, 2007. This fee program includes an annual inflation adjustment and a 2.5% administrative fee. The estimated cost of the new and expanded facilities included in the 2007 study totaled \$38.5 million (\$32.4 million in net cost after accounting for fees already received). There are 26 road improvements listed in the 2007 study and two studies for a total of 28 projects. The study determined that new development would be responsible for 100% of the cost of the 28 projects.

The East of 101 Traffic Impact Fee has been superseded by the Citywide Transportation Impact Fee; however, this fee is still in use for projects that received entitlements and are vested prior to November 22, 2020. Therefore, this impact fee will continue to receive annual adjustments along with the other fees.

### Annual Reporting Information

1. The purpose of the Traffic Impact Fee Program is to provide new development's share of funding for new and expanded roadway and intersection improvements to serve the area located east of US 101 at build-out of the plan area.
2. See page 40 of this report for the fee schedule outlining the amount of the fee.
3. See page 32 & 33 of this report for beginning and ending balance of the account for this fee.
4. See page 32 & 33 of this report for fees collected and interest earned.
5. Eleven projects were worked on during FY 2022-23 using the Traffic Impact Fee.
6. There are no projects planned for FY 2023-24.
7. The approximate date for further funding will be determined at the direction of the City Council when adequate additional funds have accumulated.
8. There were no interfund transfers or loans.
9. There are no potential refunds of East of 101 Traffic Impact Fees to property owners.

East of 101 Traffic Impact Fee (Fund 820)

This plan area development impact fee program funds new development's fair share of new and expanded roadway and intersection improvements east of US 101 to serve the City of South San Francisco.

**Beginning balance, July 1, 2022** **\$ 20,870,700**

Additions

Impact Fees	\$ 1,012,406	
Unrealized Gains/Losses	(133,616)	
Interest Earned	359,764	
<b>Total Additions</b>		<b>\$ 1,238,554</b>

Disbursements

		<u>% Fee Funded</u>
City Administration	\$ 2,800	100%
Colma Creek Oak Ave Pedestrian Bridge (sd2202)	19,924	100%
Grand Avenue Streetscape (st1801)	1,868,773	100%
Station to East Grand Bike Gap Closure (st2003)	993,241	100%
South Airport Blvd Improvement Project (st2004)	414,981	100%
Oyster Pt & E. Grand Corridor Improvement (tr1602)	73,271	100%
Adaptive Traffic Control System (tr1901)	116,186	100%
Hillside and Lincoln Traffic Signal (tr1906)	707,749	95%
Utah and Harbor Intersection Improvement (tr2101)	68,876	100%
DNA Way & Allerton Ave at E Grand Signal (tr2102)	264,412	100%
East of 101 Bicycle Safety Improvement (tr2104)	1,018	100%
East of 101 Transit Shelter& Bulb Turnout-MTC (tr2203)	52,129	100%
<b>Total Disbursements</b>		<b>\$ (4,583,359)</b>

**Remaining balance as of June 30, 2023** **\$ 17,525,894**

Projects Appropriated from prior Fiscal Years

Colma Creek Oak Ave Pedestrian Bridge (sd2202)	\$ 197,516	
Grand Ave Streetscape (st1801)	2,639,815	
Station to East Grand Bike Gap Closure (st2003)	86,886	
South Airport Blvd Improvement Project (st2004)	33,376	
South Airport Blvd/Utah Ave (tr1010)	245,243	
Grand/East Grand(TIF#26) (tr1103)	254,631	
US-101 Produce Ave Interchange (TIF#39) (tr1404)	2,890,000	
Oyster Pt & East Grand Corridor Improvement (tr1602)	2,641,824	
Adaptive Traffic Control System (tr1901)	1,714,134	
East of 101 Traffic Signal IDEA Grant (tr1902)	129,383	
Hillside and Lincoln Traffic Signal (tr1906)	544,973	
Utah and Harbor Intersection Improvement (tr2101)	2,576,085	
DNA way and Allerton Ave at E Grand Signal (tr2102)	63,015	



East of 101 Bicycle Safety Improvement (tr2104)	15,140	
East 101 Transit Shelter & Bulb Turnout-MTC (tr2203)	<u>173,252</u>	
		\$ (14,205,272)

Total Planned Projects for Fiscal Year 2023-24 -

**Remaining balance after planned projects** \$ 3,320,622

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ 8,837,963	\$ 5,058,500	\$ 44,230	\$ 4,275,208	\$ 1,238,554
2-Year Old funds	5,716,072	8,837,963	5,058,500	44,230	4,275,208
3-Year Old funds	119,374	5,716,072	8,837,963	5,058,500	44,230
4-Year Old funds	1,745,975	119,374	5,716,072	8,837,963	5,058,500
5-Year Old funds	1,462,604	1,745,975	119,374	2,654,799	6,909,402
Older than 5 Years old	<u>2,711,469</u>	<u>3,537,862</u>	<u>2,751,828</u>	-	-
<b>Total Revenue Available</b>	<u><u>\$ 20,593,457</u></u>	<u><u>\$ 25,015,746</u></u>	<u><u>\$ 22,527,967</u></u>	<u><u>\$ 20,870,700</u></u>	<u><u>\$ 17,525,894</u></u>

## **Sewer Capacity Charge Program**

The original analysis was adopted by the City Council in 2000 and annual updates included a preset adjustment to the charges based on borrowing costs. The most current Sewer Capacity Charge Analysis by Bartle Wells & Associates is dated August 26, 2009 and was adopted by the City Council in April of 2010 to be effective in Fiscal Year 2010-11. This analysis identifies the need for sewer collection and treatment capacity in the City of South San Francisco. There are two components to the Sewer Capacity Charge: the capital assets valuation charge and the capital improvements charge. The capital assets charge accounts for the existing value of the sewer collection and treatment system which is calculated using the depreciated replacement cost of the system's assets. The capital assets charge (also called a "buy-in" fee) assigns a value to the benefit that new development receives from the availability of sewer capacity (which existing development has maintained over the years through the sewer rates). The total depreciated replacement value is \$161.6 million, of which 37.2 percent is new development's fair-share, or \$60.1 million. The second component is the charge for future improvements to the system identified in the City's Capital Improvement Program. The total cost of these future improvements is \$84.6 million, the fair-share allocation to new development is 37.2 percent of that amount, or \$29.8 million. The total fair-share is \$90 million. These funds may be used for capital improvements to maintain capacity in the system.

### Annual Reporting Information:

1. Refer to page 35 of this report for the beginning and ending balance of the account for the sewer capacity fund, the amount of charges collected, and the interest earned from investment of money in the fund.
2. No projects were worked on during FY 2022-23 using the sewer capacity charge program.
3. There are no projects planned for FY 2023-24.
4. The sewer capacity charges do not exceed the estimated reasonable costs of providing the facilities for which the fee is charged (see Cal. Gov. Code § 66013, subd. (a)).
5. The sewer capacity charge's accounting and reporting requirements are being met, i.e., the revenues are kept in a separate fund and the City provides annual reports on the use of the funds collected (see Cal. Gov. Code §§ 66013, subds. (c) and (d)).
6. There were not any interfund transfers or loans.

Sewer Capacity Charges (Fund 730)

This fee program funds the cost associated with providing collection and treatment capacity to new development, both through the existing infrastructure provided, and through future capital projects not funded by other sources.

<b>Beginning balance, July 1, 2022</b>	<b>\$ 10,408,664</b>	
Additions		
Impact Fees	\$ 1,107,479	
Unrealized Gains/Losses	(70,852)	
Interest Earned	<u>192,716</u>	
<b>Total Additions</b>	<b>\$ 1,229,343</b>	
Disbursements		
City Administration	<u>\$ 2,800</u>	<u>% Fee Funded</u>
		100%
<b>Total Disbursements</b>	<b>\$ (2,800)</b>	
<b>Remaining balance as of June 30, 2023</b>	<b><u>\$ 11,635,207</u></b>	
Projects Appropriated from prior Fiscal Years	-	
Planned Projects for Fiscal Year 2023-24	-	
<b>Total Planned Projects for Fiscal Year 2023-24</b>	<b><u>\$ 11,635,207</u></b>	

**Five-Year Revenue Test Using First In First Out Method**

<b>Revenue Available</b>	<b>FY 2018-19</b>	<b>FY 2019-20</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>	<b>FY 2022-23</b>
Current Fiscal Year	\$ 3,187,257	\$ 2,297,395	\$ 1,916,350	\$ 2,832,407	\$ 1,229,343
2-Year Old funds	5,565,334	3,187,257	2,297,395	1,916,350	2,832,407
3-Year Old funds	1,635,518	2,665,095	3,512,384	2,297,395	1,916,350
4-Year Old funds	1,777,053	-	-	3,362,512	2,297,395
5-Year Old funds	158,396	-	-	-	3,359,712
Older than 5 Years old	-	-	-	-	-
<b>Total Revenue Available</b>	<b><u>\$ 12,323,558</u></b>	<b><u>\$ 8,149,747</u></b>	<b><u>\$ 7,726,129</u></b>	<b><u>\$ 10,408,664</u></b>	<b><u>\$ 11,635,207</u></b>

Bicycle and Pedestrian Impact Fee for Fiscal Year 2022-23

Land Use	Cost per Unit or 1,000 Square Feet (SQFT)
Residential	
Single-Family	\$243 per unit
Multi-Family	\$170 per unit
Mobile Home	\$127 per unit
Commercial/Industrial	
Commercial / Retail	\$.36 per SQFT
Hotel / Visitor Services	\$.24 / visitor SF
Office / R&D	\$.09 per SQFT
Industrial	\$.12 per SQFT

Commercial Linkage Impact Fee Rates for Fiscal Year 2022-23

Gross Square Feet Commercial Floor Area Minus Existing Floor Area × Current Fee Amount for Applicable Land use Category where the Land Use Fee is:

- \$5.80 per sf for hotel
- \$2.90 per sf for restaurant and retail
- \$17.38 per sf for office and R&D

Library Impact Fee Rates for Fiscal Year 2022-23

Land Use	Cost per Unit or 1,000 Square Feet (SQFT)
Residential	
Up to 8 du / ac	\$828.68 per unit
8.1-18 du / ac	\$725.39 per unit
18 + du / ac	\$617.30 per unit
Commercial/Industrial	
Commercial / Retail	\$.08 per SQFT
Hotel / Visitor Services	\$.04 / visitor SF
Office / R&D	\$.14 per SQFT
Industrial	\$.05 per SQFT

Park In-Lieu Fee for Fiscal Year 2022-23

The Park In-Lieu Fee shall be determined using the formula set out in Chapter 19.24.090(a).

[Units in Structure x Average Residents per Unit x 0.003 (3 acres per 1,000 Residents) x Average Fair Market Value per acre = in-lieu fee]

Childcare Impact Fee Rates for Fiscal Year 2022-23

Land Use	per Unit or per Gross Sq. Ft. (GSF)
Residential	
Up to 8 du / ac	\$4,139.91 per unit
8.1-18 du / ac	\$3,625.54 per unit
18 + du / ac	\$3,086.51 per unit
Residential – Applications Deemed Complete before 1/1/2022	
Up to 8 du / ac	\$2,365.50
8.1-18 du / ac	\$2,220.87
18 + du / ac	\$2,212.51
Commercial/Industrial	
Commercial / Retail	\$0.81 per GSF
Hotel / Visitor Services	\$0.30 per GSF
Office / R&D	\$1.51 per GSF
Industrial	\$0.60 per GSF

Park Land Acquisition Fee for Fiscal Year 2022-23

Land Use	per Unit
Residential	
Single-Family	\$3,124.80 per unit
Duplex to Four-plex	\$2,699.55 per unit
5 to 19	\$2,292.15 per unit
20 to 49	\$1,846.95 per unit
50+	\$1,611.75 per unit
Mobile Home	\$2,400.30 per unit

Park Construction Fee for Fiscal Year 2022-23

Land Use	per Unit
Residential	
Single-Family	\$31,254.78 per unit
Duplex to Four-plex	\$26,997.11 per unit
5 to 19	\$22,919.93 per unit
20 to 49	\$18,481.77 per unit
50+	\$16,125.83 per unit

Park Land Acquisition/Construction Fee for Non-Residential for Fiscal Year 2022-23

Commercial/Industrial	
Commercial / Retail	\$1.51 per SQFT
Hotel / Visitor Services	\$1.44 per SQFT
Office / R&D	\$3.54 per SQFT
Industrial	\$1.68 per SQFT

Public Arts In-Lieu Fees Fiscal Year 2022-23

Every non-residential development project shall provide qualifying public art with a value equal to not less than 1% of construction costs for acquisition and installation of public art on the development site. A non-residential development project may elect to make a public art contribution payment in an amount not less than 0.5% of construction costs into the public art fund, in lieu of acquisition and installation of public art on the development project site.

Public Safety Impact Fee Rates for Fiscal Year 2022-23

Land Use	per Unit or per Square Foot (SF)
Residential	
Up to 8 du / ac	\$1,657.88 per unit
8.1-18 du / ac	\$1,451.10 per unit
18 + du / ac	\$1,234.75 per unit
Commercial/Industrial	
Commercial / Retail	\$0.53 per SF
Hotel / Visitor	\$0.31 per SF
Office / R&D	\$1.31 per SF
Industrial	\$0.48 per SF

Transportation Impact Fee for Fiscal Year 2022-23

Land Use	per Unit or 1,000 Square Feet (SQFT)
Residential	
Single-Family	\$8,036.27 per unit
Multi-Family	\$4,631.01 per unit
Commercial/Industrial	
Commercial / Retail	\$30.69/ SQFT
Office/ R&D	\$34.85/ SQFT
Industrial	\$15.72/ SQFT
Hotel	\$2,929.29/ room

Oyster Point Interchange Impact Fee Rates for Fiscal Year 2022-23

The impact fee is calculated by multiplying the number of vehicle trips by \$154 and by the percentage increase in the Construction Cost Index (CCI) as published in the Engineering News-Record (ENR) from the date of adoption, when the CCI was 6,552.16, to the current effective CCI.

Vehicle Trips are based on average daily traffic (ADT). The rates shown below are based on 1,000 gross square feet of land use.

The ENR CCI published in May is used to calculate monthly increases. The CCI for May 2021 and 2022 were 13,425.35 and 15,326.99, respectively, resulting in a percentage increase of 14.16%

Land Use	ADT Trip Rate per 1,000 GSF
General Industrial	5.46
Manufacturing	3.99
Warehousing	4.50
Hotel	10.50
General Office Building	12.30
Research & Development (R&D)	5.30
Restaurant (Dinner House/High Turn-over)	56.30 / 164.40
General Commercial	48

OPI Impact Fee: = (Development Area, SF /1000 SF) x (\$154.00) x (Monthly ENR-CCI) / (6,552.16)

Sewer Impact Fee Rates for Fiscal Year 2022-23

The generation rate for all land use is 400 gallons per day per 1,000 square feet of building area.

New Sewer Impact Fee = (\$6.40/Gallon) x (1.0475) = (\$6.70/Gallon)

Traffic Impact Fee Rates for Fiscal Year 2022-23 (East of 101\*)

Area of Building x Land Use Fee where the Land Use Fee is:

R&D/office = \$7.60 per building sq. ft.

Hotel = \$1,771.92 per room

Commercial/retail = \$31.55 per building sq. ft.

\* The East of 101 Traffic Impact Fee has been superseded by the Citywide Transportation Impact Fee; however, this fee is still in use for projects that received entitlements and are vested prior to November 22, 2020. Therefore, this impact fee will continue to receive annual adjustments along with the other fees.



### Sewer Capacity Charge for Fiscal Year 2022-23

The fee is updated each calendar year. The fee is currently \$5,810 per EDU. An EDU, or Equivalent Dwelling Unit, is the amount and strength of sewage equivalent to that discharged by a single-family residence.  $EDU = (0.00347 \times Q) + (0.362 \times BOD) + (0.589 \times TSS)$ . Q = gallons per day of sewage to be discharged; BOD = pounds per day of biochemical oxygen demand to be discharged; TSS = pounds per day of total suspended solids to be discharged.