RESOLUTION NUMBER R- 305752
DATE OF FINAL PASSAGE APR 15 2010

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO ADOPTING AN ANNUAL TWO PERCENT INCREASE TO THE REGIONAL TRANSPORTATION CONGESTION IMPROVEMENT PROGRAM DEVELOPMENT IMPACT FEES FOR FISCAL YEAR 2011.

WHEREAS, in November 2004, voters approved Proposition A to extend the TransNet half-cent sales tax for transportation projects through 2048; and

WHEREAS, the passage of Proposition A resulted in the establishment of the Regional Transportation Congestion Improvement Program; and

WHEREAS, on April 15, 2008, the City Council adopted Resolution No. R-303554 thereby approving and adopting the City's Regional Transportation Congestion Improvement Program [RTCIP], the associated nexus study and development impact fees;

WHEREAS, the purpose of the RTCIP is to ensure that new development directly invests in the region's transportation system to offset the negative impact of growth on congestion and mobility; and

WHEREAS, the RTCIP provides for the collection of a development impact fee per new dwelling unit to ensure future development contributes its proportional share of the funding needed to pay for the Regional Arterial Systems [RAS] and related transportation facility improvements, as identified and defined in the San Diego Association of Government's [SANDAG] most recently adopted Regional Transportation Plan [RTP]; and

WHEREAS, the City must take annual administrative action to ensure compliance with the TransNet Ordinance, including annual increases to the associated development impact fee; and

WHEREAS, the City Council has reviewed and considered the SANDAG Board of Directors February 26, 2010, Agenda Item No. 10-02-4, and the March 1, 2010 letter from the City of San Diego to SANDAG's Independent Taxpayers Oversight Committee, included in Report to the City Council No. 10-041, a copy of which is on file in the Office of the City Clerk as Document No. 305752; and

WHEREAS, based upon Section 9 of the TransNet Extension Ordinance requirement that the RTCIP extraction be increased annually by an amount no less than 2% per year and upon SANDAG analysis of construction cost trends over the past year, the appropriate annual fee adjustment for Fiscal Year 2011 is two percent (2%). Therefore, beginning July 1, 2010, the RTCIP development impact fee will increase from \$1,902 to \$1,940 per multi-family unit, and from \$2,378 to \$2,425 per single-family unit; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego:

- 1. That above recitals are true, correct, and incorporated by reference herein.
- 2. That a two percent (2%) increase to the current RTCIP development impact fee is appropriate based on the Transnet Extension Ordinance requirement and SANDAG analysis of construction cost trends over the past year.
- 3. That it approves and adopts a two percent (2%) increase to the current RTCIP development impact fee resulting in an RTCIP development impact fee increase from \$1,902 to

\$1,940 per multi-family unit and from \$2,378 to \$2,425 per single family unit, effective July 1, 2010.

BE IT FURTHER RESOLVED, that this activity is not subject to CEQA pursuant to State Guidelines Section 15060(c)(3).

APPROVED: JAN I. GOLDSMITH, City Attorney

By Worklym

Deputy City Attorney

HKV:js 03/17/2010 Or.Dept:Planning R-2010-670 MMS#11746

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of <u>APR 1 3 2010</u>.

ELIZABETH S. MALAND City Clerk

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Deputy City Clerk

Approved: 4.15.10

JERRY SANDERS, Mayor

Vetoed:

JERRY SANDERS, Mayor