

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

*448*



**FROM:** Transportation and Land Management Agency

**SUBMITTAL DATE:**  
July 12, 2011

**SUBJECT:** Initiation of an Amendment to Riverside County Ordinance No. 659

**RECOMMENDED MOTION:** That the Board of Supervisors:

1. Adopt an order to initiate an amendment to Riverside County Ordinance No. 659 that would extend the temporary reduction period of the Development Impact Fee (DIF); and
2. Direct the Transportation and Land Management Agency and County Counsel to prepare and bring forward for consideration said amendment to Ordinance No. 659.

(Continued on next page)

*George A. Johnson*

George A. Johnson  
Director, Transportation and Land Management Agency

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<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 3,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	11/12

<b>SOURCE OF FUNDS:</b> Transportation and Land Management Agency, Administrative Service Departmental Revenue	<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
	<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

**C.E.O. RECOMMENDATION:**

APPROVE

BY *Tina Grande*  
Tina Grande

**County Executive Office Signature**

FORM APPROVED COUNTY COUNSEL  
BY: *Synthia M. Gunzel 7-13-11*  
DATE: *7-13-11*  
Departmental Concurrence

Policy  Policy

Consent  Consent

Dept' Recomm.:  
Per Exec. Ofc.:

Prev. Agn. Ref. 3.85-7/27/10; 3.64-8/10/10 | District: All | Agenda Number:

**3.84**

The Honorable Board of Supervisors

RE: Initiation of an Amendment to Riverside County Ordinance No. 659

July 12, 2011

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**BACKGROUND:**

On July 27, 2010 the Board of Supervisors approved an extension of the fifty percent (50%) temporary reduction of DIF fees imposed by Ordinance 659.9 that commenced on September 9, 2010 and is scheduled to end on September 9, 2011. The Board action extended the 50% DIF reduction in an effort to stimulate local home building activity, create jobs and improve the economy.

The BIA has requested an amendment that would extend the fifty percent (50%) reduction for an additional one year period, through October 2012, to support home building efforts in a still lagging economy.

TLMA has continued to monitor building permit trends: the numbers show a 46% decrease in the number of single family housing permits issued in FY 10/11, as compared to the same time period in FY 09/10. (Attachment A)

The temporary DIF reduction represents a loss of \$ 2,588,496 for FY 10/11, as reflected on Attachment "B", combined with a loss of \$ 3,363,912 in DIF program funds from the prior year, bringing the total impact to the County's DIF program to \$ 5,952,408 in lost revenue since the fee reduction was first initiated.

**FISCAL:**

The ordinance amendment requires minimal updates. The supporting data has already been gathered for other purposes and TLMA continues to track building statistics on a regular basis. The cost for preparing, processing and implementing the ordinance is estimated at \$3,000 for County Counsel costs and is covered under the TLMA Administrative Department's budget for FY12.

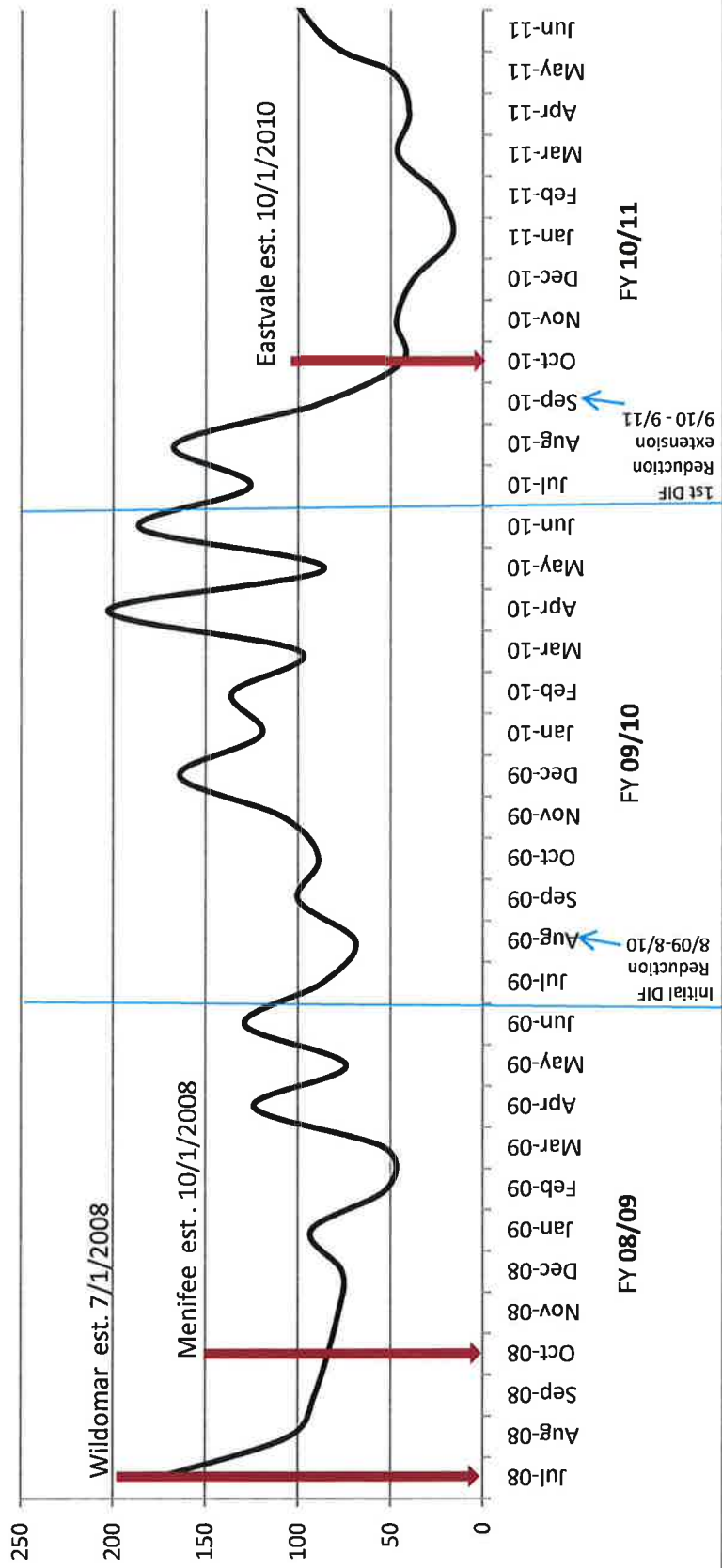
**Attachments:**

"A" Single Family Dwelling Permit Trends

"B" DIF Receipt Comparison

# Attachment A

## Single Family Dwelling Permit Trends FY 08/09 to FY 10/11

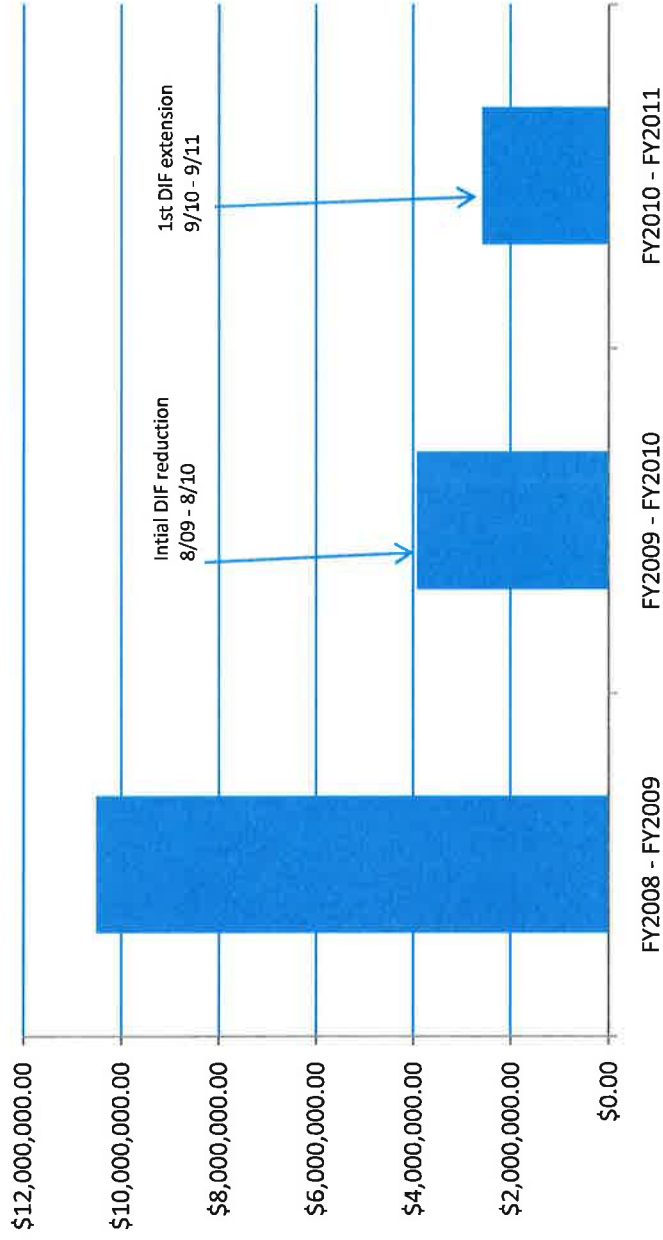


<b>FY 08/09</b>	Jul-08	176	Aug-08	105	Sep-08	91	Oct-08	147	Nov-08	78	Dec-08	76	Jan-09	93	Feb-09	52	Mar-09	53	Apr-09	124	May-09	74	Jun-09	129
<b>FY 09/10</b>	Jul-09	87	Aug-09	69	Sep-09	100	Oct-09	89	Nov-09	108	Dec-09	164	Jan-10	120	Feb-10	136	Mar-10	99	Apr-10	203	May-10	86	Jun-10	186
<b>FY 10/11</b>	Jul-10	126	Aug-10	167	Sep-10	89	Oct-10	44	Nov-10	47	Dec-10	38	Jan-11	17	Feb-11	23	Mar-11	46	Apr-11	40	May-11	49	Jun-11	90

# Attachment B

## DIF Receipt Comparison

Source: TLMA Land Management Permit System,  
total number of DIF receipts collected. Does not reflect refunds.



FY2008 - FY2009	\$10,509,121.39
FY2009 - FY2010	\$3,923,766.65
FY2010 - FY2011	\$2,588,506.50