CHICO UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

Regular Meeting – April 18, 2012 Closed Session – 5:00 p.m. Regular Session – 6:00 p.m.

Chico City Council Chambers 421 Main Street, Chico, CA 95928

ADDENDUM

Public Hearing should have been listed for Agenda Item 9.2.1. Adoption of Resolution No. 1172-12, Regarding Establishing an Impact Fee on Residential and Commercial-Industrial Development:

9. DISCUSSION/ACTION CALENDAR

- 9.2. BUSINESS SERVICES
 - 9.2.1. PUBLIC HEARING/Discussion/Action: Information on the March 2012 Developer Fee Study from Government Financial Strategies; and
 - a) Consider approval of Resolution No. 1172-12, Regarding Establishing an Impact Fee on Residential and Commercial-Industrial Development (Michael Weissenborn) (15 minutes)

The corrected Cover Sheet for Item 9.2.1. is attached.

Andrea Lerner Thompson, President Board of Education Chico Unified School District

Posted 04/16/12

AGENDA ITEM:

Public Hearing/Information on the March 2012 Developer Fee Study from Government Financial Strategies; and
a) Adoption of Resolution No. 1172-12 Regarding Establishing an Impact Fee on Residential and Commercial-Industrial Development

Prepared by:

Michael Weissenborn, Director, Facilities & Construction

Board Date April 18, 2012

Information Only

X PUBLIC HEARING/Discussion/Action

Background information

Education Code section 17620 authorizes school districts to levy a fee, charge, dedication, or other form of requirement against any development project (including commercial, industrial, and residential) for the construction and reconstruction of school facilities. This proposed resolution would implement residential and commercial-industrial developer fees.

At the January 25, 2012, State Allocation Board (SAB) meeting, the SAB approved increases of the developer fee rates per Government Code Section 65995 (b) to \$3.20 per square foot of residential development and \$0.51 per square foot of commercial-industrial development.

Educational Implications

The District has a statutory responsibility to provide an education for all students within its boundaries but has limited capacity to house these students. As the community grows, the District must find ways of housing the additional students.

Fiscal Implications

Adoption of these fees allows the District to assist in funding facilities for students attributable to new development.

Additional Information

The law requires the maximum assessment for development be adjusted every two years by changing the Class B construction cost index, as determined by the SAB at its January meeting.

In 2010, the Board did not adjust the fee since it decreased, which kept it at the 2008 rate of \$2.97 per square foot for Residential and \$0.47 per square foot for Commercial-Industrial.

Recommendation

It is recommended that the Board of Education adopt Resolution No. 1172-12 authorizing the District to establish a fee on new residential and commercial-industrial construction at \$3.20 per square foot-Residential and \$0.51 per square foot-Commercial-Industrial. Rental Self-Storage is \$0.11 per square foot.