



Public Works
Traffic Impact Mitigation Fees
Annual Report Fiscal Year 2021-22

I. BACKGROUND

On June 15, 1993, City Council approved Ordinance No. 2838, establishing a Traffic Impact Mitigation Fee, pursuant to the City of Fullerton's General Plan Growth Management Element and Measure M, the County-wide traffic improvements and growth management program requirements. As a result, a new Chapter, 21.30, entitled Fees for Traffic Impact Mitigation, was added to the Fullerton Municipal Code (FMC).

II. REPORTING REQUIREMENTS

State law imposes both annual and five-year reporting requirements as a stipulation of the City's collection of Traffic Impact Mitigation Fees. The specific elements to be included in the report include:

- A. A brief description of the type of fee in the fund account
- B. The amount of the fee
- C. The beginning and ending balance
- D. The amount of fees collected and interest earned
- E. Identification of each public improvement on which fees are expended
- F. An identification of the approximate date by which the construction of public improvements will commence
- G. A description of each inter fund transfer loan made from the fund balance
- H. The amount of refunds made pursuant to any protests

The annual report is to be made available to the public within 180 days following the close of the fiscal year. It is also to be reviewed by the City Council no less than 15 days after the information is made available to the public at its next regularly scheduled meeting.

A. Fee Description:

1. Purpose of the Traffic Impact Mitigation Fee

According to FMC 21.30.010, the purpose of the traffic impact mitigation fee is to implement the City's general plan growth management element, to ensure that new growth pays its share of regional traffic mitigation, and to implement the City's circulation/transportation general plan element to improve, maintain and regulate the network of highways, and streets, to ensure their safe and efficient use.

Adoption of a traffic impact mitigation fee by the City is mandated by Measure M, the county-wide traffic improvement and growth management plan adopted by voters on November 6, 1990 in order for the City to remain eligible to receive one-half cent sales tax dollars for transportation improvements.

City Council has determined that there is a reasonable relationship between new and/or expanded land uses in the City and needed traffic improvements, and that there is a reasonable relationship between the cost of the needed traffic improvements and the new and/or expanded land uses as identified in the City's traffic impact mitigation fee analysis.

2. Use of Traffic Mitigation Fees

As specified in FMC 21.30.050, all money collected as fees imposed by this chapter shall be deposited into a traffic mitigation fund and shall be used only for needed traffic improvements identified in the City's capital improvement plan, the City's general plan, and the City's traffic mitigation fee analysis.

B. Amount of Traffic Impact Mitigation Fee:

Traffic Impact Mitigation Fee Formula (adopted June 1, 1993 per Resolution 8493):

Net unfunded cost of projected traffic mitigation improvements: (\$4,961,000)

Total projected AM-PM peak hour trips for General Plan Alternative A: (26,660) = **\$186**

Land Use (Residential):

Combined Trip Rate per unit X Per Trip Cost (\$186) = Resultant fee per unit

1. Land Use (Commercial including additions):

Combined Trip Rate per 1,000', Room, Bed, or Student X Per Trip Cost (\$186) =
Resultant fee per Sq.Ft., Room, Bed, or Student

2. Industrial, including additions:

Combined Trip Rate per 1,000' X Per Trip Cost (\$186) = Resultant fee per Sq.Ft.

C. Beginning and Ending Balance of Traffic Impact Mitigation Fee Fund:

1. Beginning Balance July 1, 2021: \$379,498.11

2. Ending Balance, June 30, 2022: \$450,101.29

D. Amount of Fees Collected and Interest Earned

1. Fees Collect July 1, 2021 to June 30, 2022: \$69,196.22

2. Interest Earned July 1, 2021 to June 30, 2022: \$1,406.96

E. Identification of Public Improvements – See ATTACHMENT 2.

F. Commencement Date of Projects – See ATTACHMENT 3 - Five-Year CIP project priority schedule.

G. Interfund Transfer Loans from Fund Balance

1. No loans made to other funds.
2. Amount of Traffic Impact Mitigation funds budgeted to Capital Project Fund:
\$287,575.00 – See page 2 of ATTACHMENT 1

H. Refunds Due to Protests - \$0.00

Refunds Due to Cancelled Permit(s) - \$0.00

ATTACHMENTS:

1. Capital Project Cost Summary by Funding Source, FY ending 6/30/2022, with Traffic Impact Mitigation Fees included (Exhibit A).
2. Projects funded with Traffic Impact Mitigation Fees and Summary by Funding Source, FY ending 6/30/2022 (Exhibit B).
3. City of Fullerton 5-year CIP project priority schedule (Exhibit C).
4. City of Fullerton General Ledger Transaction Detail and Balance Sheet 7/1/2021 - 6/30/2022 (Exhibit D).
5. Fullerton Municipal Code 21.30 (Exhibit E).
6. City of Fullerton Resolution No. 8493 and Ordinance 2838 pertaining to Traffic Impact Mitigation Fees (Exhibit F).