



City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: NOVEMBER 2, 2021
FROM: FINANCE DEPARTMENT WARDS: ALL
SUBJECT: TRAILS DEVELOPMENT IMPACT FEE ACTIVITY STATUS REPORT

ISSUE:

Receive and file this status report on development impact fee activity for trails development.

RECOMMENDATION:

That the City Council receive and file this status report on development impact fee activity for trails development.

BACKGROUND:

Resolution No. 21309, adopted by the City Council on January 9, 2007, established a development impact fee to be utilized for the acquisition and improvement of trails, as authorized by Section 16.76 of the Riverside Municipal Code (RMC). RMC Section 16.76 requires the City to provide an accounting to the general public for related receipts and expenses for which the fees were used during the fiscal year.

DISCUSSION:

The related activity for trail development impact fees for fiscal year 2019/20 and 2020/21 are as follows:

	<u>Amended</u> <u>2018/19 *</u>	<u>2019/20</u>	<u>2020/21</u>
Beginning Balance	\$ 151,538.82	\$ 256,306.16	\$ 207,911.37
Fees Received (\$78/acre, or \$78 per SFR lot)	101,154.93	6,802.85	3,494.55
Interest Income	3,612.41	5,177.36	2,534.34
Subtotal	<u>\$ 256,306.16</u>	<u>\$ 268,286.37</u>	<u>\$ 213,940.26</u>
Expenditures	<u>-</u>	<u>60,375.00</u>	<u>-</u>
Ending Balance	<u><u>\$ 256,306.16</u></u>	<u><u>\$ 207,911.37</u></u>	<u><u>\$ 213,940.26</u></u>

* Activity was amended to properly report the correct beginning balance and minor adjustments to interest income previously reported.

The above balance reflects only actual cash receipts and expenditures. Other commitments against the funds are not reflected (i.e., encumbrances and appropriations). The balance should therefore not be considered as an available balance.

STRATEGIC PLAN ALIGNMENT:

This item contributes to **Strategic Priority 1 – Arts, Culture and Recreation and Goal No. 1.3**, Improve parks, recreational amenities, open space, and trail development, and fulfill critical lifecycle and facility maintenance needs.

The item aligns with each of the five Cross-Cutting Threads as follows:

1. **Community Trust** – The status report on development impact fees enhances transparency regarding the fees and interest received and the amount of expenditures used from those revenue sources.
2. **Equity** – This report is neutral towards this cross-cutting thread.
3. **Fiscal Responsibility** – The development impact fee report provides fiscal responsibility and accountability to show funds collected are properly spent.
4. **Innovation** – This report is neutral towards this cross-cutting thread.
5. **Sustainability & Resiliency** – This report helps ensure impact fee revenues are spent in a sustainable way without compromising future needs.

FISCAL IMPACT:

There is no fiscal impact associated with the receipt of this report.

Prepared by: Nancy Garcia, Controller
Certified as to
availability of funds: Edward Enriquez, Chief Financial Officer/City Treasurer
Approved by: Kris Martinez, Interim Assistant City Manager
Approved as to form: Phaedra A. Norton, City Attorney