

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

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| (1) DEPARTMENT Public Works | (2) MEETING DATE 12/16/2014 | (3) CONTACT/PHONE Michelle Matson, Traffic Engineer (805) 781-2830 | |
| (4) SUBJECT Hearing to adopt the Annual Road Improvement Fee Reports for the fee areas of Avila, Los Osos, South County, Templeton, North Coast, and San Miguel. All Districts. | | | |
| (5) RECOMMENDED ACTION It is recommended that the Board: <ol style="list-style-type: none"> 1. Receive the attached 2014 Road Improvement Fee Reports; and 2. Adopt the attached resolutions continuing the fees for the County Road Improvement Fee Program in Avila, Los Osos, North Coast, South County, San Miguel and Templeton. | | | |
| (6) FUNDING SOURCE(S) Road Improvement Fees | (7) CURRENT YEAR FINANCIAL IMPACT N/A | (8) ANNUAL FINANCIAL IMPACT N/A | (9) BUDGETED? No |
| (10) AGENDA PLACEMENT { } Consent { } Presentation {X} Hearing (Time Est. <u>15 min.</u>) { } Board Business (Time Est. <u> </u>) | | | |
| (11) EXECUTED DOCUMENTS {X} Resolutions { } Contracts { } Ordinances { } N/A | | | |
| (12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A | | (13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A { } 4/5 Vote Required {X} N/A | |
| (14) LOCATION MAP Attached | (15) BUSINESS IMPACT STATEMENT? No | (16) AGENDA ITEM HISTORY { } N/A Date: 12/10/13, #14 | |
| (17) ADMINISTRATIVE OFFICE REVIEW <i>Nikki J. Schmidt</i> | | | |
| (18) SUPERVISOR DISTRICT(S) All Districts | | | |

Reference: 14DEC16-H-2

County of San Luis Obispo



TO: Board of Supervisors

FROM: Public Works
Michelle Matson, Traffic Engineer

VIA: Glenn Marshall, Transportation Division Manager

DATE: 12/16/2014

SUBJECT: Hearing to adopt the Annual Road Improvement Fee Reports for the fee areas of Avila, Los Osos, South County, Templeton, North Coast, and San Miguel. All Districts.

RECOMMENDATION

It is recommended that the Board:

1. Receive the attached 2014 Road Improvement Fee Reports; and
2. Adopt the attached resolutions continuing the fees for the County Road Improvement Fee Program in Avila, Los Osos, North Coast, South County, San Miguel and Templeton.

DISCUSSION

The County Road Improvement Fee Program was initiated in the early 1990's to mitigate impacts caused by new development to the County Road System. To date these road improvement fee programs have collected over \$46,000,000 million dollars and helped fund the following projects:

- Willow Road Extension and Interchange Project, Nipomo
- Vineyard Interchange Project, Templeton
- Las Tablas Interchange, Templeton
- Mary Avenue Extension, Nipomo
- San Luis Bay Drive Bridge Replacement, Avila
- Tefft Street Operational Improvements, Nipomo
- Bennett Way Extension, Templeton
- Los Osos Valley Road Widening, Los Osos

In addition, the road improvement fee program has paid for multiple traffic signals, left turn lanes and other capacity improvements in the communities of Avila, Cambria, Los Osos, Nipomo, San Miguel and Templeton.

Pursuant to Government Code 66006(b), the Public Works Department is presenting the Annual Reports for the Road Improvement Fee Areas. Previously, your Board adopted resolutions imposing road improvement fees on new development under the provisions of Ordinance 2379. This ordinance directs staff to return to your Board each year to provide an updated status of the programs.

Between July 1, 2013 and June 30, 2014, \$1,163,030 in fees was collected from 90 permits countywide. One fee appeal for the Templeton area was submitted and an adjustment to the Road Improvement Fee was approved by your Board. A second appeal is scheduled to be heard by your Board on December 16, 2014.

Staff is recommending that the existing fees remain at the current amounts. The fees are shown in the attached Fee Summary Table.

The updated community reports include reference to all non-motorized transportation planning documents within the community in addition to the fee program. The reports are included as Attachment "A" to the resolutions.

The previously adopted Board policy, for implementing the fees, is included as Attachment "B" to the resolutions.

The fees have been noticed prior to this public hearing for their adoption.

Transportation Impact assessments are undergoing a significant revision which may have impacts to our region beginning in 2016. Under SB 743, California Environmental Quality Act (CEQA) transportation impact analysis will use an average vehicle miles traveled metric to define a project's impacts instead of level of service which measures delay. However, road improvement fees are still applicable under current County Policy and the collection of fees would need to continue to make the programs whole. Development will also need to provide mitigation, if necessary, to reduce vehicle miles traveled through transportation management measures in addition to paying road improvement fees. This may adjust their final Road Improvement fee downward.

Current projects being pursued under the fee program are:

- Main Street Interchange, Templeton
- Avila beach Drive Interchange, Avila Beach
- Halcyon Road/Route 1 Intersection
- Tefft Street Interchange Phase II, Nipomo

OTHER AGENCY INVOLVEMENT/IMPACT

The Public Works Department has presented the 2014 Road Improvement Fee Reports to the area Community Advisory Committees for review. No changes were requested by any of the committees.

In 2011, your Board approved Mitigated Negative Declarations for each fee area. Copies of these are attached for reference.

Staff has also reviewed the Road Improvement Fee programs with the Economic Vitality Corporation's Building Cluster group.

County Counsel has reviewed the attached resolutions as to legal form and effect.

FINANCIAL CONSIDERATIONS

The Road Improvement Fees fund identifies several Capital Improvement Project (CIP) programs for the specific area which is implemented under the program. The fees are held in a separate Road Improvement Fund and are not part of the Road Fund.

From previous Board action, the Vineyard Drive Interchange project entered into debt service. The debt service, to construct the improvements, requires an annual payment of \$452,650 from the Templeton Area A/B account. For the past two fiscal years (FY 2012/13 & FY 2013/14), revenues received in Templeton A/B account were not sufficient to make a portion of the debt service payments. A loan from the Road Fund – Pavement Management Program, was needed to reconcile these revenue shortfalls. The total loaned funds to date are \$281,000. Future collections from the Templeton Area A/B account will repay the Road Fund, including any associated interest.

The fees are based on current project development and construction costs. As these costs change, the fees change accordingly.

RESULTS

Your receipt and review of the attached reports will meet the requirements of California Government Code Section 66006(b) for the Road Improvement Fees. The programs enable the Department to collect improvement fees and to construct road improvements necessary to accommodate traffic generated by future development in these areas. This action will facilitate your Board's desire for community-wide results of a well governed and economically viable community.

File: CF 830.10.02 Transportation Planning – General

Reference: 14DEC16-H-2

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ATTACHMENTS

1. Vicinity Map
2. Fee Summary Table
3. Mitigated Negative Declaration – Avila Circulation Study
4. Mitigated Negative Declaration – Los Osos Circulation Study
5. Mitigated Negative Declaration – South County Circulation Study
6. Mitigated Negative Declaration – North Coast Circulation Study
7. Mitigated Negative Declaration – San Miguel Circulation Study
8. Mitigated Negative Declaration – Templeton Circulation Study
9. Resolution of the Board of Supervisors of the County of San Luis Obispo Continuing the Road Improvement Fee for all Development within Portions of the San Luis Bay Planning Area of the County of San Luis Obispo, Adopting the Required Annual Update
10. Resolution of the Board of Supervisors of the County of San Luis Obispo Continuing the Road Improvement Fee for all Developments within Portions of the Estero Planning Area of the County of San Luis Obispo, Adopting the Required Annual Update
11. Resolution of the Board of Supervisors of the County of San Luis Obispo Continuing the Road Improvement Fee for all Development within Portions of the South County Area of the County of San Luis Obispo, Adopting the Required Annual Update
12. Resolution of the Board of Supervisors of the County of San Luis Obispo Continuing the Road Improvement Fee for all Developments within the North Coast Planning Area of the County of San Luis Obispo, Adopting the Required Annual Update
13. Resolution of the Board of Supervisors of the County of San Luis Obispo Continuing the Road Improvement Fee for all Development within the San Miguel Road Fee Area of the County of San Luis Obispo, Adopting the Required Annual Update
14. Resolution of the Board of Supervisors of the County of San Luis Obispo Continuing the Road Improvement Fee for all Development within Portions of the Templeton Area of the County of San Luis Obispo, Adopting the Required Annual Update