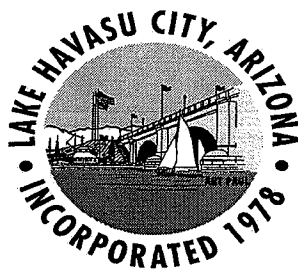


Annual Development Fee Report

For Fiscal Year Ended June 30, 2014



**Lake Havasu City
2330 McCulloch Blvd. N.
Lake Havasu City, AZ 86403
Phone (928) 855-2116
www.lhcaz.gov**

**Prepared by:
Lake Havasu City Administrative Services
November 2014**



ADMINISTRATIVE SERVICES DEPARTMENT
LAKE HAVASU CITY
 Phone (928) 855-2116 ■ Fax (928) 855-0551

LAKE HAVASU CITY
REPORT ON DEVELOPMENT FEES
FY 2013-14

During the fiscal year 2013-2014, dated July 1, 2013-June 30, 2014, Lake Havasu City did not assess any impact fees. In October of 2011 the City Council repealed resolution number 06-2035 eliminating the collection of impact fees for capital facilities (additional sheets attached):

| Project/Purpose | Fund Balance Impact Fees 6/30/13 | Interest Earned on Balance of Impact Fees FY 13/14 | Expenditures FY 13/14 | Fund Balance Impact Fees 6/30/14 |
|----------------------|--|---|--------------------------|--|
| General Government | \$ 22,259 | \$ 159 | \$ - | \$ 22,418 |
| Transportation | 135,274 | 965 | 119,507 | 16,732 |
| 2nd Bridge to Island | 930 | 7 | - | 937 |
| Police | 159,466 | 1,137 | 158,533 | 2,070 |
| Fire | 128,068 | 913 | 50,580 | 78,401 |
| Parks | 126,690 | 904 | 100,000 | 27,593 |
| Total | \$ 572,687 | \$ 4,085 | \$ 428,620 | \$ 148,151 |

Vallie Fenske
 Administrative Services Director

11/20/14
 Date

**LAKE HAVASU CITY
IMPACT FEE CASH BALANCES
AS OF JUNE 30, 2014**

| Impact Fees | Total Impact Fees Assessed as of 6/30/13 | Interest Earned on Balance of Impact Fees FY 13/14 | Total Impact Fees Assessed as of 6/30/14 | Project Amount | Non-Impact Fee Funds Required | Total Impact Fees Expended as of 6/30/14 | Project Balance | Balance of Impact Fees Available as of 6/30/14 | Status |
|--|--|--|--|----------------------|-------------------------------|--|----------------------|--|------------|
| Police | | | | | | | | | |
| Interest Earned | \$ 250,670 | \$ - | \$ 250,670 | | | | | | |
| Impact Fee Study reimbursed to General Fund | 2,325 | 1,137 | 3,462 | | | \$ 24,700 | | | Programmed |
| Upgrade Radio System | | | | \$ 2,000,000 | | | | | Programmed |
| Police Evidence and Dispatch Expansion | | | | 5,880,000 | | 227,362 | | | Programmed |
| Vehicles and Outfitting Costs (Per 2 Sworn Officers) | | | | 601,667 | | | | | Programmed |
| Total | \$ 252,995 | \$ 1,137 | \$ 254,132 | \$ 8,481,667 | \$ 8,227,535 | \$ 252,062 | \$ 7,975,473 | \$ 2,070 | |
| Fire | | | | | | | | | |
| Interest Earned | \$ 177,544 | \$ - | \$ 177,544 | | | | | | |
| Impact Fee Study reimbursed to General Fund | 1,624 | 913 | 2,537 | | | \$ 24,700 | | | Programmed |
| Fire Admin./Storage/Emergency Ops. Ctr. | | | | \$ 690,000 | | | | | Programmed |
| Fire Station #7 - Sloop & McCulloch | | | | 2,578,400 | | | | | Programmed |
| Remodel of Fire Station 3 & 5 | | | | 476,347 | | | | | Programmed |
| Fire Station #9 | | | | 2,145,000 | | | | | Programmed |
| Exterior Classroom/Restroom Facilities | | | | 205,700 | | | | | Programmed |
| Fire Apparatus, Outfitting, and Equipment | | | | 3,077,109 | | 76,980 | | | Programmed |
| Fire Station #8 | | | | 2,400,000 | | | | | Programmed |
| Total | \$ 179,168 | \$ 913 | \$ 180,081 | \$ 11,572,556 | \$ 11,392,475 | \$ 101,680 | \$ 11,290,795 | \$ 78,401 | |
| Parks | | | | | | | | | |
| Interest Earned | \$ 246,023 | \$ - | \$ 246,023 | | | | | | |
| Impact Fee Study reimbursed to General Fund | 2,316 | 904 | 3,220 | | | \$ 24,700 | | | Programmed |
| Parks Division Office (Constructed over Build out) | | | | \$ 259,259 | | | | | Programmed |
| Municipal Golf Course | | | | 5,200,000 | | | | | Programmed |
| Recreation Center Addition | | | | 880,000 | | | | | Programmed |
| North Park Development (Dick Samp Park) | | | | 1,833,748 | | | | | Programmed |
| Rotary Community Park Expansion | | | | 2,360,000 | | 196,950 | | | Programmed |
| SARA Park Multipurpose Complex | | | | 9,980,000 | | | | | Programmed |
| Havasu 280 - Environmental Assessment | | | | 90,000 | | | | | Design |
| Total | \$ 248,339 | \$ 904 | \$ 249,243 | \$ 20,603,007 | \$ 20,353,764 | \$ 221,650 | \$ 20,132,114 | \$ 27,593 | |
| 2nd Bridge to Island | | | | | | | | | |
| Interest Earned | \$ 150,046 | \$ - | \$ 150,046 | | | | | | |
| Bridge design, construction, and development | 930 | 7 | 937 | | | \$ 150,046 | | | Programmed |
| Total | \$ 150,976 | \$ 7 | \$ 150,983 | \$ 23,430,212 | \$ 23,279,229 | \$ 150,046 | \$ 23,129,183 | \$ 937 | |
| General Government | | | | | | | | | |
| Interest Earned | \$ 46,608 | \$ - | \$ 46,608 | | | | | | |
| Impact Fee Study reimbursed to General Fund | 351 | 159 | 510 | | | \$ 24,700 | | | Programmed |
| City Hall Addition Accommodating Build out | | | | \$ 4,080,000 | | | | | Programmed |
| Total | \$ 46,959 | \$ 159 | \$ 47,118 | \$ 4,080,000 | \$ 4,032,882 | \$ 24,700 | \$ 4,008,182 | \$ 22,418 | |

LAKE HAVASU CITY
IMPACT FEE CASH BALANCES
AS OF JUNE 30, 2014

| Impact Fees | Total Impact Fees Assessed as of 6/30/13 | Interest Earned on Balance of Impact Fees FY 13/14 | Total Impact Fees Assessed as of 6/30/14 | Project Amount | Non-Impact Fee Funds Required | Total Impact Fees Expended as of 6/30/14 | Project Balance | Balance of Impact Fees Available as of 6/30/14 | Status |
|--|--|--|--|----------------|-------------------------------|--|-----------------|--|------------|
| Transportation | | | | | | | | | |
| Interest Earned | \$ 173,186 | \$ - | \$ 173,186 | | | | | | |
| Impact Fee Study reimbursed to General Fund | | | | | | | | | |
| Continuous Left Turn Lane - Lake Havasu Ave. | 1,493 | 965 | 2,458 | | | 24,700 | | | Programmed |
| Public Works Expansion | | | | \$ 400,000 | | 14,705 | | | Programmed |
| London Bridge Rd. (Industrial to North Palo Verde) | | | | 3,450,000 | | | | | Programmed |
| Beachcomber Blvd. (McCulloch to 2nd Bridge Connection) | | | | 575,000 | | | | | Programmed |
| South Palo Verde (Add Medians at Alleys/Kiowa to SR 95) | | | | 100,000 | | | | | Programmed |
| Acoma West (Add Medians at Alleys) | | | | 100,000 | | | | | Programmed |
| Jamaica (Lake Havasu Ave to SR 95) | | | | 500,000 | | | | | Programmed |
| Multi-Use Path - Sara Park | | | | 500,000 | | | | | Programmed |
| SR 95 Multi-Use Path Extension (North Palo Verde to Chenoweth) | | | | 750,000 | | | | | Programmed |
| London Bridge Rd. (North Palo Verde to City Limits) | | | | 5,750,000 | | | | | Programmed |
| N/S Frontage Road (Victoria Farms Rd. to Alt Industrial Road) | | | | 1,750,000 | | | | | Programmed |
| Multi-Use Path - Power line | | | | 250,000 | | | | | Programmed |
| SR 95/Mulberry/LH Ave Traffic Signal Improvements | | | | 300,000 | | 119,507.00 | | | Programmed |
| Traffic Signals | | | | 14,732,415 | | | | | Programmed |
| Second Bridge to Island | | | | 17,300,000 | | | | | Programmed |
| Swanson Avenue Widening to Four Lanes | | | | 1,160,000 | | | | | Programmed |
| Widen Lake Havasu Ave. (Acoma to Kiowa) Ph. 1 | | | | 1,890,000 | | | | | Programmed |
| Widen Lake Havasu Ave. (Kiowa to N. PV) Ph. 1 | | | | 1,608,000 | | | | | Programmed |
| Hwy 95 Bypass/Parkway | | | | 30,500,000 | | | | | Programmed |
| London Bridge Road Right-of-Way Acquisition | | | | 300,000 | | | | | Programmed |
| London Bridge Road Right-of-Way Acquisition Section Construction | | | | 500,000 | | | | | Programmed |
| Daytona Widening from Cottonwood to Mulberry | | | | 750,000 | | | | | Programmed |
| North Palo Verde from London Bridge Road to SR 95 | | | | 1,000,000 | | | | | Programmed |
| Interior Roadway Improvements to North and East (State Lands) | | | | 10,000,000 | | | | | Programmed |
| Widen Lake Havasu Avenue from N. Palo Verde to Avalon | | | | 1,150,000 | | | | | Programmed |
| Widen Lake Havasu Avenue from Smoketree to Jamaica | | | | 3,450,000 | | | | | Programmed |
| Widen Avalon Avenue from North Palo Verde to Lake Havasu Avenue | | | | 1,250,000 | | | | | Programmed |
| Widen Sweetwater Avenue | | | | 2,000,000 | | | | | Programmed |
| Widen Maricopa Avenue | | | | 1,000,000 | | | | | Programmed |
| Lake Havasu Avenue Extension | | | | 1,150,000 | | | | | Programmed |
| East West Connector | | | | 2,300,000 | | | | | Programmed |
| Sweetwater Frontage Road - Acoma to Mulberry | | | | 2,000,000 | | | | | Programmed |
| Chenoweth East | | | | 3,450,000 | | | | | Programmed |
| Victoria Farms Road | | | | 1,000,000 | | | | | Programmed |
| Chesapeake Boulevard | | | | 1,500,000 | | | | | Programmed |
| Highlander Avenue | | | | 1,000,000 | | | | | Programmed |
| Lake Havasu Avenue Extension Phase II | | | | 1,500,000 | | | | | Programmed |
| North South Frontage Road | | | | 750,000 | | | | | Programmed |
| Price Drive | | | | 500,000 | | | | | Programmed |
| North Area SATS Update | | | | 750,000 | | | | | Programmed |
| State Land Major Arterial and Arterial Widening | | | | 22,500,000 | | | | | Programmed |
| Transportation Study | | | | 400,000 | | | | | Programmed |
| Total | \$ 174,679 | \$ 965 | \$ 175,644 | \$ 142,139,376 | \$ 141,963,732 | \$ 158,912 | \$ 141,804,820 | \$ 16,732 | |

| Cash Collected | Project Amount | Non-Impact Fee Funds Required | Expended | Balance |
|--------------------|---------------------|-------------------------------|-------------------|-----------------------|
| \$ 1,053,116 | \$ 210,306,818 | \$ 209,249,617 | \$ 909,050 | \$ 208,340,567 |
| Grand Total | \$ 1,057,201 | \$ 209,249,617 | \$ 909,050 | \$ 208,340,567 |

**LAKE HAVASU CITY
DEVELOPMENT IMPACT FEES
SECOND BRIDGE TO THE ISLAND
EFFECTIVE APRIL 11, 2006**

| | | Residential | Commercial/ Shopping Centers | Other Non- Residential |
|---|-----------------------|-------------|------------------------------------|------------------------------|
| <u>Residential</u> | | | | |
| | Single Family | \$ 3,558 | | |
| | All Other Residential | 1,855 | | |
| <u>Nonresidential Per Square Foot of Floor Area</u> | | | | |
| <u>Commercial</u> | | | | |
| | 25,000 sf or less | | \$ 5.42 | |
| | 25,001 - 50,000 sf | | 5.02 | |
| | 50,001 - 100,000 sf | | 4.39 | |
| | 100,001 - 200,000 sf | | 3.80 | |
| | over 200,000 sf | | 3.26 | |
| <u>Office/Inst</u> | | | | |
| | 10,000 sf or less | | | \$ 2.53 |
| | 10,001 - 25,000 sf | | | 2.05 |
| | 25,001 - 50,000 sf | | | 1.75 |
| | 50,001 - 100,000 sf | | | 1.49 |
| | over 100,000 sf | | | 1.27 |
| | Business Park | | | 1.42 |
| | Light Industrial | | | 0.78 |
| | Warehousing | | | 0.55 |
| | Manufacturing | | | 0.43 |
| | Lodging (per room) | | | 918 |
| | Marina (per berth) | | | 330 |

**LAKE HAVASU CITY
DEVELOPMENT IMPACT FEES
GENERAL GOVERNMENT INFRASTRUCTURE
ADOPTED APRIL 29, 2008**

Effective August 1, 2008 - 50% Implementation of total fees

| Class | Unit | Police | Fire | Parks | General Government | Transportation | Total |
|------------------------|-------------|--------|--------|--------|--------------------|----------------|----------|
| Residential | | | | | | | |
| Single Family | Dwelling | \$ 615 | \$ 433 | \$ 820 | \$ 115 | \$ 230 | \$ 2,213 |
| Multi-Family | Dwelling | 615 | 433 | 820 | 115 | 162 | 2,145 |
| Mobile | Dwelling | 615 | 433 | 820 | 115 | 120 | 2,103 |
| Non-Residential | | | | | | | |
| Retail | Square Foot | 0.43 | 0.31 | - | 0.08 | 0.53 | 1.35 |
| General Commercial | Square Foot | 0.43 | 0.31 | - | 0.08 | 0.75 | 1.57 |

Effective August 1, 2009 - 75% Implementation of total fees plus annual adjustment*

| Class | Unit | Police | Fire | Parks | General Government | Transportation | Total |
|------------------------|-------------|--------|--------|----------|--------------------|----------------|----------|
| Residential | | | | | | | |
| Single Family | Dwelling | \$ 922 | \$ 649 | \$ 1,229 | \$ 173 | \$ 345 | \$ 3,318 |
| Multi-Family | Dwelling | 922 | 649 | 1,229 | 173 | 242 | 3,215 |
| Mobile | Dwelling | 922 | 649 | 1,229 | 173 | 180 | 3,153 |
| Non-Residential | | | | | | | |
| Retail | Square Foot | 0.65 | 0.46 | - | 0.12 | 0.79 | 2.02 |
| General Commercial | Square Foot | 0.65 | 0.46 | - | 0.12 | 1.12 | 2.35 |

Effective August 1, 2010 - 100% Implementation of total fees plus annual adjustment*

| Class | Unit | Police | Fire | Parks | General Government | Transportation | Total |
|------------------------|-------------|----------|--------|----------|--------------------|----------------|----------|
| Residential | | | | | | | |
| Single Family | Dwelling | \$ 1,229 | \$ 865 | \$ 1,639 | \$ 230 | \$ 460 | \$ 4,423 |
| Multi-Family | Dwelling | 1,229 | 865 | 1,639 | 230 | 323 | 4,286 |
| Mobile | Dwelling | 1,229 | 865 | 1,639 | 230 | 240 | 4,203 |
| Non-Residential | | | | | | | |
| Retail | Square Foot | 0.86 | 0.61 | - | 0.16 | 1.05 | 2.68 |
| General Commercial | Square Foot | 0.86 | 0.61 | - | 0.16 | 1.49 | 3.12 |

* Fees automatically adjusted annually using the Engineering News Record Construction Cost Index, 20 City Average

Credit for parcels within the Irrigation and Drainage District per 1/2 acre parcel increments \$ (410)



ADMINISTRATIVE SERVICES DEPARTMENT
LAKE HAVASU CITY
Phone (928) 855-2116 ■ Fax (928) 855-0551
Email: finance@lhcaz.gov

Memorandum

Date: November 19, 2014
To: City Clerk
From: Valerie Fenske, Administrative Services Director
Subject: **Development Fees Report – FY 2013-14**

Per ARS 9-463.05, Section H, the attached report is to be submitted within 90 days following the end of the fiscal year to the City Clerk. Copies of the attached shall be made available to the public on request.

Let me know if you have any questions.