RESOLUTION NO. 2015-047

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CALISTOGA, COUNTY OF NAPA, STATE OF CALIFORNIA SETTING AN IN-LIEU AFFORDABLE HOUSING FEE

WHEREAS, Calistoga Municipal Code §§17.08.020(C) and 17.08.020(D) allow the payment of a fee under certain circumstances in-lieu of providing deed-restricted affordable units; and

WHEREAS, Calistoga Municipal Code §17.08.020(D)(4)(a)(ii) requires the amount of this in-lieu fee to be set by resolution of the City Council; and

WHEREAS, the in-lieu affordable housing fee provided for herein is based on the analysis and recommendations contained in the analysis prepared by Economic & Planning Systems, Inc., dated April 13, 2015 ("Affordable Housing In-Lieu Fee Analysis for Residential Development"), consistent with the most recent relevant case law and the principles of AB 1600 (the Mitigation Fee Act), codified at Government Code Section 66000 et seq; and

WHEREAS, while this fee study established the maximum fee that could be charged under relevant City policies and California statutes, it is critical that the fee impose a proportionate burden on new development and be reasonably consistent with those of comparable cities. Furthermore, imposing the maximum fee could negatively affect the financial feasibility of new market-rate residential development. In addition, revenue generated through this fee is just one source of potential subsidy funds to help finance affordable housing projects; and

WHEREAS, at least fourteen (14) days prior to the date this resolution is being heard, notice was provided to any persons or organizations who had requested notice, in accordance with Government Code Section 66019; and

WHEREAS, notice of the hearing of the proposed fee was published twice in the manner set forth in Government Code Section 6062(a) as required by Government Code Section 66018; and

WHEREAS, a duly and properly-noticed public hearing was conducted by the City Council on May 19, 2015;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Calistoga as follows:

SECTION ONE

 Findings.

- A. The above recitals are incorporated herein as if set forth herein in full and each is relied upon independently by the City Council for its adoption of this resolution.
- B. The Council finds and determines this fee is consistent with state law (California Government Code Section 66000 et seq.). Specifically, the EPS Analysis establishes

Resolution No. 2015-047 In-Lieu Affordable Housing Fee Page 2 of 2

that there is a reasonable relationship between the fee and the cost of meeting a market-rate development project's inclusionary housing requirement.

SECTION TWO

37

38

39

40

41

42

43

44

45

<u>Adjustments</u>. The City Council may periodically update the In-Lieu Affordable Housing Fee to reflect changing housing conditions within the community, including the actual costs of providing affordable housing.

SECTION THREE

<u>Fee Adoption</u>. The City Council hereby adopts an In-Lieu Affordable Housing Fee of \$12,000.

PASSED AND ADOPTED by the City Council at a duly noticed regular meeting held the 19th day of May, 2015, by the following vote:

AYES:

Councilmembers Kraus, Lopez-Ortega and Barnes, Vice

Mayor Dunsford and Mayor Dunsford

NOES:

None

ABSTAIN:

None

ABSENT:

None

CHRIS CANNING, Mayor

ATTEST:

KATHY FLAMSON, City Clerk