

City of San José

2007-2008 Proposed Fees and Charges Overview

May 2007

2007-2008 Proposed Fees & Charges Overview

- **\$101.2 Million Estimated Fee Revenue**
 - \$70.8 Million in the General Fund
 - \$30.4 Million in other funds (inc. \$23.4 million in the Emergency Communication System Support Fee Fund)
- **93% Category I Cost-Recovery Level for 2007-2008 (Down from 96% in 2006-2007)**
 - Lower cost recovery in the Building Development Fee Program (Reserves will bring to 100% cost recovery)
 - Suspend Rental Dispute Mediation Fee for apartment units for one year (use reserves in 2007-2008)

2007-2008 Proposed Fees & Charges Overview

	<u>2006-2007</u>	<u>Proposed 2007-2008</u>	
	% Cost-Recovery	Estimate Revenue	% Cost-Recovery
Cost-Recovery Fees*	96%	\$ 61.4 M	93%
Non-Cost Recovery Fees**	92%	\$ 39.8 M	88%
Total All Fees	95%	\$101.2 M	91%

* Category I – Cost Recovery

** Category II – May be less than or more than cost recovery

Highlights of Departmental Changes

Development Fee Programs

- **Building:** 5% fee increase (\$1.2 M) and use of fee reserve (\$3.1 M) to balance \$28.3 M program
- **Fire:** 5% fee increase (\$230k), cost adjustments, and use of reserves (\$110k) to balance \$4.9 M program
- **Planning:** 8% fee increase (\$464k) and cost reductions (\$493k) to balance \$6.3 M program
- **Public Works:** 8.9% fee increase and \$240k from Fee Reserve to balance \$7.2 M program

Highlights of Departmental Changes

Police Department

- No Change in Emergency Communication System Support (ECSS) Fee of \$1.75 per line/mo.
- ECSS Fee estimated to generate \$23.4 M in 2007-2008 (83% cost recovery) - up from \$20.6 M estimated in 2006-2007 based on actual collections
- The Taxicab Driver permit is proposed to increase 10% and would be 64% cost recovery in 2007-2008 based on latest cost estimates. Fee increase would be phased in over several years to bring to 100% cost recovery

Highlights of Departmental Changes

Fire Department

- 7.6% increase proposed for Non-Development Fees (\$235,000) to maintain cost recovery

Parks, Recreation and Neighborhood Services

- 95% cost-recovery in Category I fees and 83% cost-recovery in Category II fees
- Third phase of multi-year plan to increase fees for Sports fields (baseball/softball diamonds, turf sports) for User Type I (Government Agencies, Non-Profits) and Youth Sports Leagues: increase from \$1.50/hr. to \$1.75/hr.
- No increases to Animal Care Services fees

Highlights of Departmental Changes

Housing Department

- Rental Dispute Mediation Fee for apartment units suspended for one year (use of accumulated reserve in 2007-2008)

Other Departments

- Fee adjustments to keep pace with cost of living increases and/or maintain cost-recovery levels

City of San José

2007-2008 Proposed Fees and Charges Overview

May 2007