

# OPERATING BUDGET FISCAL NOTE

**DATE OF COUNCIL CONSIDERATION:**

5/20/21

**CONTACT DEPARTMENT(S):**

Development Services; Austin Energy; Austin Water

**FUND:**

General; Austin Energy; Austin Water

**SUBJECT:** Approve an ordinance waiving or reimbursing certain development fees in the amount of \$4,312,202 for construction of Phase III and Phase IV of Community First! Village by Mobile Loaves & Fishes.

**CURRENT-YEAR ESTIMATED IMPACT:**

	<u>Phase III</u>	<u>Phase IV</u>	<u>Total</u>
Review Fees (Development Services)	\$10,000	\$12,000	\$22,000
Non-Admin Variance Fee (Development Services)	\$1,000	\$2,000	\$3,000
Electrical Fees (Development Services)	\$4,000	\$6,000	\$10,000
Plumbing Fees plus 4% surcharge (Development Services)	\$20,000	\$25,000	\$45,000
Inspection Fees (Development Services)	\$30,000	\$30,000	\$60,000
Review and Inspection Fees (Austin Water)	\$840	\$840	\$1,680
AW Tap Fees/Capital Recovery Fee (Austin Water)	\$979,252	\$979,252	\$1,958,504
AE Fees for Temporary Service (Austin Water)	\$10,000	\$10,000	\$20,000
AE Construction Costs (Austin Energy)	\$350,000	\$350,000	\$700,000
Water/Wastewater Infrastructure Oversizing Cost (Austin Water)	\$600,000		\$600,000
RSMP Participation Fee		\$500,000	\$500,000
10% Contingency Fee	\$200,509	\$191,509	\$392,018
<b>Total Estimated Fees Waived/Reimbursed</b>	<b>\$2,205,601</b>	<b>\$2,106,601</b>	<b>\$4,312,202</b>

**ANALYSIS / ADDITIONAL INFORMATION:** The total amount of waived review, inspection and other development-related fees and infrastructure support costs for the Community First! Village Phases are not to exceed \$4,312,202. Fees and infrastructure support revenue forgone related to Community First! Village Phase III and Phase IV will result in unrealized revenue for Austin Energy, Austin Water, and the Development Services Departments. Although budgeted revenue for fees and infrastructure support is based upon historical data and not necessarily upon specific projects, this reduces potential revenues that could be realized.

Fees and infrastructure support were estimated based on multiple factors: The 51-acre site in Phase III near the current village on Hog Eye Road in far Northeast Austin projected to add 500 homes; and the 76-acre site in Phase IV on Burleson Road between McKinney Falls Parkway and U.S. 183 projected to add 800 homes. Calculations do not consider future fees and infrastructure support costs.