

# Residential Building Permit Fees

City Council Meeting  
August 27, 2019

Presented by  
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# House Bill 852

- Prohibits value based building permit fees for residential dwellings
  - Value of dwelling
  - Cost of constructing or improving dwelling
- City may not disclose value or cost of constructing residential dwelling
  - Except as required by FEMA for National Flood Insurance Program
- Effective immediately with two-thirds approval

# Current Calculation

**Example: Residential square footage 1,650**

**Square footage (1,650) x Valuation (\$86) = \$141,900.00**

Look up base fee

	<u>Base Fees</u>	<u>Cost of additional \$1,000 in Valuation</u>
Up to \$100,000	\$250	\$5.00
From/ \$100,001 to \$125,000	\$300	\$4.00
From/ \$125,001 to \$500,000	\$450	\$3.00
Over \$500,000	\$1650	\$2.00

Example:      \$141,900      base fee is \$450.00

Subtract low end of base range from valuation  
 (\$141,900.00 - \$125,001.00 = \$16,899.00)

Divide by 1000  
 (\$16,899.00/1000 = 16.90)

Multiply by cost of additional \$1000 in valuation  
 (16.90 x \$3.00 = \$50.70)

Add base and additional valuation charge  
 (\$450 + \$50.70 = \$500.70) – Actual Permit Fee, (Less App. Fee)

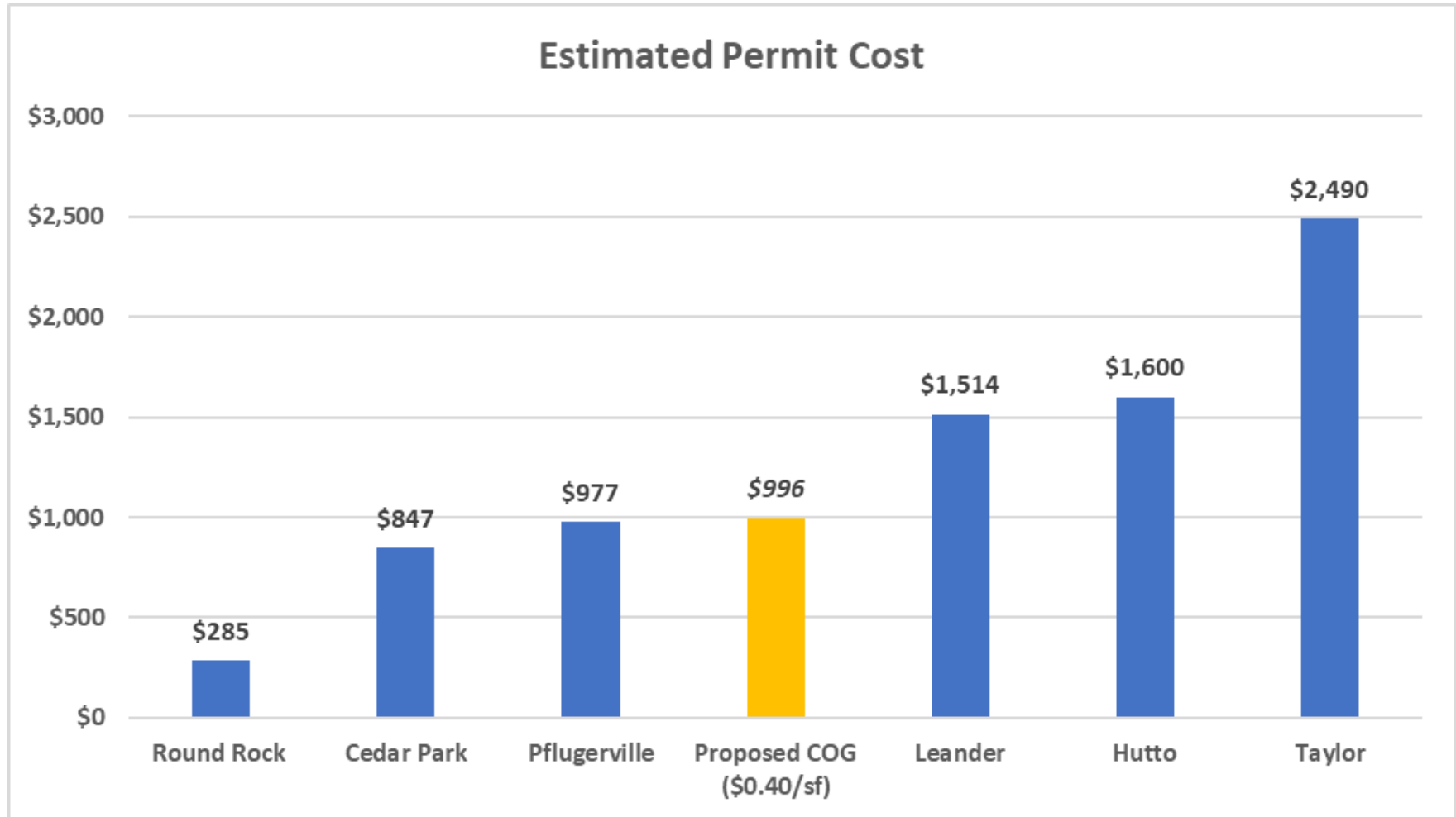
Subtract application fee  
 (\$500.70 - \$100.00 = \$400.70)

**Total Residential Building Permit Fee, (Less App. fee) = \$400.70**

# Proposed Method

- Calculate fee based on cost of \$0.40 per square foot
- The proposed fee is based on an evaluation of our costs from the last three years (FY16-18).

# Comparison to surrounding cities



*Note: estimated permits fees are based on a single story home that is 2,490 square feet.*

# Questions