

***BIC Regular Meeting
of
November 16, 2022***

Agenda Item 11



DBI Fee Study

Building Inspection Commission – November 16, 2022

Fee Study - Goals

- Recover Costs
- Update fees to reflect the changes in DBI's fiscal, operational, and regulatory environments
- Develop a process for regular fee evaluation and adjustment

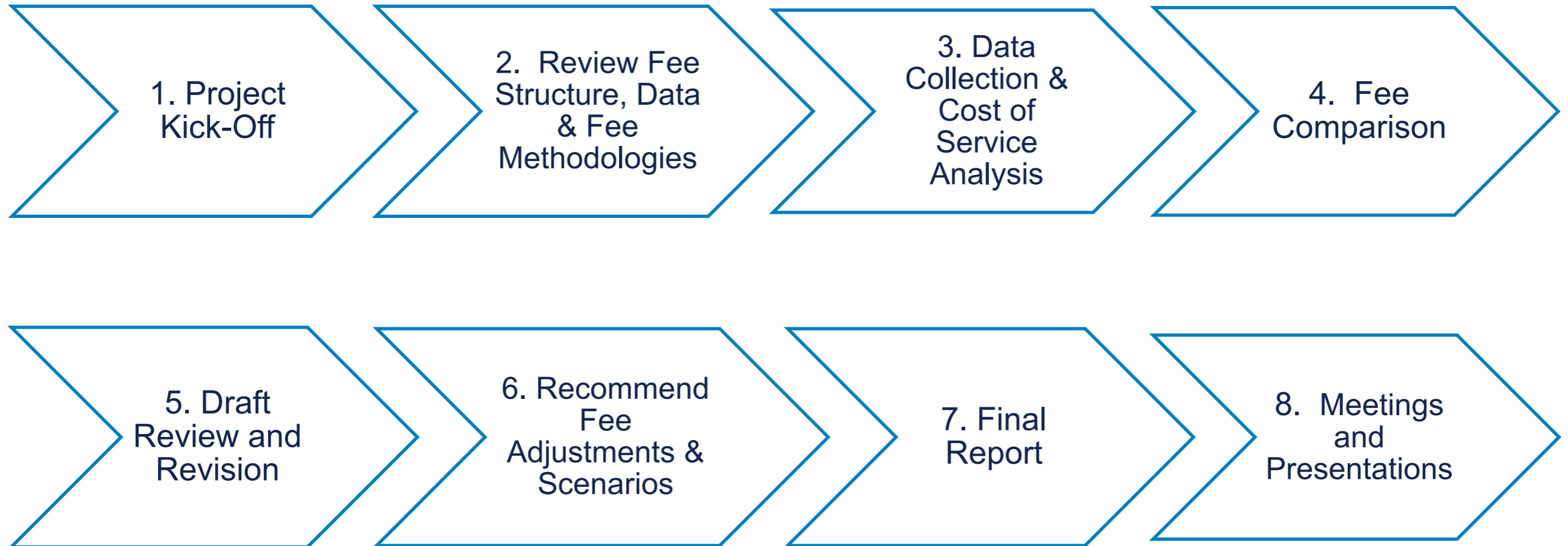
Fee Study – Previous Fee Study

- 2015 Ordinance 159-95
- Most fees lowered by 7%

Valuation (\$M)	Current	Proposed	Diff	% Reduction	Current as % of Project Value
\$0.5	\$6,629	\$6,120	-\$509	-7.6%	1.3%
\$1.0	\$10,901	\$10,070	-\$831	-7.6%	1.1%
\$5.0	\$41,593	\$38,440	-\$3,153	-7.6%	0.8%
\$5.5	\$46,950	\$41,564	-\$5,386	-11.5%	0.9%
\$49.0	\$361,896	\$175,573	-\$186,323	-51.5%	0.7%
\$209.0	\$1,495,960	\$510,141	-\$985,819	-65.9%	0.7%
\$280.0	\$2,014,302	\$804,491	-\$1,209,811	-60.1%	0.7%

Total DBI fees for new construction include plan review, permit issuance, plumbing and electrical permit issuance fees. The proposed fees take into account the elimination of “Technology Surcharge” of 2% of permit cost, resulting in “effective” reduction of most DBI fees by 7.6% for projects up to \$5 million in construction valuation. The OEA estimates are based upon an average unit size of 1,000 sq. ft. and cost of construction of \$500,000 per unit.

Fee Study – Work Plan



Fee Study - Timeline

- September 2022 Solicitation Planning, Development of Scope of Work
- October 2022 Issued a Request for Quote
- November 2022 Civil Services Commission Approval, Notice of Intent to Award, Contract Negotiations
- December 2022 Project Kick-off
- April 2023 (tentative) Final Report, Presentation to the Commission
- May 2023 (tentative) Presentation to the Board of Supervisors



THANK YOU