2021-35 (1<sup>ST</sup> READING): TO AMEND ORDINANCE NO. 2021-28, THE 2021-22 BUDGET ORDINANCE, WITH RESPECT TO THE CONSTRUCTION PERMIT FEE TABLE DETAILED IN EXHIBIT J, THE SCHEDULE OF CONSTRUCTION PERMIT CHARGES.

<u>Applicant/Purpose:</u> Staff / to change the Construction Permit fee table to incorporate all construction permit fees into a single table and to delete subsection (iii) of the table, which speaks of an "additional charge" of 0.25%.

Brief:

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- Exhibit J of the 2021-22 Budget Ordinance, Ordinance No. 2021-28, includes as its first section a table entitled "Construction Permit Charges."
- The table consists of three subsections:
  - o Subsections (i) and (ii) identify the fees
    - for new single-family construction and
    - for alterations of any structure based upon the dollar valuation of the permitted construction project, and
    - for other new construction based upon an assessment per square foot.
  - Subsection (iii) adds a fee of 0.25% of the total charge for the permitted project.
- This ordinance amends the budget ordinance by
  - adjusting rates so as to incorporate all Construction Permit Charges into a single table, and
  - o repealing sub-section (iii) identifying an "additional charge" to be used to meet workforce housing objectives.

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<u>Issues:</u>

 The amendment is recommended so as to apply all construction permit fee revenues to the payment of construction and code enforcement program costs, including those costs born directly by the Fire, Public Works, and Financial Services departments.

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<u>Public Notification:</u> Normal meeting notification.

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<u>Alternatives:</u> Do not pass the ordinance and leave rates as initially presented. This option is not recommended.

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<u>Financial Impact</u>: This ordinance has been designed to be revenue-neutral to the feepayer and should have neglible, if any, financial impact upon the City.

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## Manager's Recommendation:

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• I recommend 1st reading (8.24.21).

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Attachment(s): Proposed ordinance.

CITY OF MYRTLE BEACH COUNTY OF HORRY STATE OF SOUTH CAROLINA	TO AMEND ORDINANCE NO. 2021-28, THE 2021-22 BUDGET ORDINANCE, WITH RESPECT TO THE CONSTRUCTION PERMIT FEE TABLE DETAILED IN EXHIBIT J, THE
	SCHEDULE OF BUILDING PERMIT
	CHARGES.

WHEREAS, Section 5-13-30(3) of the Code of Laws of South Carolina requires that a municipal council shall act by ordinance to adopt budgets and to levy taxes pursuant to public notice; and

WHEREAS, Ordinance 2019-30, the City's Budget Ordinance for FY 2021-22 was adopted by City Council on June 8, 2021; and

WHEREAS, upon the advice and recommendation of City staff, Council now finds it desirable to modify the designated uses of the City's Construction Permit Fee so that all revenues raised from that source are applied to offsetting the costs of the City's Construction and Code Enforcement activities;

NOW THEREFORE, BE IT ORDAINED by the governing body of the City of Myrtle Beach in Council duly assembled, and by the authority of the same, that the table entitled "Construction Permit Fees," appearing in *Exhibit J* of the 2021-22 Budget Ordinance, is hereby amended to read in its entirety as follows.

## "Exhibit J. Schedule of Building Permit Charges

## **Construction Permit Fees**

(i) Single-family construction; alterations of any structure, single-family or other:

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31	Total Valuation	<u>Fee</u>
32	Less than \$1,000	No permit required
33	\$1,000 to \$5,000	\$ 50.00
34 35	\$5,000 to \$25,000	\$ 50.00 for the first \$5,000 plus \$ 5.00 for each \$1,000, or fraction thereof, over \$5,000.
36 37	\$25,000 to \$100,000	\$ 175.00 for the first \$25,000 plus \$ 4.75 for each \$1,000, or fraction thereof, over \$25,000.
38 39	\$100,000 TO \$150,000	\$ 532.00 for the first \$100,000 plus \$ 7.25 for each \$1,000, or fraction thereof, over \$100,000.
40 41	\$150,000 to \$250,000	\$ 769.00 for the first \$150,000 plus \$ 7.00 for each \$1,000, or fraction thereof, over \$150,000.
42 43	\$250,000 to \$750,000	\$1,244.00 for the first \$250,000 plus \$ 6.75 for each \$1,000, or fraction thereof, over \$250,000.
44 45	\$750,000 to \$5,000,000	\$3,619.00 for the first \$750,000 plus \$ 6.50 for each \$1,000, or fraction thereof, over \$750,000.
46 47	Over \$5,000,000	\$23,806.00 for the first \$5,000,000 plus \$ 5.50 for each \$1,000, or fraction thereof, over \$5,000,000.

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2	(ii) All other permits for new construction:		
3 4	Permit fees	\$	0.3075 per square foot <u>"</u>
5 6 7 8	CONFLICTS WITH PRECEDING ORDINANO preceding ordinances, this ordinance shall pre	evail with	respect to the conflicting provisions.
9 10 11 12	VALIDITY OF THIS ORDINANCE. If, for any ordinance shall be declared invalid, such dethereof.		
13	This ordinance shall become effective upon its adoption.		
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16		BR	ENDA BETHUNE, MAYOR
17	Attest:		
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19		<del></del>	
20 21	JENNIFER ADKINS, CITY CLERK		
22	First Reading: 8-24-2021		
23	Second Reading:		
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