INTRODUCED: December 17, 2018

AN ORDINANCE No. 2018-334

To amend City Code § 24-63, concerning permit fees, and to amend the fees set forth in Appendix A of the City Code for City Code § 24-63, for the purpose of revising the fees for permits for certain activities in the public right-of-way.

Patron – Mayor Stoney

Approved as to form and legality by the City Attorney

.

PUBLIC HEARING: JAN 28 2019 AT 6 P.M.

THE CITY OF RICHMOND HEREBY ORDAINS:

§ 1. That section 24-63 of the Code of the City of Richmond (2015) be and is hereby **amended** and reordained as follows:

Sec. 24-63. Permit fees.

[Except as otherwise specifically provided, permits issued in accordance with] Each permit issued under this article [shall be classified under one of five classes, as determined by the Director, and] is subject to the applicable fee [as] set forth in Appendix A to this Code [for the respective class shall]. The fee for a permit for which the fee is not associated with another section of this article in Appendix A to this Code is as set forth for this section in Appendix A to this Code. The

AYES:	9	NOES:	0	ABSTAIN:	
ADOPTED:	JAN 28, 2019	REJECTED:		STRICKEN:	
-				-	

applicable fee set forth in Appendix A to this Code must be paid at the time [ef] the application for [a] the permit is submitted to the City.

§ 2. That the fees set forth in Appendix A of the Code of the City of Richmond (2015) for section 24-63 of the Code of the City of Richmond (2015) be and are hereby **amended** and reordained as follows:

Code Section	Description	Fee
24-63	Fees for permits for encroachments or other use of a street, sidewalk or public way issued in accordance with Article II of Chapter 24 [which shall be classified under one of the following five classes]:	
	[Class I: all permits to occupy, encumber, or work in the streets, sidewalks, and public ways other than for uses listed in Classes II, III, IV and V]	[\$20.00]
	[Class II: permits for work and associated obstructions of short duration (period not in excess of 60 days), including construction barricades, temporary walls or fences, scaffolds, covered walkways, swinging stages, trash dumpsters and storage or stockpiling of materials; permits for the construction of approved encroachments; and permits for new railroad crossings, alley entrance paving and commercial, industrial and institutional driveways]	[\$40.00]
	[Class III: permits for developer sewer connections, track-type cranes and for house moving activities]	[\$60.00]
	[Class IV: permits for work and associated obstructions of long duration (any period in excess of 60 days), including construction barricades, scaffolds, covered walkways, temporary walls or fences, lift elevators, construction offices and storage or stockpiling of materials]	[\$80.00]
	[Class V: permits for sheeting and shoring and related restoration of damaged areas, and developer street, sewer, water and alley construction and extensions]	[\$100.00]
	Application and processing fee for a Work-in-Street Permit	<u>\$75.00</u>
	Fees for sidewalk closures (barricades, ladders, scaffolding, fences, covered walkways, swinging stages, trash dumpsters and storage or stockpiling of materials):	
	Per first 30 days per block;	\$50.00
	After 30 days, per week per block	\$25.00
	Fee for street or lane closure – arterial or collector or city center, per week per street or lane per block	\$30.00
	Fee for street or lane closure – residential, per week per street or lane per block	<u>\$15.00</u>
	Fee for driveways – residential per driveway	<u>\$50.00</u>
	Fee for driveways – commercial per driveway	<u>\$150.00</u>

Fees for major and minor utility construction and street cuts:	
Per square foot for local road	<u>\$0.25</u>
Per square foot for collector road	\$0.50
Per square foot for arterial road	<u>\$1.00</u>
Fee for sheeting and shoring per 100 linear feet	\$100.00
Fee for dumpster per week	<u>\$40.00</u>
Fees for cranes:	
Rubber tire crane per crane per day	<u>\$20.00</u>
Track crane per crane per day	<u>\$50.00</u>
Fee for man-lift per occurrence (30 day maximum)	<u>\$50.00</u>
Fee for covered walkways per week per block	<u>\$20.00</u>
Fee for construction entrance	<u>\$100.00</u>
Fee for portable storage container per week	<u>\$40.00</u>
Fee for construction trailer per trailer per month	<u>\$75.00</u>
Fee for portable toilet	<u>\$25.00</u>
Fees for steel plates:	
Local road per plate per week	<u>\$100.00</u>
Collector road per plate per week	\$200.00
Arterial road per plate per week	\$300.00
Fee for test pits, borings, and cores, per hole, pit, or bore	<u>\$20.00</u>

§ 3. This ordinance shall be in force and effect on the ninetieth day following its adoption.



CITY OF RICHMOND Office of the Chief Administrative Officer

INTRACITY CORRESPONDENCE

O&R REQUEST

DATE:

October 4, 2018

EDITION:

TO:

The Honorable Members of City Council

THROUGH: The Honorable Levar M. Stoney, Mayor (By Request)

THROUGH: Selena Cuffee-Glenn, Chief Administrative Officer

THROUGH: Lenora Reid, Deputy Chief Administrative Officer - Finance

THROUGH: John Wack, Director of Finance

THROUGH: Robert Steidel, Deputy Chief Administrative Officer - Operations

THROUGH: Bobby Vincent Jr., Director

Department of Public Works

THROUGH: M.S. Khara, P.E., City Engineer

Department of Public Works

THROUGH: Brian Copple, Right of Way Manage

Department of Public Works

FROM:

James Ellis, P.E., Development Engineer

Department of Public Works

RE:

TO AMEND CITY CODE SECTION 24-63 APPENDIX A-RIGHT OF WAY

PERMIT FEES

ORD. OR RES No.

PURPOSE: To amend City Code Section 24-63 Appendix A-Right of Way Permit Fees as shown on a proposal prepared by the Department of Public Works designated and entitled "RIGHT OF WAY PERMIT FEE PROPOSAL".

REASON: The Department of Public Works staff has been working to modify the existing permit fees for the following reasons:

1. To clarify items on the fee schedule;

- 2. To reduce occupancy of the public use of right of way to improve public safety and mobility for pedestrians, bicyclists, and motorists;
- 3. To be consistent with similar municipalities.

RECOMMENDATIONS: The adoption of this ordinance is recommended by the Department of Public Works and will produce the following outcomes:

- 1. Fee schedule for items will be clarified;
- 2. Increased fees will encourage faster turnaround times for the return of public use of the right of way;
- 3. The proposed permit fees will be consistent with other municipalities.

BACKGROUND: The city of Richmond permit fees were established in 1976 by Ordinance 76-73-114. A fee of \$20 was the established amount required prior to working in streets or alleys. The permit fee schedule was updated in 1982 by Ordinance 82-17-26. Work in streets and alleys were grouped into five (5) classes with associated fees. To date, this fee schedule is still being applied. This fee schedule is as follows (including application fee, permit renewal, and noncompliance fee which can be found in Appendix A):

• Class I: All permits to occupy, encumber, or work in the streets, sidewalks, and public ways other than for uses listed in classes II, III, IV and V:

Cost: \$20.00

 Class II: Permits for work and associated obstructions of short duration (period not in excess of 60 days), including construction barricades, temporary walls or fences, scaffolds, covered walkways, swinging stages, trash dumpsters and storage or stockpiling of materials; permits for the construction of approved encroachments; and permits for new railroad crossings, alley entrance paving and commercial, industrial and institutional driveways:

Cost: \$40.00

 Class III: Permits for developer sewer connections, track-type cranes and for house moving activities:

Cost: \$60.00

 Class IV: Permits for work and associated obstructions of long duration (any period in excess of 60 days), including construction barricades, scaffolds, covered walkways, temporary walls or fences, lift elevators, construction offices and storage or stockpiling of materials:

Cost: \$80.00

• Class V: Permits for sheeting and shoring and related restoration of damaged areas, and development of street, sewer, water and alley construction and extensions:

Cost: \$100.00

Application fee for annual renewal of permanent permit:

Cost: \$25.00

• Fee for noncompliance with permit, per month until compliant:

Cost: \$250.00

City Council Resolution 2018-R025 adopted March 26, 2018, supports this O&R request. The Resolution expresses that the ongoing construction and demolition projects with the City's right-of-way frequently involves street and sidewalk closures that result in unsafe conditions for pedestrians, bicyclists, and motorists. The Resolution further supports proposed regulations and fee structure changes to the City Code Section 24 Appendix A.

In preparation of the proposed fee increase, DPW researched and compared Right of Way Fees with other localities: Charlottesville, Suffolk, Norfolk, Washington D.C., Alexandria, Hampton Roads, Virginia Beach, and VDOT (Henrico and Chesterfield Counties).

Right of Way Permit Fee revenue received FY17 totaled approximately \$45,000. This is based upon 1,294 permits that were issued. Based upon the same number of permits, revenue created by proposed fee increase is estimated to be approximately \$284,000.

DPW has been coordinating with PDR and Permits and Inspection in advance of implementation of these fees. DPW, PDR, and Permits and Inspection will coordinate public outreach efforts to the development community, customers, and citizens beginning October 2018. Upon adoption of this Council Ordinance, necessary changes to reconfigure EnerGov will be implemented within 90 days. New fee structure will be applied starting March 2019.

FISCAL IMPACT/COST: None. Change Order necessary to reconfigure EnerGov. These funds have been previously budgeted within DPW budget.

FISCAL IMPLICATIONS: None anticipated.

BUDGET AMENDMENT NECESSARY: No amendment necessary at this time.

REVENUE TO CITY: \$75 fee per permit application; projected revenue approximately \$284,000 annually

DESIRED EFFECTIVE DATE: 90 days from adoption.

REQUESTED INTRODUCTION DATE: November 13, 2018

CITY COUNCIL PUBLIC HEARING DATE: December 10, 2018

REQUESTED AGENDA: Consent Agenda

RECOMMENDED COUNCIL COMMITTEE: Finance

CONSIDERATION BY OTHER GOVERNMENTAL ENTITIES: Planning Commission

<u>AFFECTED AGENCIES:</u> Public Works; Public Utilities; City Attorney's Office; Planning and Development Review; Economic and Community Development; Assessor; Finance; Mayor's Office, CAO's Office

RELATIONSHIP TO EXISTING ORD. OR RES.: Resolution 2018-R025

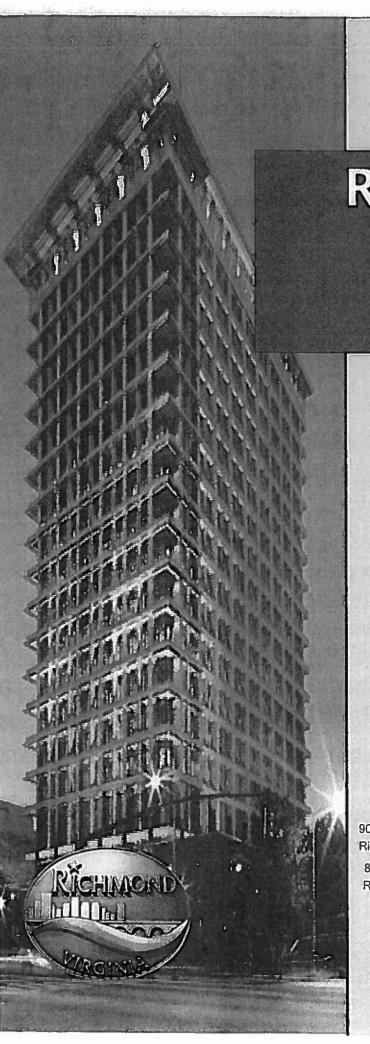
REQUIRED CHANGES TO WORK PROGRAM(S): None.

ATTACHMENTS: Right of Way Permit Fee Proposal

Revenue Comparison

STAFF:

Prepared for Bobby Vincent, Jr., Director DPW
Prepared by James Ellis, P.E. – Development Engineer– DPW
646-0435



Right of Way Permit Fee Proposal

DEPARTMENT OF PUBLIC WORKS

October 9, 2018

900 East Broad St Richmond, VA 23219 804-646-0436 RightofWay@richmondgov.com

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1.0 Background

The city of Richmond permit fees were established in 1976 by Ordinance 76-73-114. A fee of \$20 was the established amount required prior to working in streets or alleys. The permit fee schedule was updated in 1982 by Ordinance 82-17-26. Work in streets and alleys were grouped into five (5) classes with associated fees. To date, this fee schedule is still being applied. The fee schedule is as follows (including application fee, permit renewal, and noncompliance fee which can be found in Appendix A):

- Class I: All permits to occupy, encumber, or work in the streets, sidewalks, and public ways other than for uses listed in classes II, III, IV and V. Cost: \$20.00
- Class II: Permits for work and associated obstructions of short duration (period not in excess of 60 days), including construction barricades, temporary walls or fences, scaffolds, covered walkways, swinging stages, trash dumpsters and storage or stockpiling of materials; permits for the construction of approved encroachments; and permits for new railroad crossings, alley entrance paving and commercial, industrial and institutional driveways.

Cost: \$40.00

- <u>Class III:</u> Permits for developer sewer connections, track-type cranes and for house moving activities.
 <u>Cost:</u> \$60.00
- <u>Class IV</u>: Permits for work and associated obstructions of long duration (any period in excess of 60 days), including construction barricades, scaffolds, covered walkways, temporary walls or fences, lift elevators, construction offices and storage or stockpiling of materials.
 <u>Cost:</u> \$80.00
- Class V: Permits for sheeting and shoring and related restoration of damaged areas, and developer street, sewer, water and alley construction and extensions.

Cost: \$100.00

- Application fee for annual renewal of permanent permit Cost: \$25.00
- Fee for noncompliance with permit, per month until compliant Cost: \$250.00
- In 2017, 1,401 WISPs and 50 encroachments were processed
 - o By Type:
 - Barricade <60 days: 401 permits
 - Barricade >60 days: 59 permits
 - Carriage Walk: 0 permits
 - Covered Walks: 0 permits
 - Driveway (Commercial): 32 permits
 - Driveway (Residential):105 permits
 - Dumpsters: 266 permits
 - Internal permits-City of Richmond DPU and DPW Permits, Commonwealth of Virginia Permits/VCU Permits: 142 permits
 - Rubber Tire Crane: 142 permits
 - Sewer: 101 permits
 - Sheeting and Shoring: 0 permits
 - Sidewalk and Streetscape Improvements: 0 permits
 - Special Events: 0 permits
 - Subdivision/Major Development: 1 permit
 - Track Cranes: 0 permits
 - Dominion: 121 permits
 - Verizon: 52 permits
 - o By Class:
 - Class I (\$20.00): 446 permits
 - Class II (\$40.00): 364 permits
 - Class III (\$60.00): 104 permits
 - Class IV (\$80.00): 192 permits
 - Class V (\$100.00): 1 permit
 - o Revenue Estimate (2017): \$45,140.00

2.0 Problem Statement

The Department of Public Works staff has been working to modify the existing permit fees for the following reasons:

- 1. To clarify items on the fee schedule;
- 2. To reduce occupancy of the public use of right of way to improve public safety and mobility;
- 3. To be consistent with similar municipalities.

This task has been further supported by the City Council Resolution 2018-R025.

3.0 Proposed Fee

The permit fee schedule has not been updated since established in 1982. Current fees are not consistent with fees charged in similar municipalities from a recent comparative study conducted by city administration. Permit fees were compared to state fees, localities, and cities (See Below):

- Henrico County
- Chesterfield County
- City of Norfolk
- City Alexandria
- City of Charlottesville
- VDOT

Therefore, after collectively studying the date, the proposed solutions may be found below:

Application Fee: \$75.00

The cost was determined that \$75.00 will cover the existing \$50.00 inspection fee (which includes 3 inspections) and a \$25.00 intake and processing fee. The \$25.00 was determined by metrics of task and rate:

Task	Rate	Time (Hours)	Costs
Clerk Intake	\$20/hr	0.5	\$10.00
Inspector/Engineer Processing	\$30/hr	0.5	\$15.00
Total			\$25.00

In addition to the \$75.00 application fee, Work Item Fees were determine through comparative research and are listed as follows:

Work Item	Proposed Fee	
Re-Inspection Fee	\$35.00 (inspection after initial	
	3 included in application)	
Sidewalk Closure (barricades,	\$50.00 per first 30 days/per	
ladders, scaffolding, etc.)	block	
	After 30 day:	
27	An additional \$25 per	
	An additional \$25 per week/per block	
Street/Lane Closure/Parking		
Lane – Arterial or Collector	\$30.00 per week/ per lane/per block	
or City Center	block	
Street/Lane	\$15.00 per week/per lane/per	
Closure/Parking	block	
Lane – Residential		
Driveways – Residential	\$50.00 per driveway	
Driveways- Commercial	\$150.00 per driveway	
	Comparable to VDOT cost	
Major and Minor Utility	\$0.25/sf (Local)	
Construction and Street Cuts	\$0.50/sf (Collector)	
	\$1.00/sf (Arterial)	
Sheeting & Shoring	\$100.00 per 100 linear feet	
Dumpster	\$40.00 per dumpster/ per	
	week	
(Does Not Include Metered		
Parking)		

Crane	\$20.00 (Rubber Tire) per crane/ per day \$50.00 (Track) per crane/ per day
Man-Lift	\$50.00 per occurrence (30 day maximum)
Covered Walkways	\$20.00 per week/per block
Construction Entrance	\$100.00
Parking Lane Closure (metered)	Ordinance governs \$6.50 per spot/day
POD (Storage container) (Does Not Include Metered Parking)	\$40.00 per week
Construction Trailer (Does Not Include Loss of Metered Spots or street closure)	\$75.00 per trailer/ per month
Portable Toilet	\$25.00/per toilet/per month
Manhole Access	
Steel Plates	\$100.00 (Local) per plate/ pe week \$200.00Collector) per plate/ per week \$300.00 (Arterial) per plate/per week
Test Pits, Borings & Cores	\$20.00/ hole, pit, bore
Expired Permit	\$25.00 per renewed permit
No Permit	Written warning (1 st offense)/per entity \$500.00 (2 nd offense)/per entity \$1,000.00 (3 or more offenses)/ per entity

4.0 Conclusion

In conclusion:

- o Fee schedule for items will be clarified;
- o Increase fees will encourage faster turnaround times for the return of public use in the right of way;
- o The proposed permit fees will be consistent with other municipalities.

\$300.00/\$1000.00 \$40.00 (< 60 days) \$80.00 (> 60 days) \$40.00	\$300.00/\$1000.00 \$20.00 per week/per block
\$80.00 (> 60 days) \$40.00	\$20.00 per week/per block
\$80.00 (> 60 days) \$40.00	\$20.00 per week/per block
\$40.00	
	\$100.00
6.50 per day/ per spot	Ordinance governs
	F40.00
	\$40.00 per week
	\$75.00 per trailer/ per month
450.00	\$75.00 per trailer/ per month
N/A	\$25.00
\$80.00/yr (Dominion Virginia Power)	
N/A	\$100.00 (Local) per plate/ per week
	\$200.00 (Collector) per plate/ per week
	\$300.00 (Arterial) per plate/per week
\$20.00	\$20.00/ hole, pit, bore
\$25.00 (Renewal)	\$25.00 per renewed permit
	Written warning (1st offense)
	\$500.00 (2 nd offense)
	\$1,000.00 (3 or more offenses)
S S S S S S S S S S	\$80.00/yr (Dominion Virginia Power) N/A

EXAMPLE #1: A contactor wants to close one parking lane along one block of a collector street for building renovations for three weeks. The contractor will be placing two dumpsters and barricading the parking lane (including sidewalk). There are five metered parking spaces along this block. Therefore, the payment to be made is as follows:

WISP PERMIT: \$75.00 (application fee) + (\$40.00*3 weeks*2 dumpsters) + \$50.00 sidewalk closure per block = \$365.00

Required Parking Permit per Ordinance 2016-304: [(\$6.50 per day/spot *5 spots * 21 days (3 weeks)] = \$682.50

Total Amount Due for WISP issuance: \$365.00 + \$682.50 = \$1047.50

EXAMPLE #2: A rubber tire crane contractor wants to close one block of a two-way street (no sidewalk) in a residential neighborhood for one day to place an HVAC unit on a daycare. Therefore, the payment to be made is as follows:

\$75.00 (application fee) + \$20.00 per crane/day + \$15.00 per lane/per week/per block * 2 lanes = \$125.00

5.0 Appendix A

RIGHT-OF-WAY PERMIT COMPARATIVES (Existing vs Proposed)

Permit Cost: Application Fee + each item of work in the right of way = \$Total (See examples below fee chart)

	Current City of Richmond, VA Fees	Proposed Fee
Application Fee (Admin Fee plus Inspection Fee)		\$75.00
Re-Inspection Fee	N/A	\$35.00 (inspection after initial 3 included in application)
Sidewalk Closure (barricades, ladders, scaffolding, etc.)	\$40.00 (< 60 days) \$80.00 (> 60 days)	\$50.00 per first 30 days/per block After 30 day:
Street/Lane Closure – Arterial or Collector or City Center	\$40.00 (< 60 days) \$80.00 (> 60 days)	An additional \$25 per week/per block \$30.00 per week/ per lane/per block
Street/Lane Closure – Residential	\$40.00 (< 60 days) \$80.00 (> 60 days)	\$15.00 per week/per lane/per block
Driveways – Residential	\$20.00/lot	\$50.00 per driveway
Driveways- Commercial	\$40.00/lot	\$150.00 per driveway *Comparable to VDOT cost*
Paving	\$100.00 Alley paving	None
Major and Minor Utility Construction and Street Cuts	\$60.00	\$0.25/sf (Local) \$0.50/sf (Collector) \$1.00/sf (Arterial)
Sheeting & Shoring Dumpster (Does Not Include	\$100.00 \$40.00 (< 60 days) \$80.00 (> 60 days)	\$100.00 per 100 linear feet \$40.00 per dumpster/ per week
Metered Parking)		
Crane	\$20.00 (Rubber-tire) \$60.00 (Track)	\$20.00 (Rubber Tire) per crane/ per day \$50.00 (Track) per crane/ per day
Man-Lift	\$40.00 (< 60 days) \$80.00 (> 60 days)	\$50.00 per occurrence (30 day maximum)