



**CITY OF NEWPORT BEACH
COMMUNITY DEVELOPMENT DEPARTMENT
PLANNING DIVISION
3300 NEWPORT BOULEVARD, BLDG. C
NEWPORT BEACH, CA 92658-8915
(949) 644-3221**

Memorandum

To: Planning Department
From: Melinda Whelan, Assistant Planner
Date: April 11, 2011
Re: REVISED IN-LIEU HOUSING FEE – UPDATE 2011

Per City Council Resolution 2010-44, the in-lieu housing fee is increased automatically, based upon the annual percentage change in new home prices in Orange County (from December to December) as published in Real Estate Research Council (RERC) report, in order to ensure that the fees keep pace with inflation and the cost to construct affordable housing.

The fourth quarter RERC report was published and the difference in Orange County new home prices is +11.1%. The average new home prices were \$509,780 in 2009 and \$566,376 in 2010. Therefore, the in-lieu fee will increase from \$18,500 to **\$20,554 per market rate unit.**

If you have any questions regarding the revised fee or help with fee calculations, please contact me at ext. 3221.

Melinda Whelan
Assistant Planner