

Staff report

FILE: 3900-02

DATE: August 30 2017

TO: Chair and Directors

Electoral Areas Services Committee

FROM: Russell Dyson

Chief Administrative Officer

RE: Building Permit Fee Updates

Purpose

To update building permit fees.

Policy Analysis

Section 462 of the *Local Government Act* (RSBC, 2015, c. 1) (LGA) grants and regulates the ability of a local government to impose fees. Bylaw No. 142, being the "Comox Valley Regional District Building Bylaw No. 142, 2011," establishes building permit fees.

Executive Summary

- Building permit fees have not been updated since 2003.
- The proposed updates to the building permit bylaw (Appendix B) factor in inflation and rising costs, and consider similar fees with member municipalities.
- The changes reflect the average estimated costs to process applications.

Recommendation from the Chief Administrative Officer:

THAT the board give first, second and third readings to Bylaw No. XX, being Comox Valley Regional District Building Bylaw No. 142, 2011, Amendment No. XX, attached to this staff report dated August 30, 2017, as Appendix A.

Respectfully:		
P. Dyson		
ussell Dyson		
Chief Administrative Officer		

Background/Current Situation

The last update of building permit fees was done in 2003. Fees should be based on the average estimated costs of processing, so it is time to update the fees to keep up with inflation and rising costs so that resources are recovered. The proposed fee updates are guided by building permit fees of member municipalities, so there is consistency within the region. The overall approach is to raise the base fees by \$25 to compensate for rising costs, and adjust the variable fees to be consistent with those of member municipalities. Table 1 outlines common fees between the Comox Valley Regional District (CVRD) and member municipalities. Appendix A is the proposed bylaw amendment; proposed changes are highlighted for readability.

Comox Cumberland Courtenay Current **Proposed CVRD** (2003)*(2015)(2012)**CVRD** (2003)\$50 to \$500** \$50 to \$150 N/A \$50 to \$500** \$75 to \$525** Application Fee Permit Fee \$50 + 0.75%\$75 + 0.75%\$50 to \$500 + \$50 + 0.65% \$75 + 0.75%for up to 0.6% of of construction of construction of construction \$100,000 value construction value value construction value value + 0.55%for over \$100,000 construction value Demolition \$50 N/A \$50 or \$100 \$75 or \$125 \$200 Permit Plumbing \$8/fixture with \$50 + 150 +\$50 + \$75 + Permit a minimum of \$6/fixture \$5/fixture \$5/fixture \$7.50/fixture \$50 ororor\$125 + \$250 + \$100 + \$10/fixture \$10/fixture \$12.50/fixture **Permit** \$50 + 1%\$50 + 2%\$100 to \$150 \$100 or \$250 + \$125 or \$275 + Extension of remaining 0.65% of 1% of of remaining value value remaining remaining value value

Table 1: Building Permit Fee Comparison

Other notable updates include:

- Building permit fees for factory built buildings certified by Canadian Standards Association are reduced by 50 per cent, as the amount of resource to process such applications is less. City of Courtenay and Town of Comox offer the same reduction.
- Title search and covenant retrieval fees levied by Land Title and Survey Authority have increased. These fees are updated to account for these external changes.
- Currently, work that started without a permit would be levied an extra 50 per cent of the permit fee, as additional resources are needed to bring such work to compliance. While this rate does not change, a minimum threshold is proposed to be \$275 to recover our fixed cost.

Options

There are three options:

- 1. The board approves the proposed bylaw amendment to update building permit fees;
- 2. The board asks staff to amend the bylaw amendment and brings it back to a future meeting; or
- 3. The board rejects the proposed bylaw amendment. Current building permit fees will remain.

Option 1 is recommended.

Financial Factors

Building permit fees fund function 285 (Building). The proposed building permit fees compensate for inflation and rising costs to process applications. The proposed increases would align our fees with those of our member municipalities.

^{*} Year when the rates were in place

^{**} Application fee is folded into the permit fee

Legal Factors

The proposed bylaw amendment is consistent with Section 462 of LGA.

Regional Growth Strategy Implications

There are no Regional Growth Strategy implications from this proposed bylaw amendment.

Comox Valley Sustainability Strategy Implications

There are no sustainability strategy implications from this proposed bylaw amendment.

Intergovernmental Factors

There are no intergovernmental factors from this proposed bylaw amendment.

Interdepartmental Involvement

Financial services and building services contributed to the preparation of the proposed bylaw amendment.

Citizen/Public Relations

It is proposed that this bylaw amendment be posted on the CVRD website. An advertisement will be published in *Building Links* and a notice will be distributed to the Comox Valley Development & Construction Association. This communication strategy falls into the "inform" category on the CVRD continuum of public engagement, and is in accordance with the board approved public engagement policy.

Prepared by:	Concurrence:	Concurrence:
B. Chow	D. Mirabelli	A. MacDonald
Brian Chow, MCIP, RPP Long Range Planner	Dennis Mirabelli, RBO Manager of Building Services	Ann MacDonald, MCIP, RPP General Manager of Planning and Development Services Branch

Attachment: Appendix A – "Proposed bylaw amendment to building permit fees"

Appendix A

Bylaw No. **XX** Comox Valley Regional District

Board:

STATUS

TITLE:	Bylaw No. XX being the "Comox Valley Regional District Building Bylaw No. 142, 2011, Amendment No <mark>. XX</mark> "
APPLICANT:	Comox Valley Regional District
ELECTORAL AREA:	All electoral areas
PURPOSE:	To amend the 2011 Building Bylaw in order to update building permit fees to account for inflation and align with member municipalities.
PARTICIPANTS:	All electoral areas
	
Electoral Areas Services	Date:
Committee:	Recommendation:
Board:	Date: Decision:

Date: Decision:

COMOX VALLEY REGIONAL DISTRICT BYLAW NO. XX

A bylaw to amend Bylaw No. 142, being the "Comox Valley Regional District Building Bylaw No. 142, 2011"

WHEREAS Bylaw No. 142 being "Comox Valley Regional District Building Bylaw No. 142, 2011" was adopted on October 25, 2011;

AND WHEREAS Section 397 of the *Local Government Act* (RSBC, 2015, c. 1) authorizes the Comox Valley Regional District to impose fees for regional district's services; and the regional district can set different rates, can outline conditions for payment, including fee waivers, refunds, discounts and penalties;

AND WHEREAS the building permit fees have not been reviewed since 2003, and therefore, have not been updated to account for inflation and alignment with member municipalities;

NOW THEREFORE the board of the Comox Valley Regional District in open meeting assembled enacts as follows:

Citation

1. This Bylaw No. XX may be cited for all purposes as the "Comox Valley Regional District Building Bylaw No. 142, 2011, Amendment No. XX."

Amendments

2. Replace Table 20.1: Permit-Processing Fees

Table 20.1: Permit-Processing Fees		
DESCRIPTION	PERMIT- PROCESSING FEE	
Building permits		
- not exceeding \$50,000.00	\$50.00	
- greater than \$50,000.00 and not exceeding \$200,000.00	\$100.00	
- greater than \$200,000.00 and not exceeding \$500,000.00	\$250.00	
- greater than \$500,000.00	\$500.00	
Plumbing, sprinkler and demolition permits		
- Complex buildings and structures	\$100.00	
- Standard buildings and other buildings	\$50.00	
Fireplace and chimney permits \$50.00		

With:

Table 20.1: Permit-Processing Fees		
DESCRIPTION	PERMIT- PROCESSING FEE	
Building permits		
- not exceeding \$50,000.00	\$75.00	
- greater than \$50,000.00 and not exceeding \$200,000.00	\$125.00	
- greater than \$200,000.00 and not exceeding \$500,000.00	\$275.00	
- greater than \$500,000.00	\$525.00	
Plumbing, sprinkler and demolition permits		
- Complex buildings and structures	\$125.00	
- Standard buildings and other buildings	\$75.00	
Fireplace and chimney permits \$75.00		

3. Replace Table 20.2: Permit Fees

Table 20.2: Permit Fees	
DESCRIPTION	PERMIT FEE
Building permits	\$50.00 + 0.65% of the estimated value of construction
Demolition permits	
- Complex buildings and structures	\$100.00
- Standard buildings and other buildings	\$50.00
Plumbing permits	
- Complex buildings and structures	\$100.00 + \$10.00 for each fixture
- Standard buildings and other buildings	\$50.00 + \$5.00 for each fixture
Sprinkler permits	•
- <i>Complex buildings</i> and <i>structures</i>	\$100.00 + 0.65% of the estimated value of construction

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- Standard buildings and other buildings	\$50.00 + 0.65% of the estimated value of construction
Fireplace and chimney permits	\$50.00 + 0.65% of the estimated value of construction

With:

Table 20.2: Permit Fees		
DESCRIPTION	PERMIT FEE	
Building permits	\$75.00 + 0.75% of the estimated value of construction	
- Factory built building certified by Canadian Standards Association	50% of the permit fee noted above	
Demolition permits		
- Complex buildings and structures	\$125.00	
- Standard buildings and other buildings	\$75.00	
Plumbing permits		
- <i>Complex buildings</i> and <i>structures</i>	\$125.00 + \$12.50 for each fixture	
- Standard buildings and other buildings	\$75.00 + \$7.50 for each fixture	
Sprinkler permits		
- Complex buildings and structures	\$125.00 + 0.75% of the estimated value of construction	
- Standard buildings and other buildings	\$75.00 + 0.75% of the estimated value of construction	
Fireplace and chimney permits	\$75.00 + 0.75% of the estimated value of construction	

4. Replace Table 20.3: Inspection Fees

Table 20.3: Inspection Fees	
DESCRIPTION	INSPECTION FEE
Complex buildings and structures	\$250.00 + applicable taxes
Standard buildings	\$100.00 + applicable taxes
Other buildings	\$50.00 + applicable taxes

With:

Table 20.3: Inspection Fees	
DESCRIPTION	INSPECTION FEE
Complex buildings and structures	\$275.00 + applicable taxes
Standard buildings	\$125.00 + applicable taxes
Other buildings	\$75.00 + applicable taxes

5. Replace Table 20.4: Extension Fees

Table 20.4: Extension Fees	
DESCRIPTION	EXTENSION FEE
Complex buildings and structures	\$250.00 + 0.65% of the estimated value of construction*
Standard buildings	\$100.00 + 0.65% of the estimated value of construction*
Other permits	\$50.00

^{*} For the purpose of table 20.4, the "estimated value of construction" is the value of construction to complete the building or structure beyond the approved inspection stage at the time the permit expired.

With:

Table 20.4: Extension Fees	
DESCRIPTION	EXTENSION FEE
Complex buildings and structures	\$275.00 + 1.00% of the estimated value of construction*
Standard buildings	\$125.00 + 1.00% of the estimated value of construction*
Other permits	\$75.00°

^{*} For the purpose of table 20.4, the "estimated value of construction" is the value of construction to complete the building or structure beyond the approved inspection stage at the time the permit expired.

6. Replace Table 20.5: Additional Fees

Table 20.5: Additional Fees		
DESCRIPTION	APPLICABLE FEE	
To rescind a stop work or do not occupy order	\$250.00	
Site inspection, section 56 Community Charter	\$100.00	
Title search, BC Online	\$10.00	
To obtain a copy of a restrictive covenant	\$50.00	
To process a covenant in favor of the regional district	\$100.00	
To remove a Notice on Title, section 57 Community Charter	\$500.00	
To photocopy plans	\$10.00 + applicable taxes/sheet	
Archives research, per site		
- Complex buildings and structures	\$250.00	
- Standard buildings	\$100.00	
- Buildings containing 1 or 2 dwelling units and other buildings	\$50.00	
To provide <i>building code</i> information to government agencies		
- Complex buildings and structures	\$500.00 + applicable taxes	
- Standard buildings	\$250.00 + applicable taxes	
- Buildings containing one or two dwelling units and other buildings	\$100.00 + applicable taxes	

With:

Table 20.5: Additional Fees		
DESCRIPTION	APPLICABLE FEE	
To rescind a stop work or do not occupy order	\$275.00	
Site inspection, Section 56 Community Charter	\$125. 00	
Title search, Land Title and Survey Authority (LTSA)	\$20.00	
To obtain a copy of a land title charge (such as a covenant or an easement)	At cost + \$5.00 each	
To process a covenant in favor of the regional district	\$125.00	

To remove a Notice on Title, Section 57 Community Charter	\$525. 00	
To photocopy plans	\$12.50 + applicable taxes/sheet	
Archives research, per site		
- Complex buildings and structures	\$250.00	
- Standard buildings	\$100.00	
- Buildings containing 1 or 2 dwelling units and other buildings	\$50.00	
To provide <i>building code</i> information to government agencies		
- Complex buildings and structures	\$525.00 + applicable taxes	
- Standard buildings	\$275.00 + applicable taxes	
- Buildings containing one or two dwelling units and other buildings	\$125.00 + applicable taxes	

7. Replace Table 20.6: Revision Fees

Table 20.6: Revision Fees		
DESCRIPTION	REVISION FEE	
Complex buildings and structures	\$250.00 + 0.65% of the estimated value of construction	
Standard buildings	\$100.00 + 0.65% of the estimated value of construction	
Other buildings	\$50.00 + 0.65% of the estimated value of construction	

With:

Table 20.6: Revision Fees	
DESCRIPTION	REVISION FEE
Complex buildings and structures	\$275.00 + 0.75% of the estimated value of construction
Standard buildings	\$125.00 + 0.75% of the estimated value of construction
Other buildings	\$75.00 + 0.75% of the estimated value of construction

8. Replace Table 20.7: Transfer Fees

Table 20.7: Transfer Fees		
DESCRIPTION	TRANSFER FEE	
Complex buildings and structures	\$250.00	
Standard buildings	\$100.00	
Other buildings	\$50.00	

With:

Table 20.7: Transfer Fees		
DESCRIPTION	TRANSFER FEE	
Complex buildings and structures	\$275.00	
Standard buildings	\$125.00	
Other buildings	\$75.00	

- 9. Replace Section 28.(8): Penalties and enforcement:
 - (8) Every person who commences work requiring a *permit* without first obtaining such a *permit* shall, pay an additional charge equal to 50 per cent of the permit fee prescribed in table 20.2 prior to obtaining the required *permit*.

With:

(8) Every person who commences work requiring a *permit* without first obtaining such a *permit* shall, pay an additional charge of \$275 or 50 per cent of the permit fee, whichever amount is greater, as prescribed in table 20.2 prior to obtaining the required *permit*.

Read a first and second time this	day of	2017.	
Read a third time this	day of	2017.	
Adopted this	day of	2017.	
Chair	Corporate Legislative	Corporate Legislative Officer	

I hereby certify the foregoing to be a true and correct copy of Bylaw No. XX being "Comox Valley Regional District Building Bylaw No. 142, 2011, Amendment No. XX" as adopted by the board of the Comox Valley Regional District on the day of 2017.

Corporate Legislative Officer

