



## FISCAL IMPACT NOTE

---

Ordinance: O-3-20

Title: Fire Prevention Code

Date: February 5, 2020

---

This legislation requires several City properties to install sprinklers. The owners of these properties will need a work permit from Planning & Zoning and a plan review from the Fire Marshal's Office. Both will require a fee. Thus, the City should realize additional revenue from these sources. However, the City's fees are intended to recoup the cost of providing the related services.

Additionally, to the extent that these sprinkler installations qualify for sprinkler tax credits under 6.04.130 of the City Code or a historical preservation tax credit under section 6.04.230, the City will forfeit the collection of the related property taxes. The tax credit will equal the eligible installation costs, up to the amount of City property taxes paid.

The City appropriated funds for the sprinkler loan program, outlined in section 17.20.160, in the FY2020 budget. Currently, the cash balance is \$370,649 and there is \$333,100 in available appropriations for FY2020. We currently have two loan applications pending; however, the remaining funds are available for any additional loans. The City will only incur additional costs if the Council appropriates more funds for these loans. Loan repayments will replenish the sprinkler loan fund for future loans.

*Prepared by Jodee Dickinson, Finance Director*