



City of Apache Junction

Development Services Department



Date: April 8, 2026

To: Honorable Mayor and City Council Members

Through: Bryant Powell, City Manager
Rudy Esquivias, Development Services Director
Sidney Urias, Development Services Deputy Director

Subject: City Council Work Session - April 20, 2026:
Work Session on updated Development Fee Study - Land Use Assumptions, Infrastructure Improvements Plan and Development Fee Report.

Background

Development fees are governed by Arizona Revised Statutes § 9-463.05, which requires municipalities to update their Development Fee Study, which includes the Land Use Assumptions and Infrastructure Improvements Plan, at least every five years.

The Land Use Assumptions (LUA) identify the City's projected growth in population, housing, and employment, and where that growth is expected to occur, while the Infrastructure Improvements Plan (IIP) outlines the public facilities and capital improvements needed to support that projected growth. Together, these documents are used to evaluate and develop recommended updates to the City's Development Fees, which may result in increases or decreases based on projected growth and infrastructure needs.

Development fees are one-time charges on new developments that help pay for the infrastructure and services needed to support growth for Streets, Parks & Recreation, Libraries, and Police. They ensure that growth pays for growth rather than placing the burden on existing taxpayers, help maintain current levels of service, and provide a fair and consistent way to fund needed improvements. Development Fees also support sustainable, planned growth, improve the accuracy of capital planning and budgeting, and ensure that fees reflect the actual costs of the facilities and services new development requires.

As part of the Development Fee update, the City has hired consulting firm TischlerBise to assist with reviewing and recommending any adjustments to the current fees. Upon adoption of the updated LUA, IIP, and updated Development Fees, Staff will process a text amendment to formally incorporate the new fees into City Code, Volume II, Land Development Code, Chapter 7: Development Fees.