

**COST RECOVERY RECOMMENDATION
FOR
BUSINESS INSPECTION FEES**

Our survey found three agencies in Orange County charging for business inspections. They are Anaheim, Huntington Beach, and Santa Ana. Their fee schedules are as follows:

Anaheim	\$55.00	per ¼ hour
Huntington Beach	\$40.00	0 to 2,500 square feet
	\$81.00	2,501 to 5,000 sq. ft.
	\$172.00	5,001 to 25,000 sq. ft.
	\$407.00	25,001 to 50,000 sq. ft.
	\$709.00	over 50,000 square feet
Santa Ana	\$46.50	0 to 2,500 square feet
	\$69.50	2,501 to 5,000 sq. ft.
	\$118.50	5,001 to 10,000 sq. ft.
	\$238.00	over 10,000 square feet

Costa Mesa \$60 ½ hour (proposed)

With the assistance of our Finance Department, we have determined our “cost recovery” fee to be at \$60 per half hour with a \$60 minimum.

Using the minimum fee, \$60.00, for each of the 6,000 annual inspections, **the city would see a positive change in revenue of \$360,000.00 annually.**

How was this figure determined?

6,000 (businesses annually inspected) X \$60.00 (minimum rate) = \$360,000.00