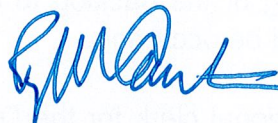


CITY OF HALLANDALE BEACH

CM 17-078

DATE: June 6, 2017
TO: Mayor and City Commission
FROM: Roger M. Carlton, City Manager
SUBJECT: Permit Application Processing



This memo describes how the Development Services Department's recent actions are returning the review times in the Building Division to a level of service that is both responsive to the needs of the building industry and financially feasible. In May of 2017 the turn-around times continued to extend beyond what is acceptable. This memo also describes how the Department will continue achieving inspection scheduling at the industry standard of "next business day", which the majority of cities in Broward County also strive to maintain.

Background

The existing back-log of plans waiting to be reviewed was caused by the bottleneck in the building/structural trade. Numerous staff members with this specialty left employment with the City between October of 2016 and May of 2017. These departures -- combined with an unprecedented number of applications and difficulties in finding replacement building trade professionals -- resulted in turn-around times that approached two months. While the Department was recently successful in hiring a structural plans examiner, that employee had to be assigned to perform inspections instead of reviewing plans to avoid delaying the numerous projects under construction in the City. The most recent departure, the Building Official, further reduced the staff available to perform plan reviews and inspections.

Moving Ahead in Building/Structural Plan Review

Following are the specific steps the Department implemented to address the backlog:

- **Since May 22, 2017 a plan examiner and two building inspectors provided by Calvin Giordano Associates (CGA) are assisting the Division.** With these added resources, the backlog began to dwindle immediately. The goal is to eliminate the backlog by July 21. As of the writing of this memo, progress is ahead of that schedule.
- The Department has advertised to fill the Building Official position. The City must designate a permanent Building Official within 90 days of the prior designee's departure.

To: Mayor and City Commission
From: Roger M. Carlton, City Manager
Re: Permit Application Processing
Date: June 6, 2017

Page No. 2

- The Division has completed interviews and made a selection to replace a recently vacated Permit Clerk position. Filling this position will allow for the processing of the backlog to occur at the same expedited pace as the plan review will be occurring.
- One additional clerk for the Division is proposed in FY '17-'18 so that timely responses to public records requests, 40-year recertifications, document scanning, phone and counter communications, concierge service and improved customer service can be achieved. Employees from a temporary staffing agency have been brought in to assist for the time being as the expedited pace in plan review has placed a greater workload on the permit clerks to also overcome the backlog.

In addition to the specific steps listed above, following are further improvement areas that will be implemented by the Department:

- Updating our procedures for plan revisions: adjustments are being made to our review standards in a way that continues to ensure public safety and quality work, while minimizing resubmittals and maintaining compliance with Broward County's Administrative Chapter 1 revisions to the Florida Building Code, which requires accurate plans for all permitted projects.
- Reinstatement of our concierge services in Fiscal Year 17/18 is proposed so that extensive projects are encouraged to utilize it instead of private providers: Having the adequate resources available to catch up on the backlog will allow senior staff in the Division to analyze and prepare such guidance for the plan reviewers and inspectors, and to schedule training sessions in order to implement an expedited review process with the intent of fewer resubmittals being required.
- Categorizing Applications: Most applications can be described as being within one of three types -- small, standard, or extensive. *Small* applications include single trade applications such as roofing, air conditioning, water heater change-outs, windows, shutters, driveways, etc. *Standard* applications are the broadest category. It includes residential and commercial renovations, one and two-family new construction, etc. *Extensive* applications include large scale renovations, new commercial construction, and high rise projects.
- As the backlog in building/structural reviews becomes manageable, the expected level of service by category will become an additional performance measure. Small applications requiring less than 30 minutes review and approvable on first round or second round are to be processed in 1 to 5 days per review. Standard applications requiring 1 or 2 hours of review and at least one, and, sometimes two or more corrective resubmittals are to be processed in 5 to 15 days per each time. Extensive applications, usually requiring up to

three hours of review and taking at least three, and often more, corrective resubmittals for review, are expected to be completed in 15 to 30 days each time.

- Further modifications to walk-thru permitting: The volume of applications seeking same day permitting for small jobs, at times began consuming all available staff to the point where no other applications were being reviewed. In order to continue accommodating the small jobs while still making progress on standard and extensive projects, walk-thru applications are currently being collected for “walk-thru” review and processing as a group one day each week. While this has provided substantial efficiency benefits internally, it is not sufficiently responsive to the industry. The frequency of walk-thru review will be increased as the backlog dwindles. Initially the frequency will be increased to two days each week, meaning the turn-around time on small applications would not exceed 3 work days. A return to same day or 1-day service is not anticipated while the level of permit activity in the standard and extensive categories remains high unless budgetary constraints are lifted to allow additional hiring. This is an issue for discussion during the upcoming budget workshop.
- Additional methods of prioritizing resubmittals: Currently, resubmittals are segregated from new applications and assigned higher priority. However, this skews toward greater emphasis on the standard and extensive projects as they tend to require more rounds of review. As the backlog dwindles and staff resources stabilize, a more focused prioritization method based on both category and submittal round will be implemented.

Moving Ahead in Zoning

In late 2016 and early 2017, there was a fast-growing backlog in completing the zoning reviews and inspections of permit applications. Zoning conducts inspections that range from verifying that a shed meets set-back requirements to ensuring that a new major development has installed the parking spaces and trees pursuant to plans. By temporarily re-assigning Planning Division staff members to review permit applications and perform inspections for zoning compliance, this was resolved. However, this practice delayed development review, transportation planning, policy analysis and preparation, and customer service at the counter. With the recent departure of the Planning and Zoning Division Manager and the departure of a contractual/part-time zoning technician, the backlog in Zoning’s responsibilities with building permits became problematic once again. Following are specific steps implemented in this regard:

- **As of May 22, 2017, two full-time zoning technicians are being provided by CAP Government, Inc.** With these added resources, the backlog in zoning

To: Mayor and City Commission
From: Roger M. Carlton, City Manager
Re: Permit Application Processing
Date: June 6, 2017

Page No. 4

plan review and inspections was eliminated in 2 weeks. They are now assisting with the backlog of requests for zoning certification letters and public records requests.

- The vacant Planning and Zoning Division Manager position will be reevaluated. In its place, the Department is considering a full time zoning technician to assure the permitting backlog does not recur. In addition, the Department is considering – instead of filling the Planning and Zoning Division Manager position -- creating a Policy Analyst position to work on revisions to the City's land development regulations. This is necessary to manage the evolution of many aspects of the code as envisioned by the City Commission, for neighborhood studies, and as we continue to focus on redevelopment and the upgrading of specific neighborhoods throughout the City.

Inspections

The Department has placed a priority on fulfilling inspection requests in all trades, including building and zoning. This keeps construction projects moving. However, dedicating Building staff and Zoning staff to inspections added to the backlogs in plan review, unsafe structures, 40-year recertifications, phone calls, meetings and counter communications, concierge service, development review, transportation planning, policy analysis and customer service. The additional resources described above will allow inspections to occur without reducing service levels in the afore-mentioned areas.

Funding and Procurement

Funding for the additional resources added on May 22, 2017 is available via a combination of salary savings and the existing funds budgeted for outside services for the Building Division. The City has contracts and/or is renewing its contractual arrangements with Calvin Giordano Associates and CAP Government, Inc. Earlier in the year, the City Commission authorized the Department to utilize those companies' services via their respective contracts with the City of Fort Lauderdale. An analysis of the *amount* authorized versus the amount that will be needed is underway to determine if additional spending authority from the Commission will be needed prior to the end of FY 16/17. An analysis of the fiscal impacts of the more intense use of contract services as described herein on an ongoing basis has been drafted. Accordingly, recommendations therefrom are being included in the FY 17/18 Budget proposal.

Conclusion

A consistent effort to accommodate the substantial amount of building activity in the City has been underway for nearly a year. In the electrical, plumbing and mechanical

To: Mayor and City Commission
From: Roger M. Carlton, City Manager
Re: Permit Application Processing
Date: June 6, 2017

trades this has been accomplished using a variety of methods to supplement staff resources; this includes overtime, part time staff, and supplemental staff from the contract service providers CGA and CAP. The Department's efforts in the building/structural trade -- and to a lesser extent in zoning -- have been ineffective for numerous reasons as explained above. Renewed relationships with Calvin Giordano Associates and CAP Government, Inc., and their respective commitments to providing the professionals needed to assist in these two trades, is allowing the Department to return to the high level of customer service the community expects and deserves.

A periodic report following the format below will be provided to the City Commission to demonstrate how the backlog reduction is working. It is important to recognize that the new permit applications are received each day -- "backlog" data includes all applications in queue at the time of the report. The number reflects how many days it will take to get to the most recently submitted application.

Plan Review Backlog as of 06/5/17* in Calendar Days

Trade	Re-Submittals	New submittals	Progress since 5/22/17 initiation
Building/Structural	11 days	19 days	Reduced by 14 days*
Electrical	1 day	3 days	Appropriate
Mechanical	1 day	1 day	Appropriate
Plumbing	3 days	3 days	Appropriate
Zoning	1 day	1 day	Reduced by 21 days*

Timeframes in **bold** are beyond 15 days = unacceptable / use additional resources to resolve

Timeframes in *italics* are beyond 7 days = monitor / supplemental resources may be needed

*Refers to backlog for new submittals

** Update on tremendous progress this week: At the time of this memo's distribution on 6/9/17 **the backlog in all trades has been eliminated.** While more than 25 plans are pending review as of this addendum, they are all permit applications which were received during the last 3 days.*

cc: Nydia Rafols, Deputy City Manager
Steve Parkinson, Assistant City Manager/Public Works Director
Jeremy Earle, Assistant City Manager
Greg Chavarria, Assistant City Manager
Keven R. Klopp, Director of Development Services
Mark Ellis, Fire Chief
Raul Alvarez, Acting Building Official
Christy Dominguez, Senior Planner
Carlos A. Penin, CAP Government, Inc.
Norm Bruhn, Calvin Giordano and Associates

Inspections Required to Meet Demands (Exhibit E)
Proposed FY2018 Budget

Trade	Gulfstream Point 297 Units	2000 S Ocean 235,557	Domus Office Center 174,000 SF	Dream Team 1,900 SF	Peninsula 144, 400 SF	HBC Medical 25,100 SF	IceBox 14,100 SF	Day to Day Misc. Insp.	Total Yearly Inspections	Insp/Workday (251 days/yr)
Struc	1544	1338	989	11	818	143	80	5020	9943	40
Elec	564	444	328	4	272	319	27	2259	4217	17
Mech	119	143	105	2	87	102	9	753	1320	5
Plbg	653	226	167	2	138	162	14	1506	2868	11



DEVELOPMENT SERVICES OPERATIONS REVENUE VS. EXPENDITURES FY 13-14 ACTUALS - FY 16-17 PROJECTION

	<u>FY 13-14 ACTUALS</u>	<u>FY14-15 ACTUALS</u>	<u>FY15-16 ACTUALS</u>	<u>FY 16-17 BUDGET</u>	<u>FY 16-17 YTD - ACTUALS</u>	<u>FY 16-17 PROJECTION</u>
DEVELOPMENT SERVICES ADMINISTRATION (5010):						
EXPENSES	\$ 208,913	\$ 280,913	\$ 300,511	\$ 361,751	\$ 212,898	\$ 374,835
DEVELOPMENT SERVICES PLANNING (5020):						
REVENUES	\$ 790,657	\$ 1,194,156	\$ 1,158,779	\$ 1,404,046	\$ 822,736	\$ 1,225,566
EXPENSES	\$ 533,354	\$ 551,358	\$ 618,636	\$ 893,566	\$ 420,230	\$ 816,859
NET REVENUE	\$ 257,303	\$ 642,798	\$ 540,143	\$ 510,480	\$ 402,506	\$ 408,707
DEVELOPMENT SERVICES BUILDING INSPECTIONS (5040):						
REVENUES	\$ 2,512,818	\$ 2,911,099	\$ 2,805,928	\$ 4,602,763	\$ 2,103,462	\$ 4,099,157
EXPENSES	\$ 1,489,964	\$ 1,481,835	\$ 1,613,887	\$ 2,032,854	\$ 1,071,100	\$ 2,000,542
NET REVENUE	\$ 1,022,854	\$ 1,429,264	\$ 1,192,041	\$ 2,569,909	\$ 1,032,362	\$ 2,098,615
DEVELOPMENT SERVICES CODE COMPLIANCE (5050):						
REVENUES	\$ 375,214	\$ 467,614	\$ 772,672	\$ 675,273	\$ 108,828	\$ 682,273
EXPENSES	\$ 671,070	\$ 694,988	\$ 730,364	\$ 792,741	\$ 418,913	\$ 792,544
NET REVENUE	\$ (295,856)	\$ (227,374)	\$ 42,308	\$ (117,468)	\$ (310,085)	\$ (110,271)
DEVELOPMENT SERVICES COMBINED OPERATIONS:						
COMBINED REVENUES	\$ 3,678,689	\$ 4,572,869	\$ 4,737,379	\$ 6,682,082	\$ 3,035,026	\$ 6,006,996
COMBINED EXPENSES	\$ 2,903,300	\$ 3,009,094	\$ 3,263,397	\$ 4,080,912	\$ 2,123,141	\$ 3,984,780
NET EXCESS/(DEFICIT)	\$ 775,389	\$ 1,563,775	\$ 1,473,982	\$ 2,601,170	\$ 911,885	\$ 2,022,216

Due to the anticipated deficiency resulting from the proposed amendment, Development Services is preparing to present alternative methodologies and policies that may be considered for residential projects to be able to move forward and be found consistent with the City's Comprehensive Plan; in particular the adoption of a Parks and Open Space Impact Fee and an amendment to the City's Five-Year Capital Improvement Plan that specifically identifies financially feasible plans for new parks and open space acquisitions within the next three years.

Reviewed: _____
Roger M. Carlton, _____
City Manager Date

_____ Approved _____ Not Approved _____ Hold for Discussion

Comments _____

