



EXHIBIT B

CITY OF SAN MARCOS INCLUSIONARY HOUSING IN-LIEU FEES 2026

Inclusionary Housing In-Lieu Fee

Affordable units % per SMMC 20.310.040	Current In-Lieu Charge (per sq ft)	New In-Lieu Charge (per sq ft)	Difference
15%	\$ 15.00	\$ 15.41	\$ 0.41

Inflation Rate 2.7%

Inflation Factor Utilized is the Construction Cost Index annual increase as of March 2026