

***BANNING UNIFIED SCHOOL DISTRICT
ANNUAL REPORTABLE FEES REPORT
FOR FISCAL YEAR 2017-2018, IN COMPLIANCE WITH
GOVERNMENT CODE SECTION 66000 ET SEQ.***

Government Code Sections 66006 and 66001 provide that the Banning Unified School District (“District”) shall make available to the public certain information and adopt prescribed findings relative to school facility fees adopted pursuant to Education Code Section 17620 and Government Code Section 65995 (“Level 1 Fees” and “Commercial/Industrial Fees.” and collectively, “Statutory School Facility Fees”) and Government Code Sections 65995.5, 65995.6 and 65995.7 (“Level 2 Fees” and “Level 3 Fees,” and collectively, “Alternative School Facility Fees”).

The foregoing fees are collectively also referred to as reportable fees (“Reportable Fees”). The described information and findings contained in this Annual Reportable Fees Report (“Report”) relate to Reportable Fees that the District received, expended or may expend in connection with school facilities (“School Facilities”) in order to accommodate additional students from new and other residential development as well as commercial and industrial development (collectively referred to as “Development”) if funded or partially funded with Reportable Fees. The Reportable Fees only include money in possession of the District and does not include letters of credit, bonds, or other instruments to secure payment of Reportable Fees at a future date. The Reportable Fees have not been levied, collected, or imposed for general revenue purposes.

ANNUAL REPORT

In accordance with Government Code Section 66006, the District provides the following information for fiscal year 2017-2018:

A. Description of the Type of Reportable Fees in the Account or Sub-Account(s) of the District:

The Reportable Fees consist of Statutory School Facility Fees. The Reportable Fees were deposited in the Capital Facilities Fund (Fund 25) (“Fund”), a separate capital facilities account or fund in a manner to avoid any commingling of the Reportable Fees with other revenues and funds of the District, except for temporary investments. As this Report provides, the Reportable Fees and any interest income earned by moneys in the Fund have been expended as set forth herein solely for the purpose for which the Reportable Fees were originally collected. (Government Code Section 66006(a).)

B. Reportable Fees Information for the Fund:

1. Within 180 days after the last day of each fiscal year, the District is required to make available to the public certain information. As set forth below, the District provides the

following information for the Fund for the fiscal year 2017-2018 pursuant to Government Code Section 66006(b)(1).

a. Amount of the Reportable Fees:

The Reportable Fees were authorized to be levied on Development by the Board of Trustees (“Board”) of the District at the time the Reportable Fees were adopted. As shown in the District’s Fee Justification Study (“FJS”), the Reportable Fees only partially mitigate the impacts to the District caused by Development because the Reportable Fee amounts do not adequately fund the District’s School Facilities needs resulting from additional Development within the District. (Government Code Section 66006(b)(1)(A).)

Statutory School Facility Fees (Government Code Section 66006(b)(1)(B))

Level 1 Residential	\$3.48 per square foot
Level 1 Commercial/Industrial	\$0.56 per square foot

From July 1, 2017 to June 30, 2018

b. Beginning and Ending Balance, Reportable Fees Collected, Interest Earned and Expenditures of the Fund (Government Code Section 66006(b)(1)(C) and (D)):

	Reportable Fees
Beginning Balance (07/01/17)	\$ <u>220,287.65</u>
Amount of Reportable Fees Collected	\$ <u>122,329.97</u>
Interest Earned	\$ <u>1,730.31</u>
Expenditures	< \$ <u>252,251.35</u> >
Ending Balance (06/30/18):	\$ <u>92,096.58</u>

c. Identification of Each District Project on Which Reportable Fees Were Expended Including the School Facilities Project (“Project”) Total and Percentage of the Project Cost that was Funded with Reportable Fees (Government Code Section 66006(b)(1)(E)):

The foregoing information¹ is set forth below.

¹ Pursuant to Education Code 17620(a)(5), Level 1 Fees collected may also be spent on the following nonfacility costs: the costs of conducting a School Facilities Needs Analysis and/or Fee Justification Study; and preparing the Annual Report. In addition, a school district may also retain “an amount not to exceed, in any fiscal year, three percent of the fees collected in that fiscal year . . .” The three percent amount is for the reimbursement of administrative costs incurred in collecting the fee. For school districts that levy a Level 2 Fee and/or a Level 3 Fee, the three percent amount is calculated only on the amount of the Level 1 Fees that are collected.

Project Description	Project Total	Percentage of Project Total Funded w/ Reportable Fees
Modular Lease/Purchase Relating to Accommodating Students from New development	\$ <u>33,213.40</u>	100
Press, Legal & Consultant Fees associated with Growth and School Fees Reports	\$ <u>17,385.55</u>	100
Florida Street Discovery Center construction-related costs	\$ <u>8,756.80</u>	100
Hemmerling Elementary construction-related costs to accommodate additional Growth capacity	\$ <u>2,190.00</u>	100
Hoffer Elementary construction-related costs to accommodate additional Growth capacity	\$ <u>1,020.00</u>	100
Nicolet Middle School construction-related costs to accommodate additional Growth capacity	\$ <u>57,115.00</u>	100
Banning High School construction-related costs to accommodate additional Growth capacity	\$ <u>112,600.00</u>	100
Costs related to Property Acquisition for expansion of Banning High School, and/or new K-8 School	\$ <u>19,970.60</u>	100

d. If the District Has Accumulated Sufficient Funds to Complete Project(s) for Which It Previously Identified as Intending to Spend Reportable Fees,² the District Needs to Identify the Approximate Date It Will Commence Construction on Such Project(s) (Government Code 66006(b)(1)(F)):

The District has determined that for fiscal year 2017-2018, Reportable Fees and other sources of funding were not sufficient to complete the financing of any Project.

e. Description of Each Interfund Transfer or Loan Made From the Fund (Government Code Section 66006(b)(1)(G)):

² The District is required to make such identification pursuant to Government Code Section 66001(a)(2). The identification may have been done by reference to a capital improvement plan or general plan or may be made in other public documents that identify the public facilities for which the fee is charged.

Interfund Transfers:

Description of Project for which Interfund Transfer Was Used	Fund(s) to Which Reportable Fees Were Transferred	Amount Transferred
		\$0

Interfund Loans:

Description of Project for Which Interfund Loan Was Used	Fund(s) to Which Reportable Fees Were Loaned	Amount Loaned	Date Loan Repaid	Rate of Interest
		\$0		

f. Refunds and Allocations (Government Code Section 66006(b)(1)(H), 66001(e), (f)):

Under Government Code Section 66001(e) and (f), the District may refund or allocate funds that have been collected in certain situations.

Refund	\$ <u>0</u>
Less Admin. Costs of Refunding	\$ <u>0</u>
Net Refund	\$ <u>0</u>

2. The District will review the Report at the next regularly scheduled public meeting (“Meeting”) not less than 15 days after the Report is made available to the public. Notice of the time and place of the Meeting, including the address where the Report may be reviewed, will be mailed at least 15 days prior to the Meeting, to any interested party who filed a written request with the District for mailed notice of the Meeting.³

³ Any written request for mailed notices shall be valid for one year from the date on which it is filed unless a renewal request is filed. Renewal requests for mailed notices shall be filed on or before April 1 of each year. The District may establish a reasonable annual charge for sending notices based on the estimated cost of providing the service.