

**SONORA UNION HIGH SCHOOL DISTRICT
DEVELOPER IMPACT FEE ANNUAL AND FIVE YEAR REPORT
FISCAL YEAR ENDING JUNE 30, 2017**

California Government Code Sections 66000 *et seq.*, require that a local agency that imposes a development impact fee prepare an annual report to the governing body and public providing specific information regarding the fee. Each development fee must be deposited in a separate capital facilities account or fund to ensure no comingling of the fee with other revenues and funds of the local agency, and is restricted to be expended only for the purposes for which the fee was charged. Any interest earned by moneys in the development fee account or fund must be credited to that account or fund, and used for the same purposes as the fees that were originally collected. Additionally, the local agency must also report additional findings every fifth year with respect to that portion of the account or fund remaining unexpended, whether committed or uncommitted.

Sonora Union High School District (District) currently receives statutory school fees from new residential and commercial development pursuant to Education Code Section 17620 and Government Code Sections 65995 *et seq.* to mitigate the impact of that new development on the school facilities of the District. The Developer Fees are accounted for in a separate facilities fund (Fund 25) and have not been levied, collected, or imposed for general revenue purposes.

ANNUAL REPORT

In accordance with Government Code Section 66006(b)(1) and (2), the District hereby presents the following information for fiscal year 2016-17 with regard to the annual Developer Fees:

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

The Developer Fees of the District for fiscal year 2016-17 consists of Statutory School Facility Fees collected from new residential and commercial development in the amounts as noted below.

B. Amount of Developer Fees:

The following Statutory School Facility Fee amounts for fiscal year 2016-17 were adopted by the Governing Board of the Sonora Union High School District on April, 5, 2016, by Resolution No. 2015/16-19 based on the report contained in the District's Developer Fee Implementation Study dated January 30, 2014:

Residential (Level 1)	\$3.48 per square foot
Commercial (Level 1)	\$0.56 per square foot

The Developer Fees are collected by the Tuolumne County Superintendent of Schools in the amounts indicated above and allocated between the District and the impacted Elementary School Districts. The District currently receives approximately thirty-nine to forty-five percent (39%-45%) of the total fees collected.

C. Beginning and Ending Balance, Developer Fees Collected, Interest Earned and Expenditures of the Fund for Fiscal Year 2016-17:

Beginning Balance – 7/1/16	\$	53,102
Developer Fees Collected		129,462
Interest Earned		403
Developer Fees Refunded		0
Expenditures		(124,323)
Ending Balance – 6/30/17	\$	<u>58,644</u>

D. Identification of Each District Project on Which Developer Fees Were Expended and the Amount of the Expenditures on Each Improvement, Including the Total Percentage of the Cost of Each Project that was Funded with Developer Fees:

Description	Developer Fees Expended	Total Project Expenditures	% Funded with Developer Fees
Campus Wide Surveillance System	\$ 94,151	\$ 94,151	100%
Measure J – Cafeteria Modernization	\$ 30,172	\$ 3,839,139	1%
Total	\$ 124,323	\$ 7,772,429	

E. Identification of an Approximate Date by Which the Construction of Project(s) of the District will Commence if the District Determines that Sufficient Funds have been Collected to Complete Financing on an Incomplete Project:

The District has determined that there are not sufficient funds at the end of fiscal year 2016-17 to continue or begin construction on any projects, and will retain the funds until a funding level is reached that would allow construction to commence.

F. Description of Each Interfund Transfer or Loan Made To or From the Fund:

There were no Interfund Transfers or Loans made to or from the fund during fiscal year 2016-17.

G. Refunds and Allocations:

When the District has determined that sufficient funds have been collected to complete financing on incomplete project(s) and the project remains incomplete, the District is required to identify the approximate date by which the construction of the project(s) will commence. If the District fails to timely identify the approximate date by which the construction of the project(s) will commence, then the District must refund the unexpended portion of the Developer Fees and any interest accrued thereon to the then current record owner(s).

There were no Developer Fees refunded in fiscal year 2016-17.

The District will review the Report at the next regularly scheduled public meeting not less than fifteen (15) days after the Report is made available to the public via posting on the District website at: www.sonorahs.k12.ca.us. Notice of the time and place of the meeting and where

the Report may be reviewed will be mailed to any interested party who has filed a written request with District for mailed notice of the meeting.

FIVE-YEAR REPORT

In accordance with Government Code Section 66001, the District provides the following information with respect to that portion of the account or sub-account(s) remaining unexpended, whether committed or uncommitted:

**Statement of Revenues, Expenditures and Changes in Fund Balance
For the Last Five Fiscal Years 2012-13 through 2016-17**

	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues					
Developer Fees	62,571	133,483	103,207	113,523	129,462
Interest	1,640	387	1,751	324	403
Other Local Revenue/Transfers	55,100				
Total Revenue	<u>119,311</u>	<u>133,870</u>	<u>104,958</u>	<u>113,847</u>	<u>129,865</u>
Expenditures					
Project Expenditures	483,503	6,106	200,602	111,374	124,323
Other Expenditures/Refunds					
Total Expenditures	<u>483,503</u>	<u>6,106</u>	<u>200,602</u>	<u>111,374</u>	<u>124,323</u>
Revenues Over/(Under) Expenditures	(364,192)	127,764	(95,644)	2,473	5,542
Fund Balance, Beginning of Year	382,701	18,509	146,273	50,629	53,102
Fund Balance, End of Year	<u>18,509</u>	<u>146,273</u>	<u>50,629</u>	<u>53,102</u>	<u>58,644</u>

Five Year Revenue Test Using First-In First-Out Method

<u>Available Fund Balance</u>	2012-13	2013-14	2014-15	2015-16	2016-17
Current Year	18,509	133,870	50,629	53,102	58,644
Prior Year - 2-Year Old Funds		12,403			
Prior Year - 3-Year Old Funds					
Prior Year - 4-Year Old Funds					
Prior Year - 5-Year Old Funds					
Greater than Five Prior Fiscal Years					
	<u>18,509</u>	<u>146,273</u>	<u>50,629</u>	<u>53,102</u>	<u>58,644</u>

Finding: there are no funds that are being held beyond a five-year period.

A. Identification of the Purpose to Which the Developer Fees are to be Put:

The purpose of the Developer Fees imposed and collected on new residential and commercial development within the District during fiscal year 2016-17 was to fund construction and reconstruction projects required to serve the students generated by new development within the school district. Specifically, the Developer Fees will be used for the construction of property for additional school facilities, installation of additional classrooms and/or construction of additional buildings at existing school facilities, and the construction and/or renovation of District facilities needed to maintain and provide a required level of service to house students generated as a result of residential and commercial development.

B. Demonstration of a Reasonable Relationship Between the Developer Fees and the Purposes for Which They are Charged:

As shown in the District's Developer Fee Implementation Study dated January 30, 2014, there is a roughly proportional, reasonable relationship between the development upon which the Developer Fees are charged and the need for additional or modernized school facilities by reason of the fact that additional students will be generated by additional development within the District.

C. Identification of All Sources and Amounts of Funding Anticipated to Complete Incomplete Projects and Approximate Date Funding Is Expected to Be Deposited:

The District is currently not maintaining Developer Fees in excess of a five-year period and is retaining funds for future modernization projects as required to be approved by the Governing Board in the future.