



Annual and Five Year Reports

COLTON JOINT UNIFIED SCHOOL DISTRICT

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COLTON JOINT UNIFIED SCHOOL DISTRICT



Annual Report of Financial Activity for Fiscal Year 2015/16

(Prepared Pursuant to Section 66006 of the California Government Code)

INTRODUCTION

Section 66006 of the Government Code requires that the Colton Joint Unified School District ("School District") provide to the public information on impact fees received from new residential and commercial/industrial development to mitigate the impact of that new development on the school facilities of the School District ("Reportable Fees"). The School District currently collects statutory school facility fees ("Statutory School Fees") pursuant to Sections 17620 *et seq.* of the Education Code and Sections 65995 *et seq.* of the Government Code, and alternative school facility fees ("Alternative School Fees") collected pursuant to Sections 65995.5, and 65995.7 of the Government Code (collectively, "Reportable Fees").

The School District is required to provide under the Government Code the following information on Reportable Fees for the prior fiscal year:

- Amounts collected
- Amount of interest earned
- Amounts spent of projects to accommodate additional enrollment from new residential and commercial/industrial development

The Reportable Fees do not include special tax proceeds, proceeds of bonds, or letters of credit to secure payment of Reportable Fees at a future date. Further, the School District is required to confirm that Reportable Fees have not been levied, collected, or imposed for general revenue purposes.

Additionally, the School District is required to identify the following:

- The proposed purposes to which unexpended Reportable Fees may be spent
- The Reasonable Relationship between the unexpended Reportable Fees and the purpose to which they are to be spent
- The funding sources and expected funding availability date for school facilities projects for which unexpended Reportable Fees are required

The following Annual Report ("Report") for the fiscal year ending June 30, 2016 includes the information and proposed findings the School District intends to review and adopt in accordance with Section 66006 of the Government Code.

ANNUAL REPORT

Government Code Section 66006(b)(1) and (2) requires that an annual report of certain fees ("Reportable Fees") be made available to the public not more than 180 days after the end of each fiscal year.

In accordance with Government Code Section 66006(b)(1) and (2), the School District hereby presents the following information for fiscal year 2015/2016 (i.e. July 1, 2015 through June 30, 2016) with regard to the annual Reportable Fees:

DESCRIPTION OF THE TYPE OF REPORTABLE FEES

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1)(A) requires that the Report contain a brief description of the type of fee in the account or fund.

The Reportable Fees of the School District for fiscal year 2015/2016 consist of Statutory School Fees and Alternative School Fees. Statutory School Fees are collected by the School District for residential and commercial/industrial development, and Alternative School Fees are collected by the School District for new residential development.

AMOUNT OF THE REPORTABLE FEES

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1)(B) requires that the Report set forth the amount of the of the fee.

The amount of Reportable Fees is based on the effective Statutory School Fee and the Alternative School Fee as described below.

STATUTORY SCHOOL FEES

The Statutory School Fees for the period between July 1, 2015 and June 30, 2016 were established by the Board of Education ("Board") of the School District on August 7, 2014 by Resolution No. 15-02. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the reports titled "Residential Development School Fee Justification Study" and "Commercial/Industrial Development School Fee Justification Study" dated June 27, 2014.

ALTERNATIVE SCHOOL FEES

The Alternative School Fees, pursuant to Sections 65995.5 for the period between July 1, 2015 and July 31, 2015 were established by the Board of the School District on August 7, 2014, by Resolution No. 15-01. This resolution adopted the Alternative School Fees for new residential development based on the report titled "School Facilities Needs Analysis", dated June 12, 2014. For the period between August 1, 2015 and June 30, 2016, the Alternative School Fees were not applied based on the report titled "School Facilities Needs Analysis", dated July 2015.

Table 1 below lists the fee amounts and effective dates for the applicable Statutory and Alternative School Fees for fiscal year 2015/2016.

Table 1
Effective Dates for Reportable Fees

<u>REPORTABLE FEE TYPE</u>	<u>EFFECTIVE DATES (FOR FY 2015/2016)</u>	<u>FEE AMOUNT (PER SQUARE FOOT)</u>
Statutory School Fees	July 1, 2015-June 30, 2016	Residential-\$3.36 Commercial/Industrial-\$0.54
Alternative School Fees	July 1, 2015-July 31, 2015	Residential - \$3.60

BEGINNING AND ENDING BALANCE(S)

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1)(C) requires that the Report set forth the beginning and ending balances of the account or fund.

Table 2 lists the fiscal year 2015/2016 beginning and ending balances for Fund 25, the Capital Facility Fund, which holds all Reportable Fees:

Table 2
Beginning and Ending Balances

<u>BALANCE DESIGNATION FOR FUND 25</u>	<u>FUND BALANCE</u>
Beginning Balance (07/01/2015)	\$5,090,991.09
Ending Balance (06/30/2016)	\$4,352,533.41

FEES COLLECTED AND INTEREST EARNINGS

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1)(D) requires that the Report set forth the amount of the fees collected and interest earned.

Table 3 lists the amount of Reportable Fees collected during fiscal year 2015/2016 as well as interest earnings on the fees collected:

Table 3
Fees Collected and Interest Earned

<u>REPORTABLE FEE ITEM (FUND 25)</u>	<u>TOTAL REVENUES</u>
Reportable Fees Collected	\$684,575.04
Interest Earned	\$27,307.75
Total	\$711,882.79

IDENTIFICATION OF PUBLIC IMPROVEMENTS

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1) (E) requires that the Report provide an identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

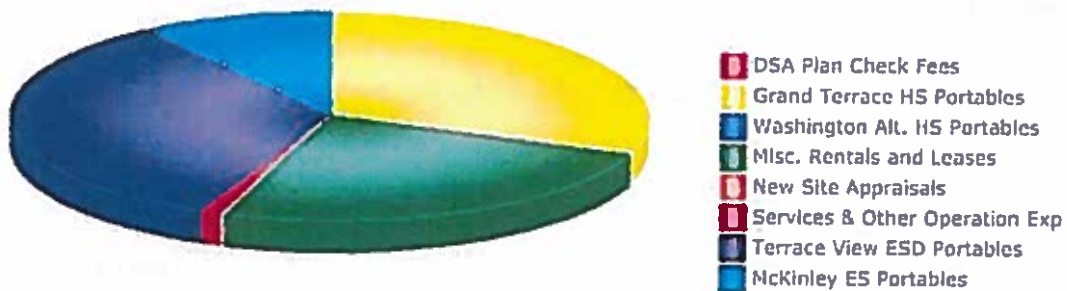
Table 4 lists the amount of Reportable Fees expended during fiscal year 2015/2016 and the eligible projects associated with the expenditures:

Table 4
Identification of Expenditure Items and Amounts

Expenditure Item	Expenditure Amount Paid from Reportable Fees	Percent of Total Cost Funded with Fees
DSA Plan Check Fees	\$1,320.67	100%
Grand Terrace HS Portable Classroom Project	\$444,609.61	100%
Washington Alt. HS Portable Classroom Project	\$1,701.00	100%
Misc Rentals and Leases (Portable Classrooms)	\$354,396.00	100%
New Site Appraisals	\$3,300.00	100%
Services, Other Operational Expenses	\$13,963.60	100%
Terrace View ES Portable Classroom Addition	\$488,995.16	100%
McKinley ES Portable Classroom Addition	\$142,054.43	100%
Total	\$1,450,340.47	N/A

The following chart depicts the relative proportion of reportable fees expended on eligible projects:

Facilities Expenditures
(FY 2015/16 Expenditures Paid from Reportable Fees)



DATE BY WHICH CONSTRUCTION WILL COMMENCE

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1) (F) requires that the Report identify an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement.

The School District has determined that at the close of fiscal year 2015/2016, Reportable Fees and other sources of funding were not sufficient to complete the financing of additional school facilities of the School District. Please see the Five-Year Report prepared pursuant to Government Code 66001 for information on planned construction projects and the estimated date funding will be available to complete the construction projects

INTERFUND TRANSFERS AND LOANS

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1) (G) requires that the Report provide a description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid, and the rate of interest that the account or fund will receive on the loan.

No Interfund Transfers or Loans were made from the account in fiscal year 2015/2016.

REFUNDS AND REVENUE ALLOCATIONS

For each separate account or fund established for the purpose of avoiding commingling of Reportable Fees Government Code Section 66006(b)(1) (H) requires that the Report identify the amount of refunds made pursuant to subdivision (e) of Section 66001 and any allocations pursuant to subdivision (f) of Section 66001.

No refunds of Reportable Fees were made pursuant to Section 66001(e) of the Government Code in fiscal year 2015/2016.

FUND 25 ACTIVITY SUMMARY FOR FY 2015/16

Table 5 lists summarizes the beginning and ending balances, the amount of Reportable Fees collected as well as interest earned and other fee revenues as well as total expenditures made from Fund 25 during fiscal year 2015/2016.

Table 5
Fund 25 Activity Summary for FY 2015/16

Fund 25 Activity Summary (FY 2015/2016) Item	Amount
Beginning Balance (07/01/2015)	\$5,090,991.09
Reportable Fees Collected and Interest Earned	\$711,882.79
Expenditures – Schedule A	(\$1,450,340.47)
Ending Balance (06/30/2016)	\$4,352,533.41

COLTON JOINT UNIFIED SCHOOL DISTRICT



Report of Public Facilities Funded with Reportable Fees

(Prepared Pursuant to Section 66001 of the California Government Code)

INTRODUCTION

Section 66001 of the Government Code requires that the Colton Joint Unified School District ("School District") provide to the public information on impact fees received from new residential and commercial/industrial development to mitigate the impact of that new development on the school facilities of the School District ("Reportable Fees"). The School District currently collects statutory school facility fees ("Statutory School Fees") pursuant to Sections 17620 *et seq.* of the Education Code and Sections 65995 *et seq.* of the Government Code, and alternative school facility fees ("Alternative School Fees") collected pursuant to Sections 65995.5, and 65995.7 of the Government Code (collectively, "Reportable Fees").

The School District is required to provide every fifth year under the Government Code the following information on any remaining unexpended, whether committed or uncommitted, Reportable Fees:

- Identify the purpose to which the Fee is to be put.
- Demonstrate that there is a reasonable relationship between the fee and the purpose for which it is charged.
- Identify all sources and amounts of funding anticipated to complete financing in incomplete improvements previously identified as Eligible Facilities.
- Designate the approximate dates on which the funding anticipated to complete financing of incomplete Eligible Facilities.

The following Five-Year Report ("Report") includes the information and proposed findings the School District intends to review and adopt in accordance with Section 66001 of the Government Code.

FIVE-YEAR REPORT

Government Code Section 66001(d)(1) requires that a report of certain fees ("Reportable Fees") be made available to the public not more than 180 days after the end of each fifth fiscal year for which Reportable Fees have been collected and remain unexpended.

In accordance with Government Code Section 66001(d)(1), the School District hereby presents the following information for the five-year period ending June 30, 2016 with regard to that portion of the Reportable Fees remaining unexpended, whether committed or uncommitted:

PURPOSE OF THE UNEXPENDED FEES

For unexpended Reportable Fees Government Code Section 66001(d)(1)(A) requires that the Report identify the purpose to which the fee will be put.

The purpose of any unexpended Reportable Fees imposed and collected on new residential and commercial/industrial development within the School District during fiscal year 2015/2016 and the four previous fiscal years was to fund additional school facilities required to serve students generated by new development within the School District. Specifically, the Reportable Fees will be used for the construction and/or acquisition of additional school facilities, furnishing and equipping such school facilities, as well as acquiring and installing additional portable classrooms to accommodate students.

RELATIONSHIP BETWEEN THE FEE AND PURPOSE FOR WHICH IT IS CHARGED

For unexpended Reportable Fees Government Code Section 66001(d)(1)(B) requires that the Report demonstrate a reasonable relationship between the fee and the purpose for which it is charged.

There is a roughly proportional and a reasonable relationship between the new development upon which the Reportable Fees are charged and the need for additional school facilities by reason of the fact that additional students will be generated by additional development within the School District and the School District does not have capacity in its existing school facilities to accommodate these new students. Furthermore, the Reportable Fees do not exceed the costs of providing school facilities for the students generated from the development in which such fees were collected. A detailed analysis of the nexus between the fee and its purpose is set forth in the Reports described below:

STATUTORY SCHOOL FEES

The Statutory School Fees for the period between July 1, 2015 and June 30, 2016 were established by the Board of Education ("Board") of the School District on August 7, 2014 by Resolution No. 15-02. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the reports titled "Residential Development School Fee Justification Study" and "Commercial/Industrial Development School Fee Justification Study" dated June 27, 2014.

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SOURCES AND AMOUNTS OF FUNDING REQUIRED TO COMPLETE ELIGIBLE FACILITIES

For unexpended Reportable Fees Government Code Section 66001(d)(1)(C) requires that the Report Identify all sources and amounts of funding anticipated to complete financing of the incomplete improvements.

Table 1 lists the proposed funding sources for all pending school facility projects, as presently identified by the School District:

**Table 1
Proposed Funding Sources for School Facility Projects**

<u>PROJECT</u>	<u>STATE SCHOOL BUILDING PROGRAM</u>	<u>COMMUNITY FACILITIES DISTRICTS</u>	<u>GENERAL OBLIGATION BOND PROCEEDS</u>	<u>RE- DEVELOPMENT PASS-THROUGH AGREEMENTS</u>	<u>REPORTABLE FEES</u>	<u>TOTAL</u>
Administration of Fees	-	-	-	-	\$125,000	\$125,000
DSA Closeouts	-	-	-	-	\$12,500	\$12,500
Portable Leases	-	-	-	-	\$2,070,000	\$2,070,000
Miscellaneous Cost	-	-	-	-	\$835,000	\$835,000
Terrace View Elementary School Portable Addition	-	-	-	-	\$51,150	\$51,150
Washington Alt. HS Portable Classrooms	-	-	-	-	\$420,000	\$420,000
Lewis Elementary School Portable Addition	-	-	-	-	\$400,000	\$400,000
McKinley Elementary School Portable Addition	-	-	-	-	\$635,000	\$635,000
Future Elementary Schools	TBD	TBD	TBD	TBD	TBD	\$68,266,202
Future Middle Schools	TBD	TBD	TBD	TBD	TBD	\$29,582,214
Future High School Expansion	TBD	TBD	TBD	TBD	TBD	\$32,458,536
Total	TBD	TBD	TBD	TBD	TBD	\$134,855,602

* Total includes the cost of constructing four (4) new elementary schools to accommodate the projected unhoused students from the Future Units as stated in the Residential Development School Fee Justification Study and Commercial/Industrial Development School Fee Justification Study both dated June 27, 2014.

ANTICIPATED DATE ON WHICH FUNDING FOR ELIGIBLE PROJECTS WILL BE AVAILABLE

For unexpended Reportable Fees Government Code Section 66001(d)(1)(D) requires that the Report designate the approximate dates on which the funding for incomplete projects is expected to be deposited into the appropriate account or fund.

Table 2 lists the approximate date on which the funds are expected to be available for the uncompleted school facility projects presently identified by the School District:

**Table 2
Timeline for Availability of Funds for School Facility Projects**

<u>PROJECT</u>	<u>STATE SCHOOL BUILDING PROGRAM</u>	<u>COMMUNITY FACILITIES DISTRICTS</u>	<u>GENERAL OBLIGATION BOND PROCEEDS</u>	<u>REDEVELOPMENT PASS-THROUGH AGREEMENTS</u>	<u>REPORTABLE FEES</u>
Administration of Fees	N/A	N/A	N/A	N/A	2016/2017
DSA Closeouts	N/A	N/A	N/A	N/A	2016/2017
Portable Leases	N/A	N/A	N/A	N/A	2016/2017
Miscellaneous Cost	N/A	N/A	N/A	N/A	2016/2017
Terrace View Elementary School Portable Addition	N/A	N/A	N/A	N/A	2016/2017
Washington Alt. High School Portable Classrooms	N/A	N/A	N/A	N/A	2016/2017
Lewis Elementary School Portable Addition	N/A	N/A	N/A	N/A	2016/2017
McKinley Elementary School Portable Addition	N/A	N/A	N/A	N/A	2016/2017
Future Elementary Schools	TBD	TBD	TBD	TBD	TBD
Future Middle Schools	TBD	TBD	TBD	TBD	TBD
Future High School Expansion	TBD	TBD	TBD	TBD	TBD