INFORMATION SHEET 12/15/2020 TRUSTEES' MEETING

ATTACHMENT: 7.4

TO: Jim Bridges, Superintendent

FOR: Board of Trustees

FROM: Dena Whittington, CBO

ISSUE: Annual and Five Year Report – Developer Fees/Capital Facilities

Pursuant to Sections 66001 and 66006 of the Government Code, Jefferson School District shall make available to the public certain information relative to "Reportable Fees". The attached report details information and findings that relate to the Reportable Fees received, expended or to be expended in connection with school facilities to accommodate additional students from new development. Public agencies collecting development fees are required to report annually on the status of such funds.

ANNUAL AND FIVE-YEAR REPORTS

JEFFERSON SCHOOL DISTRICT

NOVEMBER 20, 2020

Prepared For:
Jefferson School District
1219 Whispering Wind Drive
Tracy, CA 95377
209.836.3388

Prepared By:
Cooperative Strategies
8955 Research Drive
Irvine, CA 92618
844.654.2421

COOPERATIVE STRATEGIES

ASSESS • PLAN • FUND • BUILD

TABLE OF CONTENTS

SECTION PAGE

I. **INTRODUCTION** 1

II. **ANNUAL REPORT** 3

III. **FIVE-YEAR REPORT** 8

EXHIBITS

EXHIBIT A:
Reportable Fee Expenditures for Fiscal Year 2019/2020

I. INTRODUCTION

Sections 66001 and 66006 of the Government Code require that Jefferson 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. The School District currently collects statutory school 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, 65995.6, and 65995.7 of the Government Code (collectively, "Reportable Fees").

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

1. Amounts collected
2. Amount of interest earned
3. Amounts spent on 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 identifies Reportable Fees have not been levied, collected, or imposed for general revenue purposes.

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

1. The purpose to which unexpended Reportable Fees will be spent
2. The Reasonable Relationship between the unexpended Reportable Fees and the purpose to which they are to be spent
3. The funding sources and expected funding availability date for school facilities projects for which unexpended Reportable Fees are required

The following Annual and Five-Year Reports ("Reports") for the fiscal year ending June 30, 2020 include the information and proposed findings the School District intends to review and adopt in accordance with Sections 66001 and 66006 of the Government Code.

II. ANNUAL REPORT

In accordance with Government Code Section 66006(b)(1) and (2), the School District hereby presents the following information for fiscal year 2019/2020 (i.e. July 1, 2019 through June 30, 2020) with regard to the annual Reportable Fees:

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

The Reportable Fees of the School District for fiscal year 2019/2020 consist of Statutory School Fees and Alternative School Fees. Statutory School Fees are collected by the School District from new residential and commercial/industrial development. Alternative School Fees were collected by the School District from new residential development for the dates they were in effect.

B. Amount of the Reportable Fees

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

Statutory School Fees

The Statutory School Fees for the period between July 1, 2019 and June 30, 2020 were established by the Board of Education ("Board") of the School District on March 13, 2018, by Resolution Nos. 2018-03-02 and 2018-03-03. These resolutions 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" (collectively, "Studies") dated March 1, 2018.

Alternative School Fees

The Alternative Fees for residential development between July 1, 2019 and March 12, 2020 were established by the Board on March 12, 2019 by Resolution No. 2019-03-01. This resolution adopted the Alternative School Fees for new residential development based on the Analysis dated February 7, 2019.

The Alternative School Fees for residential development between June 17, 2020 and June 30, 2020 were established by the Board on June 16, 2020 by Resolution No. 2020-06-01, This resolution adopted the Alternative School Fees for new residential development based on the report titled "School Facilities Needs Analysis" ("Analysis"), dated May 8, 2020.

Table 1 below lists the fee amounts and effective dates for the applicable Statutory and Alternative School Fees for fiscal year 2019/2020.

TABLE 1

EFFECTIVE DATES FOR DEVELOPER FEE JUSTIFICATION REPORTS

Item	Effective Dates (for FY 2019/2020)	Fee Amount (Per Square Foot)
Statutory School Fees	July 1, 2019 – June 30, 2020	Residential - $2.84 Commercial/Industrial - $0.458 Self-Storage - $0.033
Alternative School Fees	July 1, 2019 - March 12, 2020	Residential - $3.05
	June 17, 2020 – June 30, 2020	Residential - $2.97

C. **Beginning and Ending Balance of Account and Sub-Account(s):**

Table 2 on the followinjg page lists the fiscal year 2019/2020 beginning and ending balances for Fund 25, the Capital Facility Fund, which holds all Reportable Fees:

TABLE 2

BEGINNING AND ENDING BALANCES FOR FUND 25

Item	Fund Balance
Beginning Balance (7/1/2019)	$1,813,836.58
Ending Balance (6/30/2020)	$1,965,564.72

D. Amount of the Reportable Fees Collected and Interest Earned

Table 3 on the following page shows the amount of Reportable Fees collected and interest earned during fiscal year 2019/2020 to accommodate students from additional development.

TABLE 3

AMOUNT OF REPORTABLE FEES COLLECTED

Item	Total Revenues
Reportable Fees Collected	$122,017.99
Interest Earned	$150,846.00
Total	**$272,863.99**

E. Identification of Each Improvement on Which Reportable Fees Were Expended and the Amount of the Expenditures on Each Improvement, Including the Total Percentage of the Cost of Each Project of the School District that Was Funded with Reportable Fees

Schedule A to this report identifies the amount of Reportable Fees expended on School Facilities in fiscal year 2019/2020, as well as the percentage of each improvement funded by Reportable Fees.

F. Identification of an Approximate Date by Which the Construction of Project(s) of the School District will Commence if the School District Determines that Sufficient Funds have been Collected to Complete Financing on an Incomplete Project of the School District, as Identified in Paragraph (2) of Subdivision (A) of Section 66001, and the Project of the School District Remains Incomplete

The School District has determined that at the close of fiscal year 2019/2020, Reportable Fees and other sources of funding were not sufficient to complete the financing of additional school facilities of the School District.

G. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the School District on which the Transferred or Loaned Reportable 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 Sub-Account(s) will Receive on the Loan

The School District did not make any interfund transfers in or out of Fund 25 in fiscal year 2019/2020.

H. The Amount of Refunds Made or Revenues Allocated for Other Purposes if the Administrative Costs of Refunding Unexpended Revenues Exceed the Amount to be Refunded

No refunds of Reportable Fees were made pursuant to Section 66001(e) of the Government Code in fiscal year 2019/2020.

I. Summary Table of Fund Balance, Revenues, and Expenditures

Table 4 on the following page summarizes the beginning and ending balances, the amount of Reportable Fees collected and interest earned, additional refunds/revenues, and total expenditures from Fund 25 during fiscal year 2019/2020.

TABLE 4

FUND 25 ACTIVITY SUMMARY (FY 2019/2020)

Item	Amount
Beginning Balance (7/1/2019)	$1,813,836.58
Reportable Fees Collected and Interest Earned	$272,863.99
Expenditures – Schedule A	($121,135.85)
Ending Balance (6/30/2020)	**$1,965,564.72**

III. FIVE-YEAR REPORT

In accordance with Government Code Section 66001, the School District provides the following information with respect to the Reportable Fees in the account or sub-account(s) remaining unexpended, whether committed or uncommitted to projects:

A. Identification of the Purpose to which the Reportable Fees are to be Put

The purpose of the Reportable Fees imposed and collected on new residential and commercial/industrial development within the School District was to fund the 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, expansion, and/or acquisition of additional School Facilities, furnishing and equipping such facilities, as well as acquiring and installing additional portable classrooms to accommodate students.

B. Demonstration of a Reasonable Relationship Between the Reportable Fees and the Purposes for which they are 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. This relationship is based on the additional students that will be generated by new development within the School District exceeding the School District's existing student capacity. 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 (as set forth in the Studies, referred to herein Section II.B).

C. Identification of All Sources and Amounts of Funding Anticipated to Complete Financing of the School Facilities the School District has Identified in the School District's Reports

Table 5 below lists the proposed funding sources for all pending School Facility projects presently identified by the School District.

TABLE 5

POTENTIAL FUNDING SOURCES FOR PLANNED SCHOOL FACILITY PROJECTS

Sources	Construction of K-8 Facility in Ellis Project	Construction of K-8 Facility in Tracy Hills Project
State School Building Program	TBD	TBD
Community Facilities Districts	TBD	TBD
General Obligation Bond Proceeds	TBD	TBD
Reportable Fees	TBD	TBD
Certificates of Participation	TBD	TBD
Total	**$42,578,770**	**$42,578,770**

Notes: These school facilities costs are for fiscal year 2019/2020. Future school facilities may be funded by the State School Building Program, community facilities districts, general obligation bonds, and Reportable Fees.

D. Identification of the Approximate Dates on Which the Funding Referred to in Section III.C is Expected to be Deposited into the Appropriate Account or Fund

Table 6 on the following page lists the approximate dates on which the funds are expected to be available for the school facility projects presently identified by the School District.

TABLE 6

TIMING OF FUNDS FOR PLANNED SCHOOL FACILITY PROJECTS

Sources	Construction of K-8 Facility in Ellis Project	Construction of K-8 Facility in Tracy Hills Project
State School Building Program	Unknown	Unknown
Community Facilities Districts	Unknown	Unknown
General Obligation Bond Proceeds	Unknown	Unknown
Reportable Fees	As Available	As Available
Certificates of Participation	Unknown	Unknown

Notes: Future school facilities may be funded by the State School Building Program, community facilities districts, general obligation bonds, and Reportable Fees.

S:\Clients\Jefferson SD\Demographics\Monteith Study\SY1920\Report\Final\JeffersonSD_Annual&FiveYear_1920_Fn.docx

EXHIBIT A

REPORTABLE FEE EXPENDITURES FOR FISCAL YEAR 2019/2020

JEFFERSON SCHOOL DISTRICT

Public Improvements on Which Reportable Fees Were Expended

Fiscal Year 2019/2020

Project	Amount Paid From Fees During FY 2019/2020	Percent of Total Cost Funded With Fees
Monticello School - Relocatables	$21,000.00	100%
Hawkins School - Temporary Campus	$89,856.00	100%
Consulting/Professional Services	$10,279.85	100%
Total	**$121,135.85**	**N/A**