

COLTON JOINT UNIFIED SCHOOL DISTRICT



Five-Year 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, 2022, regarding 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 2021/2022 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, furnishings 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, 2021, and June 19, 2022, were established by the Board of Education (“Board”) of the School District on February 20, 2020, by Resolution No. 20-27. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the report entitled “Fee Justification Report for Residential and Commercial/Industrial Development” dated February 2020.

The Statutory School Fees for the period between June 20, 2022, and June 30, 2022, were established by the Board of Education (“Board”) of the School District on April 21, 2022, by Resolution No. 22-30. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the report entitled “Fee Justification Report for Residential and Commercial/Industrial Development” dated April 2022.

ALTERNATIVE SCHOOL FEES

Based on the District’s most recent analysis regarding its eligibility to adopt and impose Alternative Fees, for the period between July 1, 2021, and June 30, 2022, such Alternative School Fees were not justified or adopted.

SOURCES AND AMOUNTS OF FUNDING REQUIRED TO COMPLETE ELIGIBLE FACILITIES

For unexpended Reportable Fees Government Code 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>CFD SPECIAL TAXES/CEQA /DEVELOPER MITIGATION</u>	<u>GENERAL OBLIGATION BOND PROCEEDS</u>	<u>REDEVELOPMENT PASS- THROUGH AGREEMENTS</u>	<u>REPORT- ABLE FEES</u>	<u>TOTAL</u>
Administration of Developer Fee Program	\$0	\$0	\$0	\$0	\$125,000	\$125,000
DSA Closeouts	0	0	37,500	0	12,500	50,000
Portable Leases	0	0	0	0	1,670,000	1,670,000
Miscellaneous Costs	0	0	0	0	241,000	241,000
Terrace Hills MS Classroom Building	3,000,000	1,000,000	3,500,000	2,000,000	3,000,000	12,500,000
Colton MS Classroom Building	3,000,000	1,000,000	3,500,000	2,000,000	3,000,000	12,500,000
Grand Terrace ES Classroom Building	1,000,000	500,000	1,500,000	1,000,000	2,000,000	6,000,000
Lewis ES Classroom Building	500,000	500,000	500,000	500,000	1,000,000	3,000,000
Wilson ES Classroom Building	1,250,000	500,000	1,750,000	1,500,000	2,000,000	7,000,000
Zimmerman Elementary Relocation ⁽¹⁾	0	45,000,000	1,300,000	5,000,000	2,000,000	53,300,000
Unidentified Projects:						
Future Elementary Schools ⁽²⁾	0	25,198	0	0	0	25,198
Future Middle Schools ⁽²⁾	0	0	3,150,464	0	0	3,150,464
Future High School Expansion ⁽²⁾	0	0	780,055	0	0	780,055
Total	\$8,750,000	\$48,525,198	\$16,018,019	\$12,000,000	\$15,048,500	\$100,341,717

(1) Of the total amount shown for the relocation of Zimmerman Elementary approximately \$45 million is expected to be developer funded as a result of a recent agreement with the Bloomington Business Park Project.

(2) Amount shown is equal to ten percent (10%) of that amount necessary to accommodate the projected unhoused students from Future Dwelling Units as shown in Table XI of the Fee Justification Report for Residential & Commercial/Industrial Development, dated April 2022.

ANTICIPATED DATE ON WHICH FUNDING FOR ELIGIBLE PROJECTS WILL BE AVAILABLE

For unexpended Reportable Fees Government Code 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>CFD PROCEEDS OR SPECIAL TAXES</u>	<u>GENERAL OBLIGATION BOND PROCEEDS</u>	<u>RDA PASS-THRU FUNDS</u>	<u>REPORT-ABLE FEES</u>
Administration of Developer Fee Program					2022/23
DSA Closeouts			2022/23		2022/23
Portable Leases					2022/23
Miscellaneous Cost					2022/23
Terrace Hills MS Classroom Building	2022/23	2024/25	2023/24	2023/24	2025/26
Colton Middle School Classroom Building	2022/23	2024/25	2023/24	2023/24	2025/26
Grand Terrace ES Classroom Building	2022/23	2024/25	2023/24	2023/24	2025/26
Lewis ES Classroom Building	2022/23	2024/25	2023/24	2023/24	2025/26
Wilson ES Classroom Building	2022/23	2024/25	2023/24	2023/24	2025/26
Zimmerman Elementary Relocation			2026/27		2026/27
Future Elementary Schools			2026/27		2026/27
Future Middle Schools		2026/27			2026/27
Future High School Expansion			2026/27		2026/27

SUMMARY OF REPORTABLE FEES & SUFFICIENCY OF FUNDS

For any unexpended Reportable Fees remaining in the developer Fee Account five-years after they were first deposited into the Account, Government Code Government Code Section 66001(4)(d)(1) requires that a Report be prepared and make certain findings and determine whether sufficient funds have been collected to fund incomplete projects.

As evidenced in both the current and previous Fee Justification Reports (“FJR”), which are incorporated by reference, both the purpose of the fees and the relationship between the imposition and use of the fees have been well established [G.C. 66001(4)(d)(1)(A) and (B)]. Table 1 has summarized authorized projects, their expected costs and sources of funding expected to be utilized to complete a portion or all of the projects of which Reportable Fees is just one source of Funding [G.C. 66001(4)(d)(1)(C)]. Table 2 has summarized the approximate dates by which the necessary funding is expected to be deposited into the Developer Fee Account [G.C. 66001(4)(d)(1)(D)]. The information contained in this report demonstrates that the approximate amount of reportable fees expected to be necessary to complete the identified facilities still to be completed is in excess of the current balance in the Developer Fee Account as identified as identified in Table 2 of the Annual Report and thus, a sufficiency of funds does not yet exist and none of the Reportable Fees in the Developer Fee Account are available to be refunded. Additionally, there is a demonstrated need for Reportable Fees in the amounts set forth in the FJR to continue to be collected.