

***THE PERRIS UNION HIGH SCHOOL DISTRICT
ANNUAL REPORTABLE FEES REPORT FOR FISCAL YEAR
2016-2017, IN COMPLIANCE WITH GOVERNMENT CODE
SECTION 66000 ET SEQ.***

Government Code Section 66000 et seq. provides that the Perris Union High 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 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 construction (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 2016-2017:

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 and Alternative School Facility Fees. The Reportable Fees were deposited in Fund 25 – Capital Facilities (“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 2016-2017. (Government Code Section 66006(b)(1).)

a. Amount of the Reportable Fees:

The Reportable Fees were authorized to be levied on Development by the District’s Board of Trustees (“Board”) after adoption. As shown in the District’s Fee Justification Study (“FJS”) and School Facilities Needs Analysis (“SFNA”), 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 Within PESD	Level 1 Commercial/Industrial Within PESD
\$ 1.39 per square foot	\$ 0.2240 per square foot

From July 1, 2016 to June 30, 2017

Level 1 Residential Outside PESD	Level 1 Commercial/Industrial Outside PESD
\$0.97 per square foot	\$0.1568 per square foot

From July 1, 2016 to June 30, 2017

Alternative School Facilities Fees (Government Code Section 66006(b)(1)(B))

Level 2 Residential Within PESD	Level 2 Residential Outside PESD
\$ 1.69 per square foot	\$ 0.90 per square foot

From August 18, 2016 to June 30, 2017

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 (07/01/2016)	\$ 6,420,504.00
Amount of Reportable Fees Collected	\$ 2,362,470.00
Interest Earned	\$ 50,903.00
Refund	\$ 268,761.00
Expenditures	\$ -1,396,787.00-
Ending Balance (06/30/2017):	\$ 7,705,851.00

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.

Project Description	Project Total	Percentage of Project Total Funded w/ Reportable Fees
Pinacate Middle School (Interim Housing)	\$4,092.00	100%
Perris High School (Agricultural Research Center – Phase II)	\$430,248.00	28%
Consulting Services & Other Services (Legal Fees, Facility Master Planning, SFNA Reports, Dev. Fees Annual Report)	\$439,004.00	100%
Administrative Salaries & Benefits (Accountant, Clerk, Campus Supervisor, Health & Welfare, Life Insurance)	\$254,730.00	100%

¹ Pursuant to Education Code 17620(a)(5), Level 1 Fees collected may also be spent on the following non-facility 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, the three percent amount is calculated only on the amount of the Level 1 Fees that are collected.

- d. **If the District Has Accumulated Sufficient Funds to Complete Project(s) for Which It Previously Identified as Intending to Spend Reportable Fees,² and the Project Remains Incomplete, 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 2016-2017, 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)):**

Interfund Transfers:

Description of Project for which Interfund Transfer was Used	Fund(s) to Which Reportable Fees Were Transferred	Amount Transferred
High School #4 (Architect Fees, Pre-Construction Fees)	2015 Revenue Bond Financing	\$268,761.00 (Funds were transferred back on June 30, 2017)

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
Admin Salaries & Benefits 08/09	Fund 03	\$99,770	TBD	2.3755%
Admin Salaries & Benefits 09/10	Fund 03	\$12,971	TBD	1.3872%
Admin Salaries & Benefits 10/11	Fund 03	\$15,083	TBD	2.7766%
Facilities Accounting Consulting	Fund 03	\$17,000	TBD	1.3872%
Admin Salaries & Benefits 11/12	Fund 03	\$39,391	TBD	1.8833%
Admin Salaries & Benefits 12/13	Fund 03	\$35,903	TBD	1.3817%

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.

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
Admin Salaries & Benefits 14/15	Fund 03	\$76,638	TBD	1.4569%
Admin Salaries & Benefits 16/17	Fund 03	\$183,856	TBD	3.2390%

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. None of the statutory circumstances are applicable here.

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

00628-00005/4152707.2

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 legislative body may establish a reasonable annual charge for sending notices based on the estimated cost of providing the service.