

Palm Springs Unified School District
ANNUAL AND FIVE –YEAR FEE REPORT FOR THE 2017-2018
FISCAL YEAR

It is a requirement of Government Code Sections 66006 and 66001 that school districts provide certain financial information to the public each year. The report must be made available for public review 180 days after the close of the previous fiscal year. Developer fees are intended to be used for the construction and reconstruction (modernization) of school facilities to accommodate students from new development. Developer fees are not intended for general revenue purposes.

I. THE DISTRICT PROVIDES THE FOLLOWING INFORMATION IN COMPLIANCE WITH GOVERNMENT CODE SECTION 66006 FOR THE 2017-2018 FISCAL YEAR

A. Statutory School Facilities Fees (Government Code Section 66066(b)(1)(B))

July 1, 2017 – June 24, 2018

Level 1 Residential	\$ 3.48 per square foot
Level 1 Commercial / Industrial	\$ 0.56 per square foot

June 25, 2018 – June 30, 2018

Level 1 Residential	\$ 3.79 per square foot
Level 1 Commercial / Industrial	\$ 0.61 per square foot

B. AMOUNT OF DEVELOPER FEES

The fee amounts reported were authorized by the District’s Board of Education. The fees partially mitigate the impact caused by new residential and commercial construction and do not adequately fund the District’s school facility needs.

Amount of Fees Collected	Amount of Interest Earned
\$3,042,633.23	\$246,934.22
Refunds of Prior Years Expenditures - \$0.00	
Total Revenues	\$3,289,567.45

C. BEGINNING AND ENDING BALANCE OF ACCOUNT

	Fees
Beginning Balance (7/1/17)	\$16,216,672.27
Ending Balance (6/30/18)	\$18,361,434.34

D. FEES WERE EXPENDED FOR THE FOLLOWING PROJECTS IN FISCAL YEAR 2017-2018

**Palm Springs Unified School District
ITEMIZED FEE EXPENDITURES
2017-18**

Project Description	Percentage Funded with Fees	Amount
Administrative and Planning Costs	100%	\$249,555.10
Legal Fees for Developer Fees collections and Projects	100%	\$441.00
SFNA and Developer Fees Study	100%	\$18,730.00
Growth Impact Studies	100%	\$38,400.00
Unused Land Fees	100%	\$46,334.00
DSA Close-outs	100%	\$72,846.96
Julius Corsini Library	100%	\$1,490.00
Cielo Vista Modular Building Additions	100%	\$5,876.25
District Wide Modular Bldg. Additions –Phase II	100%	\$619,245.56
Desert Hot Springs H.S. CTE - Building	100%	\$61,010.72
Desert Hot Springs H.S. 4 Portable Classrooms	100%	\$30,875.79
Total Expense		\$1,144,805.38

E. DURING THE 2018-2019 FISCAL YEAR THE DISTRICT WILL COMMENCE CONSTRUCTION ON THE FOLLOWING PROJECTS IF SUFFICIENT FUNDS ARE COLLECTED

Project	Estimated/Actual Commencement Date
DHSHS Additional Classrooms - Growth	2019
DHSHS CTE Academy	2019

The District has determined that funds are not sufficient to fund the following projects but anticipate the commencement on the following projects at a future date.

Project
Desert Hot Springs New Elementary School

F. THE DISTRICT HAS TRANSFERRED OR MADE LOANS FROM THE ACCOUNT AS NOTED

(If not applicable, do state N/A)

Description of Interfund Transfer or Loan	Funds to Which Reportable Fees Are Loaned	Amount	Date Loan Repaid	Rate of Interest
N/A	N/A			

II. PROJECTS PROPOSED IN THE NEXT FIVE YEARS FOR WHICH FEES WILL BE EXPENDED

A. The fees are collected on new residential and commercial development within the District to fund school facilities required to serve students generated by new development. The fees will be used to fund construction and reconstruction (modernization) of school facilities and provide interim housing as necessary.

B. RELATIONSHIP BETWEEN FEES COLLECTED AND PURPOSE FOR WHICH THEY ARE COLLECTED

There is a reasonable relationship between fees charged and the need for construction and reconstruction (modernization) of school facilities. The School District does not have adequate facilities to accommodate students from new development. The fees collected do not exceed the cost of providing adequate school facilities.

C. SOURCES OF FUNDING

Source of Funding	Amount of Funding Anticipated to be Received to Complete Financing of School Facilities
1. State Funding Program Funds	\$5,250,000
2. State Hardship Funds	\$0.00
3. Community Facilities Districts	\$0.00
4. General Obligation Bond Proceeds	\$25,000,000
5. Redevelopment Pass-Through Agreements	\$0.00
6. Statutory School Facility Fees Level I	\$0.00
7. Alternative School Facility Fees Level II	\$0.00
8. Mitigation Payments	\$0.00
9. Certificates of Participation	\$0.00
10. SB-201 Fees	\$0.00
11. Total Funding (Anticipated)	\$30,250,000

**Palm Springs Unified School District
TO BE COMPLETED IN THE NEXT FIVE YEARS**

PROJECT NAME: Desert Hot Springs 4-Portables Classrooms

Total Cost of Project: \$1,000,000.00

Source of Funds	Estimated Cost of Project	Anticipated Date to Commence Project
1. Developer Fees	1,000,000.00	In progress

PROJECT NAME: Desert Hot Springs High School CTE Building

Total Cost of Project: 10,500,000.00

Source of Funds	Estimated Cost of Project	Anticipated Date to Commence Project
1. Developer Fees	\$5,250,000	In progress
2. State Funding	\$5,250,000	In progress

PROJECT NAME: Desert Hot Springs New Elementary School

Total Cost of Project: 45,000,000.00

Source of Funds	Estimated Cost of Project	Anticipated Date to Commence Project
1. Developer Fees	\$ 20,000,000	2021
2. Bond Funds	\$ 25,000,000	2021

ONGOING COST CHARGED TO DEVELOPER FEES

	Estimated Cost of Project	Anticipated Date to Commence Project
Administrative Costs at 3%	\$ 1,350,000	2019-2024
SFNA & Growth Studies	\$ 300,000	2019-2024
Other Fees	\$ 250,000	2019-2024
Total ongoing costs	\$1,900,000	2019-2024

D. SUMMARY OF ANTICIPATED REVENUE AND PROJECT COSTS

Total Funds Needed (Add total of projects to be completed in next five years)	\$60,300,000
Total Anticipated Funds (Line 11 of Funding Sources)	\$30,250,000
Fund Balance as of 6/30/18	\$18,361,434
Shortfall	\$ 11,688,566