



Romoland School District

Annual and Five-Year
Developer Fee Report
For Fiscal Year 2024/2025

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SECTION I. EXECUTIVE SUMMARY

Under Education Code 17620 *et seq.*, school districts may levy fees (“School Fees”) in order to offset the impacts to school facilities from new residential and commercial development. Commencing January 1, 1987, statutory school fees were authorized to be levied in the amount of \$1.50 per square foot of new residential assessable space and \$0.25 per square foot of enclosed commercial or industrial assessable space (“Level 1 Fees”) and are subject to an increase of the statutory fees based on the Statewide cost index for Class B construction, as determined by the State Allocation Board every two years. The SAB last increased the Level I Fees on January 24, 2024 and the maximum School Fees are currently \$5.17 per square foot for residential construction/reconstruction and \$0.84 per square foot for commercial/industrial construction. With the passage of Senate Bill 50 (the Leroy F. Greene School Facilities Act) in 1998, the State School Facility Program was established, and provides school districts with the option of adopting alternative school fees (also known as “Level II Fees” and “Level III Fees”) that exceed the Level I Fee upon meeting certain requirements and are valid for a maximum of one (1) year.

In accordance with Government Code Sections 66001 and 66006, Romoland School District (“School District”) must provide certain information on an annual and five-year basis regarding the collection and expenditure of School Fees collected under the authorization of Education Code Section 17620 *et seq.* and Government Code Section 65995 *et seq.* For the purposes of annual and five-year reporting requirements, School Fees do not include letters of credit and bond proceeds secured by payment of School Fees at a future date; revenues from developments under special mitigation agreements; or any other financing instruments used by the School District to fund school facilities’ construction and improvements.

This information shall consist of the following for the prior fiscal year (the “Annual Report”):

- Beginning balances
- Ending balances
- Amount of School Fees Collected
- Interest earned
- Identification of any inter-fund transfers or loans, if applicable
- Amounts of any refunds
- Identification of the program on which School Fees were expended, including the percentage of the cost of the project funded by School Fees in connection with school facilities to accommodate additional students from new development if funded or partially funded with fees.
- Identification of an approximate date by which the construction of the public improvement will commence if the School District determines that sufficient funds have been collected to complete financing on an incomplete public improvement.
- Identification of each public improvement in the previous report and whether construction began on the approximate date noted in the previous report, and if

construction did not commence by the approximate date, any reason for the delay and a revised approximate date.

In addition, the School District must identify the following information with respect to the portion of the School Fee account and/or subaccounts remaining unexpended, whether committed or uncommitted (the “Five-Year Report”):

- Identification of the purpose to which the School Fee is to be expended
- Demonstration of a reasonable relationship between the School Fee and the purpose for which it is charged
- Identification of all sources and amounts of funding anticipated to complete financing for incomplete projects and the approximate date funding is expected to be deposited.

For the purposes of annual and five-year reporting requirements, School Fees do not include letters of credit and bond proceeds secured by payment of School Fees at a future date; revenues from developments under special mitigation agreements; or any other financing instrument used by the School District to fund school facilities construction and improvements. The following information addresses annual and five-year reporting requirements specified by Government Code Sections 66001 and 66006.

The Board of Trustees will review the Annual Report and Five-Year Report (collectively the “Report”) at the next regularly scheduled Board meeting, at least 15 days after the Report was made available to the public. In addition, at least 15 days prior to the meeting, the School District will post a public notice of the time and place of the meeting, including information with respect to where the Report may be reviewed, and will mail the public notice to any interested party who filed a written request with the School District for mailed notice of such meeting.

SECTION II. ANNUAL REPORTING REQUIREMENTS

This report contains certain information regarding the type, amount, collection and expenditure of School Fees for Fiscal Year (“FY”) 2024/2025.

A. Type and Amount of Fee

The School District collected Level I Fees on both residential and commercial development in FY 2024/2025, pursuant to Sections 17620 et seq. of the Education Code and Sections 66001 and 65995 et seq. of the Government Code. School Fees are deposited into the Capital Facilities Fund, Fund 25, which is used primarily to account separately for monies received from fees levied upon development projects as a condition of approval. Level I Fees were levied on square footage of assessable space for commercial/ industrial construction/ reconstruction and residential construction/reconstruction (primarily residential additions). Since the School District serves students enrolled in grades TK through 8, the School District has entered into a fee-sharing agreement with Perris Union High School District (“PUHSD”), according to which it can collect 72 percent of statutory Level I fees. For FY 2024/2025, the School District collected 72 percent of the maximum Level I fee amount approved by the State Allocation Board in January 2024.

In the absence of independent agreements to otherwise mitigate the impact of nonresidential/ residential development, excluding residential additions with an assessable area under 500 feet, all construction and reconstruction in the School District was subject to School Fees in the amounts set forth in the table below.

Fee Type	Effective Dates For Fiscal Year 2024/2025	School Fee Per Square Foot
Level I Fees (Residential) ¹	July 1, 2024 – June 30, 2025	\$3.72
Level I Fees (Commercial/Industrial) ¹	July 1, 2024 – June 30, 2025	\$0.60
Level I Fees (Rental Self-Storage) ¹	July 1, 2024 – June 30, 2025	\$0.06

¹ Adopted by the Board of Trustees on March 12, 2024, effective May 11, 2024.

B. Beginning and Ending Balance of Account, School Fees Collected, Interest Earned and Disbursements (Government Code Section 66006(b) (1) (C) and (D))

In FY 2024/2025, School Fees were deposited and expended from Fund 25 in amounts as follows:

Item	Amount
Beginning Balance July 1, 2024	\$15,691,128.53¹
Revenues	
School Fees Collected	\$587,472.36
Interest Earned	672,201.41
Fair Market Value Adjustment	210,573.00
Revenues Subtotal	\$1,470,246.77
Expenditures	
Project Expenditures	(\$6,159,736.65)
Administrative Expenditures	(54,207.71)
Expenditures Subtotal	(\$6,213,944.36)
Ending Balance June 30, 2025	\$10,947,430.94

¹ In previous years, this report considered the entirety of Fund 25. This year the report only reflects the balance and transactions for the reportable School Fees (Resource 9010). Therefore, the July 1, 2024 beginning balance does not align with the June 30, 2024, ending balance in the prior report.

C. Improvements on Which School Fees Were Expended

Government Code Section 66006 (b) (1) (E) requires an identification of public improvements upon which School Fees were expended, along with the amounts and percentage of total project expenditures that were funded by School Fees.

Project	Amount of Project Total Funded	Percentage of Project Total Funded
Project Expenditures		
Monument Ranch School	6,159,736.65	100.00%
Administrative Expenditures		
Software (Project Accounting)	\$25,000.00	100.00%
Administrative Salaries and Benefits	21,716.85	100.00%
Consulting Services and Other Services	7,490.86	100.00%
Total	\$6,213,944.36	N/A

D. Anticipated Dates of Commencement for Sufficiently Funded and Incomplete Public Improvement Projects

Should the School District determine that sufficient funds are available to complete an incomplete public improvement project, pursuant to Government Code 66006 (b) (1) (F), the School District must identify an approximate date by which construction of the public improvement will commence. In addition, the School District must indicate whether construction began by the approximate date on each public improvement project identified in the previous report¹, and for any such public improvement project for which construction did not commence by the approximate date, any reason for delay and a revised approximate date.

The School District has determined that for FY 2024/2025, School Fees and other sources of funding were sufficient to complete the financing of the Monument Ranch School Project. The construction of the project began as identified in the previous report¹ and was completed in FY 2024/2025.

E. Interfund Transfers or Loans

Government Code Section 66006 (b) (1) (G) requires the 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 loans or transfers were made during the reporting period.

F. Refunds or Allocations of School Fees

Government Code Section 66001 (e) stipulates that the School District is required to refund certain unexpended portions of School Fees and interest accrued to property owners, subject to exceptions described under Government Code 66001 (f). No such refunds were issued in FY 2024/2025.

Government Code Section 66006(b)(1)(H) requires the School District to provide a description of the amount of any allocations made pursuant to Government Code section 66001(f). No such allocations were made in FY 2024/2025.

¹ Combined Annual and Five-Year Developed Fee Report adopted by the Board of Trustees of the School District dated November 27, 2024.

SECTION III. FIVE-YEAR REPORTING REQUIREMENTS

Government Code Section 66001 requires the following information to be provided with respect to unexpended funds in the account.

A. Purpose to Which the School Fee is to be Expended

The purpose of the School Fees collected on new residential and commercial/industrial development is to fund construction and reconstruction (including permissible refurbishment and rehabilitation) of school facilities required to serve students generated by new development within the School District. This includes, without limitation, use of School Fees, as necessary, to provide interim housing for children generated by new development, and for other school-related considerations relating to the School District's ability to accommodate enrollment generated from new development and costs attributable to the increased demand for school facilities reasonably related to new development and necessary to maintain existing levels of service. Likewise, fees will also be used for other indirect and support services related to construction and reconstruction (including permissible refurbishment and rehabilitation) of school facilities necessary as a result of development.

B. Reasonable Relationship Between the School Fee and the Purpose for Which It Is Charged

There is a roughly proportional and reasonable relationship between the new residential, commercial, and industrial development upon which School Fees are charged and the need for additional school facilities by reason of the fact that additional students will be generated by new development within the School District and the School District does not have student capacity in its existing school facilities to accommodate these new students. The School Fees charged on new development will be used to fund school facilities needed to serve the students generated from new development. Additionally, the School Fees do not exceed the cost of providing school facilities for the new students generated from new development. Rather, the School Fees only partially mitigate the impact caused by development and do not adequately fund the school facilities necessary to accommodate the students generated by such development.

The studies listed below demonstrate these findings and provide justification for School Fees imposed by the School District over the previous five (5) fiscal years:

Study Type	Level of Developer Fees	Dated Adopted	Effective Dates for Fiscal Years 2020/2021 through 2024/2025
Fee Justification Study	Level I	03/12/2024	05/11/2024 – 06/30/2024
Fee Justification Study	Level I	04/12/2022	06/11/2022 – 05/10/2024
Fee Justification Study	Level I	03/10/2020	11/11/2021 – 06/10/2022
School Facilities Needs Analysis	Level II & III	11/10/2020	11/11/2020 – 11/10/2021
Fee Justification Study	Level I	03/10/2020	07/01/2020 – 11/10/2020

C. Identification of All Sources and Amounts of Funding Anticipated to Complete Financing for Incomplete Projects

The following table provides the information required by Government Code Section 66001(d)(1) (C) and (D). The information is reported as of the date of this report and is subject to change.

Source of Funding	Expected Deposit Date	Anticipated Funding Amount
<i>Elementary School #8 - Expected to Commence Fiscal Year 2029/2030</i>		
School Fees	As Available	\$4,826,000
State Funding	FY 2028/2029	\$23,400,000
G.O. Bonds	FY 2029/2030	\$45,000,000
<i>Total Estimate Project Costs</i>		\$73,226,000
<i>Boulder Ridge Modernization - Expected to Commence Fiscal Year 2026/2027</i>		
School Fees	On hand ¹	\$760,000
Community Facilities District Funds	FY 2026/2027	\$293,600
<i>Total Estimate Project Costs</i>		\$1,053,600
<i>Harvest Valley Modernization - Expected to Commence Fiscal Year 2025/2026</i>		
School Fees	On hand ¹	\$2,390,000
Community Facilities District Funds	FY 2025/2026	\$905,000
<i>Total Estimate Project Costs</i>		\$3,295,000
<i>Mesa View Modernization - Expected to Commence Fiscal Year 2026/2027</i>		
School Fees	On hand ¹	\$560,000
Community Facilities District Funds	FY 2026/2027	\$218,600
<i>Total Estimate Project Costs</i>		\$778,600
<i>Romoland Modernization - Expected to Commence Fiscal Year 2025/2026</i>		
School Fees	On hand ¹	\$1,240,000
Community Facilities District Funds	FY 2025/2026	\$473,600
<i>Total Estimate Project Costs</i>		\$1,713,600
<i>Ethan A. Chase Modernization - Expected to Commence Fiscal Year 2026/2027</i>		
School Fees	On hand ¹	\$150,000
Community Facilities District Funds	FY 2026/2027	\$58,000
<i>Total Estimate Project Costs</i>		\$208,000
<i>Romoland Portables - Expected to Commence Fiscal Year 2028/2029</i>		
School Fees	On hand ¹	\$5,330,000
Community Facilities District Funds	As Available	\$2,004,712
<i>Total Estimate Project Costs</i>		\$7,334,712
<i>Additional Property - Expected to Commence Fiscal Year 2025/2026</i>		
School Fees	On hand ¹	\$500,000
<i>Total Estimate Project Costs</i>		\$500,000
Grand Total Estimate Project Costs		\$88,109,512

¹ Based on the balance as of June 30, 2025 in Fund 25 (Resource 9010)