TUSTIN 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 Tustin 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, 2025 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 2024-2025 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, 2024 and June 30, 2025 were established by the Board of Education ("Board") of the School District on April 22, 2024 by Resolution No. 04-15-24. 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 2024.

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, 2024 and June 30, 2025, 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

Project	State School Building Program	Community Facilities Districts	General Obligation Bond Proceeds	Redevelopment Pass-Thru Agreements	Reportable Fees	Total
Administration Fees	$0	$0	$0	$0	$125,000	$125,000
Elem - Office Expansions	0	0	0	0	10,600,000	10,600,000
Arroyo, Beswick, Estock, Guin Foss, Loma Vista						
Early Education (TK) Expansions	0	0	0	0	7,000,000	7,000,000
Secondary Schools - Office Expansions	0	0	0	0	3,500,000	3,500,000
Tustin Education Center at MCAS [1]	12,058,650	0	0	4,000,000	4,000,000	20,058,650
Total Future School Facilities	$12,058,650	$0	$0	$4,000,000	$25,225,000	$41,283,650

(1) Costs shown for new TUSD Administration building represents only that portion of the estimated costs to be funded from the various funding sources shown above and the amount allocated to Reportable Fees represents approximately ten percent (10%) of the total project costs and is a conservative estimate of that portion of the facility that will be utilized to construct facilities to be used for Educational Programs and Training.

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

Project	State School Building Program	Community Facilities Districts	General Obligation Bond Proceeds	Redevelopment Pass-Thru Agreements	Reportable Fees
Administration Fees					2027/28
Elem - Office Expansions					2026/27
Arroyo, Beswick, Estock, Guin Foss, Loma Vista					2026/27
Early Education (TK) Expansions					2026/27
Secondary Schools - Office Expansions					2027/28
Tustin Education Center at MCAS [1]	2025/26			2025/26	2026/27

(1) Costs shown for new TUSD Administration building represents only that portion of the estimated costs to be funded from the various funding sources shown above and the amount allocated to Reportable Fees represents approximately ten percent (10%) of the total project costs and is a conservative estimate of that portion of the facility that will be utilized to construct facilities to be used for Educational Programs and Training.

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 ("FJRs"), 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.