Annual Developer Fee Report
2024-2025 Fiscal Year

Made Publicly Available on December 17, 2025
Presented to the Governing Board on January 8, 2026

Background

California Education Code section 17620 authorizes school districts to levy a fee, charge, dedication, or other requirement against any construction within the boundaries of the district, for the purpose of funding the construction or reconstruction of school facilities.

In accordance with Education Code sections 17620, et seq., and Government Code sections 65995, et seq., the Governing Board of the Los Gatos-Saratoga Union High School District approved and adopted Resolution No. 23/24-12 on April 23, 2024. This resolution set the District's fees on residential development to $1.59 per square foot, on commercial/industrial developments to $0.26 per square foot, and on rental self storage facility developments to $0.07 per square foot, effective June 22, 2024. These fees are collected with and in addition to the fees levied by the feeder elementary school district in which the development lies. In the case of developments within Los Gatos Union School District, Saratoga Union School District, and Loma Prieta Joint Union School District, the combined fees are collected by the elementary school district, and the District's portion is remitted by the feeder. In the case of development within the Lakeside Joint Union School District, LGSUHSD collects the fee directly.

The most recent Developer Fee Justification Study was prepared in March 2024 by SchoolWorks, Inc., and it set forth a reasonable relationship between the fee to be imposed, the type of development project on which the fee is to be imposed, and the increased school facilities made necessary by virtue of the burden imposed by the development.

In accordance with Government Code sections 66001 and 66006, school districts must make available to the public an annual report and a five-year report on their developer fees fund. These reports shall be completed and made available within 180 days after the last day of each fiscal year and not less than 15 days prior to their adoption at a regularly scheduled public meeting.

The fiscal year for the Los Gatos-Saratoga Union High School District ended on June 30, 2025. These reports were made available to the public on December 17, 2025. These reports were reviewed and adopted at the regularly scheduled meeting of the Board of Trustees on January 8, 2026

Annual Report

The reportable fees of the Los Gatos-Saratoga Union High School District consist of what are commonly known as Level 1 Developer Fees as established by the State Allocation Board, in accordance with Education Code section 17620 and Government Code section 65995, from residential and commercial/industrial development.

From December 22, 2018 through June 21 2024, the fees on residential development were $1.17 per square foot, and the fees on commercial/industrial developments were $0.19 per square foot. Effective June 22, 2024, the rates were increased to $1.59 per residential square foot, $0.26 per commercial square foot, and $0.07 per square foot for rental self storage facilities.

Proceeds from Developer Fees are maintained in the Capital Facilities Fund (Fund 25), which is segregated from the general fund. On July 1, 2024, the beginning fund balance was $567,943.18. On June 30, 2025, the ending fund balance was $813,890.70.

For fiscal year 2024-2025, the amount of fees collected was $247,714.09. During the same time period, the interest earned was $22,295.96. Additionally, there was an increase in fair market value equal to $887.47. Total revenues from July 1, 2024 through June 30, 2025 were $270,897.52.

During fiscal year 2024-2025, the District began planning a facility reconstruction/modernization at Los Gatos High School to accommodate the emergency egress of students from the facility. Related to this project, a total of $9,010 was expended on consultants, and $3,940 was expended on architectural services. Planning will continue during the 2025-2026 fiscal year, and the District plans to commence construction in Summer 2026. In addition, a total of $12,000 was expended on contract services for fund administration.

No interfund loans were made from the fund during the 2024-2025 fiscal year, and as of June 30, 2025, no interfund loans are due to the fund.

For fiscal year 2024-2025, there were no refunds to the then current record owner or owners of the lots or units, as identified on the last equalized assessment roll. Additionally, there was no determination that the revenues shall be allocated for some other purpose for which fees are collected.

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