



**San José
Unified
School District**

**Annual and Five-Year Developer Fee Report
2023-2024 Fiscal Year**

**Publicly Available on December 12, 2024
Adopted on January 16, 2025**

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 San José Unified School District approved and adopted Resolution 2022-06-16-01 on June 16, 2022. This resolution set the fees on residential development to \$4.79 per square foot and the fees on commercial/industrial developments to \$0.78 per square foot, effective August 15, 2022.

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 San José Unified School District ended on June 30, 2024. These reports were made available to the public on December 12, 2024. These reports were reviewed and adopted at the regularly scheduled meeting of the Board of Education on January 16, 2025.

Annual Report

The reportable fees of the San José Unified School District consist of what are commonly known as Level 1 Developer Fees as established by the State Allocation Board (SAB), in accordance with Education Code section 17620 and Government Code section 65995, from residential and commercial/industrial development.

From July 1, 2021 through August 14, 2022, the fees on residential development were \$3.48 per square foot and the fees on commercial/industrial developments were \$0.56 per square foot. Effective August 15, 2022, the rates were increased to \$4.79 per residential square foot and \$0.78 per commercial square foot. The current mini-storage fee on commercial/industrial developments is \$0.05 per square foot.

On July 1, 2023, the beginning fund balance was \$23,441,860. On June 30, 2024, the ending fund balance was \$28,665,232.

For fiscal year 2023-2024, the amount of fees collected was \$3,821,452. During the same time period, the interest earned was \$932,032. Additionally, there was an increase in fair market value equal to \$280,013. Total revenues from July 1, 2023 through June 30, 2024 were \$5,033,497. For fiscal year 2023-2024, \$114,722 was expended on administrative costs, \$154,075 was expended on services and \$2,325 was expended on construction project Z0528, Washington TK Door Hardware.

At this time, San José Unified has made no determination that sufficient funds have been collected to complete financing on an incomplete public improvement.

For fiscal year 2023-2024, 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.

Five-Year Report

Reportable fees are for the purpose of funding the construction or reconstruction of school facilities.

The San José Unified School District had a study prepared by King Consulting, which 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. This Development Fee Justification Study, dated June 2022, documents the need for the school facilities fees.

The San José Unified School District Measure H Implementation Plan (HIP) identified \$485 million in requested scope or identified need. This document was established in November 2014, updated in October 2017, and updated again in November 2019. Insufficient sources and amounts of funding are available to complete all of the requested scopes and identified needs.

Requested scopes and identified needs will be completed as necessary funds are collected.