

FISCAL YEAR
ENDED

JUNE 30, 2022

DEVELOPMENTAL IMPACT FEE REPORT



CITY OF
CHOWCHILLA

CALIFORNIA
Kerri Williams
Finance Director

List of Principal Officials

City Council

John Chavez.....Mayor
Ray BarraganMayor Pro Tem
Kelly Smith..... Council Member
Waseem Ahmed Council Member
Diana Palmer..... Council Member

Executive Team

Rod Pruett.....City Administrator
Joann McClendon.....City Clerk
Mary Lerner.....City Attorney, Lozano Smith
David Riviere.....Chief of Police
Kerri Williams.....Finance Director
Fred Gaumnitz..... Fire Chief and Code Enforcement
Jason Rogers..... Public Works Director
Mark Hamilton.....Community Development Director

Development Impact Fee Report

Legal Requirements

State law (California Government Code Section 66006) requires each local agency that imposes AB 1600 development impact fees to prepare an annual report providing specific information about those fees. Within the AB 1600 legal requirements, it stipulates that fees imposed on new development have the proper nexus to any project on which they are imposed. In addition, AB 1600 imposes certain accounting and reporting requirements with respect to the fees collected. The fees, for accounting purposes, must be segregated from the general funds of the City and from other funds or accounts containing fees collected for other improvements. Interest on each development fee fund or account must be credited to that fund or account and used only for the purposes for which the fees were collected.

Current California Government Code Section 66006 (b) requires that for each separate fund the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the information shown below for the most recent fiscal year.

- A brief description of the type of fee in the account or fund.
- The amount of the fee.
- The beginning and ending balance of the account or fund.
- The amount of the fees collected and interest earned.
- Identify each public improvement on which fees were expended and the amount of expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.
- An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement.
- A 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.
- The amount of refunds made due to sufficient funds being collected to complete financing on incomplete public improvements, and the amount of reallocation of funds made due to administrative costs of refunding unexpended revenues exceeding the amount to be refunded.

California Government Code Section 66001 (d) requires the local agency make all of the following findings every fifth year with respect to that portion of the account remaining unexpended, whether committed or uncommitted

- Identify the purpose of the fee.
- Demonstrate a reasonable relationship between the fee and purpose for which it is charged.
- Identify all sources and amounts of funding anticipated to complete financing in incomplete improvements.
- Designate the approximate dates on which the funding is expected to be deposited into the appropriate account or fund.
- In any action imposing a fee as a condition of approval of a development project by a local agency, the local agency shall determine how there is a reasonable relationship between the amount of the fee and the cost of the public facility or portion of the public facility attributable to the development on which the fee is imposed.

Description of Development Impact Fee Funds

- *Fire Impact Fee Fund* - To provide for the expansion, design and construction of fire facilities and equipment to address increased demands of the fire department caused by new development.
- *Public Building Impact Fee Fund* - To provide for the expansion, design and construction of public facilities to address increased demands of the city affected by new development
- *Park Development Impact Fee Fund* - To provide for the acquisition and development of parks and recreation facilities impacted by new development in the designated areas.
- *Police Impact Fee Fund* – To provide for the Police Department building expansion and equipment to address increased demands on the police caused by new development.
- *Waste Water Impact Fee Fund* - To provide for the expansion of collection and treatment capacities in the wastewater utility due to increased sewage caused by new development.
- *Signalization Impact Fee Fund* - Traffic facilities are to provide for the impacts of increased traffic caused by new development.
- *Storm Drain Impact Fee Fund* - Installation of public storm drainage and flood control facilities within the city boundaries to service needs of future development.
- *Streets and Roads Impact Fee Fund* - To provide for traffic improvements necessary to accommodate the increase in traffic generated by new development.
- *Water Systems Impact Fee Fund* - To provide for the expansion of production, storage, transmission, treatment and distribution facilities to service new development.

Water Development Impact Fee Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Fiscal Year Ending June 30, 2022

Description	Fiscal Year 2017/2018	Fiscal Year 2018/2019	Fiscal Year 2019/2020	Fiscal Year 2020/2021	Fiscal Year 2021/2022
Revenues					
Fees	\$ 706	\$ 8,692	\$ 7,709	\$ 10,219	\$ 233,837
Investment Income	2,523	3,817	3,217	706	777
Other*					
Total Revenues	3,230	12,509	10,927	10,925	234,613
Expenditures					
Expenditures (1)		4,647	48,736	23,454	96,260
Total Expenditures	-	4,647	48,736	23,454	96,260
Revenues Over/(Under) Expenditures	3,230	7,862	(37,809)	(12,529)	138,353
Beginning Fund Balance	223,733	226,963	234,825	197,016	184,487
Adjustment to Beginning Balance					(1)
Ending Fund Balance	226,963	234,825	197,016	184,487	322,839

Five-Year Revenue Test Using First In First Out Method

Available Revenue Current Year	3,230	12,509	10,927	10,925	234,613
Available Revenue Prior Year (2-yr Old Funds)	12,259	3,230	12,509	10,927	10,925
Available Revenue Prior Year (3-yr Old Funds)	18,799	12,259	3,230	12,509	10,927
Available Revenue Prior Year (4-yr Old Funds)	7,286	18,799	12,259	3,230	12,509
Available Revenue Prior Year (5-yr Old Funds)	2,391	7,286	18,799	12,259	3,230
Available Revenue Greater than 5 Prior Fiscal Years	182,998	180,742	139,292	134,637	50,636
	226,963	234,825	197,016	184,487	322,839

*Other may include Prior Period Adjustments, Adjustments to beginning balances or Miscellaneous Revenue

(1) SCADA Project in FY's 18/19, 19/20, 20/21. Council approved Development Impact Fee Incentive Program