

HOWELL MOUNTAIN ELEMENTARY SCHOOL DISTRICT

2025-26 Developer Fee Annual Report



September 15, 2026

**Howell Mountain Elementary School District
2025-26 Developer Fee
Annual Report**

Government Code (GC) Section 65995 and California Education Code (EC) Section 17620 allow school districts to levy fees on residential and/or commercial/industrial projects within a school district's boundaries. These fees are known as 'developer fees' and/or 'school impact fees.' The State Allocation Board (SAB) sets the per-square-foot Level 1 school impact fees every two years. District staff collects school impact fees on residential and commercial/industrial development projects that are within the District's boundaries.

The Howell Mountain Elementary School District (District) is required by GC 66006 to file this annual informational report. The Code requires school agencies to disclose the amount of fees collected during the year, the interest earned on these funds, and how the total funds were expended.

Background:

On January 1, 1987, school districts were authorized to levy statutory developer fees on new residential and commercial/industrial developments. Originally set forth in GC Sections 53080 and 65995, Assembly Bill (AB) 2926, known as the 1986 School Facilities Legislation, granted school districts the right to levy fees. In 1998, Senate Bill (SB) 50 was passed creating a multi-level fee structure to allow fast-growing school districts to charge higher levels of fees if the districts could show a nexus between the growth, eligibility for state funding, and the need for additional student housing. These higher levels of fees are often referred to as Level II and Level III Fees, while the original fees authorized in 1987 are referred to as Level I Fees. The District collects only Level I fees, levied on housing construction and remodels. AB 516, effective January 1, 2024, expands the reporting requirements and increases transparency for individuals required to pay developer fees. This includes the right to request an audit, the right to request mailed notice of this annual report, and a link to the internet website where this report is available to review.

Government Code 66006 requires the annual report to contain the following information:

(A) A brief description of the type of fee in the account or fund.

The District collects Level I fees.

(B) The amount of the fee.

The charge for Level I fees is \$5.17 per square foot for residential projects and \$0.84 per square foot for commercial/industrial projects.

(C) The beginning and ending balance of the account or fund.

Beginning balance:	\$75,380.32
Ending balance:	\$5,038.19

(D) The amount of the fees collected and the interest earned.

Fees Collected:	\$4,735.72
Interest Earned:	\$1,158.13

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

The District completed a restroom renovation project to retrofit restroom facilities for Transitional Kindergarten (TK) students in response to the expansion of TK enrollment and the associated need to provide appropriate and adequate facilities for these students.

The project included improvements necessary to adapt an existing restroom to better serve TK students and support the District's facilities needs resulting from the expansion of the TK program in California. The project's total cost was \$76,990.53 and was funded 98% with developer fees.

(F) (i) 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, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Not applicable. No additional projects have been identified to be funded by Developer Fees at this time.

(ii) An identification of each public improvement identified in a previous report pursuant to clause (i) and whether construction began on the approximate date noted in the previous report.

The 2024-25 annual report identified the TK restroom improvement project, which was successfully completed during the 2025-26 fiscal year. Construction began on the approximate date noted in the previous report (August 2025).

(iii) For a project identified pursuant to clause (ii) for which construction did not commence by the approximate date provided in the previous report, the reason for the delay and a revised approximate date that the local agency will commence construction.

Not applicable.

(G) 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.

Interfund Transfers Out:	\$0.00
Interfund Loans Out:	\$0.00

(H) The amount of refunds made pursuant to subdivision (e) of Section 66001 and any allocations pursuant to subdivision (f) of Section 66001

Not applicable. No refunds or allocations were made pursuant to the applicable subdivisions.

**HOWELL MOUNTAIN ELEMENTARY SCHOOL DISTRICT
2025-26 Developer Fee Financial Report**

Beginning Balance	\$75,380.32
Revenues	
Developer Fees	\$4,735.72
Interest	\$1,158.13
Transfer-in	\$754.55
Total Revenues	\$6,648.40
Expenditures	
Land	\$0.00
Buildings and Improvements	\$76,990.53
Professional/Consulting Services and Operating Expenditures	\$0.00
Total Expenditures	\$76,990.53
Ending Balance	\$5,038.19