

Development Impact Fee Annual Report City of Hemet

Fiscal Year Ending June 30, 2023



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Executive Summary

Development Impact Fees refer to charges levied by local governments on fresh development endeavors, aimed at funding the procurement, building, and enhancement of public facilities and infrastructure required to support these undertakings. In accordance with California state law, local authorities are obligated to compile an annual report on the state of their Development Impact Fee (DIF) Program, with further assessments mandated every fifth year. This report fulfills the legal prerequisites for Fiscal Year 2022-23 (FY23), spanning from July 1, 2022, to June 30, 2023. The City of Hemet presently gathers the development impact fees outlined in the table provided below. Each development impact fee must be deposited and managed in a separate fund.

| Fund | Fee |
|-------------|--|
| 315 | Public Meetings Facilities Fee |
| 316 | General Facilities Fee |
| 326 | Flood Control Fee (Storm Drainage Facilities Fee) |
| 329 | Bridges, Streets, & Traffic Fee |
| 331 | Law Enforcement Facilities Fee |
| 332 | Fire Facilities Fee |
| 361 | Park Development Fee |
| 362 | Valley-Wide Park Development Fee |
| 363 | Library Facilities Fee |

The City of Hemet (City) initiated its DIF Program on January 23, 2001, concurrently with the adoption of Ordinance No. 1639, which involved a revision and renumbering of the City Municipal Code. These fees were initially established by Ordinance No. 1354 as part of the said revision. The specific dollar amounts of the fees were originally adopted on January 23, 2001, through the same Ordinance No. 1639. Subsequently, the fee figures for non-residential property were last updated on July 26, 2004, under Resolution No. 3837, while the residential property fee amounts were last revised on January 23, 2006, as per Resolution No. 3981. Furthermore, on August 22, 2006, the authorization for the establishment of the Valley Wide Facilities Fee Fund took place, earmarking 16.3% of all new park impact fees for this purpose. On a separate note, the collection of the Public Meeting Facilities Fee has been discontinued.

The most recent Nexus Study, conducted by TischlerBise and dated January 3, 2006, was followed by the City Council's adoption of Resolution No. 3981 on January 23, 2006. This resolution approved the Nexus Study methodology and made amendments to Resolution No. 3837 concerning DIFs for residential development projects. However, the rates for non-residential projects remained unchanged as stated in Resolution No. 3981. It was specified that the City Council would address adjustments to DIFs for commercial and/or industrial projects separately and later with proper notice.

Section 1 – Requirements of the Mitigation Fee Act (AB1600)

In 1987, the state of California enacted Assembly Bill (AB) 1600, also known as the Mitigation Fee Act, which introduced Section 66000 et. seq. of the Government Code. This Act was later amended by Assembly Bill 518 and Senate Bill (SB) 1693. According to AB1600, the city is obligated to provide annual reports on fee information and submit additional reports every fifth year. Within 180 days after the conclusion of each fiscal year, the City must make accessible the following information from the previous fiscal year:

Requirement 1 – Brief description of the type of fee in the account or fund.

Requirement 2 – Amount of the fee.

Requirement 3 – Beginning and ending balance in the account or fund.

Requirement 4 – Amount of fees collected and the interest earned during the previous year.

Requirement 5 – Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

Requirement 6 – 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 and the public improvement remains incomplete.

Requirement 7 – Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

Requirement 8 – Identification of any refunds made once determined that sufficient monies have been collected to fund fee-related projects.

After the initial deposit into the account or fund, and subsequently every five years, including the fifth fiscal year, the City is required to make the following findings regarding any remaining funds in the fee account, regardless of whether those funds are committed or uncommitted:

- Identification of the purpose to which the fees are to be put.
- Demonstrate a reasonable relationship between the use of the fee and the type of development paying the fee.
- Identification of all sources and amounts of funding anticipated to complete financing in incomplete improvements identified as part of the City’s annual report.
- Identification of the approximate dates on which the funding referred to in Requirement 3 is expected to be deposited into the appropriate account or fund.

Section 1 – Requirements of the Mitigation Fee Act (AB1600)

The City is obligated to make this information accessible for public review and must present it during the next regularly scheduled public meeting, with at least 15 days' notice after the information is made available to the public. This report fulfills the annual reporting requirements for Fiscal Year 2022-23.

This report specifically addresses the annual reporting requirements and does not encompass the five-year reporting obligations. The City has previously fulfilled the five-year report in FY 2020-21.

Section 2 – Annual Report

The subsequent section contains essential information essential to comply with the legal prerequisites for each impact fee fund. This includes a concise description of the fee, its amount, the initial and final balances, the collected fee revenues, earned interest, and the expenditures on each project, along with the percentage funded by the fees. Additionally, there is a summarized table indicating whether adequate funds have been designated for future projects and an approximate date for the commencement of public improvement construction if sufficient funds have been identified. Furthermore, any loans and refunds from the account are also clearly identified in this section.

Summary Table

Table 1. Summary Table on the next page provides an accounting of each impact fee fund and a total impact fee account balance. The table summarizes the starting fund balance, the amount of fees collected, the interest earned, the total expenditures, and the fiscal year ending fund balance.

Section 2 – Annual Report

| Table 1. Fund Summary | Fund 315 – Public Meeting Facilities | Fund 316 – General Facilities | Fund 326 – Flood Control | Fund 329 – Bridges, Streets, & Traffic | Fund 331 – Law Enforcement Facilities | Fund 332 – Fire Facilities | Fund 361 – Park Development | Fund 362 – Valley-Wide Park Development | Fund 363 – Library Facilities |
|---|--|-------------------------------------|-----------------------------|---|--|-------------------------------|-----------------------------------|--|-------------------------------------|
| Beginning Fund Balance | \$222,656 | \$1,241,970 | \$5,150,167 | \$6,383,786 | \$460,492 | \$3,891,521 | \$2,352,461 | \$319,491 | \$973,861 |
| <i>Revenues</i> | | | | | | | | | |
| Fees Collected | - | 278,877 | 691,043 | 969,356 | 173,062 | 204,998 | 431,962 | 93,390 | 259,455 |
| Interest Earned | 4,775 | 28,330 | 109,284 | 171,648 | 11,469 | 93,463 | 52,824 | 7,714 | 22,053 |
| Fair Market Value Adjustment ¹ | (1,067) | (6,331) | (24,422) | (38,359) | (2,563) | (20,886) | (11,805) | (1,724) | (4,928) |
| Other Revenues | - | - | - | 4,702 | - | - | - | - | - |
| Total Revenues | 3,708 | 300,876 | 775,906 | 1,107,347 | 181,969 | 277,574 | 472,982 | 99,380 | 276,580 |
| <i>Expenses</i> | | | | | | | | | |
| Project Expenses | - | 120,874 | 5,743 | 675,382 | - | - | 216,264 | - | 124,291 |
| Other Expenses ² | 2,891 | 2,891 | 2,891 | 2,036 | 2,891 | 2,891 | 2,891 | 2,891 | - |
| Total Expenses | 2,891 | 123,765 | 8,634 | 677,419 | 2,891 | 2,891 | 219,154 | 2,891 | 124,291 |
| Transfers In | - | - | - | - | - | - | - | - | - |
| Transfers Out | - | - | - | - | - | - | - | - | - |
| Ending Fund Balance | \$223,473 | \$1,419,081 | \$5,917,438 | \$6,813,714 | \$639,570 | \$4,166,204 | \$2,606,289 | \$415,981 | \$1,126,150 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Fund 315 – Public Meetings Facilities Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Public Meetings Facilities Fee supports the construction of community centers and public buildings that are accessible for community use. These buildings are distinct from general facilities, which are utilized by the City staff to carry out their municipal service responsibilities. The establishment of the Public Meetings Facilities Fee dates to Ordinance No. 1639, adopted on January 23, 2001. However, the City ceased collecting this fee as of August 2007.

Requirement 2. Amount of the fee.

Since August 2007, the Public Meetings Facilities Fee has not been collected. The funds previously collected are still accruing interest, and the City intends to utilize the remaining funds for future projects identified in Table 315.c.

Requirement 3. Beginning and ending balance in the account or fund.

Table 315.b provides a summary of the initial and final fund balances for the Public Meetings Facilities Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 31.5b provides a summary of the fees collected and the interest earned for the Public Meetings Facilities Fee during FY 2022-23.

Table 315.b: Public Meetings Facilities Fee Fund Summary

| Fund 315 – Public Meeting Facilities | |
|--|----------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 222,655.91 |
| <i>Revenues</i> | |
| Fees Collected | - |
| Interest Earned | 4,774.99 |
| Fair Market Value Adjustment ¹ | (1,067.08) |
| Other Revenues | - |
| Total Revenues | 3,707.91 |
| <i>Expenses</i> | |
| Project Expenses | - |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 2,890.62 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 223,473.20 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

During FY 2022-23, there were no recorded project expenditures for Fund 315.

Requirement 6. 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 and the public improvement remains incomplete.

Table 315.c provides a summary of the projected future expenditures for Fund 315 and the expected construction start date. As additional funds become available, the City's Capital Improvement Budget team will diligently identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

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Table 315.c: Public Meetings Facilities Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 315 Expense to Date ² | Fund 315 Expense FY 2022-23 ² | Fund 315 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|--------------------|---|-----------------------------|---------------------------------------|--|---|-----------------|--|
| 5631 | Library Second Floor Energy Enhancement Construction/Expansion/Reconfigure Lighting, Audio/Visual, HVAC ducting | 206,000 | | | 206,000 | 100% | TBD |
| GRAND TOTAL | | 206,000 | - | - | 206,000 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 316 – General Facilities Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The General Facilities Fee is designated to finance general office or work facilities and equipment utilized by City staff to fulfill their daily duties. The City officially initiated its DIF Program and the General Facilities Fee on January 23, 2001, through the adoption of Ordinance No. 1639, which involved a revision and renumbering of the City Municipal Code.

On July 26, 2004, the City Council approved the current fee amounts for non-residential property, as established by Resolution No. 3837. Subsequently, on January 23, 2006, the City Council adopted Resolution No. 3981, which established the present fee amounts for residential property based on the recommendations of the Nexus Study dated January 3, 2006, prepared by TischlerBise.

As per Resolution 3981, the rates for non-residential projects were not updated, and it stipulated that the City Council would consider adjustments to DIFs for commercial and/or industrial projects through separate and future noticed actions.

Requirement 2. Amount of the fee.

Table 316.a provides a summary of the General Facilities Fees for FY 2022-23.

Table 316.a: General Facilities Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$493 |
| Multi-Family (per DU) | \$669 |
| Single Family (per DU) | \$780 |
| Townhome/Duplex (per DU) | \$591 |
| Commercial/Office (per SF) | \$0.116 |
| Industrial (per SF) | \$0.116 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 316.b presents a summary of the initial and final fund balances for the General Facilities Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 31.6b provides a summary of the fees collected and the interest earned for the General Facilities Fee during FY 2022-23.

Table 316.b: General Facilities Fee Fund Summary

| Fund 316 – General Facilities | |
|--|------------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 1,241,970.37 |
| <i>Revenues</i> | |
| Fees Collected | 278,876.96 |
| Interest Earned | 28,330.16 |
| Fair Market Value Adjustment ¹ | (6,331.03) |
| Other Revenues | - |
| Total Revenues | 300,876.09 |
| <i>Expenses</i> | |
| Project Expenses | 120,874.39 |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 123,765.01 |
| | Transfers In - |
| | Transfers Out - |
| Ending Balance as of June 30, 2023 | \$ 1,419,081.45 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

Table 316.c provides a summary of the expenditures made on General Facilities Fee projects during FY 2022-23.

Requirement 6. 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 and the public improvement remains incomplete.

Table 316.c provides a summary of the projected future expenditures for the General Facilities Fee and the expected construction start date. As additional funds become available, the City's Capital Improvement Budget team will actively identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

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Table 316.c: General Facilities Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 316 Expense to Date ² | Fund 316 Expense FY 2022-23 ² | Fund 316 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|-------------|--|-----------------------------|---------------------------------------|--|---|-----------------|--|
| 5667 | Police Facility Security Renovation | 1,527,000 | 1,360,352 | | 82,811 | 95% | In Progress |
| 5721 | Clarifier Units for Corporation Yard | 107,340 | | | 107,340 | 100% | TBD |
| TBD | Street lights replacement | 150,000 | | | 150,000 | 100% | TBD |
| TBD | ADA Compliance Improvements | 500,000 | | | 500,000 | 100% | TBD |
| TBD | ERP Upgrades | 1,000,000 | | 120,874 | 879,126 | 100% | TBD |
| TBD | Municipal Building Updates and Expansion | 500,000 | | | 500,000 | 100% | TBD |
| TBD | Municipal Building Energy Management System Update | 450,000 | | | 450,000 | 100% | TBD |
| | GRAND TOTAL | 4,234,340 | 1,360,352 | 120,874 | 2,669,277 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 326 – Flood Control (Storm Drainage Facilities) Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Flood Control (Storm Drainage Facilities) Fee supports street gutter facilities, inlets, and a pipeline network of storm drain lines that transport runoff to various smaller lines, creeks, aqueducts, and channels across the City. The City initiated its DIF Program and the Flood Control Fee on January 23, 2001, through the adoption of Ordinance No. 1639, which involved a revision and renumbering of the City Municipal Code.

On July 26, 2004, the City Council established the current fee amounts for non-residential property through Resolution No. 3837. Subsequently, on January 23, 2006, the City Council adopted Resolution No. 3981, which determined the current fee amounts for residential property based on the recommendations of the Nexus Study dated January 3, 2006, prepared by TischlerBise.

As per Resolution 3981, the rates for non-residential projects were not updated, and it specified that the City Council would consider adjustments to DIFs for commercial and/or industrial projects through separate and future noticed actions.

Requirement 2. Amount of the fee.

Table 326.a provides a summary of the Flood control (Storm Drainage Facilities) Fees for FY 2022-23.

Table 326.a: Flood Control (Storm Drainage Facilities) Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$1,147 |
| Multi-Family (per DU) | \$474 |
| Single Family (per DU) | \$1,405 |
| Townhome/Duplex (per DU) | \$1,013 |
| Commercial/Office (per SF) | \$0.402 |
| Industrial (per SF) | \$0.344 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 326.b provides a summary of the initial and final fund balances for the Flood Control (Storm Drainage Facilities) Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 326.b provides a summary of the fees collected and the interest earned for the Flood Control (Storm Drainage Facilities) Fee during FY 2022-23.

Table 326.b: Flood Control Fee Fund Summary

| Fund 326 – Flood Control | |
|--|------------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 5,150,166.72 |
| <i>Revenues</i> | |
| Fees Collected | 691,043.32 |
| Interest Earned | 109,284.30 |
| Fair Market Value Adjustment ¹ | (24,422.11) |
| Other Revenues | - |
| Total Revenues | 775,905.51 |
| <i>Expenses</i> | |
| Project Expenses | 5,743.44 |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 8,634.06 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 5,917,438.17 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

Table 326.c provides a summary of the expenditures made on Flood Control Fee projects during FY 2022-23.

Requirement 6. 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 and the public improvement remains incomplete.

Table 326.c provides a summary of the projected future expenditures for the Flood Control Fee and the expected construction start date. As additional funds become available, the City's Capital Improvement Budget team will actively identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

Section 2 – Annual Report

Table 326.c: Flood Control Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 326 Expense to Date ² | Fund 326 Expense FY 2022-23 ² | Fund 326 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|-------------|---------------------------------------|-----------------------------|---------------------------------------|--|---|-----------------|--|
| 5667 | State St Storm Drain Replacement | 2,750,000 | 124,533 | | 2,625,467 | 100% | In Progress |
| 5721 | Westside Storm Drainage Master Plan | 500,000 | 42,324 | | 457,676 | 100% | In Progress |
| TBD | Drainage Master Plan | 1,500,000 | 72,521 | 5,743 | 1,421,736 | 100% | In Progress |
| TBD | Storm Drain Maintenance | 70,000 | 13,452 | | 56,548 | 100% | In Progress |
| TBD | Chambers Street Drainage Improvements | 20,000 | | | 20,000 | 100% | TBD |
| TBD | Cactus Valley Channel | 1,161,081 | | | 1,161,081 | 100% | TBD |
| TBD | Avery Canyon | 2,050,776 | | | 2,050,776 | 100% | TBD |
| TBD | Pepper Creek | 4,985,758 | | | 4,985,758 | 100% | TBD |
| TBD | Menlo Avenure | 1,459,886 | | | 1,459,886 | 100% | TBD |
| TBD | Menlo/Cawston | 365,605 | | | 365,605 | 100% | TBD |
| | GRAND TOTAL | 14,863,106 | 252,830 | 5,743 | 14,604,533 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 329 – Bridges, Streets, & Traffic Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Bridges, Streets, & Traffic Fee (formerly known as the Road Facilities Fee) finances the construction of highways, roads, bridges, and traffic signals. The City initiated its DIF Program and the Bridges, Streets, & Traffic Fee on January 23, 2001, through the adoption of Ordinance No. 1639, which involved a revision and renumbering of the City Municipal Code.

On July 26, 2004, the City Council established the current fee amounts for non-residential property through Resolution No. 3837. Subsequently, on January 23, 2006, the City Council adopted Resolution No. 3981, which determined the current fee amounts for residential property based on the recommendations of the Nexus Study dated January 3, 2006, prepared by TischlerBise.

As per Resolution 3981, the rates for non-residential projects were not updated, and it specified that the City Council would consider adjustments to DIFs for commercial and/or industrial projects through separate and future noticed actions.

Requirement 2. Amount of the fee.

Table 329.a provides a summary of the Bridges, Streets, & Traffic Fees for FY 2022-23

Table 329.a: Bridges, Streets, & Traffic Fee

| Land Use Type | Fee Amount – TUMF Exempt | Fee Amount – TUMF Projects |
|-----------------------------|--------------------------|----------------------------|
| Mobile Home/Senior (per DU) | \$1,537 | \$1,537 |
| Multi-Family (per DU) | \$2,030 | \$2,030 |
| Single Family (per DU) | \$2,948 | \$2,948 |
| Townhome/Duplex (per DU) | \$1,805 | \$1,805 |
| Commercial/Office (per SF) | \$2.46 | \$2.01 |
| Industrial (per SF) | \$0.414 | \$0.325 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 329.b provides a summary of the initial and final fund balances for the Bridges, Streets, & Traffic Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 329.b provides a summary of the fees collected and the interest earned for the Bridges, Streets, & Traffic Fee during FY 2022-23.

Table 329.b: Bridges, Streets, & Traffic Fee Fund Summary

| Fund 329 – Bridges, Streets, & Traffic | |
|--|------------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 6,383,785.57 |
| <i>Revenues</i> | |
| Fees Collected | 969,355.69 |
| Interest Earned | 171,648.07 |
| Fair Market Value Adjustment ¹ | (38,358.73) |
| Other Revenues | 4,702.34 |
| Total Revenues | 1,107,347.37 |
| <i>Expenses</i> | |
| Project Expenses | 675,382.16 |
| Other Expenses ² | 2,036.38 |
| Total Expenses | 677,418.54 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 6,813,714.40 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

Table 329.c provides a summary of the expenditures made on Bridges, Streets, & Traffic Fee projects during FY 2022-23.

Requirement 6. 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 and the public improvement remains incomplete.

Table 329.c provides a summary of the projected future expenditures for Bridges, Streets, & Traffic Fee and the expected construction start date. As additional funds become available, the City's Capital Improvement Budget team will actively identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

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Table 329.c: Bridges, Streets, & Traffic Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 329 Expense to Date ² | Fund 329 Expense FY 2022-23 ² | Fund 329 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|-------------|--|-----------------------------|---------------------------------------|--|---|-----------------|--|
| 5421 | Traffic Signal @ Warren/Esplanade | 988,500 | 535,744 | | (122,244) | 42% | In Progress |
| 5537 | Stetson Ave Bridge Replacement | 1,005,000 | 1,335,123 | | (1,285,123) | 5% | In Progress |
| 5588 | Gilbert St Rehabilitation | 703,289 | 509,803 | | 193,486 | 100% | In Progress |
| 5608 | Traffic Signal Emitters Retrofit | 221,600 | 166,954 | | 54,646 | 100% | In Progress |
| 5613 | Traffic Signal @ Warren & Auto | 500,000 | 370,700 | | 129,300 | 100% | In Progress |
| 5636 | 2016/17 Sidewalk & ADA Ramps | 252,558 | 11,271 | | 129,337 | 56% | In Progress |
| 5651 | HSIP: LED Safety Lighting and Ped Countdown Signal Heads | 1,010,366 | 42,701 | | 36,765 | 8% | TBD |
| 5669 | 2017/18 Sidewalk & ADA Ramps | 150,000 | 78,951 | | (3,951) | 50% | In Progress |
| 5689 | 1819 Missing Link Sidewalks ADA Ramps | 10,000 | 9,516 | | 484 | 100% | In Progress |
| 5639 | Update DIF Analysis | 300,000 | | | 300,000 | 100% | TBD |
| 5640 | System Safety Analysis Improvements | 105,000 | 104,753 | | 247 | 100% | In Progress |
| 5668 | Interim Seattle Basin Improvements | 194,603 | 5,397 | | 189,206 | 100% | In Progress |
| 5611 | 15/16 Pedestrian Pathway Connectivity | 225,000 | 20,567 | | 51,933 | 32% | In Progress |
| 5706 | Esplanade Ave Improvements | 1,900,000 | 22,699 | | 1,854,602 | 100% | In Progress |
| 5723 | Traffic Signal Installation @ Warren & Devonshire | 1,990,000 | 26,821 | | 1,854,603 | 100% | TBD |
| 5724 | Citywide Traffic Signal Visibility Upgrades | 41,685 | 1,241 | | 1,854,603 | 100% | In Progress |
| TBD | State Street Multi Use Path | 774,000 | | | 774,000 | 100% | TBD |
| TBD | State Street Improvements - Florida to Johnston | 1,240,000 | | | 1,240,000 | 100% | TBD |
| TBD | Menlo Widening Project | 1,000,000 | | | 1,000,000 | 100% | TBD |
| TBD | Carmalita Parking Improvement 2 | 80,000 | | | 80,000 | 100% | TBD |
| TBD | Citywide Pavement Rehabilitation | 1,750,000 | | | 1,750,000 | 100% | TBD |
| TBD | Juanita St Improvements | 450,000 | | | 450,000 | 100% | TBD |
| TBD | SCE-LED Streetlight Transition | 500,000 | | | 500,000 | 100% | TBD |
| 5449 | Sanderson at Empire Homes | 15,032 | | 15,032 | - | 100% | In Progress |
| | GRAND TOTAL | 15,406,633 | 3,242,241 | 15,032 | 11,031,894 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 331 – Law Enforcement Facilities Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Law Enforcement Facilities Fee finances various law enforcement facilities, including law enforcement stations, vehicles, vehicle equipment, officer apparel and equipment, and communications and electronic equipment. The City initiated its DIF Program and the Law Enforcement Facilities Fee on January 23, 2001, through the adoption of Ordinance No. 1639, which involved a revision and renumbering of the City Municipal Code.

On July 26, 2004, the City Council established the current fee amounts for non-residential property through Resolution No. 3837. Subsequently, on January 23, 2006, the City Council adopted Resolution No. 3981, which determined the current fee amounts for residential property based on the recommendations of the Nexus Study dated January 3, 2006, prepared by TischlerBise.

As per Resolution 3981, the rates for non-residential projects were not updated, and it specified that the City Council would consider adjustments to DIFs for commercial and/or industrial projects through separate and future noticed actions.

Requirement 2. Amount of the fee.

Table 331.a provides a summary of the Law Enforcement Facilities Fees for FY 2022-23.

Table 331.a: Law Enforcement Facilities Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$298 |
| Multi-Family (per DU) | \$404 |
| Single Family (per DU) | \$471 |
| Townhome/Duplex (per DU) | \$357 |
| Commercial/Office (per SF) | \$0.223 |
| Industrial (per SF) | \$0.013 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 331.b provides a summary of the initial and final fund balances for the Law Enforcement Facilities Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 331.b provides a summary of the fees collected and the interest earned for the Law Enforcement Facilities Fee during FY 2022-23.

Table 331.b: Law Enforcement Facilities Fee Fund Summary

| Fund 331 – Law Enforcement Facilities | |
|--|----------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 460,492.27 |
| <i>Revenues</i> | |
| Fees Collected | 173,062.49 |
| Interest Earned | 11,469.26 |
| Fair Market Value Adjustment ¹ | (2,563.07) |
| Other Revenues | - |
| Total Revenues | 181,968.68 |
| <i>Expenses</i> | |
| Project Expenses | - |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 2,890.62 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 639,570.33 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

During FY 2022-23, no project expenditures were recorded for Fund 331.

Requirement 6. 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 and the public improvement remains incomplete.

Table 331.c provides a summary of the projected future expenditures for Fund 331 and the expected construction start date. The City is aware of the available funds for additional DIF eligible projects within the Law Enforcement Facilities fund balance. As additional funds become available, the City's Capital Improvement Budget team will actively identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

Table 331.c: Law Enforcement Facilities Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 331 Expense to Date ² | Fund 331 Expense FY 2022-23 ² | Fund 331 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|--------------------|---------------------------------------|-----------------------------|---------------------------------------|--|---|-----------------|--|
| 5667 | Police Facility Security Renovation | 1,527,000 | 83,837 | | - | 5% | In Progress |
| TBD | Server Migration/Upgrades - Comtronix | 82,825 | | | 82,825 | 100% | TBD |
| TBD | Evidence Building - Design Phase | 29,137 | | | 29,137 | 100% | TBD |
| GRAND TOTAL | | 1,638,962 | 83,837 | - | 111,962 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 332 – Fire Facilities Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Fire Facilities Fee is allocated to finance fire suppression facilities, which include fire stations, response and prevention vehicles, and firefighter apparel and equipment. The City introduced its DIF Program and the Fire Facilities Fee on January 23, 2001, with the adoption of Ordinance No. 1639, resulting in a revision and renumbering of the City Municipal Code.

On July 26, 2004, Resolution No. 3837 established the current fee amounts for non-residential property. Subsequently, on January 23, 2006, the City Council adopted Resolution No. 3981, determining the current fee amounts for residential property based on the recommendations of the Nexus Study dated January 3, 2006, prepared by TischlerBise. As per Resolution 3981, the rates for non-residential projects remained unchanged, with the City Council planning to consider adjustments to DIFs for commercial and/or industrial projects through separate and future noticed actions.

Requirement 2. Amount of the fee.

Table 332.a provides a summary of the Fire Facilities Fees for FY 2022-23

Table 332.a: Fire Facilities Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$354 |
| Multi-Family (per DU) | \$480 |
| Single Family (per DU) | \$560 |
| Townhome/Duplex (per DU) | \$424 |
| Commercial/Office (per SF) | \$0.240 |
| Industrial (per SF) | \$0.056 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 332.b provides a summary of the initial and final fund balances for the Fire Facilities Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 332.b provides a summary of the fees collected and the interest earned for the Fire Facilities Fee during FY 2022-23.

Table 332.b: Fire Facilities Fee Fund Summary

| Fund 332 – Fire Facilities | |
|--|------------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 3,891,520.59 |
| <i>Revenues</i> | |
| Fees Collected | 204,997.84 |
| Interest Earned | 93,462.89 |
| Fair Market Value Adjustment ¹ | (20,886.45) |
| Other Revenues | - |
| Total Revenues | 277,574.28 |
| <i>Expenses</i> | |
| Project Expenses | - |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 2,890.62 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 4,166,204.25 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

During FY 2022-23, no project expenditures were recorded for Fund 332.

Requirement 6. 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 and the public improvement remains incomplete.

Table 332.c provides a summary of the projected future expenditures for Fund 332 and the expected construction start date. The City is aware of the available funds for additional DIF eligible projects within the Fire Facilities fund balance. As additional funds become available, the City's Capital Improvement Budget team will actively identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

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Table 332.c: Fire Facilities Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 332 Expense to Date ² | Fund 332 Expense FY 2022-23 ² | Fund 332 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|-------------|--|-----------------------------|---------------------------------------|--|---|-----------------|--|
| 5610 | Fire Station #5 Improvements | 175,000 | 25,458 | | 149,542 | 100% | In Progress |
| 5643 | Fire Station #1 Batt Chief Area Remodel | 95,000 | 51,888 | | 43,112 | 100% | In Progress |
| 5679 | Fire Station Facility Upgrades | 57,222 | | | 57,222 | 100% | TBD |
| TBD | Fire Station #6 Construction | 1,932,847 | | | 1,932,847 | 100% | TBD |
| TBD | Misc tools, fire fighting equipment | 27,373 | | | 27,373 | 100% | TBD |
| TBD | Electronic Patient Care Reporting Tablets (EPCR) | 40,000 | | | 40,000 | 100% | TBD |
| | GRAND TOTAL | 2,327,442 | 77,346 | - | 2,250,096 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 361 – Park Development Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Park Development Fee (formerly known as the Parks and Recreation Facilities Fee) funds the development of parks and recreational facilities. The City introduced its DIF Program and the Park Development Fee on January 23, 2001, through the adoption of Ordinance No. 1639, which involved a revision and renumbering of the City Municipal Code. On January 23, 2006, the City Council adopted Resolution No. 3981, determining the current fee amounts for residential property based on the recommendations of the Nexus Study dated January 3, 2006, prepared by TischlerBise.

Requirement 2. Amount of the fee.

Table 361.a provides a summary of the Park Development Fees for FY 2022-23.

Table 361.a: Park Development Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$920 |
| Multi-Family (per DU) | \$1,247 |
| Single Family (per DU) | \$1,453 |
| Townhome/Duplex (per DU) | \$1,101 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 361.b provides a summary of the initial and final fund balances for the Fire Facilities Fee during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 361.b provides a summary of the fees collected and the interest earned for the Fire Facilities Fee during FY 2022-23.

Table 361.b: Park Development Fee Fund Summary

| Fund 361 – Park Development | |
|--|------------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 2,352,461.49 |
| <i>Revenues</i> | |
| Fees Collected | 431,962.28 |
| Interest Earned | 52,824.08 |
| Fair Market Value Adjustment ¹ | (11,804.76) |
| Other Revenues | - |
| Total Revenues | 472,981.60 |
| <i>Expenses</i> | |
| Project Expenses | 216,263.83 |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 219,154.45 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 2,606,288.64 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

Table 361.c provides a summary of the expenditures made in the past year on Park Development Fee projects.

Requirement 6. 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 and the public improvement remains incomplete.

Table 361.c provides a summary of the projected future expenditures for the Park Development Fee and the expected construction start date. The City is aware of the available funds for additional DIF eligible projects within the Park Development fund balance. As additional funds become available, the City’s Capital Improvement Budget team will actively identify and allocate funds for eligible projects, incorporating them into future Capital Improvement Program (CIP) budgets.

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Table 361.c: Park Development Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 361 Expense to Date ² | Fund 361 Expense FY 2022-23 ² | Fund 361 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|-------------|---------------------------------|-----------------------------|---------------------------------------|--|---|-----------------|--|
| TBD | National Fitness Campaign Grant | 268,911 | 157,768 | 145,013 | (33,870) | 100% | In Progress |
| TBD | Skate Park | 400,000 | 1,623 | 71,251 | 327,126 | 100% | In Progress |
| TBD | City-wide Park Master Plan | 300,000 | | | 300,000 | 100% | TBD |
| TBD | Salt Creek Trail Project | 500,000 | | | 500,000 | 100% | TBD |
| TBD | Splash Park | 200,000 | | | 200,000 | 100% | TBD |
| TBD | Handi-capable Park Play Area | 175,000 | | | 175,000 | 100% | TBD |
| | GRAND TOTAL | 1,843,911 | 159,391 | 216,264 | 1,468,256 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 362 – Valley-Wide Park Development Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Valley-Wide Park Development Fee supports enhancements at Diamond Valley Lake Community Park, a property owned and operated by Valley Wide Recreation and Park District. The City initially implemented its DIF Program on January 23, 2001, with the adoption of Ordinance No. 1639, involving revisions and renumbering of the City Municipal Code. Subsequently, on August 22, 2006, the Valley Wide Facilities Fee Fund was authorized, and it received an allocation of 16.3% from all new Park Development impact fees.

Requirement 2. Amount of the fee.

Table 362.a provides a summary of the Valley-Wide Park Development Fees for FY 2022-23.

Table 362.a: Valley-Wide Park Development Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$179 |
| Multi-Family (per DU) | \$243 |
| Single Family (per DU) | \$283 |
| Townhome/Duplex (per DU) | \$214 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 362.b provides a summary of the initial and final fund balances for the Valley-Wide Park Development Fees during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 362.b provides a summary of the fees collected and the interest earned for the Valley-Wide park Development Fee during FY 2022-23.

Table 362.b: Valley-Wide Park Development Fee Fund Summary

| Fund 362 – Valley-Wide Park Development | |
|--|----------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 319,491.27 |
| <u>Revenues</u> | |
| Fees Collected | 93,390.00 |
| Interest Earned | 7,714.18 |
| Fair Market Value Adjustment ¹ | (1,723.91) |
| Other Revenues | - |
| Total Revenues | 99,380.27 |
| <u>Expenses</u> | |
| Project Expenses | - |
| Other Expenses ² | 2,890.62 |
| Total Expenses | 2,890.62 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 415,980.92 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

No project expenditures were documented for Fund 362 during FY 2022-23.

Requirement 6. 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 and the public improvement remains incomplete.

Table 362.c provides a summary of the anticipated future expenditures for the Valley-Wide Park Development Fee and the projected start date for construction. The City is cognizant of the available funds for additional DIF eligible projects within the Valley-Wide Park Development fund balance. As additional funds become available, the City's Capital Improvement Budget team will focus on identifying and budgeting for eligible projects, including them in future CIP budgets.

Table 362.c: Valley-Wide Park Development Fee Project Expenditures

| Project No. | Project Name | Project Budget ¹ | Fund 362 Expense to Date ² | Fund 362 Expense FY 2022-23 ² | Fund 362 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|--------------------|--|-----------------------------|---------------------------------------|--|---|-----------------|--|
| TBD | Park expansion in coordination with Valley Wide Recreation & Parks - proposed Park Master Plan land purchase and facilities - City Portion | 150,000 | | | 150,000 | 100% | TBD |
| GRAND TOTAL | | 150,000 | - | - | 150,000 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Fund 363 – Library Facilities Fee

Requirement 1. Brief description of the type of fee in the account or fund.

The Library Facilities Fee is designated to support library facilities. The City introduced its DIF Program and the Fire Facilities Fee on January 23, 2001, through the adoption of Ordinance No. 1639, which involved revising and renumbering the City Municipal Code. Subsequently, on January 23, 2006, the City Council adopted Resolution No. 3981, establishing the current fee amounts for the Library Facilities Fee concerning residential properties, as per the recommendations from the Nexus Study dated January 3, 2006, conducted by TischlerBise.

Requirement 2. Amount of the fee.

Table 363.a provides a summary of the Library Facilities Fees for FY 2022-23.

Table 363.a: Library Facilities Fee

| Land Use Type | Fee Amount |
|-----------------------------|------------|
| Mobile Home/Senior (per DU) | \$465 |
| Multi-Family (per DU) | \$631 |
| Single Family (per DU) | \$735 |
| Townhome/Duplex (per DU) | \$557 |

Requirement 3. Beginning and ending balance in the account or fund.

Table 363.b provides a summary of the initial and final fund balances for the Library Facilities Fees during FY 2022-23.

Requirement 4. Amount of fees collected, and the interest earned during the previous year.

Table 363.b provides a summary of the fees collected and the interest earned for the Library Facilities Fee during FY 2022-23.

Table 363.b: Library Facilities Fee

| Fund 363 – Library Facilities | |
|--|------------------------|
| Beginning Fund Balance as of July 1, 2022 | \$ 973,860.75 |
| <i>Revenues</i> | |
| Fees Collected | 259,455.00 |
| Interest Earned | 22,053.48 |
| Fair Market Value Adjustment ¹ | (4,928.36) |
| Other Revenues | - |
| Total Revenues | 276,580.12 |
| <i>Expenses</i> | |
| Project Expenses | 124,290.92 |
| Other Expenses ² | - |
| Total Expenses | 124,290.92 |
| Transfers In | - |
| Transfers Out | - |
| Ending Balance as of June 30, 2023 | \$ 1,126,149.95 |

¹ Fair Market Value Adjustment include changes City investment.

² Other Expenses include consultant services for reporting requirements.

Requirement 5. Identification of each public improvement for which fees were expended and the amount of expenditures, including the total percentage of the cost of the public improvement that was funded with fees.

No project expenditures were documented for Fund 363 during FY 2022-23.

Requirement 6. 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 and the public improvement remains incomplete.

Table 363.c provides a summary of the anticipated future expenditures for the Valley-Wide Park Development Fee and the projected start date for construction. The City is cognizant of the available funds for additional DIF eligible projects within the Valley-Wide Park Development fund balance. As additional funds become available, the City's Capital Improvement Budget team will focus on identifying and budgeting for eligible projects, including them in future CIP budgets.

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Table 363.c: Library Facilities Fee Fund Summary

| Project No. | Project Name | Project Budget ¹ | Fund 363 Expense to Date ² | Fund 363 Expense FY 2022-23 ² | Fund 363 Future Expenditures ² | % Funded by Fee | Approx. Construction Start Date ¹ |
|-------------|--|-----------------------------|---------------------------------------|--|---|-----------------|--|
| TBD | Capital outlay for books, audio visual materials, databases for patron use | 350,000 | | | 350,000 | 100% | TBD |
| TBD | Solar parking covers | 400,000 | | | 400,000 | 100% | TBD |
| TBD | Energy upgrades: Chillers, Energy Management System | 650,000 | | | 650,000 | 100% | TBD |
| TBD | Generator | 200,000 | | | 200,000 | 100% | TBD |
| TBD | Exterior book vending device | 200,000 | | | 200,000 | 100% | TBD |
| TBD | Early Learning Center | 50,000 | | | 50,000 | 100% | TBD |
| | GRAND TOTAL | 1,850,000 | - | - | 1,850,000 | | |

¹ Development Impact Fee Annual and Five-Year Report for the Fiscal Year and Five Years Ending June 30, 2021.

² City of Hemet Trial Balance Expenditure Detail FY 2022-23.

Requirement 7. Description of each interfund transfer or loan made from the account, including the public improvement on which the transferred or loaned fees will be expended, and when each loan will be repaid and the rate of interest the account will receive on the loan.

In FY 2022-23, there were no transfers or loans made from this fund.

Requirement 8. The report identifies any refunds issued once it is determined that sufficient funds have been collected to support fee-related projects.

In FY 2022-23, no refunds were made from this fund.

Contact Information



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