NOTICE OF REGULAR MEETING OF THE CAPISTRANO UNIFIED SCHOOL DISTRICT REGARDING RESOLUTION NO. 2627-21 APPROVING ITS ANNUAL AND FIVE-YEAR REPORTABLE FEES REPORT FOR FISCAL YEAR 2025-2026, IN COMPLIANCE WITH GOVERNMENT CODE §§ 66006 AND 66001

Please be advised that the Board of Trustees (Board) of the Capistrano Unified School District (District) at its regular meeting to be held on November 19, 2026, will review the following report entitled, **ANNUAL AND FIVE-YEAR REPORTS**, (Report) and will consider adoption of a resolution entitled, **RESOLUTION NO. 2627-21**, **RESOLUTION OF THE BOARD OF TRUSTEES OF THE CAPISTRANO UNIFIED SCHOOL DISTRICT APPROVING THE ANNUAL AND FIVE-YEAR REPORTABLE FEES REPORT FOR FISCAL YEAR 2025-2026, IN COMPLIANCE WITH GOVERNMENT CODE § 66006 AND § 66001.**

Pursuant to Government Code § 66006(b)(1), the Report includes information regarding the type and amount of "Reportable Fees" in the District's account(s), the beginning and ending balance of each account, the amount of Reportable Fees collected and interest earned thereon; an identification of each project (Project) of the District on which Reportable Fees were expended, and the amount of the expenditures on each Project, including the percentage of the cost of the Project funded by Reportable Fees, any interfund loans or transfers, any refunds of Reportable Fees, and the approximate date construction of a Project will commence if sufficient funds have been collected.

Pursuant to Government Code § 66001(d), the Report also contains proposed findings regarding the purpose to which Reportable Fees are to be put, a reasonable relationship between the Reportable Fees and the purpose, all sources and amounts of funding anticipated to complete financing of the District's school facilities, and the approximate dates on which such funding is expected to be deposited into the appropriate account.

The regular meeting of the District will begin at 6:00 p.m., located in the District Office Board Room, 33122 Valle Road, San Juan Capistrano, CA 92675. These matters will be considered at such time as this agenda item is considered by the Board of the District.

The Report is on file and available for public review at the District's offices located at 33122 Valle Road, San Juan Capistrano, CA 92675 and is herein incorporated by reference. Questions and/or comments should be addressed to Mr. John Forney, Chief Facilities Officer, at (949) 234-9543.

/s/ John Forney
Capistrano Unified School District

Annual and Five-Year Reports

Capistrano Unified School District

November 19, 2026

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INTRODUCTION

It is a requirement of Government Code Sections 66006 and 66001 that school districts provide certain financial information to the public each year. The report must be made available for public review 180 days after the close of the previous fiscal year. In addition, the governing board must review the information at its next regularly scheduled board meeting held no earlier than 15 days after the information becomes available to the public. Notice of the time and place of this meeting must be mailed at least 15 days prior to the meeting to anyone who has requested such notice. Developer fees are intended to be used for the construction and reconstruction of school facilities to accommodate impacts from new development. Developer fees are not intended for general revenue purposes.

The District provides the following information in compliance with Government Code Section 66006 for the 2025-2026 fiscal year:

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

II. The amount of the fee.

III. The beginning and ending balance of the account or fund.

IV. Fees amounts collected.

V. Amount of interest earned on fees.

VI. 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 the fees.

VII. (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, and the public improvement remains incomplete.

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

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

VIII. A description of each interfund transfer or loan.

IX. Amount of refunds, the number of persons or entities identified to receive those refunds, and any allocations if the administrative costs to refund the unexpended revenues exceed the amount to be refunded.

The Reportable Fees do not include special tax proceeds, proceeds of bonds, or letters of credit to secure payment of Reportable Fees at a future date. Further, the School District identifies Reportable Fees have not been levied, collected, or imposed for general revenue purposes.

Additionally, the School District is required to identify the following:

I. The purpose to which unexpended Reportable Fees will be spent.

II. The Reasonable Relationship between the unexpended Reportable Fees and the purpose to which they are to be spent.

III. The funding sources and expected funding availability date for school facilities projects for which unexpended Reportable Fees are required.

The following Annual and Five-Year Reports ("Reports") for the fiscal year ending June 30, 2026, include the information and proposed findings the Board of Trustees (“Board”) of School District intends to make available to the public in accordance with Sections 66001 and 66006 of the Government Code.

SECTION A: ANNUAL REPORT 2025-2026

In accordance with Government Code Section 66006(b)(1) and (2), the School District hereby presents the following information for fiscal year beginning July 1, 2025, and ending June 30, 2026, with regard to the Annual Reportable Fees:

I. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the School District

The Reportable Fees of the School District for fiscal year beginning July 1, 2025, and ending June 30, 2026, consist of Statutory School Fees (also commonly referred to as “Level 1 Fees”). Statutory School Fees are collected by the School District, pursuant to Education Code Section 17620 and Government Code Section 65995, from new residential and commercial/industrial development.

II. Amount of the Reportable Fees

The amount of Reportable Fees is based on the effective Statutory School Fees.

Statutory School Fees

The Statutory School Fees for the period between July 1, 2024, and July 13, 2024, were established by the Board of the School District on May 18, 2022, by Resolution No. 2122-63. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the reports titled "Residential and Commercial/Industrial Development School Fee Justification Study", dated May 18, 2022. Table 1 lists the fee amounts and effective dates for the applicable Statutory School Fees.

Table 1 lists the fee amounts and effective dates for the applicable Statutory School Fees from July 1, 2025 through July 13, 2025.

Table 1. Statutory School Fee Amounts

Item	Effective Dates (FY 2025-2026)	Fee Amount (Per Square Foot)
Residential	July 1, 2025 - July 13, 2025	$4.79
Commercial/Industrial ("CID")	July 1, 2025 - July 13, 2025	$0.78
Self-Storage CID	July 1, 2025 - July 13, 2025	$0.03

The Statutory School Fees for the period between July 14, 2025, and May 16, 2026, were established by the Board of the School District on May 15, 2024, by Resolution No. 2324-30. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the reports titled "Residential and Commercial/Industrial Development School Fee Justification Study", dated May 15, 2024.

Table 2 lists the fee amounts and effective dates for the applicable Statutory School Fees from July 14, 2025 through May 16, 2026.

Table 2. Statutory School Fee Amounts

Item	Effective Dates (FY 2025-2026)	Fee Amount (Per Square Foot)
Residential	July 14, 2025 - May 16, 2026	$5.17
Commercial/Industrial ("CID")	July 14, 2025 - May 16, 2026	$0.84
Self-Storage CID	July 14, 2025 - May 16, 2026	$0.14

The Statutory School Fees for the period between May 17, 2026, and June 30, 2026, were established by the Board of the School District on March 18, 2026, by Resolution No. 2526-01. This resolution adopted the Statutory School Fees for new residential and commercial/industrial development based on the reports titled "Residential and Commercial/Industrial Development School Fee Justification Study" ("Study"), dated March 18, 2026.

Table 3 lists the fee amounts and effective dates for the applicable Statutory School Fees from May 17, 2026 through June 30, 2026.

Table 3. Statutory School Fee Amounts

Item	Effective Dates (FY 2025-2026)	Fee Amount (Per Square Foot)
Residential	May 17, 2026 - June 30, 2026	$5.38
Commercial/Industrial ("CID")	May 17, 2026 - June 30, 2026	$0.87
Self-Storage CID	May 17, 2026 - June 30, 2026	$0.30

III. Beginning and Ending Balance of Account and Sub-Account(s):

Table 4 lists the fiscal year 2025-2026 beginning and ending balances for Fund 25, the Capital Facility Fund, which holds all Reportable Fees:

Table 4. Beginning and Ending Balances for Fund 25

Item	Fund Balance
Beginning Balance (July 1, 2025)	$2,756,325.99
Ending Balance (June 30, 2026)	$4,959,031.64

IV. Amount of the Reportable Fees Collected and Interest Earned

Table 5 shows the amount of Reportable Fees collected and interest earned during fiscal year 2025-2026 to accommodate students from additional development.

Table 5. Amount of Reportable Fees Collected

Item	Total Revenues
Reportable Fees Collected	$1,594,756.49
Interest Earned	$1,092,295.46
Net Changes in Investments*	($19,457.00)
Total	**$2,667,594.95**

*Entry required per GASB 31

V. Identification of Each Improvement on Which Reportable Fees Were Expended and the Amount of the Expenditures on Each Improvement, Including the Total Percentage of the Cost of Each Project of the School District that Was Funded with Reportable Fees

A total of $464,889.30of Reportable Fees and related revenues, as shown in Table 5, were expended during Fiscal Year 2025-2026. Component C in this report identifies the amount of Reportable Fees expended on School Facilities in fiscal year 2025-2026, as well as the percentage of each improvement funded by Reportable Fees.

VI. Identification of an Approximate Date by Which the Construction of Project(s) of the School District will Commence if the School District Determines that Sufficient Funds have been Collected to Complete Financing on an Incomplete Project of the School District, as Identified in Paragraph (2) of Subdivision (A) of Section 66001, and the Project of the School District Remains Incomplete

The School District has determined that during the fiscal year 2025-2026, Reportable Fees and other sources of funding were utilized to complete projects at Esencia TK-8 School. On July 31, 2024, a Notice to Proceed was issued for the Esencia TK-8 School Portable Addition Phase II project that would construct further additional classrooms at Esencia TK-8 School. The Notice of Completion was recorded with the County of Orange on January 16, 2025. During the 2025-2026 fiscal year the School District used Reportable Fees to complete the Esencia TK-8 School Portable Addition Phase II project.

VII. Description of each Interfund Transfer or Loan made from the Account or Sub-Account(s), Including Project(s) of the School District on which the Transferred or Loaned Reportable 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 Sub-Account(s) will Receive on the Loan

In the fiscal year 2025-2026 no interfund transfers were made from the Account or Sub-Account.

VIII. The Amount of Refunds Made or Revenues Allocated for Other Purposes if the Administrative Costs of Refunding Unexpended Revenues Exceed the Amount to be Refunded

In the fiscal year 2025-2026 no refunds were made pursuant to Section 66001(e) of the Government Code.

IX. Summary Table of Fund Balance, Revenues, and Expenditures

Table 6 below summarizes the beginning and ending balances, the amount of Reportable Fees collected and interest earned, additional refunds/revenues, and total expenditures from Fund 25 during fiscal year 2025-2026.

Table 6. Fund 25 Activity Summary for Fiscal Year 2025-2026

Item	Total Revenues
Beginning Balance (July 1, 2025)	$2,756,325.99
Reportable Fees Collected & Interest Earned	$2,667,594.95
Expenditures	($464,889.30)
Ending Balance (June 30, 2026)	**$4,959,031.64**

SECTION B: FIVE-YEAR REPORT

In accordance with Government Code Section 66001, the School District provides the following information with respect to the Reportable Fees in the account or sub-account(s) remaining unexpended, whether committed or uncommitted to projects:

I. Identification of the Purpose to which the Reportable Fees are to be Expended

The purpose of the Reportable Fees imposed and collected on new residential and commercial/industrial development within the School District was to fund the additional school facilities required to serve students generated by new development within the School District. Specifically, the Reportable Fees will be used for the construction, expansion, and/or acquisition of additional School Facilities, furnishing and equipping such facilities, as well as acquiring and installing additional portable classrooms to accommodate students.

II. Demonstration of a Reasonable Relationship Between the Reportable Fees and the Purposes for which they are Charged

There is a roughly proportional and reasonable relationship between the new development upon which the Reportable Fees are charged and the need for additional School Facilities. This relationship is based on the additional students that will be generated by new development within the School District exceeding the School District's existing student capacity. Furthermore, the Reportable Fees do not exceed the costs of providing school facilities for the students generated from the development in which such fees were collected (as set forth in the Studies, referred to herein Section B III).

III. Identification of All Sources and Amounts of Funding Anticipated to Complete Financing of the School Facilities the School District has Identified in the School District's Reports

Table 7 lists the proposed funding sources for all pending School Facility projects presently identified by the School District.

Table 7. Identification of Sources and Amounts to Complete Financing of School Facilities

Sources	Reportable Fees	Total
School Classroom Additions	$1,000,000	$1,000,000

IV. Identification of the Approximate Dates on Which the Funding Referred to in Section B III is Expected to be Deposited into the Appropriate Account or Fund

Table 8 lists the approximate dates on which the funds are expected to be available for the school facility projects presently identified by the School District.

Table 8. Timing of Funds for Planned School Facility Projects

Sources	Reportable Fees
School Classroom Additions Due to Growth	As Collected

SECTION C: REPORTABLE FEE EXPENDITURE FOR FISCAL YEAR 2025-2026

Capistrano Unified School District's Capital Public Improvements on which Reportable Fees were Expended in Fiscal Year 2025-2026.

Project	Amount Paid from Fees During FY 2025-2026	Percent of Total Cost Funded with Fees
Districtwide	**$167,224.28**	**100.00%**
Administrative Costs (3% of Reportable Fees Collected in FY 25-26)	*$47,842.69*	*100.00%*
Enrollment Projection Studies – PowerSchool Holdings, LLC	*$43,258.90*	*100.00%*
Preparation of Developer Fee Justification Study – J M King Consulting, Inc.	*$4,305.00*	*100.00%*
Bank Fees	*$3,157.77*	*100.00%*
Legal Services – AALRR, DWK	*$12,076.02*	*100.00%*
Esencia K-8 Portable Additions: Phase II	**$297,665.02**	**100.00%**
Planning and Construction Administration	*$293,845.90*	*100.00%*
Professional/Consulting Services	*$487.50*	*100.00%*
Building Improvement: CDE	*$1,931.62*	*100.00%*
Building Improvement: Architect Fees	*$1,400.00*	*100.00%*
Total	**$464,889.30**	