

**ANNUAL AND FIVE YEAR REPORTS FOR
CITY OF HEMET
FISCAL YEAR 2013-2014**

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Public Finance
Facilities Planning
Urban Economics

Newport Beach
Riverside
San Francisco
San Jose
Dallas

**GOVERNMENT CODE SECTIONS 66006 AND 66001
ANNUAL AND FIVE YEAR REPORTS
FOR FISCAL YEAR 2013-2014**

Prepared for

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I. INTRODUCTION

Sections 66001 and 66006 of the Government Code provide that the City of Hemet ("City") shall make available to the public certain information and adopt described findings relative to development impact fees ("Reportable Fees") collected pursuant to Section 66000 *et seq.* of the Government Code. The described information and findings relate to Reportable Fees received, expended or to be expended in connection with public facilities to accommodate new development if funded or partially funded with Reportable Fees.

Section 66006(b) of the Government Code requires that for each Reportable Fee the City shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the 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.
- An identification of 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 exceeded the amount to be refunded.

Section 66001(d) of the Government Code requires that for each Reportable Fee the City shall 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 to which the fee is to be put.
- 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.

The Reportable Fees of the City for fiscal year 2013-2014 consist of development impact fees for the following facilities:

- A. Law Enforcement Facilities
- B. Fire Suppression Facilities
- C. Road Facilities
- D. Drainage Facilities
- E. Parks and Recreation Facilities/Valley-Wide Facilities
- F. General Facilities
- G. Library Facilities
- H. Public Meeting Facilities

The fees were originally adopted by Ordinance No. 1639 on January 23, 2001 (the “Ordinance”) which revised and renumbered the City Code establishing the fees through Ordinance 1354. The dollar amount of the fees was adopted by resolution. The fee amounts were last updated by Resolution No. 3981 on January 23, 2006 for residential property and Resolution No. 3837 on July 26, 2004 for non-residential property. The Valley Wide Facilities Fee Fund was authorized on August 22, 2006, and allocated 16.3% of all new park impact fees. The Public Meeting Facilities Fee is no longer collected.

The following Annual Report and Five-Year Report for fiscal year 2013-2014 include the information and proposed findings the City intends to review and adopt in accordance with Sections 66001 and 66006 of the Government Code.

II. FISCAL YEAR 2013-2014 ANNUAL REPORT

A. Law Enforcement Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Law Enforcement Facilities Fee finances law enforcement facilities, including law enforcement stations, vehicles and vehicle equipment, officer apparel and equipment, and communications and electronic equipment.

2. Amount of the Reportable Fees.

**Table A-1
Law Enforcement Facility Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$298.00 per unit
Single Family	\$471.00 per unit
Townhomes/Duplexes	\$357.00 per unit
Multi-Family	\$404.00 per unit
Commercial/Office	\$0.223 per bldg sq. ft.
Industrial/Manufacturing	\$0.013 per bldg sq. ft.

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

**Table A-2
Law Enforcement Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$449,128 ¹	\$491,561

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table A-3
Law Enforcement Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$68,279	\$3,798

¹ Beginning Balance as of July 1, 2014 is less than Ending Balance as of June 30, 2013 shown in prior Annual Report due to general ledger expenditure re-classification of \$67,000 at year end 2012-2013 for police department building improvements.

5. 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 City that Was Funded with Reportable Fees.

Table A-4
Reportable Law Enforcement Facilities Fee Expenditures

Project	Amount	Percentage of Project Funded by Fees
Professional Services	\$755	100%
Improvements – Sisk Building	\$13,575	100%
Major Machinery & Equipment	\$15,314	100%
<i>Total</i>	<i>\$29,644</i>	<i>NA</i>

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

The City has determined that it has or will obtain sufficient funds to finance the law enforcement facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from Law Enforcement Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from Law Enforcement Facilities Fee Account in fiscal year 2013-2014.

B. Fire Suppression Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Fire Suppression Facilities Fee finances fire suppression facilities, including fire stations, response and prevention vehicles and equipment, and firefighter apparel and equipment.

2. Amount of the Reportable Fees.

**Table B-1
Fire Suppression Facility Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$354.00 per unit
Single Family	\$560.00 per unit
Townhomes/Duplexes	\$424.00 per unit
Multi-Family	\$480.00 per unit
Commercial/Office	\$0.240 per bldg sq. ft.
Industrial/Manufacturing	\$0.056 per bldg sq. ft.

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

**Table B-2
Fire Suppression Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$556,416 ²	\$645,940

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table B-3
Fire Suppression Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$79,855	\$35,392

5. 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 City that Was Funded with Reportable Fees.

² Beginning Balance as of July 1, 2014 is less than Ending Balance as of June 30, 2013 shown in prior Annual Report due to general ledger expenditure re-classification of \$49,859 at year end 2012-2013 for fire department building improvements.

**Table B-4
Reportable Fire Suppression Facilities Fee Expenditures**

Project	Amount	Percentage of Project Funded by Fees
Professional Services	\$9,115	100%
Improvements – Sisk Building	\$16,609	100%
<i>Total</i>	<i>\$25,724</i>	<i>NA</i>

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

The City has determined that it has or will obtain sufficient funds to finance the fire suppression facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the Fire Suppression Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from the Fire Suppression Facilities Fee Account in fiscal year 2013-2014.

C. Road Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Road Facilities Fee finances highways, roads, bridges, and traffic signals.

2. Amount of the Reportable Fees.

**Table C-1
Road Facility Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$1,537.00 per unit
Single Family	\$2,948.00 per unit
Townhomes/Duplexes	\$1,805.00 per unit
Multi-Family	\$2,030.00 per unit
Commercial/Office	\$2.460 per bldg sq. ft.
Industrial/Manufacturing	\$0.414 per bldg sq. ft.

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

**Table C-2
Road Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$4,053,110	\$3,446,134

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table C-3
Road Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$433,811	\$39,382

5. 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 City that Was Funded with Reportable Fees.

**Table C-4
Reportable Road Facility Fee Expenditures**

Project	Amount	Percentage of Project Funded by Fees
Signal at Warren & Esplanade	\$437	51%
Sanderson Street Widening (Phase II)	\$10,275	21%
Sanderson Street Widening (Phase III)	\$27,277	0%
Stetson Avenue Bridge Replacement	\$13,671	5%
Cawston & Menlo Traffic Signal & Intersection Improvements	\$225,243	100%
Chambers Street Sidewalk Improvements	\$2,107	2%

Citywide Sidewalk and ADA Improvements	\$9,549	6%
Traffic Signal at Sanderson & Thornton	\$216,407	100%
Missing Link Sidewalk Improvements & ADA Improvements	\$28,722	100%
Traffic Signal at Mountain & Soboba	\$390,447	13%
W Valley High Lighted Crosswalk Improvement	\$175	100%
Traffic Signal at Highway 74 & Cawston	\$150,000	100%
Professional Services	\$5,861	100%
<i>Total</i>	<i>\$1,080,169</i>	<i>NA</i>

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

The City has determined that it has or will obtain sufficient funds to finance the road facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the Road Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from the Road Facilities Fee Account in fiscal year 2013-2014.

D. Drainage Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Drainage Facilities Fee finances street gutter facilities, inlets, and a pipeline network of storm drain lines which convey runoff to various smaller lines, creeks, aqueducts, and channels throughout the City.

2. Amount of the Reportable Fees.

**Table D-1
Drainage Facilities Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$1,147.00 per unit
Single Family	\$1,405.00 per unit
Townhomes/Duplexes	\$1,013.00 per unit
Multi-Family	\$474.00 per unit
Commercial/Office	\$0.402 per bldg sq. ft.
Industrial/Manufacturing	\$0.344 per bldg sq. ft.

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

**Table D-2
Drainage Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$2,978,766	\$3,156,670

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table D-3
Drainage Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$267,485	\$24,368

5. 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 City that Was Funded with Reportable Fees.

**Table D-4
Reportable Drainage Facilities Fee Expenditures**

Project	Amount	Percentage of Project Funded by Fees
Master Drainage Plan	\$34,976	100%
State Street/Menlo Storm Drain Improvement	\$78,290	100%
Professional Services	\$682	100%
<i>Total</i>	\$113,949	NA

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

The City has determined that it has or will obtain sufficient funds to finance the drainage facilities projects shown in Exhibit B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the Drainage Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from the Drainage Facilities Fee Account in fiscal year 2013-2014.

E. Parks and Recreation Facilities/Valley Wide Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Parks and Recreation Facilities Fee finances parks and recreational facilities. The Valley Wide Facilities Fee finances improvements at Diamond Valley Lake Community Park, which is owned and operated by Valley Wide Recreation and Park District. The Valley Wide Facilities Fee Fund was authorized on August 22, 2006, and allocated 16.3% of all new park impact fees.

2. Amount of the Reportable Fees.

**Table E-1
Parks and Recreation Facilities Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$920.00 per unit
Single Family	\$1,453.00 per unit
Townhomes/Duplexes	\$1,101.00 per unit
Multi-Family	\$1,247.00 per unit

**Table E-2
Valley Wide Facilities Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$179.00 per unit
Single Family	\$283.00 per unit
Townhomes/Duplexes	\$214.00 per unit
Multi-Family	\$243.00 per unit

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

**Table E-3
Parks and Recreation Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$1,050,700	\$1,227,370

**Table E-4
Valley-Wide Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$297,235	\$201,527

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table E-5
Parks and Recreation Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$167,095	\$10,256

**Table E-6
Valley-Wide Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$32,545	\$1,747

5. 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 City that Was Funded with Reportable Fees.

**Table E-7
Reportable Parks and Recreation Facilities Fee Expenditures**

Project	Amount	Percentage of Project Funded by Fees
Professional Services	\$682	100%
<i>Total</i>	<i>\$682</i>	<i>NA</i>

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

The City has determined that it has or will obtain sufficient funds to finance the parks and recreation and Valley-Wide facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the Parks and Recreation Fee Account or Valley Wide Fee Account in fiscal year 2013-2014.

8. 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 fiscal year 2013-2014, the City refunded \$130,000 in Valley-Wide facilities fees as the City's contribution for construction of public restrooms and concession area at Diamond Valley Lake, per the terms of the Developer Agreement.

**Table E-8
Refunds of Valley-Wide Facilities Fee**

Project	Refunded Amount
Valley-Wide Park	\$130,000
<i>Total</i>	<i>\$130,000</i>

F. General Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The General Facilities Fee finances general office or work facilities and equipment used by City staff to undertake their daily duties.

2. Amount of the Reportable Fees.

**Table F-1
General Facilities Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$493.00 per unit
Single Family	\$780.00 per unit
Townhomes/Duplexes	\$591.00 per unit
Multi-Family	\$669.00 per unit
Commercial/Office	\$0.116 per bldg sq. ft.
Industrial/Manufacturing	\$0.116 per bldg sq. ft.

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

**Table F-2
General Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$1,559,569	\$1,629,128

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table F-3
General Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$99,717	\$14,432

5. 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 City that Was Funded with Reportable Fees.

**Table F-4
Reportable General Facilities Fee Expenditures**

Project	Amount	Percentage of Project Funded by Fees
Improvements – Sisk Building	\$42,707	94%
Improvements – City Hall	\$1,200	100%
Professional Services	\$682	100%
<i>Total</i>	<i>\$44,589</i>	<i>NA</i>

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

The City has determined that it has or will obtain sufficient funds to finance the general facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the General Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from the General Facilities Fee Account in fiscal year 2013-2014.

G. Library Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Library Facilities Fee finances library facilities.

2. Amount of the Reportable Fees.

**Table G-1
Library Facilities Fee by Land Use**

Land Use	Fee Amount
Mobile Homes (Senior)	\$465.00 per unit
Single Family	\$735.00 per unit
Townhomes/Duplexes	\$557.00 per unit
Multi-Family	\$631.00 per unit

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

**Table G-2
Library Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$1,284,054	\$1,292,488

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table G-3
Library Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$88,200	\$11,508

5. 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 City that Was Funded with Reportable Fees.

**Table G-4
Reportable Library Facilities Fee Expenditures**

Project	Amount	Percentage of Project Funded by Fees
Professional Services	\$652	100%
Library Services	\$90,307	100%
Major Machinery and Equipment	\$316	100%
<i>Total</i>	<i>\$91,275</i>	<i>NA</i>

6. Identification of an Approximate Date by Which the Construction of Project(s) of the City will Commence if the City Determines that Sufficient Funds have been Collected to Complete Financing on an Incomplete Project of the City, as Identified

in Paragraph (2) of Subdivision (A) of Section 66001, and the Project of the City Remains Incomplete.

The City has determined that it has or will obtain sufficient funds to finance the library facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the Library Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from the Library Facilities Fee Account in fiscal year 2013-2014.

H. Public Meeting Facilities

1. Description of the Type of Reportable Fees in the Account or Sub-account(s) of the City.

The Public Meeting Facilities Fee financed community centers and public buildings available for community use. This category of buildings differs from general facilities, which are facilities used by the City staff to undertake their municipal service duties.

2. Amount of the Reportable Fees.

The City stopped collecting the Public Meeting Facilities Fee as of August 2007.

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

**Table H-1
Public Meeting Facilities Fee Beginning & Ending Balance**

Beginning Balance as of July 1, 2013	Ending Balance as of June 30, 2014
\$574,705	\$579,312

4. Amount of the Reportable Fees Collected and Interest Earned.

**Table H-2
Public Meeting Facilities Fees Collected & Interest Earned**

Fees Collected	Interest Earned
\$0	\$4,607

5. 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 City that Was Funded with Reportable Fees.

No projects were funded with Public Meeting Facilities fees in fiscal year 2013-2014.

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

The City has determined that it has sufficient funds to finance the public meeting facilities projects shown in Appendix B of this report.

7. Description of each Interfund Transfer or Loan Made from the Account or Sub-Account(s), Including Project(s) of the City 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.

No transfers or loans were made from the Public Meeting Facilities Fee Account in fiscal year 2013-2014.

8. 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.

No refunds were made from the Public Meeting Facilities Fee Account in fiscal year 2013-2014.

III. FISCAL YEAR 2013-2014 FIVE YEAR REPORT

In accordance with Government Code Section 66001, the City provides the following information with respect to that portion of the account or sub-account(s) remaining unexpended, whether committed or uncommitted:

1. Identification of the Purpose to which the Reportable Fees are to be Put.

The purpose of the Reportable Fees imposed and collected on new development within the City during fiscal year 2013-2014 was to fund the additional public facilities needed to serve new development within the City.

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

There is a roughly proportional, reasonable relationship between the new development upon which the Reportable Fees are charged and the need for additional public facilities by reason of the fact that additional residents and employees will be generated by additional development within the City and the City does not have capacity in its existing public facilities to accommodate these new residents and employees. Furthermore, the Reportable Fees charged on new development will be used to fund additional public facilities which will be used to serve the residents and employees generated from new development.

3. Identification of All Sources and Amounts of Funding Anticipated to Complete Financing of the Public Facilities the City has Identified in the City's Reports.

Table 1 on the following page is a summary of the amount of fees on hand for each fund as of June 30, 2014, as well as the costs of the pending public facility projects currently identified by the City as shown in further detail in Summary of Incomplete Projects (Appendix B). As indicated in the table below, the current fee balances, other than the public meeting facilities fee balance, are needed to complete the pending projects. The City intends to use the public meeting facilities fee balance on pending projects and new projects identified as public meeting needs occur.

**Table 1
Fees on Hand for Each Fund as of June 30, 2014**

Fund	Fees on hand as of 6/30/2014	Costs of future projects as shown in Summary of Incomplete Projects
Law Enforcement Facilities	\$491,561	\$563,004
Fire Suppression Facilities	\$645,940	\$702,373
Road Facilities	\$3,446,134	\$23,003,475
Drainage Facilities	\$3,156,670	\$4,751,000
Parks and Recreation Facilities	\$1,227,370	\$1,591,000
Valley Wide Facilities	\$201,527	\$300,000
General Facilities	\$1,629,128	\$1,641,742
Library Facilities	\$1,292,488	\$1,535,000
Public Meeting Facilities	\$579,312	\$228,807

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

Summary of Incomplete Projects (Appendix B) lists the approximate dates on which the funds are expected to be available for the Public Facility projects presently identified by the City.

taussig-client/HEMET.CTY/AB1600/Annual 5-Year Report/2013-2014/Report

APPENDIX A

Financial Summary Report for Fiscal Year 2013-2014

City of Hemet
Government Code Sections 66006 & 66001
Annual and Five Year Reports
Financial Summary Report for Fiscal Year 2013-2014

Account Description	Law Enforcement Facilities	Fire Suppression Facilities	Road Facilities	Drainage Facilities	Parks & Recreation Facilities	Valley-Wide Facilities	General Facilities	Library Facilities	Public Meeting Facilities
Beginning Fund Balance 7/1/2013	\$449,128 [1]	\$556,416 [2]	\$4,053,110	\$2,978,766	\$1,050,701	\$297,235	\$1,559,569	\$1,284,054	\$574,705
Sources of Funds									
Fee Revenues	\$68,279	\$79,855	\$433,811	\$267,485	\$167,095	\$32,545	\$99,717	\$88,200	\$0
Interest Income	\$3,798	\$35,392	\$39,382	\$24,368	\$10,256	\$1,747	\$14,432	\$11,508	\$4,607
Total Sources of Funds	\$72,077	\$115,247	\$473,193	\$291,853	\$177,351	\$34,292	\$114,149	\$99,708	\$4,607
Uses of Funds									
Capital Improvement Projects	(\$29,644)	(\$25,724)	(\$1,080,169)	(\$113,949)	(\$682)	\$0	(\$44,589)	(\$91,275)	\$0
Refund of Fees	\$0	\$0	\$0	\$0	\$0	(\$130,000)	\$0	\$0	\$0
Total Uses of Funds	(\$29,644)	(\$25,724)	(\$1,080,169)	(\$113,949)	(\$682)	(\$130,000)	(\$44,589)	(\$91,275)	\$0
Ending Fund Balance 6/30/2014	\$491,561	\$645,939	\$3,446,134	\$3,156,670	\$1,227,370	\$201,527	\$1,629,128	\$1,292,488	\$579,312

[1] Beginning Balance as of July 1, 2014 is less than Ending Balance as of June 30, 2013 shown in prior Annual Report due to general ledger expenditure re-classification of \$67,000 at year end 2012-2013 for police department building improvem

[2] Beginning Balance as of July 1, 2014 is less than Ending Balance as of June 30, 2013 shown in prior Annual Report due to general ledger expenditure re-classification of \$49,859 at year end 2012-2013 for fire department building improvements.

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APPENDIX B

Summary of Incomplete Projects

City of Hemet
Government Code Sections 66006 & 66001
Annual and Five Year Reports
Summary of Incomplete Projects for Fiscal Year 2013-2014

Proposed Funding Sources				Description of Funding Sources		
Fee / Project	Reportable Fees	Other Sources of Funds	Total	Reportable Fees	Other Sources of Funds	Timeframe
Law Enforcement Facilities						
Professional Services	\$1,042	\$0	\$1,042	On Deposit with City and Future Fee Collections	None	2013 to 2014
Server Migration/Upgrades-Comtronix	\$82,825	\$0	\$82,825	On Deposit with City and Future Fee Collections	None	2013 to 2014
Capital Improvements - Evidence Building - Design Phase	\$29,137	\$0	\$29,137	On Deposit with City and Future Fee Collections	None	2013 to 2014
<u>Building Improvements for Security in Citizen Lobby & Detective Areas</u>	<u>\$450,000</u>	<u>\$0</u>	<u>\$450,000</u>	<u>On Deposit with City and Future Fee Collections</u>	<u>None</u>	<u>2013 to 2014</u>
Subtotal	\$563,004	\$0	\$563,004			
Fire Suppression Facilities						
Miscellaneous Tools, Fire Fighting Equipment	\$27,373	\$0	\$27,373	On Deposit with City and Future Fee Collections	None	2013 to 2014
Fire Station #5 - Building Improvements for Public	\$175,000	\$0	\$175,000	On Deposit with City and Future Fee Collections	None	2013 to 2016
Additional Vehicles Due to Service Area Expansion - 1 Squad Vehicle, 1 Fire Engine, 1 Water Tender	\$400,000	\$0	\$400,000	On Deposit with City and Future Fee Collections	None	2013 to 2017
Communication Upgrades Including Radios	\$80,000	\$0	\$80,000	On Deposit with City and Future Fee Collections	None	2013 to 2016
<u>Electronic Patient Care Reporting Tablets (EPCR) Upgrade per County-Mandated Program for Patient Documentation</u>	<u>\$20,000</u>	<u>\$0</u>	<u>\$20,000</u>	<u>On Deposit with City and Future Fee Collections</u>	<u>None</u>	<u>2013 to 2017</u>
Subtotal	\$702,373	\$0	\$702,373			
Road Facilities						
Signal at Warren & Esplanade	\$510,500	\$478,000	\$988,500	On Deposit with City and Future Fee Collections	Soboba Tribal Grant, Riverside County	2014 to 2016
Sanderson Widening Project (Phase II)	\$175,000	\$666,743	\$841,743	On Deposit with City and Future Fee Collections	Transportation Uniform Mitigation Fee	2013 to 2014
Sanderson Widening Project (Phase III)	\$0	\$282,000	\$282,000	On Deposit with City and Future Fee Collections	Transportation Uniform Mitigation Fee	2013 to 2014
State Street Improvements - Florida to Johnston	\$1,240,000	\$0	\$1,240,000	On Deposit with City and Future Fee Collections	None	2016 to 2017
Menlo Widening Project	\$1,000,000	\$0	\$1,000,000	On Deposit with City and Future Fee Collections	None	2016 to 2017
Transportation CEQA Review - Ongoing	\$0	\$0	\$0	On Deposit with City and Future Fee Collections	Enterprise - Water Fund	2015 to 2016
Carmalita Parking Improvement 2	\$80,000	\$0	\$80,000	On Deposit with City and Future Fee Collections	None	2016 to 2017
Cawston & Menlo Traffic & Intersection Improvements	\$575,000	\$0	\$575,000	On Deposit with City and Future Fee Collections	Safe Routes to School	2016 to 2017
Juanita Street Improvements	\$450,000	\$0	\$450,000	On Deposit with City and Future Fee Collections	None	2016 to 2017
Traffic Signal Mountain & Soboba	\$76,640	\$503,313	\$579,953	On Deposit with City and Future Fee Collections	Grant - Indian Gaming Fund, Measure A	2013 to 2015
Gilbert Roadway Improvements	\$260,000	\$443,279	\$703,279	On Deposit with City and Future Fee Collections	CalTrans STP Map 21	2016 to 2017
Stetson Avenue Bridge Replacement	\$50,000	\$955,000	\$1,005,000	On Deposit with City and Future Fee Collections	HBRRP Federal Grant	2013 to 2018
Traffic Signal Retrofit - Opticom	\$176,000	\$0	\$176,000	On Deposit with City and Future Fee Collections	None	2015 to 2016
Cawston Avenue Widening Esplanade to Domenigoni Parkway	\$6,700,000	\$0	\$6,700,000	On Deposit with City and Future Fee Collections	None	2014 to 2018
Cawston Avenue Bridge Over Salt Creek Channel	\$5,152,000	\$0	\$5,152,000	On Deposit with City and Future Fee Collections	None	2015 to 2019
Hemet Street Bridge Over Bautista Creek	\$2,100,000	\$0	\$2,100,000	On Deposit with City and Future Fee Collections	None	2016 to 2019
<u>Sidewalk Improvements</u>	<u>\$300,000</u>	<u>\$830,000</u>	<u>\$1,130,000</u>	<u>On Deposit with City and Future Fee Collections</u>	<u>Grants - CDBG, SB 821</u>	<u>2014 to 2019</u>
Subtotal	\$18,845,140	\$4,158,335	\$23,003,475			
Drainage Facilities						
Esplanade Drainage Improvements	\$1,500,000	\$0	\$1,500,000	On Deposit with City and Future Fee Collections	None	2013 to 2014
State Street Storm Drain Improvements Menlo to Esplanade	\$2,750,000	\$0	\$2,750,000	On Deposit with City and Future Fee Collections	None	2012 to 2017
Westside Drainage Master Plan Improvements	\$500,000	\$0	\$500,000	On Deposit with City and Future Fee Collections	None	2012 to 2017
Professional Services	\$1,000	\$0	\$1,000	On Deposit with City and Future Fee Collections	None	2013 to 2014
Subtotal	\$4,751,000	\$0	\$4,751,000			
Parks & Recreation Facilities						
Security Cameras/Security Camera System/Various Parks	\$41,000	\$0	\$41,000	On Deposit with City and Future Fee Collections	None	2014 to 2016
Devonshire Basin Park	\$750,000	\$0	\$750,000	On Deposit with City and Future Fee Collections	None	2015 to 2016
<u>City Master Plan - State Street & Domenigoni Park Trails, Sidewalks</u>	<u>\$800,000</u>	<u>\$0</u>	<u>\$800,000</u>	<u>On Deposit with City and Future Fee Collections</u>	<u>None</u>	<u>2016 to 2020</u>
Subtotal	\$1,591,000	\$0	\$1,591,000			
Valley Wide Facilities						
Park Expansion in Coordination with Valley Wide Recreation & Parks - Proposed City Master Plan Land Purchase and Facilities - City Portion	\$300,000	\$0	\$300,000	On Deposit with City and Future Fee Collections	None	2014 to 2015
General Facilities						
City Hall Gate	\$5,800	\$0	\$5,800	On Deposit with City and Future Fee Collections	None	2013 to 2014
Professional Fees	\$942	\$0	\$942	On Deposit with City and Future Fee Collections	None	2013 to 2014
CNG Vehicle for Public Works	\$300,000	\$0	\$300,000	On Deposit with City and Future Fee Collections	None	2014 to 2015
ADA Compliance Improvements	\$500,000	\$0	\$500,000	On Deposit with City and Future Fee Collections	None	2014 to 2020
Municipal Building Energy Management System Update	\$450,000	\$0	\$450,000	On Deposit with City and Future Fee Collections	None	2015 to 2020
<u>Vehicle Replacement Plan for Public Works</u>	<u>\$385,000</u>	<u>\$0</u>	<u>\$385,000</u>	<u>On Deposit with City and Future Fee Collections</u>	<u>None</u>	<u>2013 to 2014</u>
Subtotal	\$1,641,742	\$0	\$1,641,742			
Library Facilities						
Capital Outlay for Books, Audio Visual Materials, Databases for Patron Use	\$350,000	\$0	\$350,000	On Deposit with City and Future Fee Collections	None	2013 to 2014
First Floor Improvements - Adult Literacy Center, Bookshelves, Radio Frequency Detection, Computer, Phone Improvements	\$185,000	\$0	\$185,000	On Deposit with City and Future Fee Collections	None	2014 to 2016
<u>Second Floor Improvements and Future Expansion of Library Facilities, Books, Audio Visual materials, and Databases for Patron Use</u>	<u>\$1,000,000</u>	<u>\$0</u>	<u>\$1,000,000</u>	<u>On Deposit with City and Future Fee Collections</u>	<u>None</u>	<u>2013 to 2016</u>
Subtotal	\$1,535,000	\$0	\$1,535,000			

City of Hemet
Government Code Sections 66006 & 66001
Annual and Five Year Reports
Summary of Incomplete Projects for Fiscal Year 2013-2014

Proposed Funding Sources				Description of Funding Sources			
Fee / Project	Reportable Fees	Other Sources of Funds	Total	Reportable Fees	Other Sources of Funds	Timeframe	
Public Meeting Facilities							
Library Second Floor Construction/Expansion of Public Meeting Rooms	\$150,000	\$0	\$150,000	On Deposit with City	None	2014 to 2017	
Police Department Lobby Expansion of Public Meeting Rooms	\$42,707	\$0	\$42,707	On Deposit with City	None	2013 to 2015	
Fire Station #4 Public Meeting Room (Reimbursement of Fire DIF)	\$36,100	\$0	\$36,100	On Deposit with City	None	2013 to 2014	
Subtotal	\$228,807	\$0	\$228,807				

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