

Annual Accounting of Developer Fees

Governing Code sections 66001 and 66006 impose detailed requirements on public agencies which levy development fees. As a reminder, each year school districts that collect developer fees are required to complete an accounting regarding those fees.

Government Code Section 66006 requires that within 180 days of the end of the fiscal year, each fee-collecting district must make the accounting available to the public. In addition, the governing board must review the information at its next regularly scheduled meeting held no earlier than fifteen (15) days after the information becomes available to the public.

Government Code Section 66001(d) requires that for the fifth fiscal year following the first deposit into each account or fund, and every five years thereafter, the district must make certain findings, with respect to that portion of the account or fund remaining unexpended, whether committed or uncommitted, in each fund or account.

Even if funds remaining at the end of the fiscal year have been spent prior to the date of the accounting, it remains necessary to comply with Government Code Section 66001.

If you have any questions, please do not hesitate to contact Business Advisory Services.