

Laguna Beach County Water District
Water Capacity Fee Program Fiscal Year 2022/2023
Annual Compliance Report for Requirements of Government Code Section 66013

1. A description of the charges collected and deposited.

The purpose of the District's Water Capacity Fee program is for acquisition, construction, or reconstruction of local water assets that provide and support capacity in the local water system for the benefit of new and expanded development (new and upsized water meter connections) within the District service area. Water capacity thus acquired is irrevocable and runs with the parcel.

2. The beginning and ending balance of the account holding the fee revenues and the interest earned from investment of moneys in the account, if any.

In FY 2022/23, Water Capacity Fees were completely expended on upgrade/replacement projects that provide capacity in the District water system. The monthly balance in the Water Capacity Fee account did not earn interest because the collected fees were used to pay ongoing expenses related to capacity-based capital upgrade/replacement projects during the year.

Summary of Water Capacity Fees Collected and Expended
FY 2022/23

Beginning Balance at July 1, 2022:	\$0
Capacity Fees Collected:	293,570
Interest Earnings on Balance:	0
Transfers to Capital Improvement Projects:	<u>(293,570)</u>
Ending Balance at June 30, 2023:	<u>\$0</u>

3. The amount of charges collected in that fiscal year.

The District collected \$293,570 in water capacity fees in FY 2022/23.

4. An identification of all of the following:

- a. Each public improvement on which charges were expended and the amount of the expenditure for each improvement, including the percentage of the total cost of the public improvement that was funded with those charges if more than one source of funding was used.

Water capacity fees in the amount of \$293,570 were expended in the following manner and represent the following percentages of funding sources for each capacity-providing project:

Capital Project	FY 22/23 Project Expenditures	FY 22/23 Capacity Fees Applied	Fees as % of Total Project Expenditures
Laguna Canyon Frontage Road Pipeline	\$479,514	\$293,570	61.2%

- b. Each public improvement on which charges were expended that was completed during that fiscal year.

Laguna Canyon Frontage Road Pipeline ended June 30, 2023.

- c. Each public improvement that is anticipated to be undertaken in the following fiscal year.

Glomsted Pipeline Replacement.

- 5. If applicable, a description of each transfer or loan made from the capital facilities account. The information provided, in the case of a transfer, shall identify the public improvements on which the transferred moneys are, or will be, expended. The information, in the case of a loan, shall include the date on which the loan will be repaid, and the rate of interest received on the loan.

The projects noted in Item 4.a. above were paid for from the District's Water Capacity Fee account and attributed to each respective project.