

**COSTA MESA SANITARY DISTRICT  
ANNUAL COMPLIANCE REPORT FOR REQUIREMENTS OF  
GOVERNMENT CODE SECTION 66013  
Fiscal Year Ended June 30, 2020**

Government Code Section 66013(d) requires that capacity charges collected be deposited in a separate fund, and that the District shall, within one hundred eighty (180) days of the close of the fiscal year, make available to the public the following information:

- (1) A description of the charges deposited in the fund.

Capacity Charges – The purpose of these capacity charges, or fixture fees, is for the acquisition, construction, or reconstruction of local sewer facilities. These fees provide the facilities or infrastructure to accommodate the demands generated by future development within the District.

- (2) The beginning and ending balance of the fund and the interest earned from investment of moneys in the fund.

A summary of fund activity is as follows:

Beginning balance at July 1, 2019	<u>\$127,923</u>
Increases:	
Fixture fees collected	243,113
Investment earnings	<u>6,101</u>
Total increases	<u>249,214</u>
Decreases:	
Transfer to Wastewater Fund for reimbursement of project costs	(0.0)
Refunds	<u>(1,087)</u>
Total decreases	<u>(1,087)</u>
Ending balance at June 30, 2020	<u>\$376,050</u>

- (3) The amount of charges collected in the fiscal year.

The Facilities Revolving Fund collected \$242,026 in capacity charges (fixture fees) net of refunds for the year ended June 30, 2020.

(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.

No charges were expended during the fiscal year utilizing these funds.

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

Not applicable.

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

At present, the purchase and installation of the Emergency Battery Storage System for Solar Photovoltaic System at HQ project is anticipated to be undertaken in the following fiscal years.

- (5) A description of each interfund transfer or loan made from the capital facilities fund. The information provided, in the case of an interfund transfer, shall identify the public improvements on which the transferred moneys are, or will be, expended. The information, in the case of an interfund loan, shall include the date on which the loan will be repaid, and the rate of interest that the fund will receive on the loan.

No interfund transfers or loans were made during the fiscal year utilizing these funds.