



COOPERATIVE STRATEGIES

COMPLETE FINANCIAL & DEMOGRAPHIC PLANNING FOR EDUCATION

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CS NEWSFLASH: **LEVEL 3 FEES CLEAR A HURDLE**

The California Building Industry Association's ("CBIA") latest appeal to block Level 3 developer fees [was denied](#) late last month. This allowed the State Allocation Board ("SAB") to move forward with officially notifying the Senate and Assembly that there were no remaining state funds available for construction projects. Qualifying school districts can now impose Level 3 developer fees on new construction.

School districts who choose to implement these fees should carefully track all collections in a separate, dedicated account in order to facilitate reimbursement requirements or deduction in state funding when receiving future state bond apportionments. The fate of Proposition 51, the \$9 billion state school facilities bond, is in the hands of voters on Tuesday. The bond would mean billions of dollars in funding for new construction projects, which may limit the time Level 3 fees can be imposed. Should the state bond fail, school districts would be able to continue charging the higher rates, but would need to continue to maintain accounting records, should state bond funds be available in the future.

If you have any questions regarding this outcome, or need help determining if you qualify for Level 3 developer fees, please contact us at 949.250.8320 or info@coopstrategies.com.

Benjamin E. Dolinka, Chief Executive Officer
Cooperative Strategies, LLC

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IRVINE, CA | LITTLETON, CO | HILLIARD, OH
844.654.2421 | INFO@COOPSTRATEGIES.COM