

1. PROPORTIONATE SHARE MITIGATION:

- a. The **parties** agree the formula to calculate the total amount of the Proportionate Share Mitigation shall be: $p = (s - a) \times (c + (c \times f))$, where:
- p = Proportionate Share Mitigation Amount, and
 - s = Students that will be generated by the Proposed Development, and
 - a = Available FISH permanent capacity or **zero** if no permanent capacity is available, and
 - c = Total Facility Cost per Student Station for the **high school** level, as published in the Educational Facilities Impact Fee Update Study adopted by the School Board and in effect at the time when the Proportionate Share Mitigation is accepted plus authorized ancillary facility costs per student, and
 - f = Student Station Cost Adjustment Factor (indexed to 2022) for the year in which the Proportionate Share Mitigation is accepted, as published by the Florida Legislative Office of Economic and Demographic Research (EDR). The Student Station Cost Factor for August of 2022 is 1.4812 and is the base number until a new Impact Fee Study is completed. The Formula is $((V2 - V1)/(V1)) \times 100 = f$. As an example, the Student Station Cost Factor for August 2025 is 1.6247. $((1.6247 - 1.4812)/1.4812) \times 100 = 9.69\%$.
- b. The **parties** agree that the payment of Proportionate Share Mitigation in the total amount of **TWO MILLION TWO HUNDRED EIGHTY THOUSAND SIX HUNDRED THIRTY-NINE AND 00/100 DOLLARS (\$2,264,920.00)** for the Proposed Development is the appropriate Proportionate Share Mitigation option necessary to maintain the Level of Service Standard for school capacity in the affected Hernando County School District.

HIGH SCHOOL LEVEL

Hp = High School Prop Share Mitigation Amount (rounded to the nearest dollar)
Hs = 66 Students Generated
Ha = 15 Available Capacity
Hc = \$40,768 cost per HS station
Hf = 9.69% Cost Adjustment Factor

$$\begin{aligned}
 Hp &= (Hs - Ha) \times (Hc + (Hc \times Hf)) \\
 Hp &= (66 - 15) \times (\$40,768 + (\$40,768 \times 0.0969)) \\
 Hp &= (51) \times (\$40,768 + \$3,950.42) \\
 Hp &= (51) \times (\$44,718.42) \\
 \mathbf{Hp} &= \mathbf{\$2,280,639}
 \end{aligned}$$