



**STAFF REPORT**  
**5/24/2023**

**TO:** Honorable Mayor and City Council Members

**FROM:** William B. Pattison, Finance Director

**SUBJECT:** Resolution No. SD-2023-01, Approving the Fiscal Year 2023-2024 Coachella Sanitary District Annual Budget

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**STAFF RECOMMENDATION:**

Adopt Resolution SD-2023-01 approving the annual budget and organizational structure for the fiscal year 2023-2024 for the Coachella Sanitary District.

**BACKGROUND:**

The Sanitary District's 2023-2024 budget includes revenues projected at \$10.43 million, which represents an increase of 38.3% over the prior fiscal year. This results from increases in interest, interfund transfers in, and other revenues.

District expenditures (net of principal payments) are budgeted at \$9.85 million, which is 28.2% greater than last year. The increase is due to increases in debt service interest for the District's 2020 pension obligation bonds budgeted in FY 2023-2024, and interfund transfers out.

**FISCAL IMPACT:**

	<b>Projected 2022-23</b>	<b>Budget 2023-24</b>
<b><u>Beginning Net Position</u></b>		
Restricted	\$ 184,156	\$ 1,084,156
Unrestricted	6,269,887	5,224,128
<b>Total Beginning Net Position</b>	<b>6,454,043</b>	<b>6,308,284</b>
<b><u>Revenues</u></b>		
Connection Fees	900,000	1,553,913
Utility Service	6,500,000	6,700,000
Property Taxes	99,000	229,000
Interest & Other Revenue	39,527	1,944,457
<b>Total Revenue</b>	<b>7,538,527</b>	<b>10,427,370</b>
<b><u>Expenditures</u></b>		
Operating Costs	3,415,408	5,219,398
Administrative Costs	2,181,291	2,652,511
Depreciation & Amortization	1,472,623	1,472,623
Debt Service - Interest	614,964	508,437
<b>Total Expenditures</b>	<b>7,684,286</b>	<b>9,852,968</b>
<b>Surplus (Deficit)</b>	<b>(145,759)</b>	<b>574,402</b>
<b><u>Ending Net Position</u></b>		
Restricted	1,084,156	2,638,069
Unrestricted	5,224,128	4,244,617
<b>Total Ending Net Position</b>	<b>\$ 6,308,284</b>	<b>\$ 6,882,686</b>

**EXHIBITS:**

Fiscal year 2023-24 Draft Proposed Budget