



STAFF REPORT
6/23/2021

TO: Honorable Mayor and City Council Members

FROM: Nathan Statham, Finance Director

SUBJECT: Resolution No. SD-2021-02, Approving the Fiscal Year 2021-2022 Coachella Sanitary District Annual Budget

STAFF RECOMMENDATION:

Adopt Resolution SD-2021-02 approving the annual budget and organizational structure for the fiscal year 2021-2022 for the Coachella Sanitary District.

BACKGROUND:

The Sanitary District's 2021-2022 budget includes revenues projected at \$7.66 million, which represents an increase of 0.2% over the prior fiscal year. This results from increases in interest & other revenues.

District expenditures (net of principal payments) are budgeted at \$7.30 million, which is 2.6% 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 2021-2022.

FISCAL IMPACT:

	Projected 2020-21	Budget 2021-22
<u>Revenues</u>		
Connection Fees	\$ 1,400,000	\$ 1,400,000
Utility Service	6,050,000	6,050,000
Property Taxes	160,000	160,000
Interest & Other Revenue	40,000	52,702
Total Revenue	7,650,000	7,662,702
<u>Expenditures</u>		
Operating Costs	2,503,957	2,671,149
Administrative Costs	2,507,479	2,441,997
Depreciation & Amortization	1,522,623	1,522,623
Debt Service		
Principal Payments	1,598,323	1,827,056
Interest Payments	584,146	666,879
Total Expenditures	8,716,528	9,129,704
Less: Principal Payments	1,598,323	1,827,056
Total Expenses Less Principal	7,118,205	7,302,648
Surplus (Deficit)	\$ 531,795	\$ 360,055

EXHIBITS:

Fiscal year 2021-22 Draft Proposed Budget