

City of Palm Desert



Cash Flow Projections
w/District Tax Consideration

Cash Flow Projections – Current

	FY 2023-24	FY 2024-25	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29
Estimated Revenue	\$ 75,554,467	\$ 78,123,319	\$ 81,170,128	\$ 84,173,423	\$ 87,119,493	\$ 90,168,675
Estimated Expenditures	\$ 75,353,985	\$ 79,821,684	\$ 88,412,768	\$ 92,933,407	\$ 98,580,077	\$ 104,509,081
Revenue over (under) expenditures	\$ 200,482	\$ (1,698,365)	\$ (7,242,640)	\$ (8,759,984)	\$ (11,460,584)	\$ (14,340,406)
Est. General Fund Balance¹	\$ 120,916,512	\$ 105,358,699	\$ 92,130,423	\$ 72,660,262	\$ 48,900,279	\$ 22,439,694
Unfunded Requests (from Reserve)	(15,557,813)	(11,529,911)	(12,227,520)	(15,000,000)	(15,000,000)	-
LMS Implementation	(2,006,375)					
Library Ops 23/24	(1,321,527)					
New Library (\$30M) BONDS			(15,000,000)	(15,000,000)		
North Sphere Community Park (\$10M) BONDS	(150,000)	(5,000,000)	(4,850,000)			
North Sphere Regional Park (\$30M) BONDS				(15,000,000)	(15,000,000)	
Fire Station 33/71 Renovations (\$12M/ea)			(1,300,000)			
August 2023 Weather Event Projects	(5,550,000)					
Deferred Facility Maint (from Reserve)	(6,529,911)	(6,529,911)	(6,077,520)			
Est. General Fund Balance	\$ 105,358,699	\$ 92,130,423	\$ 72,660,262	\$ 48,900,279	\$ 22,439,694	\$ 8,099,288
<i>1. Includes the unaudited 2022/23 Fund Balance at this time.</i>						
Est. General Fund Bal	\$ 105,358,699	\$ 92,130,423	\$ 72,660,262	\$ 48,900,279	\$ 22,439,694	\$ 8,099,288
Non-Spendable	3,045,978	2,709,978	2,525,978	2,333,978	2,403,997	2,476,117
Current Reserve Policy						
ASSIGNED						
GF Operating Reserve (25% of Ops)	16,611,978	17,321,814	19,390,577	20,439,358	21,767,206	23,163,122
COMMITTED						
GF Emergency Reserve (20% of GF Revenue)	15,110,893	15,624,664	16,234,026	16,834,685	17,423,899	18,033,735
Liability Reserve (\$4M)	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Emplmnt Bene Reserve (50% for PERS change in Discount Rate)	10,434,732	10,747,773	11,070,207	11,402,313	11,744,382	12,096,714
Other Fund Stability Reserve (equal to 25% T-fer Out)	2,556,900	2,633,607	2,712,615	2,793,994	2,877,814	2,964,148
Facility Reserve	19,137,342	922,141	1,960,840			
CIP Reserve	13,965,065					
Equip Replacement Reserve (100% of historical cost of assets balance)	3,367,828	3,468,863	3,572,929	3,680,117	3,790,520	3,904,236
Econ Dvlpmnt/Land Acqn Reserve						
Total Required Reserve	\$ 88,230,716	\$ 57,428,840	\$ 61,467,171	\$ 61,484,444	\$ 64,007,818	\$ 66,638,072
Est. Unassigned Fund Balance	\$ 17,127,983	\$ 34,701,583	\$ 11,193,091	\$ (12,584,165)	\$ (41,568,123)	\$ (58,538,784)

Cash Flow Projections – with ½ cent district tax approval

	FY 2023-24	FY 2024-25	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29
Estimated Revenue	\$ 75,554,467	\$ 78,123,319	\$ 81,170,128	\$ 84,173,423	\$ 87,119,493	\$ 90,168,675
1/2 cent district tax approval			13,082,325	13,448,630	13,784,846	14,101,897
Estimated Expenditures	\$ 75,353,985	\$ 79,821,684	\$ 88,412,768	\$ 92,933,407	\$ 98,580,077	\$ 104,509,081
Revenue over (under) expenditures	\$ 200,482	\$ (1,698,365)	\$ 5,839,685	\$ 4,688,646	\$ 2,324,261	\$ (238,509)
Est. General Fund Balance¹	\$ 120,916,512	\$ 105,358,699	\$ 92,130,423	\$ 85,742,587	\$ 75,431,234	\$ 62,755,495
Unfunded Requests (from Reserve)	(15,557,813)	(11,529,911)	(12,227,520)	(15,000,000)	(15,000,000)	-
LMS Implementation	(2,006,375)					
Library Ops 23/24	(1,321,527)					
New Library (\$30M) BONDS			(15,000,000)	(15,000,000)		
North Sphere Community Park (\$10M) BONDS	(150,000)	(5,000,000)	(4,850,000)			
North Sphere Regional Park (\$30M) BONDS				(15,000,000)	(15,000,000)	
Fire Station 33/71 Renovations (\$12M/ea)			(1,300,000)			
August 2023 Weather Event Projects	(5,550,000)					
Deferred Facility Maint (from Reserve)	(6,529,911)	(6,529,911)	(6,077,520)			
Est. General Fund Balance	\$ 105,358,699	\$ 92,130,423	\$ 85,742,587	\$ 75,431,234	\$ 62,755,495	\$ 62,516,987
<i>1. Includes the unaudited 2022/23 Fund Balance at this time.</i>						
Est. General Fund Bal	\$ 105,358,699	\$ 92,130,423	\$ 85,742,587	\$ 75,431,234	\$ 62,755,495	\$ 62,516,987
Non-Spendable	3,045,978	2,709,978	2,525,978	2,333,978	2,403,997	2,476,117
Current Reserve Policy						
ASSIGNED						
GF Operating Reserve (25% of Ops)	16,611,978	17,321,814	19,390,577	20,439,358	21,767,206	23,163,122
COMMITTED						
GF Emergency Reserve (20% of GF Revenue)	15,110,893	15,624,664	18,850,491	19,524,411	20,180,868	20,854,114
Liability Reserve (\$4M)	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Emplmnt Bene Reserve (50% for PERS change in Discount Rate)	10,434,732	10,747,773	11,070,207	11,402,313	11,744,382	12,096,714
Other Fund Stability Reserve (equal to 25% T-fer Out)	2,556,900	2,633,607	2,712,615	2,793,994	2,877,814	2,964,148
Facility Reserve	19,137,342	922,141	1,960,840			
CIP Reserve	13,965,065					
Equip Replacement Reserve (100% of historical cost of assets balance)	3,367,828	3,468,863	3,572,929	3,680,117	3,790,520	3,904,236
Econ Dvlpmnt/Land Acqn Reserve						
Total Required Reserve	\$ 88,230,716	\$ 57,428,840	\$ 64,083,636	\$ 64,174,170	\$ 66,764,787	\$ 69,458,451
Est. Unassigned Fund Balance	\$ 17,127,983	\$ 34,701,583	\$ 21,658,951	\$ 11,257,064	\$ (4,009,291)	\$ (6,941,465)

Cash Flow Projections – with 1 cent district tax approval

	FY 2023-24	FY 2024-25	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29
Estimated Revenue	\$ 75,554,467	\$ 78,123,319	\$ 81,170,128	\$ 84,173,423	\$ 87,119,493	\$ 90,168,675
1 cent district tax approval			26,164,510	26,897,116	27,569,544	28,203,644
Estimated Expenditures	\$ 75,353,985	\$ 79,821,684	\$ 88,412,768	\$ 92,933,407	\$ 98,580,077	\$ 104,509,081
Revenue over (under) expenditures	\$ 200,482	\$ (1,698,365)	\$ 18,921,870	\$ 18,137,132	\$ 16,108,960	\$ 13,863,238
Est. General Fund Balance¹	\$ 120,916,512	\$ 105,358,699	\$ 92,130,423	\$ 98,824,772	\$ 101,961,905	\$ 103,070,865
Unfunded Requests (from Reserve)	(15,557,813)	(11,529,911)	(12,227,520)	(15,000,000)	(15,000,000)	-
LMS Implementation	(2,006,375)					
Library Ops 23/24	(1,321,527)					
New Library (\$30M) BONDS			(15,000,000)	(15,000,000)		
North Sphere Community Park (\$10M) BONDS	(150,000)	(5,000,000)	(4,850,000)			
North Sphere Regional Park (\$30M) BONDS				(15,000,000)	(15,000,000)	
Fire Station 33/71 Renovations (\$12M/ea)			(1,300,000)			
August 2023 Weather Event Projects	(5,550,000)					
Deferred Facility Maint (from Reserve)	(6,529,911)	(6,529,911)	(6,077,520)			
Est. General Fund Balance	\$ 105,358,699	\$ 92,130,423	\$ 98,824,772	\$ 101,961,905	\$ 103,070,865	\$ 116,934,102
<i>1. Includes the unaudited 2022/23 Fund Balance at this time.</i>						
Est. General Fund Bal	\$ 105,358,699	\$ 92,130,423	\$ 98,824,772	\$ 101,961,905	\$ 103,070,865	\$ 116,934,102
Non-Spendable	3,045,978	2,709,978	2,525,978	2,333,978	2,403,997	2,476,117
Current Reserve Policy						
ASSIGNED						
GF Operating Reserve (25% of Ops)	16,611,978	17,321,814	19,390,577	20,439,358	21,767,206	23,163,122
COMMITTED						
GF Emergency Reserve (20% of GF Revenue)	15,110,893	15,624,664	21,466,928	22,214,108	22,937,807	23,674,464
Liability Reserve (\$4M)	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Emplmnt Bene Reserve (50% for PERS change in Discount Rate)	10,434,732	10,747,773	11,070,207	11,402,313	11,744,382	12,096,714
Other Fund Stability Reserve (equal to 25% T-fer Out)	2,556,900	2,633,607	2,712,615	2,793,994	2,877,814	2,964,148
Facility Reserve	19,137,342	922,141	1,960,840			
CIP Reserve	13,965,065					
Equip Replacement Reserve (100% of historical cost of assets balance)	3,367,828	3,468,863	3,572,929	3,680,117	3,790,520	3,904,236
Econ Dvlpmnt/Land Acqn Reserve						
Total Required Reserve	\$ 88,230,716	\$ 57,428,840	\$ 66,700,073	\$ 66,863,867	\$ 69,521,726	\$ 72,278,801
Est. Unassigned Fund Balance	\$ 17,127,983	\$ 34,701,583	\$ 32,124,699	\$ 35,098,038	\$ 33,549,138	\$ 44,655,302

Excluded from Projections

- Mall Renovation
- CSUSB Expansion
- Parkview Renovation/Rehabilitation
- Major Infrastructure Improvements