

# CITY OF PALM DESERT STAFF REPORT

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MEETING DATE: December 11, 2025

PREPARED BY: Austin Yapple, Deputy Director of Finance

SUBJECT: RESOLUTION MAKING CERTAIN FINDINGS PURSUANT TO CALIFORNIA GOVERNMENT CODE SECTIONS 66000-66008 RELATING TO THE DEVELOPMENT IMPACT FEES ANNUAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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## **RECOMMENDATION:**

Adopt a Resolution entitled “A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PALM DESERT, CALIFORNIA, REVIEWING AND ACCEPTING THE ANNUAL DEVELOPMENT IMPACT FEE DISCLOSURE REPORT FOR THE CITY’S VARIOUS DEVELOPMENT IMPACT FEES AND MAKING FIVE-YEAR FINDINGS REGARDING THE CONTINUING NEED FOR UNEXPENDED BALANCES OF IMPACT FEES AS OF JUNE 30, 2025, PURSUANT TO CALIFORNIA GOVERNMENT CODE SECTION 66001.”

## **BACKGROUND/ANALYSIS:**

AB 1600 (Statutes of 1998, Mitigation Fee Act), codified as Section 66000 et seq. of the California Government Code (Code), regulates how public agencies collect, maintain, and spend impact fees imposed on developers for the purpose of defraying costs of public facilities. It includes requirements for accounting, spending, and annual reporting of fees and related interest earnings, as well as for findings or refunds if fees remain unspent for five or more years after receipt.

Section 66006(b)(1) includes specific reporting requirements for each separate account or fund established pursuant to the Code, and the local agency shall, within 180 days after the last day of each fiscal year, make certain information available to the public for compliance. The attached resolution and report (Exhibit A to the resolution), prepared for the fiscal year ending June 30, 2025, provide the information required by the Code, including the beginning and ending balances by fund, as well as any changes that occurred during the year. The report also provides the amount of fees, interest, other income, expenditures, loans, and proposed projects. Based on the findings, no refunds were required during the reported fiscal year.

The City Council must review the annual report and make findings at a public meeting held not less than fifteen days after the information is made available to the public. This report was filed with the City Clerk’s office and is available for public review on November 25, 2025. A draft of the report was also provided to the local Desert Valleys Builders Association and Riverside BIA.

## **Legal Review:**

This report has been reviewed by the City Attorney’s Office.

**FINANCIAL IMPACT:**

There is no fiscal impact from filing the report and its findings.

**ATTACHMENTS:**

1. Resolution
2. Exhibit A to Resolution – FY 2024-25 Developer Fee Reports
3. Capital Improvement Program Budget for FY 2025-26 to FY 2029-30