
ACCOUNTING SYSTEM & BUDGETARY CONTROL

Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate.

Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds utilized by the City are grouped into generic fund types and broad fund categories as follows:

Governmental Funds:

General Fund- The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted in another fund.

Special Revenue Funds- used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Special Revenue Funds include the sections label Special Revenue and Special Assessments. The landscaping and lighting funds are taken to City Council by separate resolution and are adopted as a consolidated district budget. However, the City reflects the individual zones in separate departments and funds. This allows the residents of the zones to see the exact detail of their improvements and maintenance.

Debt Service Funds- used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs other than capitalized leases and compensated absences which are paid from the governmental funds. The City currently has eight assessment districts (83-1, 84-1R, 87-1, 92-1, 94-1 - Bighorn, 94-2 - Sunterrace, 94-3 - Merano, 91-1 Indian Ridge Community Facility District) In addition, several of the original bond issues have been refunded into a Marks Roos Refunding Bond issue.

Capital Projects Funds- used to account for financial resources to be used for acquisition or construction of major capital facilities (other than those financed through proprietary funds). Capital Project Funds for the City include Art in Public Places, Capital Project Reserve fund, Streets fund, Ordinance 416, Drainage Facilities, Park and Recreation Facilities, Signalization, Buildings,

Museum, Library, Corporation Yard, YMCA Building Fund, Interstate 10, Sports Complex Fund, various assessment district funds and the Redevelopment Agency project area funds.

Fiduciary Funds:

Trust and Agency Funds- used to account for assets held by the City in a trustee capacity or as an agent for individuals private organizations, and other governments. Since activities recorded within these funds are outside the control of the City Council, these funds are not included within this budget document.

Basis of Accounting

Basis of Accounting refers to the point at which revenues and expenditures are recognized in the accounts and reported in the financial statements. All governmental funds, agency funds, and expendable trust funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. All proprietary funds and nonexpendable trust funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Budgetary Basis of Accounting

Budgets for the governmental fund types are adopted on a basis consistent with generally accepted accounting principles, utilizing the modified accrual basis of accounting. The proprietary fund - Golf Course Fund is budgeted utilizing available cash balance (cash basis). As a result, this fund does not maintain a depreciation reserve fund, no depreciation expenses (non cash entry) are budgeted. The other proprietary fund is the Office Complex which is budgeted on an accrual basis of accounting and maintains a depreciation reserve. Budgeted amounts are as originally adopted and as further amended by City Council action.

Budgetary Control

Budgetary controls are maintained to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the governmental and proprietary funds are included in the annual appropriated budget. The budgetary level of control, the level at which expenditures cannot legally exceed the appropriated amount, is exercised at the fund level.

ACCOUNTING SYSTEM & BUDGETARY CONTROL

Appropriations Limit

Article XIII B of the California State Constitution, more commonly referred to as the Gann Initiative or Gann Limit, was adopted by California voters in 1980 and placed limits on the amount of proceeds of taxes that state and local governmental agencies can receive and appropriate (authorize to spend) each year.

The limit is different for each agency and the limit changes each year. Each year's limit is based on the amount of tax proceeds that were authorized to be spent in fiscal year 1978-79 in each agency, modified for changes in inflation, population and voter approved modifications in each subsequent year.

Proposition 111 was passed by the State's voters in June 1990. This legislation made changes to the manner in which the Appropriations Limit is calculated:

The annual adjustment factors for inflation and population have been changed. Instead of using the lesser of California per capita income, or U.S. CPI, each city may choose either the growth in the California per capita income, or the growth in non-residential assessed valuation due to new construction within the City. For population, instead of using only the population growth of a city, each city may choose to use the population growth within its county. These are both annual elections.

The revised annual adjustment factors will be applied to the 1986-87 limit for most cities and each year in between in order to calculate the 1990-91 limit. The actual limits for the intervening years, however, are not affected.

Expenditures for "qualified capital outlay", which are fixed assets with a value of more than \$100,000 and an expected life of 10 years or more, will be excluded from the limit.

A city which exceeds the limit in any one year may choose to not give a tax refund if they fall below the limit in the next fiscal year. They then have two more years to refund any remaining excess or to obtain a successful override vote.

In certain situations, proceeds of taxes may be spent on emergencies without having to reduce the limit in future years. Each city must now conduct a review of its Appropriations Limit during its annual

financial audit.

The law now requires a governing body to annually adopt, by resolution, an appropriations limit for the following year, along with a recorded vote regarding which of the annual adjustment factors have been selected. The City's next year budget appropriations limit and annual adjustment factors will be adopted by the City Council in June.

Proposition 218- Property Tax Assessments

Article XIII C and XIII D of the California State Constitution, was adopted by California voters in November 5, 1996 and placed restrictions on assessments placed on the property tax roll.

The new restrictions requires that beginning July 1, 1997, all new and existing assessments (with some exceptions) conform with new substantive and procedural requirements. The major elements of the substantive requirements include:

- The assessment method of spread must be recalculated to ensure that all properties receiving special benefit from the services funded by the assessment are included in the assessment calculation. Properties owned by schools and other governmental agencies-previously exempt from some assessment charges-now must be included in the spread calculation if those properties receive benefit from the improvements.
- Costs related to "general" benefit must be specifically removed from the assessments. Only costs related to "special" benefit may be assessed.
- Finally, assessments must be spread to each parcel proportional to the aggregate district(or zone) assessment.
- Assessments used exclusively to fund sidewalks, streets, sewers, water, flood control, drainage systems, or vector control are exempt. Assessments approved by all the property owners at the time the assessment was created are exempt. Assessments used exclusively for bond repayments are exempt. Assessments previously approved by a majority of voters is exempt.

In July 1997 the voters approved all special assessment. April 2003, the Business Improvement District was approved by the President's Plaza Business/Property Owners. Since then, the City Council is recommending all future districts become Homeowner Associations.

CITY MANAGER'S EXECUTIVE SUMMARY FY 2009-2010

It is a pleasure to present to the citizens of Palm Desert, members of the City Council, and other interested readers the adopted FY 2009-10 operating budget for the City of Palm Desert, California. During Fiscal Year 2008-09 we addressed some significant challenges, and yet, we continue to work towards Palm Desert's vision as a vibrant community where families live, work, and play.

Our collective efforts to remain fiscally prudent continue to result in a sound and balanced budget, without the need to utilize the approximately \$59 million the City has in reserves. The economic downturn being experienced nationally, and here locally in Palm Desert, does impact our budget. However, the recent actions taken at mid-year, in particular, have paved the way for a fiscal year 2009-2010 budget absent the significant cutbacks to services that are taking place in other cities. The budget was formed on three core principles:

- 1) *Minimize the impact of budget cuts to key services and maintain the level of service expected by residents, businesses, and visitors;*
- 2) *Minimize the number of tax and fee adjustments required to maintain existing service levels; and*
- 3) *Minimize the impact on the City's employees and avoid position reductions if possible.*

The balanced budget presented to you carefully weighed all three principles in its development. The budget for all funds is \$273,713,382, including a General Fund operational budget of 46,957,546. This amount represents an overall budgetary decrease of .3% (less than 1 percent) and a General Fund operational decrease of 12% from the adopted FY 2008-09 operating budget, respectively.

GENERAL FUND

This year's budget continues the commitment to keep City operations lean and allocate funds to the City's highest priorities: public safety, economic development, completion of capital projects, and maintenance of the City's neighborhoods, parks and roadways.

Revenues

Anticipated revenue impacts relating to a downturn in real estate transactions, a drop in hotel room bookings, and a decrease in retail sales are being experienced, which affects Palm Desert's top three revenue streams. When these decreases are partnered with increasing costs for labor, fuel, utilities, and materials, a situation is created that requires ongoing fiscal attention.

The City's General Fund is projecting estimated revenues of \$46,982,000, which translates to a \$6,249,500 decrease (12%) over the prior fiscal year amount of \$53,231,500. The table below illustrates the combined decrease in estimated revenues within some of the City's significant revenue sources.

CITY MANAGER'S EXECUTIVE SUMMARY FY 2009-2010 (cont'd)

GENERAL FUND REVENUE SOURCES

Category	Budgeted FY 08-09	Budgeted FY 09-10	Increase or (Decrease)	Percent Change
Sales Tax	18,500,000	15,900,000	(2,600,000)	(14%)
Transient Occupancy Tax	8,500,000	8,000,000	(500,000)	(6%)
Licenses, Permits & Charges	3,485,000	2,575,000	(910,000)	(26%)
Property Tax	5,630,000	5,700,000	70,000	1%
Interest Earnings & Rental	4,000,000	1,295,000	(2,705,000)	(68%)
State Subvention	3,990,400	3,700,000	(290,400)	(7%)
Franchise Tax	2,900,000	2,950,000	50,000	2%
All Other Revenue	6,226,100	6,862,000	635,900	10%
Totals-General Fund	53,231,500	46,982,000	(6,249,500)	(12%)
Fire Taxes & Transfers	7,715,000	8,075,212	360,212	5%
Fire Reserve	1,478,000	1,555,895	77,895	5%
Totals-General & Fire	62,424,500	56,613,107	(5,811,393)	(9%)

Personnel Impacts

The City offered an Early Retirement Program that provided eligible employees the opportunity to retire with an additional two years of service. A total of eleven (11) employees participated in this program, with eight (8) of these positions funded via the General Fund. In addition to these retirements, a total of four positions were eliminated from the General Fund, two vacant positions were eliminated, and a hiring freeze was enacted. Four other positions were transferred from the General Fund to other funds. These actions resulted in a total salary savings of \$1.8 million and a reduction in staffing of ten percent (10%), from 167 positions in FY 08/09 to 150 positions in FY 09/10.

Transfers

Staff has added to General Fund revenues for transfer in from Fund 241 of \$640,000, Office Complex Fund 510 of \$440,000 and City-wide advertising Fund 239 of \$50,000 and others funds totaling \$456,000.

Expenditures

As the City of Palm Desert prepares for the next fiscal year, we do so under the realization of the current economic condition. Departments were asked to alter the method of developing their budget from previous years and participate in a zero-based budgeting approach that would reduce their expenditures by a minimum of fifteen percent (15%).

Palm Desert's total proposed operational expenses for FY 2009-2010 amount to \$46,957,546, which was approximately a twelve percent (12%) reduction from the Fiscal Year 2008-2009 budget of \$53,230,706.

CITY MANAGER'S EXECUTIVE SUMMARY FY 2009-2010 (cont'd)

GENERAL FUND PRIMARY EXPENDITURES

Category	Budgeted FY 08-09	Budgeted FY 09-10	Increase or (Decrease)	Percent Change
Personnel Service & Benefits	19,125,000	17,323,377	(1,801,623)	(9%)
Supplies	926,030	701,995	(224,035)	(24%)
Other Services, Charges & Transfers	32,754,076	28,739,474	(4,014,602)	(12%)
Capital Outlay	425,600	192,700	(232,900)	(55%)
Totals-General Fund	53,230,706	46,957,546	(6,273,160)	(12%)
Fire Contract	9,193,000	9,631,107	438,107	5%
Totals	62,423,706	56,588,653	(5,835,053)	(9%)

As indicated above, the City's General Fund expenditures are projected to decrease by \$6,273,160 (12%). The decrease in Personnel Service and Benefits expenditures of \$1.8 million is attributable to the aforementioned personnel reductions.

Other Services, Charges & Transfers decreased by \$4,014,602 or 12%. This amount included the increase in the Sheriff Contract. The following represent the primary reductions:

- 1) Reduction in Local Meetings, Conferences, Seminars and Workshops by \$235,000
- 2) Reduction in various Professional Services by \$924,500
- 3) Special Legal Services by \$195,000
- 4) Community Events by \$283,000
- 5) Marketing by \$317,000
- 6) Reduction in part-time assistance student work program and city-wide training by \$183,000
- 7) Park Maintenance Contract by \$139,000
- 8) Median Maintenance Contract by \$300,000
- 9) Street Repairs & Maintenance by \$475,000 – A portion of the decrease is funded by Special Revenue Funds
- 10) Office of Energy Management moved to the Redevelopment Agency: \$268,900

Fire & Police Services

The City of Palm Desert provides a high quality level of public safety services via contract with the County of Riverside. The total Palm Desert Police and Fire Department's budget account for approximately forty-five percent (45%) of operational expenses.

The City's Riverside County Sheriff public safety contracts represent the majority of the cost in Other Services, Charges, & Transfers expenditures. The current year Sheriff's Department contract includes the following services: (1) patrol services; (2) booking fees; (3) facility charges; (4) vehicle mileage; (5) dispatching services; (6) supplies; (7) contingency funding; and (8) the Cal ID Statewide Fingerprinting Identification System. The total General Fund cost of the Sheriff's Department contract is approximately \$15.4

CITY MANAGER'S EXECUTIVE SUMMARY FY 2009-2010 (cont'd)

million or a 4.35% increase from FY 08-09. This amount represents 32% of General Fund budgeted expenditures

The proposed Fire Department budget has also increased, due to the inclusion of an additional medic unit to service Palm Desert's eastern region. To offset this additional cost, the City Council increased the Structural Fire Protection Tax (Prop. A Fire Tax) to the maximum voter-approved levy amount. This new levy amounts to an estimated annual increase of \$409,000. Fire Services include: (1) firefighters; (2) paramedics; (3) fire inspectors; (4) hazardous materials response; (5) vehicle and building maintenance; and (6) commercial/housing building plan review. The City also contributes to fund the local volunteers that assist in fire and other emergencies.

The total FY 2009-10 cost for Fire Services is budgeted at \$9.6 million, or a 5% increase from FY 08-09. The existing Fire Fund reserves can handle this increase to the Fire budget for FY 2009-2010; however, the following fiscal year will require a General Fund contribution.

CONCLUSION

It is quite likely the current recessionary environment will continue through the remainder of this new fiscal year. As a result, staff anticipates that conditions may likely reflect decreasing revenues in sales tax, transient occupancy tax, property tax, and other economically sensitive revenues. Therefore, it is recommended that the City continue its policy of maintaining a reserve fund equal to operational expenditures.

Staff is cognizant that the budget process is dynamic and anticipates ongoing economic issues that will require monitoring as we progress through next fiscal year. That being said, the City is committed to fiscal responsibility, coupled with effective resource management, to provide the highest level of service to the community.

While our current budget posed challenges for us, we are in much better shape than most other local governments across the state and nation. This is due in part to the structure of our revenues, but it is also due to the fiscally conservative policies and practices of the City Council.

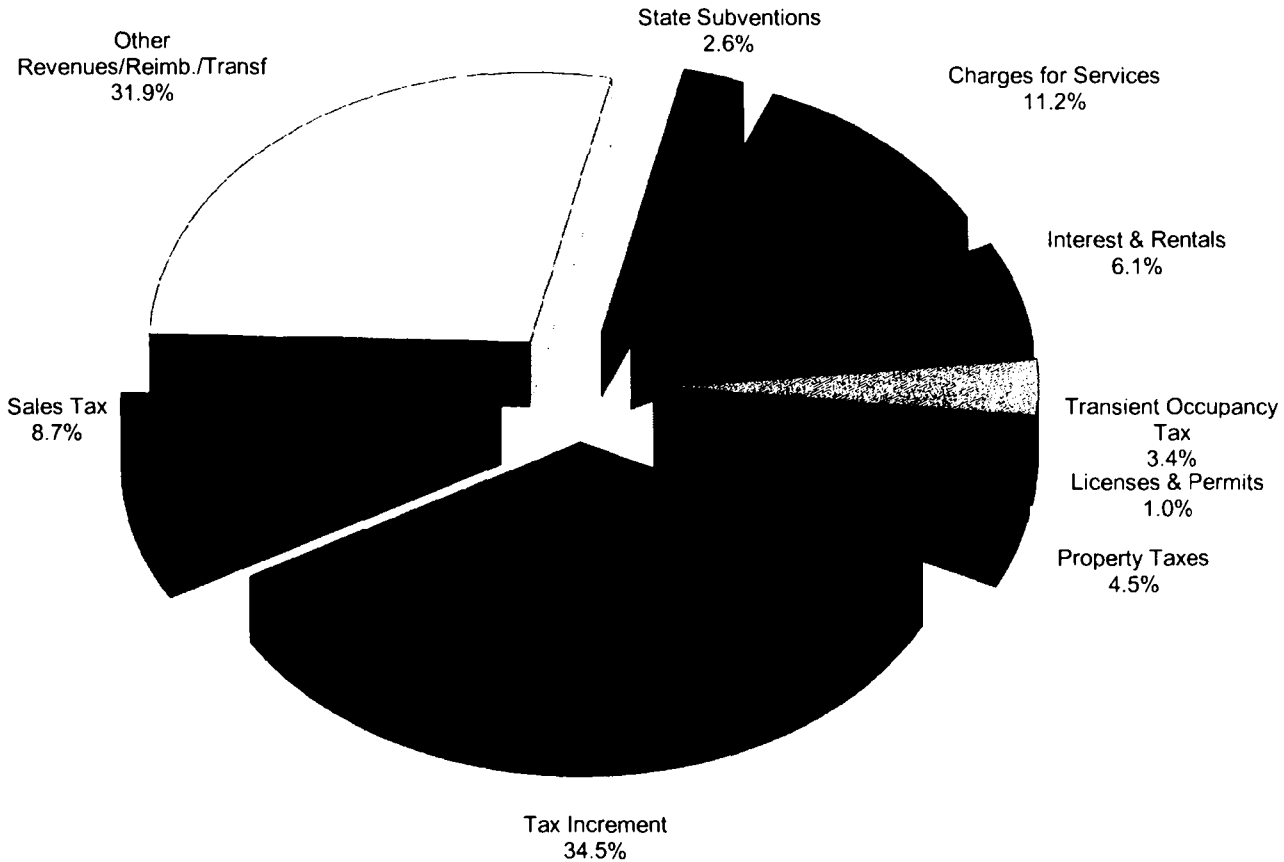
I would like to thank the Mayor and City Council for their continued direction and input toward the preparation of this budget. I wish to also extend my personal gratitude to all Palm Desert employees for their collective hard work towards minimizing costs and maintaining the level of public service on which Palm Desert prides itself.

**CITY OF PALM DESERT
ALL FUND BUDGET SUMMARY**

FUND Description	6/30/2009	2009-2010			6/30/2010
	Beginning Balance	Revenues	InterFund Transfers In (Out)		Ending Balance
General Fund	57,000,000	44,396,000	2,586,000	(620,000)	46,337,546
Fire Fund	2,100,000	8,075,212	-	(112,000)	9,519,107
Total General & Fire Fund	59,100,000	52,471,212	2,586,000	(732,000)	55,856,653
Special Revenue Funds					
Traffic Safety	-	150,000	-	(150,000)	-
Gas Tax	800,300	850,000	-	(850,000)	800,300
Measure A	500,000	16,767,616	-	-	8,403,278
Housing Mitigation Fee	2,000,000	40,000	-	-	500,000
CDBG Block Grant	175,000	566,000	-	-	413,000
Child Care Program	1,500,000	20,000	-	-	-
Public Safety	20,000	216,000	-	-	256,000
New Construction Tax	612,000	17,000	-	-	100,000
Drainage Facility	5,000,000	78,000	-	-	2,040,000
Park and Recreation	1,930,000	50,000	-	-	180,000
Signalization	1,220,000	401,500	-	-	579,000
Fire Facility Fund	3,550,000	9,000	-	-	-
Waste Recycling Fees	5,000,000	836,000	-	-	660,100
Energy Independence Program	2,500,000	5,200,000	-	-	5,200,000
Air Quality Management	120,000	63,000	-	-	136,000
City Wide Business Promo.	100,000	50,000	-	(50,000)	-
Art in Public Places	1,000,000	35,000	-	(10,000)	335,093
AIPP Maintenance Fund	120,000	-	10,000	-	25,000
Golf Course Maint./Improvements	1,000,000	696,521	-	(640,000)	515,400
Liability Self Insurance Reserve	4,000,000	-	-	-	-
Retiree Health	3,400,000	684,000	-	(70,000)	1,060,000
Special Assessment Tab					
El Paseo Merchants	50,000	230,000	-	-	230,000
Landscape & Lighting Zones	50,000	301,841	70,000	-	372,580
Business Improvement District	180,000	417,562	-	-	381,722
Capital Projects Funds					
2010 Plan Reserves	11,925,000	4,303,764	-	(356,000)	6,926,635
Drainage	3,000,000	46,000	-	-	960,000
Parks	1,405,000	124,000	-	-	228,000
Signalization	312,000	757,500	-	-	850,500
Library Maintenance	95,000	-	340,000	-	437,500
Buildings Maintenance	3,360,000	30,000	-	(30,000)	-
Enterprise Funds					
Parkview Office Complex	1,200,000	1,025,580	-	(440,000)	1,334,233
Equipment Replacement Fund	2,894,000	70,000	322,000	-	547,000
Desert Willow Golf Course	1,800,000	9,381,482	-	-	10,652,460
Debt Service Funds					
Assessment District 87-1	-	-	-	-	-
Assessment District 94-2	113,000	112,000	-	(95,500)	10,000
Assessment District 94-3	80,000	110,000	-	(99,000)	8,000
Canyons at Bighorn 98-1	129,000	143,867	-	-	118,152
Community Facility 91-1(1992)	382,000	2,152,905	-	(1,157,685)	30,000
Assessment District 01-01	151,000	182,000	-	(160,000)	28,000
Highlands Undergrounding	-	188,000	-	-	212,306
Section 29 04-02	-	2,063,000	-	-	1,950,760
University Park	555,000	4,784,220	-	-	4,612,219
Palm Desert Financing Auth.-RDA	-	-	34,145,777	-	32,145,777
Palm Desert Financing Auth.-City	-	120,000	1,512,185	-	1,530,305
Redevelopment Agency Funds					
Capital Project Area #1	38,600,000	-	-	-	4,932,195
Capital Project Area #2	46,402,312	-	-	-	848,500
Capital Project Area #3	18,820,000	-	-	-	153,000
Capital Project Area #4	25,714,000	-	-	-	352,000
Debt Service #1	41,521,370	48,232,687	-	(24,760,199)	19,698,023
Debt Service #2	9,500,000	18,152,420	-	(10,075,286)	8,312,810
Debt Service #3	4,092,003	4,147,762	-	(1,821,875)	2,083,429
Debt Service #4	6,196,226	12,573,199	-	(5,026,926)	6,753,578
Housing Set-Aside	33,600,000	-	16,621,213	(9,082,704)	9,663,520
Housing Authority	32,081,636	5,215,676	-	-	25,483,479
GRAND TOTAL ALL FUNDS	377,855,847	194,066,314	55,607,175	(55,607,175)	218,106,207

Where The Money Comes From

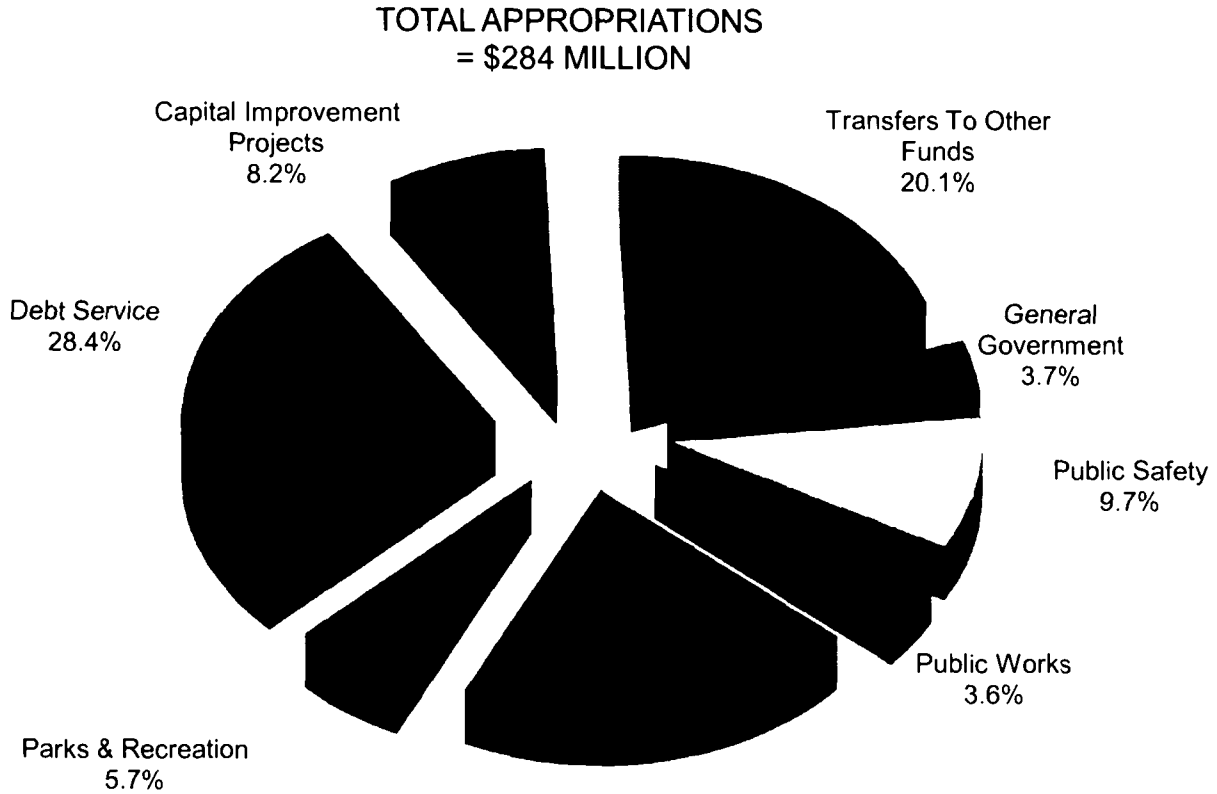
TOTAL CITY SOURCES OF FUNDS
= \$246 MILLION Plus Reserves of \$366 Million



All FUNDS BUDGET - REVENUES Fiscal Year 2008-2009

SERVICES	AMOUNT	PERCENT
Property Taxes	11,030,000	4.5%
Tax Increment	85,245,303	34.5%
Sales Tax	21,495,000	8.7%
Other Revenues/Reimb./Transfer:	69,028,736	28.0%
State Subventions	6,409,400	2.6%
Charges for Services	27,515,290	11.2%
Interest & Rentals	15,081,736	6.1%
Transient Occupancy Tax	8,500,000	3.4%
Licenses & Permits	2,435,000	1.0%
Total All Funds	246,740,465	100%

Where The Money Goes



**All FUNDS BUDGET - APPROPRIATIONS
Fiscal Year 2009-2010**

SERVICES	AMOUNT	PERCENT
General Government	10,060,183	3.7%
Public Safety	26,375,532	9.7%
Public Works	9,745,211	3.6%
Housing, Economic & Comm. Dev.	56,464,681	20.7%
Parks & Recreation	15,552,428	5.7%
Debt Service	77,493,359	28.4%
Capital Improvement Projects	22,498,813	8.2%
Transfers To Other Funds	54,967,175	20.1%
Total All Funds	273,157,382	100.0%

CITY OF PALM DESERT
ALL FUND SUMMARY - REVENUES BY CATEGORY FY 09-10

FUND		Permits &	Inter-Govt.	Charges	Interest	Interfund	Total
Description	Taxes	Fees	Revenues	for Svcs	& Rentals	Transfers	Budget
General Fund	33,970,000	1,975,000	3,700,000	3,456,000	1,295,000	2,586,000	46,982,000
Fire Fund	6,900,000		100,000	715,000	-	-	7,715,000
Total General & Fire Funds	40,870,000	1,975,000	3,800,000	4,171,000	1,295,000	2,586,000	54,697,000
Special Revenue Funds							
Traffic Safety				220,000	5,000		225,000
Gas Tax			995,000		30,000		1,025,000
Measure A	2,995,000		-	8,651,251	342,000		11,988,251
Housing Mitigation Fee	240,000		-	-	60,000		300,000
CDBG Block Grant			490,000		6,500		496,500
Child Care Program	30,000		-		25,000		55,000
Public Safety Grant			24,000	100,000	2,000		126,000
New Construction Tax	50,000				10,000		60,000
Drainage Facility	10,000				200,000		210,000
Park and Recreation	50,000				175,000		225,000
Signalization	50,000				60,000		110,000
Fire Facility Fund	40,000				5,000		45,000
Waste Recycling Fees			100,000	-	850,000		950,000
Air Quality Management	-		60,000		10,000		70,000
City Wide Business Promo.		50,000			5,000		55,000
Art in Public Places	350,000				80,000		430,000
AIPP Maintenance					7,000	57,200	64,200
Golf Course Maintenance					680,000		680,000
Liability Self Insurance Reserve					200,000		200,000
Retiree Health			750,000		500,000		1,250,000
Special Assessment Tab							-
El Paseo Merchants	230,000						230,000
Landscape & Lighting Zones	328,243					70,000	398,243
Business Improvement District	442,629						442,629
Capital Projects Funds							
2010 Plan Reserves			-	2,476,600	550,000		3,026,600
Drainage					100,000		100,000
Parks					250,000		250,000
Signalization					10,000		10,000
Library Maintenance						350,000	350,000
Buildings Maintenance					125,000		125,000
Enterprise Funds							
Parkview Office Complex					1,029,600		1,029,600
Equipment Replacement Fund					200,000	200,000	400,000
Desert Willow Golf Course				10,993,339	-		10,993,339
Debt Service Funds							
Assessment District 83-1	-						-
Assessment District 84-1r	-						-
Assessment District 87-1	-						-
Assessment District 92-1	-						-
Assessment District 94-1A	-						-
Assessment District 94-1B	-						-
Assessment District 94-2	107,000				5,000		112,000
Assessment District 94-3	110,000						110,000
Assessment District 98-1	132,000				11,867		143,867
Community Facility 91-1(1992)	2,122,905				30,000		2,152,905
Assessment District 01-01	177,000				5,000		182,000
Highlands Undergrounding	188,000						188,000
Section 29 04-02	2,063,000						2,063,000
University Park	4,609,220				175,000		4,784,220
Palm Desert Financing Auth.-RDA						31,136,850	31,136,850
Palm Desert Financing Auth.-City	-				120,000	2,456,500	2,576,500
Redevelopment Agency Funds							
Capital Project Area #1							-
Capital Project Area #2							-
Capital Project Area #3							-
Capital Project Area #4							-
Debt Service #1	49,641,800						49,641,800
Debt Service #2	17,963,630						17,963,630
Debt Service #3	3,973,983						3,973,983
Debt Service #4	13,665,890						13,665,890
Housing Set-Aside						17,049,061	17,049,061
Housing Authority					5,063,602		5,063,602
GRAND TOTAL ALL FUNDS	140,440,300	2,025,000	6,219,000	26,612,190	12,222,569	53,905,611	241,424,670
FY08/09 BUDGET	131,712,864	3,090,000	9,081,500	15,599,415	17,447,511	53,010,815	229,942,105
% CHANGE FROM PRIOR YR.	7%	-34%	-32%	71%	-30%	2%	5%

**CITY OF PALM DESERT
ALL FUND SUMMARY - EXPENDITURES BY CATEGORY FY09-10**

FUND	Description	Personnel & Benefits	Supplies	Charges for Services	Capital Outlay	Interfund Transfers	Total Budget
General Fund **		17,323,377	701,995	28,119,474	192,700	620,000	46,957,546
Fire Fund			9,631,107				9,631,107
Total General & Fire Fund		17,323,377	701,995	37,750,581	192,700	620,000	56,588,653
Special Revenue Funds							
Traffic Safety							
Gas Tax						150,000	150,000
Measure A						850,000	850,000
Housing Mitigation Fee					8,403,278		8,403,278
CDBG Block Grant					500,000		500,000
Child Care Program			394,000		19,000		413,000
Public Safety							
New Construction Tax					256,000		256,000
Drainage Facility					100,000		100,000
Park and Recreation					2,040,000		2,040,000
Signalization					180,000		180,000
Fire Facility Fund					579,000		579,000
Waste Recycling Fees		120,100					
Energy Independence				540,000			660,100
Air Quality Management				5,200,000			5,200,000
City Wide Business Promo.**				36,000	100,000		136,000
Art in Public Places						50,000	50,000
AIPP Maintenance Fund		266,068	2,700	64,825	1,500	10,000	345,093
Golf Course Maintenance				25,000			25,000
Liability Self Insurance Reserve				235,000	280,400	640,000	1,155,400
Retiree Health **		1,060,000				70,000	1,130,000
Special Assessment Tab							
El Paseo Merchants							
Landscape & Lighting Zones				230,000			230,000
Business Improvement District				372,580			372,580
Capital Projects Funds							
2010 Plan Reserves **				381,722			381,722
Drainage				3,300,000	3,626,635	356,000	7,282,635
Parks					960,000		960,000
Signalization					228,000		228,000
Library Maintenance **					850,500		850,500
Buildings Maintenance **					437,500		437,500
Enterprise Funds						30,000	30,000
Parkview Office Complex							
Equipment Replacement Fund**				1,334,233		440,000	1,774,233
Desert Willow Golf Course				322,000	225,000		547,000
Debt Service Funds							
Assessment District 87-1							
Assessment District 94-2				10,000			10,000
Assessment District 94-3				8,000		95,500	105,500
Community Facility 91-1(1992)				30,000		99,000	107,000
Canyons at Bighorn 98-1				118,152		1,157,685	1,187,685
Assessment District 01-01				28,000			118,152
Highlands Undergrounding				212,306		160,000	188,000
Section 29 AD 04-02				1,950,760			212,306
University Park				4,612,219			1,950,760
Palm Desert Financing Auth.-RDA				32,145,777			4,612,219
Palm Desert Financing Auth.-City				1,530,305			32,145,777
Redevelopment Agency Funds							
Capital Project Area #1		1,997,400					1,530,305
Capital Project Area #2			5,000		1,561,545		4,932,195
Capital Project Area #3					245,000		848,500
Capital Project Area #4							153,000
Debt Service #1				352,000			352,000
Debt Service #2				19,698,023		24,760,199	44,458,222
Debt Service #3				8,312,810		10,075,286	18,388,096
Debt Service #4				2,083,429		1,821,875	3,905,304
Housing Set-Aside				6,753,578		5,026,926	11,780,504
Housing Authority		720,870	1,000	5,781,650	3,160,000	9,082,704	18,746,224
		4,800		5,328,679	20,150,000		25,483,479
GRAND TOTAL ALL FUNDS		21,492,615	710,695	151,918,839	44,096,058	55,495,175	273,713,382
FY07/08 BUDGET		23,153,675	936,330	148,942,751	49,038,588	52,569,611	274,640,955
% CHANGE FROM PRIOR YR.		-7%	-24%	2%	-10%	6%	0%

CITY OF PALM DESERT
FISCAL YEAR 2009-2010

APPROPRIATIONS LIMIT CALCULATION

Article XIII B of the California Constitution requires adoption of an annual appropriation limit. The original base year limit was adopted in FY 1978-79 and has been adjusted annually for increase by a factor comprised of the percentage change in population combined with either the percentage change in California per capita personal income or the percentage change in local assessment roll due to the addition of local nonresidential new construction. The changes in the local assessment roll due to additional local nonresidential new construction for current and prior periods have not been available from the County Assessor's office.

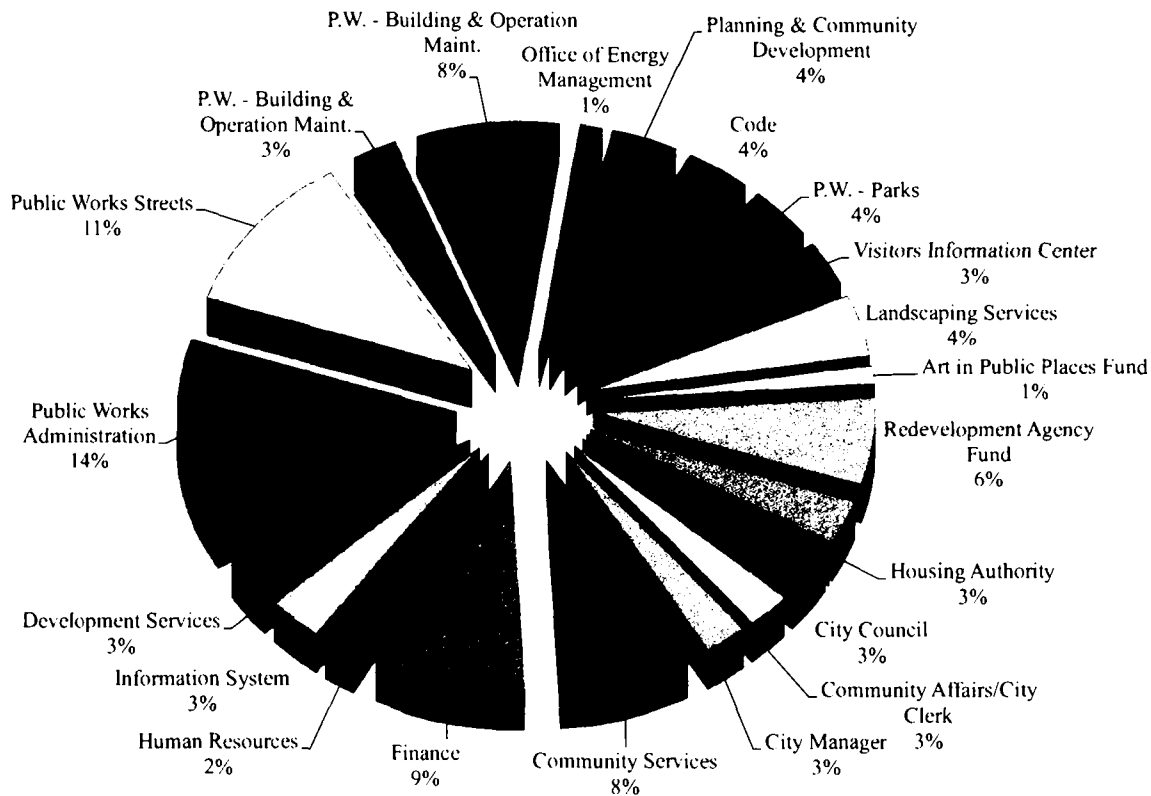
The November, 1988 voters approved Proposition R which increased the limit to \$25,000,000. It expired in November, 1992. The FY 1993-94 limit was calculated with prior years re-calculated to reflect the expiration of the \$25,000,000 limit.

	AMOUNT	SOURCE
A. 2008-09 APPROPRIATION LIMIT	89,302,615	PRIOR YEAR'S CALCULATION
B. ADJUSTMENT FACTORS		
1. POPULATION %		
POPULATION % CHANGE	1.62	STATE DEPT OF FINANCE
POPULATION CONVERTED TO RATIO (1.62+100)/100	1.0162	CALCULATED
2. INFLATION %		
USING % CHANGES IN CALIF PER CAPITA PERSONAL INCOME		
PER CAPITA % CHANGE	0.62	STATE DEPT OF FINANCE
PER CAPITA CONVERTED TO RATIO (0.62+100)/100	1.0062	CALCULATED
3. CALCULATION OF FACTOR FOR FY 09-10	1.0225	B1*B2
C. 2009-10 APPROPRIATIONS LIMIT BEFORE ADJUSTMENTS	91,311,963	B3*A
D. OTHER ADJUSTMENTS	0	CALCULATED
E. 2009-2010 APPROPRIATIONS LIMIT	91,311,963	C+D
F. APPROPRIATIONS SUBJECT TO LIMIT	35,976,792	CALCULATED
G. OVER/(UNDER) LIMIT	(55,335,171)	F-E

CITY OF PALM DESERT
Schedule of Authorized Staff Positions and Salary
FISCAL YEAR 2008-2009 TO 2009-2010

Fund/Division	FY 2007-2008		FY 2008-2009		FY 2009-2010		Changes Requested
	F.T.	P.T.	F.T.	P.T.	F.T.	P.T.	
General Fund							
City Council		5		5		5	-
City Clerk	4	-	4	-	4	-	-
City Manager	4	-	4	-	4	-	-
Community Services	13	-	13	-	12	-	-
Finance	14	-	14	-	14	-	-
Human Resources	4	-	4	-	3	-	-
Information Technology	7	-	7	-	5	-	-
Development Services	6	-	6	-	5	-	-
Police/Crossing Guards							-
Public Works Administration	23	-	24	-	22	-	-
Public Works Streets	18	-	18	-	18	-	-
D.S. - Building & Operation Maint.	4	-	4	-	4	-	-
Building & Safety	16	-	16	-	13	-	-
Code Inspection	6	-	6	-	6	-	-
Business Support							-
Planning & Community Dev.	7	-	7	-	6	-	-
Office of Energy Management	3	-	3	-	3	-	-
D.S. - Civic Center Park	6	-	6	-	6	-	-
Visitors Information Center	5	-	5	-	5	-	-
Landscaping Services	7	-	7	-	7	-	-
Total General Fund	147	5	148	5	137	5	
Art in Public Places Fund	3	-	3	-	2	-	
Redevelopment Agency Fund	12	-	14	-	10	-	
Housing Authority	7	-	5	-	5	-	
Total All Funds	169	5	170	5	154	5	

Fiscal Year 2009-2010
AUTHORIZED STAFF



See Department detail budget worksheets or Authorized Positions Resolution for detailed listing of positions. (Changes include deleted positions due to vacancy, retirement or separation.)

Debt Summary

Debt Summary

The debt summary section of the budget is intended to provide an overview of the City's debt capacity and provide a listing of outstanding debt, including bond repayment schedules.

The City of Palm Desert does not expect to incur additional indebtedness for general government operations over the next five years. All capital improvements will pay on a pay-as-you-go basis and through the use of developer fees. The Palm Desert Redevelopment will be issuing new debt for various projects areas required capital improvements.

Debt Capacity

The City has a legal debt limitation not to exceed 15% of the net assessed valuation of taxable property within City boundaries. As indicated by the chart below, the City's legal debt margin is \$1,988,722,708.

Computation of Legal Debt Margin for Fiscal Year Ending June 30, 2009

Net Assessed Value \$13,258,151,387
(2008-2009 not released until August 2008)

Debt Limit (15% of Net Assessed Value) \$1,988,722,708

General Obligation Bonds Outstanding
June 30, 2009 None

Outstanding Debt

The table below presents debt information for *Assessment Districts*. These are *not* direct obligations of the City and the data is provided for informational purposes only.

Debt Outstanding Assessment Districts

Assessment District Debt	Amount Issued	Amount Outstanding FY08-09	Amount Outstanding FY09-10
2003 Revenue	4,423,000	3,325,000	3,125,000
Refunding of 94-2,94-3 01-01			
98-1 Reassessment	2,955,000	805,000	715,000
Acquisition, Construction			
2005 CFD-Univ Park	67,915,000	67,390,000	65,925,000
Acquisition, Construction			
04-01 Highlands	3,165,000	2,702,000	2,654,000
Undergrounding			
04-02 Section 29	29,430,000	29,430,000	28,925,000
Acquisition, Construction.			
CFD 91-1 Series 2008	10,935,000	9,875,000	8,415,000
Refunding 1997 91-1 Revenue			
EIP 2009A	2,500,000	2,015,000	2,015,000
TOTAL		\$ 115,542,000	

Fiscal Policy

The City prefers to use special assessment, revenue, or other self-supporting bonds instead of general obligation bonds.

The following table presents outstanding debt for the Palm Desert Redevelopment Agency:

Debt Outstanding Redevelopment Agency

Redevelopment Agency Debt	Date Issued	Amount Issued	Amount Outstanding FY08-09	Amount Outstanding FY09-10
---------------------------	-------------	---------------	----------------------------	----------------------------

Project Area #1

02 Refunding	3/02	22,070,000	22,070,000	22,070,000
03 Series TAB	8/03	19,000,000	19,000,000	19,000,000
04 Refunding	6/04	24,945,000	20,775,000	19,830,000
06 Series A TAB	6/06	37,780,000	37,780,000	37,780,000
06 Series B Ref	6/06	24,540,000	18,285,000	16,090,000
07 Refunding	1/07	32,600,000	28,060,000	25,420,000

Project Area #2

02 Series TAB	7/02	17,310,000	13,355,000	12,660,000
03 Series TAB	3/03	15,745,000	15,745,000	15,745,000
06 Series A	7/06	41,340,000	41,025,000	40,855,000
06 Series B	7/06	1,567,118	751,387	365,603
06 Series C	7/06	7,775,000	7,775,000	7,775,000
06 Series D	7/06	16,936,000	15,937,793	14,715,788

Project Area #3

03 Series TAB	8/03	4,745,000	4,120,000	4,020,000
06 Series A	8/06	11,915,000	11,875,000	11,795,000
06 Series B	7/06	383,660	383,660	383,660
06 Series C	7/06	2,760,866	2,738,854	2,692,754

Project Area #4

97 Series TAB	3/98	11,020,000	8,355,000	8,355,000
01 Series TAB	11/01	15,695,000	14,200,000	13,895,000
06 Series A	7/06	14,610,000	14,410,000	14,010,000
06 Series B	7/06	4,663,089	4,663,089	4,623,592

Housing Fund

98 Series TARB	1/98	48,760,000	4,385,000	2,995,000
02 Series TARB	8/02	12,100,000	10,610,000	10,335,000
06 Series TARV	7/06	86,155,000	81,090,000	78,085,000

Note Payable

Advances from City	32,785,480	22,655,000	22,655,000
TOTAL		\$ 430,175,263	\$ 406,151,397

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>General Fund:</u>					
1. Sales tax	17,918,375	17,195,742	18,500,000	16,200,000	15,900,000
2. Transient occupancy tax	8,627,221	8,605,714	8,500,000	8,400,000	8,000,000
3. Property tax	5,380,481	5,648,626	5,630,000	5,911,500	5,700,000
4. Interest & Rental Income	4,740,689	4,758,617	4,000,000	1,900,000	1,295,000
5. Transfers in (Gas, Starwood, Office, Int.)	1,130,024	1,101,610	1,250,000	1,250,000	2,586,000
6. Franchises	2,907,062	2,887,727	2,900,000	2,900,000	2,950,000
7. State subventions(VLF)	3,998,005	3,944,569	3,990,400	3,990,400	3,700,000
8. Building & grading permits	2,551,181	1,747,864	1,645,000	1,545,000	950,000
9. Reimbursements	3,212,520	5,402,027	3,074,100	2,381,100	2,626,000
10. Business license tax	1,294,466	1,349,962	1,340,000	1,340,000	1,325,000
11. Timeshare mitigation fee	782,739	881,350	900,000	900,000	900,000
12. Plan check fees	617,999	562,930	500,000	500,000	300,000
13. Property transfer tax	671,806	604,236	680,000	680,000	500,000
14. Other revenues	77,398	163,303	322,000	205,000	250,000
<u>Totals General Fund</u>	53,909,966	54,854,277	53,231,500	48,103,000	46,982,000
<u>Fire Tax Fund:</u>					
1. Structural Fire Tax	5,077,402	5,516,542	5,400,000	5,381,000	5,270,000
2. Prop. A. Fire Tax	1,592,526	1,620,168	1,500,000	1,620,000	2,039,000
3. Reimbursements	682,547	662,882	715,000	715,000	716,212
4. Interest Income	115,203	165,729	100,000	65,000	50,000
5. Interfund Transfers In	1,852,000	1,650,000	-	-	-
<u>Totals Fire Tax Fund</u>	9,319,678	9,615,321	7,715,000	7,781,000	8,075,212
<u>TOTAL FIRE AND GENERAL FD</u>	63,229,644	64,469,598	60,946,500	55,884,000	55,057,212

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>Gas Tax Fund:</u>					
1. Gas Tax	1,247,382	890,642	995,000	1,138,600	837,500
2. Interest	32,493	30,122	30,000	17,000	12,500
Total Gas Tax	1,279,875	920,764	1,025,000	1,155,600	850,000
<u>Traffic Safety Fund:</u>					
1. Vehicle Fines	164,869	149,492	220,000	175,000	149,000
2. Interest	2,806	2,188	5,000	2,000	1,000
Total Traffic Safety Fund	167,675	151,680	225,000	177,000	150,000
<u>Measure A Fund:</u>					
1. Sales Tax	2,726,096	2,451,091	2,995,000	2,010,600	2,102,000
2. Reimbursements	4,109,965	296,995	8,651,251	903,000	14,428,616
3. Interest	444,713	652,235	342,000	210,000	237,000
Total Measure A Fund	7,280,774	3,400,321	11,988,251	3,123,600	16,767,616
<u>Housing Mitigation Fund:</u>					
1. Development Fee	517,306	233,858	240,000	82,000	-
2. Reimbursements	780,000	2,010,000	-	-	-
3. Interest	67,439	65,559	60,000	50,000	40,000
Total Housing Mitigation Fund:	1,364,745	2,309,417	300,000	132,000	40,000
<u>CDBG Block Grant Fund:</u>					
1. CDBG Block Grant	556,908	366,368	490,000	332,000	563,000
2. Reimbursements	-	-	-	-	-
3. Interest	6,418	4,726	6,500	3,500	3,000
Total CDBG Fund	563,326	371,094	496,500	335,500	566,000
<u>Child Care Program</u>					
1. Child Care Fee	735,136	197,399	30,000	163,000	-
2. Interest	31,454	60,281	25,000	30,000	20,000
Total Public Safety Fund	766,590	257,680	55,000	193,000	20,000
<u>Public Safety Grant Fund:</u>					
1. Federal Grants	10,927	15,591	20,000	23,000	64,000
2. State Grants	100,000	55,933	100,000	48,500	151,500
3. City Matching Contribution	-	-	4,000	-	-
4. Interest	1,616	2,273	2,000	500	500
Total Public Safety Fund	112,543	73,797	126,000	72,000	216,000

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>New Construction Tax Fund:</u>					
1. Development Fee	543,349	311,433	50,000	354,300	-
2. Reimbursements	-	-	-	-	-
3. Interest	53,746	33,149	10,000	26,000	17,000
<u>Total New Construction Fund</u>	<u>597,095</u>	<u>344,582</u>	<u>60,000</u>	<u>380,300</u>	<u>17,000</u>
<u>Drainage Facility Fund:</u>					
1. Development Fee	88,975	12,960	10,000	37,000	-
2. Reimbursements	-	-	-	-	-
3. Interest	306,230	297,965	200,000	110,000	78,000
<u>Total Drainage Facility Fund</u>	<u>395,205</u>	<u>310,925</u>	<u>210,000</u>	<u>147,000</u>	<u>78,000</u>
<u>Park & Recreation Fund:</u>					
1. Development Fee	1,669,108	-	50,000	-	-
2. Reimbursements	-	33,570	-	-	-
3. Interest	227,795	177,094	175,000	62,000	50,000
<u>Total Park & Recreation Fund</u>	<u>1,896,903</u>	<u>210,664</u>	<u>225,000</u>	<u>62,000</u>	<u>50,000</u>
<u>Signalization Fund:</u>					
1. Development Fee	134,252	86,929	50,000	50,000	-
2. Reimbursements	167,948	-	-	-	391,000
3. Interest	72,613	50,734	60,000	18,000	10,500
<u>Total Signalization Fund</u>	<u>374,813</u>	<u>137,663</u>	<u>110,000</u>	<u>68,000</u>	<u>401,500</u>
<u>Fire Facilities Fund:</u>					
1. Development Fee	223,794	95,544	40,000	113,000	-
3. Interest	11,810	22,766	5,000	15,000	9,000
<u>Total Fire Facilities Fund</u>	<u>235,604</u>	<u>118,310</u>	<u>45,000</u>	<u>128,000</u>	<u>9,000</u>
<u>Waste Recycling Fund:</u>					
1. Waste Recycling Fee	596,697	545,005	600,000	480,000	460,000
2. Reimbursements	104,181	70,351	100,000	50,000	250,000
3. Interest	290,151	322,472	250,000	150,000	126,000
<u>Total Waste Recycling Fund</u>	<u>991,029</u>	<u>937,828</u>	<u>950,000</u>	<u>680,000</u>	<u>836,000</u>
<u>Energy Independence Program:</u>					
1. Loans Proceeds	-	-	-	2,500,000	5,000,000
2. Reimbursements	-	-	-	17,700	200,000
3. Transfer In	-	-	-	2,500,000	-
<u>Total Waste Recycling Fund</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,017,700</u>	<u>5,200,000</u>

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>Air Quality Management Fund:</u>					
1. Air Quality Fee	60,026	59,422	60,000	58,000	60,000
2. Reimbursements	-	-	-	-	-
3. Interest	7,756	10,105	10,000	5,000	3,000
Total Air Quality Fund	67,782	69,527	70,000	63,000	63,000
<u>City Wide Business Prom. Fund:</u>					
1. Business License -\$1 Day Use Fee(COD)	46,734	46,348	50,000	47,500	50,000
2. Reimbursements	-	-	-	-	-
3. Interest	6,670	9,274	5,000	4,000	-
Total Business Prom. Fund	53,404	55,622	55,000	51,500	50,000
<u>Art in Public Places Fund:</u>					
1. Development Fee	836,120	273,157	350,000	256,000	-
2. Reimbursements	3,590	540	-	18,000	-
3. Interest	132,595	139,145	80,000	60,000	35,000
Total AIPP Fund	972,305	412,842	430,000	334,000	35,000
<u>AIPP Maintenance Fund:</u>					
1. AIPP Transfers In	7,204	3,181	57,200	8,000	10,000
2. Reimbursements	-	-	-	-	-
3. Interest	-	18,831	7,000	500	-
Total AIPP Maint. Fund	7,204	22,012	64,200	8,500	10,000
<u>Golf Course Maint/Improv Fund:</u>					
1. Time Share Mitigation & Amenity Fees	646,971	578,476	580,000	597,616	621,521
2. Reimbursements	-	-	-	-	-
3. Interest	157,448	169,225	100,000	75,000	75,000
Total Golf Course Maint. Fund	804,419	747,701	680,000	672,616	696,521
<u>Retiree Health Fund:</u>					
1. General Fund Contribution	580,900	580,900	750,000	406,245	614,000
2. Reimbursements	-	-	-	-	-
3. Interest	630,819	436,382	500,000	90,000	70,000
Total Retiree Health Fund	1,211,719	1,017,282	1,250,000	496,245	684,000
<u>El Paseo Merchant Fund:</u>					
1. El Paseo Merchant Fee(Business License)	244,252	264,877	230,000	233,000	230,000
Total El Paseo Fund	244,252	264,877	230,000	233,000	230,000
<u>2010 Capital Project Reserve:</u>					
1. State, Federal, CVAG Reimb., Other Rev.	12,728,267	8,827,721	2,476,600	1,233,500	3,847,764
2. General Fund Transfer In	7,000,000	2,676,258	-	-	-
3. Interest	926,927	1,023,132	550,000	523,000	456,000
Total Capital Project Fund	20,655,194	12,527,111	3,026,600	1,756,500	4,303,764

PALM DESERT ESTIMATED REVENUES, Exhibit 1

<u>CATEGORY / FUND</u>	<u>Actual FY 06-07</u>	<u>Actual FY 07-08</u>	<u>Budget FY 08-09</u>	<u>Projected FY 08-09</u>	<u>Budget FY 09-10</u>
<u>Parks Fund:</u>					
1. Reimbursements	14,972	-	-	24,100	-
2. Interest	313,907	270,625	250,000	126,000	124,000
Total Parks Fund	328,879	270,625	250,000	150,100	124,000
<u>Drainage Fund:</u>					
1. Interest	166,013	168,809	100,000	50,000	46,000
Total Drainage Fund	166,013	168,809	100,000	50,000	46,000
<u>Signal Fund:</u>					
1. Reimbursements	-	-	-	-	752,500
2. Interest	17,229	18,071	10,000	5,000	5,000
Total Signal Fund	17,229	18,071	10,000	5,000	757,500
<u>Library Fund:</u>					
1. General Fund Transfers In	335,000	450,000	350,000	350,000	340,000
Total Library Fund	335,000	450,000	350,000	350,000	340,000
<u>Building Maint. Fund:</u>					
1. Interest	187,444	196,008	125,000	90,000	30,000
Total Building Maint. Fund	187,444	196,008	125,000	90,000	30,000
<u>Parkview Office Complex Fund:</u>					
1. Rent/Leases of Buildings	915,975	934,833	939,600	939,600	950,580
2. State Reimbursements	-	-	-	-	-
3. Interest	186,618	206,489	90,000	85,000	75,000
Total Parkview Office Fund	1,102,593	1,141,322	1,029,600	1,024,600	1,025,580
<u>Equipment Maint. Fund:</u>					
1. General & Fire Fund Transfer In	393,103	387,665	200,000	341,000	322,000
2. Reimbursements	-	-	-	-	-
3. Interest	206,053	231,391	200,000	120,000	70,000
Total Equipment Maint. Fund	599,156	619,056	400,000	461,000	392,000
<u>Landscape & Lighting Districts:</u>					
1. Transfer In	60,404	12,429	70,000	70,000	70,000
2. Taxes	312,172	287,973	328,243	301,598	301,841
3. Interest	9,824	9,593	-	-	-
Total Landscape & Lighting	382,400	309,995	398,243	371,598	371,841
<u>Business Improvement Districts:</u>					
1. Transfer In	35,480	30,231	-	-	-
2. Taxes	192,643	286,772	442,629	444,000	417,562
3. Interest	-	1,736	-	-	-
Total Business Improvement	228,123	318,739	442,629	444,000	417,562
<u>Desert Willow Golf Fund:</u>					
1. Golf Course	7,830,863	8,181,477	8,371,536	7,207,000	7,042,403
2. Resturant Revenue	2,465,619	2,642,504	2,575,303	2,262,000	2,337,729
3. Interest	52,672	61,305	46,500	12,700	1,350
Total Desert Willow Fund	10,349,154	10,885,286	10,993,339	9,481,700	9,381,482

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>Project Area 1 Fund:</u>					
1. Reimbursements	55,000	55,000	-	-	-
2. Interest	2,394,758	2,394,758	-	-	-
3. Transfers In	50,382,639	50,382,639	-	-	-
<u>Total Project Area 1 Fund</u>	<u>52,832,397</u>	<u>52,832,397</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Project Area 2 Fund:</u>					
1. Reimbursements	52,952,980	52,952,980	-	-	-
2. Interest	2,558,740	2,558,740	-	-	-
<u>Total Project Area 2 Fund</u>	<u>55,511,720</u>	<u>55,511,720</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Project Area 3 Fund:</u>					
1. Interest	991,271	991,271	-	-	-
2. Transfers In	13,923,580	13,923,580	-	-	-
<u>Total Project Area 3 Fund</u>	<u>14,914,851</u>	<u>14,914,851</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Project Area 4 Fund:</u>					
1. Interest	1,409,732	1,409,732	-	-	-
2. Transfers In	18,240,063	18,240,063	-	-	-
<u>Total Project Area 4 Fund</u>	<u>19,649,795</u>	<u>19,649,795</u>	<u>-</u>	<u>-</u>	<u>-</u>

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>Financing Authority RDA:</u>					
1. Transfer In	22,683,605	31,338,594	-	36,192,151	34,145,777
2. Bond Issued/Premiums	292,155,269	-	-	-	-
3. Interest	911,476	523,406	-	108,000	-
Total Debt Service 1 Fund	315,750,350	31,862,000	-	36,300,151	34,145,777
<u>Debt Service 1 Fund:</u>					
1. Tax Increment	48,895,277	52,304,574	49,641,800	51,699,719	48,232,687
2. Interest	2,223,024	2,079,371	-	-	-
3. Reimbursement fm COD/County	506,990	468,379	-	-	-
Total Debt Service 1 Fund	51,625,291	54,852,324	49,641,800	51,699,719	48,232,687
<u>Debt Service 2 Fund:</u>					
1. Tax Increment	17,072,105	18,819,502	17,963,630	19,354,131	18,152,420
2. Interest	472,204	418,899	-	-	-
Total Debt Service 2 Fund	17,544,309	19,238,401	17,963,630	19,354,131	18,152,420
<u>Debt Service 3 Fund:</u>					
1. Tax Increment	3,563,031	4,352,724	3,973,983	4,677,965	4,147,762
2. Interest	155,454	161,559	-	-	-
Total Debt Service 3 Fund	3,718,485	4,514,283	3,973,983	4,677,965	4,147,762
<u>Debt Service 4 Fund:</u>					
1. Tax Increment	13,336,924	14,450,888	13,665,890	13,643,526	12,573,199
2. Interest	156,357	212,866	-	-	-
Total Debt Service 4 Fund	13,493,281	14,663,754	13,665,890	13,643,526	12,573,199
<u>Housing Fund:</u>					
1. Transfers In	70,285,006	33,436,935	17,049,061	17,666,860	16,621,213
2. Reimbursements	181,896	219,988	-	-	-
3. Interest	1,701,614	2,659,448	-	-	-
Total Housing Fund	72,168,516	36,316,371	17,049,061	17,666,860	16,621,213

PALM DESERT ESTIMATED REVENUES, Exhibit 1

CATEGORY / FUND	Actual FY 06-07	Actual FY 07-08	Budget FY 08-09	Projected FY 08-09	Budget FY 09-10
<u>Housing Authority Fund:</u>					
1. Rent fm Apartments/Interest	4,788,976	5,031,120	5,063,602	4,992,337	5,215,676
2. Reimbursement/Transfers	11,540,701	3,492,853	-	2,852,250	-
<u>Total Housing Authority Fund</u>	16,329,677	8,523,973	5,063,602	7,844,587	5,215,676