

Sebastopol Deficit Solutions - Calculation Sheet #4 (Drafted by Diana Rich, on Nov 10, 2023. See resource list below.)

\$250 Parcel Tax Plus \$1.6M beginning July 1, 2027

\$3.7M from \$250 Parcel Tax plus additional \$6.7M needed over the course of 4 years from July 2026 to 2029-30

Uncertain success in meeting \$10.4M need- remaining \$6.7M needed beyond parcel tax is substantial with very little time to accumulate it.

\$250 PARCEL TAX PLUS \$1.5M STARTING JULY 1, 2026								
<u>Current Forecast</u>	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	
Revenue	\$10,860,460	\$11,022,140	\$11,259,630	\$11,497,043	\$11,732,327	\$11,967,541	\$12,202,394	\$13.3M Total Deficit
Expenses	(\$12,537,996)	(\$12,489,796)	(\$12,827,017)	(\$13,239,030)	(\$13,656,076)	(\$14,311,580)	(\$14,781,697)	\$10.4M new \$\$:
Deficit/Surplus	(\$1,677,536)	(\$1,467,656)	(\$1,567,387)	(\$1,741,987)	(\$1,923,749)	(\$2,344,039)	(\$2,579,303)	\$3.7M Tax \$\$
Add \$250 Parcel Tax 2024	NA	\$340,625	\$681,250	\$681,250	\$681,250	\$681,250	\$681,250	\$6.7M add'l \$\$
Add \$1.6M more July 1, 2026	NA	NA	NA	\$1,600,000	\$1,648,000	\$1,697,440	\$1,748,363	
Forecast-\$250 Parcel Tax+\$1.6M	(\$1,677,536)	(\$1,127,031)	(\$886,137)	\$539,263	\$405,501	\$34,651	(\$149,690)	Balanced budgets (mostly)
Reserve-\$250 Parcel Tax+\$1.6M								
Start of Year Reserves	\$5,118,800	\$3,441,264	\$2,314,233	\$1,428,096	\$1,967,359	\$2,372,860	\$2,407,511	
Amount used or added	(\$1,677,536)	(\$1,127,031)	(\$886,137)	\$539,263	\$405,501	\$34,651	(\$149,690)	
End of Year Reserves	\$3,441,264	\$2,314,233	\$1,428,096	\$1,967,359	\$2,372,860	\$2,407,511	\$2,257,821	
Reserve as % of Expenses	27.4%	18.5%	11.1%	14.9%	17.4%	16.8%	15.3%	15% reserve achieved

* 3% increase each year to get to this final amount...

Resources:

[2023-24 Adopted Sebastopol Budget](#)

[Oct 17 Staff Report with Revenue Options](#)