

Sebastopol Deficit Solutions - Calculation Sheet #5 (Drafted by Diana Rich, on Nov 10, 2023. See resource list below.)

\$300 Parcel Tax Plus \$1.5M beginning July 1, 2027

\$4.5M from \$300 Parcel Tax plus additional additional \$6.3M needed over the course of 4 years from July 2026 to 2029-30

Uncertain success in meeting \$10.4M need- remaining \$6.3M needed beyond parcel tax is substantial with very little time to accumulate it.

\$300 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
Expenses	<u>(\$12,537,996)</u>	<u>(\$12,489,796)</u>	<u>(\$12,827,017)</u>	<u>(\$13,239,030)</u>	<u>(\$13,656,076)</u>	<u>(\$14,311,580)</u>	<u>(\$14,781,697)</u>
Deficit/Surplus	<u>(\$1,677,536)</u>	<u>(\$1,467,656)</u>	<u>(\$1,567,387)</u>	<u>(\$1,741,987)</u>	<u>(\$1,923,749)</u>	<u>(\$2,344,039)</u>	<u>(\$2,579,303)</u>
Add \$300 Parcel Tax 2024	NA	\$408,750	\$817,500	\$817,500	\$817,500	\$817,500	\$817,500
Add \$1.6M more July 1, 2026	NA	NA		<u>\$1,500,000</u>	<u>\$1,545,000</u>	<u>\$1,591,350</u>	<u>\$1,639,091</u>
Forecast-\$300 Parcel Tax+\$1.5M	<u>(\$1,677,536)</u>	<u>(\$1,058,906)</u>	<u>(\$749,887)</u>	\$575,513	\$438,751	\$64,811	<u>(\$122,713)</u>
Reserve-\$250 Parcel Tax+\$1.6M	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30
Start of Year Reserves	\$5,118,800	\$3,441,264	\$2,382,358	\$1,632,471	\$2,207,984	\$2,646,735	\$2,711,546
Amount used or added	<u>(\$1,677,536)</u>	<u>(\$1,058,906)</u>	<u>(\$749,887)</u>	\$575,513	\$438,751	\$64,811	<u>(\$122,713)</u>
End of Year Reserves	\$3,441,264	\$2,382,358	\$1,632,471	\$2,207,984	\$2,646,735	\$2,711,546	\$2,588,834
Reserve as % of Expenses	27.4%	19.1%	12.7%	16.7%	19.4%	18.9%	17.5%

\$13.3M Total Deficit

\$10.7K new \$\$:
\$4.5M Tax \$\$
\$6.3M add'l \$\$

Balanced budgets (mostly)

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](#)