

RESOLUTION NO. 2022-46

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF INDIAN WELLS,
CALIFORNIA, ADOPTING A RESIDENT AMENITY FEE POLICY AND
RESCINDING PRIOR RESIDENT AMENITY FEE POLICIES**

WHEREAS, the City Council of the City of Indian Wells promotes the ideal of the Indian Wells Golf Resort as a community benefit and intends to offer discount golf fees to Residents possessing a valid Resident Benefit Card; and

WHEREAS, the City desires and intends to operate the Indian Wells Golf Resort in an Enterprise Fund as a standalone business venture; and

WHEREAS, the City recognizes the importance of subsidizing the Resident discount rate to the Indian Wells Golf Resort as revenue for its ongoing operations and capital replacements.

WHEREAS, the City plans for the Resident discount subsidy in the General Fund during the development of the Biannual budget.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF INDIAN WELLS,
CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

SECTION 1. The City Council hereby **RESCINDS** prior Resident Amenity Fee Policies.

SECTION 2. The City Council hereby **ADOPTS** that specific Resident Amenity Fee Policy set forth in Exhibit "A" attached hereto and incorporated herein by reference.

SECTION 3. This Resolution shall take effect upon adoption.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Indian Wells, California, at a special meeting held on this 28th day of November 2022.

**DANA REED
MAYOR**

CERTIFICATION FOR RESOLUTION NO. 2022-46

I, Angelica Avila, City Clerk of the City Council of the City of Indian Wells, California, **DO HEREBY CERTIFY** that the whole number of the members of the City Council is five (5); that the above and foregoing Resolution was duly and regularly passed and adopted at a special meeting of the City Council of the City of Indian Wells on the 28th day of November 2022, by the following vote:

AYES:
NOES:

ATTEST:

APPROVED AS TO FORM:

**ANGELICA AVILA
CITY CLERK**

**TODD LEISHMAN
CITY ATTORNEY**

EXHIBIT "A"

CITY OF INDIAN WELLS RESIDENT AMENITY FEE POLICY

1. PURPOSE OF THIS POLICY

The Policy's purpose is to establish monthly procedures associated with calculating the Resident Amenity Fee and subsidizing the Indian Wells Golf Resort as a business enterprise fund and a standalone business venture.

The Resident Amenity Fee shall be computed on a *per hour, per day, per course basis* based on month-end actuals and paid to the Indian Wells Golf Resort within sixty (60) days of the month-end close.

2. RESIDENT AMENITY FEE

The Resident Amenity Fee shall be calculated using the Weighted Average Methodology. The following golf rate categories shall be included in the weighted average formula: the Eighteen Hole Prime, Eighteen Hole Non-Prime, Tournaments, PGA Tour, Troon Programs, Wholesaler, nine-hole and afternoon rates, and the Special category.

Excluded in the weighted average formula are the PGA/Cart, Juniors, and comp rounds. These rate categories are omitted because they are either courtesy rates provided to PGA members and children playing after 3:00 pm or rate categories used for sales, marketing, and potential revenue-generating opportunities.

Procedure in calculating the Resident Golf Amenity Fee

1. The Golf Resort determines the Weighted Average of actual rounds in eight round categories: (1) Eighteen Hole Prime, (2) Eighteen Hole Non-Prime, (3) Tournaments, (4) PGA Tour, (5) Troon Programs, (6) Wholesaler, (7) nine-hole, and (8) Special on a per hour, per day, and per course basis. The Weighted Average methodology calculates the average rate in each category and the number of actual rounds played in each category.
2. Next, determine the average Resident Rate by dividing the total amount of Resident golf fee revenue collected by the total number of Resident Rounds played per hour, per day, and per course basis. (Resident Golf Revenue/Resident Rounds).
3. Calculate the Resident Amenity Fee by determining the variance between the Weighted Average and Resident Rate on a per hour, per day, and per course basis, then multiply it by the actual number of Indian Wells Resident Rounds played on a per-hour per course basis. ("weighted average" less the Resident Rate) * (Resident Rounds).

Procedure in calculating the Resident Guest Golf Amenity Fee

1. The Golf Resort determines the Weighted Average of actual rounds in eight round types: (1) Eighteen Hole Prime, (2) Eighteen Hole Non-Prime, (3) Tournaments, (4) PGA Tour, (5) Troon Programs, (6) Wholesaler, (7) nine-hole, and (8) Special on a per hour, per day,

and per course basis. The Weighted Average methodology calculates the average rate in each category and the number of actual rounds played in each category.

2. Next, determine the average per hour per course Resident Guest Rate by dividing the total amount of Resident Guest golf fee revenue collected by the total number of Resident Rounds played on a per hour, per day, and per course basis. (Resident Guest Golf Revenue/Resident Guest Rounds).
3. Calculate the Resident Guest Amenity Fee by determining the variance between the Weighted Average and Resident Guest Rate on a per hour, per day, and per course basis, then multiply it by the actual number of Indian Wells Resident Guest Rounds played on a per hour, per day, and per course basis. ("weighted average" less the Resident Guest Rate) * (Resident Guest Rounds).