AGENDA ITEM

14

CALEXICO California

WHERE CALIFORNIA AND MEXICO MEET

AGENDA ITEM

14

CITY COUNCIL
AGENDA STAFF REPORT

DATE: November 19, 2025

TO: Mayor and City Council

APPROVED BY: Benjamin Martinez, City Manager

PREPARED BY: Karla Chaparro, Finance Director

SUBJECT: 2024-25 Year-End and 2025-26 1st Quarter Budget Status Report and Resolution to Amend the 2024-25 and 2025-26 Budgets

==

Recommendation:

It is recommended that the City Council receive a briefing on the 2024-25 year-end and 2025-26 1st quarter budget status and consider a resolution to amend the budget to reflect current trends and available balances.

Background:

The City Council adopted the 2025-26 budget on June 30, 2025. A 1st quarter budget report is provided at this time to assist the City Council in monitoring actual 2024-25 year-end results and also budget compliance through the first three months of the 2025-26 fiscal year.

The General Fund has met and exceeded its 2024-25 fund balance projection. Surplus one-time funds are available for the City Council's policy direction. The proposed 2024-25 budget strategy a) maintains the General Fund reserve balance at the City Council policy level; b) invests in programs through transfer of the 2024-25 General Fund year-end surplus that exceeds the City Council's reserve policy; and c) applies Internal Service Fund surplus to pay down debt through transfers to the City's OPEB trust and Employee Compensated Absence funds.

This report also presents the year-to-date status of the current 2025-26 budget. The proposed 2025-26 budget amendment updates 2025-26 General Fund revenues; adds General Fund expenditure authority in the Police, Fire, and Recreation programs; updates donation and grant program budgets; and establishes a Water Conservation program per agreement with the State Water Resources Control Board. The amendment also establishes expenditure authority for a contribution to the City's OPEB Trust and incorporates the Hearthstone CFD's public safety contribution approved by the City Council after budget adoption.

Discussion & Analysis:

2024-25 General Fund Year-End Results

The General Fund has ended the year achieving its revenue target and with overall expenditure savings. The General Fund has also benefited by savings in its Internal Service programs that have been rebated to participating funds. As a result, the General Fund has met and exceeded its fund balance target for the year and has one-time funds available for transfer to re-invest in City programs. A year-end budget update is proposed to consolidate savings and to authorize the transfer of $858,000 for City Council discretionary one-time and capital spending, as follows:

	Current Budget	Update	Adjusted Budget	Actual	Variance	
Revenues	$23,199,189	$450,000	$23,649,189	$23,665,647	$ 16,459	
Expenditures						
Operations	23,054,002	-	23,054,002	22,642,876	411,126	2%
ISF Rebates				(158,000)	158,000	
Budget Reclass		(408,000)	(408,000)	-	(408,000)	
Interfund Transfer		858,000	858,000	858,000	-	
	23,054,002	450,000	23,504,002	23,342,876	161,126	
Net	$ 145,187	$ -	$ 145,187	$ 322,771	$ 177,584	

Revenues

Detailed revenue results by revenue category are listed in **Attachment C**. Total revenues of $23.6 million exceeded projection by $466,000, or which $450,000 is proposed for budget reclass to fund year-end interfund transfers for reinvestment in City programs. Of note is that each of the major tax revenue categories, including property, sales, business license, cannabis, and hotel taxes fell slightly short of budget projections, while the collection of billed Ambulance services far exceeded its projection.

	Current Budget	Update	Adjusted Budget	Actual	Variance
Revenues					
Property Tax	$ 7,381,890	$ -	$ 7,381,890	$ 7,249,321	$(132,569)
Sales Tax	5,320,000	-	5,320,000	5,207,976	(112,023)
Other General Revenues	3,120,198	-	3,120,198	3,050,234	(69,964)
Ambulance Fees	2,100,000	450,000	2,550,000	2,895,192	345,192
Program Revenues	2,462,100	-	2,462,100	2,447,923	(14,177)
Measure H Transfer	2,815,000	-	2,815,000	2,815,000	(0)
	$23,199,189	$450,000	$23,649,189	$23,665,647	$ 16,459

Expenditures

Detailed expenditure results by Department are listed in **Attachment D**. All General Fund departments operated within their approved expenditure budget with the exception of the Fire Department. The Fire Department exceeded its budget primarily due to overtime, but also incurred operating cost overruns. The non-safety departments of Administration, Planning/Engineering/Building, Library, and Recreation collectively had sufficient savings to absorb the annual General Fund vacancy savings assumption of $500,000. The Public Works department budget was also able to cover sufficient Gas Tax Fund reimbursements to meet both the State and Measure D Maintenance of Effort compliance thresholds for street maintenance. In total, General Fund departments expended 98% of their program budgets with a savings of 2% or $411,000. The City's self-insurance programs returned an additional $158,000 in savings to the General Fund, for a total General Fund expenditure savings of $569,000. $450,000 of surplus revenues have been consolidated with these savings, and the proposed revenue/expenditure budget gross-up adds to these expenditure savings, to pay for proposed inter-fund transfers of $858,000. The net remaining General Fund expenditure savings are $161,000.

	Gross Budget	Allocated Vacancy Allowance	Budget Update	Adjusted Budget	Actual	Variance
Police	$ 6,920,035	$ -	$ (315,000)	6,605,035	$ 6,538,901	$ 66,134
Traffic Control/Parking	891,412	-	(10,000)	881,412	809,930	71,482
Animal Control	253,516	0	0	253,516	196,446	57,070
Fire	6,452,899	-	-	6,452,899	6,864,418	(411,519)
Planning, Engineering, Bldg	1,373,709	(365,000)	(25,000)	983,709	908,186	75,523
Public Works	1,898,848	-	-	1,898,848	1,761,466	137,381
Library	657,533	(10,000)	-	647,533	633,102	14,431
Recreation	827,181	(25,000)	(25,000)	777,181	765,443	11,738
Admin, Finance, Non-Dept	4,278,868	(100,000)	(33,000)	4,145,868	4,006,982	138,886
Vacancy Allowance	(500,000)	500,000	-	-	-	-
Interfund Transfers	-	-	858,000	858,000	858,000	-
	$23,054,002	$ -	$ 450,000	23,504,002	$23,342,876	$ 161,126

Proposed Transfers

A budget amendment is proposed to re-invest the June 30, 2025 General Fund's fund balance surplus into the airport and capital programs.

The Airport Fund closed the 2024-25 year with a fund balance deficit that is not expected to be able to be cleared through ongoing operations. As discussed in the 2025-26 budget, until structural changes can be implemented, the Airport is expected to continue to rely on General Fund support. City Council has asked for a separate briefing on options to rebalance future Airport operations. Consistent with projections in the 2025-26 budget, $98,000 is proposed for transfer to the Airport fund.

The remaining General Fund 2024-25 surplus of $760,000 is proposed for transfer to the Local Capital Fund for City Council consideration and allocation to one-time projects. The 2025-26 budget includes a 5-year projection of the $7 million in future General Fund program capital requirements for vehicle, equipment, and other facilities projects, of which only a portion is funded. The proposed 2024-25 capital transfer will facilitate a review, re-prioritization, and acceleration of some of the deferred capital requests previously submitted by the General Fund program departments. Today's proposed action sets aside these funds for future budget allocations by City Council. Combined with the surplus, unspent funds from the City's ARPA allocation, as presented in a separate City Council agenda report, a consolidated capital spending recommendation can be brought back to City Council for future consideration.

$ 98,000	Proposed transfer – Airport Fund
760,000	Proposed transfer – Local Capital Fund
$858,000	

Fund Balance

The proposed $858,000 in General Fund transfers have been set at a level that maintains a combined General and Measure H Fund balance reserve at June 2025 at the City Council's reserve policy of 68 days. This 68-day reserve target, established in the annual budget adoption resolution, includes 60 days to cover the fund's liquidity/cash flow requirements from July through the first property tax remittance in December. An additional 8 days provide an emergency reserve of 10% of sales tax revenue to brace for unexpected natural or economic impacts to the City's tax revenue. The reserve calculation was updated with the 2024-25 budget to include both General Fund and Measure H expenditures, which provides liquidity and contingency coverage of the combined General and Measure H operations. **Attachment B** presents an overview of the General Fund's annual operations, ending balance, and reserve calculation.

2025-26 Budget Status

City-wide Expenditures

A City-wide view of the current 2025-26 year-to-date expenditures and budget status is presented at **Attachment A**. All funds are at or below their expected expenditure trend. Capital spending remains low and is dependent upon contract awards. Overall, 6% of the annual expenditure budget has been drawn through the first three months of the fiscal year.

General Fund Revenues

In total, the General Fund revenue budget is proposed to increase by $370,000. The 1st quarter is generally too early in the year to identify and adjust revenue trends. No general property, sales, or other taxes are proposed for adjustment at this time. These will be revisited in the 2nd Quarter results when more year-to-date data is available. However, several department program revenues are proposed for adjustment due to program changes and trends. First, the annual Hearthstone CFD public safety reimbursement, which was paused for the 2024-25 fiscal year, was restored at the time of the annual 2025-26 property owner levy. The corresponding General Fund revenue increase is $85,000 (Estimated 50% collection of $170,000 Public Services levy for the Police, Fire, and Admin Departments; the 50% collection estimate is due to stalled development of property within the CFD). Second, the downtown parking meter program and anticipated fee increase has not been implemented. If the program is resumed and implemented by January, after the holiday shopping season, the anticipated annual meter revenue impact is a reduction of $120,000. Fire/Ambulance (+$400,000) and Recreation program revenues (+$5,000) are adjusted upwards for consistency with prior year results. A detailed listing of the

2025-26 General Fund Revenue budget and proposed adjustments is presented at **Attachment C.**

General Fund Expenditures

All General Fund departments are at or near the 25% target three-month expenditure trend as of September 2025. The City has also met its vacancy savings assumption (a reduced annual $250,000) during this period. Total General Fund expenditures through September are at 21% of the annual budget.

Both the Police and Fire Departments have been allocated their respective shares from the expected Hearthstone CFD collection ($41,275 each), applied toward capital outlay and equipment repair and maintenance. In addition, the Fire Department has identified the need for supplemental funding for overtime, for which a partial allocation of $125,000 has been provided, as well as $42,000 for janitorial services at the Community Center due to the loss of a federally funded Senior Program. A detailed listing of the 2025-26 General Fund expenditure budget and year-to-date status is presented at **Attachment D.**

Other Fund Status

#120 - Measure H

Updated projections for the Measure H fund are presented at **Attachment E**. Actual sales tax revenues for 2024-25 were approximately $265,000 less than the prior projection. To maintain the program's long-term policy objective of achieving a $2 million reserve before the sunset of the tax measure, future year projected capital allocations have been reduced to fit within the available revenues.

#221/#222 – Library Grant and Donations Funds

The proposed 2025-26 budget amendment increases program spending in the Library Grant Fund ($2,000) and the Donations Fund ($5,500) to reflect additional revenues received from the State Library Grant and a donation for the holiday Tree Lighting program.

#411 – Local Capital Fund

The proposed 2024-25 budget amendment provides $760,000 in new capital/one-time funds available for reinvestment in city programs. The Local Capital Fund also received $244,000 of investment income during the year, exceeding projections. With input from program departments, over $1 million of funding can be allocated to accelerate the $7 million of listed deferred vehicle, equipment, and facilities projects that were identified by departments within the 2025-26 adopted budget. The proposed 2024-25 capital transfer will facilitate a review, re-prioritization, and acceleration of some of these deferred capital requests. Combined with the surplus, unspent funds from the City's ARPA allocation, as presented in a separate City Council agenda report, a consolidated capital spending recommendation will be brought back to City Council for future consideration. **Attachment F** provides a recap of the General Capital program status and lists the projects that are currently budgeted as well as those identified for future year funding.

#522 - Airport

The airport fund has operated at a deficit for the past four years and has depleted its fund balance reserves. Fuel Sales and lease revenues have not kept up with personnel and operating costs. The airport program will separately present a work-out plan to City Council to restore a sustainable budget. The 2024-25 proposed budget amendment includes a General Fund transfer of $98,000, as projected in the 2025-26 budget. As the City's source of unrestricted funds, the General Fund is the default fund required to cover other fund overdrafts if the fund does not have an ability to recover its deficits from future operations. **Attachment G** provides a recap of the Airport Fund budget projections. If proposed hangar rental rates are implemented, and if the anticipated staff reductions and operating reductions are implemented, the budgeted 2025-26 General Fund contribution might be reduced, but not likely eliminated.

#513/544 - Water/Wastewater

The Water and Wastewater Fund operating budgets and five-year capital improvement programs were developed with the assumption of a potential rate adjustment in 2025–26. Implementation of this adjustment is currently pending further review and direction. Without anticipated rate increases, these utility programs cannot fully staff operations, cover operating costs, maintain the debt service coverage committed to the 2020 revenue bond holders, or deliver the 5-year capital program necessary to maintain the system's infrastructure. Updated operating fund projections, with 2024-25 actuals, are presented at **Attachments H, I, J, and K.**

In the Water Operating Fund, 2024-25 user fee revenues exceeded projection. If revenues in 2025-26 again meet this prior year threshold, and if operating expenditures are controlled, the fund might meet its debt coverage ratio, but the operating reserve target would be expected to fall below the City Council's 50% policy, and no annual transfer to fund capital projects would be possible. The 5-year Water CIP program would be underfunded by approximately $2.4 million.

Consistent with a recent agreement with the State Water Resources Control Board, $200,00 of funding is proposed for allocation within the Water Capital Fund for a Water Conservation program. Funding is from a transfer of Water funds previously set aside to implement a corrective action plan for State Water Resources Control Board findings.

In the Wastewater Operating Fund, 2024-25 user fee revenues fell short of projection. If some positions are held vacant and total operating expenditures withheld by $175,000, then the fund might also meet its debt coverage ratio. However, no annual transfer to fund capital projects would be possible. The 5-year Wastewater CIP program, and specifically the $47 million Wastewater Plan improvement project, is projected to be underfunded by $27 million.

The City's long-term Water/Wastewater sustainability requires a rate adjustment to cover annual operating cost increases; to fully staff operations to meet State standards; to ensure compliance with its 2020 bond debt service coverage commitment; and to position itself to remain in good standing to qualify for additional financing to complete the Wastewater Plant improvement project.

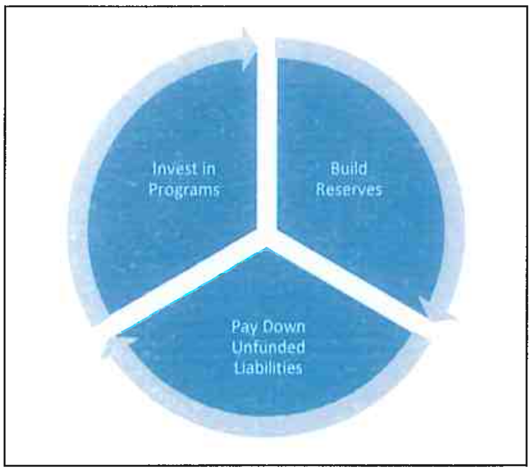
Timely action is important to initiate a professional services contract to update the user fee study and begin the Proposition 218 process, which typically requires approximately six months to complete. Updating the study and evaluating appropriate rate adjustments will help ensure that fee revenues continue to responsibly support operational and capital program needs in the coming fiscal year.

Water and Wastewater rates have remained unchanged for several years, even as operational costs have increased and critical capital projects have been deferred. Completing the user fee study will provide the necessary data and policy guidance to maintain the long-term sustainability of these essential utility programs.

Internal Service Funds (ISF)

The City's five self-insurance programs have in total met their 2024-25 operating targets. A portion of ISF operating surpluses have been rebated back to program departments ($158,000 General Fund). An additional $450,000 of surplus ISF funds are proposed to be allocated to pay down unfunded liabilities, including $375,000 in supplemental contributions to the OPEB trust for retiree medical benefits and $75,000 towards the employee compensated absence reserve. This proposal draws on surplus in the City's self-insurance medical program to reinvest in employee benefits by paying down unfunded obligations for future employee benefits.

Fiscal Impact:



The proposed General Fund 2024-25 and 2025-26 budget amendments are "break even plus" with revenues matching or exceeding expenditures. Further, the proposed General Fund budget amendment continues the City's established approach of allocating General Fund surplus funds in support of three financial policy objectives: 1) Reinvest in programs; 2) Build reserves; and 3) Pay down debt.

The combined General Fund and Measure H Fund Reserves are projected at $4.5 million, or 68 days of General Fund operations, at June 2026. With this proposed action, the City's General Fund continues to maintain and improve its fiscal position and stability.

The City's three enterprise funds, Water, Wastewater, and Airport, will each need additional work with rate and operational updates to restore their long-term operating, debt service, and capital budgets for sustainable ongoing service delivery to their customers.

Attachments:

Resolution
Exhibit 1 to Resolution

A. 2025-26 City-wide Expenditures – Summary of Year-to-Date Expenditures by Fund
B. General Fund - Fund Balance Projection
C. General Fund - Revenues
D. General Fund - Expenditures by Department
E. Measure H
F. Local Capital Projects
G. Airport
H. Water Operations
I. Water Capital Improvement Program
J. Wastewater Operations
K. Wastewater Capital Improvement Program

RESOLUTION NO. 2025-__

RESOLUTION OF THE CITY OF CALEXICO APPROVING 2024-25 and 2025-26 BUDGET AMENDMENTS

WHEREAS, the City Council adopted the 2025-26 Annual Budget on June 30, 2025; and

WHEREAS, the City Manager has prepared a 1st Quarter 2025-26 budget update to brief City Council on the City's current budget status, including preliminary 2024-25 results and 2025-26 year-to-date expenditures; and

WHEREAS, the City Manager has proposed a budget adjustment as listed in Exhibit 1 to this resolution, including updates to the 2024-25 budget for the General Fund year-end surplus and updates to the 2025-26 budget;

NOW, THEREFORE, BE IT HEREBY RESOLVED, DETERMINED, AND ORDERED BY THE CITY COUNCIL OF THE CITY OF CALEXICO, AS FOLLOWS:

Section 1. The foregoing recitals are true and correct and are a substantive part of this Resolution.

Section 3. The 2024-25 and 2025-26 budgets are amended as listed in Exhibit 1 to this resolution.

Section 4. The City Manager is authorized to allocate the budgeted vacancy savings target between General Fund departments as needed to match the savings realized by various departments

PASSED AND ADOPTED at a meeting of the City Council of the City of Calexico this 19th day of November, 2025.

____
Diana Nuricumbo, Mayor

ATTEST:

____
Veronica L. Alvarado, City Clerk

APPROVED AS TO FORM:

____
Carlos Campos, City Attorney

STATE OF CALIFORNIA)
COUNTY OF IMPERIAL) SS.
CITY OF CALEXICO)

I, Veronica L. Alvarado, City Clerk of the City of Calexico do hereby certify that the foregoing Resolution No. 2025-xx was passed and adopted by the City Council on the 19th day of November 2025 by the following vote to-wit:

AYES:
NOES:
ABSTAIN:
ABSENT:

Veronica L. Alvarado, City Clerk

EXHIBIT 1

Exhibit 1 to Resolution

Proposed Midyear Budget Adjustments
2025-26
November 18, 2025

	Fund Balance Impact		
<u>2024-25 Year-end Budget Adjustments</u>			
111 <u>General Fund</u>			
Expenditures			
<u>Transfer Out to Airport Fund</u>			
To Transfer a portion of 2024-25 expenditure Savings to the Airport Fund to cover operating deficit, as projected in 2025-26 Adopted Budget	(98,000)		
<u>Transfer Out to Local Capital Fund</u>			
To transfer 2024-25 General Fund expenditure savings, in excess of amounts needed to meet the City Council's General Fund reserve policy, to the Local Capital Fund for one-time vehicle and capital replacements; to be allocated by City Council after receiving input from program departments	(760,000)		
Subtotal, Transfers Out		(858,000)	
<u>2024-25 Budget Adjustments to Fund Year-end Transfers</u>			
To update revenue budget and to reclassify department expenditure savings to pay for year-end transfers			
Revenue Increases			
Fire/Ambulance Fees	450,000		
Expenditure Decreases (From year-end budget savings)			
Police Department	315,000		
Traffic Control	10,000		
Planning, Engineering, & Building	25,000		
Recreation	25,000		
Administration	33,000		
	408,000		
		858,000	
			-
411 <u>Local Capital Fund</u>			
Revenue Transfer In	760,000		
522 <u>Airport Fund</u>			
Revenue Transfer In	98,000		
			858,000
601 <u>Internal Service Funds</u>			
To apply portion of 2425 Internal Service Fund savings to long-term debt reduction			
601 Transfer Out From Medical program to Retiree Medical for OPEB and to Employee Leave Reserve	(450,000)		
602 Transfer In For OPEB Trust Contribution	375,000		
607 Transfer In For Employee Leave Reserve	75,000		
			-
605/516 <u>General Liability Fund/Water Capital Fund</u>			
To establish capital project for Water Conservation Program per State Water Resources Control Board agreement; paid from Water funds held in General Liabilty Fund			
605 Transfer Out	(200,000)		
516 Transfer In	200,000		
			-

Continued

Proposed Midyear Budget Adjustments
2024-25
November 18, 2025

Continued

	Fund Balance Impact		
2025-26 Budget Adjustments			
111 General Fund			
Revenues			
Hearthstone Service Fees			
To add Hearthstone CFD services charge revenue per City Council action at time of annual levy			
Police Services	41,275		
Fire Services	41,275		
Admin Fee	2,626		
	85,176		
Police/Parking Fees (deferred program implementation - Jan 1)	(120,000)		
Fire/Ambulance Fees (12 month trend)	400,000		
Recreation Program Revenues	5,000		
		370,176	
Expenditures			
Police Equipment (From Hearthstone Services Fee)	(41,275)		
Fire Apparatus Repairs (From Hearthstone Services Fee)	(41,275)		
Fire/Overtime (portion of estimated annual requirement)	(125,000)		
Recreation/Janitorial Temporary Labor (federal funding paused)	(42,000)		
		(249,550)	
			120,626
Reserves			
Surplus of Revenue/Expenditure budget amendment flows to Reserve to Maintain 68 Day reserve policy		120,626	
221 Library Grant			
To adjust State Grant budget to actual Grant Award			
Revenues — State Grant	2,000		
Expenditures — Operating Expenditures	(2,000)		
			-
222 Donations Fund			
To increase budget for Tree Lighting Donation			
Revenues — Donations	5,500		
Expenditures — Operating Expenditures	(5,500)		
			-
516 Water Capital Fund			
To add budget for State Water Resources Control Board Project			
Expenditures — Water Conservation Project	(200,000)		
			(200,000)
602 Retiree Medical/OPEB			
To disburse 2024-25 ISF transfer to OPEB trust, as authorized above, to pay down retiree medical debt obligation			
Expenditure Contribution to OPEB Trust	(375,000)		
			(375,000)
903 Hearthstone			
To add Hearthstone CFD services charge revenue per City Council action at time of annual levy			
Revenues	170,352		
Expenditures	(170,352)		
			(170,352)

ATTACHMENT A

ATTACHMENT A
2025-26 1st Quarter Budget Report

City-wide Expenditures
Summary of Expenditures by Fund

		2025-26 Budget			YTD Actual		
		Current	1st Q Update	Adjusted	10/3/2025	% Used	Notes
General Fund							
111	General Fund	$ 24,110,764	$ 249,550	$ 24,360,314	$ 5,179,849	21%	Fire OT, Hearthstone Public Safety Services, Recreation Janitorial
120	Measure H Sales Tax	3,910,350		3,910,350	970,200	25%	
Operating Grant Funds				-			
221	Library Grants	67,633	2,000	69,633	16,464	24%	Additional Grant Award
222	Community Donations	44,320	5,500	49,820	3,230	6%	Tree Lighting Donation
224	New River Operations	449,769		449,769	-	0%	
231	Gas Tax	1,179,337		1,179,337	170,238	14%	
237	Road Maintenance Rehab	4,510,000		4,510,000	44,823	1%	
241	Asset Seizure/Forfeiture	-		-	-	-	
242	Prop 172/Public Safety Tax	328,000		328,000	82,000	25%	
243	COPS State Grant Program	286,000		286,000	89,853	31%	
245	HIDTA	47,000		47,000	-	0%	
246	Stonegarden	75,000		75,000	19,410	26%	
256	Cannabis/Applicant Reimburse	-		-	-	0%	
258	National Opioid Settlement Fund	-		-	-		
281	Solid Waste	2,919,320		2,919,320	437,390	15%	
299	Operating Grants	498,690		498,690	88,314	18%	
712	Business Imp District	-		-	-	-	
Housing Funds				-			
802	Successor Housing	100,000		100,000	250	0%	
840	Fed CDBG - Program Income	8,500		8,500	900	11%	
841	Fed Home - Program Income	6,000		6,000	1,020	17%	
842/3	Local Funds	61,500		61,500	137	0%	
846	CalHome - Program Income	1,000		1,000	188	19%	
Capital Project and Debt Service Funds				-			
223	Art in Public Places	117,000		117,000	-	0%	
233	LTA/Measure D	11,732,765		11,732,765	51,536	0%	
234/6	Transportation Development	282,000		282,000	237	0%	
255	FEMA/Disaster Recovery/ARPA	3,163,941.58		3,163,942	40,263	1%	
402	Measure D Bond Proceeds	2,951,905		2,951,905	-	0%	
411	Local Capital Projects	2,862,969		2,862,969	56,904	2%	
412	Capital Grants	10,990,116		10,990,116	-	0%	
430-6	Development Impact Fees	2,258,868		2,258,868	-	0%	
452-64	Development Projects	1,654,565		1,654,565	-	0%	
474-5-6	New River Projects	9,599,500		9,599,500	34,060	0%	
310	Measure H Debt Service	999,750		999,750	110,300	11%	
Enterprise Funds				-			
513	Water Operations	8,112,785		8,112,785	1,419,345	17%	
514	Water Debt Service	852,517		852,517	(8,954)	-1%	
515	Water Development Fees	678,635		678,635	-	-	
516	Water Capital Program	15,031,000	200,000	15,231,000	3,764	0%	SWRCB Agreement
522	Airport Operations	419,419		419,419	125,750	30%	
544	Wastewater Operations	6,489,869		6,489,869	885,007	14%	
545	Wastewater Debt Service	1,175,229		1,175,229	1,944	0%	
546	Wastewater Impact Fees	326,528		326,528	-	-	
547	Wastewater Capital	46,981,500		46,981,500	16,266	0%	
CFD/Special Districts				-			
261	Bravo Victoria	745,000		745,000	11,186	2%	
903	Hearthstone	737,149	170,352	907,501	325,044	36%	Public Safety Services
906	Gran Plaza	533,302		533,302	343,850	64%	
Internal Service Funds				-			
601/2	Active and Retire Medical	5,247,376	375,000	5,622,376	579,364	10%	OPEB from ISF Surplus
603	Workers Compensation	1,601,000		1,601,000	490,904	31%	Annual insurances paid
604	Unemployment Insurance	74,763		74,763	-	0%	
605	General Liability Insurance	1,649,400		1,649,400	602,415	37%	Annual insurances paid
607	Compensated Absence Reserve	-		-	-		
601-7	Net Internal Charges	(8,572,539)	(375,000)	(8,947,539)	(1,672,682)	19%	
		$ 167,299,494	$ 627,402	$ 167,926,896	$ 10,520,770	6%	

ATTACHMENT B

ATTACHMENT B
2025-26 1st Quarter Budget Report

General Fund
Fund Balance Projection

	2024-25					2025-26			Notes
	Current Budget	Budget Update (Nov 2025)	Adjusted Budget	Actual (Unaudited as of Nov 2025)	Variance	Current Budget	Budget Update (Nov 2025)	Adjusted Budget	
Annual Activity									
Revenues									
Property Tax	7,381,890	-	7,381,890	7,249,321	(132,569)	7,529,528	-	7,529,528	
Sales Tax	5,320,000	-	5,320,000	5,207,976	(112,023)	5,351,920	-	5,351,920	
Other General Revenues	3,120,198	-	3,120,198	3,050,234	(69,964)	3,194,102	-	3,194,102	
Program Revenues	4,562,100	450,000	5,012,100	5,343,115	331,015	5,139,570	370,176	5,509,746	
Measure H Transfer	2,815,000	-	2,815,000	2,815,000	(0)	2,910,600	-	2,910,600	
	23,199,189	**450,000**	**23,649,189**	**23,665,647**	**16,459**	**24,125,720**	**370,176**	**24,495,896**	
Expenditures	-	-	-	-	(0)	-	-		
Salaries and Benefits									
Gross salary and benefits	15,215,298	-	15,215,298	14,768,897	(53,598)	15,437,070	125,000	15,562,070	Fire OT
Vacancy Assumption	(500,000)	-	(500,000)	-		(250,000)	-	(250,000)	
Measure H Reimbursement	-	-	-	-	-	-	-	-	
Grant/Other Reimbursements	(394,503)	(100,000)	(494,503)	(575,047)	80,544	(726,910)	-	(726,910)	
	14,320,796	**(100,000)**	**14,220,796**	**14,193,850**	**26,946**	**14,460,160**	**125,000**	**14,585,160**	
Operating Costs									
Operating Costs	5,193,192	(308,000)	4,885,192	4,751,981	133,211	5,799,297	83,275	5,882,572	$41Fire Equip Repairs (Hearthstone CFD); $42K Recreation Maint
Operating Costs - New River	100,000	-	100,000	100,000	-	100,000	-	100,000	
General Liability Insurance	931,423	-	931,423	931,422	1	993,498	-	993,498	
Contribution to CFD 2013	265,000	-	265,000	264,031	969	265,000	-	265,000	
Cost Allocation	(1,213,458)	-	(1,213,458)	(1,213,458)	(0)	(1,244,810)	-	(1,244,810)	
	5,276,157	**(308,000)**	**4,968,157**	**4,833,977**	**134,181**	**5,912,984**	**83,275**	**5,996,259**	
Capital and Debt Service	-	-	-	-	0				
Capital/One-time Fund Transfers						17,000	41,275	58,275	PD Equipment (Hearthstone CFD)
Transfer to Local Capital Fund	-	760,000	760,000	760,000	-	-	-	-	
Transfer to Airport Fund	-	98,000	98,000	98,000	-	98,000	-	98,000	
Debt Service - Leases	212,537	-	212,537	212,537	(0)	232,804	-	232,804	
Employee Leave Obligation	25,000	-	25,000	25,000	-	25,000	-	25,000	
CalPERS - Unfunded Liability	2,352,990	-	2,352,990	2,352,990	-	2,681,086	-	2,681,086	
Retiree Medical - Benefit Payments	844,904	-	844,904	844,904	(0)	661,988	-	661,988	Lower Rates
Retiree Medical - Amortize Liability	21,618	-	21,618	21,618	(0)	21,741	-	21,741	
	3,457,049	**858,000**	**4,315,049**	**4,315,049**	**(0)**	**3,737,620**	**41,275**	**3,778,895**	
Total Expenditures	**23,054,002**	**450,000**	**23,504,002**	**23,342,876**	**161,126**	**24,110,764**	**249,550**	**24,360,314**	
	-	-	-	-	0	-	-	-	
Net Annual Operating Results	**$ 145,187**	**$ -**	**$ 145,187**	**$ 322,771**	**$ 177,584**	**$ 14,957**	**$ 120,626**	**$ 135,583**	
	-		-						
Fund Balance									
Beginning Fund Balance	$ 3,983,360		$ 3,983,360	$ 3,983,360	-	$ 4,128,547	$ 177,584	$ 4,306,132	
Annual Operating Results	145,187	-	145,187	322,771	177,584	14,957	120,626	135,583	
Ending General Fund Balance	**4,128,547**	**-**	**4,128,547**	**4,306,132**	**177,584**	**4,143,504**	**298,210**	**4,441,714**	
								-	
Measure H Fund	229,799	-	229,799	71,840	(157,958)	319,449	(243,051)	76,398	City Council Reserve Policy (Annual Budget Resolution): 68 Days
Combined General/Measure H Reserve	**$ 4,358,346**	**$ -**	**$ 4,358,346**	**$ 4,377,972**	**$ 19,626**	**$ 4,462,952**	**$ 55,160**	**$ 4,518,112**	
% Annual General Fund Expenditures				**19%**				**19%**	
Days of General Fund Operations				**68**				**68**	

ATTACHMENT C

ATTACHMENT C
2025-26 1st Quarter Budget Report

General Fund Revenues

	2023-24	2024-25					2025-26				
	Actual	Current Budget	Nov 25 Updates	Adjusted Budget	Actual (Unaudited as of Nov 2025)	Budget Variance	Current Budget	Budget Update (Nov 2025)	Current Budget	% vs PY	Notes
General Revenues											
Property Tax											
Property tax	$ 2,444,686	$ 2,575,800	$ -	$ 2,575,800	$ 2,570,062	$ (5,738)	$ 2,627,316	$ -	$ 2,627,316	2%	
Property Tax in lieu of MVLF	3,561,330	3,712,220	-	3,712,220	3,713,845	1,625	3,786,464	-	3,786,464	2%	
Residual Tax Increment	728,372	1,093,870	-	1,093,870	965,414	(128,456)	1,115,748	-	1,115,748	16%	
	6,734,388	7,381,890	-	7,381,890	7,249,321	(132,569)	7,529,528	-	7,529,528	4%	
Sales Tax											
	5,301,127	5,320,000	-	5,320,000	5,207,976	(112,023)	5,351,920	-	5,351,920	3%	
Business License											
Business License	824,237	950,380	-	950,380	911,016	(39,364)	969,388	-	969,388	6%	
Cannabis	155,736	140,000	-	140,000	135,968	(4,032)	142,800	-	142,800	5%	
	979,973	1,090,380	-	1,090,380	1,046,984	(43,396)	1,112,188	-	1,112,188	6%	
Franchise Fees											
PGE/Cable/Other	216,455	219,916	-	219,916	169,674	(50,242)	224,314	-	224,314	32%	
Solid Waste	544,507	553,860	-	553,860	560,099	6,239	564,938	-	564,938	1%	
	760,962	773,776	-	773,776	729,773	(44,003)	789,251	-	789,251	8%	
Other Taxes											
Transient Tax	531,473	400,000	-	400,000	364,884	(35,116)	470,000	-	470,000	29%	Renovations Completed
Rl Prop Trns Tx	28,842	25,000	-	25,000	41,142	16,142	25,500	-	25,500	-38%	
Hsg Ath In Lieu	104,025	104,864	-	104,864	112,156	7,292	106,961	-	106,961	-5%	
	664,340	529,864	-	529,864	518,182	(11,682)	602,461	-	602,461	16%	
Money and Property											
Investment Earnings	327,193	100,000	-	100,000	137,966	37,966	150,000	-	150,000	9%	
Rents And Concessions	241,393	283,920	-	283,920	277,754	(6,166)	191,098	-	191,098	-31%	New cell tower agreements
Water/Wastewater Leases	274,920	280,418	-	280,418	274,920	(5,498)	286,027	-	286,027	4%	
	843,506	664,338	-	664,338	690,640	26,302	627,125	-	627,125	-9%	
Other Miscellaneous Revenue											
State VLF	47,833	61,840	-	61,840	61,905	65	63,077	-	63,077	2%	
Misc Income	8,520	-	-	-	2,750	2,750	-	-	-		
Sale of Assets	-	-	-	-	-	-	-	-	-		
	56,352	61,840	-	61,840	64,655	2,815	63,077	-	63,077	-2%	
Subtotal, General Revenues	15,340,647	15,822,089	-	15,822,089	15,507,532	(314,556)	16,075,550	-	16,075,550	4%	
	-	-	-	-	1%	0	-	-	-		

Continued

General Fund Revenues

Continued	2023-24 Actual	2024-25 Current Budget	2024-25 Nov 25 Updates	2024-25 Adjusted Budget	2024-25 Actual (Unaudited as of Nov 2025)	2024-25 Budget Variance	2025-26 Current Budget	2025-26 Budget Update (Nov 2025)	2025-26 Current Budget	% vs PY	
Program Revenues									-		
Police											
Vehicle Code Fines	13,286	14,000	-	14,000	21,733	7,733	14,280	-	14,280	-34%	
Alarm Permits	450	1,000	-	1,000	300	(700)	50,000	-	50,000	16567%	Program update
SRO Program	89,913	125,000	-	125,000	146,702	21,702	270,000	-	270,000	84%	2nd Officer
Special Service	32,911	29,500	-	29,500	30,639	1,139	30,090	-	30,090	-2%	
Towing Fees	41,863	52,000	-	52,000	56,473	4,473	53,040	-	53,040	-6%	
Livescan	32,695	30,000	-	30,000	29,680	(320)	30,600	-	30,600	3%	
POST	13,917	15,000	-	15,000	18,444	3,444	15,300	-	15,300	-17%	
Assessment District 2005-01	153,894	-	-	-	-	-	-	41,275	41,275		Hearthstone
Prkg Mtrs/Lots	291,844	118,000	-	118,000	119,343	1,343	240,000	(120,000)	120,000	1%	Target Jan 1
Traffic Control Grant	150,000	330,000	-	330,000	150,000	(180,000)	150,000	-	150,000	0%	
Parking Citations	166,829	143,000	-	143,000	137,257	(5,743)	145,860	-	145,860	6%	
Misc Fees/Services	6,954	6,482	-	6,482	8,817	2,335	6,620	-	6,620	-25%	
Animal Licenses/Control	4,080	4,140	-	4,140	3,356	(784)	4,223	-	4,223	26%	
	998,635	868,122	-	868,122	722,744	(145,378)	1,010,013	(78,725)	931,288	29%	
	-	-	-	-	-				-		
Fire											
Ambulance Fees	1,536,048	2,100,000	450,000	2,550,000	2,895,192	345,192	2,500,000	400,000	2,900,000	0%	12 month trend
Fire Prevention	340,690	379,460	-	379,460	412,208	32,748	387,049	-	387,049	-6%	
Assessment District 2005-01	-	-		-	-	-	-	41,275	41,275		Hearthstone
Fire Late and Other Fees	13,262	9,384	-	9,384	26,825	17,441	9,572	-	9,572	-64%	
	1,890,000	2,488,844	450,000	2,938,844	3,334,225	395,381	2,896,621	441,275	3,337,896	0%	
Planning & Building	-								-		
Building											
Building permits	211,447	270,000	-	270,000	299,470	29,470	275,400	-	275,400	-8%	
Mechanical permits	27,043	32,000	-	32,000	35,663	3,663	32,640	-	32,640	-8%	
Plumbing permits	12,848	20,000	-	20,000	22,713	2,713	20,400	-	20,400	-10%	
Electrical permits	89,243	80,000	-	80,000	85,244	5,244	81,600	-	81,600	-4%	
Other permits	3,600	1,450	-	1,450	1,482	32	1,479	-	1,479	0%	
Plan Check Fees	305,875	150,000	-	150,000	163,597	13,597	153,000	-	153,000	-6%	
Code Enforcement	1,720	3,700	-	3,700	3,593	(107)	3,774	-	3,774	5%	
Books, Maps and Publications	216	-	-	-	-	-	-	-	-		

Continued

ATTACHMENT C
2025-26 1st Quarter Budget Report

General Fund Revenues

	2023-24	2024-25					2025-26				
Continued	Actual	Current Budget	Nov 25 Updates	Adjusted Budget	Actual (Unaudited as of Nov 2025)	Budget Variance	Current Budget	Budget Update (Nov 2025)	Current Budget	% vs PY	
Engineering						-					
Encroachment Permits	109,772	103,000	-	103,000	112,698	9,698	105,060	-	105,060	-7%	
Plan Check Fees-Engineering		32,000	-	32,000	31,860	(140)	32,640	-	32,640	2%	
Engineering/Inspection Fees	10,500	17,000	-	17,000	16,783	(217)	17,340	-	17,340	3%	
Books, Maps and Publications	-	-	-	-	-	-	-	-	-		
Planning						-					
Plan Check Fees	63,561	19,500	-	19,500	21,911	2,411	19,890	-	19,890	-9%	
Inspection Fees		-	-	-	-	-	-	-	-		
Other	894	235	-	235	471	236	240	-	240	-49%	
	-	-	-	-	-	-	-	-	-		
	836,720	728,885	-	728,885	795,483	66,598	743,463	-	743,463	-7%	
Public Works	-	-	-	-	-		-	-	-		
State Highway Maintenance	39,050	39,000	-	39,000	39,050	50	39,000	-	39,000	0%	
Fees	7,704	12,448	-	12,448	10,620	(1,828)	12,697	-	12,697	20%	
	46,754	51,448	-	51,448	49,670	(1,778)	51,697	-	51,697	4%	
Parks, Recreation, and Library	-										
Recreation program fees	72,351	68,500	-	68,500	80,664	12,164	69,870	5,000	74,870	-7%	
Library fines and penalties	4,297	4,440	-	4,440	3,483	(957)	4,529	-	4,529	30%	
Community Center activities	31,440	25,700	-	25,500	17,225	(8,275)	26,214	-	26,214	52%	
Parks activities and events	2,918	2,500	-	2,750	1,665	(1,085)	2,550	-	2,550	53%	
Summer swim program	10,384	10,000	-	10,000	16,565	6,565	10,200	-	10,200	-38%	
Leases	13,200	13,200	-	13,400	12,600	(800)	13,464	-	13,464	7%	
CDCAC	11,787	19,750	-	19,500	19,607	107	20,145	-	20,145	3%	
	146,375	144,090	-	144,090	151,809	7,719	146,972	5,000	151,972	0%	
Administration/Other	-		-	-	-			-	-		
Successor Agency Admin Fee	241,466	240,000	-	240,000	247,516	7,516	245,000	-	245,000	-1%	
Special District Admin Fee	43,755	40,711	-	40,711	40,700	(11)	45,805	2,626	48,431	19%	Hearthstone
Other	82	-	-	-	968	968	-	-	-		
Subtotal, Program Revenues	4,203,788	4,562,100	450,000	5,012,100	5,343,115	331,015	5,139,570	370,176	5,509,746	3%	
	-					-			-		
Interfund Transfers											
Measure H	1,122,044	2,815,000	-	2,815,000	2,815,000	(0)	2,910,600	-	2,910,600	3%	
	1,122,044	2,815,000	-	2,815,000	2,815,000	(0)	2,910,600	-	2,910,600	3%	
						-					
Total General Fund Revenues	$ 20,666,479	$ 23,199,189	$ 450,000	$ 23,649,189	$ 23,665,647	$ 16,459	$ 24,125,720	$ 370,176	$ 24,495,896	4%	
% Increase vs Prior Year	7%	12%	-	3%	15%	$ 0	2%	-	4%		

ATTACHMENT D

ATTACHMENT D

2025-26 1st Quarter Budget Report

General Fund
Expenditure Summary

	2024-25					2025-26					
	Current Budget	Nov 25 Updates	Adjusted Budget	Actual (Unaudited as of Nov 2025)	Variance	Current Budget	Nov 25 Updates	Adjusted Budget	YTD Actual as of 10-2-25	% YTD Actual	Notes
General Fund in Total											
Salaries and Benefits											
Salary and Benefits	$15,215,298	$ -	$15,215,298	$14,768,897	$ (53,598)	$15,437,070	$125,000	$ 15,562,070	$3,778,255	25%	
Vacancy Assumption	(500,000)	-	(500,000)			(250,000)	-	(250,000)			
Reimbursement - Other Funds	(394,503)	(100,000)	(494,503)	(575,047)	80,544	(726,910)	-	(726,910)	(119,500)	16%	
	14,320,796	(100,000)	14,220,796	14,193,850	26,946	14,460,160	125,000	14,585,160	3,658,755	25%	
Operating Costs											
Materials/Supplies	1,368,527	(49,000)	1,319,527	1,273,558	45,970	1,471,272	-	1,471,272	244,129	17%	
Repairs/Maintenance	456,763	(60,000)	396,763	363,584	33,179	626,361	41,275	667,636	47,922	7%	
Contracts/Professional Services	2,920,487	(120,000)	2,800,487	2,796,173	4,314	3,183,520	42,000	3,225,520	325,866	10%	
General Liability Insurance	931,423	-	931,423	931,422	1	993,498	-	993,498	246,235	25%	
Administration/Office Costs	447,415	(79,000)	368,415	318,667	49,748	518,144	-	518,144	71,191	14%	
Contracts/Contribution to New River Operating Agreement	100,000	-	100,000	100,000	-	100,000	-	100,000	25,000	25%	
Contribution to CFD 2013-1	265,000	-	265,000	264,031	969	265,000	-	265,000	-	0%	
Cost Allocation	(1,213,458)	-	(1,213,458)	(1,213,458)	(0)	(1,244,810)	-	(1,244,810)	(311,203)	25%	
	5,276,157	(308,000)	4,968,157	4,833,977	134,181	5,912,984	83,275	5,996,259	649,141	11%	
Capital and Debt Service											
Capital/One-Time Items/Transfers	-	858,000	858,000	858,000	-	115,000	41,275	156,275	24,500	16%	
Debt Service/Leases	212,537	-	212,537	212,537	(0)	232,804	-	232,804	-	0%	
Employee Leave Obligation	25,000	-	25,000	25,000	-	25,000	-	25,000	6,250	25%	
Pension - Unfunded Liability	2,352,990	-	2,352,990	2,352,990	0	2,681,086	-	2,681,086	670,272	25%	
Retiree Medical - Benefit Payments	844,904	-	844,904	844,904	(0)	661,988	-	661,988	165,497	25%	
Retiree Medical - Amortize Liability	21,618	-	21,618	21,618	(0)	21,741	-	21,741	5,435	25%	
	3,457,049	858,000	4,315,049	4,315,049	(0)	3,737,620	41,275	3,778,895	871,954	23%	
	$23,054,002	$ 450,000	$23,504,002	$23,342,876	$161,126	$24,110,764	$249,550	$ 24,360,314	$5,179,849	21%	
	-	-	-	-	0	-	-	-	-	-	

Continued

Continued	2024-25 Current Budget	2024-25 Nov 25 Updates	2024-25 Adjusted Budget	2024-25 Actual (Unaudited as of Nov 2025)	2024-25 Variance	2025-26 Current Budget	2025-26 Nov 25 Updates	2025-26 Adjusted Budget	2025-26 YTD Actual as of 10-2-25	2025-26 % YTD Actual	Notes
Summary by Department											
Police											
Salaries and Benefits	5,445,922	-	5,445,922	5,499,652	(53,731)	5,445,453	-	5,445,453	1,349,882	25%	
Reimbursement - Grant Funds	(447,000)	(100,000)	(547,000)	(613,761)	66,761	(533,000)	-	(533,000)	(78,500)	15%	
Reimbursement - Dispatch (50% Fire)	(409,105)	-	(409,105)	(416,493)	7,388	(384,572)	-	(384,572)	(58,618)	15%	
Pension - Unfunded Liability	949,761	-	949,761	949,761	(0)	1,099,441	-	1,099,441	274,860	25%	
Materials/Supplies	215,435	(25,000)	190,435	183,768	6,667	232,922	-	232,922	38,191	16%	
Repairs/Maintenance	142,307	(55,000)	87,307	79,366	7,941	168,685	-	168,685	10,526	6%	
Contracts/Professional Services	522,030	(100,000)	422,030	414,929	7,100	548,131	-	548,131	40,448	7%	
General Liability Insurance	148,777	-	148,777	148,777	0	152,174	-	152,174	38,044	25%	
Administration/Office Costs	139,372	(35,000)	104,372	80,365	24,007	158,823	-	158,823	27,162	17%	
Capital Outlay/One Time Items	-	-	-	-	-	9,000	41,275	50,275	-	0%	
Debt Service - Equipment Leases	212,537	-	212,537	212,537	(0)	232,804	-	232,804	-	0%	Taser/Camera Lease
	6,920,035	(315,000)	6,605,035	6,538,901	66,134	7,129,862	41,275	7,171,137	1,641,995	23%	
Traffic Control/Parking	-	-	-	-	(0)	-	-	-	-	-	
Salaries and Benefits	398,042	-	398,042	343,882	54,160	383,331	-	383,331	78,121	20%	
Pension - Unfunded Liability	37,135	-	37,135	37,135	-	43,064	-	43,064	10,766	25%	
Materials/Supplies	65,479	-	65,479	60,642	4,836	75,337	-	75,337	8,790	12%	
Repairs/Maintenance	9,867	-	9,867	6,002	3,865	21,911	-	21,911	989	5%	
Contracts/Professional Services	350,362	-	350,362	345,902	4,460	371,355	-	371,355	37,059	10%	
General Liability Insurance	12,857	-	12,857	12,857	(0)	12,834	-	12,834	1,070	8%	
Administration/Office Costs	17,670	(10,000)	7,670	3,510	4,160	19,127	-	19,127	1,714	9%	
Debt Service - Vehicle Leases	-	-	-	0	(0)	-	-	-	-		
	891,412	(10,000)	881,412	809,930	71,482	926,958	-	926,958	138,509	15%	
Animal Control	-	-	-	-	-	-	-	-	-		
Salaries and Benefits	155,347	-	155,347	102,162	53,185	180,282	-	180,282	37,997	21%	
Pension - Unfunded Liability	21,220	-	21,220	21,220	(0)	24,608	-	24,608	6,152	25%	
Materials/Supplies	22,378	-	22,378	22,375	3	24,671	-	24,671	2,114	9%	
Repairs/Maintenance	3,293	-	3,293	2,588	706	9,132	-	9,132	-	0%	
Contracts/Professional Services	42,057	-	42,057	39,804	2,253	16,921	-	16,921	721	4%	
General Liability Insurance	7,347	-	7,347	7,347	(0)	7,334	-	7,334	1,833	25%	
Administration/Office Costs	1,874	-	1,874	951	923	1,967	-	1,967	38	2%	
	253,516	-	253,516	196,446	57,070	264,915	-	264,915	48,856	18%	
	-	-	-	-	-	-	-	-	-	-	

Continued

ATTACHMENT D
2025-26 1st Quarter Budget Report
General Fund
Expenditure Summary

Continued	2024-25 Current Budget	2024-25 Nov 25 Updates	2024-25 Adjusted Budget	2024-25 Actual (Unaudited as of Nov 2025)	2024-25 Variance	2025-26 Current Budget	2025-26 Nov 25 Updates	2025-26 Adjusted Budget	2025-26 YTD Actual as of 10-2-25	2025-26 % YTD Actual	Notes
Fire	-	-	-	-	-	-	-	-	-	-	
Salaries and Benefits	4,561,614	-	4,561,614	4,858,593	(296,979)	4,470,048	125,000	4,595,048	1,271,005	28%	
Reimbursement - Grant Funds	(150,000)	-	(150,000)	(162,419)	12,419	(164,000)	-	(164,000)	(41,000)	25%	
Reimbursement - Dispatch (50%)	409,105	-	409,105	416,493	(7,388)	384,572	-	384,572	58,618	15%	
Pension - Unfunded Liability	817,137	-	817,137	817,137	0	912,308	-	912,308	228,077	25%	
Materials/Supplies	267,244	-	267,244	279,981	(12,737)	320,887	-	320,887	54,095	17%	
Repairs/Maintenance	64,299	-	64,299	119,827	(55,528)	74,472	41,275	115,747	18,279	16%	
Contracts/Professional Services	359,080	-	359,080	412,012	(52,933)	299,925	-	299,925	21,129	7%	
General Liability Insurance	102,858	-	102,858	102,858	0	102,672	-	102,672	25,668	25%	
Administration/Office Costs	21,563	-	21,563	19,935	1,628	32,731	-	32,731	1,784	5%	
	6,452,899	-	6,452,899	6,864,418	(411,519)	6,433,615	166,275	6,599,890	1,637,656	25%	
Planning, Engineering, Building	-	-	-	-	0	-	-	-	-	-	
Salaries and Benefits	1,046,707	-	1,046,707	627,667	54,040	891,468	-	891,468	178,896	23%	
Vacancy Assumption	(365,000)	-	(365,000)	-		(125,000)	-	(125,000)	-		
Pension - Unfunded Liability	95,489	-	95,489	95,489	(0)	98,432	-	98,432	24,608	25%	
Materials/Supplies	41,419	(17,000)	24,419	20,938	3,480	59,639	-	59,639	7,086	12%	
Repairs/Maintenance	15,509	-	15,509	6,522	8,987	16,284	-	16,284	738	5%	
Contracts/Professional Services	101,889	-	101,889	98,136	3,753	229,815	-	229,815	30,633	13%	
General Liability Insurance	33,061	-	33,061	33,061	1	29,335	-	29,335	7,334	25%	
Administration/Office Costs	39,635	(8,000)	31,635	26,373	5,262	43,516	-	43,516	6,991	16%	
	1,008,709	(25,000)	983,709	908,186	75,523	1,243,489	-	1,243,489	256,285	21%	
Public Works	-	-	-	-	-	-	-	-	-	-	
Salaries and Benefits	643,460	-	643,460	633,211	10,249	943,873	-	943,873	165,944	20%	
Vacancy Assumption	-	-	-	-		(125,000)	-	(125,000)	-		
Reimbursement - Grant Funds	202,497	-	202,497	201,133	1,365	(29,910)	-	(29,910)	-	0%	
Pension - Unfunded Liability	117,133	-	117,133	117,133	-	125,501	-	125,501	31,375	25%	
Materials/Supplies	493,051	-	493,051	462,744	30,307	451,084	-	451,084	73,632	16%	
Repairs/Maintenance	94,139	-	94,139	33,189	60,950	229,873	-	229,873	5,048	2%	
Contracts/Professional Services	116,253	-	116,253	88,543	27,710	166,089	-	166,089	17,938	11%	
New River Operating Agreement	100,000	-	100,000	100,000	-	100,000	-	100,000	25,000	25%	
General Liability Insurance	85,262	-	85,262	85,262	(0)	87,528	-	87,528	21,882	25%	
Administration/Office Costs	47,052	-	47,052	40,252	6,800	50,350	-	50,350	3,513	7%	
Capital Outlay	-	-	-	-	-	8,000	-	8,000	-	0%	
	1,898,848	-	1,898,848	1,761,466	137,381	2,007,388	-	2,007,388	344,332	17%	

Continued

ATTACHMENT D

2025-26 1st Quarter Budget Report

General Fund

Expenditure Summary

Continued	2024-25 Current Budget	2024-25 Nov 25 Updates	2024-25 Adjusted Budget	2024-25 Actual (Unaudited as of Nov 2025)	2024-25 Variance	2025-26 Current Budget	2025-26 Nov 25 Updates	2025-26 Adjusted Budget	2025-26 YTD Actual as of 10-2-25	2025-26 % YTD Actual	Notes
Library	-	-	-	-	-	-	-	-	-	-	
Salaries and Benefits	385,234	-	385,234	373,821	1,413	381,929	-	381,929	95,750	25%	
Vacancy Assumption	(10,000)	-	(10,000)	-		-	-	-	-		
Pension - Unfunded Liability	42,440	-	42,440	42,440	(0)	49,216	-	49,216	12,304	25%	
Materials/Supplies	85,464	-	85,464	85,369	95	87,961	-	87,961	19,553	22%	
Repairs/Maintenance	13,941	-	13,941	10,073	3,869	14,638	-	14,638	2,341	16%	
Contracts/Professional Services	97,795	-	97,795	94,789	3,006	102,735	-	102,735	43,025	42%	
General Liability Insurance	14,694	-	14,694	14,694	(0)	14,667	-	14,667	3,667	25%	
Administration/Office Costs	17,965	-	17,965	11,917	6,048	23,063	-	23,063	6,733	29%	
	647,533	-	647,533	633,102	14,431	674,209	-	674,209	183,372	27%	
Recreation	-	-	-	-	(0)	-	-	-	-	-	
Salaries and Benefits	476,841	-	476,841	445,909	5,933	460,298	-	460,298	114,941	25%	
Vacancy Assumption	(25,000)	-	(25,000)	-		-	-	-	-		
Pension - Unfunded Liability	47,745	-	47,745	47,745	(0)	55,368	-	55,368	13,842	25%	
Materials/Supplies	94,757	-	94,757	93,788	969	123,948	-	123,948	21,666	17%	
Repairs/Maintenance	33,054	(5,000)	28,054	27,707	348	27,562	-	27,562	3,853	14%	
Contracts/Professional Services	149,695	(20,000)	129,695	125,225	4,470	223,875	42,000	265,875	17,704	7%	
General Liability Insurance	16,531	-	16,531	16,531	0	16,501	-	16,501	4,125	25%	
Administration/Office Costs	8,558	-	8,558	8,540	18	12,825	-	12,825	1,343	10%	
	802,181	(25,000)	777,181	765,443	11,738	920,377	42,000	962,377	177,473	18%	
Administration, Finance, Non-Dept	-	-	-	-	0	-	-	-	-	-	
Salaries and Benefits	2,102,131	-	2,102,131	1,884,000	118,131	2,280,388	-	2,280,388	485,719	21%	
Vacancy Assumption	(100,000)	-	(100,000)	-		-	-	-	-		
Employee Leave Obligations	25,000	-	25,000	25,000	-	25,000	-	25,000	6,250	25%	
Pension - Unfunded Liability	224,930	-	224,930	224,930	0	273,148	-	273,148	68,287	25%	
Retiree Medical - Benefits	844,904	-	844,904	844,904	(0)	661,988	-	661,988	165,497	25%	
Retiree Medical - Unfunded	21,618	-	21,618	21,618	(0)	21,741	-	21,741	5,435	25%	
Materials/Supplies	83,301	(7,000)	76,301	63,953	12,348	94,823	-	94,823	19,003	20%	
Repairs/Maintenance	80,353	-	80,353	78,312	2,041	63,804	-	63,804	6,148	10%	
Contracts/Professional Services	1,181,327	-	1,181,327	1,176,832	4,494	1,224,675	-	1,224,675	117,210	10%	
General Liability Insurance	510,036	-	510,036	510,036	(0)	570,453	-	570,453	142,613	25%	
Administration/Office Costs	153,727	(26,000)	127,727	126,824	903	175,740	-	175,740	21,912	12%	
Contribution to CFD 2013-1	265,000	-	265,000	264,031	969	265,000	-	265,000	-	0%	
Transfer Out to Airport Fund	-	98,000	98,000	98,000	-	98,000	-	98,000	24,500	25%	
Transfer Out to Capital Fund	-	760,000	760,000	760,000	-	-	-	-	-		
Cost Allocation	(1,213,458)	-	(1,213,458)	(1,213,458)	(0)	(1,244,810)	-	(1,244,810)	(311,203)	25%	
	4,178,868	825,000	5,003,868	4,864,982	138,886	4,509,951	-	4,509,951	751,372	17%	
Total General Fund Expenditures	$23,054,002	$ 450,000	$23,504,002	$23,342,876	$161,126	$24,110,764	$249,550	$ 24,360,314	$5,179,849	21%	

ATTACHMENT E

ATTACHMENT E
2025-26 1st Quarter Budget Report

Measure H
Fund #120

Purpose of Fund

Measure H is a local sales and use tax approved by the voters in June 2010, effective October 1, 2010. The sales tax add-on (transactions and use tax) is a general-purpose tax of .5% applicable on sales within the City of Calexico and sales outside of the City under certain applicable criteria. The passage of the tax establishes a Measure H Oversight Advisory Committee to make recommendations on the use of the funds to the City Council.

Measure H Revenues pay for annual debt service on Measure H bonds issued in 2011 to fund capital projects, including fire station improvements, park improvements, and swimming pool. The Measure H committee has also in the past approved an annual allocation for Police and Fire personnel. During periods of fiscal distress, beginning in 2015 through 2021, the City General Fund drew remaining Measure H balances to sustain current operations and to rebuild its fund balance reserve. Beginning in 2022-23, a new Measure H allocation for Recreation programming was added, and the annual General Fund transfer was limited to 2% annual growth. An annual residual is now accumulating in the fund to rebuild an Emergency Reserve.

2025-26 Budget Highlights

1. Existing program support for Police, Fire, and Recreation continues and grows by a CPI factor of 2% per year.
2. Funding for the Summer Swim program has been increased to fully fund the program after ARPA swim allocations have been expended.
3. Capital funding has been provided in 2024-25 to address the City's significant backlong in equipment replacements. The 2024-25 capital funding has drawn down the surplus revenues earned in 2023-24.

4. The proposed Fund Balance reserve policy targets a $2 million reserve at the ending of the projection period in 2030. The reserve is expected to increase by $1 million in 2030 with the retirement of the Measure H bonds and the end of debt service.

	2024-25 Actual	2025-26 Budget	2026-27 Projection	2027-28 Projection	2028-29 Projection	2029-30 (Sunset)
Beginning Fund Balance	$ 725,799	$ 71,840	$ 76,398	$ 203,336	$ 399,408	$ 666,508
Revenues						
Measure H Sales Tax	3,642,010	4,000,000	4,100,000	4,202,500	4,307,563	4,415,252
	-7%	9.8%	2.5%	2.5%	2.5%	2.5%
Investment Income	-	-	-	-	-	-
Expenditures						
Transfer to Debt Fund						Paid from Trustee Bond Reserve
For Measure H Bond	1,000,447	999,750	999,750	999,750	999,750	-
Existing Support						
Police Salaries	850,000	867,000	867,000	867,000	867,000	867,000
Fire Salaries	400,000	408,000	408,000	408,000	408,000	408,000
Recreation Programs	35,000	35,700	36,414	37,142	37,885	38,643
Recreation - Summer Swim	35,000	75,000	76,500	78,030	79,591	81,182
General Fund Transfer	-	-	-	-	-	-
	1,320,000	1,385,700	1,387,914	1,390,172	1,392,476	1,394,825
Additional Support as of 2024-25						
Police Salaries	600,000	612,000	624,240	636,725	649,459	662,448
Fire Salaries	600,000	612,000	624,240	636,725	649,459	662,448
Recreation Programs	295,000	300,900	306,918	313,056	319,317	325,704
	1,495,000	1,524,900	1,555,398	1,586,506	1,618,236	1,650,601
	2,815,000	2,910,600	2,943,312	2,976,678	3,010,712	3,045,426
Capital/Equipment						
Police/Patrol Vehicle	30,908	55,092	-	-	-	-
Fire/Compact Truck	65,950	-	-	-	-	-
Fire Apparatus - $1.1 million w/	329,460	-	-	-	-	-
Fire/Heart Saver Alert (Station	54,205	-	-	-	-	-
Sport Lights/D. Gutierrez Field	-	30,000	-	-	-	-
Future	-	-	30,000	30,000	30,000	30,000
	480,522	85,092	30,000	30,000	30,000	30,000
	4,295,968	3,995,442	3,973,062	4,006,428	4,040,462	3,075,426
Net Annual Activity	(653,958)	4,558	126,938	196,072	267,101	1,339,826
Ending Fund Balance	$ 71,840	$ 76,398	$ 203,336	$ 399,408	$ 666,508	$ 2,006,334

ATTACHMENT F

ATTACHMENT F
2025-26 1st Quarter Budget Report

Local Capital Projects
Fund #411

Purpose of Fund
This fund is used to track capital project spending from the City's local funds. The Fund receives General Fund transfers for facilities, equipment, and vehicle replacements.

		2024-25		2025-26		
		Projected	Actual, with Proposed GF Transfer	Budget	Projection	Future Years
Beginning Fund Balance		$ 2,577,300	$ 2,577,300	$ 3,403,825	$ 4,038,914	
Annual Activity						
Revenues						
Transfer in - General Fund		-	Proposed 760,000	-	-	
Transfer in - FEMA/Covid Reimb		1,252,520	1,318,741	-	-	
Sale of Property - Water Tower		250,000	-	642,785	880,534	
Investment Income		20,000	244,390	20,000	20,000	
		1,522,520	2,323,131	662,785	900,534	
Expenditures						
Salaries and Benefits		5,911	16,525	32,922	32,922	
Less Allocations to CIP Projects		(5,911)	(16,525)	(32,922)	(32,922)	
Capital Outlay						
Carryover from Prior Year Budgets				-	-	
91-926	Fire Station #2	455,551	442,922	-	-	
997	Prior Year Projects	9,503	9,503	-	-	
997	Parks - Medium Truck	-	50,525	90,000	39,475	
997	PW Vehicles	-		155,000	155,000	
997	Planning Vehicles	-		40,000	40,000	
997-18	City Hall phone system	-		100,000	100,000	
997-19	IT Server	-	29,705	100,000	70,295	
997-21	Animal Control Infrastructure			40,000	40,000	
997-22	Traffic Control Vehicle		63,892	70,000	6,108	
997-23	Recreation Van Repairs			3,500	3,500	
997-24	Fire - Water Pumps	30,000	30,000	-	-	
From 2023-24 General Fund Transfer						
997-25	Animal Control rehab, additio	-		5,000	5,000	
997-26	Fire - Computers (5)	4,611	4,611	-	-	
997-27	Fire - ESO contract	15,000	14,996	-	-	
997-28	Fire Hose (4" & 2 1/2")	-		30,000	30,000	
997-29	Fire - Air conditioner x2 (Cour	12,396	12,396	-	-	
997-30	Fire - Front Office (Security)	2,202	2,202	7,798	7,798	
997-31	Planning - Plotter	-		18,000	18,000	
997-32	Engineering - Vehicle	-		50,000	50,000	
997-33	Engineering - Desk	-		2,500	2,500	
997-34	Building - Vehicle	-		10,000	10,000	
997-35	Building Software/Permit pro	-		20,000	20,000	
997-36	Building Flooring and office e	-		33,000	33,000	
997-37	PW - Shade structure	-		20,000	20,000	
997-38	PW - Vehicle - Admin	-		10,000	10,000	
997-39	PW - Vehicle/Equipment	2,500	2,487	67,500	67,500	

Continued

Local Capital Projects
Fund #411

Purpose of Fund

This fund is used to track capital project spending from the City's local funds. The Fund receives General Fund transfers for facilities, equipment, and vehicle replacements.

		2024-25		2025-26		
		Projected	Actual, with Proposed GF Transfer	Budget	Projection	Future Years
Continued						
997-40	D Gutierrez Field Lighting, Irri[illegible]	17,794	17,794	32,206	32,206	
997-41	CAC - Copy Machine	7,671	7,671	1,329	1,329	
997-42	Customer Service - Counter	-		1,500	1,500	
997-43	Office Equipt/EOCTraining Ro[illegible]	3,500	3,500	-	-	
997-48	PD Jail Alarm	-	35,000	35,000		
997-49	Traffic 4 Vehicles Buy Out	-		6,000	6,000	
997-50	Planning Light Fixtures	2,500	1,747	-	-	
997-51	HR Software NeoGov	14,500	14,300	-	-	
91-921	311 Cesar Chavez Demo	118,266	118,266	-	-	
91-923-17	CIP-CC Audio Visual Equipment			20,000	20,000	
91-923-19	CIP-PD Parking Lot Improv.			75,000	75,000	
91-923-20	CIP-Library Parking Lot Improv			75,000	75,000	
91-923-21	Community Center Parking Lo	-		35,000	35,000	
	2025-26 New Projects					
91-922	1 Police - Headquarters Wastewater Lines			50,000	50,000	-
91-922	2 Police - (2) Patrol Cars (Balance in COPS Fund)			104,000	104,000	663,669
91-922	3 Police - Parking Vehicle Replacement			50,000	50,000	200,000
91-922	4 Police - Parking Lot Shade Replacement			40,000	40,000	-
91-922	5 Police - A/C Equipment (Main & Sub)			-	-	50,000
91-922	6 Police - Meter Replacement			-	-	150,000
91-922	7 Police - Citywide Camera System			-	-	110,000
91-922	8 Police - Substation Replacement Trailers			-	-	300,000
91-922	9 Police - Dispatch Radio Replacement			15,000	15,000	60,000
91-922	10 Police - Main Building Remodel			-	-	1,500,000
91-922	11 Fire - Type 1 Engine (CC Agenda 6-18-25)			1,140,139	1,140,139	-
91-922	12 Fire - Automated Voice Dispatch			52,000	52,000	-
91-922	13 Fire - Wireless Digital Assistant			22,797	22,797	-
91-922	14 Fire - Dispatch Interface			20,700	20,700	-
91-922	15 Fire - Dispatch lighting system #2			35,000	35,000	-
91-922	16 Fire - Inspector vehicle			-	-	70,000
91-922	17 Fire - Ambulance			-	-	299,391
91-922	18 Fire - Communication Upgrades			-	-	150,000
91-922	19 Fire - Building Maintenance			-	-	60,000
91-922	20 Fire - Sta. 1 Parking Lot repavement			-	-	150,000
91-922	21 Fire - Extrication Equipment			-	-	126,403
91-922	22 Fire - Vehicle Parts & Equipment			-	-	200,000
91-922	23 Fire - Ladder Truck (CIP replaced with Lease)			-	-	-
91-922	24 Public Works - General Fund Vehicles			-	-	200,000

Continued

ATTACHMENT F

2025-26 1st Quarter Budget Report

Local Capital Projects
Fund #411

Purpose of Fund

This fund is used to track capital project spending from the City's local funds. The Fund receives General Fund transfers for facilities, equipment, and vehicle replacements.

			2024-25		2025-26		
			Projected	Actual, with Proposed GF Transfer	Budget	Projection	Future Years
Continued							
91-922	25	Public Works - Water Tower Repair			-	-	150,000
91-922	26	Public Works - Demo 352 1st Street			-	-	486,000
91-922	27	Public Works - Chamber of Commerce			-	-	286,000
91-922	28	Public Works - Parks Master Plan			-	-	300,000
91-922	29	Library - Building Repairs, Grading			80,000	80,000	-
91-922	30	Recreation - Kitchen Improvements			100,000	100,000	-
91-922	31	Recreation - Department Truck			-	-	45,000
91-922	32	Recreation - Community Center Flooring			-	-	180,000
91-922	33	Recreation - Cultural Arts Center Door			-	-	100,000
91-922	34	Recreation - Com Center - Marquee/Sign			-	-	100,000
91-922	35	Recreation - Community Center Door			-	-	250,000
91-922	36	Recreation - Com Center - Parking Lot			-	-	880,000
			695,995	861,516	2,862,969	2,683,847	7,066,463
			-	-	-	-	
Net Annual Activity			826,525	1,461,615	(2,200,184)	(1,783,313)	
Ending Fund Balance			**$ 3,403,825**	**$ 4,038,914**	**$ 1,203,641**	**$ 2,255,602**	

Balance Sheet

Cash/Due from Other Funds	4,093,359
Accounts Payable	(64,445)
Available Fund Balance	**$ 4,028,914**
	10,000

Fund Balance Reserves

		Budget	Projection	Future Years
2026-27 General Fund Capital Projects		$ 429,006	$ 429,006	$ 429,006
2027-28 General Fund Capital Projects		208,276	208,276	208,276
2028-29 General Fund Capital Projects		83,174	83,174	83,174
2029-30 General Fund Capital Projects		204,622	204,622	204,622
General Fund Future Years		-	-	2,210,000
Measure H Future Years		-	-	120,000
Unfunded Future Years		-	-	3,811,385
Capital Reserve, per Budget Reso		250,000	250,000	-
Available Fund Balance	***Available to fund or accelerate projects***	28,563	1,080,524	-
		$ 1,203,641	$ 2,255,602	$ 7,066,463
				-

ATTACHMENT G

ATTACHMENT G
2025-26 1st Quarter Budget Report

Public Works
Airport
Operating Fund #522

Purpose of Fund
The City operates an international airport. Primary revenue sources include fuel sales and hangar rentals.

	2023-24	2024-25	2025-26		
	Actual	Actual (Unaudited Nov 2025)	Budget	Projection (Nov 2025)	Notes
Beginning Available Fund Balance	**$ 2,777**	**$ 64,779**	**$ 26,135**	**$ 53,097**	
Annual Activity					
Revenues					
Fees and Charges	246,413	181,679	189,658	189,658	
Rents and Concessions	107,918	109,607	128,000	128,000	Anticipated Fee
Operating Grant - Federal	-	-	-	-	Increases $18K
Operating Grant - State	10,000	10,000	10,000	10,000	Aid to Airport
Investment Income	-	-	-	-	
	364,331	301,286	327,658	327,658	
Transfer In - General Fund	140,000	98,000	98,000	73,000	General Fund
	504,331	399,286	425,658	400,658	
		-			
Expenditures					
Salaries and Benefits	188,638	175,314	142,014	142,014	Reduced .5 FTE
Materials/Supplies	39,995	37,316	41,905	41,905	
Cost of Sales	166,464	119,055	160,000	160,000	
Repairs/Maintenance	16,310	11,090	13,450	13,450	
Contracts/Professional Services	18,259	54,280	48,550	48,550	
Administration/Office Costs	12,662	13,912	13,500	13,500	
Capital Outlay/Transfers	-	-	-	-	
	442,329	410,968	419,419	419,419	
Deferred Expenses		-	-	-	
	442,329	410,968	419,419	419,419	
	-				
Net Annual Activity	62,002	(11,682)	6,239	(18,761)	
Ending Available Fund Balance	**$ 64,779**	**$ 53,097**	**$ 32,374**	**$ 34,336**	
			8%	8%	
Balance Sheet					8% Target Reserve
Cash	43,309	34,793			One Month of
Receivables	-	-			Operations
Prepaid/Inventory	27,443	27,999			
Payables	(5,972)	(9,696)			
Available Fund Balance	$ 64,779	$ 53,097			

ATTACHMENT H

ATTACHMENT H

2025-26 1st Quarter Budget Report

Public Works
Water Operations
Fund #513

Purpose of Fund

The Water Fund provides domestic potable water service to 8,000 residential and commercial customers. Bonds were issued in 2020 that include a covenant to set user rates to provide revenues, net of operating expenses, of 125% of annual debt service. Surplus operating revenues are transferred to the CIP fund to provide for ongoing capital requirements. A new rate study has been budgeted and will be under City Council consideration to update customer service fees for the next 5 years to maintain bond covenant compliance and to provide for the 5-year capital program.

	2024-25	2025-26			
	Actual (Unaudited Nov 2025)	Budget With Current Rates	Budget With 6 mos New Rates	Projection Nov 2025	Notes
Beginning Fund Balance	$ 2,984,575	$ 3,307,697	$ 3,307,697	$ 3,041,541	
Annual Activity					
Revenues					Revenue projection
Customer Service Fees	8,194,355	7,800,000	7,800,000	8,194,355	updated to PY Actual;
Pending - New Billing Rates	-	-	390,000	-	Rate Increase 7-1-26
Other fees/charges	202,212	212,000	212,000	202,212	
Transfer In - 605 (SWRCB Residual)	656,358	-	-	-	
Investment Income	74,392	50,000	50,000	50,000	
	9,127,316	8,062,000	8,452,000	8,446,567	
Expenditures	-		-	-	
Salaries and Benefits	3,119,980	3,975,756	3,975,756	3,975,756	
Vacancy Allowance	-	(350,000)	(90,000)	-	With Positions Filled
Materials/Supplies	1,144,232	1,285,900	1,285,900	1,285,900	
Repairs/Maintenance	93,375	195,800	195,800	195,800	
Contracts/Professional Services	388,282	600,000	600,000	600,000	
General Liability Insurance	278,594	234,746	234,746	234,746	
Administration/Office Costs	144,802	189,350	189,350	189,350	
City-wide Cost Allocation	698,853	670,052	670,052	670,052	
Land Lease	194,769	198,665	198,665	198,665	
Transfer - Debt Service/Vehicles	20,195	26,167	26,167	26,167	
Subtotal, Operating Budget	6,083,082	7,026,435	7,286,435	7,376,435	
% Increase	3%	16%	20%	21%	
Transfer - Debt Service/Bonds	820,850	826,350	826,350	826,350	
Transfer - Capital Fund	2,166,418	(0)	(0)	-	
Transfer - Internal Service Fund	-				
	9,070,350	7,852,785	8,112,785	8,202,785	
	-	-	-	-	Operating Reserve
Net Annual Activity	56,966	209,215	339,215	243,782	Policy Target
Ending Fund Balance	$ 3,041,541	$ 3,516,913	$ 3,646,913	$ 3,285,323	50% Operating Budget
% of Operations	50%	50%	50%	45%	Reserve falls below target

Balance Sheet		**Debt Coverage**			
Cash	(340,480)	8,062,000	8,452,000	8,446,567	Revenues
Customer Accounts Receivable, net	3,825,151	(7,026,435)	(7,286,435)	(7,376,435)	Operating Expenditures
Current Payable	(204,288)	1,035,565	1,165,565	1,070,132	Net
Customer Deposits	(238,842)	826,350	826,350	826,350	Debt Service Transfer
Available Fund Balance	$ 3,041,541	125%	141%	130%	Ratio

ATTACHMENT I

ATTACHMENT I
2025-26 1st Quarter Budget Report

Public Works
Water Capital Improvement Program
Fund #516

Purpose of Fund
This fund tracks capital investment in the City's Water System. Bonds were issued in 2020 to finance the 5-year CIP program including treatment plant improvements.

	2024-25	2025-26			
	Actual (Unaudited Nov 2025)	Budget With Current Rates	Budget With Updated Rates	Projection Nov 2025	Notes
Beginning Fund Balance	$ 23,760,769	$ 23,739,402	$ 23,739,402	$26,116,753	
Annual Activity					
Revenues- Transfers from Other Funds					
515 Water Development Fees	-	678,635	678,635	678,635	
513 Water Operating Fund	2,166,418	-	-	-	
605 Gen Liability (SWRCB)	200,000	-	-	-	
Investment Income	359,606	50,000	50,000	50,000	
	2,726,024	728,635	728,635	728,635	
Expenditures					
960 New Clarifier and Filter System	-	6,000,000	6,000,000	6,000,000	
966 Water Pipeline Replacement	52,041	4,086,000	4,086,000	4,086,000	
977 Water Rate study	9,270	62,500	62,500	62,500	
987 Switch to Hypochlorine	-	800,000	800,000	800,000	
988 Prelim Engineering/Treatment Pl	-	-	-	-	
992 Water Equipment	308,729	500,000	500,000	500,000	
91-919 Replacement of VFD	-	300,000	300,000	300,000	
91-920 Repair Pumps at WTP, Raw and Eastside Raw Water Reservoir	-	350,000	350,000	350,000	
91-938 4.0 and 6.0 Million Gallon Water Tank Rehabiliation	-	1,396,500	1,396,500	1,396,500	
91-942 Clarifier B and C Rehabilitation	-	1,336,000	1,336,000	1,336,000	
91-949 Upgrade SCADA System	-	200,000	200,000	200,000	
91-952 Water Conversation Program	-	-	-	200,000	
	370,041	15,031,000	15,031,000	15,231,000	
	-		-	-	
Net Annual Activity	2,355,984	(14,302,365)	(14,302,365)	(14,502,365)	
Ending Fund Balance	$ 26,116,753	$ 9,437,037	$ 9,437,037	$11,614,387	

Balance Sheet

Cash	$ 11,996,066
Cash with Fiscal Agent	14,091,740
Accounts Receivable	42,740
Accounts Payable	(13,793)
Available Fund Balance	$ 26,116,753
	-

5-Year Capital Improvement Program

2026-27	$ 7,387,000
2027-28	2,211,000
Nov 2025 Update	2,016,387
Unfunded	2,405,613
	$ 14,020,000
Funding Source	-
2026 Fund Balance	$ 11,614,387
Future user fees	2,405,613
	$ 14,020,000

ATTACHMENT J

ATTACHMENT J

2025-26 1st Quarter Budget Report

Public Works Department
Wastewater Operations
Funds #544

Purpose of Fund

The Wastewater Fund provides service to 8,000 residential and commercial customers. Bonds were issued in 2020 that include a covenant to set user rates to provide revenues, net of operating expenses, of 125% of annual debt service. Surplus operating revenues are transferred to the CIP fund to provide for ongoing capital requirements. A new rate study has been budgeted and will be under City Council consideration to update customer service fees for the next 5 years to maintain bond covenant compliance and to provide for the 5-year capital program. The proposed fees will anticipate additional long-term financing for the capital program.

	2024-25	2025-26			
	Actual (Unaudited Nov 2025)	Budget With Current Rates	Budget with 6 mos New Rates	Projection (Nov 2025)	Notes
Beginning Fund Balance	$ 2,053,395	$ 2,337,959	$ 2,337,959	$ 2,168,009	
Annual Activity					
Revenues					
Customer Service Fees	6,289,164	6,350,000	6,350,000	6,350,000	
Pending - New Billing Rates	-	-	317,500		
Other Fees	-	-	-	-	
Investment Income	91,392	50,000	50,000	50,000	
	6,380,556	6,400,000	6,717,500	6,400,000	
Expenditures					
Salaries and Benefits	1,981,286	2,460,163	2,460,163	2,460,163	Hold vacancies or other operation savings without rate increase
Vacancy Allowance	-	(175,000)	-	(175,000)	
Materials/Supplies	959,928	1,039,256	1,039,256	1,039,256	
Repairs/Maintenance	191,491	310,700	310,700	310,700	
Contracts/Professional Services	227,919	353,900	353,900	353,900	
General Liability Insurance	134,483	121,156	121,156	121,156	
Administration/Office Costs	229,283	249,200	249,200	249,200	
City-wide Cost Allocation	514,605	491,221	491,221	491,221	
Land Lease	80,151	81,754	81,754	81,754	
Transfer/Debt Fund - Leases	16,872	23,829	23,829	23,829	
Subtotal, Operating Budget	4,336,018	4,956,180	5,131,180	4,956,180	
% Increase	7%	14%	18%	14%	
Transfers - Debt Service/Bonds	1,146,200	1,151,400	1,151,400	1,151,400	
Transfers - Future Bond	-	-	-	-	
Transfer/Capital Fund	783,724	152,289	207,289	-	Deferred Capital Funding
	6,265,942	6,259,869	6,489,869	6,107,580	
	-	-	-	-	
Net Annual Activity	114,614	140,131	227,631	292,420	
Ending Fund Balance	$ 2,168,009	$ 2,478,090	$ 2,565,590	$ 2,460,429	Operating Reserve Policy Target
	50%	50%	50%	50%	50% Operating Budget

Balance Sheet	
Cash	$ 2,337,886
Current Payables	(169,877)
Available Fund Balance	$ 2,168,009
	0

Debt Service Coverage			
6,400,000	6,717,500	6,400,000	Revenues
(4,956,180)	(5,131,180)	(4,956,180)	Operating Expenditures
1,443,820	1,586,320	1,443,820	Net
1,151,400	1,151,400	1,151,400	Debt Service
125%	138%	125%	Ratio

ATTACHMENT K

ATTACHMENT K
2025-26 1st Quarter Budget Report

Public Works
Wastewater Capital Improvement Program
Fund #547

Purpose of Fund

This fund tracks capital investment in the City's Wastewater System. Bonds were issued in 2020 to finance the 5-year CIP program including plant expansion and upgrade. Additional long-term financing is under consideration in 2024-25 to finance the anticipated cost increases of the plant expansion project.

	2024-25	2025-26			
	Actual (Unaudited Nov 2025)	With Current Rates	With Updated Rates	Projection Nov 2025	Notes
Beginning Fund Balance	$ 49,146,582	$ 49,440,901	$ 49,440,901	$ 50,604,151	
Annual Activity					
Revenues					
Transfer - Impact Fees	-	326,528	326,528	326,528	
Transfer In - Operating	783,724	152,289	207,289	207,289	
Investment Income	923,122	200,000	200,000	200,000	
	1,706,846	678,817	733,817	733,817	
Expenditures	-	-	-	-	
933 Lift Station No. 9/11 Rehab.	-	13,002,000	13,002,000	13,002,000	
936 UV Disinfection System Upgrade	2,792	1,800,000	1,800,000	1,800,000	
937 Laboratory Equipment Replacement	16,552	40,000	40,000	40,000	
938 Compactor, Bar Screen, Grit Chamber Replacement (Headwork)	-	1,190,000	1,190,000	1,190,000	
940 Manhole/Collection Rehab	21,580	2,330,000	2,330,000	2,330,000	
972 Lift Station No. 1 Replace	-	126,000	126,000	126,000	
973 Plant Expansion/Upgrade	-	25,051,000	25,051,000	25,051,000	
974 CCTV Inside/Sewer Collection Pipes	-		-	-	
977 Wastewater Rate study	9,519	62,500	62,500	62,500	
986 Collection Master Plan	-	201,000	201,000	201,000	
993 Wastewater Equipment	198,834	700,000	700,000	700,000	
91-940 Aeration Basin Rehabilitation	-	151,000	151,000	151,000	
91-944 Digester Cleaning at WWTP	-	801,000	801,000	801,000	
91-945 Lagoon Sludge Removal	-	1,076,000	1,076,000	1,076,000	
91-946 Replacement of Motors at Lagoons		150,000	150,000	150,000	
91-947 Replacement of Pumps at Waste Activated Sludge Pump (WASP)		100,000	100,000	100,000	
91-948 Secondary Clarifier (#3)	-	201,000	201,000	201,000	
	249,277	46,981,500	46,981,500	46,981,500	
	-	-			
Net Annual Activity	1,457,569	(46,302,683)	(46,247,683)	(46,247,683)	
Ending Fund Balance	$ 50,604,151	$ 3,138,217	$ 3,193,217	$ 4,356,467	

5-Year Capital Improvement Program

2026-27	$ 2,580,000
2027-28	630,000
Nov 2025 Update	1,146,467
Unfunded	27,413,533
	$ 31,770,000

Balance Sheet

Cash	$ 28,135,542
Cash with Fiscal Agent	22,372,141
Accounts Receivable	102,576
Accounts Payable	(6,107)
Available Fund Balance	$ 50,604,151
	-

Funding Source

2026 Fund Balance	$ 4,356,467
Future user fees/Grants/Bonds	27,413,533
	$ 31,770,000