



STAFF REPORT
6/24/2026

TO: Honorable Mayor and City Council Members

FROM: Gus Romo, City Manager

PREPARED BY: Lincoln G. Bogard, Finance Director

SUBJECT: Establish the Appropriations Limits for Fiscal Year 2026-27

SPECIFICS:

- a) Adopt Resolution No. 2026-37, establishing the appropriations limit for the City of Coachella for the fiscal year 2026-27;
- b) Adopt Resolution No. SD-2026-02, establishing the appropriations limit for the Coachella Sanitary District for the fiscal year 2026-27;
- c) Adopt Resolution No. FD-2026-01, establishing the appropriations limit for the Coachella Fire Protection District for the fiscal year 2026-27.

STAFF RECOMMENDATION:

- a) Adopt Resolution No. 2026-37, establishing the appropriations limit for the City of Coachella for the fiscal year 2026-27;
- b) Adopt Resolution No. SD-2026-02, establishing the appropriations limit for the Coachella Sanitary District for the fiscal year 2026-27;
- c) Adopt Resolution No. FD-2026-01, establishing the appropriations limit for the Coachella Fire Protection District for the fiscal year 2026-27.

BACKGROUND:

In conjunction with the fiscal year budget, each year, the City of Coachella, Coachella Sanitary District, and Coachella Fire Protection District are required to establish their appropriations limit by resolution. For fiscal year 2025-26, the appropriations limits were as follows:

City of Coachella - \$60,999,332 (an increase of \$4,123,498)
Coachella Sanitary District – \$9,964,728 (an increase of \$673,606)
Coachella Fire Protection District – \$5,386,130 (an increase of \$364,097)

The formula used to adjust the limit for fiscal year 2026-27 is the change in the California Per Capita Personal Income (4.95%) multiplied by the Riverside County population growth factor for Coachella (1.51%) as published by the California Department of Finance. For the 2026-27 fiscal

year, the calculation results in an increase factor of 1.0654. Multiplying the 2025-26 appropriation limits by the increase factor increases the appropriations limit for the 2026-27 fiscal year to the following:

City of Coachella - \$64,988,688 (an increase of \$3,989,356)
 Coachella Sanitary District – \$10,616,422 (an increase of \$651,693)
 Coachella Fire Protection District – \$5,738,383 (an increase of \$352,253)

FISCAL IMPACT:

There is no fiscal impact at this time.

2026-27 Appropriation Limit

Price and Population Conversions

Change in Per Capita Personal income			4.95%
Conversion to Ratio	$\frac{4.95 + 100}{100}$	=	1.0495
Population Change			1.51%
Conversion to Ratio	$\frac{1.51488 + 100}{100}$	=	1.0151488
Change Factor	1.0495 x 1.0151488	=	1.0654

Appropriation Limit Calculations

	<u>Resolution #</u>	<u>2025-26 Limit</u>	<u>Rate Change</u>	<u>2026-27 Limit</u>
City	2025-45	\$ 60,999,332	1.0654	\$ 64,988,688
Sanitary	SD 2025-04	\$ 9,964,728	1.0654	\$ 10,616,422
Fire District	FD 2025-03	\$ 5,386,130	1.0654	\$ 5,738,383