



STAFF REPORT
6/25/2024

TO: Honorable Mayor and City Council Members

FROM: Dr. Gabriel Martin, City Manager

SUBJECT: Adopt Resolution No. 2024-34 Approving Interim Expenditures Prior to Adoption of the Budget for Fiscal Year 2024-2025

SUMMARY

A Continuing Resolution allows the City to make routine and monthly payments for personnel, supplies, services and miscellaneous maintenance costs as necessary to continue day-to-day operations of the City in providing services to Coachella citizens.

STAFF RECOMMENDATION:

Staff recommends that the City Council adopt Resolution No. 2024-34 in order to authorize the City Manager to continue City operations, including payroll and purchases of necessity in order to keep the City in operations consistent with expenditures and commitments approved in the fiscal 2023-2024 adopted budget for an additional period of 32 days (until July 31, 2024) prior to the approval of the adoption of the Annual Budget for FY 2024-2025.

BACKGROUND/ANALYSIS:

On June 12, 2024, the City of Coachella's proposed budget presentation was brought forward and direction was sought by Staff from the City Council. Staff was going to bring the proposed budget for approval on June 26, 2024; however, that City Council meeting is being canceled due to lack of quorum. For City services for the citizens of the City to continue, authorization must be approved to fund routine and needed services past June 30, 2024.

A budget addresses city policies, city operations and communicates the anticipated financial activities to both the public and rating agencies. If a budget is not ultimately adopted, it would likely require disclosures to rating agencies and in future financial reports; and, it provides no direction to staff or the public as to what the City's activities would be for the applicable year.

DISCUSSIONS:

California Government Code Section 53901 requires each local agency to file its budget with the County Auditor within 60 days after the beginning of its fiscal year. If an agency does not have a "formal budget," it must file a listing of its anticipated revenues together with its expenditures for the fiscal year in progress.

A continuing resolution will allow the City of Coachella to continue to provide essential services to the community and to pay its employees for an additional period of 32 days (until July 31, 2024).

FISCAL IMPACT

This Resolution will provide a funding mechanism for a limited timeframe allowing the City to continue operations and pay costs related to its daily services and operations. Without this continuing resolution, there is no legal authorization to spend funds or incur any liability or debt.

ATTACHMENT:

- Resolution No. 2024-34: A Continuing Resolution of the City Council of the City of Coachella, California, approving interim expenditures prior to adoption of the budget for fiscal year 2024-25.