



STAFF REPORT

MEETING DATE: June 11, 2025

PRESENTER: Josefina Alvarez, Finance Director

SUBJECT: Adoption of Fiscal Year 2025/2026 Budget, Amending Fiscal Year 2024/2025 Budget, Establishing Appropriations Limit for Fiscal Year 2025/2026 and Authorizing Number of Employee Positions and Titles (JA)

RECOMMENDATION: Council by motion adopt the following:

1. Resolution approving the City of Kerman Fiscal Year 2025/2026 Operating and Capital Budgets and amending the Fiscal Year 2024/2025 budget; and
2. Resolution establishing the Appropriations Limit for Fiscal year 2025/2026; and
3. Resolution authorizing number of employee positions and titles

EXECUTIVE SUMMARY:

The preliminary City of Kerman budget was presented to the City Council on May 28, 2025 at the budget workshop. The budget showed an estimated deficit of \$4,901,214 with revenues at \$11,865,997 and expenditures at 16,767,210. Both revenues and expenditures remained the same for the General Fund since the budget workshop.

The Enterprise Fund revenues and expenditures remained the same with a total overall deficit of \$326,850. The Internal Service Fund expenditures also remained the same at a deficit of \$32,465.

Thus, the proposed Fiscal Year 2025/2026 budget and amended 2024/2025 budget is presented herein for final adoption.

The total City-wide expenditures proposed for Fiscal Year 2025/2026 are about \$53.4 million and include the following:

Description	Budget 2025/2026
General Fund	\$16,767,210
Enterprise Funds	\$8,602,920
Internal Service Funds	\$1,358,766
Special Revenue Funds	\$3,020,569
Capital Projects	\$23,703,520
Total	\$53,452,986

The total City-wide revenues proposed for Fiscal Year 2025/2026 include the following:

Description	Budget 2025/2026
General Fund	\$11,865,997
Enterprise Funds	\$8,276,069
Internal Service Funds	\$1,326,300
Special Revenue Funds	\$21,975,555
Total	\$43,443,922

General Fund

The General Fund is the largest individual fund and accounts for most services associated with municipal government including parks, recreation, police, building and planning services. The General Fund is primarily funded from general tax revenues, such as sales and property tax revenues and vehicle license fees.

The proposed General Fund budget expenditures are \$16.7 million, with projected revenues at \$11.8 million and an estimated deficit of \$4,901,214. It is important to note that \$4,325,420 is allocated under Measure M for the construction of Hart Ranch Park. Reserves will be used to fund this much-anticipated project which is expected to be completed Summer 2026 or soon thereafter.

Enterprise Funds

The Enterprise Funds include Water, Wastewater, Solid Waste and Storm Drain funds. These funds are funded primarily from user fees and other charges. The City has conducted a Water, Wastewater and Storm Drain Rate Study to adopt new rates through December 2028. The Water, Wastewater and Storm Drain rates will increase in January 2026 and the Solid Waste rates will increase in July 2025.

The proposed Enterprise Fund budget revenues of \$8.27 million is approximately \$326,850 more than projected expenses of \$8.60 million.

The proposed revenues for the Enterprise Funds are as follows:

Description	Budget 2025/2026
Water Fund	\$3,262,751
Sewer Fund	\$2,369,774
Solid Waste Fund	\$2,536,535
Storm Drain Fund	\$107,009
Total	\$8,276,069

The proposed expenditures for the Enterprise Funds are as follows:

Description	Budget 2025/2026
Water Fund	\$3,363,689
Sewer Fund	\$2,620,682
Solid Waste Fund	\$2,407,308
Storm Drain Fund	\$211,241
Total	\$8,602,920

Capital Projects

The Capital Project funds include local, state and federal revenues to fund infrastructure projects throughout the City. The capital projects reflect the City's ongoing commitment to maintaining, improving and expanding City facilities, parks, streets and other major infrastructure throughout the City. A summary of City-wide capital projects is detailed in **Attachment 'C'**.

Fiscal Year 2024/2025 Amendments

The resolution approving the Fiscal Year 2025/2026 budget includes some adjustments that were made to the Fiscal Year 2024/2025 budget which are reflected on all of the budgets under the "Estimated Year-End" column. These budget amendments were deemed necessary due to unforeseen operational and capital outlay expenditures that were made throughout the year and were presented in the Mid-Year Budget Presentation.

An overview of the General Fund budget can be found on **Attachment 'A'** and a complete summary of City-wide expenditures is shown in **Exhibit 'B'** under the resolution enclosed herein as **Attachment 'D'**.

FISCAL IMPACT: The adoption of the proposed City of Kerman Fiscal Year 2025/2026 budget sets forth the appropriations for the delivery of municipal services.

ATTACHMENTS:

- A. General Fund Summary
- B. Enterprise Fund Summary
- C. City-wide Capital Projects
- D. Resolution Adopting the City of Kerman Fiscal Year 2025/2026 Budget and Approving Adjustments to the Fiscal Year 2024/2025 Budget w/Exhibits A & B
- E. Resolution Establishing the Appropriations Limit for Fiscal Year 2025/2026 (GAAN Limit) w/Exhibit A
- F. Resolution Authorizing Number of Employee Positions and Titles

Attachment 'A'

General Fund Summary

Activity Description	Audited	Audited	Adopted	Estimated	Budget	Estimated vs. Proposed	Exp % of	Incr.Dec (-)
	2022-2023	2023-2024	2023-2024	Year- End 2024-2025	2024-2025	\$ Change	Total GF Revenue	23/24 vs. 24/25 Budget
LEGISLATIVE & GEN. GOVT.								
6001 City Council	\$32,401	\$34,802	\$40,991	\$64,388	\$63,753	(\$635)		-1.0%
6003 City Legal Services	220,170	117,613	195,000	195,000	200,000	5,000		2.6%
1002 General Administration	478,084	795,424	614,759	616,794	653,880	37,086		6.0%
5005 Administrative Services	125,121	153,127	147,444	147,582	156,327	8,745		5.9%
5006 Debt Service (Gateway Villa DIF)	95,339	95,339	95,339	95,339	0	(95,339)		-100.0%
6004 City Clerk	84,751	128,193	156,489	168,248	176,479	8,231		4.9%
7001 Measure M	725,162	1,455,209	4,784,844	4,809,511	6,247,575	1,438,064		29.9%
TOTAL LEGISLATIVE & GEN. GOVT.	1,761,027	2,779,707	6,034,864	6,096,861	7,498,013	1,401,152	63.2%	23.0%
COMMUNITY DEVELOPMENT								
1008 Planning	254,997	270,142	391,624	428,124	499,789	71,664		16.7%
1009 Code Compliance	0	165,543	194,473	195,223	212,559	17,336		8.9%
1009 Transfer from Measure M (Code Compliance)	0	(165,665)	(194,473)	(194,473)	(212,559)	(18,086)		9.3%
1010 Engineering	160,835	309,796	260,000	310,000	350,000	40,000		12.9%
1042 Building	231,135	284,727	422,717	423,717	441,357	17,640		4.2%
TOTAL PLANNING & DEVELOPMENT	646,967	864,543	1,074,341	1,162,591	1,291,146	128,554	10.9%	11.1%
RECREATION/COMMUNITY SERVICES								
2002 Recreation Administration	190,745	407,955	443,807	444,490	556,852	112,361		25.3%
2010 Building Maintenance	519,310	629,749	771,039	778,051	828,670	50,619		6.5%
2044 Senior Center Services	168,361	147,619	169,074	169,704	216,249	46,545		27.4%
2047 Aquatics Program	46,325	48,893	82,564	83,694	86,750	3,055		3.7%
2062 Planned Recreation	56,848	0	0	0	0	0		0.0%
2065 Youth and Teen Services	57,440	0	0	0	0	0		0.0%
2069 Community Teen Center	151,336	164,603	183,007	187,011	222,679	35,669		19.1%
TOTAL RECREATION/SOCIAL SERVICES	1,190,364	1,398,818	1,649,492	1,662,951	1,911,199	248,248	16.1%	14.9%
POLICE OPERATIONS								
3011 Police Operations (Including ACT & SRO)	3,788,746	4,292,889	5,336,239	5,455,056	6,004,855	549,798		10.1%
3011 Transfer From Measure M	(251,131)	(247,568)	(388,422)	(388,422)	(390,099)	(1,677)		0.4%
3041 Animal Control	98,860	161,730	165,143	175,343	161,296	(14,047)		-8.0%
TOTAL POLICE OPERATIONS	3,636,476	4,207,051	5,112,959	5,241,977	5,776,051	534,074	48.7%	10.2%
PUBLIC WORKS								
4010 Parks Landscape Maintenance	203,531	236,221	269,843	272,335	290,802	18,466		6.8%
TOTAL PUBLIC WORKS	203,531	236,221	269,843	272,335	290,802	18,466	2.5%	6.8%
TOTAL GENERAL FUND OPERATION EXPENSES	7,438,365	9,486,339	14,141,500	14,436,715	16,767,210	2,330,496		16.1%
TOTAL GENERAL FUND REVENUE	11,040,815	11,391,779	10,654,943	11,295,036	11,865,997	570,961		5.1%
EXCESS (DEFICIT) REVENUE OVER EXPENDITURES	3,602,450	1,905,441	(3,486,557)	(3,141,679)	(4,901,214)			
EXCESS (DEFICIT) PERCENTAGE OF TOTAL G/F REVENUE	32.63%	16.73%	-32.72%	-27.81%	-41.30%			

GENERAL FUND CAPITAL IMPROVEMENTS ARE DETAILED SEPARATELY UNDER THE CAPITAL IMPROVEMENT PROJECT BUDGET

Attachment 'B'

Enterprise Fund Summary

ACTIVITY	Description	Audited 2022-2023	Audited 2023-2024	Adopted 2024-2025	Estimated Year- End	Budget 2025-2026	Adopted vs. Proposed % Change	Adopted vs. Proposed \$ Change
	WATER FUND (410)							
	Total Water Fund Revenues	\$5,645,707	\$3,125,754	\$2,714,184	\$3,193,914	\$3,262,751	20.2%	548,567
5005	Water Administration & Accounting	603,879	541,718	574,207	600,582	666,552	16.1%	92,345
5006	Water - Debt Service	165,000	165,000	165,000	165,000	165,000	0.0%	0
4041	Water Operations	1,369,484	1,654,048	1,844,376	2,155,726	2,532,138	37.3%	687,761
	Total Water Fund Operations	2,138,364	2,360,765	2,583,583	2,921,309	3,363,689		
	Revenue in Excess of Expenditures	3,507,343	764,988	130,600	272,605	(100,939)		
	SEWER FUND (420)							
	Total Sewer Fund Revenues	2,050,026	2,231,785	1,969,897	2,386,251	2,369,774	20.3%	399,878
5005	Sewer Administration & Accounting	493,054	440,546	479,541	508,060	549,822	14.7%	70,281
5006	Sewer - Debt Service	151,743	151,743	151,743	151,743	151,743	0.0%	0
4042	Sewer Operations	1,285,025	1,352,865	1,623,680	1,634,306	1,919,117	18.2%	295,436
	Total Sewer Fund Operations	1,929,822	1,945,153	2,254,964	2,294,109	2,620,682		
	Revenue in Excess of Expenditures	120,204	286,631	(285,067)	92,141	(250,907)		
	SOLID WASTE (430)							
	Total Solid Waste Fund Revenues	2,142,744	2,420,424	2,401,948	2,515,954	2,536,535	5.6%	134,588
5005	Solid Waste Administration & Accounting	2,042,373	2,126,577	2,245,668	2,250,155	2,407,308	7.2%	161,639
	Total Solid Waste Fund Operations	2,042,373	2,126,577	2,245,668	2,250,155	2,407,308		
	Revenue & Transfer in Excess of Expenditures	100,370	293,847	156,279	265,799	129,228		
	STORM DRAIN OPERATIONS FUND (470)							
	Total Storm Drain Operation Revenues	86,259	97,694	85,224	116,080	107,009	25.6%	21,785
4047	Storm Drain Maintenance & Operations	101,076	122,117	168,781	168,781	211,241	25.2%	42,460
	Total Storm Drain Fund Operations	101,076	122,117	168,781	168,781	211,241		
	Revenue in Excess of Expenditures	(14,817)	(24,423)	(83,557)	(52,701)	(104,232)		
	TOTAL ENTERPRISE FUND REVENUE	9,924,735	7,875,657	7,171,252	8,212,198	8,276,069	15.4%	1,104,818
	TOTAL ENTERPRISE FUND EXPENDITURES	6,211,635	6,554,613	7,252,997	7,634,353	8,602,920	18.6%	1,349,923
	EXCESS (DEFICIT) REVENUE	\$3,713,100	1,321,044	(\$81,745)	\$577,845	(\$326,850)		

CAPITAL IMPROVEMENTS ARE DETAILED SEPARATELY UNDER THE (CIP) BUDGET

Attachment 'C'

CAPITAL IMPROVEMENT PROJECTS		
Fiscal Year 2025/2026		
Project	Funding Source	Estimated Cost
Streets		
Kerman ST ADA Transition Plan	Local Street Funds/Grants	25,000
FY25/26 Street Rehabilitation Project - Various Streets	Local Street Funds	1,067,813
High Visibility Crosswalk Striping	Local Street Funds	90,000
Concrete Repair Project	Local Street Funds	40,000
Street Sealing Project (24/25)	Local Street Funds	71,900
FY 24/25 Street Rehabilitation Project - Various Streets	Local Street Funds	1,355,700
FY25/26 Street Sealing Project - Various Streets	Local Street Funds	457,000
Annual Streets Lights Installation (1st Phase)	Local Street Funds	70,800
RSTP - Vineland Ave Widening (North) (025)	Local Street Funds/Grants	450,700
CMAQ - California Ave Sidewalk 9th to Vineland	Local Street Funds/Grants	230,100
HSIP Kearney Blvd Ped Crossing Improvements	Local Street Funds/Grants	266,900
Siskiyou Rehab - Kearney to California	Local Street Funds/Grants	934,800
Kearney Rehab - 16th to Goldenrod	Local Street Funds/Grants	18,700
Goldenrod Rehab - Stanislaus to Kearney	Local Street Funds/Grants	42,700
HSIP Cycle 12 Pedestrian Crossing Improvements	Local Street Funds/Grants	39,000
Total Street Capital Projects		5,161,113
Water		
Capital Imp-Well 9A Emergency Repairs	Water Fund	132,000
Water Tank Painting	Water Fund	200,000
Fixed Network Metering	Water Fund	50,000
Pipeline /Service Replacement	Water Fund	50,000
Well No 33	Water Fund	778,000
Water Storage Tanks Maintenance	Water Fund	200,000
Water Meter Installation Project (City Facilities/Commercial)	Water Fund	383,000
Well No 15 Rehabilitation	Water Fund	75,000
Well No 18 (DWSRF)	State Grant Funding	1,700,000
Hexavalent Chromium Feasibility Study	DIF	457,500
Basin C Groundwater Recharge Project	DIF	80,000
Total Water Capital Projects		4,105,500
Sewer		
Blower at WWTP	Sewer Fund	35,000
10 Valves at WWTP	Sewer Fund	50,000
Sewer Camera System	Sewer Fund	18,600
2 New Hoists at Headworks	Sewer Fund	25,300
Seepex Progressive Cavity Pump	Sewer Fund	64,200
Sludge Removal at Drying Beds	Sewer Fund	45,000
Fixed Network Metering	Sewer Fund	50,000
Pipeline /Service Replacement	Sewer Fund	50,000
WWTP Office Expansion	Sewer Fund	50,000
WWTP Animal Shelter Demo/Shop Expansion	Sewer Fund	50,000
Goldenrod Lift Station Rehabilitation	Sewer Fund	43,000
Total Sewer Capital Projects		481,100

CAPITAL IMPROVEMENT PROJECTS Fiscal Year 2025/2026		
Project	Funding Source	Estimated Cost
Solid Waste		
Capital Outlay-Carts-New Residential Development	Solid Waste	28,000
	Total Solid Waste Capital Projects	28,000
Storm Drain		
Basin J Expansion	Sewer Fund	120,000
	Total Storm Drain Capital Projects	120,000
Landscape and Lighting District		
Reconstruct/Renovate Mow Strips	Solid Waste	35,000
	Total L&L Capital Projects	35,000
Parks & Facilities		
Northwest Park	GF- Measure M	67,200
Multigenerational Center (Resiliency Center)	GF- Measure M/Grant	7,577,660
Police Station	GF- Measure M/Grant	542,296
Eastside Community Park (25 Acres-Hart Ranch)	GF- Measure M/Grant	11,209,469
Downtown Revitalization Program	GF- Measure M/Grant	209,336
Coleman Grand Stand Replacement & Paint	General Fund	65,000
Rotary Park Ballfield Lighting Upgrade	General Fund	40,000
Philip Gallegos Play Park Lighting	General Fund	30,000
Rain Gutter Replacement 942 S Madera Ave	General Fund	25,000
Contingency Kerman Veteran Plaza Park Restrooms Remodel	General Fund /Grant	205,200
Community Center Improvements	General Fund	70,000
Annual Streets Lights Installation (1st Phase)	General Fund	20,200
	Total Parks & Other Facilities	20,061,360
Vehicle/Equipment Replacement		
PW, Parks & Rec Fleet Vehicles	Vehicle and Equipment Fund	167,200
	Total Vehicles & Equipment	167,200
	Total Major Capital Expenditures	30,159,272
	Total Minor Capital Expenditures	577,868
	Total Capital Expenditures	\$30,737,141

RESOLUTION NO. 25-__

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KERMAN ADOPTING THE FISCAL YEAR
2025/2026 BUDGET AND APPROVING ADJUSTMENTS TO THE FISCAL YEAR 2024/2025
BUDGET**

WHEREAS, the City Council has reviewed the proposed City of Kerman Fiscal Year 2025/2026 Budget ('Proposed Budget') attached hereto as **Exhibit 'A'** at a duly noticed public meeting; and

WHEREAS, the Proposed Budget is based upon appropriate estimates and financial planning for the City's operations, services and capital improvements, including adjustments to the Fiscal Year 2024/2025 Budget; and

WHEREAS, the Proposed Budget provides continued services at current levels to the community; and

WHEREAS, all procedural requirements for adopting the City's Budget were fulfilled and the City Council was fully informed regarding the City's current finances, projected revenue and financial obligations; and

WHEREAS, it is in the public interest for the City Council to adopt the Budget as proposed by the City Manager.

NOW THEREFORE, the City Council of the City of Kerman resolves as follows:

SECTION 1: ADOPTION. The Fiscal Year 2025/2026 Budget as presented, and set forth in **Exhibit 'A'** is approved and adopted subject only to the authorizations set forth below. Such approval and adoption includes, without limitation, adjustments to the Fiscal Year 2024/2025 Budget.

SECTION 2: BUDGET APPROPRIATIONS. The Fiscal Year 2025/2026 Budget appropriation totals \$53,356,013 as shown in **Exhibit 'B'**. The City Manager, or designee, is authorized to implement the appropriations as detailed in the Budget for City Departments.

SECTION 3: BUDGET ADJUSTMENTS. The Budget may be subsequently adjusted as follows:

- A. By majority vote of the City Council;
- B. By the City Manager, or designee, for all appropriation transfers between departments and activities and line items within a City fund;
- C. By Department Directors for appropriation transfers between activities and line items within a department;

- D. Line item expenditures within activities and departments are not restricted so long as funding is available in the City fund as a whole.

The Fiscal Year 2024/2025 City of Kerman Budget is hereby adjusted and those adjustments become a part of the 2024/2025 City of Kerman Amended Budget.

SECTION 4: This resolution will become effective immediately upon adoption and will remain effective unless repealed or superseded.

SECTION 5: The foregoing resolution was introduced at a regular meeting of the City Council of the City of Kerman, held on the 11th day of June 2025, and adopted at said meeting by the following vote:

The foregoing resolution was adopted by the City Council of the City of Kerman at a regular meeting held on the 10th day of July 2025, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

The foregoing resolution is hereby approved.

Maria Pacheco
Mayor

ATTEST:

Josie Camacho
City Clerk

Exhibit 'A' to Resolution

<https://www.cityofkerman.net/DocumentCenter/View/1694/FY-2526-Budget>

Exhibit 'B' to Resolution

CITY WIDE EXPENDITURES SUMMARY (INCLUDING CAPITAL PROJECTS)

Fund	Activity	Description	Personnel	M & O	Sub-Total Operations	Debt Service/ Capital	Total
General Fund							
100	6001	City Council	\$38,846	\$24,906	\$63,753	\$0	\$63,753
100	6003	Legal Services	0	200,000	200,000	0	200,000
100	1002	City Manager	150,457	503,423	653,880	0	653,880
100	5005	Administrative Services	51,625	104,702	156,327	0	156,327
100	5006	Debt Service to DIF	0	0	0	0	0
100	6004	City Clerk	110,442	66,037	176,479	0	176,479
100	7001	Measure M	10,301	807,659	817,959	5,429,616	6,247,575
100	1008	Planning	366,456	128,333	494,789	5,000	499,789
100	1009	Code Compliance	173,483	39,076	212,559	0	212,559
100	1009	Transfer from Measure M (Code Compliance)	(173,483)	(39,076)	(212,559)	0	(212,559)
100	1010	Engineering	0	350,000	350,000	0	350,000
100	1042	Building	238,957	197,400	436,357	5,000	441,357
100	2002	Recreation & Comm Services Admin.	442,963	113,888	556,852	0	556,852
100	2010	Building Maintenance	643,791	184,879	828,670	0	828,670
100	2044	Senior Center Services	153,205	63,044	216,249	0	216,249
100	2047	Aquatics Program	69,090	17,660	86,750	0	86,750
100	2062	Planned Recreation	0	0	0	0	0
100	2065	Youth Service Bureau	0	0	0	0	0
100	2069	Community Teen Center	139,589	81,890	221,479	1,200	222,679
100	3011	Police Operations	4,715,729	1,272,375	5,988,105	16,750	6,004,855
100	3011	Transfer from Measure M (New Police Office)	(390,099)	0	(390,099)	0	(390,099)
100	3041	Animal Control	95,962	65,333	161,296	0	161,296
100	4010	Park Landscape Maintenance	190,494	100,307	290,802	0	290,802
Sub-Total General Fund			7,027,808	4,281,837	11,309,645	5,457,566	16,767,210
Enterprise Funds							
410	5005	Water	289,838	376,713	666,552	0	666,552
410	5006	Water	0	0	0	165,000	165,000
410	4041	Water Operations	762,614	1,422,524	2,185,138	347,000	2,532,138
420	5005	Sewer	217,048	332,774	549,822	0	549,822
420	5006	Sewer	0	0	0	151,743	151,743
420	4042	Sewer Collection & Operations	691,153	978,863	1,670,017	249,100	1,919,117
430	5005	Solid Waste (Refuse)	311,429	2,095,879	2,407,308	0	2,407,308
470	4047	Storm Drain Maintenance & Operations	98,656	98,585	197,241	14,000	211,241
Sub-Total Enterprise Funds			2,370,738	5,305,338	7,676,077	926,843	8,602,920
Internal Service Funds							
500	4050	Vehicle/Equipment Mtnc & Replacement	289,063	743,298	1,032,361	194,700	1,227,061
510	5051	Technology Maintenance & Replacement	41,812	69,893	111,705	20,000	131,705
Sub-Total Internal Service Funds			330,874	813,192	1,144,066	214,700	1,358,766
Special Revenue Funds							
100	3050	SLESF Grant	100,073	0	100,073	0	100,073
100	3999	Safety Grants, Contracts and Projects	62,455	26,545	89,000	4,000	93,000
110	1011	CIP Administration	0	0	0	0	0
170	1007	General Plan Updates	0	20,000	20,000	0	20,000
730	2046	Senior Nutrition Site Management	44,734	3,250	47,984	0	47,984
740	2045	National Rec. & Park Assoc.(NRPA)	0	0	0	0	0
750	4075	Lighting & Landscaping District 1	458,195	145,065	603,260	35,000	638,260
780	8000	Grants-Planning & Development				0	0
800-850, 870	408x	Street Maintenance, TDA and Other	197,478	483,506	680,984	281,938	962,922
880	4088	Measure C - Flex	323,306	121,243	444,549	115,000	559,549
881	4088	Measure C - ADA	0	0	0	10,043	10,043
882	4088	Measure C - Streets	279,143	53,658	332,800	255,938	588,738
Sub-Total Special Revenue Funds			1,465,384	853,267	2,318,651	701,918	3,020,569
Capital Project Funds							
100	8000	Parks, Facilities & Equipment	0	0	0	374,900	374,900
120	8000	CDBG Construction	0	0	0	175,000	175,000
140	8000	Facilities Construction	0	0	0	50,304	50,304
410, 520-540	8000	Water Construction	0	0	0	3,798,300	3,798,300
420, 550-570	8000	Sewer Facilities Construction	0	0	0	370,000	370,000
480, 490	8000	Storm Drain	0	0	0	171,871	171,871
580, 590	8000	Parks Construction	0	0	0	46,563	46,563
780	8000	Parks Construction	0	0	0	12,148,991	12,148,991
800, 830, 880-920, 95	8000	Street Construction	0	0	0	6,567,591	6,567,591
Sub-Total Capital Project Funds			0	0	0	23,703,520	23,703,520
Grand Total All Funds			\$11,194,804	\$11,253,634	\$22,448,439	\$31,004,547	\$53,452,986

RESOLUTION NO. 25-__

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KERMAN ESTABLISHING THE
APPROPRIATIONS LIMIT FOR THE 2025/2026 FISCAL YEAR PURSUANT TO ARTICLE XIII B OF
THE CONSTITUTION OF CALIFORNIA**

WHEREAS, Article XIII B of the California Constitution requires the City to set its appropriations limit on an annual basis; and

WHEREAS, the City's appropriations limit is to be adjusted annually, based upon inflation and population growth; and

WHEREAS, the City Council may choose the method of calculating adjustments to the City's appropriations limit on annual basis. For inflation, pursuant to Article XII B, section 8(e)(2), adjustments to the appropriations limit may be calculated using the percentage change in per capita personal income from the preceding year because of local nonresidential new construction. For population growth, pursuant to Government Code section 7901 (b), the City may use the percentage growth in its jurisdiction; and

WHEREAS, pursuant to Article XIII B of the California Constitution, and those Government Code sections adopted pursuant to Article XIII B, section 8(f), the City Council chooses to adjust the City's appropriation limit by calculation inflation using the percentage change in per capita personal income from the preceding year and calculating population growth by using the percentage change in population in the City of Kerman; and

WHEREAS, as a result of the adjustments made to the City's appropriation limit as shown in **Exhibit 'A'**, the City Council sets the appropriations limit for Fiscal Year 2025/2026 at \$26,209,057.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF KERMAN that the appropriations limit for the 2025/2026 Fiscal Year for the City of Kerman is established at \$26,209,057, as set forth on **Exhibit 'A'** attached hereto and made a part hereof by this reference.

The foregoing resolution was adopted by the City Council of the City of Kerman at a regular meeting held on the 11th day of June 2025, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

The foregoing resolution is hereby approved.

Maria Pacheco
Mayor

ATTEST:

Josie Camacho
City Clerk

EXHIBIT 'A'

GANN REVENUE LIMIT

The original Article XIII and its implementing legislation Chapter 1205/80 were modified by proposition III and SB 88 (Chapter 60/90). Beginning with the 1990/91 Appropriations Limit, the annual adjustment Factors were changed. Instead of using the lesser of California Per Capita Income or U.S.C.P.I to measure Inflation, each City may choose:

The growth in California Per Capita Income or

The growth in the non-residential assessed valuation due to new construction within the City

2024/2025 REVENUE LIMIT - \$ 24,437,956

Per City of Kerman, City Council Resolution No.24-47

2025/2026 REVENUE LIMIT FACTORS

POPULATION:*

January 1, 2025 17,535

January 1, 2024 17,403

0.76% increase

LOCAL ASSESSMENT ROLL ***

2023/2024 Gross Assessed Value

Secured

1,134,506,432

Unsecured

47,616,108

CHANGE IN PER CAPITA PERSONAL INCOME*

2025/2026

6.44%

CHANGE FACTOR

Population Change x Change in Per Capita Personal Income

$1.0644 \times 1.0076 = 1.0725$

TOTAL 2025/2026 ESTIMATED REVENUE

PROCEEDS OF TAXES

15,160,191

NON-PROCEED OF TAXES

25,535,407

TOTAL APPROPRIATIONS 2025/2026

\$ 40,695,598

TOTAL 2025/2026 ESTIMATED REVENUE

EXEMPT FROM LIMIT

15,160,191

2025/2026 REVENUE LIMIT

\$ 26,209,057

2025/2026 REVENUE SUBJECT TO LIMIT

15,160,191

AMOUNT OF UNSPENT AUTHORIZED APPROPRIATIONS

\$ 11,048,866

* Data provided by State of California, Department of Finance

***Data provided by Fresno County Assessor's Office

Attachment 'F'

RESOLUTION NO. 25-__

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KERMAN AUTHORIZING NUMBER OF
EMPLOYEE POSITIONS AND TITLES**

WHEREAS, a change in the number of employee positions and titles may only be made by Council resolution and as authorized in the City budget; and

WHEREAS, for purposes of efficiency and organization, there is a need to amend the number of positions.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF KERMAN hereby resolves as follows:

Section 1. The following titles and number of positions for each title are hereby authorized:

Permanent Full-Time

City Manager	1
Executive Assistant to City Manager/City Clerk	1
Human Resource Officer	1
Human Resource Specialist	1
*Human Resource Technician	0
Administrative Assistant	1
Total for Management Services	5

Finance Director	1
Senior Accountant	1
*Junior Accountant	0
Payroll Specialist	1
Account Clerk II	2
Account Clerk I	2
Administrative Analyst	1
Total for Administrative Services	8

Community Services Director	1
Assistant Director	1
Building & Facility Supervisor	1
*Parks Maintenance Specialist	0
Parks Maintenance Worker II	2
Parks Maintenance Worker	2
*Recreation Supervisor	0
Recreation Coordinator	2
Senior Services Coordinator	1

Administrative Assistant	1
Total for Community Services	11

Community Development Director	1
Code Enforcement Official	1
*Associate Planner	0
Assistant Planner	1
*Building Official	0
*Permit Tech II	0
Permit Tech I	1
*Community Development Coordinator	0
Administrative Assistant	1
Total for Community Development	5

Chief of Police	1
Lieutenant	1
Sergeant	5
Police Officer	20
Community Service Officer	4
Administrative Assistant	1
Animal Control	1
*Animal Shelter Attendant	0
Records Manager	1
Records Clerk	2
Total for Police Department	36

Director of Public Works	1
Administrative Assistant	2
*Building Permit Clerk	0
Fleet Services Supervisor	1
*Fleet Mechanic I	0
Fleet Mechanic II	1
PW Maintenance Worker III-Specialist	2
PW Maintenance Worker II	4
PW Maintenance Worker I	5
PW Lead Supervisor	2
PW Operations Coordinator	1
*Water Distribution/Waste Water Manager	0
WWTP Lead Supervisor	1
WWTP Water Operator Grade I	3
WWTP Water Operator Grade II	1
*WWTP Maintenance Worker III-Specialist	0
WWTP Maintenance Worker I	1
*WWTP Maintenance Worker II	0
*Water Conservation Specialist	0
Admin Analyst	1

Total for Public Works	26
Grand Total	91

**Positions are vacant and not included in the current budget*

Section 2. The City Manager may adjust the number of permanent full-time positions allocated by class provided that the total number of permanent positions authorized does not change and that there are sufficient unspent appropriations as verified by the Finance Director available to provide funds for the adjustment.

The foregoing resolution was adopted by the City Council of the City of Kerman at a regular meeting held on the 11th day of June 2025, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

The foregoing resolution is hereby approved.

Maria Pacheco
Mayor

ATTEST:

Josie Camacho
City Clerk