



City of Needles, California Request for City Council Action

CITY COUNCIL NPUA

Regular Special

Meeting Date: June 23, 2026

Title: Adoption of Resolution Number 2026-20 establishing the annual appropriations subject to limit for fiscal year 2026-2027.

Background: The adoption of this resolution is a requirement of Article XIII B of the Constitution of the State of California, Section 7902 (a). Also known as the Gann Appropriations Limit, it was approved on November 6, 1979, by California voters. Under the Gann Limit, a maximum amount is established for tax-funded government services. That amount is to be adjusted each year depending on changes in population, inflation, qualified capital outlay, and the transfer of financial responsibility for various government activities from one level of government to another. Any significant amount of state tax revenue received above that Gann Limit may lead to future tax rebates or tax cuts. The total annual budget appropriations subject to limitations shall not exceed the appropriations limit.

For fiscal year 2026-2027 the City of Needles is limited to \$14,663,532 in tax revenue appropriations. The current budget appropriation is \$9,139,796. The Fiscal Year 2026-2027 Annual Budget adopted by Council on June 23, 2026, is within the City's Appropriation Limitation.

Fiscal Impact: None.

Environmental Impact: None.

Recommended Action: Adopt Resolution Number 2026-20 establishing the appropriations subject to the limit for Fiscal Year 2026-2027.

Submitted By: Mark C. DeMay, Director of Finance and Administrative Services

City Manager Approval: Patrick J. Martinez Date: 6/18/2026

Other Department Approval: _____ Date: _____
(when required)