



CITY OF WILDOMAR
CITY COUNCIL REGULAR MEETING
GENERAL BUSINESS
Agenda Staff Report # 3.1
Meeting Date: July 8, 2026

SUBJECT: FY2025-26 4th Quarter Budget Report

SUBMITTED BY: Adam Jantz, Finance Manager

PREPARED BY: Adam Jantz, Finance Manager

ACTION:

1.) Review and approve the Fiscal Year 2025-26 4th Quarter Budget Report, and adopt a Resolution entitled:

RESOLUTION NO. 2026 - _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WILDOMAR, CALIFORNIA, AUTHORIZING ADJUSTMENTS TO THE FY2025-26 BUDGETED REVENUES AND EXPENSES

BACKGROUND:

This 4th Quarter budget report for Fiscal Year 2025-26 reflects the Finance Department's continued efforts to provide timely, accurate, and understandable financial information to assist the City Council with the decision-making process. All funds have been reviewed in preparing this report.

The City Council adopted the original FY2025-26 Budget as part of the FY2026 & FY2026 Biennial Budget on June 11th, 2025. The adopted budget was adjusted on November 12th, 2025. This Mid-Year Budget Report was presented to the Council on February 10th, 2026. The 3rd Quarter Budget report was presented on April 8th, 2026. This 4th Quarter Budget Report is intended to provide an update on the City's financials and adjust the final budget to be in line with actuals for year-end.

DISCUSSION:

This 4th Quarter budget report is meant to provide an update on the financial developments and adjust for changing conditions over the last quarter.

For revenue, staff are proposing an increase of \$189,600 in the General Fund. Franchise fees for Charter, Frontier, and SoCalGas are trending downward. However, property taxes are still high, with secured tax remittances coming in higher than budgeted. The City also received approximately \$80,000 in encroachment permit revenue from Elsinore Valley Municipal Water District for their septic-to-sewer conversion program. Interest income is also still trending high due to rates remaining elevated.

For Non-General fund revenue, the PARS 115 Trust has been performing well over the short time it has been open and has already generated \$36,509 in returns. Measure AA sales and use tax has been trending high and will likely end the year at a little over \$6 million. The inflow

of cash from the Avalino CFD 2023-1 bonds is also required to be recorded as revenue, so an adjustment in fund 613 is proposed.

For general fund expenditures, an overall decrease of \$88,800 is proposed. Most of this is due to adjustments to fire services to reflect actuals, as the original estimate costed out the positions based on the top step. Also, septic system replacement and station generator have been delayed until next fiscal year. Therefore, a decrease of \$277,000 is proposed. The Department of Public Safety is decreasing by \$97,800 as the position has remained vacant. Conversely, there are some proposed increases to offset this. The final amount for legal services in Human Resources regarding the employee labor negotiations has been calculated, and an additional \$101,600 is requested to cover the costs. Finance is also requesting an adjustment of \$16,000 to cover the additional staff augmentation utilized during the reorganization. The Building and Safety Department has also had a recent influx of plan check applications, and so an additional \$112,300 is proposed to cover the consultant costs for reviewing them. An increase in appropriations for Public Works for engineering and inspection consultants is also proposed.

In non-general fund expenditures, an additional \$151,200 in the Cemetery Capital Project Fund 302 is proposed to cover the repaving of the Cemetery loops during the frontage improvements. There is also a proposed increase to CFD2022-2 Fund 613 to cover a recent bond requisition.

FISCAL IMPACT:

\$189,600 Net Increase in General Fund Revenue
\$88,800 Net Decrease in General Fund Expenditures
\$472,600 Net Increase in Other General Funds Revenue
\$1,200 Net Increase in Other General Funds Expenditures
\$11,777,400 Net Increase in Non-General Fund Revenue
\$490,800 Net Increase in Non-General Fund Expenditures

ATTACHMENTS:

[FY2025-26 4th Quarter Budget Resolution.docx](#)
[FY2025-26 4th Quarter Budget Report.pdf](#)
[FY2025-26 4th Quarter Presentation.pdf](#)