



AGENDA REPORT

Department: Finance
Prepared by: Paul Valadez, Budget Manager
Meeting Date: Tuesday, June 17, 2025
Approved by: Scott W. Huth, Interim City Manager

SUBJECT:

Consideration of a Resolution Adopting a Budget for Fiscal Year 2025-2026

RECOMMENDATION:

Adopt a Resolution Entitled, "Resolution of the City Council of the City of National City, California, Adopting a Budget for Fiscal Year 2025-2026."

BOARD/COMMISSION/COMMITTEE PRIOR ACTION:

Not Applicable.

EXPLANATION:

After a series of internal staff meetings and City Council workshops, staff presents for adoption the Fiscal Year 2025-2026 Proposed Budget for the City of National City. Preparation of the City's budget is a multi-step process occurring over several months. Development of the City's fiscal year 2025-2026 budget began in January 2025 with direction to City departments to detail and submit their baseline budget revenues and expenditures by March 2025. Finance staff met with representatives from each department along with the City Manager, Deputy City Manager, and Director of Finance throughout April to finalize the preliminary budget.

Budget workshops to review the City's fiscal health, present the preliminary budget, and receive Council direction were held on May 8 and June 4, 2025. The preliminary budget presented at the June 4 workshop estimated General Fund revenues and transfers-in totaling \$72.9 million and General Fund expenditures and transfers-out totaling \$81.1 million, with a use of unassigned fund balance of \$8.2 million. The presentation to Council also included an overview of each department's operations, as well as additional funding requests for critical enhancements.

A third budget workshop was held on June 12, 2025 where Council provided final direction on the enhancement items brought forward during June 4 workshop. As a result, an additional **\$TBD** in General Fund revenues and transfers-in and **\$TBD** in General Fund expenditures and transfers-out were added to the preliminary budget.

Staff now presents the City of National City's Fiscal Year 2025-2026 Proposed Budget for adoption. The proposed budget, which now includes the preliminary budget, Council authorized enhancement items, and miscellaneous Finance adjustments, estimates General Fund revenues and transfers-in totaling **\$TBD** and recommends General Fund expenditures and transfers-out totaling **\$TBD** with a use of unassigned fund balance of **\$TBD**. The proposed budget estimates all funds revenues and transfers-in totaling **\$TBD** and recommends all funds expenditures and transfers-out totaling **\$TBD**.

FINANCIAL STATEMENT:

See Exhibits listed below.

RELATED CITY COUNCIL 2020-2025 STRATEGIC PLAN GOAL:

Balanced Budget and Economic Development

ENVIRONMENTAL REVIEW:

This is not a project under CEQA, and is therefore, not subject to environmental review. CCR15378; PRC 21065.

PUBLIC NOTIFICATION:

The Agenda Report was posted at least 72 hours before the Regular Meeting date and time, and 24 hours before a Special Meeting in accordance with the Ralph M. Brown Act

ORDINANCE:

Not Applicable

EXHIBITS:

Exhibit A – Public Information Sheet - FY 2026 Preliminary Budget by Fund is available on the City website

Exhibit B – Resolution

FY 2026 Preliminary Budget is available for review at
<https://www.nationalcityca.gov/home/showpublisheddocument/34794>