

RESOLUTION NO. 25_____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MENIFEE, CALIFORNIA,
ADOPTING THE ANNUAL BUDGET FOR FISCAL YEARS 2025/26 AND FISCAL YEARS
2026/27**

WHEREAS, the City Council of the City of Menifee has reviewed the budget as prepared and submitted by the City Manager of the City of Menifee for Fiscal Years 2025/26 and 2026/27 and authorizes as follows:

- A. The budget for the City of Menifee for Fiscal Years 2025/26 and 2026/27, as prepared and submitted by the City Manager, and as modified by the City Council, is hereby approved and adopted. The operating and capital budget amounts are hereby authorized for the two fiscal years by fund, as listed on Exhibit A.
- B. From the effective date of said budget, the total amount as stated therein for each Fund shall be appropriated subject to expenditure pursuant to all applicable ordinances of the City and statutes of the State.
- C. Appropriations are approved at the fund level. The City Manager, or if designated by City Manager, the Chief Financial Officer and/or designee, may transfer appropriations between departments and within their respective funds, as long those appropriations do not exceed their fund appropriation total, unless approved by Council.
- D. At the close of the fiscal year, unexpended appropriations in the operating budget will be unencumbered, except as listed in section E, F, and G.
- E. Unexpended appropriations for authorized, ongoing but uncompleted projects, including Capital Improvement Program (CIP) projects, grant-funded programs/projects previously approved by the City Council may be carried forward to the next succeeding budget year upon the conclusion of the preceding fiscal year and upon approval of the City Manager. Unexpended appropriations, for authorized projects approved by City Council and not yet started, will be transferred to an assigned fund balance reserve account and held there until such time as the project is ready to move forward or the City Council takes action to reallocate the funds to another project or unassigned fund balance. Authorized, ongoing but incomplete projects, is clarified to, in addition to those described above, include the following: projects funded with restricted/specific Assigned Fund balance, including but not limited to, General Plan Maintenance Fee, Technology Surcharge, vehicle purchases, and/or one-time Council approved projects, including but not limited to, Strategic Plan projects/items, City Council approved community programs.
- F. Purchase orders exist as Outstanding Encumbrances representing contractual obligations of previously budgeted funds. These Outstanding Encumbrances may be carried forward to the next succeeding budget upon approval by the City Manager.
- G. Associated revenues with carry-over expenditures, such as grant, TUMF program, and/or CEQA revenues not yet received, but expected to be received as expenses are realized, may to the next succeeding budget upon approval by the City Manager.
- H. A summary of approved carried over appropriations will be presented as part of the annual mid-year budget review process.
- I. Unexpended appropriations in the operating budgets of the special district funds previously approved by the City Council will be analyzed and transferred to capital replacement reserves as necessary to ensure that there are sufficient funds for future capital replacement items while leaving sufficient unreserved fund balance.

- J. To help mitigate current vehicle shortages and increasing prices, the City Manager may execute agreements and/or issue Purchase Orders for approved appropriations specific to vehicle purchases and leases, provided corresponding purchasing requirements are met.
- K. A summary of approved vehicle purchases and/or leases will be presented as part of the annual mid-year budget review process and in June of each year.
- L. Total appropriations within the fund will be increased only by amendment of the budget by motion of the City Council.
- M. The City Manager may reduce expenditure appropriations within funds as a method of fiscal control, and the Chief Financial Officer may decrease revenue estimates to reflect economic change within the fiscal period.
- N. The Chief Financial Officer and/or designee is hereby authorized to transfer monies in accordance with the inter-fund transfers listed in said budget, and to transfer monies to cover operational expenditures of the City through transfers of funds in such amounts, and at such times during the fiscal year as may be determined necessary to the competent operation and control of City business, or to provide adequate cash flow, except that no such transfers shall be made in contravention of State law or City ordinances.
- O. The Chief Financial Officer and/or designee is hereby authorized to process corresponding transfers (transfer appropriations) of all approved CIP Program expenditure appropriations, including FY2025/26 and 2026/27, and prior years' carryover appropriations to Capital Projects Fund (Fund 4320) for purposes of consolidating CIP program expenditures under one fund.
- P. Adjustments made by the City Council during the budget hearing and documented in the minutes for this action will be incorporated with the final printed budget document. The City Manager is hereby authorized to approve any corrections in the budget document that are clerical in nature.

NOW, THEREFORE, the City Council of the City of Menifee, California, does hereby RESOLVE, DETERMINE and ORDER as follows:

SECTION 1: The City Council hereby does adopt the Annual Budget for Fiscal Years 2025/26 and 2026/27 as presented herewith.

PASSED, APPROVED AND ADOPTED this 18th day of June, 2025

Ricky Estrada, Mayor

Attest:

Stephanie Roseen, City Clerk

Approved as to form:

Jeffrey T. Melching, City Attorney

Exhibit A
City of Menifee FY2025/26 & 2026/27 Appropriations Budget by Fund
(Expenditures & Revenues)

FY 2025/26				FY 2026/27	
Fund No.	Fund Description	Revenue	Expenditures	Revenue	Expenditures
General Fund & Quality of Life Fund					
1100	General Fund	\$78,385,116	\$78,021,373	\$81,815,362	\$81,963,233
1105	Quality of Life	\$21,558,647	\$22,537,730	\$21,897,597	\$22,022,597
Internal Service Funds (ISFs)					
1110	Information Technology	\$6,339,024	\$6,869,324	\$6,504,546	\$6,904,546
1115	Fleet Services	\$1,865,807	\$2,569,677	\$1,881,584	\$2,395,504
1116	Facility Maintenance Services	\$2,772,654	\$2,772,654	\$2,969,642	\$2,969,642
Special Revenue Funds					
2200	Gas Tax	\$3,182,307	\$3,182,307	\$3,339,424	\$3,339,424
2201	SB 1 Road Maint Rehab	\$3,006,976	\$3,350,000	\$3,153,325	\$2,900,000
2220	Measure A	\$3,227,000	\$3,224,666	\$3,279,000	\$3,182,594
2240	SLESF	\$150,000	\$150,000	\$150,000	\$150,000
2280	AQMD	\$145,500	\$66,000	\$148,100	\$0
2301	Grant Fund	\$0	\$0	\$0	\$0
2310	TUMF Fees Fund	\$0	\$0	\$0	\$0
2340	Public Edu and Gov Access	\$140,000	\$0	\$140,000	\$0
2481	CDBG Grant	\$560,000	\$560,000	\$560,000	\$560,000
LLMD Funds					
2370	LLMD 89-1 C Zone 3	\$378,482	\$378,482	\$378,482	\$378,482
2371	LLMD 89-1 C Zone 25	\$0	\$0	\$0	\$0
2372	LLMD 89-1 C Zone 27	\$17,346	\$11,731	\$17,693	\$12,402
2373	LLMD 89-1 C Zone 37	\$43,250	\$38,927	\$44,115	\$49,833
2374	LLMD 89-1 C Zone 38	\$89,713	\$89,436	\$55,807	\$55,525
2375	LLMD 89-1 C Zone 44	\$76,810	\$59,677	\$78,347	\$63,576
2376	LLMD 89-1 C Zone 47	\$13,246	\$10,482	\$13,511	\$10,714
2377	LLMD 89-1 C Zone 49	\$1,890	\$2,334	\$1,928	\$2,443
2378	LLMD 89-1 C Zone 60	\$0	\$0	\$0	\$0
2379	LLMD 89-1 C Zone 63	\$12,567	\$10,737	\$12,819	\$11,419
2380	LLMD 89-1 C Zone 69	\$66,249	\$65,151	\$67,574	\$86,438
2381	LLMD 89-1 C Zone 76	\$0	\$0	\$0	\$0
2382	LLMD 89-1 C Zone 77	\$33,550	\$57,305	\$34,221	\$34,048
2383	LLMD 89-1 C Zone 81	\$54,667	\$53,390	\$55,760	\$74,664
2384	LLMD 89-1 C Zone 113	\$7,961	\$1,489	\$8,120	\$1,619
2385	LLMD 89-1 C Zone 114	\$6,028	\$1,535	\$6,149	\$1,658
2386	LLMD 89-1 C Zone 117	\$12,447	\$11,165	\$12,696	\$11,778
2387	LLMD 89-1 C Zone 118	\$6,383	\$5,443	\$6,511	\$5,631
2388	LLMD 89-1 C Zone 121	\$5,855	\$2,467	\$5,972	\$2,641
2389	LLMD 89-1 C Zone 129	\$4,268	\$1,703	\$4,354	\$4,254
2390	LLMD 89-1 C Zone 130	\$17,112	\$13,093	\$17,455	\$13,735
2391	LLMD 89-1 C Zone 133	\$135,170	\$112,714	\$137,873	\$118,002

Fund No.	Fund Description	FY 2025/26		FY 2026/27	
		Revenue	Expenditures	Revenue	Expenditures
2392	LLMD 89-1 C Zone 163	\$1,003	\$935	\$1,023	\$971
2393	LLMD 89-1 C Zone 167	\$31,775	\$27,589	\$32,411	\$27,687
2394	LLMD 89-1 C Zone 176	\$6,633	\$3,947	\$6,765	\$4,037
2395	LLMD 89-1 C Zone Group 4	\$20,457	\$19,406	\$20,866	\$19,821
2396	LLMD 89-1 C STL Zone 8	\$0	\$0	\$0	\$0
2397	LLMD 89-1 C STL Zone 49	\$0	\$0	\$0	\$0
2398	LLMD 89-1 C STL Zone 79	\$0	\$0	\$0	\$0
2399	LLMD 89-1 C STL Zone 105	\$0	\$0	\$0	\$0
2400	LLMD 89-1-C	\$0	\$0	\$0	\$0
CSA Funds					
2420	CSA 33	\$6,500	\$10,480	\$6,630	\$10,637
2430	CSA 43	\$4,408	\$23,159	\$4,497	\$23,432
2440	CSA 80	\$0	\$0	\$0	\$0
2450	CSA 84	\$553,900	\$553,900	\$564,924	\$564,924
2460	CSA 86	\$319,759	\$294,013	\$326,155	\$308,481
2470	CSA 138	\$6,690	\$6,690	\$6,824	\$6,824
2480	CSA 145	\$1,052,783	\$1,016,831	\$1,073,839	\$1,064,591
DIF Funds					
2410	RBBD - Scott Road	\$265,000	\$500,000	\$270,500	\$0
2415	RBBD - Menifee Valley	\$560,000	\$0	\$572,000	\$0
2513	DIF 17 - Library	\$0	\$50,000	\$0	\$50,000
2517	DIF Citywide - Parks & Rec	\$555,000	\$200,000	\$566,100	\$0
2518	DIF CW - Transportation Impact	\$3,035,000	\$0	\$3,096,000	\$0
2519	DIF Citywide - A_A Storm Drain	\$15,000	\$0	\$15,300	\$0
2521	DIF Citywide - Fire Facilities	\$260,000	\$300,000	\$266,000	\$0
2524	DIF Citywide - General Govt	\$550,000	\$43,050	\$561,000	\$0
2525	DIF Citywide - Law Enforcement	\$260,000	\$217,080	\$266,000	\$190,080
2527	DIF Citywide - Storm Drain Fac	\$13,000	\$0	\$13,260	\$0
2528	DIF Citywide - Animal Shelter	\$42,000	\$225,423	\$43,300	\$247,965
2531	DIF Citywide - A_B Storm Drain	\$1,000	\$0	\$1,020	\$3,258
2532	DIF Citywide - A_C Storm Drain	\$201,000	\$0	\$205,100	\$400,000
2533	DIF Citywide - B_A Storm Drain	\$15,100	\$0	\$15,450	\$0
2534	DIF Citywide - B_B Storm Drain	\$2,040	\$0	\$2,080	\$0
2535	DIF Citywide - F_A Storm Drain	\$5,000	\$0	\$5,100	\$0
2620	Local Park - Quimby	\$515,000	\$350,000	\$526,000	\$0
CFD (Maintenance) Funds					
2490	CFD Audie Murphy Ranch	\$2,601,811	\$2,049,906	\$2,652,547	\$2,093,576
2491	CFD Hidden Hills	\$331,911	\$363,210	\$338,049	\$326,885
2492	CFD 2014-1 Town Center	\$18,793	\$19,301	\$19,159	\$18,616
2493	CFD 2014-2 Commerce Point	\$31,060	\$26,057	\$31,681	\$23,770
2494	CFD 2017-1 Maint Services	\$239,768	\$262,100	\$244,563	\$267,281
2621	CFD 2015-2 Citywide Graffiti	\$34,290	\$34,290	\$34,974	\$34,974
2622	CFD 2015-2 Citywide Parks	\$487,234	\$556,916	\$472,306	\$469,003

Fund No.	Fund Description	FY 2025/26		FY 2026/27	
		Revenue	Expenditures	Revenue	Expenditures
2623	CFD 2015-2 Citywide Trails	\$6,945	\$0	\$7,056	\$0
2626	Citywide Street Sweeping	\$102,060	\$101,808	\$104,100	\$104,100
2630	CFD 2015-2 Original Zn #1	\$414,548	\$496,934	\$422,839	\$407,526
2632	CFD 2015-2 Annexation#2 Zn #3	\$5,590	\$7,207	\$5,702	\$5,468
2633	CFD 2015-2 Annexation #3 Zn #4	\$429	\$348	\$438	\$518
2634	CFD 2015-2 Annexation #4 Zn #5	\$6,420	\$6,388	\$6,548	\$6,516
2636	CFD 2015-2 Annexation #6 Zn #7	\$146,753	\$146,009	\$149,688	\$158,380
2637	CFD 2015-2 Annexation #7 Zn #8	\$28,803	\$28,657	\$29,378	\$31,793
2638	CFD 2015-2 Annexation #8 Zn #9	\$18,876	\$15,878	\$19,254	\$19,156
2639	CFD 2015-2 Annexation #9 Zn#10	\$6,277	\$5,878	\$6,402	\$5,021
2640	CFD 2015-2 Annexation#10 Zn#11	\$1,628	\$413	\$1,660	\$429
2641	CFD 2015-2 Annexation#11 Zn#12	\$186,643	\$185,696	\$190,376	\$189,410
2642	CFD 2015-2 Annexation#12 Zn#13	\$62,337	\$62,021	\$63,584	\$63,262
2643	CFD 2015-2 Annexation#13 Zn#14	\$12,975	\$12,985	\$13,234	\$12,183
2644	CFD 2015-2 Annexation#14 Zn#15	\$4,802	\$4,569	\$4,898	\$4,145
2646	CFD 2015-2 Annexation#16 Zn#17	\$7,657	\$6,416	\$7,810	\$6,520
2647	CFD 2015-2 Annexation#17 Zn#18	\$42,439	\$42,224	\$43,288	\$43,069
2648	CFD 2015-2 Annexation#18 Zn#19	\$18,630	\$28,695	\$19,002	\$18,735
2649	CFD 2015-2 Annexation#19 Zn#20	\$609,162	\$558,330	\$621,346	\$603,525
2651	CFD 2015-2 Annexation#20 Zn#21	\$27,059	\$23,431	\$27,600	\$23,918
2652	CFD 2015-2 Annexation#21 Zn#22	\$6,836	\$5,727	\$6,972	\$5,871
2653	CFD 2015-2 Annexation#22 Zn#23	\$10,575	\$10,521	\$10,786	\$10,732
2654	CFD 2015-2 Annexation#23 Zn#24	\$18,740	\$18,078	\$19,116	\$17,454
2655	CFD 2015-2 Annexation#24 Zn#25	\$6,708	\$5,610	\$6,842	\$5,750
2656	CFD 2015-2 Annexation#25 Zn#26	\$0	\$0	\$0	\$0
2657	CFD 2015-2 Annexation#27 Zn#27	\$48,786	\$39,142	\$49,762	\$67,573
2658	CFD 2015-2 Annexation#28 Zn#28	\$30,622	\$42,854	\$31,234	\$25,523
2659	CFD 2015-2 Annexation#29 Zn#29	\$316,494	\$315,889	\$322,824	\$347,573
2660	CFD 2015-2 Annexation#30 Zn#30	\$5,469	\$5,441	\$5,578	\$5,550
2662	CFD 2015-2 Annexation#32 Zn#32	\$10,158	\$8,796	\$10,362	\$7,929
2663	CFD 2015-2 Annexation#33 Zn#33	\$9,241	\$6,140	\$94,266	\$10,703
2664	CFD 2015-2 Annexation#34 Zn#34	\$1,980	\$3,854	\$2,020	\$3,866
2665	CFD 2015-2 Annexation#35 Zn#35	\$24,605	\$21,090	\$25,096	\$16,931
2666	CFD 2015-2 Annexation#36 Zn#36	\$4,512	\$3,621	\$4,602	\$3,778
2672	CFD 2017-1 Annexation #1 Zn #2	\$43,464	\$43,244	\$44,334	\$44,109
2673	CFD 2017-1 Annexation #2 Zn #3	\$135,370	\$121,699	\$138,078	\$137,286
2674	CFD 2017-1 Annexation #4 Zn #4	\$280,503	\$343,340	\$286,114	\$279,371
2675	CFD 2017-1 Annexation #5 Zn #5	\$81,111	\$64,669	\$82,734	\$88,978
2676	CFD 2017-1 Annexation #6 Zn #6	\$164,627	\$157,643	\$167,920	\$161,005
2678	CFD 2017-1 Annexation #8 Zn #8	\$212,178	\$212,102	\$216,422	\$215,325
2679	CFD 2017-1 Annexation #9 Zn #9	\$150,420	\$162,222	\$153,428	\$131,500
2682	CFD 2017-1 Annexation#12 Zn#12	\$225,000	\$208,911	\$255,000	\$251,973
2683	CFD 2017-1 Annexation#13 Zn#13	\$16,155	\$1,495	\$16,478	\$39,324

Fund No.	Fund Description	FY 2025/26		FY 2026/27	
		Revenue	Expenditures	Revenue	Expenditures
2684	CFD 2017-1 Annexation#14 Zn#14	\$84,471	\$82,846	\$86,160	\$84,017
2685	CFD 2017-1 Annexation#15 Zn#15	\$36,411	\$36,224	\$37,138	\$35,829
2686	CFD 2017-1 Annexation#16 Zn#16	\$38,807	\$38,181	\$39,584	\$38,552
2687	CFD 2017-1 Annexation#17 Zn#17	\$3,936	\$2,615	\$4,015	\$2,149
2688	CFD 2017-1 Annexation#18 Zn#18	\$170,327	\$136,561	\$173,734	\$172,821
2689	CFD 2017-1 Annexation#19 Zn#19	\$2,785	\$2,105	\$2,840	\$1,598
2691	CFD 2017-1 Annex #21, Zone#21	\$11,626	\$9,016	\$11,858	\$23,553
2692	CFD 2017-1 Annex #22A, Zn#22A	\$338,920	\$317,033	\$345,698	\$462,057
2693	CFD 2017-1 Annex #22B, Zn#22B	\$95,824	\$41,947	\$97,740	\$43,221
2694	CFD 2017-1 Annex #22C, Zn#22C	\$57,306	\$26,327	\$58,452	\$27,292
2695	CFD 2017-1 Annex #23, Zone#23	\$71,218	\$71,125	\$72,643	\$116,653
Debt Service Fund					
3590	Debt Service	\$1,724,505	\$1,724,506	\$1,724,691	\$1,724,692
Capital Improvement Fund					
4320	Capital Projects	\$4,047,705	\$4,963,851	\$7,500,000	\$8,737,204
Bonded CFD (Infrastructure)					
4721	CFD 2020-1 McCall Mesa CP	\$59,880	\$800,000	\$59,880	\$800,000
4723	CFD 2021-1 Banner Park CP	\$97,575	\$4,639,698	\$97,575	\$3,692,314
4724	CFD 2021-2 Sumac Ridge CP	\$48,500	\$3,306,069	\$0	\$0
4725	CFD 2022-1 Quartz Ranch CP	\$217,500	\$7,940,812	\$217,500	\$5,000,000
4729	CFD 2023-1 Rockport CP	\$565,000	\$19,154,000	\$305,000	\$13,486,000
4730	CFD 2023-2 IA 1 Cimarron CP	\$0	\$4,127,654	\$0	\$0
Fiduciary Funds (including Bonded CFD Custodial Funds)					
7750	CFD 2019-1 Meadow Run CF	\$173,777	\$163,539	\$177,096	\$168,998
7751	CFD 2020-1 McCall Mesa CF	\$780,770	\$757,314	\$796,298	\$774,217
7752	CFD 2020-2 Del Oro CF	\$191,419	\$179,713	\$195,090	\$185,643
7753	CFD 2021-1 Banner Park CF	\$693,789	\$678,608	\$707,630	\$693,711
7754	CFD 2021-2 Sumac Ridge CF	\$588,328	\$569,366	\$600,044	\$579,127
7755	CFD 2022-1 Quartz Ranch CF	\$1,262,695	\$1,124,958	\$1,287,666	\$1,154,392
7756	CFD 2022-2 McLaughlin CF	\$324,899	\$36,835	\$331,374	\$37,537
7757	CFD 2022-3 IA 1 Legado CF	\$322,856	\$18,093	\$329,312	\$20,672
7758	CFD 2022-3 IA 2 Legado CF	\$5,000	\$4,949	\$5,000	\$4,896
7759	CFD 2023-1 Rockport CF	\$995,864	\$901,056	\$1,015,686	\$931,437
7760	CFD 2023-2 IA 1 Cimarron CF	\$364,765	\$17,458	\$372,303	\$18,574
7761	CFD 2023-2 IA 2 Cimarron CF	\$117,951	\$5,160	\$120,311	\$5,261
7762	CFD 2023-3 Banner Park II CF	\$168,641	\$8,012	\$172,014	\$8,589
7763	CFD 2024-2 Golden Meadows IA1	\$5,000	\$5,000	\$5,000	\$5,000
7764	CFD 2024-2 Golden Meadows IA2	\$5,000	\$4,650	\$5,000	\$4,711
7765	CFD 2024-2 Golden Meadows IA3	\$5,000	\$4,650	\$5,000	\$4,711
7766	CFD 2024-2 Golden Meadows IA4	\$5,000	\$4,650	\$5,000	\$4,711
7767	CFD 2024-3 Riverwalk Villag CF	\$93,896	\$7,982	\$95,774	\$8,559
7768	CFD 2025-1 JPMB - Tr 38128	\$5,000	\$0	\$5,000	\$0

Fund No.	Fund Description	FY 2025/26		FY 2026/27	
		<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>
7769	CFD 2025-2 Quartz Trail	\$148,517	\$10,600	\$151,488	\$13,020
7770	CFD 2025-3 Quail Hills	\$0	\$0	\$0	\$0
7771	CFD 2025-4 Heritage Village	\$5,000	\$0	\$5,000	\$0
7772	CFD 2022-3 Legado IA3	\$5,000	\$4,949	\$5,000	\$4,896
8350	Trust fund	\$0	\$0	\$0	\$0
8600	Veteran's Memorial	\$0	\$0	\$0	\$0
Total All City Funds Expenditures		\$151,812,990	\$186,849,362	\$159,980,155	\$176,141,607