

January 30, 2026

Carolyn Coleman, Executive Director, and CEO
League of California Cities
1400 K Street
Sacramento, CA 95814

Dear Ms. Coleman,

State Subventions for Fiscal Year 2026-27

Pursuant to subdivision (b) of Government Code Section 7903, commencing with the 2021-22 fiscal year, city governments are required to include specified state subventions within their appropriations limits. Specifically, the attached spreadsheet identifies both the total dollar value of all these subventions (the "City Totals" tab) to be included within a city's appropriations limit for the 2026-27 fiscal year, as well as additional details regarding the dollar value attributable to each individual subvention (the "City Programs" tab). Column B of the "City Programs" tab provides specific statutory references to each subvention contained in subdivision (b) of Government Code Section 7903.

The language contained in subdivision (b) of Government Code Section 7903 requires each city to include the full value of these subventions within the city's appropriations limit for the 2021-22 fiscal year and each subsequent fiscal year. To the extent that any portion of the values identified for each city in the "City Totals" tab of the attached spreadsheet would cause a city to exceed its appropriations limit, subdivision (d) of Government Code Section 7903 requires the city to identify the specific amount attributable to these subventions in excess of their limit and report that information to the Department of Finance. The excess amounts that cannot be included in the city's appropriations limit will instead be included within the state's appropriations limit pursuant to that subdivision.

To the extent the subvention amounts cause a city to exceed their limit in the 2026-27 fiscal year, the Department of Finance directs cities to report any amounts pursuant to subdivision (d) of Government Code Section 7903 for the 2026-27 fiscal year to the department by November 1, 2027. Cities should report this information via email to the following staff: Susan.Wekanda@dof.ca.gov and Matthew.Westbrook@dof.ca.gov.

Finance respectfully requests you share this information with cities identified in the attachment to facilitate their compliance with the provisions of Government Code Section 7903.

If you have any questions or need additional information regarding this matter, please contact Susan Wekanda, Principal Program Budget Analyst, at (916) 445-5332.

A handwritten signature in blue ink, appearing to read "Joe Stephenshaw", with a stylized flourish extending to the right.

JOE STEPHENSHAW
Director

Attachment

cc: Jason Rhine, Director of Legislative Affairs, League of California Cities
Ben Triffo, Legislative Representative, League of California Cities

STATE APPROPRIATIONS LIMIT**State Subventions Pursuant to Government Code Section
7903****Allocations to Cities for Fiscal Year 2026-27****(Dollars in Millions)**

City	Amount
City of Anaheim	\$5.8
City of Antioch	6.8
City of Bakersfield	5.6
City of Berkeley	21.6
City of California City	0.3
City of Camarillo	7.3
City of Carlsbad	2.9
City of Chula Vista	0.4
City of Colusa	0.1
City of El Monte	0.3
City of Fillmore	1.4
City of Firebaugh	0.1
City of Fresno	13.7
City of Grass Valley	0.3
City of Huenme	0.1
City of Irvine	5.8
City of La Mesa	0.1
City of Livermore	0.2
City of Long Beach	24.7
City of Los Angeles	239.4
City of Madera	0.1
City of Marysville	0.4
City of Merced	0.3
City of Modesto	5.7
City of Mount Shasta	0.7
City of Nevada City	1.2
City of Oakland	0.7
City of Palm Springs	5.2
City of Parlier	0.1
City of Pasadena	1.8
City of Petaluma	8.0
City of Redlands	5.3
City of Redwood City	2.8
City of Richmond	9.3

STATE APPROPRIATIONS LIMIT**State Subventions Pursuant to Government Code Section
7903****Allocations to Cities for Fiscal Year 2026-27****(Dollars in Millions)**

City	Amount
City of Riverside	10.8
City of Sacramento	45.6
City of Salinas	2.8
City of San Bernardino	0.4
City of San Buenaventura	9.8
City of San Diego	30.2
City of San Jose	33.6
City of Santa Ana	5.9
City of Seaside	0.1
City of Stockton	7.1
City of Suisun	0.5
City of Vallejo	0.1
City of Victorville	6.3
City of Visalia	6.1
City of Vista	7.8
City of Woodlake	0.2
Total	\$545.8