

**RESOLUTION NO. XXXX**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CAPITOLA  
ACCEPTING A COMMUNITY DEVELOPMENT BLOCK GRANT AWARD AND AMENDING  
THE CITY'S FISCAL YEAR 2025-26 ADOPTED BUDGET**

**WHEREAS**, it is necessary to adopt the 2025-26 Fiscal Year Budget for all City funds and Capital Improvement Program; and

**WHEREAS**, the City Council conducted budget study sessions, heard and considered public comments, and modified the proposed budget accordingly, and on June 26, 2025, adopted such budget for the Fiscal Year July 1, 2025, through June 30, 2026; and

**WHEREAS**, since the budget was adopted in Resolution No. 4437, the City of Capitola received notice of a \$3.6 million Community Development Block Grant Funding award on July 14, 2025; and

**WHEREAS**, it is necessary to amend the Fiscal Year 2025-26 Adopted Budget to accept the \$3,600,000 grant award, appropriate funds as identified in the grant award for public services, grant administration, and transfer \$3,200,000 to the capital improvement fund and appropriate those funds for the Treasure Cove Universally Accessible Playground Project and the Jade Street Park Improvement Project and the Bathroom and Playground Park Patio Projects; and

**NOW, THEREFORE, BE IT RESOLVED** by the City Council of the City of Capitola that the FY 2025-26 Budget is hereby amended, including Exhibit A (Budget Amendment) to this Resolution; and

**BE IT FURTHER RESOLVED** that the Finance Director is directed to enter the budget into the City's accounting records in accordance with appropriate accounting practices, and the City Manager, with the Finance Director's assistance, shall ensure compliance therewith.

**I HEREBY CERTIFY** that the above and foregoing Resolution was passed and adopted by the City Council of the City of Capitola at its regular meeting held on the 24<sup>th</sup> day of July, 2025, by the following vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Joe Clarke, Mayor

ATTEST:

---

Julia Gautho, City Clerk