



CITY OF CLEARLAKE

City Council

STAFF REPORT

SUBJECT: Consideration of Adoption of a 4th Amendment to the FY 2026-27 Budget (Resolution 2026-22); Resolution No. 2026-38

MEETING DATE:
October 1, 2026

SUBMITTED BY: Philip D. Sales II, Finance Manager

PURPOSE OF REPORT: ☐ Information only ☐ Discussion ☒ Action Item

WHAT IS BEING ASKED OF THE CITY COUNCIL/BOARD:

The City Council is being asked to adopt resolution 2026-38 Amending the FY 2026-27 Budget to include an Adjustment.

BACKGROUND/DISCUSSION: Staff wishes to appropriate remaining grant funding for the Algae Harvesting Demonstration program necessitating an adjustment to FY 2026-27 budget.

The Finance department, on behalf of Public Works, seeks the Council's approval to appropriate receipt of grant funds and authorize related project expenditures.

Appropriation Adjustments							
Fund	Fund Name	Department	Account	Description	Amended Budget as of 07/16/2026	Requested Adjustment	FY 26-27 Amended Budget
320	CNRA ALGAE HARVESTING DEMONSTRATION	Public Works	320-3000-960-894	OTHER SERVICES	300,000	959,920	1,259,920
Total Appropriations Adjustments: Special Revenue Fund						\$ 959,920	
Revenue/Fund Balance Adjustments							
Fund	Fund Name	Department	Account	Description	Amended Budget as of 07/16/2026	Requested Adjustment	FY 26-27 Amended Budget
320	CNRA ALGAE HARVESTING DEMONSTRATION	Public Works	320-485-875	OTHER GRANTS	300,000	959,920	1,259,920
Total Revenue Adjustments: Special Revenue Fund						\$ 959,920	

OPTIONS:

1. Adopt Resolution No. 2026-38
2. Provide direction to staff.

FISCAL IMPACT:

☐ None ☒ See Attached Budgeted Item? ☐ Yes ☒ No

Budget Adjustment Needed? ☒ Yes ☐ No If yes, amount of appropriation increase: \$959,920

Affected fund(s): ☐ General Fund ☐ Measure P Fund ☐ Measure V Fund ☒ Other: Algae Fund

Comments:

STRATEGIC PLAN IMPACT:

- ☒ Goal #1: Economic Development
- ☒ Goal #2: Public Facilities and Infrastructure
- ☒ Goal #3: Celebrate Clearlake
- ☒ Goal #4: Clean
- ☒ Goal #5: Fiscal Sustainability
- ☒ Goal #6: Safe

SUGGESTED MOTIONS:

Move to Adopt Resolution 2026-38 Amending the Fiscal Year 2026-27 Budget to include an Adjustment.

- ☒ **Attachments:** 1) Resolution 2026-38: Resolution Amending the Fiscal Year 2026-27 Adopted Budget to include an Adjustment.