



CITY OF CLEARLAKE

City Council

STAFF REPORT

SUBJECT: Presentation of Proposition 64 Public Health and Safety Grant Program, Cohort 4, and Consideration of Adoption of an Amendment to FY 2026-27 Budget (Resolution 2026-22); Resolution No. 2026-36

MEETING DATE:
September 17, 2026

SUBMITTED BY: Lieutenant Ryan Peterson

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 to adopt resolution 2026-36 Amending the FY 2026-27 Budget to include an Adjustment.

BACKGROUND/DISCUSSION:

On March 19, 2026, the City Council adopted Resolution No. 2026-12 authorizing the City to apply for funding through the Board of State and Community Corrections Proposition 64 Public Health and Safety Grant Program, Cohort 4. The City was subsequently awarded \$1,000,000 to support cannabis-related enforcement, investigation, code compliance, nuisance abatement, and youth prevention activities.

The City Council adopted the FY 2026/27 budget before the City was notified of the grant award. As a result, the grant revenue and related expenditures were not included in the adopted budget. Council authorization is therefore required to accept the award and approve the necessary budget adjustment to recognize the grant revenue and establish expenditure authority.

The grant program will be implemented through two primary components. The Police Department will oversee cannabis-related enforcement, investigation, code compliance, and nuisance abatement activities, while the Recreation and Events Department will oversee youth prevention, education, outreach, and positive youth engagement activities.

The Police Department's portion of the program will initially be implemented by the Investigations Bureau and Code Enforcement Bureau using existing staff. During the first several months, staff will evaluate workload, performance, and progress toward the grant goals to determine whether existing staffing levels are sufficient. If additional staffing is determined necessary, staff may return to the City Council to request authorization to unfreeze an existing Police Officer position to support implementation of the grant program.

The Recreation and Events Department will oversee the City's youth component, focusing on cannabis prevention, education, outreach, and positive youth engagement through grant-funded activities and partnerships intended to reduce youth cannabis use and related community impacts.

FISCAL IMPACT:

☐ None ☒ FY Amount Budgeted by City Council Budgeted Item? ☐ Yes ☒ No

Budget Adjustment Needed? ☒ Yes ☐ No If yes, amount of appropriation increase: \$1,000,000

Affected fund(s): ☐ General Fund ☐ Measure P Fund ☐ Measure V Fund ☒ Other: Prop 64 Grant Funded

Comments: The grant will provide \$1,000,000 in outside funding for approved Proposition 64 Public Health and Safety Grant Program activities. A corresponding increase in grant revenue and expenditure appropriations of \$1,000,000 is requested. The grant program does not require a local match.

STRATEGIC PLAN IMPACT:

- ☐ Goal #1: Make Clearlake a Visibly Cleaner City
- ☒ Goal #2: Make Clearlake a Statistically Safer City
- ☐ Goal #3: Improve the Quality of Life in Clearlake with Improved Public Facilities
- ☒ Goal #4: Improve the Image of Clearlake
- ☒ Goal #5: Ensure Fiscal Sustainability of City
- ☒ Goal #6: Update Policies and Procedures to Current Government Standards
- ☐ Goal #7: Support Economic Development

SUGGESTED MOTIONS:

Move to Adopt Resolution No. 2026-36 Amending the Fiscal Year 2026-27 Adopted Budget to include an Adjustment.

☒ **Attachments:**

1. Resolution 2026-36