

RESOLUTION NO. 11482

A RESOLUTION APPROVING PHASE TWO GENERAL FUND COST SAVINGS MEASURES FOR FISCAL YEAR 2025-26 AND BEYOND

WHEREAS, section 3.02.030 of the Folsom Municipal Code states “An Annual Budget shall be prepared by the City Manager, with the assistance of the Finance Director”; and

WHEREAS, on the 27th day of May 2025, the City Manager presented to the City Council the City Manager’s FY 2025-26 Proposed Preliminary Budget; and

WHEREAS, on the 10th day of June 2025, a Public Hearing was held and the City Council received presentations from the City Manager and City Staff regarding the FY 2025-26 Proposed Operating Budget and Capital Improvement Plan; and

WHEREAS, on the 24th day of June 2025 the City Council approved the FY 2025-26 Preliminary Budget that includes a \$3 million budget shortfall.

WHEREAS, the City desires to close its budget gap and has developed a set of cost saving measures to reduce its expenditures in two phases for City Council consideration; and

WHEREAS, on September 23, 2025, the City Council adopted Resolution No 11463 Resolution No. 11463 with the first phase of General Fund cost savings of \$3,093,130 for FY 2025-26 and ongoing full-year savings of \$3,772,392 for FY 2026-27 through staff reductions in the Fire Department, Police Department, Finance/IT Department, City Attorney’s office, and Library; and

WHEREAS, the second phase of cost savings proposed through reorganization of services, staffing, and increased use of qualifying special revenue and other funds in the Community Development, Parks and Recreation, Public Works, and Utilities Departments as shown in Exhibits A and B; and

WHEREAS, the combined savings for phase one and phase two are estimated as described below:

General Fund	FY 2025-26	FY 2026-27
Phase One Budget Reductions (Resolution 11463)	\$3,093,130.00	\$3,772,392.00
Phase Two Budget Reductions (Resolution XXXXX)	\$1,159,236.00	\$2,318,473.00
IT Management Services Contract	(\$271,200.00)	(\$406,800.00)
Revised General Fund Budget Reduction Figures	\$3,981,166.00	\$5,684,065.00

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Folsom that the documents attached to this resolution, identified as:

- **Exhibit A:** General Fund Cost Saving Measures for Fiscal Year 2025-26
- **Exhibit B:** Position Detail Summary

are hereby approved and appropriated to the respective departments for their offices and operations in the amounts, and for the objects and purposes, as specified therein.

PASSED AND ADOPTED this 14th day of October 2025, by the following roll-call vote:

AYES: Councilmember(s):
NOES: Councilmember(s):
ABSENT: Councilmember(s):
ABSTAIN: Councilmember(s):

Sarah Aquino, MAYOR

ATTEST:

Christa Freemantle, CITY CLERK