



Where Life is Sweet

Mayor and Members of the City Council
STAFF REPORT
For the Meeting of February 23, 2026

Title/Subject

Resolution No. 2409 – A Resolution To Adopt a FY2025-26 Supplemental Budget

Summary and Background

The total supplemental budget is \$787,750. Most of this supplemental budget relates to projects or items that the timelines were not known at the time of the original budget adoption. Below is a detailed explanation of the proposed changes:

General Fund (~\$255,000)

- Additional amounts for an intern to assist with the records retention digitization project in Manger/Legal
- Increase in the Public Safety Building for furnishings and computer purchases associated with the public safety building remodel
- Non-Departmental change due to implementation of public reporting software and digitization project.
- Revenues are from additional resources above budget and contingency funds

TRT Fund (~\$16,000)

- Additional amounts for community grants that were awarded
- The increase is offset by contingency funds

Utility Fund (~\$160,000)

- Unanticipated increases in chemical costs and equipment repair and replacement in recycled water and water production
- Transfer to reserve for capital purchase
- Covered from additional resources from services and contingency funds

Reserve Fund (~\$241,000)

- Additional amounts for community grant awards
- Amounts for initial Carnegie building project design
- Design costs associated with the proposed lift station (East Theater Lane)
- Parks mower capital purchase from interfund loan proceeds
- The costs for these projects and capital are from grants and an interfund loan

Building Inspection Fund (\$132,000)

- Increase in materials and services for electrical inspection activity
- Covered by offsetting revenue from permit fees

Tie-In to Council Goals

N/A

Fiscal Information

Total supplemental budget is \$787,750. The City's total budget changes from \$128,076,639 to \$128,864,389.

Alternatives and Recommendation

Alternatives

1. Adopt Resolution No. 2409 without modification.
2. Adopt Resolution No. 2409 with specific modifications.
3. Direct staff to make major changes to Resolution No. 2409 and bring back at a later date.

Recommended Action/Motion

Adopt Resolution No. 2409 without modification.

Submitted By:

Byron D. Smith