



**TOWN OF LOS GATOS**  
**FINANCE COMMISSION REPORT**

MEETING DATE: 02/09/2026

ITEM NO: 4

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DATE: February 9 2026  
TO: Finance Commission  
FROM: Chris Constantin, Town Manager  
SUBJECT: Receive the FY 2025-26 Mid-Year Budget Report and the Draft FY 2025-26 Forecast.

**RECOMMENDATION:**

Receive the Draft FY 2025-26 Mid-Year Budget Report and the Draft FY 2025-26 Forecast.

**BACKGROUND:**

With the passage of Measure A, the Finance Commission has been tasked with several mandated duties as described in the provisions of the adopted Ordinance. Section 2.50.225. – Duties state that:

- (a) The Finance Commission shall:  
Serve as an on-going, substantive and expert advisory body to the Town and Town Council so that the Town and Town Council can make informed decisions about the Town's financial, budgetary and investment matters and operations related thereto.

**DISCUSSION:**

On February 17, 2026, the Town Council will consider the FY 2025-26 Mid-Year Budget Report, the updated Five-Year Forecast, and recommendations for budget adjustments (see Attachment 1). Staff will provide the Finance Commission comments to the Town Council for the February 17, 2026, meeting.

**PREPARED BY:** Kristina Alfaro  
Administrative Services Director

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Reviewed by: Town Manager and Town Attorney

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PAGE 2 OF 2

SUBJECT: Receive the Town's Draft FY 2025-26 Mid-Year Report and Forecast

DATE: February 6, 2026

Attachment:

1. Town Council Draft FY 2025-26 Mid-Year Budget Report
2. Draft Updated FY 2026-27 Forecast with Forecast History Updated 2-6-2026
3. Revenue Forecast Assumptions
4. Expenditure Forecast Assumptions