



**TOWN OF LOS GATOS
COUNCIL AGENDA REPORT**

MEETING DATE: 08/04/2026

ITEM NO: 10

DATE: July 24, 2026
TO: Mayor and Town Council
FROM: Chris Constantin, Town Manager
SUBJECT: **Approve and Ratify the Accounts Payable Check Registers and Payroll Reports**

RECOMMENDATION: Approve the Accounts Payable Check Registers dated June 12, June 19, June 26, July 3, July 10, July 17, and July 24, 2026, and ratify and approve the Payroll Reports dated June 12, June 26, July 10, and July 24, 2026

FISCAL IMPACT:

Approval and ratification of the reports will have no additional fiscal impact. The reports document \$8,516,614.91 in payments previously issued, consisting of \$4,490,413.91 in accounts payable payments and \$4,026,201.00 in payroll payments. Staff represents that all payments were charged to accounts authorized in the Town Council approved budgets and were within available appropriations.

STRATEGIC PRIORITY:

This item supports the Town's amended 2025 to 2027 Top Strategic Priority to ensure prudent financial management, under the Fiscal Stability Core Goal.

BACKGROUND:

Pursuant to Town Municipal Code section 2.30.020 (d) payroll warrants need not be audited by the Town Council prior to payment. Payrolls shall be presented to the Town Council for ratification and approval at the regular meeting after delivery of the payroll warrants.

The Town Code does not provide specific direction on accounts payable. However, Government Code Section 37208 provides the following guidance:

PREPARED BY: Diane Howard
Finance Division Manager

Reviewed by: Town Manager, Assistant Town Manager, Town Attorney, and Administrative Services Director

(a) Payroll warrants or checks need not be audited by the legislative body prior to payment. Payrolls shall be presented to the legislative body for ratification and approval at the first meeting after delivery of the payroll warrants or checks.

(b) Warrants or checks drawn in payment of demands certified or approved by the city clerk as conforming to a budget approved by ordinance or resolution of the legislative body need not be audited by the legislative body prior to payment.

(c) Notwithstanding subdivisions (a) and (b), budgeted payrolls and demands paid by warrants or checks may be presented to the legislative body for ratification and approval in the form of an audited comprehensive annual financial report.

DISCUSSION:

Administrative Services staff presents biweekly payroll reports to the Council on consent, as prescribed in the Municipal Code.

Although not specifically required under Municipal Code or the Government Code, it is considered good practice to report on checks paid by a government agency. As such, staff provides accounts payable check registers, along with payroll reports, on a biweekly basis as part of the consent calendar for regular council meetings.

Accounts payable and payroll for the following periods have been audited and approved by staff for the following payments:

<u>Type</u>	<u>Check Date</u>	<u>Amount</u>
Accounts Payable	June 12, 2026	\$ 220,434.92
Payroll	June 12, 2026	\$ 1,081,649.00
Accounts Payable	June 19, 2026	\$ 193,003.36
Accounts Payable	June 26, 2026	\$ 362,261.84
Payroll	June 26, 2026	\$ 982,908.00
Accounts Payable	July 3, 2026	\$ 220,482.24
Accounts Payable	July 10, 2026	\$ 1,842,081.88
Payroll	July 10, 2026	\$ 1,008,360.00
Accounts Payable	July 17, 2026	\$ 1,214,860.29
Accounts Payable	July 24, 2026	\$ 437,289.38
Payroll	July 24, 2026	\$ 953,284.00
Combined Accounts Payable and Payroll Total		\$ 8,516,614.91

The attachment packet also includes two void registers. Check 162531 in the amount of \$900 was voided after the payee reported nonreceipt and was reissued to an updated address. Check

161375 in the amount of \$699 was voided after a reported mail service disruption and was reissued. The voided amounts are not additional expenditures and are not included twice in the totals above.

ALTERNATIVES:

The Council may request clarification or correction of a specified register and continue consideration of that portion of the item. Because the payroll warrants have already been delivered, staff recommends that any requested correction be narrowly identified and returned promptly for Council ratification and approval.

CONCLUSION:

Presenting the payroll reports for Council ratification and approval complies with the Town Code and Government Code. Presenting the accounts payable registers provides additional transparency and Council oversight as an administrative best practice.

ENVIRONMENTAL ASSESSMENT:

This is not a project defined under CEQA, and no further action is required.

ATTACHMENTS:

1. Accounts Payable Register for 6/12/2026
2. Payroll by Location for 06/12/2026
3. Accounts Payable Register for 06/19/2026
4. Accounts Payable Register for 06/26/2026
5. Payroll by Location for 06/26/2026
6. Accounts Payable Register for 07/03/2026
7. Accounts Payable Register for 07/10/2026
8. Payroll by Location for 07/10/2026
9. Accounts Payable Register for 07/17/2026
10. Accounts Payable Register for 07/24/2026
11. Payroll by Location for 07/24/2026