



MEETING DATE: September 22, 2026
PRESENTED BY: Andy Garcia, Co-Interim City Manager
AGENDA ITEM: Discussion and action related to approval of Resolution # ____ amending and restating Resolution No. 1294, as amended, establishing the City's Fund Balance Policy. – A. Garcia

NATURE OF REQUEST:

Request approval to amend the City's Fund Balance Policy to require a formal corrective action plan when a fund, interfund balance, or other applicable financial condition remains out of compliance beyond an established cure period. The action plan will identify the amount requiring correction, responsible funds or departments, repayment or restoration methodology, funding sources, implementation timeline, monitoring requirements, and periodic reporting until compliance is restored. The amendment will also retain and clarify the City's existing fund-balance, reserve, replenishment, and assignment requirements. Resolution No. 1294 currently provides the City's two-month General Fund unrestricted fund-balance requirement and replenishment provisions.

BUGETED: N/A **FUND:** _____ **ACCT. #:** _____

BUDGET: \$ _____ **EST. COST:** \$ _____ **CURRENT BUDGET BALANCE:** \$ _____

STAFF RECOMMENDATION:

Approval

Departmental Approval: N/A

Advisory Board Recommendation: N/A

City Manager's Recommendation: Approval AG

RECORD OF VOTE: **APPROVED:** _____

DISAPPROVED: _____

TABLED: _____

_____ **AYES**

_____ **NAYS**

_____ **DISSENTING** _____