



CITY OF NOVI CITY COUNCIL
MAY 4, 2026

SUBJECT: Approval of resolution to authorize Budget Amendment #2026-4

SUBMITTING DEPARTMENT: Finance

KEY HIGHLIGHTS:

- \$151,522 use of General Fund fund balance. Overall, the General Fund budgeted revenues exceed budgeted expenditures by \$103,951 after this amendment resolution.
- There is a reduction in the Drain Fund due to a project budgeted twice.
- Library budgets were amended as approved by the Library's Board.
- Public Safety Building Fund 464 has no net change. Expenditure budgets need to be increased awaiting funds from the spring bond sale.
- Water and Sewer Fund has an increase in expenditures for various capital, overtime and other charges and services.

BACKGROUND INFORMATION:

The City's annual budget is adopted by the third Monday in May each year and is effective July 1st each year. The budget is adopted at a function level (vs. line item). In accordance with the State Budget Act, budget amendments are completed throughout the fiscal year to reflect the most current information available related to revenue and expenditure budgets. Budget amendments that have a positive or negative impact on fund balance or change the function total are prepared for Council approval. Amendments between line-items within the same budget function (that do not have any impact on fund balance) are managed at the administration level. The amendments are based on actual and projected activity-to-date.

The third quarter budget amendment resolution and budget amendment details are attached.

RECOMMENDED ACTION: Approval of resolution to authorize Budget Amendment #2026-4.