



CITY OF NOVI CITY COUNCIL FEBRUARY 9, 2026

SUBJECT: Approval of resolution to authorize Budget Amendment #2026-3

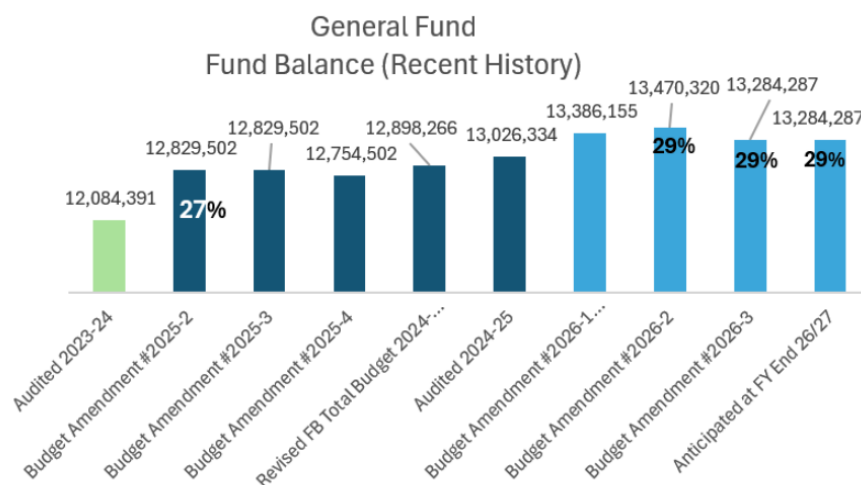
SUBMITTING DEPARTMENT: Finance

KEY HIGHLIGHTS:

- \$188,513 use of General Fund fund balance.
- No net change to Major Street's fund balance. Reduction of Transfer from Municipal Street Fund to Major to account for project changes.
- Parks Fund 208 and Public Improvement Fund 445 have reductions in expenditure budget needed.
- Public Safety Building Fund 464 has no net change. Expenditure budgets need to be established awaiting funds from the spring bond sale.

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 affect the 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 second quarter budget amendment resolution and budget amendment details are attached. Budget Amendment 2026-3 proposes the use of fund balance to support weekend staffing of the City's four fire stations.

RECOMMENDED ACTION: Approval of resolution to authorize Budget Amendment #2026-3.