

Policy Briefing Summary

City Council



Regarding:	Resolution to Appropriate \$356,805 in Additional Funds to the Streets and Sidewalks Division Operating Budget (1 of 2 readings)
Staff Contact(s):	Jonathan Dean, Public Service Manager, Steven Hicks, Director of Public Works
Presenter:	Krisy Hammill, Director of Budget
Date of Proposed Action:	June 1, 2026

Issue

In FY 2026, the City received \$356,805 in unexpected revenue. Staff requests allocating these funds to the Streets and Sidewalks division budget within Public Works to cover unforeseen snow and other costs, and to support remaining fiscal year expenses.

Background / Rule

Amendments to the City's budget must be approved by City Council in order to be spent.

Analysis

Overview of Unbudgeted Revenue

The Streets and Sidewalks division generated and collected additional revenue during FY 2026, which was not originally included in the department's budget. This supplemental income amounts to \$224,816 and has been received through various sources, such as reimbursements for overtime expenses related to special events and concrete work, insurance reimbursements, restitution for damaged City property, and proceeds from the sale of surplus property. Furthermore, as part of its FY 2025 closeout, Jaunt returned \$131,989 to the City. Combined, these unanticipated revenue sources total \$356,805.

Operational Expenses and Funding Needs

The Streets and Sidewalks division budget faced \$558,000 in unexpected costs for snow operations including chemicals, vehicle repairs, and contracted services, as well as \$192,000 in overtime, which was reimbursed as part of \$224,816 reference in the revenue section above. While some expenses were offset by cutting other spending, more funds are needed to cover upcoming expenses before year-end. Staff requests that \$356,805 in unanticipated revenue be allocated to increase the division's budget for ongoing operational costs.

Financial Impact

The expenses incurred have a direct effect on the City's General Fund. However, the receipt of supplementary unanticipated revenues provides an opportunity to offset these additional costs, thereby preserving the integrity of the General Fund balance without necessitating a fund transfer from alternative sources.

Recommendation

Staff recommends approval of the resolution to the appropriate funds.

Recommended Motion (if Applicable)

Attachments

1. Resolution to Appropriate Funds to Streets and Sidewalks Budget