

**RESOLUTION NO. 26-XXX**

**A RESOLUTION OF THE CUPERTINO CITY COUNCIL ADOPTING AN  
OPERATING BUDGET FOR  
FISCAL YEAR 2026-27 BY RATIFYING THE ADEQUACY OF ESTIMATED  
REVENUES AND FUND BALANCES IN EACH FUND TO COVER  
APPROPRIATED MONIES, APPROPRIATING MONIES THEREFROM FOR  
SPECIFIED ACTIVITIES AND ACCOUNTS, AND SETTING FORTH  
CONDITIONS OF ADMINISTERING SAID BUDGET**

WHEREAS, the orderly administration of municipal government is dependent on the establishment of a sound fiscal policy of maintaining a proper ratio of expenditures within anticipated revenues and available monies; and

WHEREAS, the extent of any project or program and the degree of its accomplishment, as well as the efficiency of performing assigned duties and responsibilities, is likewise dependent on the monies made available for that purpose; and

WHEREAS, the City Manager has submitted their estimates of anticipated revenues and fund balances, has determined that estimated revenues and fund balances are adequate to cover appropriations, and has recommended the allocation of monies for specified program activities;

NOW, THEREFORE, BE IT RESOLVED that the City Council does hereby adopt the following sections as a part of its fiscal policy:

Section 1. The estimates of available fund balances and anticipated resources to be received in each of the several funds during Fiscal Year 2026-27, as submitted by the City Manager in her proposed budget and amended during the budget study sessions, are sufficient to cover appropriations.

Section 2. There is appropriated from each of the several funds the sum of money set forth as expenditures for the funds named in the Fiscal Year 2026-27 Proposed Budget Financial Overview by Fund (Exhibit A), as amended during the budget sessions, and stated for the purposes as expressed and estimated for each department.

Section 3. The City Manager is hereby authorized to administer and transfer appropriations between Budget Accounts within the Operating Budget when in their opinion such transfers become necessary for administrative purposes.

Section 4. The Director of Administrative Services shall prepare and submit to City Council quarterly a revised estimate of Operating Revenues.

Section 5. The Director of Administrative Services is hereby authorized to continue appropriations for operating expenditures that are encumbered or scheduled to be encumbered at year end.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Cupertino this 16<sup>th</sup> day of June, 2026, by the following vote:

Vote                      Members of the City Council

AYES:

NOES:

ABSENT:

ABSTAIN:

SIGNED:  _____ Kitty Moore, Mayor City of Cupertino	_____ Date
ATTEST:  _____ Lauren Sapudar, City Clerk	_____ Date

Exhibit A

FISCAL YEAR 2026-27 FINAL OPERATING BUDGET  
FINANCIAL OVERVIEW BY FUND

Revenue Categories	2026-27 Final Budget							All Funds
	General Fund	Special Revenue Fund	Debt Service Fund	Capital Project Funds	Enterprise Funds	Internal Service Funds		
Sales Tax	16,903,174	-	-	-	-	-	-	16,903,174
Property Tax	35,714,902	-	-	-	-	-	-	35,714,902
Transient Occupancy	7,676,155	-	-	-	-	-	-	7,676,155
Utility Tax	4,102,431	-	-	-	-	-	-	4,102,431
Franchise Fees	4,475,281	-	-	-	-	-	-	4,475,281
Other Taxes	1,763,401	4,532,926	-	-	-	-	-	6,296,327
Licenses & Permits	6,528,411	-	-	-	-	-	-	6,528,411
Use of Money & Property	8,476,479	1,211,647	-	-	501,550	102,188	-	10,291,864
Intergovernmental	5,231,221	5,289,740	-	-	15,078	-	-	10,536,039
Charges for Services	15,616,424	1,534,607	-	-	5,472,972	6,173,534	-	28,797,537
Fines & Forfeitures	413,760	3,000	-	-	-	-	-	416,760
Miscellaneous	2,234,898	1,633	-	-	-	4,000	-	2,240,531
Other Financing Sources	367,000	-	-	-	-	470,267	-	837,267
Transfers In	15,000	2,114,000	2,675,100	-	690,000	3,026,000	-	8,520,100
<b>TOTAL REVENUES</b>	<b>\$ 109,518,537</b>	<b>\$ 14,687,553</b>	<b>\$ 2,675,100</b>	<b>\$ -</b>	<b>\$ 6,679,600</b>	<b>\$ 9,775,989</b>	<b>\$ -</b>	<b>\$ 143,336,779</b>

Appropriation Categories	2026-27 Final Budget							All Funds
	General Fund	Special Revenue Fund	Debt Service Fund	Capital Project Funds	Enterprise Funds	Internal Service Funds		
Employee Compensation	26,125,573	1,743,494	-	-	2,128,091	1,885,332	-	31,882,490
Employee Benefits	11,213,349	804,100	-	-	786,815	2,360,208	-	15,164,472
Materials	6,801,762	583,495	-	-	585,750	1,527,059	-	9,498,066
Contract Services	41,938,223	524,800	1,500	-	3,088,381	1,932,318	-	47,485,222
Cost Allocation	12,168,069	2,142,947	-	-	1,742,496	950,974	-	17,004,486
Capital Outlays	344,000	1,747,075	-	-	-	-	-	2,091,075
Special Projects	434,000	2,005,865	-	-	-	1,250,000	-	3,689,865
Contingencies	50,000	-	-	-	-	-	-	50,000
Debt Service	-	-	2,673,600	-	-	-	-	2,673,600
Transfers Out	9,005,100	15,000	-	-	-	-	-	9,020,100
Other Financing Uses	1,842,000	-	-	-	183,047	733,841	-	2,758,888
<b>TOTAL EXPENDITURES</b>	<b>\$ 109,922,076</b>	<b>\$ 9,566,776</b>	<b>\$ 2,675,100</b>	<b>\$ -</b>	<b>\$ 8,514,580</b>	<b>\$ 10,639,732</b>	<b>\$ -</b>	<b>\$ 141,318,264</b>

<b>CHANGE IN FUND BALANCE/ NET POSITION</b>	<b>\$ (403,539)</b>	<b>\$ 5,120,777</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,834,980)</b>	<b>\$ (863,743)</b>	<b>\$ -</b>	<b>\$ 2,018,515</b>
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