



# **Administrative Overview**

## **Fiscal Year 2026 Budget**

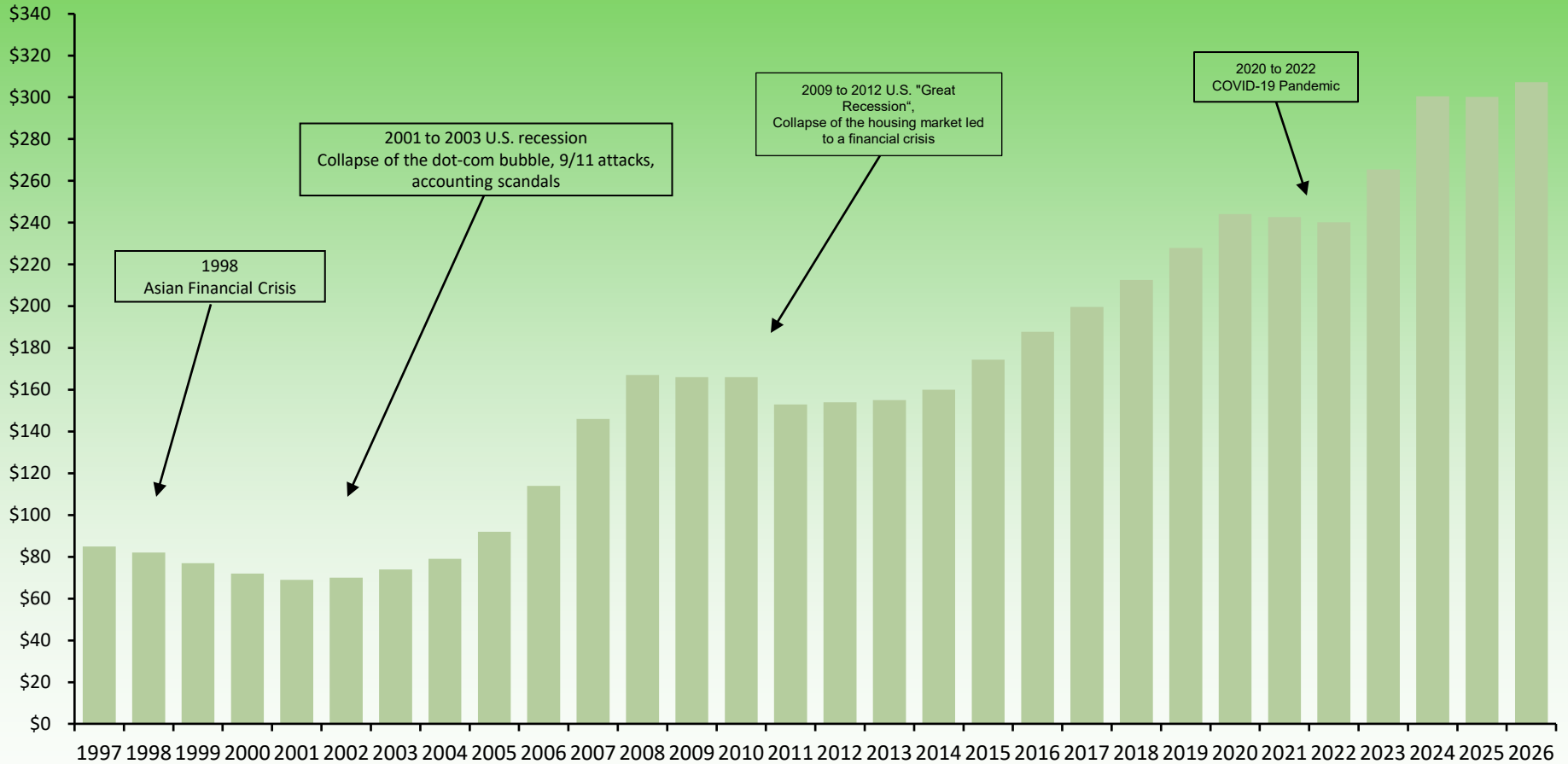
**March 10, 2025**

# Revenues

# Comparison of Key Revenues (In Millions)

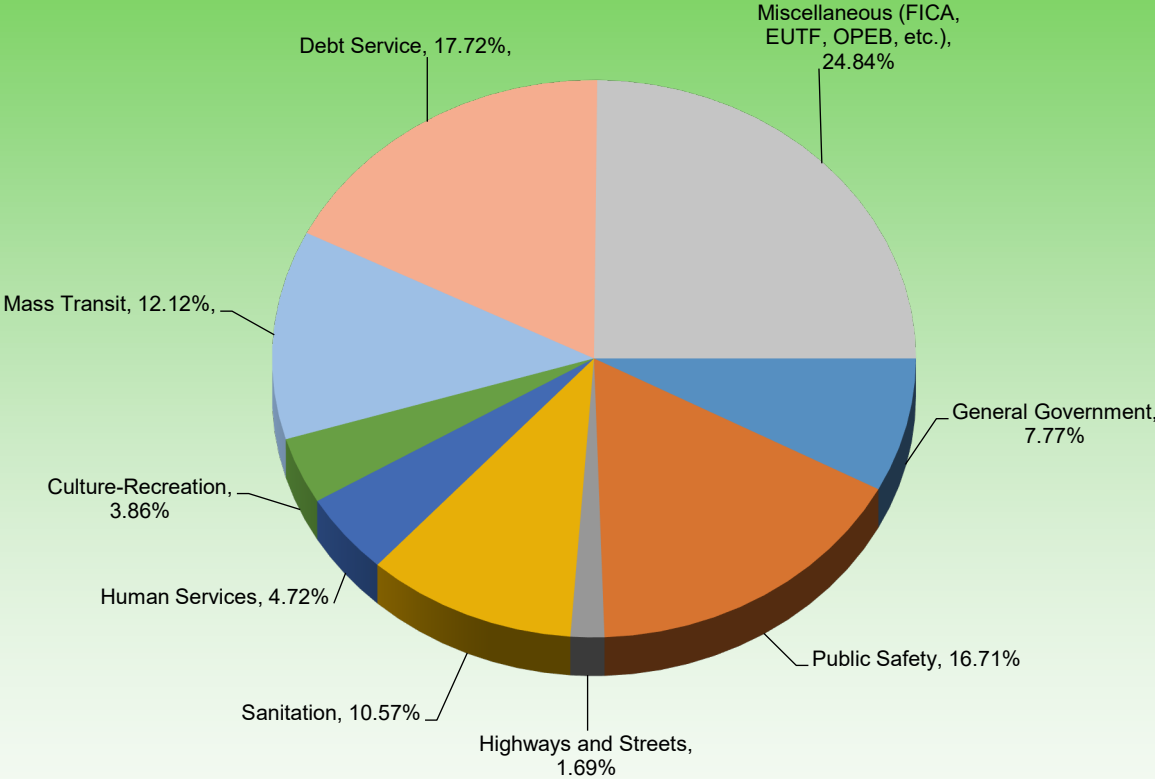
	<u>FY 2025</u> <u>Appropriated</u>	<u>FY 2026</u> <u>Proposed</u>	<u>Increase</u> <u>(Decrease)</u>
Real Property Tax	\$1,728.5	\$1,774.3	\$45.8
Transient Accommodations Tax	\$93.9	\$108.2	\$14.3
Motor Vehicle Weight Tax	\$184.8	\$185.0	\$0.2
Fuel Tax	\$42.7	\$42.7	\$0.0
PUC Franchise Tax	\$61.8	\$60.7	(\$1.1)
Public Service Company Tax	\$48.1	\$56.8	\$8.7
Investment Pool (General Fund)	\$12.4	\$25.0	\$12.6
	<b>\$2,172.2</b>	<b>\$2,252.7</b>	<b>\$80.5</b>

# Real Property Assessments (In Billions)



# Operating Expenditures Budget Overview

# Fiscal Year 2026 Operating Budget Expenditures \$3.93 Billion



# Long-term Liabilities/Commitments

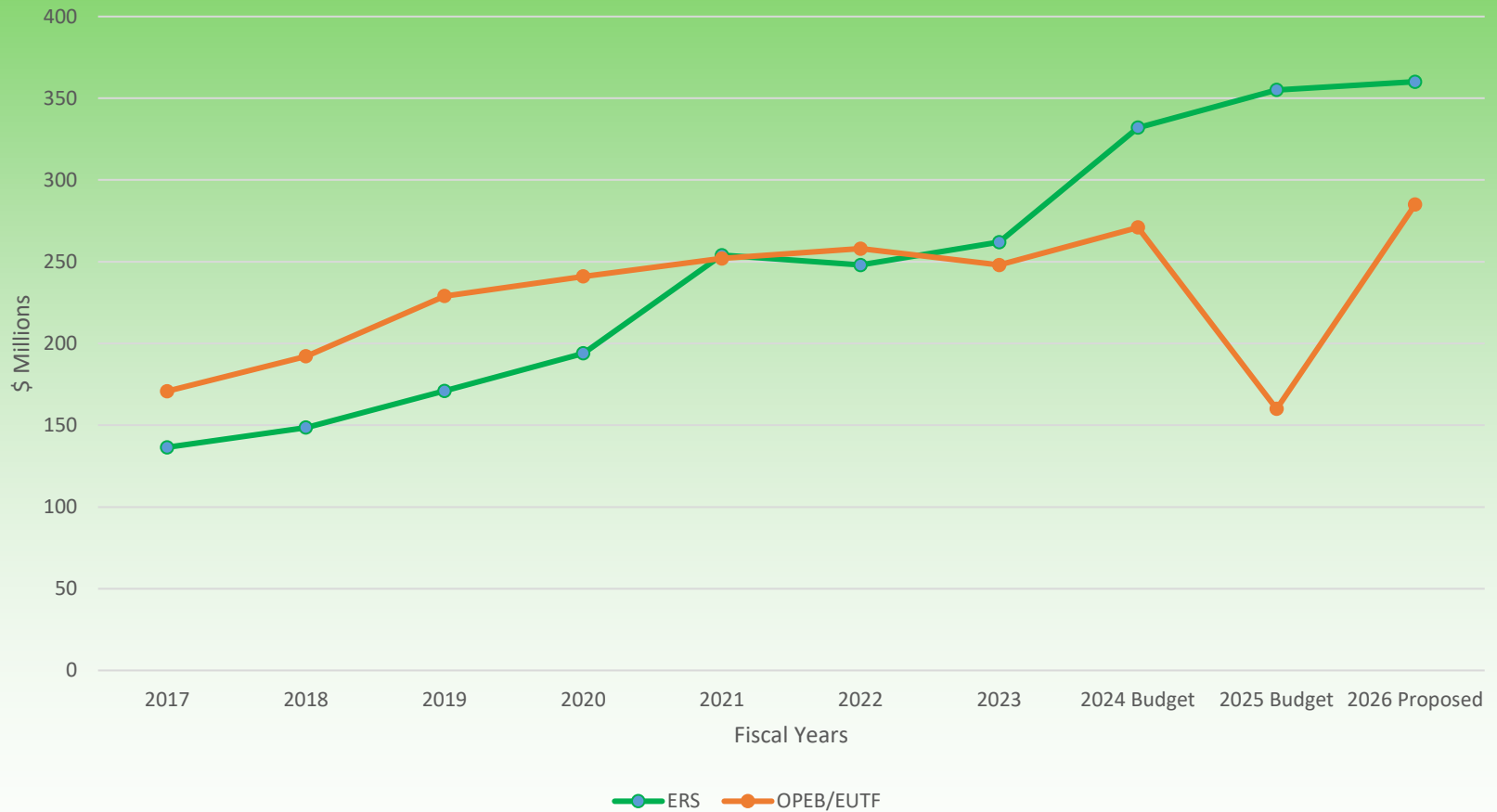
- OPEB
- ERS
- Debt Service
- Rail Operations and Project Costs
- Collective Bargaining Impact to FY26 and Future Years

# Increase in Executive Operating Budget was primarily due to the following:

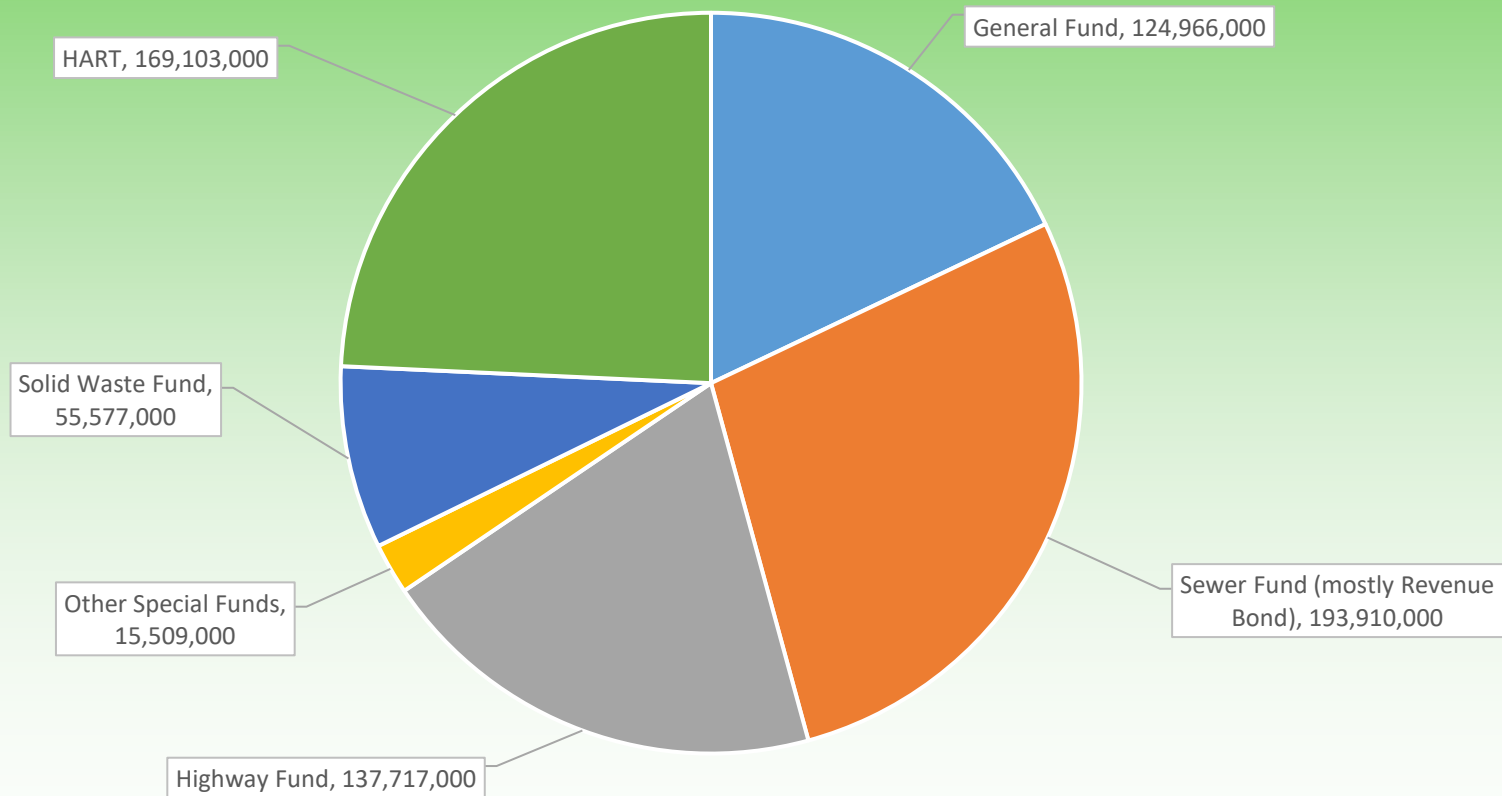
- Department budgets increased by \$147 million primarily due to:
  - Increases in public transportation costs (bus and rail), \$48.9 million
  - Funding of the green waste program and a new wastewater billing system in sanitation, \$39.1 million
  - Increases in salaries due to overtime for public safety and recruitment initiatives to improve staffing \$34.2 million
- Fringe Benefits and Provisionals increased by \$163 million primarily due to:
  - OPEB \$117 million increase
  - New Provision for Homeless Shelter, Respite and Outreach \$10 million
  - New Provision for Federally Funded Program Contingencies: \$10 million
  - New Provision for Climate Resiliency Activities \$8.9 million



# ERS and OPEB/EUTF Expenditures FY2017 to FY2026



# Debt Service by Funding Source



# Rail Operations and Maintenance Costs

- \$120.7 million operations and maintenance costs in DTS.
- Second segment captures two major employment centers; the Pearl Harbor shipyard and the Daniel K. Inouye International Airport.
- Commitment to seamless multimodal transit operations between Skyline, TheBus, and TheHandi-Van.

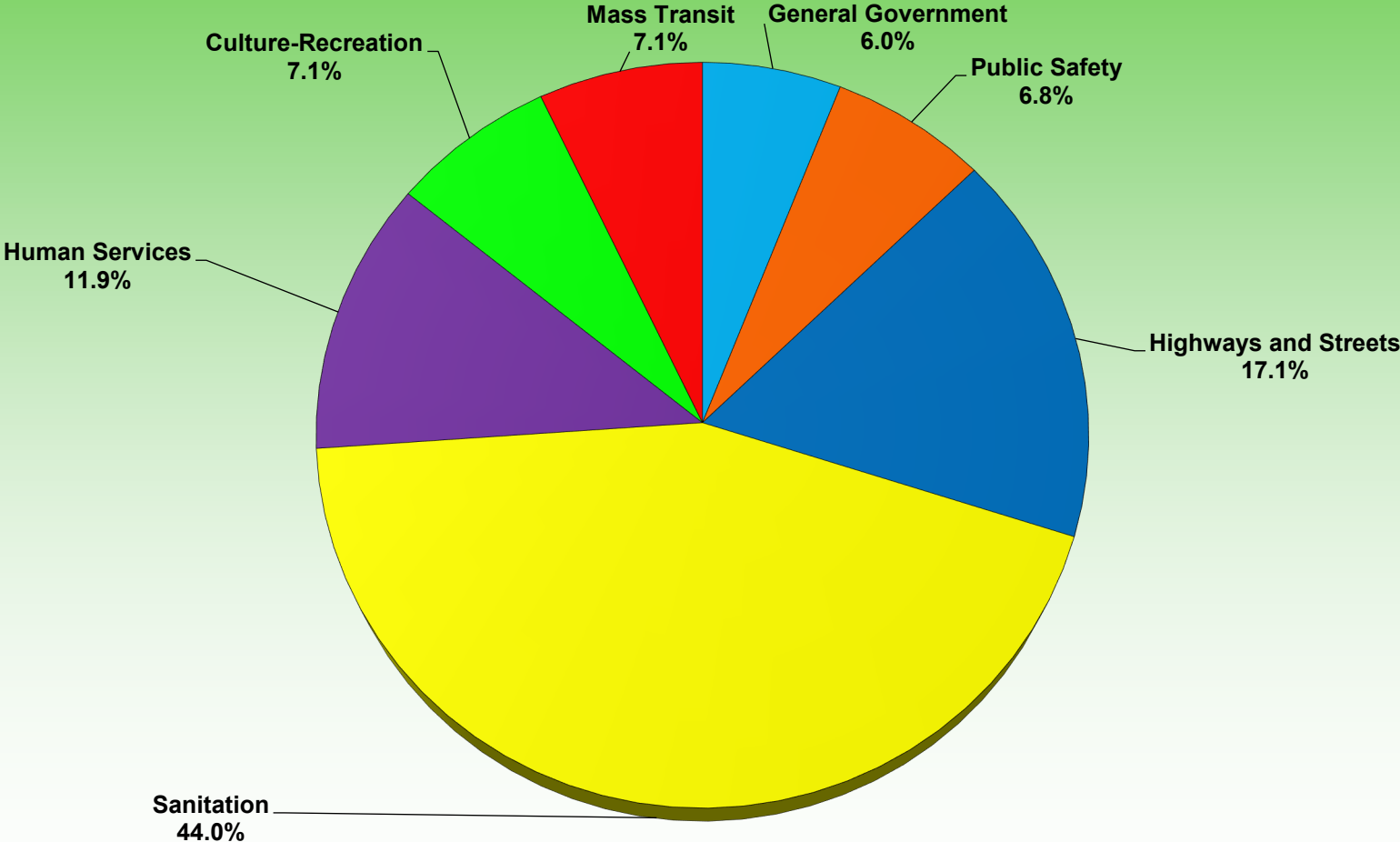
# CIP Budget Overview

# Focus

- Strategic Investments in Infrastructure
- Meet Health & Safety Needs
- Investment in City's Parks, Recreational & Cultural Facilities
- Drive Transit Oriented Development (TOD) & Multimodal Integration with Rail
- Fund Projects Mandated by State or Federal Law

# Fiscal Year 2026 CIP Budget

## \$1.21 Billion



# \$166 million increase in FY 2026 CIP budget was primarily due to the following:

- \$86 million increase in Sanitation (Refuse and Wastewater) projects
- \$44 million increase in Highways and Streets projects due to increases in projects including Salt Lake Blvd. Widening project; Reconstruction of Storm Drain Structures, Kakaako; and Bridge Rehabilitation at Various Locations projects.
- \$39 million increase in Human Services projects, due to increases in affordable housing projects.

# CIP Projects

- The FY 2026 CIP of \$1.21 billion targets \$697.9 million for construction of:
  - Police, Fire, Ambulance and Ocean Safety Facility Improvements
  - Refuse and Wastewater Facility and Infrastructure Improvements
  - Electrification of Transportation Infrastructure Improvements
  - Highways, Streets, Bridge, Storm Drainage and Street Lighting Improvements
  - Parks, Golf Courses, Blaisdell and Zoo Improvements
  - Bus Facility and Transit Oriented Development Improvements
  - Homeless Facilities
- The FY 2026 CIP also includes \$95.3 million for the planning and design of improvements to support the delivery of core City services.



**Thank You**