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Administrative Overview

Fiscal Year 2027 Budget

March 9, 2026

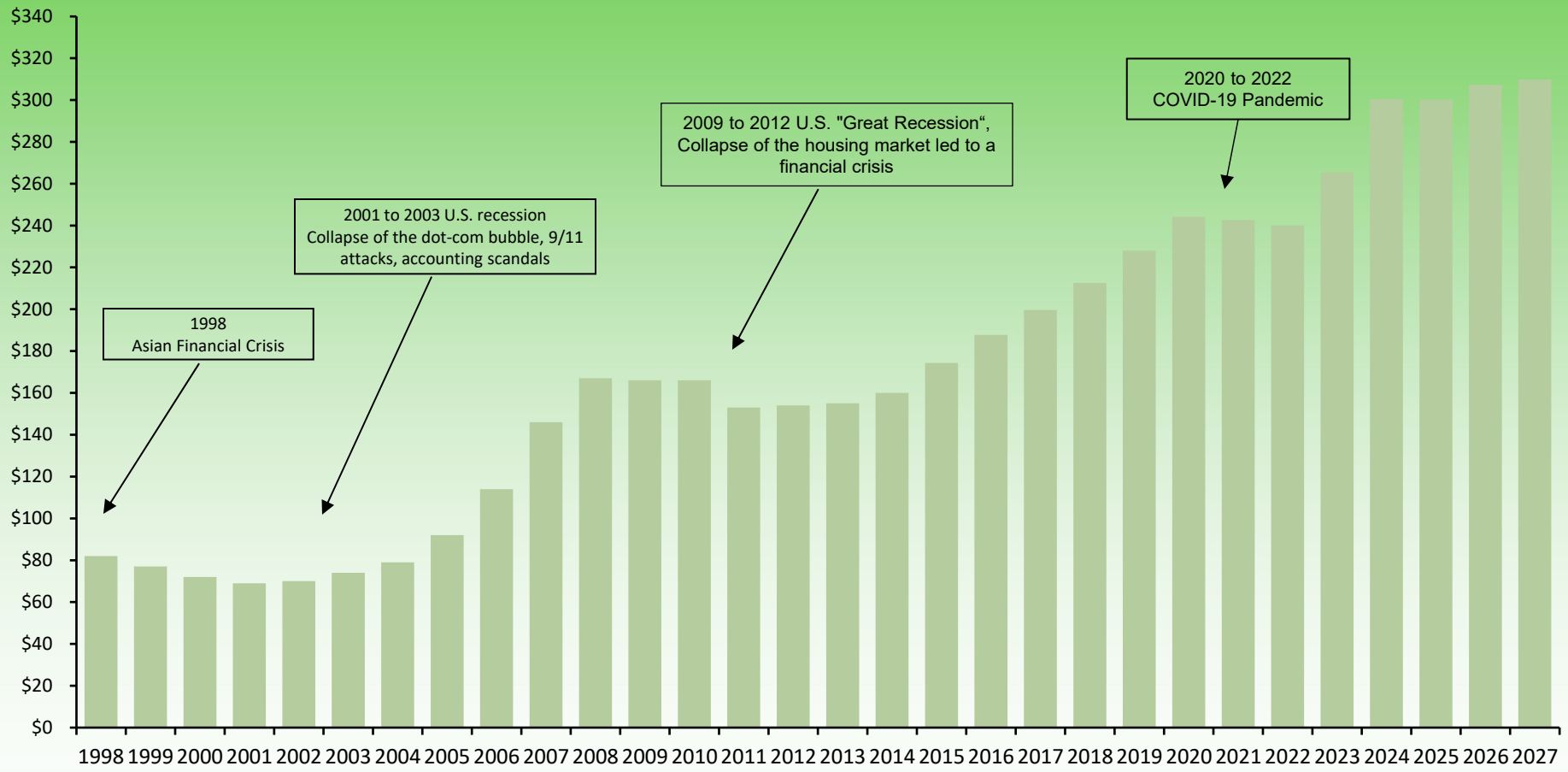
DEPT. COM. 164(26)
BUD

Revenues

Comparison of Key Revenues (In Millions)

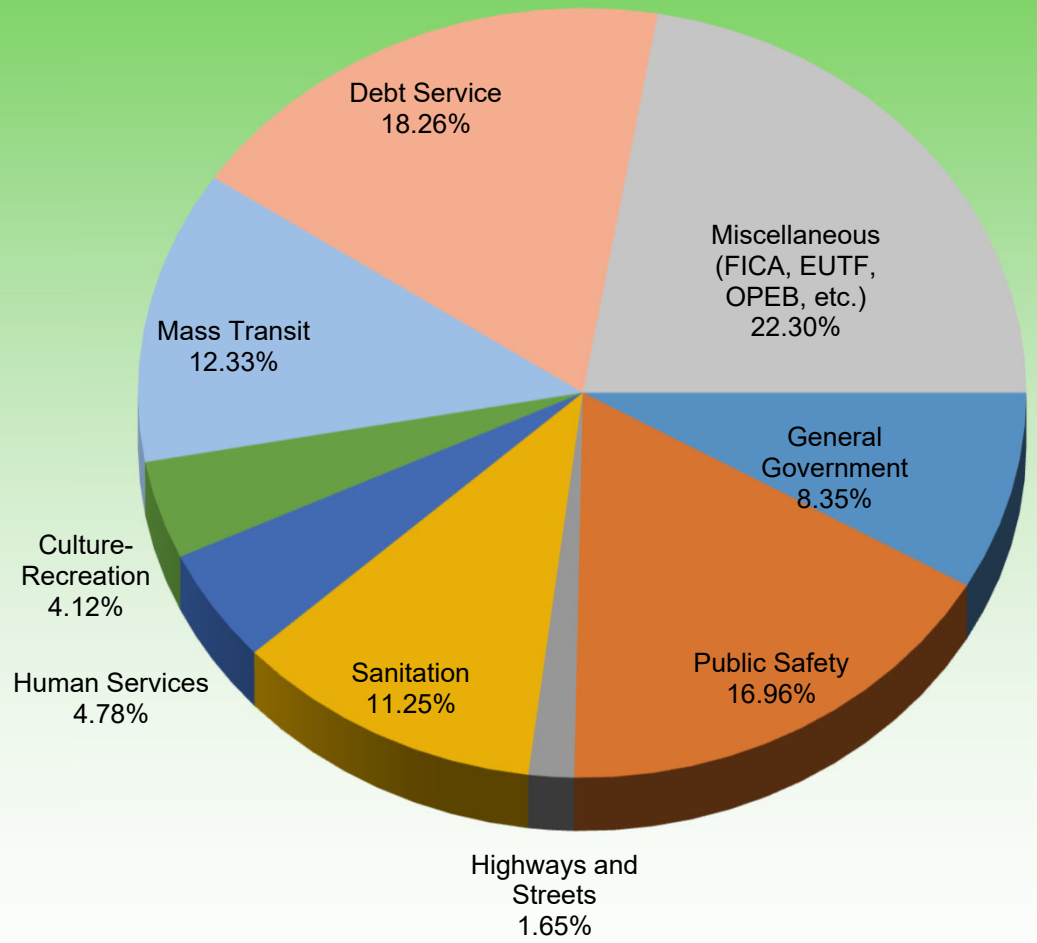
	FY 2026 Appropriated	FY 2027 Proposed	Increase (Decrease)
Real Property Tax	$1,774.3	$1,793.7	$19.4
Transient Accommodations Tax	$108.2	$106.7	($1.5)
Motor Vehicle Weight Tax	$185.0	$188.9	$3.9
Fuel Tax	$42.7	$41.2	($1.5)
PUC Franchise Tax	$60.7	$57.5	($3.2)
Public Service Company Tax	$56.8	$52.0	($4.8)
Investment Pool (General Fund)	$25.0	$23.5	($1.5)
	$2,252.7	**$2,263.5**	**$10.8**

Real Property Assessments
(In Billions)



Operating Expenditures Budget Overview

Fiscal Year 2027 Operating Budget Expenditures
$3.97 Billion



Long-term Liabilities/Commitments

- OPEB
- ERS
- Debt Service
- Rail Operations and Project Costs
- Collective Bargaining Impact to FY27 and Future Years

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

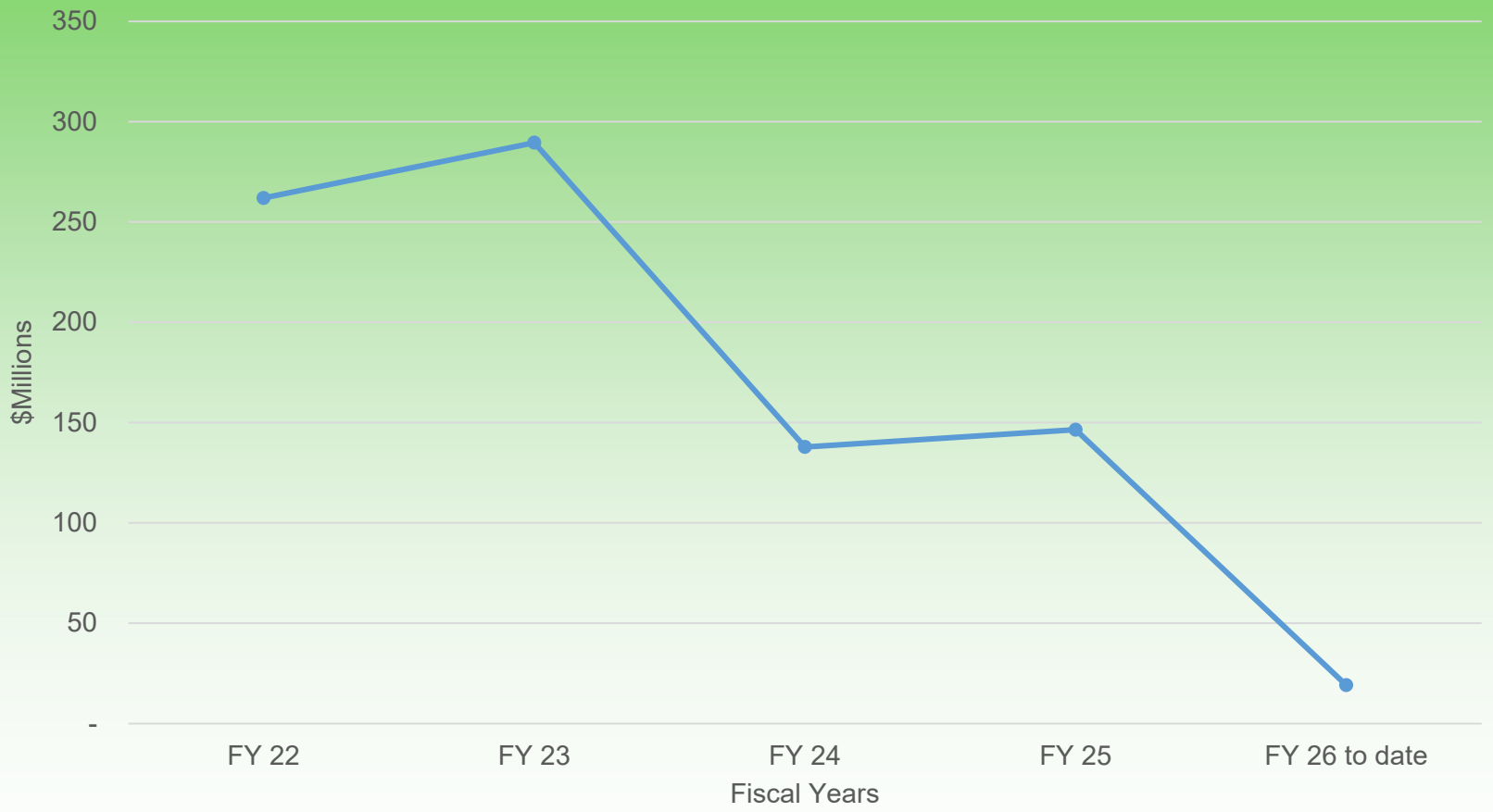
- **Department budgets increased by $96.9 million primarily due to:**
  - Funding of the green waste/food waste program, wastewater chemicals and the wastewater billing system, $23.9 million
  - Increases in salaries for public safety, vehicles and P25 radios, $20.6 million
  - Increases in transportation mobility for contractual services for operation of the City's bus and paratransit services, $13.0 million
  - Increase of $10.5 million for enhanced homeless services

- **Debt Service increased by $28 million, mostly due to an increase of $23 million in Wastewater Debt Service**

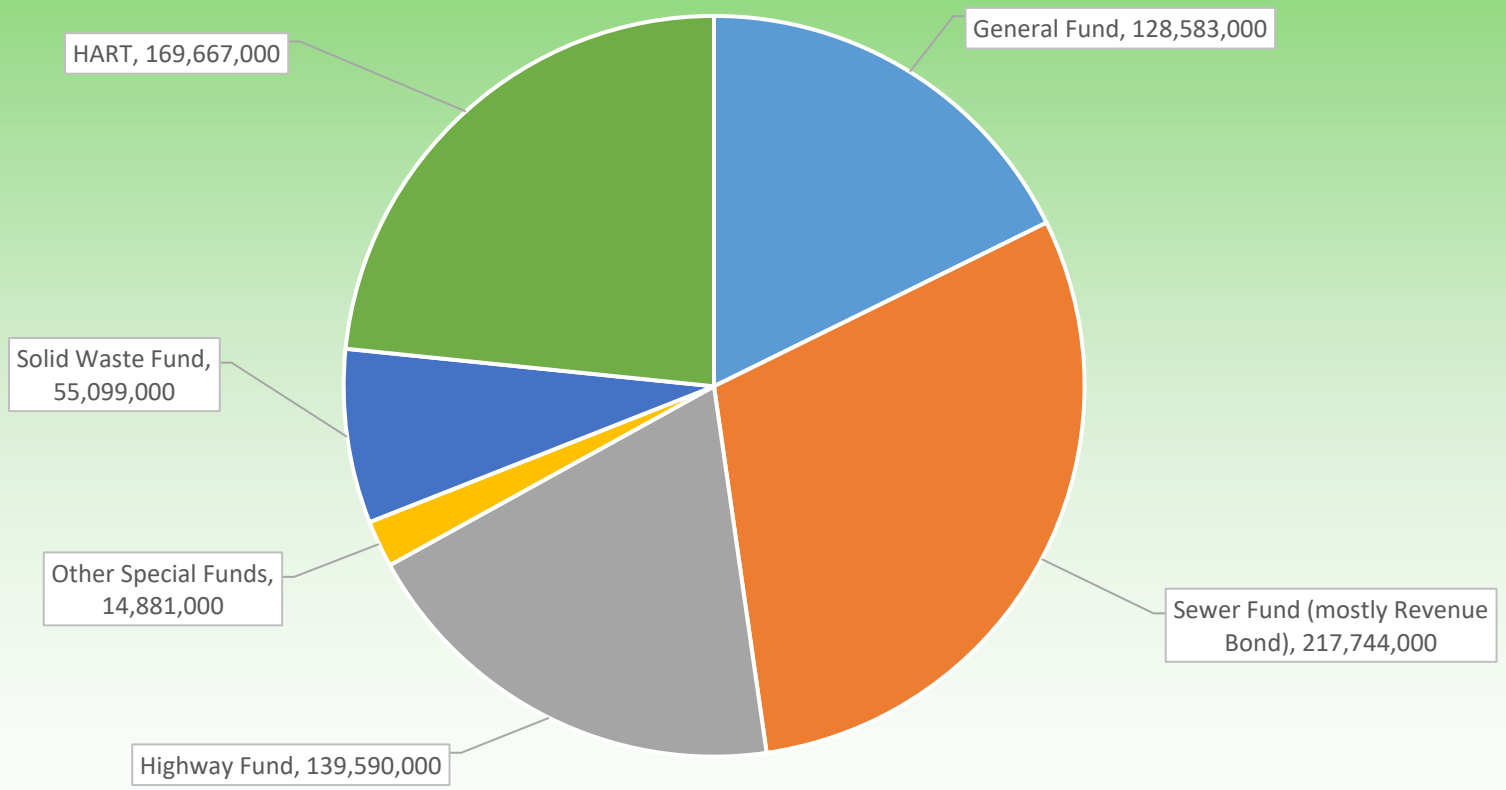
Decrease in Fringe Benefits and Provisionals

- **Decrease of $87 million offsets some of the increases in operating budget. Significant decreases include:**
  - $34.4 million decrease in Provision for Hazard Pay ($0 in FY 27)
  - Reduction of $13.4 million in Provision for Salary Adjustments and Accrued Vacation Pay
  - Reduction of $10.7 million in Retirement System Contributions:
  - Provision for Climate Resiliency Activities $8.9 million in FY 26; funded in CCSR budget in FY 27

CARES, ERA and ARPA Grant Revenues FY 22 to FY 26



Debt Service by Funding Source

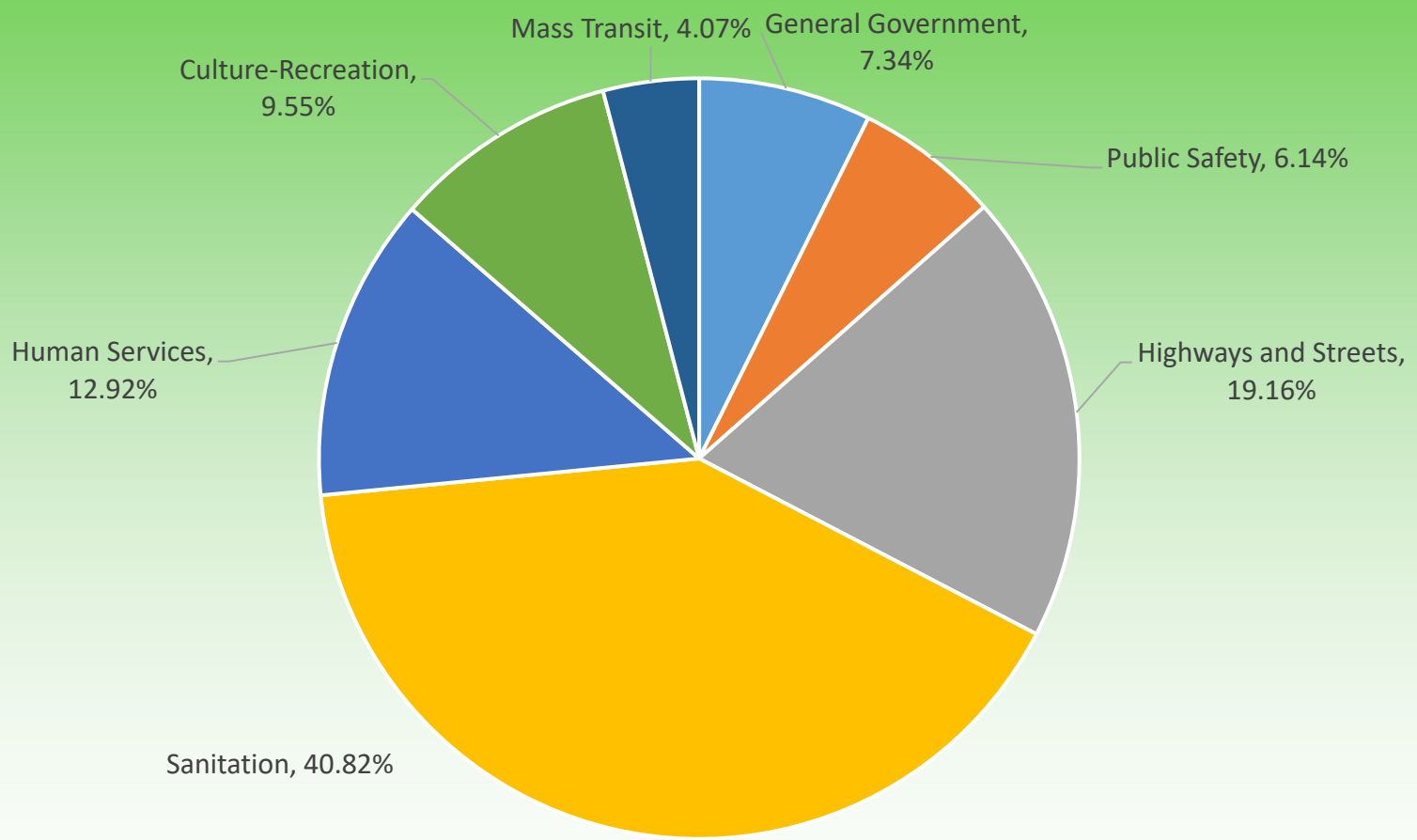


CIP Budget Overview

Focus

- Strategic Investments in Infrastructure
- Fund Projects Mandated by State or Federal Law
- Increase Affordable Housing and Homeless Facilities
- Investment in City's Parks, Recreational & Cultural Facilities

Fiscal Year 2027 CIP Budget
$1.11 Billion



$1.11 Billion Commitment to Capital Infrastructure Improvements:

- $454.8 million for Sanitation projects including wastewater capital improvements
- $213.4 million for Highways and Streets projects
- $595.1 million or 53.4% for Construction and Inspection phases to focus on project completion
- $195.1 million for planning and design of improvements to support the delivery of core City services.

Thank You