



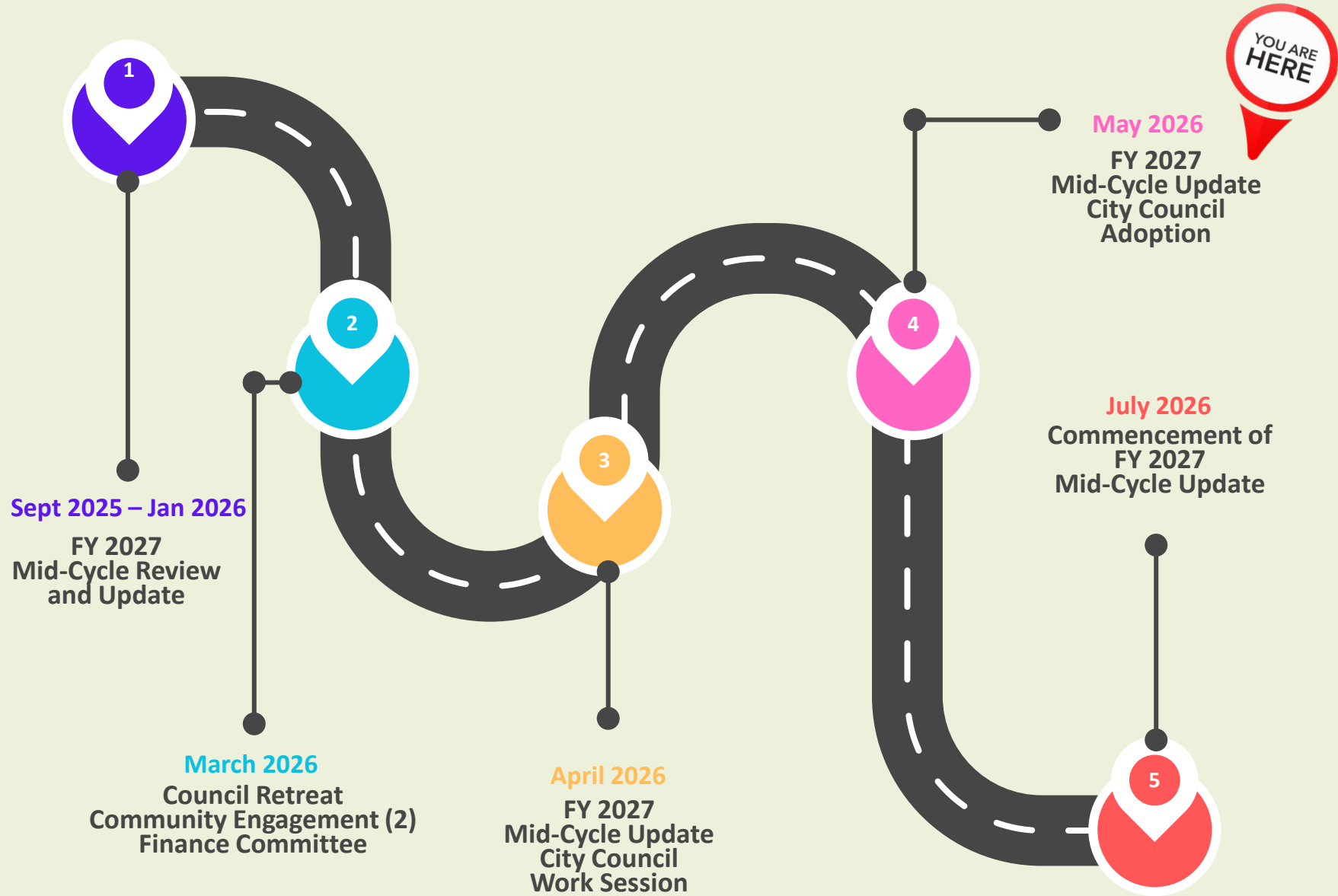
City of  **San Leandro**

# Proposed FY 2027 Adjusted Budget

City Council  
May 4, 2026



# FY 2027 Mid-Cycle Update Budget Process



May 4, 2026

# General Fund: Changes Since April 13, 2026

## Eliminate Economic Development Studies

- \$50,000 (FY 2027)
- \$50,000 (FY 2028)

## Reduce Business Incentive Program

- Original Program Budget = \$157,000
- Retain Funding of \$25k (FY 2027) and \$25k (FY 2028)

# Proposed FY 2027 General Fund Adjusted Budget (Revenue)

	A	B	C	D
1	Revenue Category	FY 2027 Adopted	FY 2027 Adjusted	Change (\$)
2	Property Taxes	\$35.4M	\$35.4M	\$0.0M
3	Sales & Use Taxes	\$56.5M	\$53.6M	-\$2.9M
4	Other Taxes	\$30.8M	\$30.8M	\$0.0M
5	Franchise Taxes	\$7.6M	\$7.7M	\$0.0M
6	Licenses & Permits	\$11.9M	\$12.2M	\$0.2M
7	Fines & Forfeits	\$0.4M	\$0.8M	\$0.4M
8	Use of Money & Property	\$3.6M	\$4.3M	\$0.7M
9	Other Agencies	\$1.0M	\$1.0M	\$0.0M
10	Charges for Services	\$3.6M	\$4.1M	\$0.6M
11	Donations	\$0.0M	\$0.0M	\$0.0M
12	Reimbursements & Misc.	\$0.0M	\$0.0M	\$0.0M
13	Miscellaneous Revenues	\$0.7M	\$0.7M	\$0.0M
14	Internal Service Funds	\$2.9M	\$3.1M	\$0.2M
15	<b>Total Revenue</b>	<b>\$154.4M</b>	<b>\$153.7M</b>	<b>-\$0.7M</b>

# Proposed FY 2027 General Fund Adjusted Budget (Expenditures + Interfund Transfers)

	A	B	C	D
1	Department	FY 2027 Adopted	FY 2027 Adjusted	Change (\$)
2	City Manager's Office & Legislative*	\$8.0M	\$7.6M	-\$0.4M
3	Finance	\$5.1M	\$4.9M	-\$0.2M
4	Human Resources	\$2.9M	\$2.8M	-\$0.1M
5	Library	\$9.8M	\$9.3M	-\$0.5M
6	Recreation & Parks	\$11.8M	\$11.6M	-\$0.1M
7	Human Services	\$3.8M	\$3.4M	-\$0.4M
8	Public Works	\$10.0M	\$9.4M	-\$0.6M
9	Community Development	\$11.1M	\$9.8M	-\$1.3M
10	Fire	\$36.9M	\$36.2M	-\$0.7M
11	Police	\$51.7M	\$50.9M	-\$0.9M
12	Non-Department	\$4.8M	\$4.6M	-\$0.3M
13	<b>Operating Expenditures</b>	<b>\$155.9M</b>	<b>\$150.6M</b>	<b>-\$5.4M</b>
14	Interfund Transfers	\$4.9M	\$8.5M	\$3.6M
15	<b>Total Expenditures + Transfers</b>	<b>\$160.8M</b>	<b>\$159.1M</b>	<b>-\$1.7M</b>

\*Council directed to not include changes in Council compensation.

# Proposed FY 2027 Information Technology Fund Adjusted Budget

## Information Technology Fund

- Revenue:
  - ✓ Net Decrease in operating ISF Charges (- \$543,082)
  - ✓ Transfer In from General Fund for capital improvement for CAD-RMS (+ \$3 million)
- Expenditures:
  - ✓ Net Decrease in IT Operating Expenditures (-\$543,082)
  - ✓ Increase in capital expenditures for CAD-RMS (+\$3 million)



# Proposed FY 2027 Facilities Maintenance Fund Adjusted Budget

## Facilities Maintenance Fund

- Revenue:
  - ✓ Transfer In from General Fund (+\$1.6 million)
- Expenditures:
  - ✓ Increase for facility painting and roof replacement (+\$1.6 million)



# Proposed FY 2027 Capital Improvement Projects Fund Adjusted Budget

## Capital Improvement Projects Fund

- Revenue:
  - ✓ Transfer In from General Fund (-\$1.0 million) for ongoing contribution for building, parks, and streets capital improvements
- Expenditures:
  - ✓ Decrease expenditures for building, parks, and streets capital improvements (-\$1.0 million)

# General Fund 10-Year Financial Forecast

	A	B	C	D	E	F	G	H	I	J	K	L
		2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035
		Actuals	Adjusted	Proposed	Est.	Est.	Est.	Est.	Est.	Est.	Est.	Est.
1	Revenues											
2	Total Revenues	\$147.7M	\$149.3M	\$153.2M	\$156.3M	\$159.9M	\$163.5M	\$167.4M	\$168.1M	\$172.0M	\$176.9M	\$182.2M
3	FY 2027 Revenue			\$0.6M	\$0.6M	\$0.6M	\$0.6M	\$0.6M	\$0.6M	\$0.6M	\$0.6M	\$0.6M
4	FY 2028 Revenue				\$0.1M	\$0.1M	\$0.1M	\$0.1M	\$0.1M	\$0.1M	\$0.1M	\$0.1M
5	FY 2029 Revenue					\$0.0M	\$0.0M	\$0.0M	\$0.0M	\$0.0M	\$0.0M	\$0.0M
6	Total Revised Revenues	\$147.7M	\$149.3M	\$153.7M	\$157.0M	\$160.6M	\$164.2M	\$168.2M	\$168.8M	\$172.7M	\$177.6M	\$182.9M
7												
8	Total Operating Expenditures	\$144.3M	\$149.3M	\$156.1M	\$158.8M	\$164.1M	\$167.9M	\$171.8M	\$174.7M	\$177.8M	\$180.6M	\$183.9M
9	FY 2027 Expenditure Reduction			-\$5.6M	-\$5.6M	-\$5.6M	-\$5.6M	-\$5.6M	-\$5.6M	-\$5.6M	-\$5.6M	-\$5.6M
10	FY 2028 Expenditure Reduction				-\$1.3M	-\$1.3M	-\$1.3M	-\$1.3M	-\$1.3M	-\$1.3M	-\$1.3M	-\$1.3M
11	FY 2029 Expenditure Reduction					-\$1.1M	-\$1.1M	-\$1.1M	-\$1.1M	-\$1.1M	-\$1.1M	-\$1.1M
12	Total Revised Operating Expenditures	\$144.3M	\$149.3M	\$150.6M	\$151.9M	\$156.2M	\$159.9M	\$163.9M	\$166.7M	\$169.9M	\$172.7M	\$175.9M
13												
14	Total Other Sources/(Uses) - Transfers	\$8.8M	\$6.6M	\$4.9M	\$6.5M	\$6.7M	\$6.8M	\$5.5M	\$5.7M	\$8.3M	\$6.0M	\$6.2M
15	Critical Failure Funding			\$4.6M								
16	FY 2027 Transfer Reduction			-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M
17	FY 2028 Transfer Reduction				-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M
18	FY 2029 Transfer Reduction					-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M	-\$1.0M
19	Total Revised Other Sources/(Uses) - Transfers	\$8.8M	\$6.6M	\$8.5M	\$4.5M	\$3.7M	\$3.8M	\$2.5M	\$2.7M	\$5.3M	\$3.0M	\$3.2M
20												
21	Total Expenditures and Transfers	\$153.1M	\$155.9M	\$159.1M	\$156.4M	\$159.9M	\$163.8M	\$166.3M	\$169.4M	\$175.2M	\$175.7M	\$179.1M
22	Total Expenditures and Transfers Adjusted		\$165.3M									
23												
24	Net Change in Fund Balance	-\$5.4M	-\$16.0M	-\$5.3M	\$0.6M	\$0.7M	\$0.5M	\$1.8M	-\$0.6M	-\$2.5M	\$1.9M	\$3.8M
25												
26	Beginning Balance	\$74.9M	\$69.5M	\$53.5M	\$48.1M	\$48.7M	\$49.5M	\$49.9M	\$51.7M	\$51.1M	\$48.7M	\$50.6M
27	Ending Balance	\$69.5M	\$53.5M	\$48.1M	\$48.7M	\$49.5M	\$49.9M	\$51.7M	\$51.1M	\$48.7M	\$50.6M	\$54.4M
28												
29	Ending Balance as % of Exp. for Economic Uncertainties	38.6%	25.0%	23.3%	21.5%	21.4%	21.1%	23.4%	22.6%	20.8%	21.5%	23.3%



# Recommendation



Staff recommend that the City Council approve the resolution amending the FY 2027 Budget including revenue and expenditure appropriations.