

# OVERVIEW OF PROPOSED FY2026-27 BUDGET

---

Finance Committee Meeting – April 16, 2026





---

FY 2026-27  
BUDGET STATUS

# PRINCIPLES GUIDING DEVELOPMENT OF THE BUDGET

- Budget Priorities:
  - Providing high quality municipal services that residents expect
  - Providing a safe and secure neighborhood
  - Keeping Newport Beach looking great
  - Maintaining a prosperous, fiscally sustainable, and economically viable city
- Additional Focus
  - Continued emphasis on elimination of the City's long-term liabilities
  - Ensuring proper funding of long-term infrastructure maintenance and replacement
  - Addressing key City Council priorities identified at the January 31, 2026, City Council Planning Session



# OPPORTUNITIES FOR PUBLIC ENGAGEMENT & CITY COUNCIL REVIEW OF THE BUDGET

Date	Meeting Type	Meeting Purpose
Thursday, January 15, 2026	Finance Committee Meeting	Long-Range Financial Forecast (LRFF) update
Saturday, January 31, 2026	Special City Council Meeting	City Council Planning Session
Tuesday, March 10, 2026	City Council Study Session	Early Look at CIP Budget
<b>Thursday, April 16, 2026</b>	<b>Finance Committee Meeting</b>	<b>Overview of Proposed Fiscal Year 2026-27 Revenues and Expenditures</b>
Thursday, May 14, 2026	Finance Committee Meeting	Follow-up Discussion of Proposed Budget & Committee Recommendation to Council
Tuesday, May 26, 2026	Joint City Council/Finance Committee Study Session	FY 2026-27 Operating Budget Review
Thursday, May 28, 2026	Finance Committee Meeting	Final Committee Recommendation to the Council on the Proposed Budget, if Substantive Changes Occur Following the Joint Meeting
Tuesday, June 9, 2026	City Council Public Hearing	Adoption of FY 2026-27 Budget

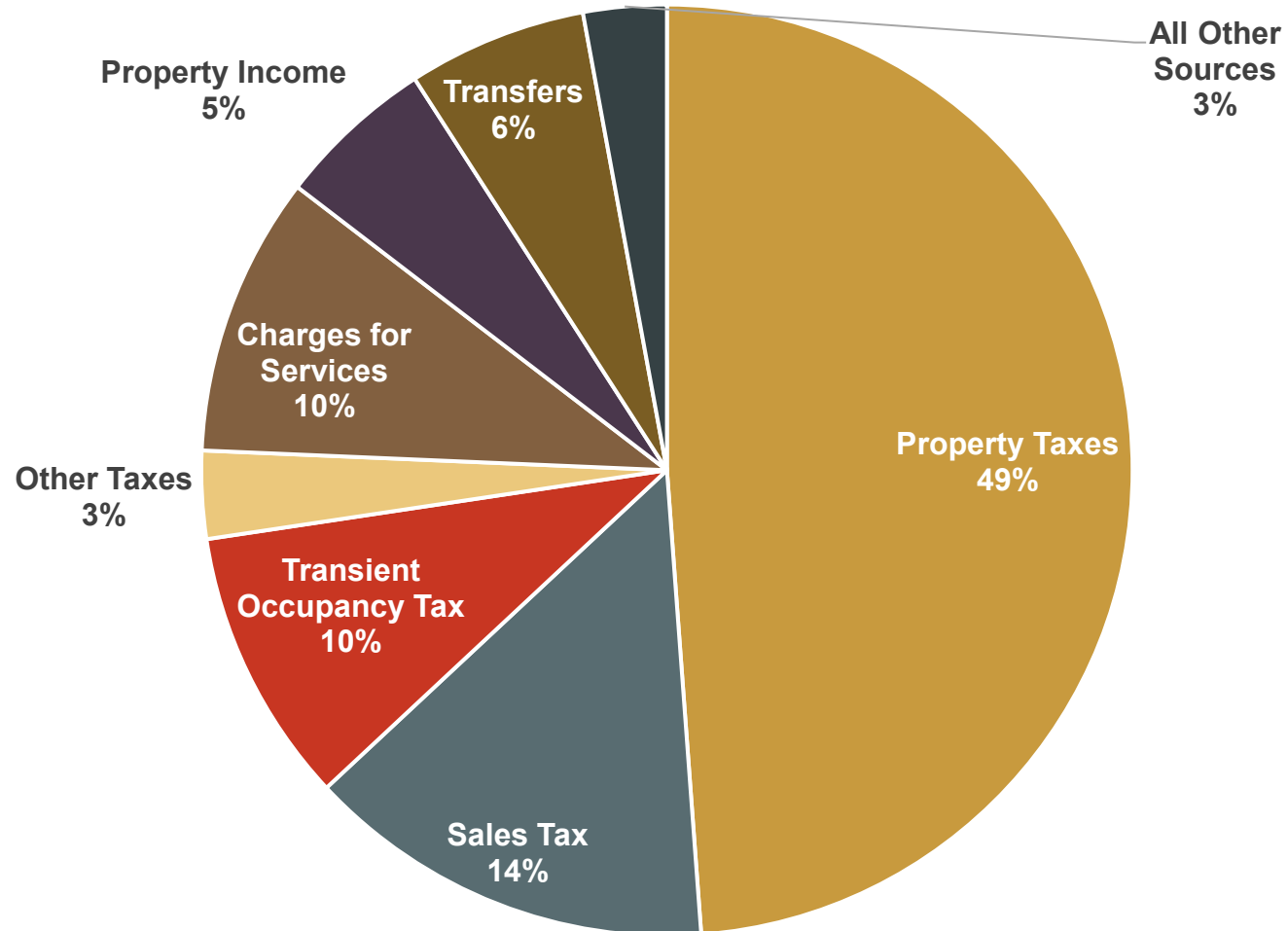




---

# GENERAL FUND BUDGET OVERVIEW

# GENERAL FUND REVENUE SOURCES

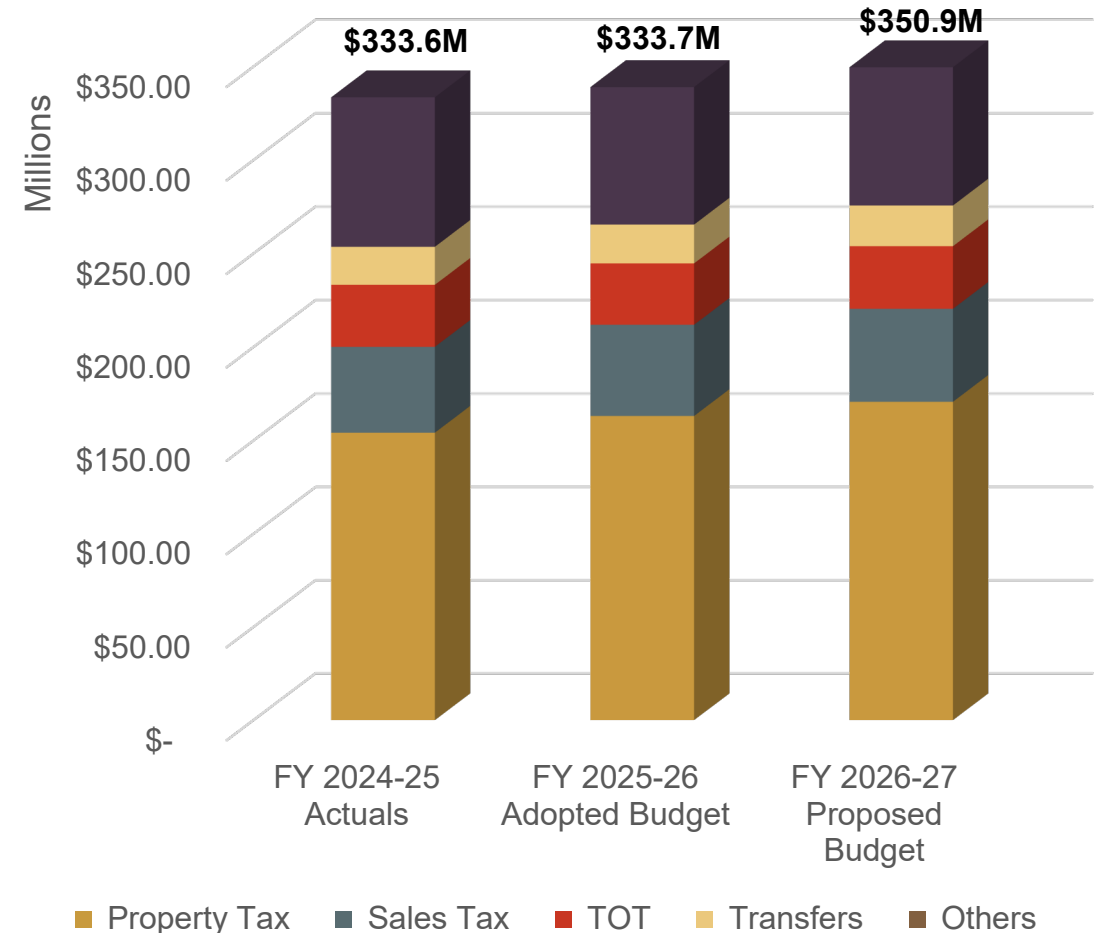


# FY 2026-27 GENERAL FUND REVENUES

**2025-26 Adopted**                      **\$ 333.7 million**

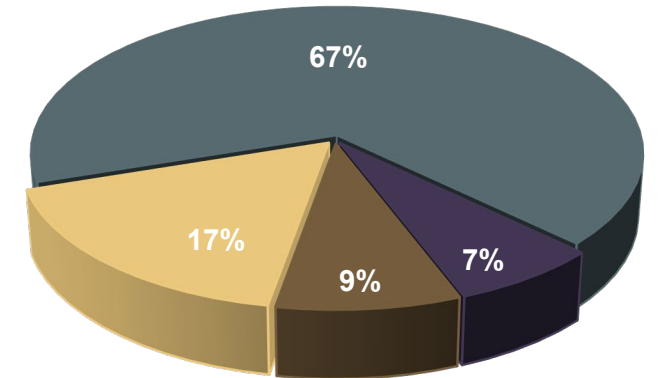
**2026-27 Proposed**                    **\$ 350.9 million**

- Projected revenues for FY 2026-27 are \$17.2 million (5.15%) higher than the FY 2025-26 adopted budget.
- Primary drivers of revenue growth due to:
  - Property Tax + \$10.7 million (6.7%)
  - Sales Tax + \$2.4 million (5.2%)
  - Service Fee and Charges + \$1.1 million (4.3%)



# PROPERTY TAX REVENUE

- The City receives 17.15% of the 1% property tax
  - Each City's percentage of the 1% varies
  - Newport Beach has the third highest share of the 1% property tax in Orange County behind Santa Ana and Laguna Beach
  - Assessed value has a significant impact on revenue
  - Having a higher percentage of the total tax and higher assessed values than many surrounding cities is a significant contributor to the City's fiscal stability
- The City's assessed valuation is the second largest in Orange County (behind Irvine and ahead of Anaheim).
- The assessed valuation is projected to be \$83.3 billion in FY 2025-26, a 4.16% growth from FY 2024-25
- The assessed valuation is projected to be \$87.8 billion in FY 2026-27, a 4.01% growth from FY2025-26

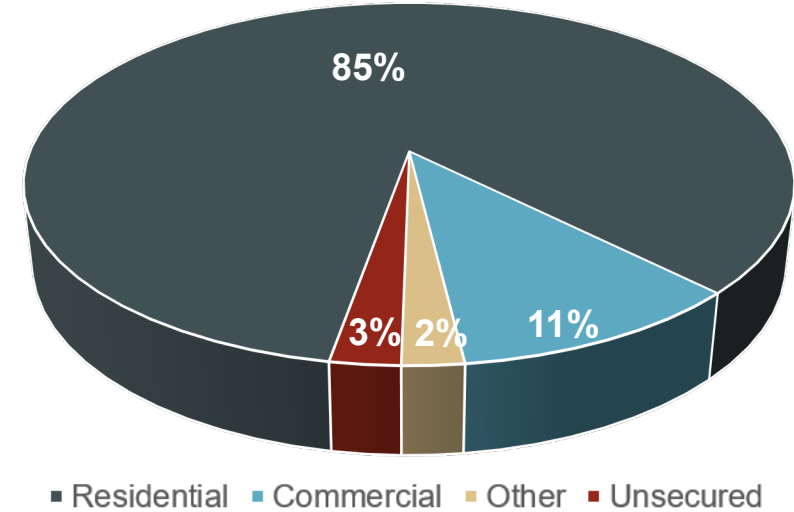
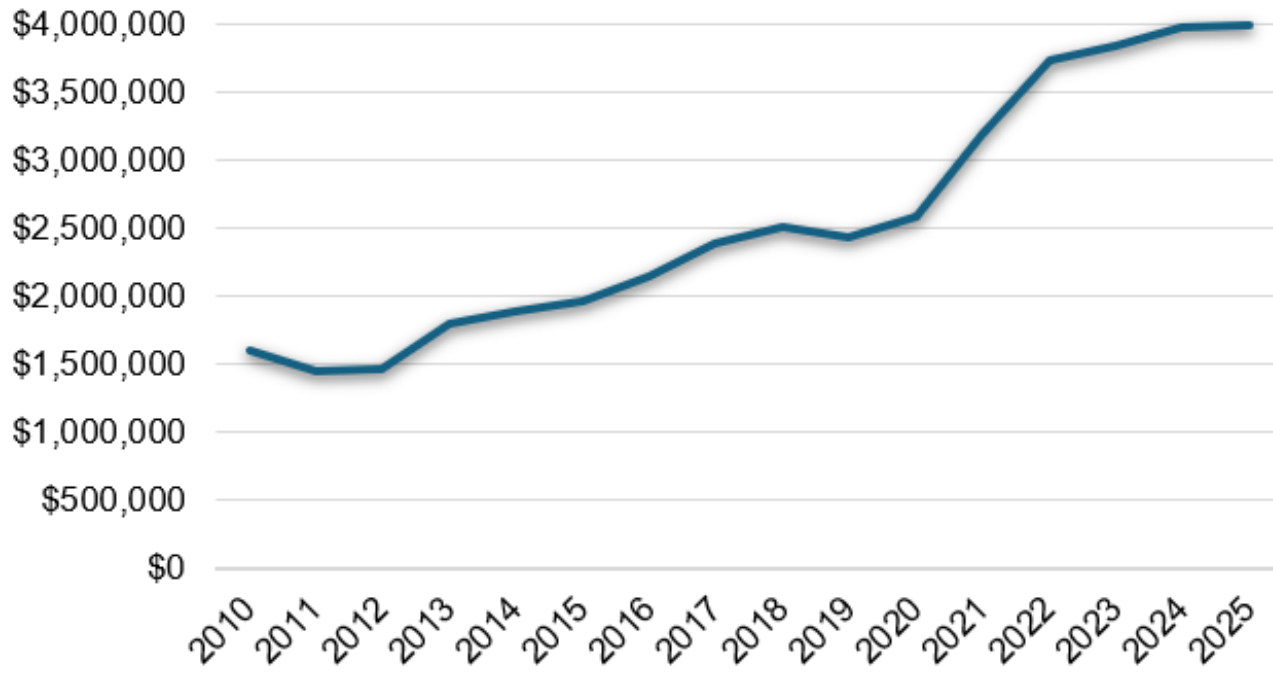


■ City of Newport Beach   ■ Schools  
■ County of Orange   ■ Special Districts



# PROPERTY TAX REVENUE BY CATEGORY AND RESIDENTIAL SALES TRENDS

## MEDIAN PRICE

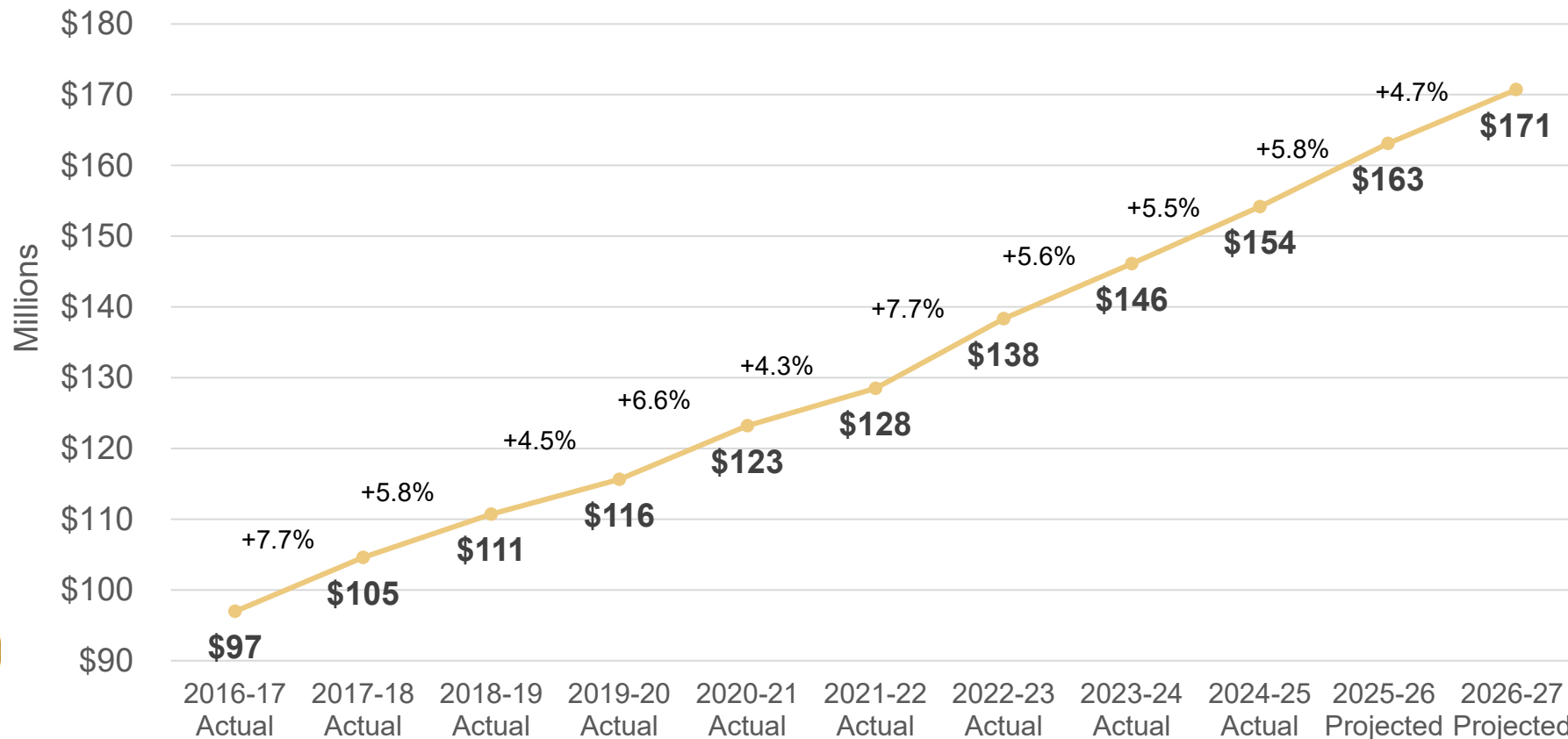


DETACHED SINGLE-FAMILY HOMES MEDIAN SALES PRICE HISTORY			
YEAR	SALES	MEDIAN PRICE	CHANGE %
2021	1,414	\$3,200,000	23.31%
2022	833	\$3,736,500	16.77%
2023	687	\$3,845,000	2.90%
2024	705	\$3,976,000	3.41%
2025	712	\$3,994,500	0.47%



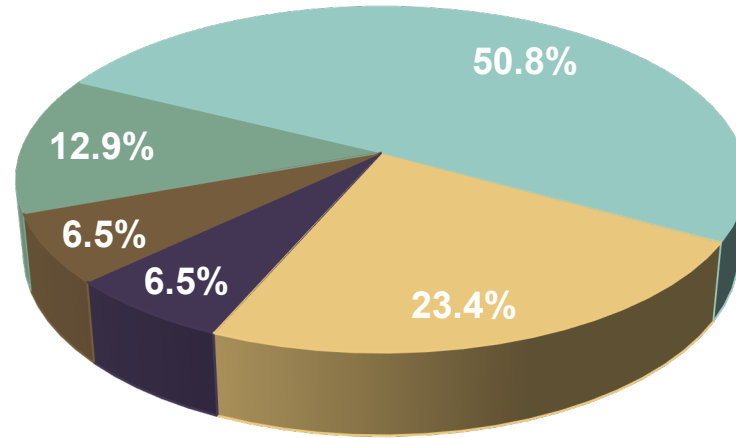
# PROPERTY TAX REVENUE PROJECTION

- Represents approximately 50% of General Fund revenues
- Growth has been accelerating based on strong assessed value growth and sales activity



# SALES TAX REVENUE

- The City receives 12.9% of the 7.75% sales tax (1% of sale)
- Historically most of the City's sales tax revenue comes from:
  - Autos & Transportation
  - Restaurants & Hotels
  - General Consumer Goods
  - County & State Pools



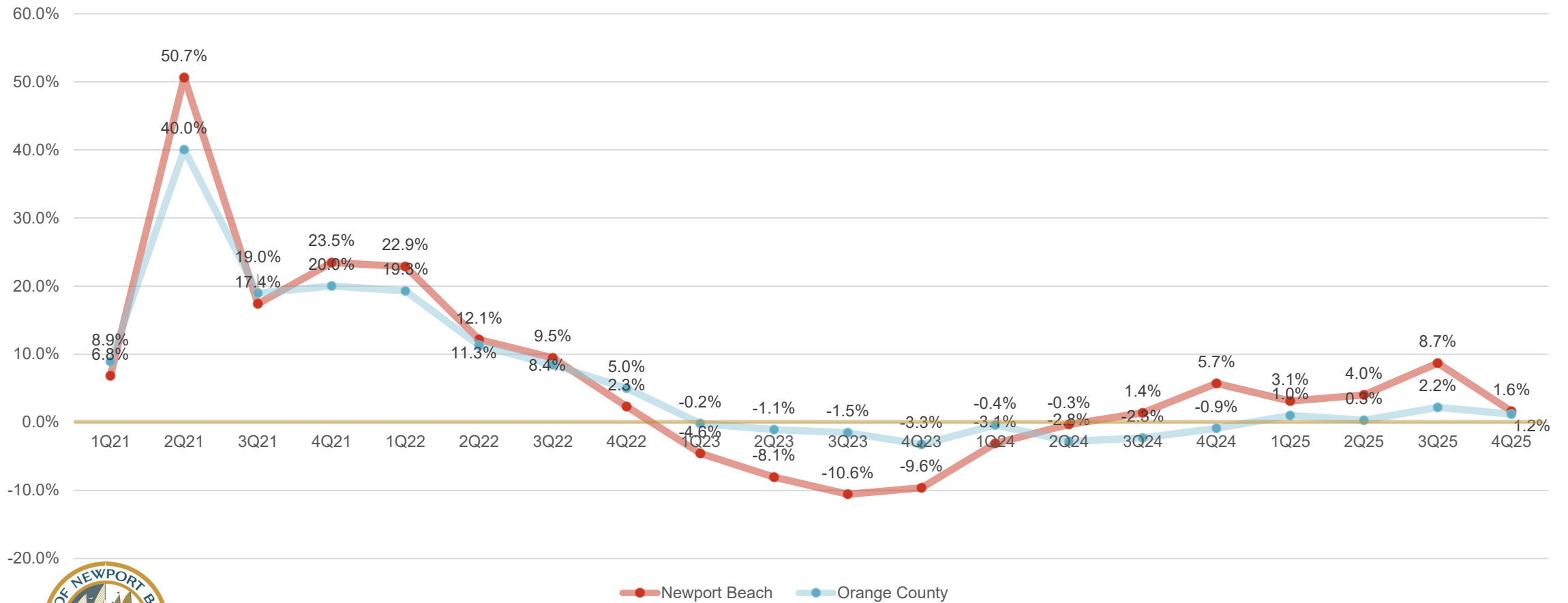
- City of Newport Beach
- State General Fund
- County of Orange
- Proposition 172
- OCTA



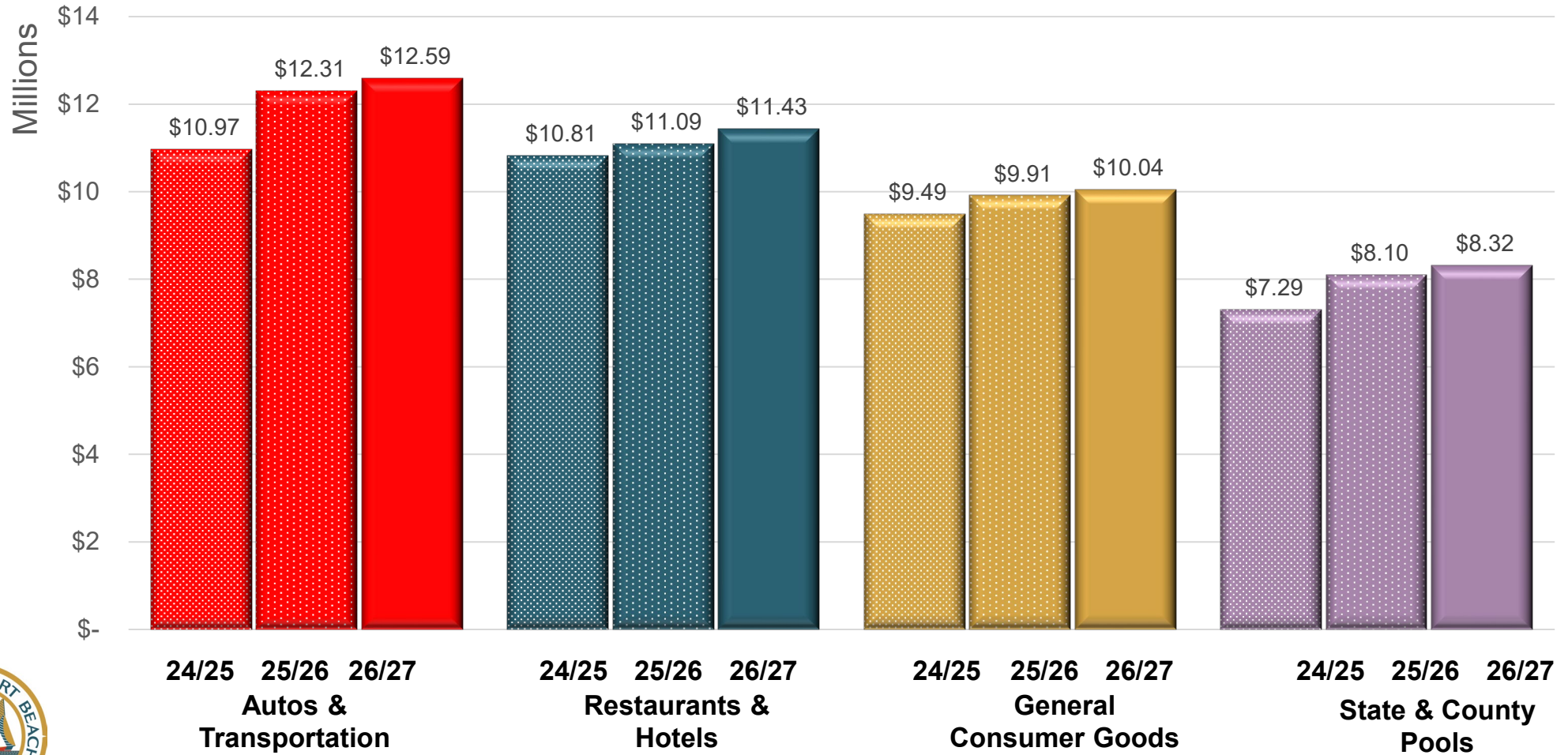
## TOP 25 PRODUCERS

- |                                  |                        |
|----------------------------------|------------------------|
| Apple                            | Nordstrom              |
| Bandera                          | Ocean 48               |
| Clean Energy                     | Pavilions              |
| Ferrari of Newport Beach         | Resort At Pelican Hill |
| Financial Services Vehicle Trust | RH                     |
| Fletcher Jones                   | Sterling BMW           |
| Mercedes Benz                    | Sun Country Marine     |
| Glidewell Laboratories           | Systems Source         |
| Hyde Park                        | Tangram Studio         |
| Jaguar Land Rover Newport Beach  | Veia Newport Beach A   |
| Javier's                         | Marriot Resort & Spa   |
| Jazz Semiconductor               |                        |
| Mercedes Benz Vehicle Trust      |                        |
| Neiman Marcus                    |                        |
| Newport Auto Center              |                        |
| Porsche Newport Beach            |                        |
| Bentley                          |                        |
| Newport Lexus                    |                        |

# SALES TAX REVENUE NEWPORT BEACH VS. ORANGE COUNTY



# PROJECTED SALES TAX REVENUE MAJOR INDUSTRY GROUPS

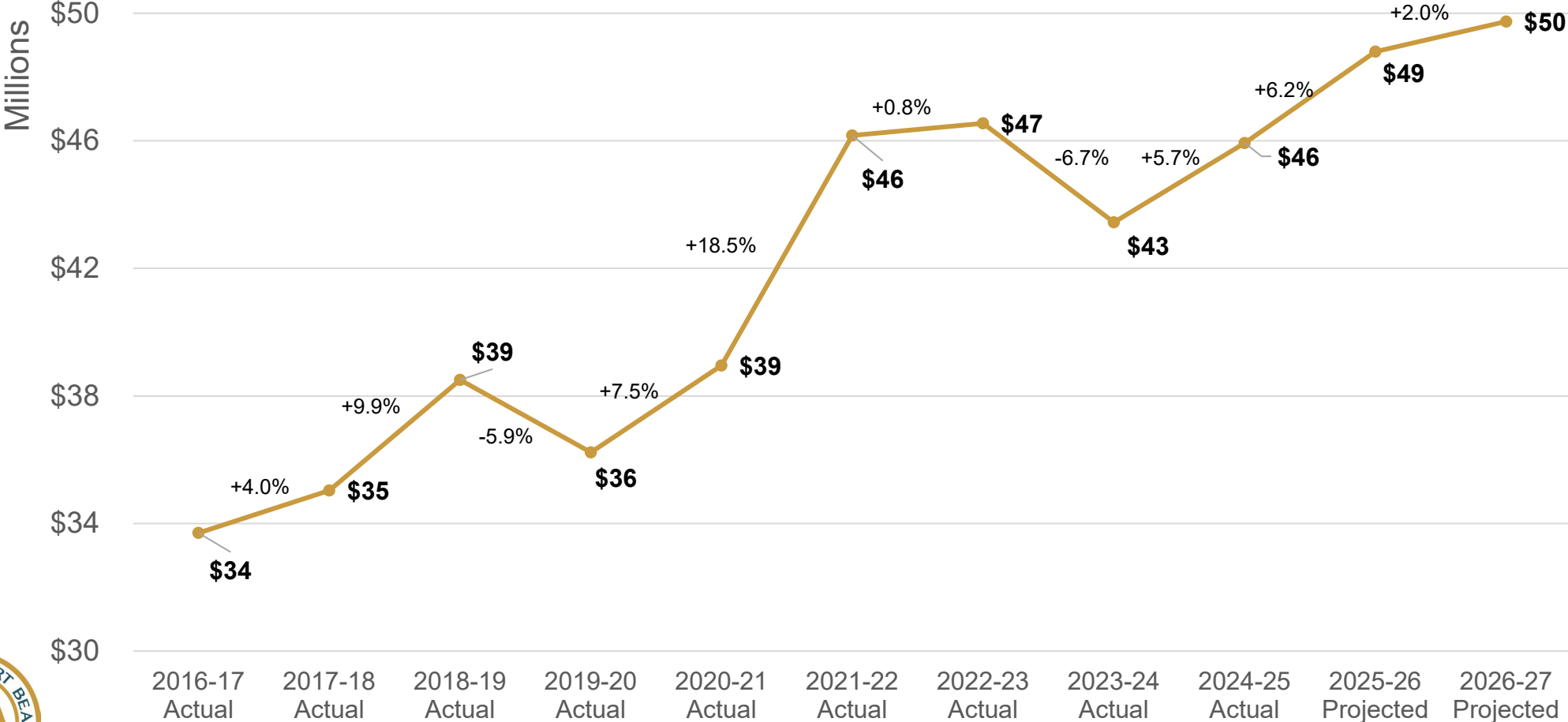


# SALES TAX REVENUE PROJECTION METHODOLOGY

- City staff works in collaboration with the City's sales tax consultant, HdL, to analyze historical sales tax data and to identify material necessary adjustments
  - New and closed retailers
  - Misallocated revenues
- HdL develops a statewide revenue forecast by industry category with assistance from Beacon Economics
  - Adjusted for regional or agency trends



# SALES TAX REVENUE PROJECTION



# TRANSIENT OCCUPANCY TAX REVENUE

- The City charges a 10% tax
  - Same rate as 43% of California jurisdictions
  - Lower than 35% of California jurisdictions
  - Higher than 22% of California jurisdictions
- Revenue is generated from commercial (hotel) and residential (short-term rental) stays
- The City has access to a variety of data sources to monitor trends that impact leisure and business travel

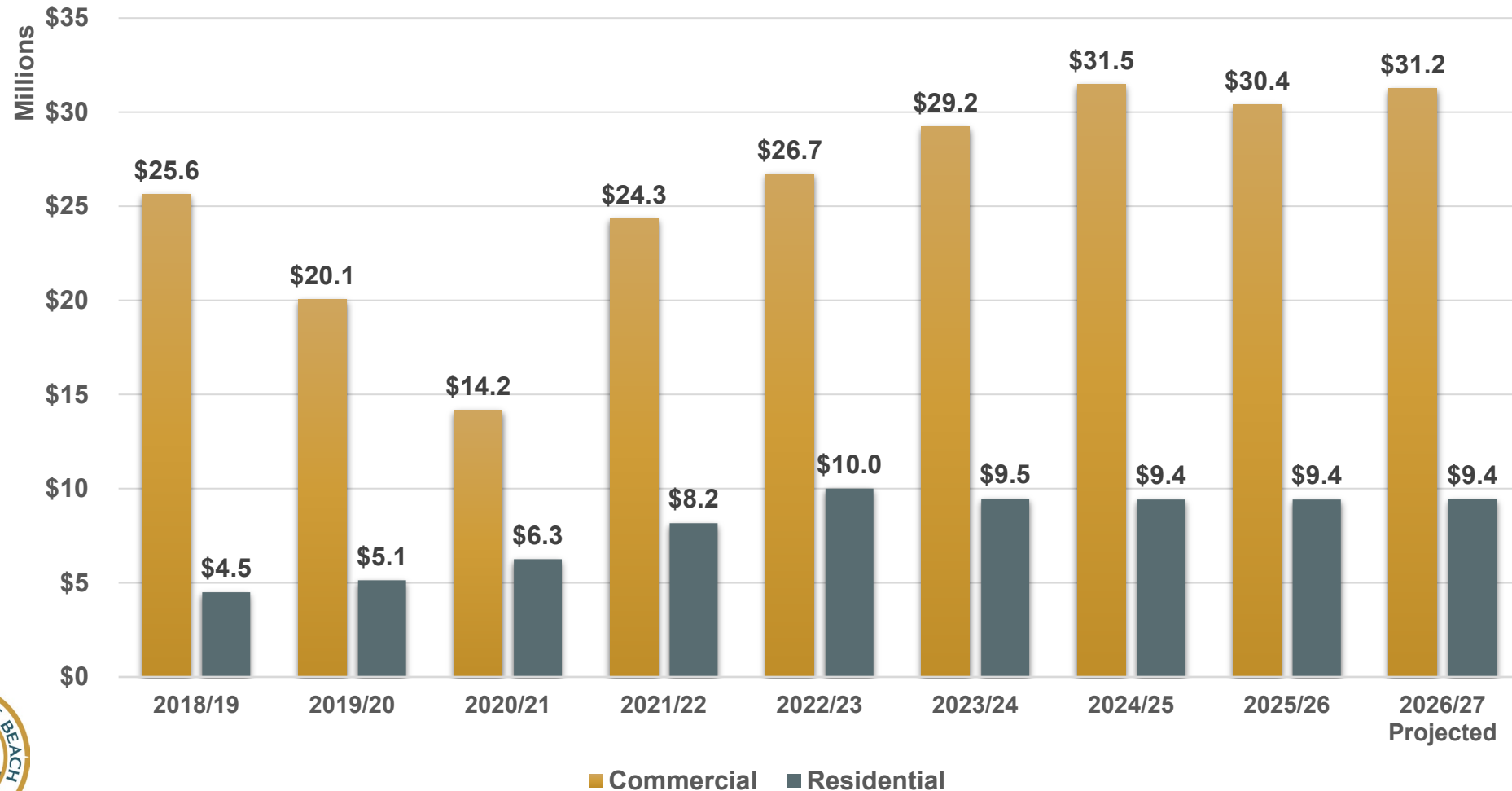


# TRANSIENT OCCUPANCY TAX REVENUE PROJECTION METHODOLOGY

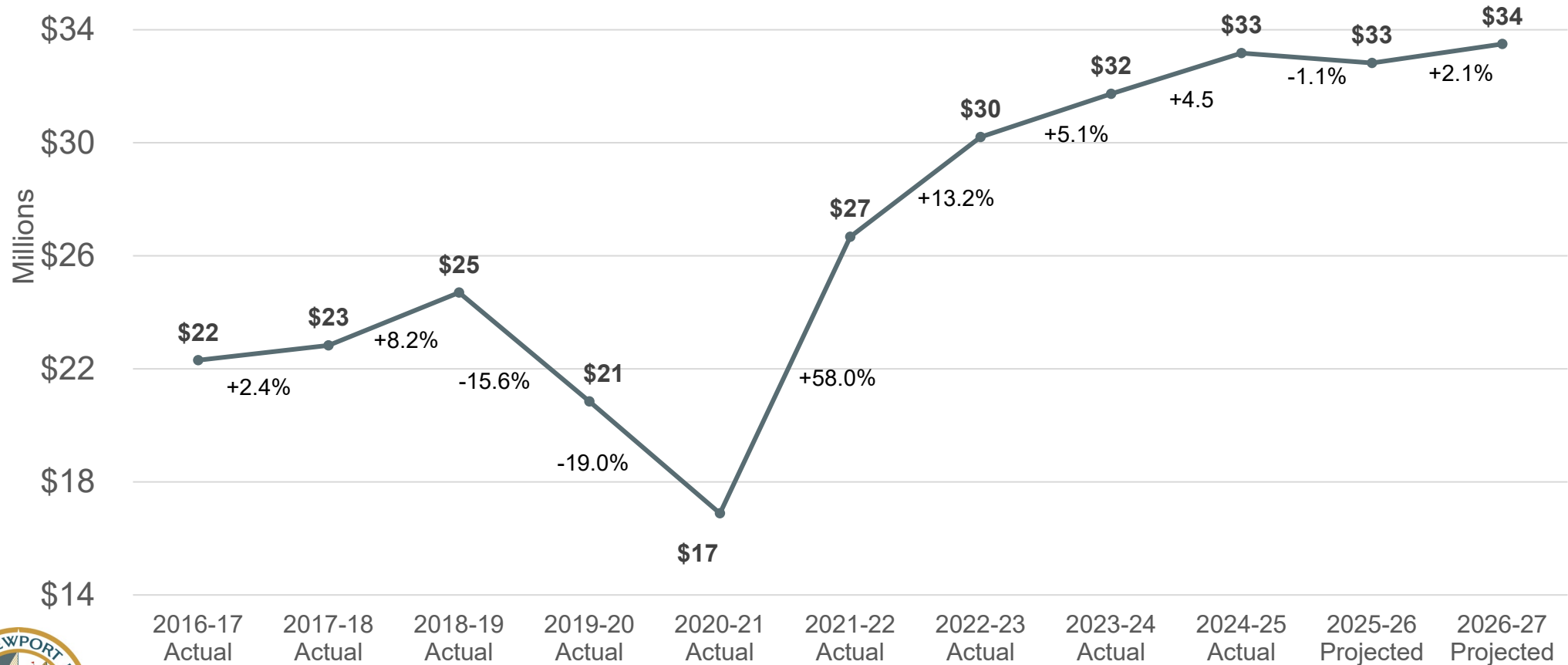
- Staff has spent a significant amount of time refining the projection methodology through collaboration with industry experts and more careful evaluation of the data at the category, and, in the case of hotel TOT, the individual property level
  - Evaluating residential TOT and hotel TOT trends and developing appropriate projections
  - Analyzing actual cash receipts for trends month over month, and compared to the comparable period a year ago
  - Monitoring hotel closures, sales, and remodeling for impacts on revenues
  - Seeking input from Visit Newport beach and evaluating data from VNB and Visit California
  - Collectively validating assumptions amongst the City's leadership team



# TRANSIENT OCCUPANCY TAX REVENUE COMMERCIAL & RESIDENTIAL



# TRANSIENT OCCUPANCY TAX REVENUE PROJECTION, NET OF VNB PAYMENTS



**Note:** Gross TOT revenues are projected to be approximately \$40.7 million for Fiscal Year 2026-27. Since January 1, 2025, VNB receives 23% of Hotel TOT on a gross basis and 0% of Residential TOT. Payments to VNB for Fiscal Year 2026-27 are projected to total \$7.2 million, bringing the net projected TOT revenues to \$33.5 million.

# OTHER REVENUES

- Property tax, sales tax, and transiency occupancy tax revenues make up approximately 75% of the City's General Fund revenues
- Other revenues include the following material additional categories of revenue:
  - Service Fees and Charges / Licenses and Permits (10% of General Fund revenues)
  - Property income (3% of General Fund revenues)
  - Other Taxes (3% of General Fund revenues)
- The remainder of other revenues (4% of General Fund revenues) includes:
  - Intergovernmental revenues (primarily Proposition 172 revenue)
  - Fines and penalties (primarily parking fines)
  - Investment income and other minor revenues
  - Miscellaneous Revenues

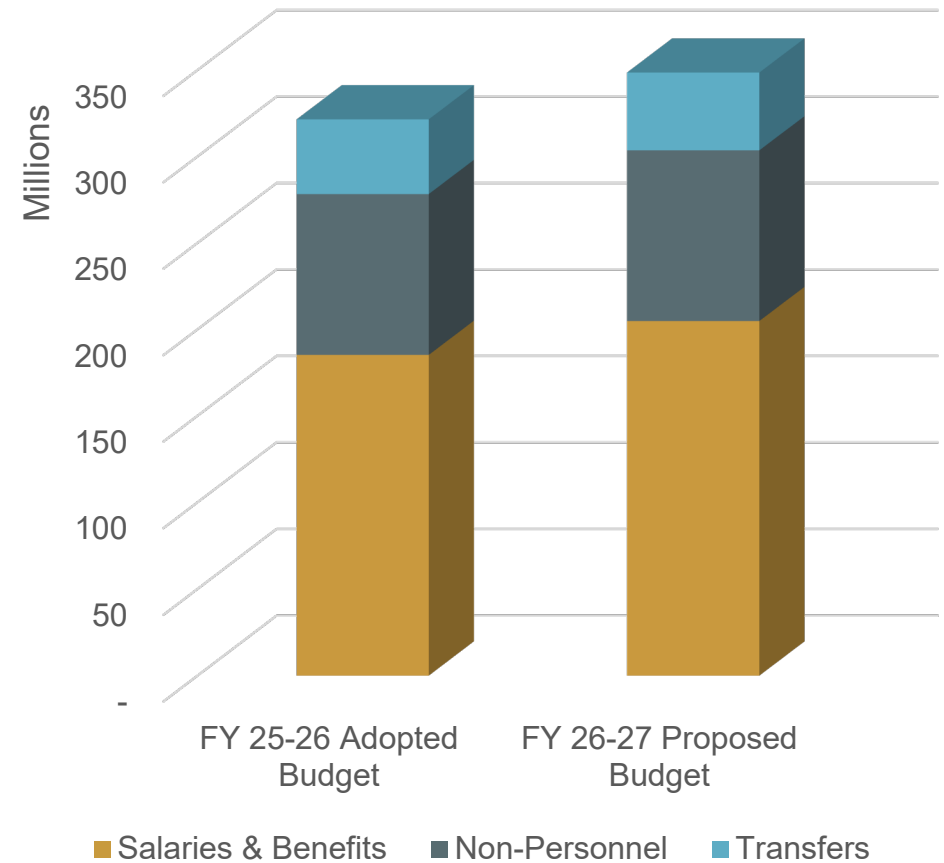


# GENERAL FUND EXPENDITURES FOR FY 2026-27

**2025-26 Adopted Budget**      **\$ 321.5 million**

**2026-27 Proposed Budget**      **\$ 348.4 million**

- The Proposed Budget for FY 2026-27 reflects:
- 8.4% increase over FY 2025-26 Adopted Budget
- \$40 million allocated to paying down the City's unfunded pension liability
- \$1.5 million in program enhancements



# SIGNIFICANT REASONS FOR BUDGET GROWTH OF 8.4%

	Amount	% Increase Relative to FY 2025-26 Adopted Budget
Routine Compensation Cost Increases (COLAs, etc.)	\$19,641,858	6.1%
Increases in Internal Service Charges	1,689,080	0.5%
Increases in Operating & Capital Transfers	1,572,212	0.5%
Increase in Cost for the WISE County Landfill Agreement	1,552,339	0.5%
GF Program Enhancements	1,552,562	0.5%
Other Cost Increases	890,457	0.3%
<b>Total Increase</b>	<b>\$26,898,508</b>	<b>8.4%</b>

**Note:** Percentages reflect each item's increase divided by the total FY 2025-26 adopted General Fund budget (\$321.5M), not the percent change within each expenditure category.



# GENERAL FUND EXPENDITURES BY DEPARTMENT

Department	2023-24 Adopted	2024-25 Adopted	2025-26 Adopted	2026-27 Proposed	% Variance
City Council	\$ 924,218	931,993	903,038	928,943	2.9%
City Clerk	1,191,331	1,310,158	1,212,948	1,261,238	4.0%
City Attorney	2,526,824	2,661,605	2,578,486	3,525,280	36.7%
City Manager	6,760,029	7,392,972	7,341,829	7,697,302	4.8%
Administrative Services*	14,045,449	14,414,565	14,563,749	14,008,827	-3.8%
Police	73,415,698	78,156,707	77,189,382	88,871,563	15.1%
Fire	64,405,996	65,865,961	70,349,121	73,693,415	4.8%
Community Development	14,937,632	17,233,367	17,390,481	18,963,898	9.0%
Library	10,259,001	10,818,892	10,495,210	11,314,378	7.8%
Recreation and Senior Services	15,394,067	16,151,132	15,967,058	17,517,740	9.7%
Public Works*	12,732,652	13,966,846	14,041,566	15,021,625	7.0%
Municipal Operations*	33,861,833	34,714,137	37,203,926	41,901,283	12.6%
Utilities	5,982,258	6,156,003	6,504,144	6,777,768	4.2%
Miscellaneous Non-Operating	2,991,226	2,228,689	2,528,547	2,105,023	-16.7%
<b>SubTotal</b>	<b>\$259,428,214</b>	<b>272,003,027</b>	<b>278,269,486</b>	<b>303,588,283</b>	<b>9.1%</b>
Transfers Out	34,489,271	39,255,611	43,229,083	44,801,295	3.6%
<b>Total</b>	<b>\$293,917,485</b>	<b>311,258,638</b>	<b>321,498,569</b>	<b>348,389,578</b>	<b>8.4%</b>

\* Effective December 9, 2025, Finance and Human Resources were consolidated into the Administrative Services Department, and Municipal Operations was separated from Public Works to form a standalone department. The FY 25-26 and FY 26-27 budgets reflect these changes, and prior-year budgets (FY 23-24 and FY 24-25) have been restated for comparability.



# GENERAL FUND TRANSFERS OUT

	2022-23 Adopted	2023-24 Adopted	2024-25 Adopted	2025-26 Adopted	2026-27 Proposed	% Variance
General Fund CIP	5,530,000	6,000,000	6,500,000	6,500,000	6,500,000	0.0%
Facilities Financing Plan (FFP)	-	444,141	1,285,152	6,778,085	6,981,427	3.0%
Harbor & Beaches Master Plan	4,600,000	4,715,000	5,832,875	5,978,697	6,128,164	2.5%
Facilities Maintenance Plan (FMP)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	0.0%
Tidelands Operating Fund	9,987,817	11,152,510	12,256,805	10,611,824	11,835,130	11.5%
Parks Maintenance Fund	-	1,000,000	2,300,000	2,300,000	2,300,000	0.0%
Debt Service Fund	8,600,000	8,677,620	8,580,779	8,560,477	8,556,574	0.0%
<b>Total</b>	<b>31,217,817</b>	<b>34,489,271</b>	<b>39,255,611</b>	<b>43,229,083</b>	<b>44,801,295</b>	<b>3.6%</b>

- Transfer to FFP based on 3% of revenues per policy.
- Maintaining the \$6 million increase in transfers from the GF to the FFP.
- Tidelands Operating Transfer has increased due to proposed CIP projects.



# GENERAL FUND INTERNAL SERVICE FUND CHARGES

	FY 23 Adopted	FY 24 Adopted	FY 25 Adopted	FY 26 Adopted	FY 27 Proposed	% Variance
Information Technology	6,888,238	7,375,129	7,477,883	7,627,523	8,221,389	7.8%
Vehicle Replacement	3,922,740	3,730,547	3,844,299	3,971,852	4,002,793	0.8%
Equipment Replacement	2,822,871	3,159,080	3,144,267	3,297,128	2,971,995	-9.9%
Insurance	10,777,194	11,217,985	12,804,430	14,219,463	15,537,876	9.3%
OPEB	3,778,920	3,981,039	3,974,618	358,682	349,675	-2.5%
Compensated Absences	2,562,839	2,727,169	2,957,695	3,015,504	1,930,366	-36.0%
<b>Total</b>	<b>\$ 30,752,802</b>	<b>\$ 32,190,949</b>	<b>\$ 34,203,192</b>	<b>\$ 32,490,152</b>	<b>\$ 33,014,094</b>	<b>1.6%</b>

- Insurance charges reflect an increase driven by rising premiums, particularly within Uninsured Claims and General Liability.
- Equipment Replacement ISF reflects a decrease driven by fully funded parking equipment and a reduction in planned vehicle replacements.
- For FY27, compensated absences are projected at 3.0% of full-time salaries, with increases attributable to growth in salary costs from COLAs and merit increases.





---

## PROGRAM ENHANCEMENTS & STAFFING CHANGES

# SUMMARY OF RECOMMENDED ENHANCEMENTS

Fund Name	Department	Description	Expenditure Increase/(Decrease)
General Fund	Administrative Services	Reclass Senior Accountant to Principal Accountant	22,994
General Fund	Administrative Services	Flex Management Analyst to Senior	8,909
General Fund	Administrative Services	Additional \$25,000 for new employee benefits vendor Aaptiv app	25,000
Uninsured Claims	City Attorney's Office	Increase in Outside Counsel: Prosecution	50,000
General Fund	City Attorney's Office	Increase budget for Software License & Renewal	3,500
General Fund	City Attorney's Office	Outside Investigations	80,000
General Fund	City Attorney's Office	Reclass / Reorg Administrative Assistant to Management Analyst	18,383
General Fund	City Clerk's Office	Reduce Assistant City Clerk position	(172,653)
General Fund	Community Development	Reorg existing Building Inspector, Principal to a Building Inspector, Supervisor	16,143
General Fund	Fire	Increase budget for Personal Protective Equipment	115,000
General Fund	Fire	Increase budget for Emergency Preparedness	33,000
General Fund	Fire	Increases to Lifeguard Operations Budget	22,000
General Fund	Fire	Increase 1 FTE (Firefighter paramedics) - includes uniform and PPE cost	158,437
General Fund	Fire	5.25% Compensation Adjustment for the Fire Chief	22,758
General Fund	Fire	Reclass Lifeguard Training Captain to Lifeguard Battalion Chief	16,659
Tidelands Fund	Harbor	Budget Increase for Vessel Removal & Destruction	150,000
Tidelands Fund	Harbor	Resources to Operate Balboa Yacht Basin	170,048



# SUMMARY OF RECOMMENDED ENHANCEMENTS (CONT.)

Fund Name	Department	Description	Expenditure Increase/(Decrease)
Tidelands Fund	Harbor	New and Upgraded Water Quality Sensing Buoys	15,552
Tidelands Fund	Harbor	Membership and participation in the Recreational Marina Association	5,500
Tidelands Fund	Harbor	FTE Increase in association with expansion of Professional Mariners Program with OCC	5,597
Equipment Replacement Fund	Harbor	Additional accrual for vessel replacement	150,000
Tidelands Fund	Harbor	Increase budget to account for increases from California Air Resources Board (CARB)	3,528
General Fund	Library	Downloadable materials like e-books, audiobooks, downloadable magazines and newspapers	50,000
General Fund	Library	Building Maintenance	33,500
General Fund	Library	Programming - Pacific Symphony performance	45,000
General Fund	Municipal Operations	Reduce Public Works Deputy Director, MOD Position	(302,167)
General Fund	Municipal Operations	Flex Positions - Maintenance Workers Budget at Maintenance Operator	45,955
Equipment Maintenance Fund	Municipal Operations	Flex Positions - Maintenance Workers Budget at Maintenance Operator	7,877
General Fund	Municipal Operations	Upgrade Maintenance Operator to Crew Chief	12,612
Environmental Liability	Municipal Operations	Additional Maintenance Budget for Water Wheel	100,000
General Fund	Municipal Operations	Parks - Additional Operating Budget	137,500
Equipment Maintenance Fund	Municipal Operations	Equipment Purchases	335,000
General Fund	Municipal Operations	Streets - Additional Striping Budget	50,000



# SUMMARY OF RECOMMENDED ENHANCEMENTS (CONT.)

Fund Name	Department	Description	Expenditure Increase/(Decrease)
Equipment Maintenance Fund	Municipal Operations	Fleet - Additional Operating Budget	50,000
General Fund	Police	Investigative funds to support greatly expanded use of technology to create leads and solve more crimes.	45,000
General Fund	Police	Crossroads e-citation system, interfaces to RMS and hardware	83,500
Police Equipment Fund	Police	Implement auto-tagging for body-worn and in-car video, saving staff time and improving the speed and accuracy of video searches.	34,000
General Fund	Police	Increase funding to cover costs of hiring outside agencies for special events	100,000
General Fund	Police	Additional funding to support community events and outreach efforts	25,000
General Fund	Police	Upgrade to the Cellebrite forensic system	23,500
General Fund	Police	Uniform expenses	25,000
General Fund	Police	POST training funds	30,000
General Fund	Police	Patrol Division training funds for defensive tactics instructor proficiency	24,000
General Fund	Police	Detective Division training funds	10,000
General Fund	Police	Add two Police Officers (one for Fashion Island and one for CdM)	439,482
Police Equipment Fund	Police	4 New Lieutenant Vehicles	246,662
General Fund	Police	5.25% Compensation Adjustment for the Chief of Police	23,396
Water Fund	Public Works	New Associate Civil Engineer Position	197,220
Wastewater Fund	Public Works	New Associate Civil Engineer Position	21,913
General Fund	Public Works	Upgrade Office Assistant to Department Assistant	5,726



# SUMMARY OF RECOMMENDED ENHANCEMENTS (CONT.)

Fund Name	Department	Description	Expenditure Increase/(Decrease)
General Fund	Public Works	Upgrade Two Associate Civil Engineers to Senior Civil Engineers	39,817
General Fund	Public Works	Reclass PT Assoc. Engineers to PT Assoc. Civil Engineers	16,463
General Fund	Public Works	Study PW Administrative Manager Position	-
General Fund	Recreation & Senior Services	Contract Class: Expenditure increase offset by higher revenues (net savings)	(\$55,852)
General Fund	Recreation & Senior Services	Facility Rentals: Expenditure increase more than offset by higher revenues (net savings)	(\$1,800)
General Fund	Recreation & Senior Services	Increase staff count (1 FT / 2.8 FTE) to operate the Animal Shelter	251,800
Water Fund	Utilities	New 2027 Water Rate Study	150,000
Wastewater Fund	Utilities	New 2027 Sewer Rate Study	100,000
General Fund	Utilities	Training Program - Supplemental Funding for Current Programs	25,000
Water Fund	Utilities	Training Program - Supplemental Funding for Current Programs	25,000
Wastewater Fund	Utilities	Training Program - Supplemental Funding for Current Programs	15,000
Water Fund	Utilities	Large Commercial Meter Replacement Program	10,000
Equipment Maintenance Fund	Utilities	Trailer-Mounted (Towable by Pick-up) Jetter Trailer	91,900
Water Fund	Utilities	Reclass Utilities Crew Chief to Utilities Inspector	6,855
<b>General Fund Total</b>			<b>1,552,562</b>
<b>Grand Total</b>			<b>3,494,214</b>



# PROPOSED STAFFING ENHANCEMENTS

Fund	Department	Item Description	Full-Time FTE Change	Part-Time FTE Change
<b>General Fund</b>				
	Administrative Services	Reclassify Senior Accountant to Principal Accountant	-	-
	Administrative Services	Flexibly Staff Management Analyst to Senior Management Analyst	-	-
	City Attorney's Office	Reclassify Administrative Assistant to Management Analyst	-	-
	City Clerk's Office	Reduce Assistant City Clerk Position	(1.00)	
	Community Development	Convert Principal Building Inspector to Supervising Building Inspector	-	-
	Fire	Add Firefighter Paramedic	1.00	-
	Fire	Reclassify Lifeguard Training Captain to Lifeguard Battalion Chief	-	-
	Fire	Transfer Police Emergency Coordinator from the Police Department	1.00	
	Municipal Operations	Flexibly Staff Maintenance Workers to Maintenance Operators	-	-
	Municipal Operations	Convert Maintenance Operator to Crew Chief		
	Municipal Operations	Reduce Public Works Deputy Director, MOD Position	(1.00)	
	Police	Add x2 Police Officers	2.00	-
	Police	Transfer Police Emergency Coordinator to the Fire Department	(1.00)	
	Police	Transfer Park Patrol Officers from Recreation & Senior Services Department	2.00	
	Police	Transfer Animal Control Officer to Recreation and Senior Services Department	(1.00)	
	Police	Transfer Community Services Officer to Recreation and Senior Services Department	(1.00)	
	Public Works	Reclassify Office Assistant to Department Assistant	-	-
	Public Works	Reclassify x2 Associate Civil Engineers to Senior Civil Engineers	-	-
	Public Works	Reclassify x2 Part-Time Associate Engineers to Part-Time Associate Civil Engineers	-	-
	Public Works	Add Associate Civil Engineer**	1.00	-



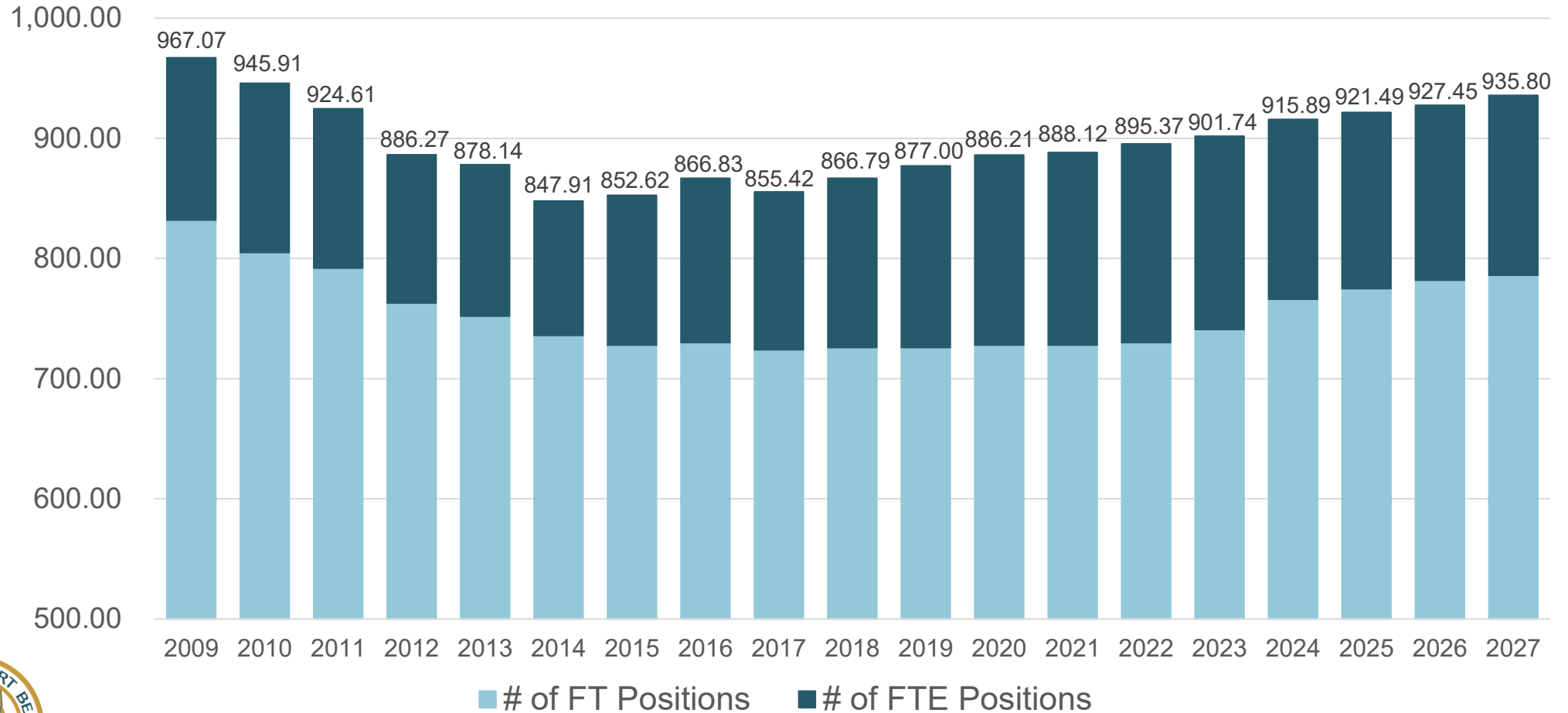
# PROPOSED STAFFING ENHANCEMENTS

Fund	Department	Item Description	Full-Time FTE Change	Part-Time FTE Change
	Recreation & Senior Services	Add Recreation Coordinator	1.00	-
	Recreation & Senior Services	Add Assistant Recreation Coordinator	-	1.40
	Recreation & Senior Services	Add Senior Recreation Leader	-	1.40
	Recreation & Senior Services	Transfer Park Patrol Officers to Police Department	(2.00)	
	Recreation & Senior Services	Transfer Animal Control Officer from Police Department	1.00	
	Recreation & Senior Services	Transfer Community Services Officer to Recreation from Police Department	1.00	
		<b>Total General Fund</b>	<b>3.00</b>	<b>2.80</b>
Tidelands				
	Harbor	Add Lead Harbor Safety Officer	1.00	-
	Harbor	Add Harbor Safety Officer	-	1.50
	Harbor	Increase Management Analyst FTE	-	0.05
Equipment Maintenance Fund				
	Municipal Operations	Flexibly Staff Maintenance Workers to Maintenance Operators	-	-
Water Enterprise Fund				
	Utilities	Reclassify Utilities Crew Chief to Utilities Inspector	-	-
		<b>Total Other Funds</b>	<b>1.00</b>	<b>1.55</b>
		<b>Total Personnel Program Enhancements</b>	<b>4.00</b>	<b>4.35</b>



\*\* Position is being funded through the Admin Service Charges that are collected in the Water and Wastewater Enterprise Funds.

# CHANGES IN TOTAL STAFFING 2009 – NOW





---

## GENERAL FUND RESERVES AND SURPLUS

# GENERAL FUND SOURCES AND USES

	FY 2025-26 Projected	FY 2026-27 Proposed
<b>Beginning Unrestricted Fund Balance</b>	<b>\$ 25,714,088</b>	<b>\$ -</b>
Operating Revenues & Transfers In	\$ 339,037,638	\$ 349,647,075
Operating Expenditures & Transfers Out	\$ (331,180,374)	\$ (348,389,578)
Repayment of Advances	\$ 1,250,000	\$ 1,250,000
Prior Year Resources Carried Forward	\$ 3,785,541	\$ -
Non-Operating Transfers Out	<u>\$ (25,714,088)</u>	<u>\$ -</u>
<b>Preliminary Ending Unrestricted Fund Balance</b>	<b>\$ 12,892,805</b>	<b>\$ 2,507,497</b>



## RECAP: KEY MESSAGES

- Proposed General Fund budget for FY 2026-27 is balanced
- Updated and comprehensive savings plans for long-term capital needs
- Maintain pension UAL payment of \$40 million
- Structural General Fund budget surplus of \$2.5 million is projected for FY 2026-27 subject to the Council's direction as to possible additional resource allocations



# QUESTIONS?

