

## **Updates to the Proposed FY 2026-27 Budget Documents**

Based on additional staff review, the following updates are recommended to include in the final FY 2026-27 Operating and Capital Budget and FY 2026-27-FY 2030-31 Capital Improvement Plan (CIP) documents:

### **Proposed Operating & Capital Summary Budget FY 2026-27**

Page C-26 – The General Fund Five-Year Forecast schedule has been updated to correct display issues in the following columns: FY 2024-25 Adjusted Budget, FY 2024-25 Actuals, FY 2025-26 Adjusted Budget, FY 2025-26 Estimates for Operating Expenditures, and the FY 2025-26 Estimates Capital Transfer Out to GFAR. The revised schedule is shown below, with all updated figures highlighted in red.

Please note that the FY 2026-27 Proposed amounts and the remaining Five-Year Forecast figures have not changed.

Page C-52 The salary and benefit 10-year chart has been updated to correct the roll up value for salary and benefit in the FY 2026-27 Proposed and all five years of the forecast. Itemized items add to the correct amount. The chart has been updated to figures highlighted in red.

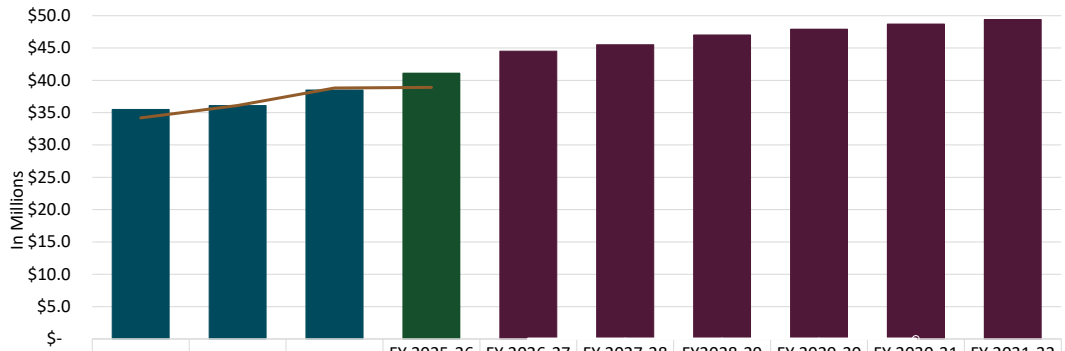
Page C-54 The grants and awards 10-year chart has been updated to correct the total value from \$0.2 to \$0.3 for FY 2026-27 Proposed.

**General Fund 5-Year Forecast**  
**Updated 4-12-2026**  
(in \$ million)

Revenue Category	FY 2024-25 Adjusted Budget	FY 2024-25 Actuals	FY 2025-26 Adjusted Budget	FY 2025-26 Estimates	FY 2026-27 Proposed	FY 2027-28 Forecast	FY 2028-29 Forecast	FY 2029-30 Forecast	FY 2030-31 Forecast	FY 2031-32 Forecast
Property Tax	\$ 20.0	\$ 20.2	\$ 21.5	\$ 21.5	\$ 22.6	\$ 23.5	\$ 24.4	\$ 25.4	\$ 26.4	\$ 27.3
VLF Backfill Property Tax	5.1	5.1	5.4	5.4	5.7	6.0	6.3	6.6	6.9	7.2
Sales & Use Tax	6.5	7.0	7.9	7.9	8.4	8.6	8.9	9.2	9.4	9.7
Measure G District Sales Tax	1.3	1.3	1.3	1.3	1.3	1.4	1.4	1.4	1.5	1.5
Franchise Fees	1.0	1.1	1.0	1.0	1.1	1.1	1.1	1.1	1.2	1.2
Transient Occupancy Tax	2.3	2.4	2.3	2.3	2.3	2.3	2.3	2.3	2.4	2.4
Business License Tax	2.8	3.0	2.6	2.6	2.7	2.8	2.8	2.9	3.0	3.1
Licenses & Permits	6.2	6.7	7.0	7.0	7.5	7.1	7.2	7.4	7.5	7.6
Intergovernmental	1.2	1.3	1.5	1.3	0.7	0.8	0.8	0.8	0.8	0.9
Town Services	5.2	5.7	6.9	6.9	5.4	5.5	5.6	5.8	5.9	6.1
Fines & Forfeitures	0.3	0.4	0.3	0.3	0.3	0.3	0.3	0.3	0.4	0.4
Interest	1.4	3.1	1.9	1.9	1.9	2.0	2.0	2.1	2.2	2.3
Other Sources	4.2	3.6	7.2	7.0	4.3	4.6	4.0	2.8	2.7	2.7
Fund Transfers In	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6
<b>TOTAL OPERATING REVENUES &amp;</b>	<b>\$ 58.1</b>	<b>\$ 61.5</b>	<b>\$ 67.4</b>	<b>\$ 67.0</b>	<b>\$ 64.8</b>	<b>\$ 66.6</b>	<b>\$ 67.7</b>	<b>\$ 68.7</b>	<b>\$ 70.9</b>	<b>\$ 73.0</b>
Use of Capital/Special Projects	\$ 3.7	\$ 1.1	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Use of Measure G Sales Tax -	0.6		-		-	-	-	-	-	-
Use of Pension/OPEB Reserve	-	0.3	-		-	-	-	-	-	-
<b>TOTAL REVENUES, TRANSFERS, AND USE OF RESERVES*</b>	<b>\$ 62.4</b>	<b>\$ 62.9</b>	<b>\$ 67.4</b>	<b>\$ 67.0</b>	<b>\$ 64.8</b>	<b>\$ 66.6</b>	<b>\$ 67.7</b>	<b>\$ 68.7</b>	<b>\$ 70.9</b>	<b>\$ 73.0</b>
Expenditure Category	FY 2024-25 Adjusted Budget	FY 2024-25 Actuals	FY 2025-26 Adjusted Budget	FY 2025-26 Estimates	FY 2026-27 Proposed	FY 2027-28 Forecast	FY 2028-29 Forecast	FY 2029-30 Forecast	FY 2030-31 Forecast	FY 2031-32 Forecast
Salary	\$ 25.2	\$ 22.4	\$ 25.6	\$ 23.4	\$ 26.2	\$ 27.2	\$ 27.9	\$ 28.6	\$ 29.2	\$ 29.8
Overtime	0.6	1.3	0.7	1.4	1.5	1.5	1.5	1.5	1.6	1.6
CalPERS Benefits	8.8	8.3	9.9	8.8	10.4	10.4	10.7	10.7	10.7	10.5
All Other Benefits	5.6	4.9	6.3	5.3	6.3	6.3	6.5	6.7	6.9	7.1
4.6% Salary and Benefits Savings	(1.5)	-	(2.2)	-	(2.0)	(2.1)	(2.1)	(2.2)	(2.2)	(2.3)
OPEB Pay as You Go	2.0	1.9	2.2	2.2	2.2	2.3	2.5	2.5	2.6	2.6
Operating Expenditures	10.6	8.1	13.0	11.6	10.2	10.2	10.6	10.8	11.1	11.3
Grants & Awards	0.7	0.7	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Utilities	0.7	0.8	0.7	0.7	0.8	0.8	0.9	0.9	0.9	0.9
Internal Service Charges	4.4	4.2	4.9	4.7	6.6	6.8	7.0	7.2	7.4	7.6
Debt Service	2.1	2.1	2.1	2.1	2.1	2.1	2.1	0.8	0.8	0.8
<b>TOTAL OPERATING EXPENDITURES</b>	<b>\$ 59.2</b>	<b>\$ 54.6</b>	<b>\$ 63.5</b>	<b>60.5</b>	<b>\$ 64.5</b>	<b>\$ 65.7</b>	<b>\$ 67.8</b>	<b>\$ 67.9</b>	<b>\$ 69.2</b>	<b>\$ 70.4</b>
Pension	0.4	0.7	0.7	0.7	0.4	0.4	0.4	0.4	0.4	0.4
<b>TOTAL OPERATING &amp; DISCRETIONARY EXPENDITURES</b>	<b>\$ 59.6</b>	<b>\$ 55.3</b>	<b>\$ 64.2</b>	<b>\$ 61.2</b>	<b>\$ 64.9</b>	<b>\$ 66.1</b>	<b>\$ 68.2</b>	<b>\$ 68.3</b>	<b>\$ 69.6</b>	<b>\$ 70.8</b>
Capital Transfers Out to GFAR	\$ 1.1	\$ 1.1	\$ 0.3	\$ 0.3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer to General Liability	-	0.1	-	-	-	-	-	-	-	-
GASB 65	-	-	-	-	-	-	-	-	-	-
Fixed Assets/ Equipment	0.4	-	-	0.2	-	-	-	-	-	-
1/2 of Measure G Proceeds to Capital	0.6	0.6	-	-	-	-	-	-	-	-
Allocate to ERAF Risk Reserve	-	-	-	-	-	-	-	-	-	-
Allocate to GASB 31 Reserve	-	1.2	-	-	-	-	-	-	-	-
Allocate to Pension Trust	0.7	0.7	0.4	0.6	0.4	0.4	0.4	0.4	0.4	0.4
<b>TOTAL EXPENDITURES &amp; RESERVE</b>	<b>\$ 62.1</b>	<b>\$ 59.0</b>	<b>\$ 64.9</b>	<b>62.3</b>	<b>\$ 65.3</b>	<b>\$ 66.5</b>	<b>\$ 68.6</b>	<b>\$ 68.7</b>	<b>\$ 70.0</b>	<b>\$ 71.2</b>
<b>NET REVENUES , TRANSFERS IN, USE OF RESERVES LESS EXPENDITURES, TRANSFERS IN, AND RESERVE ALLOCATIONS</b>	<b>\$ 0.3</b>	<b>\$ 3.9</b>	<b>\$ 2.5</b>	<b>\$ 4.7</b>	<b>\$ (0.5)</b>	<b>\$ 0.1</b>	<b>\$ (0.9)</b>	<b>\$ -</b>	<b>\$ 0.9</b>	<b>\$ 1.8</b>

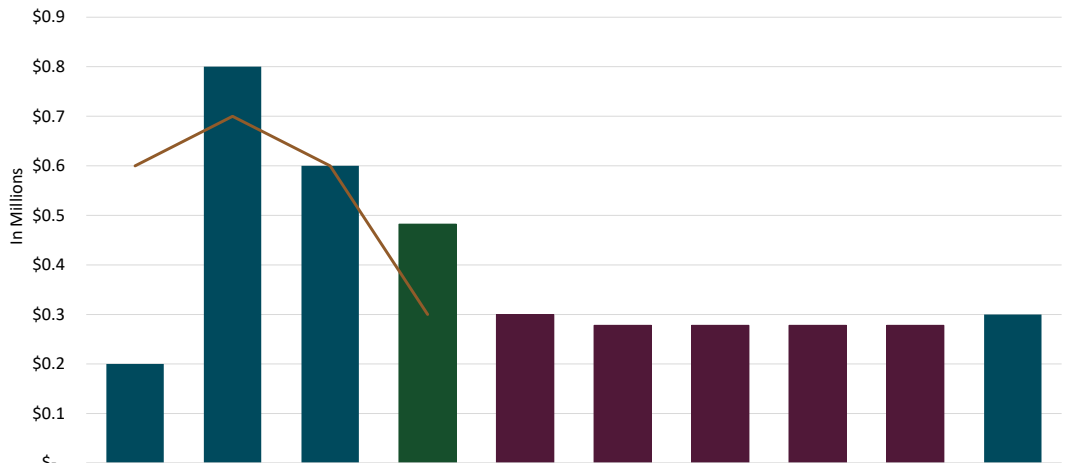
\* Due to rounding of individual categories total revenues, expenditures, and reserve allocations may include \$0.1 million.

Historical Actuals, Budget and Forecasted Salary and Benefits



	FY 2022-23	FY 2023-24	FY 2024-25	FY 2025-26 Estimate	FY 2026-27 Proposed	FY 2027-28 Forecast	FY2028-29 Forecast	FY 2029-30 Forecast	FY 2030-31 Forecast	FY 2031-32 Forecast
Adopted Budget/Forecast	\$35.5	\$36.1	\$38.5	\$41.1	\$44.5	\$45.5	\$47.0	\$47.9	\$48.7	\$49.4
Actuals	\$34.2	\$36.1	\$38.8	\$38.9	\$-	\$-	\$-	\$-	\$-	\$-
Salaries Actual	\$20.4	\$21.5	\$22.4	\$23.4	\$24.2	\$25.1	\$25.8	\$26.4	\$27.0	\$27.5
Overtime Actual	\$1.4	\$1.3	\$1.3	\$1.4	\$1.5	\$1.5	\$1.5	\$1.5	\$1.5	\$1.6
CalPERS Actual	\$7.1	\$7.4	\$8.3	\$8.8	\$10.4	\$10.4	\$10.7	\$10.7	\$10.7	\$10.5
Retiree Medical	\$1.5	\$1.6	\$1.9	\$2.2	\$2.2	\$2.3	\$2.5	\$2.5	\$2.6	\$2.6
All Other Benefits Actual	\$3.8	\$4.3	\$4.9	\$5.3	\$6.3	\$6.3	\$6.5	\$6.7	\$6.9	\$7.1

Historical Actuals, Budget and Forecasted Grants



	FY 2022-23	FY 2023-24	FY 2024-25	FY 2025-26 Estimate	FY 2026-27 Proposed	FY 2027-28 Forecast	FY2028-29 Forecast	FY 2029-30 Forecast	FY 2030-31 Forecast	FY 2031-32 Forecast
Adopted Budget/Forecast	\$0.2	\$0.8	\$0.6	\$0.5	\$0.3	\$0.3	\$0.3	\$0.3	\$0.3	0.3
Actuals	\$0.6	\$0.7	\$0.6	\$0.3	\$-	\$-	\$-	\$-	\$-	\$-