

Fiscal Years 2025-27 Operating & Capital Improvement Program Budgets

City Council
June 17, 2025



Budget Overview

- Overall, City remains in a **stable financial position** due to reliable property tax revenues, healthy reserves, and a modest residual fund balance
- The Biennial Budget is **“stretched”** due to lower revenue projections associated with loss of a major sales tax generator and unstable macro economic and development market conditions, as well as increased programmatic expenditures over the last five years
- Operating revenues covers 96.5% of operating expenditures. **Residual fund balance covers the gap to maintain existing services during uncertain period**
- **Maximizing use of unspent personnel budget** from this fiscal year (2024/25) to increase UAL contribution in FY25-27 Biennial and offset MOU negotiation costs
- Proposed budget **preserves \$9.3 million of residual fund balance** for possible loss of federal grants and/or major economic downturn

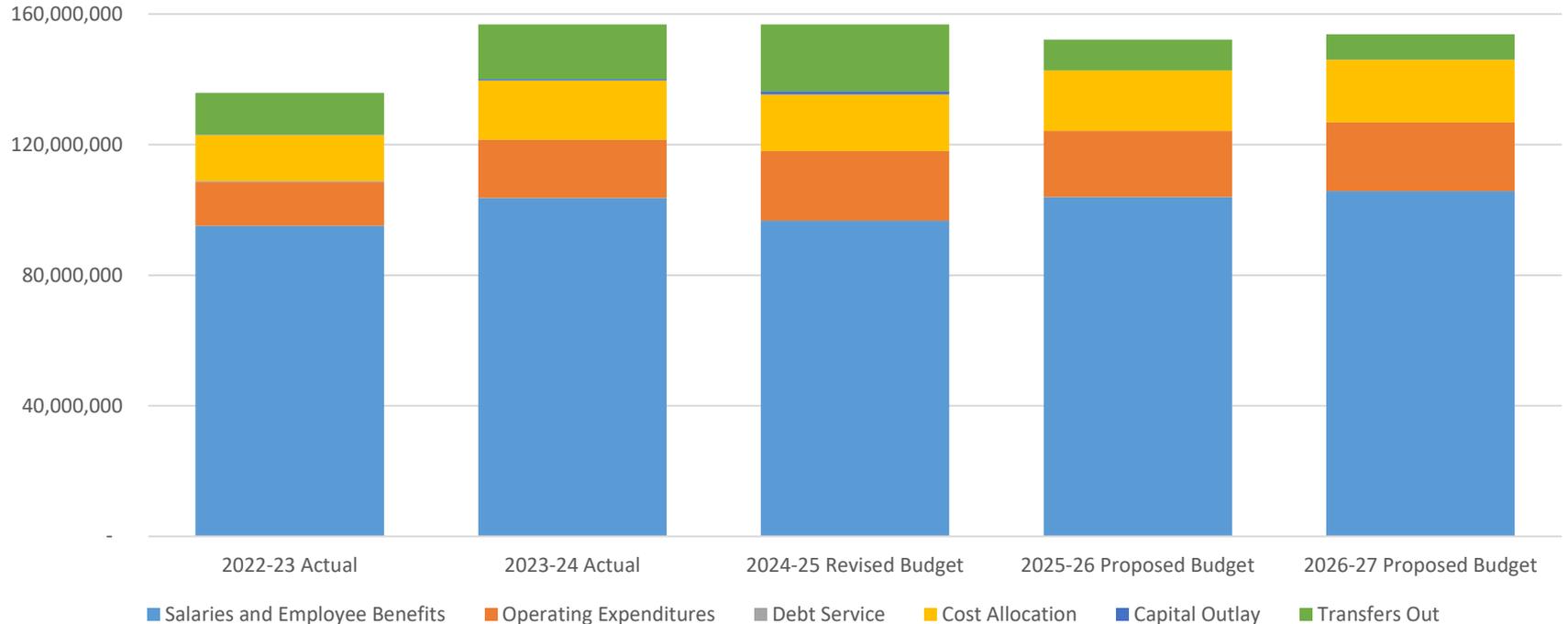
Operating Budget Overview

FY 2025-26 & FY 2026-27



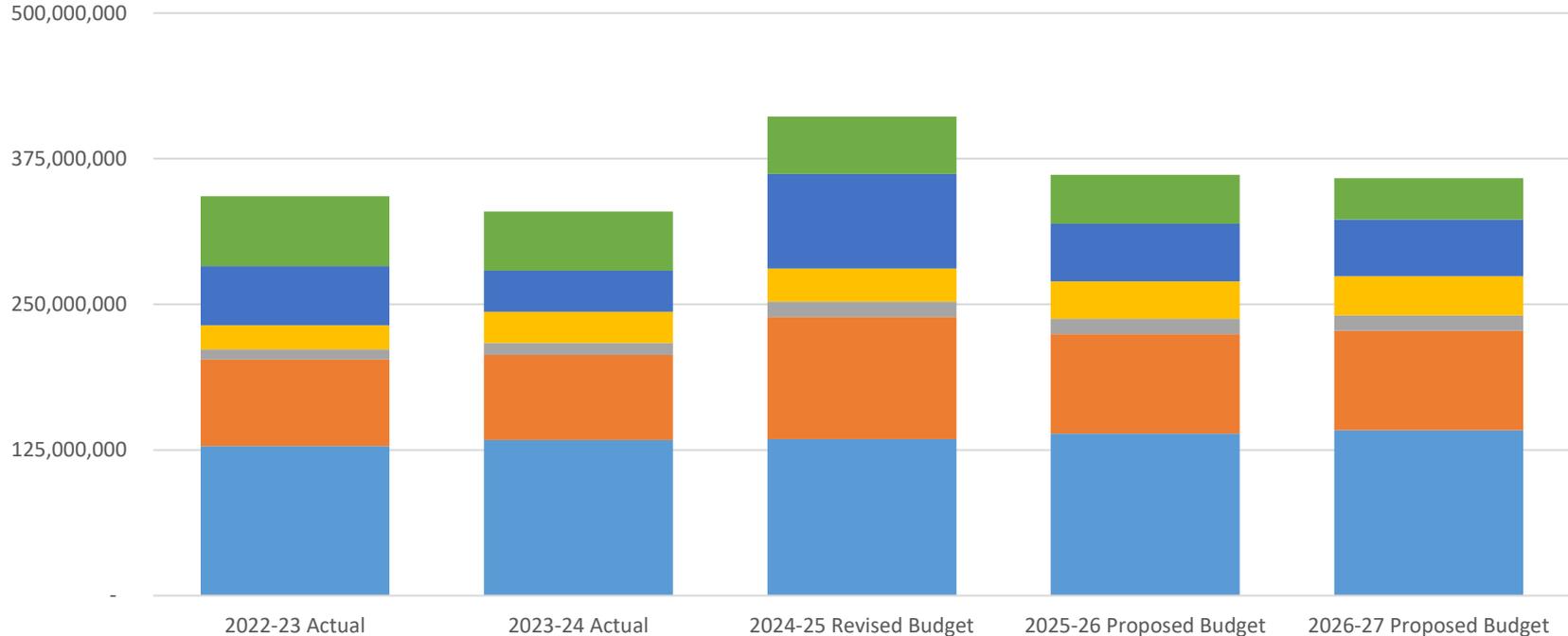
Budget Overview - General Fund

General Fund expenditure budget proposed at \$152.2 million for FY 2025-26 and \$153.8 million for FY 2026-27



Budget Overview – All Funds

All Funds proposed budget at \$361.2 million in FY 2025-26 and \$358.3 million in FY 2026-27



City Council Directed Operating Budget Changes



Department	Proposed	Year 1	Year 2	Funding Source
Non-Depart.	Increase revenues from CFDs for use in General Fund	\$1,000,000	\$1,000,000	CFDs
Library	Social Services (part-time or contractual)	(\$77,800)	-	General Fund
Police	Hiring of up to 72 Police Officers (up from 70 officers recommended on May 5 th)	(\$615,542)	(\$472,396)	General Fund
City Attorney	Hiring of a Victim Services Advocate	(\$200,000)	(\$202,000)	General Fund
Non-Depart.	Various adjustments including CalPERS, transfers, negotiations, etc.	(\$350,000)	(\$350,000)	General Fund
Non-Depart.	Additional funds required for 25% Reserve	(\$196,034)	(\$62,007)	General Fund
	TOTAL	(\$439,376)	(\$86,403)	

Capital Improvement Program Budget Overview

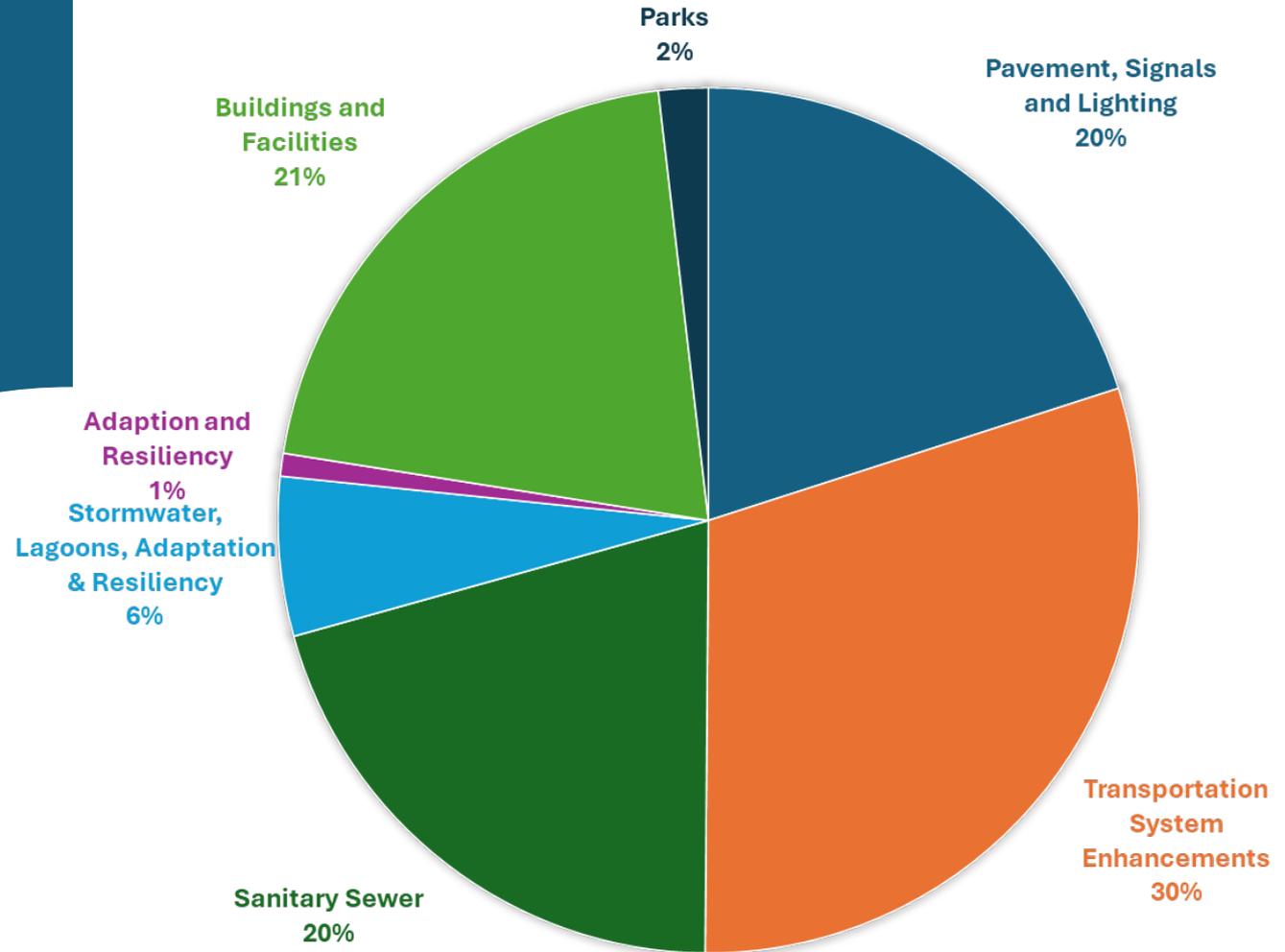
FY 2025-26 & FY 2026-27



Capital Improvement Program Budget Overview

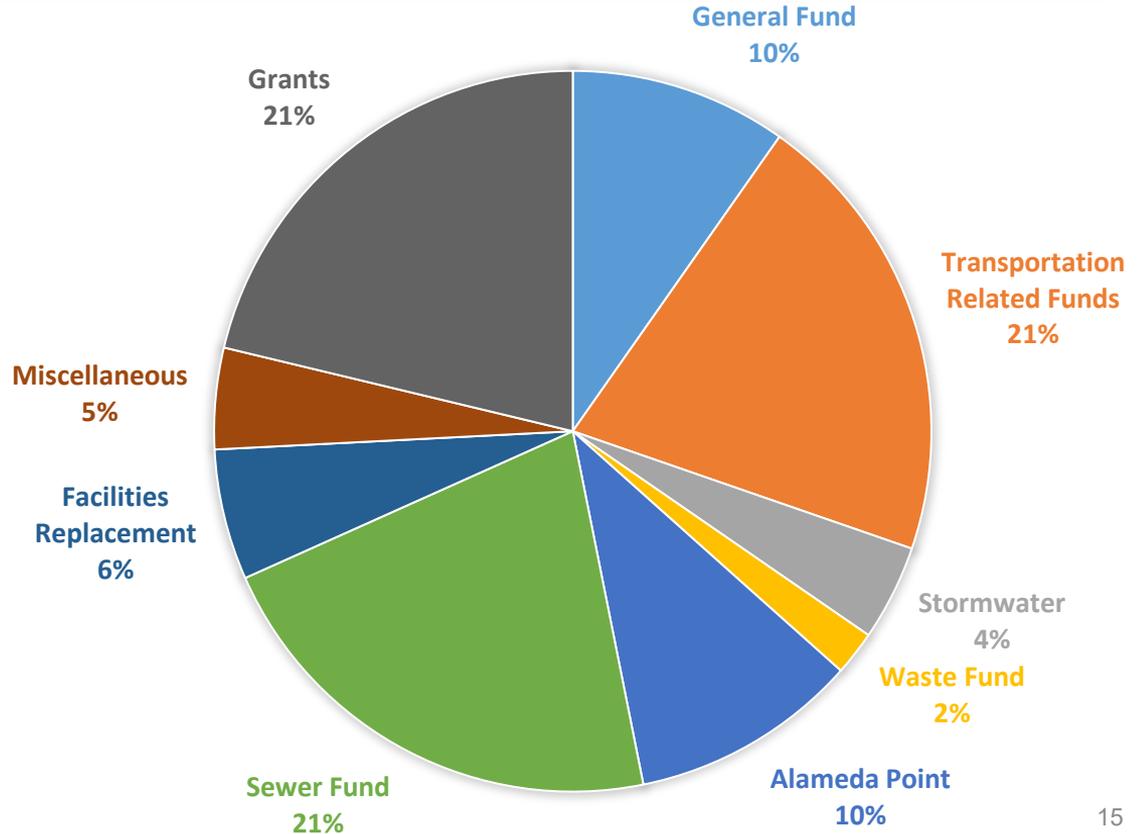
- Proposed from all funding sources:
 - **\$42.3 million for FY 2025-26**
 - **\$40.4 million for FY 2026-27**
- Focus on funding projects that improve safety, security and accessibility at public facilities plus leveraging grant funding
 - \$17.6 million in grant funding over two-year period
- Includes \$8.1 million of General Fund contribution for FY 2025-27 (10% of total two-year funding)
- \$82.7 million investment from numerous funding sources (sewer, grants, pavement, stormwater, etc.) advances 17 City Strategic Plan projects

Capital Improvement Program Budget by Project Type



Capital Improvement Program Budget by Fund Source

Fund Source	% Total Capital Budget
General Fund	10%
Transportation Funds (Gas Tax, BB, etc..)	21%
Stormwater Fund	4%
Waste Fund	2%
Alameda Point	10%
Sewer Enterprise Fund	21%
Facilities ISF	6%
Miscellaneous	5%
Grants	21%



Capital Budget Changes Since May Workshop

Project	Proposed	Year 1	Year 2	Funding Source
Alameda Point Pier 2 Rehabilitation	Based on further review of available fund balance, reduced proposed allocation in year 2.		(\$2,000,000)	Alameda Point
Oakland-Alameda Estuary Adaptation Project	Given uncertainty at federal level, will return to Council if grant appropriated	(\$1,000,000)		Grant match
	TOTAL	(\$1,000,000)	(\$2,000,000)	

Questions?