



# **FISCAL YEAR 2026**

## **MID-YEAR BUDGET MONITORING REPORT**



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## INTRODUCTION

Per City Council Budget Policy (Policy No. 000-02), quarterly reports are presented to the Budget and Government Efficiency Committee and the City Council each fiscal year. Quarterly reports are integral to the budget process as they provide transparency to the City of San Diego's (City) budget and finances and deliver critical data for informed decision-making.

The Fiscal Year 2026 Mid-Year Budget Monitoring Report (Mid-Year Report) provides the City Council and the public with a comprehensive forecast of year-end projections for both revenues and expenditures, in funds with budgeted personnel expenditures, and compares those projections to the current fiscal year's budget. The Department of Finance (DoF) produces this report in collaboration with City departments to forecast revenues and expenditures. The Mid-Year Report is developed using five months of unaudited actual activity in budgeted operating departments, with projections of anticipated spending and revenue trends for the remainder of the fiscal year. The Mid-Year Report also includes the following information, analysis, and recommendations:

- A high-level summary of projected revenues and expenditures
- Details on major General Fund revenues and assumptions
- Discussion of significant General Fund revenue and expenditure variances
- Updates on General Fund Balances and Reserves
- Planned mitigation actions
- Discussion of significant variances projected for non-General Funds
- Updates to the non-General Fund Reserves per the City's Reserve Policy
- Recommended appropriation adjustments

The analyses that support the year-end revenue and expenditure projections in this report are based on the most current data available at the time of publication, including statistical data, economic analyses, professional judgment and expertise from economic consultants and professional organizations, and other resources. DoF and departments will continue to monitor actual revenues and expenditures and will provide an update in the Fiscal Year (FY) 2026 Third Quarter Budget Monitoring Report (Third Quarter Report).

In accordance with Section 39 of the City Charter, the Mid-Year Report also includes **Attachment 5: Fiscal Year 2026 Financial Performance Report As of November 2025**, which compares unaudited revenue and expenditures against the FY 2026 budget for the General Fund and non-General Funds. This serves as a financial management tool, reflecting the City's commitment to fiscal discipline and transparency.

This report also includes, as attachments, position vacancy data and updates requested by the City Council via resolution or the Fiscal Year 2026 Appropriation Ordinance. These updates include **Attachment 6: Police Fiscal Year 2026 Appropriation Ordinance Update Memo** provided by the Police Department, **Attachment 7: Reporting Requirements – Section 19 of the Appropriation Ordinance** provided by the Office of the City Attorney, and **Attachment 8: Fiscal Year 2026 Mid-Year Budget Monitoring and Grant Funding Update** provided by the Homelessness Strategies and Solutions Department.

## GENERAL FUND EXECUTIVE SUMMARY

Summary of FY 2026 General Fund Projections					
Table 1	in millions				
Revenue/ Expenditures	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	<b>\$ 2,167.4</b>	<b>\$ 2,171.1</b>	<b>\$ 2,157.5</b>	<b>\$ (13.6)</b>	<b>-0.6%</b>
Major General Fund Revenues	1,612.5	1,612.5	1,605.3	(7.2)	-0.4%
Departmental Revenues	554.9	558.6	552.2	(6.4)	-1.1%
<b>Expenditures</b>	<b>\$ 2,167.4</b>	<b>\$ 2,171.1</b>	<b>\$ 2,174.3</b>	<b>\$ (3.2)</b>	<b>-0.1%</b>
Personnel Expenditures	961.5	964.9	979.7	(14.8)	-1.5%
Fringe & Non-Personnel Expenditures	1,205.9	1,206.3	1,194.7	11.6	1.0%
<b>Net Projected Activity</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (16.8)</b>	<b>\$ (16.8)</b>	

### Revenues

As shown in **Table 1: Summary of FY 2026 General Fund Projections**, General Fund revenues are projected to end the fiscal year \$13.6 million, or 0.6 percent, under the current budget, which is comprised of major General Fund revenues projected under budget by \$7.2 million and departmental revenues projected \$6.4 million below budget. The decrease in major revenues is primarily within transient occupancy tax, due to a decline in international travel and tempered growth in both leisure and business travel, and other major revenues due to reduced interest earnings. The projected decrease in departmental revenues is primarily due to a decline in Balboa Park parking revenue resulting from shifts in the implementation timeline and changes to the fee structure that differ from those assumed in the budget. Additional details, including offsetting increases and decreases within individual departments, will be discussed later in this report. Given the complexities of projecting revenues in the current climate, this report includes a comprehensive update on changes to major revenues, along with a sensitivity analysis.

A listing of General Fund projected revenues by department can be found in **Attachment 1: General Fund Projected Revenues**. Departments with notable variances are discussed later in this report.

### Expenditures

As shown in **Table 1: Summary of FY 2026 General Fund Projections**, General Fund expenditures are projected to exceed the budget by \$3.2 million, or 0.1 percent, by fiscal year-end.

General Fund personnel expenditures are projected to exceed budget by \$14.8 million, or 1.5 percent. This is largely driven by overtime and salary expenditures, which are projected to exceed budget by \$12.9 million and \$3.4 million, respectively. The largest drivers behind the increased overtime are public safety departments, which account for approximately 79.1 percent of the overall overage in personnel expenditures, as well as expanded hours to support emergencies and callbacks and maintain service levels within the Transportation and Parks and Recreation Departments. The increase in salaries is associated with a number of departments that have been successful in filling positions above what was anticipated when the budget was developed and before the implementation of the Request to Fill process. These

are partially offset by a historical savings adjustment, based on analyses of personnel changes from prior fiscal years, and will be discussed in detail later in this report.

General Fund fringe and non-personnel expenditures are projected to be under budget by \$11.6 million, or 1.0 percent. The three categories with projected savings exceeding \$1.0 million are contracts at \$2.8 million, information technology at \$1.9 million, and debt at \$1.4 million. Details on these savings, as well as the categories with offsetting overages, will be discussed later in this report. Additionally, similar to the discussion on personnel expenditures, an analysis of historical non-personnel expenditure savings was conducted. As a result of that analysis, a bottom-line adjustment was included in the projections to account for savings in individual departments that aggregate to larger savings overall, and for behavior changes that would impact expenditures, based on the results presented in the Mid-Year Report.

A listing of General Fund expenditure projections can be found in **Attachment 2: General Fund Projected Expenditures**. Departments with notable variances are discussed later in this report.

## Mitigating Actions

As a result of projections in the FY 2026 First Quarter Budget Monitoring Report (First Quarter Report), the Mayor directed that certain mitigating actions be implemented. These include a Request to Fill process to ensure only the most critical positions are filled, the suspension of discretionary spending and non-essential overtime, and a directive for all departments to initiate a zero-based review of external contracts to identify opportunities to renegotiate and/or terminate non-critical services.

While the projections in this report include the departments' assumption of savings associated with those mitigating actions, departments will continue to evaluate their operations to identify additional savings. Additionally, based on the projections presented in the report, further mitigating actions are being discussed, with a plan to implement them in the latter half of the fiscal year to help address the projected deficit. Details on the mitigating actions already implemented and those currently under development are discussed later in this report.

## GENERAL FUND REVENUE

### MAJOR GENERAL FUND REVENUES

The City's major General Fund revenues are projected to be under budget by \$7.2 million, or 0.4 percent, by fiscal year-end. When comparing categories that were reported in the First Quarter Report, this represents a \$1.3 million improvement in projected revenues. The net decrease in major General Fund revenues is primarily due to a projected \$7.4 million decrease in transient occupancy tax revenue resulting from a significant decline in international travel and tempered growth in both leisure and business travel. The remaining variances contributing to the net decrease of \$7.2 million are detailed in subsequent sections of this report. **Table 2: FY 2026 Major General Fund Revenue Projections** summarizes the projections by major General Fund revenue category.

FY 2026 Major General Fund Revenue Projections					
Table 2		in millions			
Revenue Source	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Property Tax	\$ 844.6	\$ 844.6	\$ 846.6	\$ 2.0	0.2%
Sales Tax	374.5	374.5	376.6	2.1	0.6%
Transient Occupancy Tax <sup>1</sup>	170.3	170.3	162.8	(7.4)	-4.4%
Franchise Fees <sup>2</sup>	103.6	103.6	106.4	2.8	2.7%
Other Major Revenues	119.6	119.6	112.9	(6.7)	-5.6%
<b>Total</b>	<b>\$ 1,612.5</b>	<b>\$ 1,612.5</b>	<b>\$ 1,605.3</b>	<b>\$ (7.2)</b>	<b>-0.4%</b>

<sup>1</sup>Total City FY 2026 Adopted Budget for transient occupancy tax is \$323.6 million and the projection is \$309.7 million. The balance is budgeted in the Transient Occupancy Tax Fund.

<sup>2</sup>Total City FY 2026 Adopted Budget for franchise fees revenue is \$219.7 million and the projection is \$222.5 million. The balance is budgeted in the Environmental Growth and Underground Surcharge Funds.

The projections for major General Fund revenues are based on actual revenue distributions received as of the mid-year, and the most recent economic information available to the City at the time of preparing this report. The Fiscal Year 2026 Adopted Budget (Adopted Budget) assumed stable yet restrained growth for all major General Fund revenues and the mid-year projection continues to reflect restrained growth, largely due to a consistent decrease in monthly revenue receipts, particularly for transient occupancy tax.

A summary of current local key economic indicators, which inform the overall major revenue projections, is reflected in **Table 3: Local Economic Indicators**. These indicators, including consumer confidence, employment trends, and housing data, serve as important tools for assessing potential shifts in revenue patterns and guiding adjustments to revenue projections.

Local Economic Indicators

Table 3

Economic Indicator	Nov-24	Nov-25	Change %
Consumer Confidence	112.80	92.90	-17.6%
City of San Diego Unemployment	4.4%	4.6%	0.2%
City of San Diego Number of Unemployed	31,900	34,600	8.5%
City of San Diego Home Sales <sup>1</sup>	10,105	10,044	-0.6%
City of San Diego Median Home Price	\$916,000	\$900,000	-1.7%
San Diego Consumer Price Index (CPI)	375.860	391.020	4.0%
San Diego County Foreclosures <sup>1</sup>	223	213	-4.5%
San Diego County Notices of Default <sup>1</sup>	1,698	1,948	14.7%

Source: California Employment Development Department, The Conference Board Index of Leading Economic Indicators, HDLCC, San Diego County Assessor/Auditor/Recorder's Office, U.S. Bureau of Labor Statistics.

<sup>1</sup> Calendar year data through November 2025.

As of November 2025, consumer confidence was recorded at 92.9, a decrease of 17.6 percent compared to 112.8 in November 2024. Consumer confidence trended downward over the last four consecutive months, coinciding with the recent federal government shutdown that lasted 43 days, the longest in U.S. history. Consumer confidence has been significantly impacted by concerns about uncertain economic conditions. Preliminary data from December 2025 shows a continued decline in consumer confidence to 89.1, reflecting a 4.1 percent decrease from November 2025.

Following a month without recorded data due to the federal government shutdown, the November 2025 unemployment rate in the City of San Diego reached 4.6 percent, a slight increase compared to 4.4 percent in November 2024. The number of unemployed has grown by approximately 2,700. Although the unemployment rate has slowly increased over the last year, a 4.6 percent rate is generally considered in line with normal economic fluctuations and is a slight improvement from the 4.9 percent reported in the First Quarter Report for September 2025. However, this suggests challenges exist within the job market, and the need to monitor this trend to assess any potential impacts on the local economy.

As of November 2025, the median home price in San Diego has remained elevated at \$900,000, which represents a 1.7 percent decrease from the November 2024 median home price. Additionally, the number of year-to-date home sales has remained relatively flat from 10,105 home sales in November 2024 to 10,044 in November 2025. Notably, elevated home prices and interest rates are causing many potential home buyers to delay purchases until home prices or interest rates decrease. During the Federal Open Market Committee (FOMC) meeting, held on December 10, 2025, the committee decreased the target range for the federal funds rate by 25 basis points due to positive progress in the economy. This was the third consecutive interest rate cut following a reduction of 25 basis points in October 2025 and 25 basis points in September 2025. The Committee is committed to supporting maximum employment and returning inflation to its 2.0 percent objective. The FOMC recently met on January 28, 2026, and decided to keep rates unchanged at 3.50 - 3.75 percent, as a result of anticipated steady economic activity. The next FOMC meeting is scheduled for March 17-18, 2026, which will determine if rates will be adjusted. Although foreclosure notices have shown a steady decrease

when comparing calendar year data through November 2025, they remain within normal levels. Notices of default have increased compared to the previous year, which can lead to a risk of increased foreclosures.

The San Diego region CPI has increased by 4.0 percent compared to the same time last year, indicating a trend of continued elevated pricing, and remains above the Federal Reserve's target rate of 2.0 percent, indicating inflationary pressures continue to persist.

These local economic indicators are supportive of the overall projection for restrained revenue growth, highlighting a continued softening local economy and suggesting that economic conditions may continue to weigh on revenue sources. The Department of Finance will continue to monitor revenues and economic indicators throughout the fiscal year and will incorporate updates from industry experts and the City's property tax and sales tax consultants in the upcoming Third Quarter Report. Details on the major components of the City's General Fund Adopted Budget as compared to the current projections for the major revenues are provided in the following sections.

## Property Tax

FY 2026 Property Tax Revenue Projection Details					
Table 4 <span style="float: right;">in millions</span>					
Revenue Source	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Property Tax Growth Rate	4.48%	4.48%	4.90%	0.42%	N/A
Property Tax Projection Total	\$ 844.6	\$ 844.6	\$ 846.6	\$ 2.0	0.2%
1.0% Property Tax	574.2	574.2	574.3	0.1	0.0%
MVLF Backfill	212.1	212.1	213.1	1.0	0.5%
RPTTF Tax Sharing Pass-through Payments	13.6	13.6	13.8	0.2	1.7%
RPTTF Residual Property Tax	44.7	44.7	45.4	0.7	1.6%
<b>Total</b>	<b>\$ 844.6</b>	<b>\$ 844.6</b>	<b>\$ 846.6</b>	<b>\$ 2.0</b>	<b>0.2%</b>

Property tax revenue is primarily derived from a 1.0 percent levy on the assessed value of all real property, collected by the San Diego County Tax Collector. The levy is then distributed to various agencies including the County, the City, school districts, and special districts. In addition, property tax revenue includes tax sharing pass-through payments and residual property tax received from the Redevelopment Property Tax Trust Fund (RPTTF) after the Recognized Obligations Payment Schedule (ROPS) is met. These residual funds are then distributed to the local taxing entities per their individual allocation formulas at a rate ranging from 17.0 to 22.0 percent. **Table 4: FY 2026 Property Tax Revenue Projections Details** provides a breakdown of the property tax projection by each revenue source.

Overall property tax is projected to exceed budget by \$2.0 million, or 0.2 percent, at fiscal year-end. This represents an increase of \$536,000 from the First Quarter Report. The increase in property tax revenues is due to an increase of \$1.0 million in motor vehicle license fee (MVLF) backfill revenue based on the calculation and payment schedule provided by the County of San Diego in October 2025, as well as a net \$940,000 increase in RPTTF tax sharing pass-through payments and residual property tax based on actual RPTTF deposits received from the County in January 2026 for the Recognized Obligation Payment Schedule (ROPS) 19. Any change to the ROPS enforceable obligations can either reduce or increase the total residual RPTTF available for distribution amongst the taxing entities of the former RDA, including the City's proportionate share.

## Sensitivity Analysis

Future risks to the property tax revenue projection include changes in interest rates—which could impact the number of home sales and median home prices—as well as delinquency rates, refunds, and exemptions. If the FOMC provides any additional rate cuts continuing into 2026, this would favor property tax revenues in future years.

Additionally, RPTTF residual distributions are largely determined by enforceable obligations to be placed on the upcoming ROPS, which is subject to the California Department of Finance’s (CA-DOF) approval in April 2026. An update to the projection of the residual property tax distributions will be provided in the Third Quarter Report. If any of the enforceable obligations included on the ROPS are denied or changed by the CA-DOF, the amount of RPTTF residual funds would increase or decrease respectively, potentially impacting the General Fund.

## Sales Tax

FY 2026 Sales Tax Revenue Projections					
<i>Table 5</i>	<i>in millions</i>				
Revenue Source	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Sales Tax Growth Rate	0.25%	0.25%	1.20%	0.95%	N/A
Sales Tax Projection	\$ 374.5	\$ 374.5	\$ 376.6	\$ 2.1	0.6%

Sales tax is collected at the point of sale and remitted to the California Department of Tax and Fee Administration, which allocates tax revenue owed to the City in monthly payments. The total citywide sales tax rate in San Diego is 7.75 percent, of which the City receives 1.0 percent of all point-of-sale transactions within the City.

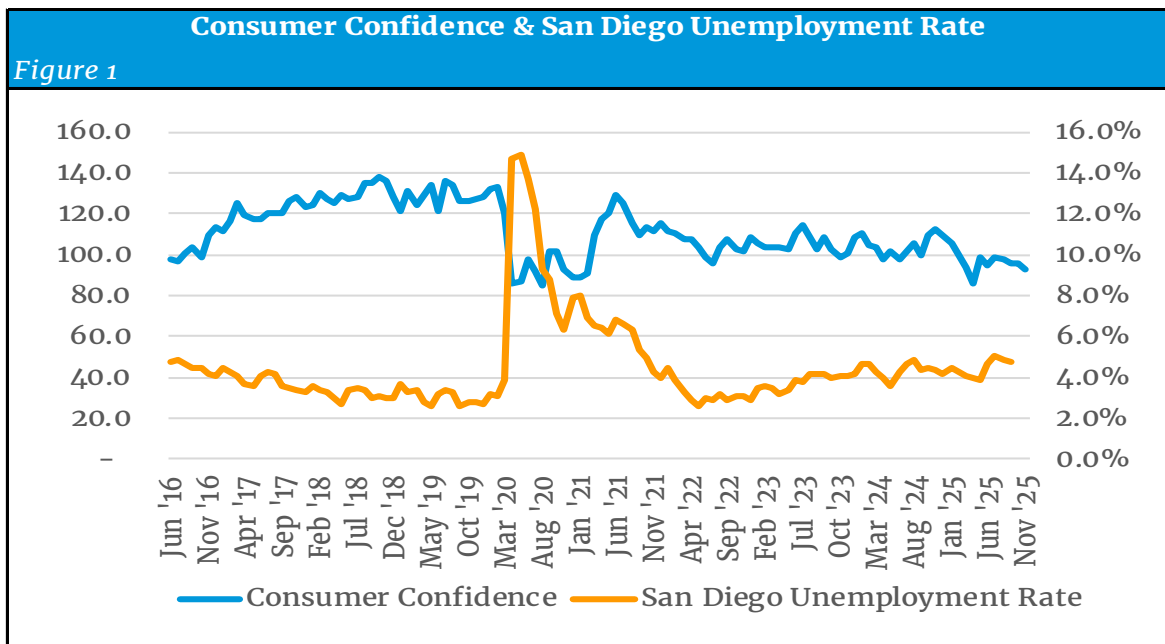
As displayed in **Table 5: FY 2026 Sales Tax Revenue Projections**, sales tax revenue is projected to exceed budget by \$2.1 million, or 0.6 percent, at fiscal year-end. This represents an increase of \$2.5 million from the First Quarter Report. The increase is driven by higher-than-anticipated actual sales tax receipts collected in the first half of Fiscal Year 2026. While the First Quarter Report noted consumer concerns about persistent inflationary pressures, a slowdown in the labor market, and fluctuating consumer confidence, the upturn in actual sales tax receipts has led to a slight increase in the year-end projection.

Based on the latest data from the U.S. Bureau of Labor Statistics, the San Diego region CPI, a metric that measures costs across many consumer items, increased by 4.0 percent—from 375.860 in November 2024 to 391.020 in November 2025. This remains above the Federal Reserve’s target rate of 2.0 percent, signaling continued elevated pricing on goods. The December 2025 UCLA Anderson Forecast assumes national inflation will remain above the Federal Reserve Board’s inflation target of 2.0 percent for the near future, with the national CPI increasing 2.8 percent for calendar year 2025 and forecasted at a 3.2 percent increase in calendar year 2026.<sup>1</sup>

<sup>1</sup> The UCLA Anderson Forecast for the Nation and California. UCLA Anderson Forecast. December 2025. Page 23

As preliminarily reported by the California Employment Development Department, the November 2025 unemployment rate for the City of San Diego is 4.6 percent, which represents a 0.2 percent increase from 4.4 percent in November 2024. According to the December 2025 UCLA Anderson Forecast, California's unemployment rate is projected to remain at 5.5 percent in calendar year 2026.<sup>2</sup> The City's unemployment rate is trending slightly better than the State's unemployment rate of 5.5 percent in calendar year 2025.

Recent data supports the ongoing fluctuation in consumer confidence, with the index recorded at a preliminary reading of 89.1 in December 2025, down 18.6 percent from 109.5 in December 2024, and a 4.1 percent month-over-month drop from 92.9 in November 2025. This further decline in consumer confidence reflects ongoing economic uncertainty related to persistent inflation, labor market conditions, tariff policies, and geopolitical events. Such uncertainty can lead to more cautious spending, with consumers prioritizing essential purchases and reducing spending on discretionary items. The correlation between consumer confidence and unemployment indicators is depicted in **Figure 1: Consumer Confidence & San Diego Unemployment Rate**.



Source: Consumer Confidence Board

To better align with this trend, and in light of the recent increase in actual receipts, the year-over-year sales tax growth projection has been revised upward to 1.2 percent, which represents a moderate increase from the 0.50 percent growth rate assumed in the First Quarter Report and 0.25 percent growth rate assumed in the Adopted Budget. This adjustment to the growth rate is in line with the City's sales tax consultant's most recent sales tax projections and is substantiated by the evolving shift in consumer consumption patterns.

<sup>2</sup> The UCLA Anderson Forecast for the Nation and California. UCLA Anderson Forecast. December 2025. Page 51

Sales tax revenue will continue to be closely monitored and updated in the Third Quarter Report to reflect any changes in spending trends or other economic indicators impacting sales tax receipts.

### Sensitivity Analysis

The sales tax projections reflect the latest estimates for what the City is expected to receive this fiscal year. Actual local sales tax revenue could be impacted by potential changes to interest rates by the Federal Reserve, inflation, unemployment rates, and changes in consumer confidence. Additionally, changes to federal policies, including the continuation of tariffs and deportation policies, and geopolitical events can also have impacts on revenues. All of these factors could impact consumer confidence and/or business-to-business growth. Any potential increase or decrease in local taxable sales performance will directly impact the City's sales tax projection and will be reflected in the Third Quarter Report and considered for the FY 2027 Draft Budget.

### Transient Occupancy Tax (TOT)

FY 2026 Transient Occupancy Tax (TOT) Revenue Projections <sup>1</sup>					
Table 6		in millions			
Revenue Source	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
TOT Growth Rate	2.20%	2.20%	-1.90%	-4.10%	N/A
TOT Projection	\$ 170.3	\$ 170.3	\$ 162.8	\$ (7.4)	-4.4%

<sup>1</sup>Total City FY 2026 Adopted Budget for transient occupancy tax is \$323.6 million and the projection is \$309.7 million. The balance is budgeted in the Transient Occupancy Tax Fund.

The City receives Transient Occupancy Tax (TOT) revenue from hotels, Short Term Residential Occupancy units (STROs), and Recreational Vehicle Parks (RV Parks), at a rate of 10.5 cents per dollar on taxable rent for a transient's stay of less than one month, and is received by the City from hotels, Short Term Residential Occupancy units (STROs), and Recreational Vehicle Parks (RV Parks).

The Adopted Budget for TOT excludes revenues from Measure C, a voter-approved initiative passed in March 2020, which increased the TOT rate on hotel stays above the base rate of 10.5 percent to support key priorities. These additional revenues are deposited into separate funds and are used to support homelessness programs and services and convention center modernization and expansion.

As displayed in **Table 6: FY 2026 Transient Occupancy Tax (TOT) Revenue Projections**, TOT revenue is projected to be under budget by \$7.4 million, or 4.4 percent, at fiscal year-end. When compared to the First Quarter Report, this \$4.6 million decrease is primarily attributed to lower-than-anticipated TOT receipts received in the first half of the fiscal year. According to the January 2026 San Diego Lodging forecast, developed by Tourism Economics, international travel experienced a significant decline in calendar year 2025 due to increased tension between the United States and other countries, which affected international tourism and negatively impacted TOT receipts. In calendar year 2026, international tourism is anticipated to grow 3.9 percent, indicating that a rebound may be underway in the current calendar year, but is still projected to remain below pre-pandemic levels.<sup>3</sup> This decrease is

<sup>3</sup> Tourism Economics San Diego Lodging Forecast. January 2026. [San Diego Industry Research](#).

also affected by the projected tempered growth in both leisure and business travel, with group and business travel remaining below pre-pandemic levels.

To better align with both actual TOT receipt trends and the latest tourism forecast, the year-over-year growth rate is now projected at negative 1.9 percent, a decrease from 2.2 percent assumed in the Adopted Budget. This revision reflects the expectation that travel demand will remain relatively flat as consumers navigate the current economic uncertainty, inflationary pressures, and a slowdown in the labor market.

TOT's primary economic drivers include room rates, occupancy, and room demand. **Table 7: San Diego County Visitor Industry**, provides a summary of the projected growth in economic indicators that impact TOT receipts.

San Diego County Visitor Industry				
Table 7	in millions			
	CY 2023	CY 2024	CY 2025	CY 2026 <sup>2</sup>
Average Occupancy	73.4%	74.2%	72.1%	71.3%
Average Daily Rate	\$ 209.96	\$ 212.54	\$ 212.14	\$ 212.98
Revenue PAR <sup>1</sup>	\$ 154.17	\$ 157.64	\$ 152.97	\$ 151.91
Room Demand (growth)	1.2%	1.7%	-0.4%	0.8%

Source: San Diego Tourism Authority and Tourism Economics

<sup>1</sup>Revenue Per Available Room (Average Occupancy multiplied by Average Daily Rate).

<sup>2</sup>Lodging Forecast - Tourism Economics, January 2026.

## Sensitivity Analysis

Potential factors that would impact TOT projections include changes in consumer discretionary spending, including leisure travel, due to room prices, other travel expenses, inflation, and unemployment rates. Any changes to the current growth assumptions could directly impact the projected TOT revenue and transfer of funds to Special Promotional Programs and the General Fund.

TOT revenue projections will continue to be closely monitored and updated in the Third Quarter Report to reflect any changes in spending trends and economic indicators related to the San Diego tourism economy.

## Franchise Fees

FY 2026 Franchise Fee Revenue Projections					
Table 8	in millions				
Revenue Source	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
SDG&E Growth Rate	0.00%	0.00%	0.00%	0.00%	N/A
Cable Growth Rate	-6.79%	-6.79%	-3.88%	2.9%	N/A
Franchise Fee Projection <sup>1</sup>	\$ 103.6	\$ 103.6	\$ 106.4	\$ 2.8	2.7%

<sup>1</sup>Total City FY 2026 Adopted Budget for franchise fees revenue is \$219.7 million and the projection is \$222.5 million. The balance is budgeted in the Environmental Growth and Underground Surcharge Funds.

Franchise fee revenue is generated from agreements with private utility companies in exchange for the use of the City's rights-of-way. The largest of the franchise fee payers in the

City are San Diego Gas and Electric (SDG&E), Cox Communications, Spectrum TV, AT&T U-verse, and California American Water (Cal AM). In addition, the City collects franchise fees from private refuse haulers that conduct business within City limits.

As displayed in **Table 8: FY 2026 Franchise Fee Revenue Projections**, franchise fee revenue is projected to exceed budget by \$2.8 million, or 2.7 percent, by fiscal year-end. This is primarily due to a projected increase in facility franchise fees from the Sycamore Landfill due to higher-than-expected tonnage collected at the site. This represents an increase from the First Quarter Report.

There is no change to the SDG&E payments from the Adopted Budget. The City will receive an annual cleanup payment from SDG&E in February 2026 and related revenue projections will be updated accordingly in the Third Quarter Report.

### Sensitivity Analysis

Potential factors that could result in fluctuations in franchise fees include price adjustments, weather variability, and electricity and gas consumption levels. Due to the SDG&E reconciliation occurring only once a year, each February, variations from the budgeted growth rate have historically been significant. However, the Department of Finance has been meeting with SDG&E management and receiving financial updates quarterly which show the SDG&E franchise fee revenue is close to budgeted levels through the first three quarters of the calendar year. Additionally, cable providers have greater uncertainty in revenues due to digital competitors and changes in consumer behavior with entertainment choices.

### Other Major Revenues

FY 2026 Other Major Revenue Projections					
Table 9 <span style="float: right;">in millions</span>					
Revenue Source	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Property Transfer Tax	\$ 11.9	\$ 11.9	\$ 11.8	\$ (0.1)	-1.0%
Refuse Collector Business Tax	1.6	1.6	1.4	(0.2)	-13.9%
Revenue from Use of Money and Property	12.6	12.6	7.4	(5.2)	-41.2%
Revenue from Other Agencies	2.2	2.2	2.9	0.7	33.1%
Charges for Current Services	38.2	38.2	38.2	-	0.0%
Other Revenues	-	-	0.1	0.1	0.0%
Transfers In	53.1	53.1	51.2	(2.0)	-3.7%
<b>Total</b>	<b>\$ 119.6</b>	<b>\$ 119.6</b>	<b>\$ 112.8</b>	<b>\$ (6.7)</b>	<b>-5.6%</b>

The other major revenue category includes Property Transfer tax; General Governmental Services Billing (GGSB), which is a reimbursement from other City funds supported by General Fund services; one-cent TOT transfer into the General Fund; rent reimbursements from non-General Fund departments; interest earnings attributable to the General Fund from the City's investment pool; refuse collector business tax; and other miscellaneous one-time revenues.

As displayed in **Table 9: FY 2026 Other Major Revenue Projections**, other major revenues are projected to be under budget by \$6.7 million, or 5.6 percent, by fiscal year-end due to the following decreases compared to the Adopted Budget:

- \$5.5 million in reduced interest earnings primarily due to the use of Excess Equity in recent years, which has significantly reduced the amount of cash on hand in the General Fund, as well as delayed reimbursements for Capital Improvement Program (CIP) expenditures from bond proceeds. The timing between when the General Fund

advances funds and when reimbursements are received has contributed to the reduced cash balance, incurring monthly negative interest earnings in the General Fund. The Department of Finance, in collaboration with the Engineering and Capital Projects Department, is working to accelerate reimbursements and reduce the duration and size of negative cash balances.

- \$1.3 million in the one-cent TOT transfer to the General Fund. Per Municipal Code Section 35.0128, a one-cent transfer shall be deposited into the General Fund. As noted in the TOT section of this report, the forecasted decline in tourism has also reduced this component of projected TOT revenue.
- \$656,000 in the California Governor's Office of Emergency Services reimbursements for the January 2024 winter storms due to a delay in State review and approval processes. The First Quarter Report had assumed this funding would not be received this fiscal year; however, after discussions with State staff, a portion of the funding is now expected in Fiscal Year 2026.
- \$226,000 in Refuse Collector Business Tax revenue based on year-to-date trends.
- \$122,000 in property transfer tax generated from recent home sales. Unlike the 1.0 percent property tax revenue, which is based on calendar year 2024 activity, property transfer tax receipts reflect current economic conditions without a lag. Recent economic indicators have shown improvement in both the median home price and the number of home sales since the start of the last fiscal year, leading to an increase of \$298,000 from the First Quarter Report.

Partially offsetting these decreases are the following projected increases:

- \$733,000 in excess vehicle license fee collection payments from the State Controller's Office in accordance with Revenue and Taxation Code section 11001.5(b).
- \$311,000 in additional rent revenue from non-General Fund Departments occupying office space in the City Operations and Civic Center Plaza Buildings.

The Department of Finance will continue to monitor and provide any updates to the projections in the Third Quarter Report.

## DEPARTMENTAL REVENUE

General Fund departmental revenues are projected at \$552.2 million by fiscal year-end, which represents a net decrease of \$6.4 million, or 1.1 percent, from the current budget. The following section highlights departments with significant revenue variances, defined as variances exceeding +/- \$1.0 million. **Table 10: FY 2026 Significant General Fund Departmental Revenue Projections** displays the departments with significant variances from the current budget.

FY 2026 Significant General Fund Departmental Revenue Projections					
Department	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
City Treasurer	\$ 45.9	\$ 45.9	\$ 44.7	\$ (1.2)	-2.6%
Economic Development	82.6	82.6	79.8	(2.8)	-3.4%
Fire-Rescue	77.7	77.7	82.0	4.3	5.5%
Parks and Recreation	68.8	68.8	59.3	(9.6)	-13.9%
Police	73.6	73.6	75.2	1.6	2.2%
Stormwater	21.6	21.6	19.4	(2.2)	-10.1%
All Other Departments	184.6	188.3	191.8	3.5	1.8%
<b>Total</b>	<b>\$ 554.9</b>	<b>\$ 558.6</b>	<b>\$ 552.2</b>	<b>\$ (6.4)</b>	<b>-1.1%</b>

### City Treasurer

The Office of the City Treasurer projects departmental revenues to be under budget by \$1.2 million, or 2.6 percent, at fiscal year-end. This decrease is primarily due to a \$2.1 million reduction in Cannabis Business Tax revenue, a further decrease of \$618,000 from the First Quarter Report. As discussed in the First Quarter Report, taxable gross receipts reported by outlets continue to decline due to market saturation, which has lowered wholesale pricing, as well as reduced revenue from limited outlets expanding operating hours following approved extended retail hours and the delayed implementation of extended retail hours from July 2025 to August 2025.

This decrease is partially offset by an increase of \$698,000 in Short-Term Residential Occupancy (STRO) licensing revenue due to higher license application and renewal activity as the program establishes trends and exceeds initial cycles, and \$247,000 in Rental Unit Tax revenue from new notices to accounts with outstanding balances.

### Economic Development

The Economic Development Department projects departmental revenue to be under budget by \$2.8 million, or 3.4 percent, at fiscal year-end. This decrease is comprised of \$1.4 million from Wayfinding Kiosk revenue, due to revenues not being realized at the levels included in the budget and to delays in installing the kiosks, which have resulted in deferred corporate sponsor payments. In addition, a \$1.0 million reduction is attributed to lower-than-anticipated telecom revenue from new site builds. While the Adopted Budget assumed revenue from new site activity, current permitting and review progress indicate slower progress towards revenue realization, with only four new agreements and four renewals anticipated in FY 2026. Additionally, \$514,000 is attributed to reduced lease and concession revenue generated from City-owned properties, based on the most up-to-date information from lessees on percentage-rent accounts, reflecting slower growth in key tourism indicators, including hotel occupancy and revenues and \$470,000 in reduced reimbursements for billable

work performed. The department is currently experiencing a number of vacancies and employees on extended leave, which has reduced its capacity to perform reimbursable work. These decreases are partially offset by an increase of \$529,000 in interest earned on investments.

## Fire-Rescue

The Fire-Rescue Department projects departmental revenue to be over budget by \$4.3 million, or 5.5 percent, at fiscal year-end. This increase is primarily attributed to \$3.0 million in reimbursements primarily from increased support to the Junior Lifeguard Program and Paramedic School. An additional \$1.4 million is attributed to revenue from federal and other agencies for strike team deployments. A combined increase of \$481,000 is attributed to prior-year reimbursements and refunds and an increase in safety sales tax. These increases are partially offset by a decrease of \$680,000 in licenses and permits due to reduced special event permit issuances based on year-to-date activity.

## Parks and Recreation

The Parks and Recreation Department projects departmental revenues to be under budget by \$9.6 million, or 13.9 percent, at fiscal year-end. Consistent with the First Quarter Report, this decrease is comprised of an \$8.9 million decrease in Balboa Park parking revenue. This decrease is primarily attributed to a shift in the program's implementation timeline and adjustments to the proposed fee structure comprised of: \$4.4 million decrease due to shifting the program's implementation timeline from October 2025 to January 2026; \$3.3 million due to modifications to the initial tier structure, shifting to a model that introduces half-day passes, variable rates for residents and non-residents at each tier, reduced rates for residents at prime park locations, three hours of free parking at lower Inspiration Point, and a cap on meter revenue after four hours; and \$1.2 million due to the introduction of an annual pass for residents and club members. An additional \$1.2 million is attributed to a decrease in charges for current services, including \$978,000 associated with lower demand for City-provided services tied to special use permits, recreation and aquatic center permits, and internment permitting, and \$441,000 related to delays in implementing a service-level agreement with Engineering and Capital Projects for asset management support and plan check reviews for capital improvement projects.

## Police

The Police Department projects departmental revenues to be over budget by \$1.6 million, or 2.2 percent, at fiscal year-end. Similar to the First Quarter Report, this increase is primarily attributed to \$2.3 million in billable work, mainly reimbursements for special events, including police security and traffic control support at ballpark events, consistent with FY 2025 support levels. This increase is partially offset by a decrease of \$417,000 in parking citation revenue, as the department continues to fill parking enforcement vacancies to meet its field coverage and \$372,000 in reduced municipal court revenue due to lower regional collections for vehicle code violations, traffic school fees, laboratory service fees, and HOV lane violations, based on prior-year trends.

## Stormwater

The Stormwater Department projects departmental revenues to be under budget by \$2.2 million, or 10.1 percent, at fiscal year-end. This decrease is primarily comprised of \$1.8 million

associated with reduced parking citation revenues. When the budget was developed, citation revenue assumptions were increased following an adjustment to the fines from \$40 to \$72.50; however, citation volume has declined as a result of staffing shortages among Parking Enforcement Officers and Motor Sweeper Operators, both of which the department is actively working to fill. An additional \$1.6 million reduction is associated with the projected decrease in reimbursements for work performed within community parking districts. While work continues in the parking districts, due to reduced parking meter revenues and increased expenditures in the Parking Meter Operations Fund, there are less funds to reimburse the General Fund for eligible expenditures. Partially offsetting these decreases is an increase of \$573,000 in reimbursements for work performed for other funds, primarily associated with capital improvement projects. Additionally, the department anticipates a refund of \$876,000 from the Army Corps of Engineers following its cancellation of the Water Resources Development Act agreement, as well as unspent funds provided by the City in a prior fiscal year to process permits for unauthorized levee encroachments. This portion of the refund will be repurposed for consultant work to perform technical studies to determine the San Diego River levees' capacity and structural integrity, and leverage that to accredit the levees through FEMA. This refund will satisfy a portion of the studies required to attain FEMA levee certification by the March 2029 deadline. The department plans to request the remaining required funding in future fiscal year budgets.

### **Transient Occupancy Tax Impact on Departmental Revenues**

TOT revenue collected from hotels, STROs, and RV parks is used for special promotional programs that maintain and enhance visitor-related facilities and support the promotion of the City's cultural amenities and natural attractions. The Adopted Budget includes \$86.2 million in transfers from the TOT Fund to the General Fund to reimburse departments for the safety and maintenance of visitor-related facilities, covering areas such as Fire-Rescue lifeguard support, homelessness programs and services, street sweeping in high-tourist areas, security services at Mission Bay Park, public safety at major events, and parks and recreation centers.

Due to the projected decrease in TOT revenue discussed in the major General Fund revenues section of this report, reimbursements to General Fund departments have decreased by a net \$4.1 million, primarily in the Homelessness Strategies and Solutions Department for eligible related programs and services. Notably, the decrease in reimbursements does not reduce service levels; instead, it reflects a reduction in reimbursement from the TOT Fund for these services.

## GENERAL FUND EXPENDITURES

General Fund expenditures are projected to be over budget by \$3.2 million, or 0.1 percent, at fiscal year-end. As displayed in **Table 11: Summary of FY 2026 General Fund Expenditure Projections**, this is primarily attributed to a projected overage of \$14.8 million in personnel expenditures, which is partially offset by a net decrease of \$11.6 million in fringe and non-personnel expenditures.

Summary of FY 2026 General Fund Expenditure Projections					
Expenditures	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Personnel Expenditures	\$ 961.5	\$ 964.9	\$ 979.7	\$ (14.8)	-1.5%
Fringe & Non-Personnel Expenditures	1,205.9	1,206.3	1,194.7	11.6	1.0%
<b>Total Expenditures</b>	<b>\$ 2,167.4</b>	<b>\$ 2,171.1</b>	<b>\$ 2,174.3</b>	<b>\$ (3.2)</b>	<b>-0.1%</b>

### PERSONNEL EXPENDITURES

As displayed in **Table 12: FY 2026 General Fund Salaries and Wages Projections**, personnel expenditures are projected to be over budget by \$14.8 million, or 1.5 percent, at fiscal year-end.

FY 2026 General Fund Salaries and Wages Projections					
Expenditure Category	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Salaries	\$ 830.4	\$ 830.4	\$ 833.8	\$ (3.4)	-0.4%
Overtime	99.8	103.2	116.1	(12.9)	-12.5%
Hourly Wages	17.2	17.2	15.3	1.9	11.2%
Pay-in-Lieu of Annual Leave	9.7	9.7	9.5	0.2	1.9%
Termination Pay	4.4	4.4	5.0	(0.6)	-14.7%
<b>Total Salaries and Wages Expenditures</b>	<b>\$ 961.5</b>	<b>\$ 964.9</b>	<b>\$ 979.7</b>	<b>\$ (14.8)</b>	<b>-1.5%</b>

### Salaries and Wages

The salaries and wages expenditure category consists of five distinct types of wages: salaries (including special pays), overtime, hourly wages, pay-in-lieu of annual leave, and termination pay. Salary expenditures include compensation paid at the employee's rate of pay for standard-hour employees. Overtime expenditures include compensation at an employee's regular rate of pay plus the appropriate overtime premium. Hourly wages include compensation paid at the employee's rate of pay for non-standard hour employees. Pay-in-lieu of annual leave and termination pay represent compensation in lieu of taking leave. Termination pay distinguishes the expenditures incurred upon an employee's separation from the City.

Salaries and wages are projected at \$979.7 million by fiscal year-end, which represents an increase of \$14.8 million, or 1.5 percent, above the current budget. The categories with material increases are salaries and overtime, which are projected to exceed budgeted levels by \$3.4 million and \$12.9 million, respectively. These increases are partially offset by a \$1.9 million

decrease in hourly wages. The departments contributing most to these variances, along with the underlying causes, will be discussed in greater detail in the following section.

### Discussion of Departments with Significant Variances from Budget

The following section highlights the departments with significant variances in personnel expenditures, defined as variances exceeding +/- \$1.0 million. **Table 13: FY 2026 Significant General Fund Personnel Expenditure Projections** displays the list of departments with significant variances from the current budget.

FY 2026 Significant General Fund Personnel Expenditure Projections					
Table 13					in millions
Department	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
City Attorney	\$ 57.5	\$ 57.5	\$ 60.1	\$ (2.6)	-4.5%
Fire-Rescue	201.7	201.7	213.2	(11.5)	-5.7%
Parks and Recreation	70.0	70.0	68.8	1.1	1.6%
Police	363.6	363.6	366.4	(2.8)	-0.8%
Transportation	49.0	52.4	55.5	(3.1)	-5.9%
Historical Savings Adjustment <sup>1</sup>	-	-	(2.3)	2.3	100.0%
All Other Departments	219.7	219.7	218.0	1.7	0.8%
<b>Total</b>	<b>\$ 961.5</b>	<b>\$ 964.9</b>	<b>\$ 979.7</b>	<b>\$ (14.8)</b>	<b>-1.5%</b>

<sup>1</sup>Year-End Projection includes historical personnel savings adjustment of \$2.3 million based on factors that may contribute to the difference between departmental projections and year-end actuals, including recently implemented mitigation actions.

#### City Attorney

The Office of the City Attorney is projecting personnel expenditures to be over budget by \$2.6 million, or 4.5 percent, at fiscal year-end. This increase is primarily comprised of \$3.1 million in the salaries category and is attributed to the department not achieving the reduction target established during the budget development process, as it has maintained several supplemental positions and plans to fill additional positions by fiscal year-end to ensure having sufficient staff to perform critical functions. This increase is partially offset by a \$469,000 decrease in the hourly category, based on year-to-date activity, and \$400,000 in new grant revenue.

#### Fire-Rescue

The Fire-Rescue Department is projecting personnel expenditures to be over budget by \$11.5 million, or 5.7 percent, at fiscal year-end. This overage is primarily comprised of \$6.8 million in overtime, which represents an increase of \$2.2 million from the First Quarter Report. This overage is comprised of \$4.9 million in sworn constant staffing back-fill primarily for leave time taken, \$997,000 attributed to other divisional overtime primarily associated with an increase in dispatcher training, \$475,000 associated with reimbursable deployments, and \$396,000 in overtime for special assignments, primarily continuing education. Further increases within personnel expenditures include \$3.9 million in the salaries category primarily due to higher-than-anticipated academy graduates and the successful promotions to Fire Captain and Engineer positions. The 102<sup>nd</sup> Fire Academy graduated 36 Fire Recruits in December 2025, exceeding the budgeted assumption of 28. Additionally, as of December 2025, 32 Fire Engineer and 20 Fire Captain vacancies have been successfully filled, with an additional 24 Fire Engineer and 16 Fire Captain promotions anticipated by fiscal year-end. Additional increases include \$574,000 in hourly expenditures primarily to support seasonal lifeguard staffing and dispatch operations, and \$219,000 for termination pay.

Notably, the increase in overtime expenditures related to strike team deployments is anticipated to be partially offset by an estimated increase of \$1.4 million in associated deployment revenue. Reimbursements are typically processed within 90 days of staff's return. On average, the City can expect to receive reimbursements in about four months from the State and five months from FEMA.

### **Parks and Recreation**

The Parks and Recreation Department is projecting personnel expenditures to be under budget by \$1.1 million, or 1.6 percent, at fiscal year-end. This decrease is primarily comprised of \$3.7 million in the salaries category, due to adherence to the budget mitigation action to limit hiring to critical positions essential for maintaining core functions, combined with anticipated attrition throughout the remainder of the fiscal year and reduced use of certain standard-hour positions. This decrease is partially offset by an overage of \$1.8 million in the hourly category to maintain budgeted service levels at recreation centers and city parks, as the department continues to utilize hourly staff due to historical difficulties in recruiting and retaining standard-hour positions. The department has submitted a proposal to address this difficulty in the FY 2027 budget. Additionally, the department projects an increase of \$883,000 in overtime expenditures to support holiday hours, special events, callouts, and safety-related needs.

### **Police**

The Police Department is projecting personnel expenditures to be over budget by \$2.8 million, or 0.8 percent, at fiscal year-end. Consistent with the First Quarter Report, this overage is primarily due to an increase of \$3.4 million in overtime and comprised of \$1.7 million to support increased special event activity requiring police presence and traffic control based on actuals and prior-year activity trends, \$843,000 in parking enforcement to support enhancements to the program, including extended meter hours and Sunday enforcement around Petco Park and Business Districts, and \$467,000 in grants, task forces, and other reimbursable operations due to broadened participation in cost-recoverable opportunities. As noted in the departmental revenue section, this increase is expected to be partially offset by an estimated \$2.3 million in additional reimbursements related to special events, grants, task forces, and other reimbursable activities. These overages are partially offset by a \$1.2 million decrease in the hourly category, primarily due to fewer hours worked by hourly staff at special events, reflecting current service levels. As requested in Section 2A: 10-12 of the Appropriation Ordinance (AO), **Attachment 6: Police Fiscal Year 2026 Appropriation Ordinance Update Memo** provides further detail on Police Department overtime expenditures, Neighborhood Policing expenditures, and plans for expenditure of budget balances for these items.

### **Transportation**

The Transportation Department is projecting personnel expenditures to be over budget by \$3.1 million, or 5.9 percent, at fiscal year-end. This increase is primarily attributed to \$2.2 million in the salaries category primarily due to the department's success in filling positions in the first half of the fiscal year, before the Request to Fill process was implemented. Additionally, the department projects an increase of \$1.2 million in overtime costs to support emergencies and callbacks, including sidewalk services, traffic signal and crosswalk repairs, and roadway pothole patching.

## Historical Personnel Savings Adjustment

Personnel expenditure projections are prepared in collaboration with City departments and are based on two fundamental components, including a personnel expenditure projection based on personnel data extracted from the SAP Organization Management (OM) module on December 1, 2025, and department-prepared forecasts for staffing changes anticipated to occur after this date—this includes planned hiring and adjustments based on attrition rates. The department-prepared forecasts are then reviewed for reasonableness by DoF and aggregated for an overall evaluation of General Fund personnel expenditures.

As part of the FY 2026 Mid-Year Budget Monitoring Process, DoF staff performed additional analyses based on previous monitoring reports to identify trends between mid-year projections and year-end actuals and the recently implemented mitigation actions to curtail spending in FY 2025. Based on this evaluation, DoF anticipates that, in the aggregate, General Fund personnel expenditures will be \$2.3 million below the department-prepared forecasts. This estimate is based on several factors that may contribute to the difference between projections and actuals, including hirings and vacancies not included in individual department projections due to unforeseeable circumstances, such as internal hiring between different departments creating unanticipated vacancies; or a prolonged hiring process impacted by factors including the current Request to Fill process, which requires executive approval to fill only those positions most critical to operations.

## NON-PERSONNEL EXPENDITURES

Fringe benefits and non-personnel expenditures are projected at \$1,194.7 million, which represents a decrease of \$11.6 million, or 1.0 percent, at fiscal year-end. The following section discusses variances for categories with significant variances, defined as variances exceeding +/- \$1.0 million. **Table 14: FY 2026 General Fund Non-Personnel Expenditure Projections** displays fringe and non-personnel expenditure projections by expenditure category.

FY 2026 General Fund Non-Personnel Expenditure Projections					
Table 14 <span style="float: right;">in millions</span>					
Expenditure Category	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Fringe Benefits <sup>1</sup>	\$ 602.3	\$ 602.3	\$ 602.6	\$ (0.3)	-0.1%
Supplies	37.3	37.4	38.5	(1.1)	-2.9%
Contracts	344.7	344.9	342.1	2.8	0.8%
Information Technology	58.2	58.2	56.3	1.9	3.2%
Energy and Utilities	65.5	65.5	68.9	(3.4)	-5.3%
Other	6.0	6.0	5.6	0.4	6.8%
Transfers Out	80.3	80.4	80.0	0.4	0.5%
Capital Expenditures	0.9	0.9	1.3	(0.4)	-45.0%
Debt	10.9	10.7	9.4	1.4	12.6%
Historical Savings Adjustment <sup>2</sup>	-	-	(10.0)	10.0	100.0%
<b>Total</b>	<b>\$ 1,205.9</b>	<b>\$ 1,206.3</b>	<b>\$ 1,194.7</b>	<b>\$ 11.6</b>	<b>1.0%</b>

<sup>1</sup>Year-End Projection includes savings of \$598,000 in fringe benefits associated with the historical personnel savings adjustment.

<sup>2</sup>Year-End Projection includes savings of \$10.0 million based on factors that may contribute to the difference between departmental projections for non-personnel expenditures and year-end actuals, including recently implemented mitigation actions.

## Fringe Benefits

Fringe benefits are projected at \$602.6 million by fiscal year-end. This represents an increase of \$313,000, or 0.1 percent, when compared to the current budget. This increase is comprised

of \$1.3 million in fixed fringe benefits partially offset by savings of \$1.0 million in variable fringe benefits. **Table 15: FY 2026 General Fund Fringe Benefits Projections** summarizes this detail.

FY 2026 General Fund Fringe Benefits Projections					
Table 15					in millions
Fringe Benefit Category	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Fixed	\$ 463.4	\$ 463.4	\$ 464.8	\$ (1.3)	-0.3%
Variable	138.9	138.9	137.8	1.0	0.7%
<b>Total<sup>1</sup></b>	<b>\$ 602.3</b>	<b>\$ 602.3</b>	<b>\$ 602.6</b>	<b>\$ (0.3)</b>	<b>-0.1%</b>

<sup>1</sup>Year-End Projection includes savings of \$0.7 million in fringe benefits associated with the historical personnel savings adjustment.

### Fixed Fringe Benefits

Fixed fringe benefit expenditures include the following: the Actuarially Determined Contribution (ADC) to the San Diego City Employees' Retirement System (SDCERS), and contributions for Workers' Compensation, Long-Term Disability (LTD), Other Post-Employment Benefits (OPEB), Unemployment Insurance, and Risk Management Administration (RMA). Fixed fringe costs are considered annual obligations that, in the aggregate, remain relatively constant regardless of fluctuations in staffing levels but are allocated to fully account for these costs at the department or fund level. Therefore, a proportionate change of filled positions in the General Fund and the non-General Funds impacts actual and projected expenditures due to corresponding changes to these allocations. The fringe cost allocations are based on budgeted positions at a point in time during the budget development process and the expenditure allocation is trued up at the end of the fiscal year based on actual filled positions.

Fixed fringe is projected to be over budget by \$1.3 million, or 0.3 percent, at fiscal year-end. This increase is primarily attributed to increases of \$2.8 million in the reallocation of ADC and Workers' Compensation contributions based on projected personnel expenditures. This is partially offset by savings of \$1.0 million in LTD contributions, based on updated projections that reflect reduced operating expenditures in the current fiscal year. Additionally, due to the Historical Personnel Expenditure Savings adjustment previously discussed, approximately \$378,000 in savings is estimated to be spread across all fixed fringe benefit accounts.

### Variable Fringe Benefits

Variable fringe benefit expenditures include Flexible Benefits, the Supplemental Pension Savings Plan (SPSP), Medicare, Employee Offset Savings, Retiree Medical Trust, the Retirement 401 Plan, and the Deferred Retirement Option Plan (DROP). These are costs that are directly impacted by hiring a new employee and changes in direct proportion to the number of employees on the City's payroll.

Variable fringe benefits are projected to be under budget by \$1.0 million, or 0.7 percent, at fiscal year-end. The decrease is primarily attributed to savings of \$844,000 within the Flexible Benefits account which can be primarily attributed to vacancies and the executive directive to implement a Request to Fill vacancies process. Additionally, due to the Historical Personnel Expenditure Savings adjustment previously discussed, it is estimated that approximately \$298,000 in savings will be spread across variable fringe accounts.

## Supplies

The supplies category, which includes costs for office supplies, books, tools, uniforms, and safety supplies, among others, is projected to be over budget by \$1.1 million, or 2.9 percent, at fiscal year-end. This overage is primarily attributed to the following:

- \$1.4 million in the Parks and Recreation Department comprised of \$431,000 in cleaning and janitorial supplies to maintain restrooms at Mission Bay and Shoreline Parks amid increased usage; \$350,000 for the one-time purchase and installation of parking meters and payment kiosks associated with the implementation of paid parking in Balboa Park, offset by related savings in the contracts category; \$300,000 in supplies to meet obligations for joint-use areas resulting from increased costs of pool chemicals, irrigation components, and fertilizer; and \$280,000 to support operations at Balboa Park, including maintenance materials, CPI adjustments, and equipment and supplies for Park Rangers and Brush Management crews.
- \$426,000 in the Stormwater Department primarily due to higher supply costs for channel, pump station, storm drain maintenance, and safety supplies.
- \$404,000 in the Police Department due to delayed FY 2025 ammunition and safety supplies, increased costs for ballistic vests due to contractual price increases, and additional safety, equipment, and repair-related purchases.

These increases are partially offset by a decrease of \$658,000 in the Homelessness Strategies and Solutions Department due to combined savings across programs and the use of recently received grant funding to support eligible expenditures.

## Contracts

The contracts category, which includes the cost of legal fees, insurance, refuse disposal fees, fleet vehicle usage and assignment fees, rent expenses, consulting services, and other contractual expenses, is projected to be under budget by \$2.8 million, or 0.8 percent, at fiscal year-end. This decrease is primarily attributed to the following:

- \$10.8 million in Citywide Program Expenditures primarily due to a decrease in the budgeted contributions to the Public Liability Fund after insurance proceeds were deposited into that fund and increased available cash. Those proceeds will be available to cover current-year payments, allowing the General Fund to reduce projected contributions.
- \$670,000 in the Homelessness Strategies and Solutions Department primarily due to the receipt of previous year's credits.

These decreases are partially offset by the following increases:

- \$3.1 million in the Transportation Department comprised of \$1.3 million in services provided by the Engineering and Capital Projects Department to support survey monument and engineering services, \$655,000 for security services resulting from negotiated contract renewals and expanded scope of security services to support operations at the Chollas Operations Yard parking lot following its closure in late FY 2025, including shuttle service for City employees and walking patrols at temporary parking locations; \$583,000 in increased contractual costs for concrete pumping

services related to CPI adjustments; \$276,000 in landscaping services, including tree planting and maintenance pursuant to a settlement agreement, and right-of-way weed and brush abatement; and \$244,000 in increased maintenance and building materials costs and increased vehicle rentals to support expanded inspection and repair activity in the public right-of-way.

- \$2.2 million in the Police Department comprised of \$2.0 million for taser equipment to support replacement needs and field operations. Funding was previously supported by the Seized Assets Funds; however, reduced availability of these funds has resulted in the need for General Fund support. Additionally, \$1.6 million is attributed to increased usage and assignment fees. This includes \$1.0 million in higher usage fees due to increased service demands, which have raised service costs as well as the rising costs of supplies and parts, and \$600,000 in assignment fees primarily due to the early delivery of several vehicles in FY 2025 that were not assumed in the current fiscal year budget, combined with rising acquisition costs. An additional \$1.0 million is attributed to payment of outstanding prior-year misdemeanor booking invoices. The deferral of these items is attributed to ongoing Memorandum of Understanding negotiations with the San Diego County Sheriff, which are anticipated to conclude in the current fiscal year. Lastly, \$970,000 is attributed to increased contractual landscaping costs following a May 2025 agreement, the final payment of a FY 2025 negotiated settlement executed with the County of San Diego, and increased operational service demands, including hazmat response, abatement services, and facility repairs and maintenance. These increases are partially offset by a \$3.3 million decrease in rent paid to the County of San Diego for the Central Jail following notice that payment of rent will no longer be required.
- \$2.1 million in the Parks and Recreation Department comprised of \$989,000 in increased waste hauling and disposal tipping fees and prior-year costs resulting from renegotiated terms after the development of the Adopted Budget, \$744,000 in prior-year expenditures that were posted in the current fiscal year, \$692,000 to support contractual obligations associated with the roof and HVAC replacement at a joint use facility, and \$559,000 in increased vendor rates for security services based on new contract agreements. These increases are partially offset by a decrease of \$607,000 in lower-than-anticipated costs for the Balboa Park parking implementation, which partially offset a related overage in the supplies category.
- \$1.2 million in the Fire-Rescue Department is comprised of increased costs across several services, including helicopter maintenance, motive usage fees, tuition reimbursements, lease parking, and deployment reimbursements to other agencies.

## Information Technology

The information technology category, which includes costs related to hardware and software maintenance, help desk support, and other information technology services, is projected to be under budget by \$1.9 million, or 3.2 percent, at fiscal year-end. This decrease is primarily attributed to reduced non-discretionary information technology costs across city departments, driven by the availability of fund balance to support information technology services provided to departments, combined with operational efficiencies that generate savings in an effort to mitigate costs and address the General Fund shortfall. While non-discretionary support levels reflect updates based on citywide technology needs, which the

Department of Information Technology adjusts for throughout the fiscal year, overall charges to departments will be reduced this year with the use of the additional available fund balance.

## Energy and Utilities

The energy and utilities category, which includes costs for electricity, fuel, and other utility and energy expenses, is projected to be over budget by \$3.4 million, or 5.3 percent, at the end of the fiscal year. This increase is primarily attributed to the following:

- \$3.0 million in the Parks and Recreation Department, primarily due to water rate changes and improved cost allocation methodology. Consistent with standard practice, the budget was developed using approved rates and did not incorporate FY 2026 rate assumptions. Subsequently, the projection now assumes approved rate increases. The variance is further impacted by a shift from commercial rates to higher irrigation rates to better reflect the department's actual water use, which is primarily for the irrigation of developed and regional parks. Notably, the department has implemented initiatives to strategically manage irrigation and reduce water consumption and anticipates reducing water run times by 30 percent through fiscal year-end.
- \$1.2 million in the Police Department primarily comprised of \$850,000 in increased fleet fuel and EV charging costs based on the most recent six-month year-to-date activity. The Adopted Budget assumed fuel-efficiency improvements associated with two officers per vehicle; however, this has not materialized due to limited staffing. Additionally, \$330,000 is attributed to an increase in cellular phone costs to support department staff.

The above increases are partially offset by a net decrease of \$728,000 across city departments, primarily due to lower non-discretionary costs, including reduced electricity consumption based on updated allocations and facility operations.

## Debt

The Debt category, which includes long-term debt service on liabilities such as bonds, loans, and capital lease obligations, is projected to be under budget by \$1.4 million, or 12.6 percent, at fiscal year-end. Consistent with the First Quarter Report, this decrease is comprised of \$1.1 million in the Fire-Rescue Department due to lower principal and interest payments associated with the purchase of a helicopter and its outfitting. Due to the timing of when the lease was executed, only one lease payment is required in FY 2026. Additionally, the cost for the outfitting has been deferred, resulting in no payment for this portion of the lease. An additional \$292,000 decrease in the Police Department is attributed to lower principal and interest payments for three helicopter leases, also due to the timing of lease execution.

## Historical Non-Personnel Savings Adjustment

Similar to the Historical Personnel Savings Adjustments discussed earlier in the report, DoF performed an analysis of non-personnel expenditures over the past few fiscal years. This analysis included benchmarking previous Mid-Year Reports to identify trends between mid-year projections and year-end actuals that could be used to better predict final expenditures. Based on this evaluation, DoF anticipates that, in the aggregate, General Fund non-personnel expenditures will be \$10.0 million below the department-prepared forecasts. DoF has identified several factors that may contribute to this historical trend, which includes small

savings in the 40+ City departments which aggregate to larger savings for the General Fund and operational changes that impact expenditures based on the results presented in the Mid-Year Report. Since DoF is unable to predict the department or categories where these expenditure savings are likely to occur, the estimate has been included as a bottom-line adjustment to total non-personnel expenditures.

## GENERAL FUND BALANCES AND RESERVES

The City's Reserve Policy ([Council Policy 100-20](#)) documents the City's approach to establishing and maintaining reserves across City operations. The following section discusses the General Fund FY 2026 projected ending fund balance and reserve estimates.

### FISCAL YEAR 2026 GENERAL FUND BALANCES AND RESERVE PROJECTIONS

**Table 16: FY 2026 General Fund Balances and Reserve Estimates** displays the General Fund balances and reserve estimates.

FY 2026 General Fund Balances and Reserve Estimates				
<i>Table 16</i>				<i>in millions</i>
Description	Current Budget	Year-End Projection	Variance	% of Operating Revenues <sup>1</sup>
<b>Fiscal Year 2026 Beginning Fund Balance</b>	<b>\$ 207.1</b>	<b>\$ 207.1</b>	<b>\$ -</b>	<b>11.1%</b>
<b>Fiscal Year 2026 Projected Activity</b>				
Revenue	2,171.1	2,157.5	(13.6)	
Expenditures	(2,171.1)	(2,174.3)	(3.2)	
<b>Net Projected Activity<sup>2</sup></b>	<b>-</b>	<b>(16.8)</b>	<b>(16.8)</b>	
<b>FY 2026 Projected Ending Fund Balance</b>	<b>\$ 207.1</b>	<b>\$ 190.3</b>	<b>\$ (16.8)</b>	<b>10.2%</b>
Emergency Reserve	107.6	107.6	-	5.8%
Stability Reserve	99.5	99.5	-	5.3%
<b>FY 2026 Projected Reserve Balance</b>	<b>207.1</b>	<b>207.1</b>	<b>-</b>	<b>11.1%</b>
<b>FY 2026 Projected Available Fund Balance</b>	<b>\$ -</b>	<b>\$ (16.8)</b>	<b>\$ (16.8)</b>	<b>-0.9%</b>
Projected Use of Stability Reserve	-	16.8	16.8	0.9%
<b>FY 2026 Projected Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.0%</b>

<sup>1</sup> Based on FY 2023 – FY 2025 operating revenues as reported in the ACFR of the respective fiscal year in accordance with the City's Reserve Policy (CP 100-20).

The FY 2026 Beginning Fund Balance totals \$207.1 million, consisting entirely of the General Fund's Emergency and Stability Reserves. This balance has remained unchanged since FY 2023, as the City has suspended reserve contributions to continue providing core services to its residents. While this amount has not changed, the percentage it represents under the Reserve Policy has decreased due to an increase in General Fund revenues. Based on the three-year average of General Fund operating revenues, this balance represents 11.1 percent, which is below the 14.1 percent reserve target outlined in the Reserve Policy. The Department of Finance is currently working with the Mayor, in consultation with the Independent Budget Analyst, to propose revisions to the policy and is expected to present these to the City Council later this fiscal year.

In response to revenues not materializing as anticipated in the budget, the City has implemented various mitigating actions, such as filling only critical positions, suspending discretionary spending and non-essential overtime, and a zero-based review of external contracts. However, based on the activity included in this report, the estimated available fund

balance for FY 2026 is projected to be negative \$16.8 million at fiscal year-end. As a result, the City will pursue additional opportunities to reduce expenditures and increase revenues through the end of the fiscal year. If those efforts are not sufficient to cover the projected negative fund balance, the City will need to use the General Fund Stability Reserve to ensure it does not end the fiscal year with a negative ending budgetary fund balance. Should this occur, the Department of Finance will work with the Mayor to prepare a plan to restore the reserve to its previous balance.

The following section of this report provides detailed information on all mitigation efforts implemented and planned for this fiscal year to address the projected deficit.

## Mitigation Actions

The Mid-Year Report has identified the need for additional actions to address the projected shortfall of \$13.6 million in General Fund revenues and a projected overage of \$3.2 million in General Fund expenditures, which combined, result in a net negative projected activity of \$16.8 million. This section addresses actions implemented as of the release of this report, as well as potential actions City management intends to pursue to help mitigate the projected shortfall in the current fiscal year and structural budget deficits in future fiscal years.

### Establishment of Funds Blocks

Building on the successful implementation of a funds block on non-discretionary expenditures (e.g., electricity, fuel, IT, debt, etc.) in recent fiscal years, a similar non-discretionary funds block was established at the start of FY 2026. This action has been deemed essential to ensure that departments remain within their legal level of expenditure authority and that the allocated non-discretionary budget remains available for their intended purposes.

### Fiscal Year 2026 Budget Mitigation Actions Memorandum

The Fiscal Year 2026 Budget Mitigation Actions memorandum, issued on November 14, 2025, directed all General Fund Departments and Non-General Funds with an impact on the General Fund to immediately implement measures to reduce spending in the current fiscal year. The identified mitigating actions include the implementation of the Request to Fill process that prioritizes mission-critical positions, the suspension of discretionary spending and non-essential overtime, and a review of existing contracts to identify opportunities for renegotiation or termination of non-critical services. While departments have incorporated these assumptions into the preparation of their mid-year projections, the Department of Finance will continue to work with departments to assess operations for additional opportunities to reduce spending.

### Organizational Realignments and Reorganizations

On November 24, 2025, the Mayor issued a memorandum announcing an organizational realignment to advance strategic objectives. This came eight months after the elimination of the Chief Operating Officer position and reflects the Mayor's ongoing commitment to improving efficiency, strengthening accountability, and advancing progress on the issues that matter most to residents. As part of the realignment, the City consolidated the Compliance Department functions into related operational areas to reduce administrative overhead. Some of these consolidations have reduced General Fund costs by moving some functions and positions to non-General Fund funds. Over the coming months, the City will continue to evaluate whether additional opportunities exist to further consolidate functions in order to position itself to deliver a more responsive, inclusive, and results-focused city government. The City remains committed to transparency, and details related to any reorganizations will be noticed to City Council.

### Comprehensive Review of Special Funds

Similar to efforts conducted at the end of FY 2025, which identified 14 funds that were obsolete/inactive and whose fund balances could be returned to the General Fund, DoF will continue a comprehensive review of all special revenue funds. This review will not only focus on funds that are obsolete or inactive, in accordance with Section 15 of the Appropriation Ordinance, but will also identify special funds with available resources to support General Fund expenditures. An update on this effort will be included in the Third Quarter Report.

### **Early Implementation of Proposed FY 2027 Reductions**

Over the next few weeks, the City will review department-submitted reduction proposals as part of the FY 2027 budget development process. Where appropriate, this review will also evaluate whether certain reductions could be implemented in the current fiscal year to generate additional General Fund savings. Opportunities for early implementation will be evaluated based on feasibility, timing, and alignment with intended FY 2027 operations. If any reductions are anticipated to be implemented in the current fiscal year that would result in a significant reduction in programs or services, the Mayor will notify the City Council in accordance with the Statement of Budgetary Principles.

## NON-GENERAL FUNDS

The following section highlights non-General Funds with significant revenue or expenditure variances, defined as variances exceeding +/- \$1.0 million. A complete list of non-General Fund projections can be found in **Attachment 3: Non-General Fund Projections**.

### Airports Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 8.9	\$ 8.9	\$ 9.6	\$ 0.7	7.6%
Personnel Expenditures	2.6	2.6	2.6	0.0	0.1%
Non-Personnel Expenditures	8.3	8.3	9.6	(1.4)	-16.4%
<b>Expenditures</b>	\$ 10.9	\$ 10.9	\$ 12.2	\$ (1.4)	-12.4%
<b>Net Year-End Projection</b>	\$ (2.0)	\$ (2.0)	\$ (2.7)	\$ (0.7)	

Revenues in the Airports Fund are projected to be over budget by \$678,000, or 7.6 percent, at fiscal year-end. This increase is primarily attributed to increased interest earnings, as well as revenue from landing, flowage, parking, and transient fees.

Expenditures in the fund are projected to be over budget by \$1.4 million, or 12.4 percent, at fiscal year-end. This increase is primarily attributed to essential repair projects, including airfield surface repairs, parking lot maintenance, and various repair and upkeep needs across multiple airport facilities.

### Concourse and Parking Garages Operating Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 3.0	\$ 3.0	\$ 1.9	\$ (1.1)	-36.0%
Personnel Expenditures	0.2	0.2	0.2	(0.0)	-1.3%
Non-Personnel Expenditures	3.6	3.6	4.0	(0.4)	-11.3%
<b>Expenditures</b>	\$ 3.8	\$ 3.8	\$ 4.2	\$ (0.4)	-10.9%
<b>Net Year-End Projection</b>	\$ (0.8)	\$ (0.8)	\$ (2.3)	\$ (1.5)	

Revenues in the Concourse and Parking Garages Operating Fund are projected to be under budget by \$1.1 million, or 36.0 percent, at fiscal year-end. This decrease is primarily due to reduced lease rent following the end of a lease agreement in August 2025 with an external tenant, as well as reduced parking revenue associated with the relocation of the Development Services and Engineering and Capital Projects Departments to alternative facilities.

Expenditures in the fund are projected to be over budget by \$411,000, or 10.9 percent, at fiscal year-end. This increase is primarily attributed to \$734,000 in higher share of building-related costs following changes in occupancy at the City Operations Building and \$214,000 in prior-year reimbursements to the San Diego Theatre. These increases are partially offset by a decrease of \$418,000 in suspended maintenance and repairs at the Horton Plaza Parking lot, as the services are no longer required.

## Development Services Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 144.1	\$ 144.1	\$ 161.2	\$ 17.1	11.9%
Personnel Expenditures	81.4	81.4	85.6	(4.2)	-5.2%
Non-Personnel Expenditures	62.6	62.6	63.8	(1.2)	-2.0%
<b>Expenditures</b>	\$ 144.0	\$ 144.0	\$ 149.5	\$ (5.4)	-3.8%
<b>Net Year-End Projection</b>	\$ 0.1	\$ 0.1	\$ 11.7	\$ 11.7	

Revenues in the Development Services Fund are projected to be over budget by \$17.1 million, or 11.9 percent, at fiscal year-end. This increase is comprised of \$14.0 million from increased fees following the implementation of a dynamic pricing model effective July 1, 2025, to ensure full cost recovery for permitting services, and a 12.3 percent fee increase that went into effect on May 5, 2025, as well as \$5.0 million in higher billable work on subdivision deposit accounts and inspections. These increases are partially offset by a decrease of \$2.1 million resulting from issued refunds.

Expenditures in the fund are projected to be over budget by \$5.4 million, or 3.8 percent, at fiscal year-end. The increase is comprised of \$4.2 million in personnel expenditures, including \$3.4 million in the salaries category primarily due to the timing of the Reduction in Force (RIF) process, which extended through December 2025 and resulted in the department incurring costs for positions eliminated in the Adopted Budget. As of result of the positions being reduced, budgeted savings associated with assumed vacancies is trending below budgeted levels. An additional \$1.1 million in the overtime category based on current-year trends to support increased after hour inspections.

## Engineering and Capital Projects Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 167.2	\$ 167.2	\$ 189.8	\$ 22.6	13.5%
Personnel Expenditures	102.9	102.9	103.3	(0.4)	-0.4%
Non-Personnel Expenditures	76.2	76.2	77.8	(1.6)	-2.1%
<b>Expenditures</b>	\$ 179.1	\$ 179.1	\$ 181.0	\$ (2.0)	-1.1%
<b>Net Year-End Projection</b>	\$ (11.9)	\$ (11.9)	\$ 8.8	\$ 20.7	

Revenues in the Engineering and Capital Projects Fund are projected to be over budget by \$22.6 million, or 13.5 percent, at fiscal year-end. This increase is primarily comprised of \$11.9 million from an inadvertent misalignment between the billable revenue budget and associated personnel cost, and \$10.4 million from increased reimbursement from billable work, reflecting increased staffing levels dedicated to supporting Capital Improvement Program (CIP) projects.

Expenditures in the fund are projected to be over budget by \$2.0 million, or 1.1 percent, at fiscal year-end. This increase is comprised of \$1.6 million in non-personnel expenditures primarily due to higher than anticipated costs associated with the Gibbs Drive office tenant improvements based on final scope and cost estimates. The final scope includes required upgrades to meet building code and ADA compliance, as well as improvements necessary to

ensure facilities are safe, functional, and suitable for employee occupancy. An additional \$403,000 is attributed to personnel expenditures, in particular the salaries category, related to special pay.

## Fire/Emergency Medical Services Transport Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 131.8	\$ 131.8	\$ 133.7	\$ 1.9	1.4%
Personnel Expenditures	5.2	5.2	6.1	(0.9)	-16.8%
Non-Personnel Expenditures	132.0	132.0	132.9	(0.9)	-0.7%
<b>Expenditures</b>	\$ 137.2	\$ 137.2	\$ 139.0	\$ (1.7)	-1.3%
<b>Net Year-End Projection</b>	\$ (5.4)	\$ (5.4)	\$ (5.3)	\$ 0.1	

Revenues in the Fire/Emergency Medical Services Transport Program Fund are projected to be over budget by \$1.9 million, or 1.4 percent, at fiscal year-end. This increase is primarily due to higher patient transport revenue under the Alliance Model based on year-to-date activity.

Expenditures in the fund are projected to be over budget by \$1.7 million, or 1.3 percent, at fiscal year-end. This is primarily due to an increase in personnel costs and fringe benefit expenditures primarily in the overtime category to maintain staffing levels and meet operational demands.

## Fleet Operating Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 70.0	\$ 70.0	\$ 72.6	\$ 2.6	3.7%
Personnel Expenditures	21.2	21.2	22.2	(1.0)	-4.8%
Non-Personnel Expenditures	49.0	49.0	51.9	(2.9)	-5.9%
<b>Expenditures</b>	\$ 70.1	\$ 70.1	\$ 74.0	\$ (3.9)	-5.6%
<b>Net Year-End Projection</b>	\$ (0.1)	\$ (0.1)	\$ (1.5)	\$ (1.3)	

Revenues in the Fleet Operating Fund are projected to be over budget by \$2.6 million, or 3.7 percent, at fiscal year-end. This increase is primarily due to increased charges for services for non-discretionary usage fees to support increased personnel and vehicle repair and maintenance supplies costs.

Expenditures in the fund are projected over budget by \$3.9 million, or 5.6 percent, at fiscal year-end. This overage is primarily due to a net increase of \$3.4 million in non-personnel expenditure costs, primarily due to higher vehicle repair and maintenance expenses due to rising costs for parts and materials. Additionally, the fund anticipates an increase of \$1.0 million in personnel costs due to sustained growth in maintenance needs, which has required increased staff overtime to meet service demands. These increases are partially offset by a decrease of \$514,000 in fringe benefits.

## Golf Course Fund

<i>in millions</i>					
Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 30.9	\$ 30.9	\$ 41.9	\$ 11.1	35.8%
Personnel Expenditures	9.0	9.0	9.1	(0.2)	-1.7%
Non-Personnel Expenditures	22.1	22.1	22.2	(0.2)	-0.8%
<b>Expenditures</b>	\$ 31.0	\$ 31.0	\$ 31.4	\$ (0.3)	-1.0%
<b>Net Year-End Projection</b>	\$ (0.1)	\$ (0.1)	\$ 10.6	\$ 10.7	

Revenues in the Golf Course Fund are projected to be over budget by \$11.1 million, or 35.8 percent, at fiscal year-end. This increase is primarily attributed to \$8.0 million in charges for services revenue, primarily from golf rounds at golf courses due to the sustained popularity of the sport that began during the pandemic. Additionally, \$2.2 million is attributed to increased interest earned on investments and \$819,000 in other rents and concessions revenue from a portion of sales from the golf shop, driving range and cart rentals, and merchandise sales at golf courses.

Expenditures in the fund are projected to be over budget by \$321,000, or 1.0 percent, at fiscal year-end. This increase is a net result across categories, including personnel costs and fringe benefits, and non-personnel costs including maintenance equipment lease replacements and tenant improvement work across the golf course complexes.

## Information Technology Fund

<i>in millions</i>					
Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 83.8	\$ 83.8	\$ 80.7	\$ (3.1)	-3.7%
Personnel Expenditures	7.6	7.6	7.5	0.1	1.0%
Non-Personnel Expenditures	77.1	77.1	76.5	0.6	0.8%
<b>Expenditures</b>	\$ 84.7	\$ 84.7	\$ 84.0	\$ 0.7	0.8%
<b>Net Year-End Projection</b>	\$ (0.9)	\$ (0.9)	\$ (3.2)	\$ (2.4)	

Revenues in the Information Technology Fund are projected to be under budget by \$3.1 million, or 3.7 percent, at fiscal year-end. This decrease is primarily attributed to lower-than-anticipated revenue received from benefiting departments for non-discretionary information technology services, as additional fund balance is available to support these services, combined with operational efficiencies to generate savings in an effort to mitigate costs and address the General Fund shortfall.

Expenditures in the fund are projected to be under budget by \$700,000, or 0.8 percent, at fiscal year-end. This decrease is primarily attributed to the previously mentioned operational efficiencies to generate savings in an effort to mitigate costs and address the General Fund shortfall, including cybersecurity efficiencies and deferred datacenter modernization initiatives.

## OneSD Support Fund

<i>in millions</i>					
Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 28.0	\$ 28.0	\$ 28.3	\$ 0.3	1.1%
Personnel Expenditures	4.9	4.9	4.9	0.1	1.3%
Non-Personnel Expenditures	26.0	26.0	25.0	1.1	4.0%
<b>Expenditures</b>	\$ 31.0	\$ 31.0	\$ 29.8	\$ 1.1	3.6%
<b>Net Year-End Projection</b>	\$ (3.0)	\$ (3.0)	\$ (1.6)	\$ 1.4	

Revenues in the OneSD Support Fund are projected to be over budget by \$301,000, or 1.1 percent, at fiscal year-end. This increase is primarily due to unbudgeted billable work associated with the Enterprise Resource Planning (ERP) Modernization project, which was not included in the budget given the extended development timeline.

Expenditures in the fund are projected to be under budget by \$1.1 million, or 3.6 percent, at fiscal year-end. This is comprised of a net decrease of \$657,000 in non-personnel expenditures primarily due to fewer consultant hours spent on maintenance and enhancements to the current SAP system ahead of its planned modernization. Additionally, a decrease of \$460,000 in personnel expenditures and fringe benefits is attributed to vacancies throughout the fiscal year.

## Parking Meter Operations Fund

<i>in millions</i>					
Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 28.0	\$ 28.0	\$ 23.0	\$ (5.0)	-17.9%
Personnel Expenditures	0.8	0.8	0.7	0.1	8.1%
Non-Personnel Expenditures	27.9	27.9	23.0	4.9	17.7%
<b>Expenditures</b>	\$ 28.7	\$ 28.7	\$ 23.7	\$ 5.0	17.4%
<b>Net Year-End Projection</b>	\$ (0.7)	\$ (0.7)	\$ (0.7)	\$ 0.0	

Revenues in the Parking Meter Operations Fund are projected to be under budget by \$5.0 million, or 17.9 percent, at fiscal year-end. This decrease is comprised of \$4.6 million in reduced revenue collected from special event zones due to a change in the implementation timeline from the July 2025 assumption to September 2025, as well a reduction in the size of the defined special events zone area. In addition, \$3.3 million in reduced parking meter revenue is attributed to an unanticipated change in consumer behavior, as consumers are no longer maximizing time at the meters following the increase of meter hourly rates from \$1.25 to \$2.50. An additional \$1.0 million is attributed to the delayed implementation of extended hours from July 2025 to September 2025 and Sunday hours from January 2026 to April 2026. Based on the action taken at the January 27, 2026 City Council meeting, the department does not anticipate Sunday hours to be implemented this fiscal year, which is expected to reduce these projections by an estimated \$700,000. These decreases are partially offset by a combined increase of \$3.7 million in parking expansions and permit implementations including \$1.4 million from expanded parking in the 6<sup>th</sup> Ave/Park Boulevard, Mid-City, and Uptown areas, \$1.4 million from traffic control permits, and \$700,000 from valet permits.

Expenditures in the fund are projected to be under budget by \$5.0 million, or 17.4 percent, at fiscal year-end. This is primarily due to a decrease in transfers out of \$7.1 million, which had originally been budgeted to support community parking districts and eligible General Fund expenditures. Due to a portion of this being budgeted to support community parking districts prior to the waiving by City Council of Council Policy 100-18, the impact of this reduction on the General Fund revenues will be less. This decrease is partially offset by an increase of \$2.2 million associated with the acquisition of new multi-space meters to support the expansion of parking meter operations.

## Recycling Fund

<i>in millions</i>					
Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 25.4	\$ 25.4	\$ 31.4	\$ 6.0	23.4%
Personnel Expenditures	4.4	4.4	3.9	0.5	10.9%
Non-Personnel Expenditures	26.3	26.3	24.6	1.7	6.4%
<b>Expenditures</b>	\$ 30.7	\$ 30.7	\$ 28.6	\$ 2.2	7.0%
<b>Net Year-End Projection</b>	\$ (5.3)	\$ (5.3)	\$ 2.8	\$ 8.1	

Revenues in the Recycling Fund are projected to be over budget by \$6.0 million, or 23.4 percent, at fiscal year-end. This increase is primarily attributed to \$2.5 million from recycling fees based on year-to-date tonnage trends from franchise and commercial haulers, \$1.6 million in liquidated damages paid by franchise haulers for failing to meet targeted diversion rates, \$1.3 million in interest earned on investments, and \$516,000 in billable work performed in support of the Measure B Solid Waste Management Fee program.

Expenditures in the fund are projected to be under budget by \$2.2 million, or 7.0 percent, at fiscal year-end. This increase is primarily comprised of \$1.2 million from the use of SB 1383 grant funding to support eligible expenditures, \$590,000 in personnel costs and fringe benefits resulting from vacancies throughout the fiscal year, and \$518,000 related to a lower-than-expected number of hazardous waste drop-offs at the Household Hazardous Waste Transfer Facility. These decreases are partially offset by an increase of \$740,000 related to the purchase of assets and equipment for the relocation of staff to a different office space.

## Refuse Disposal Fund

<i>in millions</i>					
Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 72.8	\$ 72.8	\$ 79.7	\$ 6.9	9.5%
Personnel Expenditures	11.2	11.2	10.7	0.5	4.3%
Non-Personnel Expenditures	44.7	44.7	38.1	6.7	14.9%
<b>Expenditures</b>	\$ 56.0	\$ 56.0	\$ 48.8	\$ 7.1	12.7%
<b>Net Year-End Projection</b>	\$ 16.8	\$ 16.8	\$ 30.8	\$ 14.1	

Revenues in the Refuse Disposal Fund are projected to be over budget by \$6.9 million, or 9.5 percent, at fiscal year-end. This is comprised of \$4.3 million in interest earned on investments due to a higher balance held following a loan disbursement for the Organic Processing Facility

project, and \$2.3 million in additional refuse disposal fees due to higher-than-anticipated tonnage following the implementation of the Measure B Solid Waste Management Fee program. The program includes reassessed district boundaries and temporarily covers properties no longer eligible for City collection that are pending transition to private haulers.

Expenditures in the fund are projected to be under budget by \$7.1 million, or 12.7 percent, at fiscal year-end. This decrease is primarily due to lower-than-anticipated spending in contracts, including equipment rental and maintenance for the expanded organics processing program. These services have not been fully utilized as the Organics Processing Facility remains under construction. Additional decreases include reduced costs for heavy machinery rentals, vehicle maintenance and repair expenses, and landfill services.

### Seized Assets – Federal DOJ Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ -	\$ -	\$ 1.1	\$ 1.1	0.0%
Personnel Expenditures	-	-	-	-	0.0%
Non-Personnel Expenditures	1.4	1.4	1.4	(0.0)	0.0%
<b>Expenditures</b>	\$ 1.4	\$ 1.4	\$ 1.4	\$ (0.0)	0.0%
<b>Net Year-End Projection</b>	\$ (1.4)	\$ (1.4)	\$ (0.4)	\$ 1.1	

In order to remain in compliance with guidance regarding equitably shared funds, the City does not include a budget for revenues in the Seized Assets – Federal DOJ Fund. As a result, the variance is attributed to the receipt of \$1.1 million in funds from the seizure and forfeiture of assets under the Comprehensive Crime Control Act.

Expenditures in the fund are projected to be at budget by fiscal year-end.

### Sewer Utility Funds

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 639.2	\$ 639.2	\$ 808.4	\$ 169.2	26.5%
Personnel Expenditures	90.4	90.4	94.0	(3.6)	-4.0%
Non-Personnel Expenditures	380.3	380.3	382.7	(2.4)	-0.6%
<b>Expenditures</b>	\$ 470.7	\$ 470.7	\$ 476.7	\$ (6.0)	-1.3%
<b>Net Year-End Projection</b>	\$ 168.5	\$ 168.5	\$ 331.7	\$ 163.2	

Revenues in the Sewer Revenue Fund are projected to exceed the budget by \$169.2 million, or 26.5 percent, at fiscal year-end. The primary drivers are:

- \$66.0 million increase in sewer service charges, which includes \$37.4 million associated with rates that were approved after the budget was adopted, and \$28.6 million due to the anticipated completion of prior-year reconciliations between the City and the participating agencies of the Metropolitan Joint Powers Authority (Metro JPA).
- \$88.0 million increase in reimbursements that stem from City bonds and the State Revolving Funds (SRF) Program.

- \$5.1 million settlement from SDG&E related to Pure Water litigation, which is currently subject to appeal.

When compared to the Five-Year Outlook, revenues are slightly below projections, with single-family accounts performing slightly higher than predictions, while multi-family and commercial/industrial accounts are lower than projected.

Expenditures are projected to exceed the budget by \$6.0 million, or 1.3 percent, at fiscal year-end, primarily due to the following:

- \$11.9 million overage in contracts associated with the previously noted anticipated completion of prior-year reconciliations between the City and the participating agencies of the Metro JPA. When accounting for the money owed to the City, the City will receive a net of \$13.6 million more than it pays out.
- \$3.6 million increased personnel expenditures due to lower vacancy rates than assumed and higher overtime addressing emergencies and capital projects.

Partially offsetting these overages are savings in the following areas:

- \$3.1 million in reduced energy costs primarily due to the budget being based on FY 2024, when energy use was abnormally high.
- \$2.8 million in reduced debt costs primarily associated with the optional early termination of the Sewer Interim Financing Revolving Credit Agreement, as it was nearing expiration with no anticipated use before expiry.
- \$2.4 million in information technology primarily associated with the department's work updating its Distributed Control Systems (DCS). The expenses associated with this process will be ongoing and fluctuate from year to year.

## Solid Waste Management Fund

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	in millions
					Variance %
<b>Revenue</b>	\$ 148.4	\$ 148.4	\$ 136.9	\$ (11.5)	-7.8%
Personnel Expenditures	27.8	27.8	29.5	(1.7)	-6.0%
Non-Personnel Expenditures	111.6	111.6	109.8	1.8	1.6%
<b>Expenditures</b>	\$ 139.4	\$ 139.4	\$ 139.3	\$ 0.1	0.1%
<b>Net Year-End Projection</b>	\$ 9.1	\$ 9.1	\$ (2.3)	\$ (11.4)	

Revenues in the Solid Waste Management Fund are projected to be under budget by \$11.5 million, or 7.8 percent, at fiscal year-end. This decrease is primarily due to \$11.5 million in less-than-anticipated rate revenue following the implementation of Measure B solid waste management fee. The department continues to monitor and evaluate customer service levels as the solid waste management program is established.

Expenditures in the fund are projected to be at budget by fiscal year-end.

## Underground Surcharge Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 90.0	\$ 90.0	\$ 108.0	\$ 18.0	20.0%
Personnel Expenditures	3.2	3.2	3.1	0.1	3.7%
Non-Personnel Expenditures	76.8	76.8	62.7	14.1	18.4%
<b>Expenditures</b>	\$ 80.0	\$ 80.0	\$ 65.8	\$ 14.2	17.8%
<b>Net Year-End Projection</b>	\$ 10.0	\$ 10.0	\$ 42.2	\$ 32.2	

Revenues in the Underground Surcharge Fund are projected to be over budget by \$18.0 million, or 20.0 percent, at fiscal year-end. This increase is primarily attributed to interest earned on available fund balance based on SDG&E franchise fee revenues received that sustain a large fund balance.

Expenditures in the fund are projected to be under budget by \$14.2 million, or 17.8 percent, at fiscal year-end. This decrease is primarily attributed to lower-than-anticipated costs for SDG&E construction projects, as permitting and design timelines have extended project schedules.

## Water Utility Operating Fund

*in millions*

Rev/PE/NPE	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
<b>Revenue</b>	\$ 958.5	\$ 958.5	\$ 1,120.4	\$ 161.9	16.9%
Personnel Expenditures	93.3	93.3	102.2	(8.9)	-9.6%
Non-Personnel Expenditures	754.5	754.5	722.8	31.7	4.2%
<b>Expenditures</b>	\$ 847.8	\$ 847.8	\$ 825.0	\$ 22.7	2.7%
<b>Net Year-End Projection</b>	\$ 110.7	\$ 110.7	\$ 295.4	\$ 184.7	

Revenues in the Water Utility Fund are projected to be over budget by \$161.9 million, or 16.9 percent, at fiscal year-end. The primary factors contributing to this increase include:

- \$193.0 million primarily associated with rates that were approved after the budget was adopted. Per department policy, revenues are not budgeted until rate cases are approved by the City Council. This includes the 5.5 percent increase that was effective May 1, 2025, and the 14.7 percent increase effective January 1, 2026.
- \$8.6 million settlement from SDG&E related to Pure Water litigation, which is currently subject to appeal.

These increases are partially offset by a net decrease of \$39.0 million associated with reimbursements for capital expenses from outside sources, including WIFIA, SRFs, and Commercial Paper.

When compared to the latest Five-Year Outlook, water sales are down by 5,000 acre-feet, or 3.2 percent, resulting in a projected revenue decrease of \$18.4 million. While irrigation sales are higher than assumed, they were offset by declines in Single-Family, Multi-Family, and Commercial/Industrial accounts. This downturn largely occurred in November and December, and the department will continue to monitor whether these trends will continue through

winter and spring. These projections assume remaining sales for the year will remain on target; however, any additional decreases will require expenditure reductions to remain within the outlook projections.

Expenditures in the fund are projected to be under budget by \$22.7 million, or 2.7 percent, at fiscal year-end. The primary drivers of these savings include:

- \$20.9 million savings in supplies and contracts primarily tied to the decline in sales, which requires fewer purchases of imported water, and the difference between budgeted fixed charges and actual approved charges from the San Diego County Water Authority.
- \$11.8 million in combined savings within energy and capital expenditures, primarily associated with the Pure Water facility going live later in the fiscal year than originally planned.
- \$6.1 savings in information technology primarily due to the Supervisory Control and Data Acquisition (SCADA) system. These expenses will be ongoing and fluctuate over the next decade as the department continues to work on this project.
- \$3.3 million in other expenses primarily due to not fully drawing upon the WIFIA loans by June 30, 2025 for the Pure Water project as originally anticipated.

These savings are partially offset by:

- \$9.6 million net increase in transfer, primarily related to recycled water revenues, which are required to be transferred to the Metropolitan Sewer Fund, but this was overlooked when the budget was being developed. This will be corrected in the FY 2027 budget.
- \$8.9 million increased personnel expenditures due to lower vacancy rates than assumed, and higher overtime addressing emergencies, capital projects, and off-hour work required when water demand falls in the evening.

## Non-General Funds Reserves

The City's Reserve Policy (Council Policy 100-20) documents the City's approach to establishing and maintaining reserves across City operations. **Table 17: FY 2026 Non-General Fund Reserves** displays each Non-General Fund Reserve, the respective FY 2026 Target Level (in accordance with the City's Reserve Policy), and the current target status. When compared to the First Quarter Report, FY 2026 targets may reflect revised amounts based on updated audited financial statements, actuarial valuations, or other respective variables that impact reserve target calculations.

FY 2026 Non-General Fund Reserves				
Table 17		in millions		
Description	Fund Name	Reserve Type	FY 2026 Reserve Target	Status
Development Services	Development Services Fund	Operating Reserve	\$ 19.3	Not on Target
Golf Course	Golf Course Fund	Operating Reserve	4.2	On Target
Environmental Services	Recycling Enterprise Fund	Operating Reserve	3.8	On Target
	Refuse Disposal Fund	Operating Reserve	10.9	On Target
Public Utilities	Sewer Utility Funds	Emergency Operating Reserve	71.4	On Target
		Emergency Capital Reserve	10.0	On Target
		Rate Stabilization Fund Reserve	21.3	On Target
	Water Utility Funds	Emergency Operating Reserve	70.8	On Target
		Emergency Capital Reserve	5.0	On Target
		Rate Stabilization Fund Reserve	35.2	Not on Target
Risk Management	Long-Term Disability Fund	Secondary Purchase Reserve	21.1	On Target
		Risk Management Reserve	5.8	Not on Target
		Risk Management Reserve	46.7	Not on Target
	Workers' Compensation Fund	Risk Management Reserve	39.7	Not on Target

### Development Services Fund Operating Reserve

The Development Services Fund accounts for the City's development review and inspection services, which are funded directly by fees and charges paid by Development Services' customers. The Operating Reserve is intended to provide financial stability during economic cycles and provide business continuity when significant natural or man-made disasters occur. Consistent with the First Quarter Report, the Development Services Department (DSD) does not expect to meet the Reserve Policy target of \$19.3 million, or 15.0 percent of the most recent three years of audited actual expenditures. Given that the reserve began the fiscal year with no balance, and based on the projections in this report, it is not anticipated that the reserve will end the fiscal year with a balance.

As part of the department's mitigation plan, fees increased by 12.3 percent in May 2025 to align with the approved labor agreement from prior years, reflect increased fixed fringe costs, and account for persistent inflation over the past fiscal years. Additionally, a dynamic pricing model was implemented in July 2025 to better ensure full cost recovery for permitting services. Under this model, fees are based on the cost of services provided at the time of invoicing,

rather than the application's "Deemed Complete Date," resulting in more accurate cost recovery. DSD continues to implement and refine its mitigation plan to replenish the reserve over a planned three-year timeframe, along with efforts underway to revisit the current Reserve Policy.

### **Water Utility Rate Stabilization Fund Reserve**

The Water Utility Rate Stabilization Fund (RSF) Reserve is maintained in accordance with the legal bond documents for the outstanding water system revenue bonds. Transfers in and out of this fund serve as a revolving mechanism to mitigate significant fluctuations in water rates for system operations and to maintain stable debt service coverage ratios for the outstanding water revenue bonds. The Reserve Policy establishes a baseline target for the RSF in an amount equal to 5.0 percent of the water system's total operating revenue from the prior fiscal year. The permitted uses of the RSF are limited to the water system's operations and maintenance costs.

As reported in the First Quarter Report, the Water RSF reserve entered the fiscal year with a balance of \$15.7 million, which is approximately \$19.5 million under the updated reserve target of \$35.2 million. Per the department's Five-Year Financial Outlook released in December 2025 and the approved cost of service study, the department is projected to use the Water RSF in Fiscal Year 2026 and 2027 to balance rate affordability during times of rapidly increasing water purchase costs. The use of the reserves allows for a more gradual increase in rates than would otherwise be required to meet financial targets. In accordance with the reserve policy, the expected increases to return to target levels will be submitted in the next water cost of service study, which is anticipated to be voted on in FY 2027.

### **Long-Term Disability Fund Reserve**

The Long-Term Disability (LTD) Fund provides partial income replacement to eligible City employees who are unable to work for a period due to a non-industrial injury, illness, or pregnancy. The Reserve Policy's goal is to maintain the LTD Fund Reserve equal to 100 percent of the value of outstanding claims based on the three most recent annual actuarial liability valuations. The estimated ending fund balance for the LTD Reserve is \$4.2 million, approximately \$1.6 million below the FY 2026 reserve target of \$5.8 million and unchanged from the First Quarter Report. It is currently not anticipated that additional contributions in excess of the amounts needed to cover current year expenditures will be made, which will result in the LTD Fund Reserve remaining below the Reserve Policy target levels at fiscal year-end.

### **Public Liability Fund Reserve**

The Public Liability (PL) Fund Reserve is funded entirely by the General Fund to support claims arising from real or alleged acts on the part of the City, including claims for bodily injury, property damage, inverse condemnation, false arrest, and errors and omissions. The Reserve Policy's goal is to maintain the reserve equal to 50 percent of the value of outstanding public liability claims, based on the three most recent annual actuarial liability valuations. The ending PL Fund Reserve balance for FY 2026 is estimated to be \$28.5 million, which is approximately \$18.2 million below the PL Reserve target of \$46.7 million.

As discussed in previous budget monitoring reports, the PL Fund provided an interest-bearing interfund loan to the Sewer Utility's Municipal Fund in FY 2024 and FY 2025, with an additional final loan anticipated this fiscal year. The loans fund the Industrial Wastewater

Control Program (IWCP) subsidy for the period of FY 2023–2025, while the program’s fees gradually increased until they became fully cost recoverable in FY 2026. The Sewer Utility’s Municipal Fund will begin making annual debt service payments in FY 2027 with the goal of fully repaying the interfund loan by FY 2031. Due to the loans, the PL Fund Reserve is expected to remain below reserve target levels through the term of the loan. If the PL Fund has insufficient funds to meet any financial obligations, the Sewer Utility’s Municipal Fund will be required to prepay the full loan amount immediately using other legally available funds. Therefore, while the reserve will not meet the requirements of the Reserve Policy in terms of cash on hand, should the need arise, it will still be able to meet its obligations.

### **Workers’ Compensation Fund Reserve**

The Workers’ Compensation (WC) Fund Reserve provides funding for medical and disability costs arising from workplace injuries and illnesses. The Reserve Policy goal is to maintain reserves equal to 12 percent of outstanding actuarial liabilities based upon the three most recent annual actuarial liability valuations. The ending WC Fund Reserve is estimated at \$26.1 million, which is approximately \$13.7 million below the FY 2026 reserve target of \$39.7 million. This represents a further increase of \$1.0 million from the shortfall projected in the First Quarter Report, resulting from updated projections that now anticipate expenditures to exceed revenues. It is not currently anticipated that additional contributions in excess of the amounts required to fund operations will be made during FY 2026, which will result in the WC Fund Reserve remaining below Reserve Policy target levels.

The status of the remaining reserves remains on target and unchanged from the First Quarter Report. The Department of Finance will continue to work with the respective departments to monitor non-General Fund reserves levels and provide respective updates in the Third Quarter Report. If needed, the report will include a plan to address any reserves that may not be on target to meet their respective reserve levels by fiscal year-end.

## Appropriation Adjustments

The following section discusses the appropriation adjustments recommended in the Mid-Year Report.

### RECOMMENDED APPROPRIATION ADJUSTMENTS

#### General Fund Non-Personnel Expenditure Reallocations

Authorities are requested to reallocate appropriations within General Fund departments as displayed in **Table 18: FY 2026 Mid-Year Reallocation of Department Appropriations** and further detailed below. This reallocation will result in a net-zero impact on the General fund and will align the budget with projections.

FY 2026 Mid-Year Reallocation of Department Appropriations				
Table 18	in whole dollars			
Department	Expenditures		Net Impact	
	Increase	(Decrease)		
Citywide Program Expenditures	\$ -	\$ (8,798,000)	\$ (8,798,000)	
Economic Development	838,000	-	838,000	
Parks and Recreation	3,074,000	-	3,074,000	
Police	2,867,000	-	2,867,000	
Stormwater	651,000	-	651,000	
Transportation	1,368,000	-	1,368,000	
<b>General Fund Total</b>	<b>\$ 8,798,000</b>	<b>\$ (8,798,000)</b>	<b>\$ -</b>	

#### Citywide Program Expenditures Department

The Citywide Program Expenditures Department is projected to end the year with \$11.6 million in savings. The primary driver of these savings is associated with a decrease in the anticipated contributions to the Public Liability Fund as a result of the fund's receipt of insurance proceeds at the beginning of the fiscal year. The receipt of these proceeds will be available to cover current-year payments, allowing the General Fund to reduce projected contributions. Staff recommends reallocating \$8.8 million of the projected savings to the following departments to cover critical operations and obligations.

#### Economic Development

The Economic Development Department requires an appropriation adjustment of \$838,000 in non-personnel expenditures to address contractually required building-related costs. Per the public purpose lease between the City and San Diego Theatres, Inc., the City is responsible for a portion of the Central Power expenses, including routine repair and maintenance. This appropriation adjustment will address the increased General Fund allocation of costs resulting from changes in occupancy in the covered area and the payment of invoices from FY 2025 that were not received until FY 2026.

### **Parks and Recreation**

The Parks and Recreation Department requires an appropriation adjustment of \$3.1 million in non-personnel expenditures primarily to mitigate increased non-discretionary costs and contractual obligations. The increases are driven by rates approved after the budget was adopted, including water and security services, as well as actions required by agreements and settlements. The contractual obligations include the City's required contribution under a Joint Use Agreement to replace the roof and HVAC at a joint-use facility, and the required remediation of a recreation facility at NTC Park in Liberty Station that was destroyed in a fire. The remediation of the site is required by the City to receive the insurance proceeds associated with the facility.

### **Police**

The Police Department requires an appropriation adjustment of \$2.9 million in non-personnel expenditures primarily to mitigate increased usage and assignment costs associated with its receipt of new vehicles and proper maintenance of other vehicles in its fleet. The reallocation will also allow the department to make a mandated settlement payment to the County Air Pollution Control District relating to the closure of the gun range. Additionally, following the renegotiation of the MOU with the County of San Diego, the City is required to make a one-time payment to cover prior-year expenses for misdemeanor bookings at the Central Jail in FY 2023-2025.

### **Stormwater**

The Stormwater Department requires an appropriation adjustment of \$651,000 in non-personnel expenditures to fully comply with an agreement with the Army Corps of Engineers. This agreement requires the City to engage a consultant to conduct technical studies to assess the capacity and structural integrity of the San Diego River levees. These studies will be leveraged to gain FEMA accreditation.

### **Transportation**

The Transportation Department requires an appropriation adjustment of \$1.4 million in non-personnel expenditures to mitigate the impacts of contractual cost increases and to comply with a negotiated settlement. The contractual increases include concrete pumping services due to a CPI increase that was not assumed in the budget, and for a new security services contract that was approved after the budget was adopted. Additionally, this adjustment will ensure that the City fulfills its obligation under an agreement with the Air Pollution Control District to plant and water trees.

### **Non-General Fund Appropriation Adjustments**

Authorities are requested to increase appropriations in select Non-General Funds as discussed below and displayed in **Table 19: FY 2026 Mid-Year Non-General Fund Appropriation Adjustments**. All appropriation adjustments are balanced by the use of available fund balance.

FY 2026 Mid-Year Non-General Fund Appropriation Adjustments

Table 19

in whole dollars

Non-General Fund	Increase / (Decrease)		Net Impact
	Revenue	Expenditures	
Airport Fund	\$ -	\$ 1,255,000	\$ (1,255,000)
Engineering and Capital Projects	-	1,233,000	(1,233,000)
<b>Non-General Fund Total</b>	<b>\$ -</b>	<b>\$ 2,488,000</b>	<b>\$ (2,488,000)</b>

**Airports Fund**

The Airports Fund requires an expenditure appropriation of \$1.3 million to mitigate deficits in non-personnel expenditures to support tenant improvements and essential repair projects at both Montgomery-Gibbs Executive Airport and Brown Field. These include emergency repairs tied to pavement failure, parking lot repairs, ADA compliance construction and replacement of an airport beacon. This request is supported by available fund balance.

**Engineering and Capital Projects Fund**

The Engineering and Capital Projects Fund requires an expenditure appropriation of \$1.2 million to mitigate deficits in non-personnel expenditures related to Gibbs Drive office tenant improvements. These tenant improvements will bring the facilities into compliance with applicable building, safety, and accessibility codes, as well as modifications required to support departmental operations and employee occupancy. This request is supported by available fund balance.

## CONCLUSION

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The Fiscal Year 2026 Mid-Year Report projects General Fund revenues will end the fiscal year under budget, while expenditures are anticipated to exceed the budget. If these projections remain unchanged, the General Fund Stability Reserve will need to be drawn upon in order to end the fiscal year without a negative budgetary fund balance. As a result, the City has implemented various mitigating actions and is currently developing additional actions that can be taken in the latter half of the fiscal year.

General Fund revenues are projected to end the fiscal year \$13.6 million under the current budget, comprised of decreases in major General Fund revenues of \$7.2 million and departmental revenues of \$6.4 million. The primary drivers of the decrease in major revenues are the continued decline of international travel and tempered growth in both leisure and business travel. Additionally, the General Fund continues to experience reduced interest earnings due to lower cash on hand and delayed reimbursements for CIP expenditures from bond proceeds.

General Fund expenditures are projected to end the fiscal year \$3.2 million over budget, driven by increases in personnel expenditures of \$14.8 million, partially offset by savings of \$11.6 million in fringe and non-personnel expenditures. The primary driver of the increase in personnel expenditures is overtime in public safety departments, which account for approximately 68.8 percent of the increase. These increases can be attributed to the impacts of maintaining staffing at the appropriate level to be able to respond to calls and emergencies and the number of strike-team deployments to respond to increased fire emergencies. For non-personnel expenditures, the savings can be attributed to efforts made by departments in response to the directives issued by the Mayor, and also reduced contributions to the Public Liability Fund due to the receipt of insurance proceeds at the beginning of the fiscal year that can be used to support current-year payments.

While mitigating actions have already been announced and are being operationalized within departments, the City plans to implement additional measures to ensure the General Fund does not end the fiscal year with a negative budgetary fund balance. The actions already implemented include a Request to Fill vacancies process, suspending discretionary expenditures and non-essential overtime, and a thorough review of external contracts. The additional actions being discussed include a top-down review of special funds citywide to determine if any can support/reimburse General Fund expenditures or are inactive/obsolete, a review of all budget reductions submitted for Fiscal Year 2027 to determine if any can be implemented in the current fiscal year, and potential for additional current-year reductions and reorganizations.

The report includes a proposal to increase appropriations for a select number of non-general funds and the reallocation of appropriations between departments within the General Fund. The reallocation of appropriations in the General Fund will ensure that critical work continues to be completed, while the proposed adjustments for non-General Funds are supported by either increased revenues or fund balance.

While the projections included in this report reflect the General Fund ending the fiscal year needing to draw from the Stability Reserve, this will ultimately be determined by how successful departments are in implementing the mitigating actions that have already been

identified and those that are still being developed. As a result, the report does not propose any actions related to the excess equity; however, if any excess equity is identified in future budget monitoring reports, authority for its use may be requested as a part of that process or the FY 2027 budget development process.

DoF and City departments will continue to monitor revenues, expenditures, and potential impacts associated with mitigating actions implemented during the fiscal year. DoF will release the Fiscal Year 2026 Third Quarter Budget Monitoring Report on May 13, 2026, which will contain updated projections and any other necessary budget adjustments for the City Council's consideration.

## ATTACHMENTS

1. General Fund Projected Revenues
2. General Fund Projected Expenditures
3. Non-General Fund Projections
4. Mid-Year Budget Monitoring Report – Vacancy Status Report
5. Fiscal Year 2026 Financial Performance Report As of November 2025
6. Police Department – Police Fiscal Year 2026 Appropriation Ordinance Update Memo
7. Office of the City Attorney – Reporting Requirement – Section 19 of the Appropriation Ordinance
8. Homelessness Strategies and Solutions Department – Fiscal Year 2026 Mid-Year Budget Monitoring Report and Grant Funding Update

# General Fund Projected Revenues

Department <sup>1</sup>	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
General Fund Major Revenues					
Charges for Current Services	\$ 38,170,482	\$ 38,170,482	\$ 38,170,482	\$ -	0.0%
Franchise Fees <sup>2</sup>	103,578,718	103,578,718	106,417,989	2,839,271	2.7%
Interest and Dividends	5,500,000	5,500,000	(0)	(5,500,000)	-100.0%
Motor Vehicle License Fees	1,384,746	1,384,746	2,118,060	733,314	53.0%
Fines, Forfeitures, and Penalties	-	-	-	-	0.0%
Other Revenue	-	-	61,886	61,886	100.0%
Property Tax	844,597,213	844,597,213	846,639,677	2,042,464	0.2%
Property Transfer Tax	11,884,826	11,884,826	11,762,857	(121,969)	-1.0%
Refuse Collector Business Tax	1,631,000	1,631,000	1,404,660	(226,340)	-13.9%
Revenue from Federal and Other Agencies	767,184	767,184	746,307	(20,877)	-2.7%
Revenue from Money and Property	7,089,048	7,089,048	7,400,757	311,709	4.4%
Sales Tax	374,533,252	374,533,252	376,608,724	2,075,472	0.6%
Transfers In	53,148,488	53,148,488	51,183,736	(1,964,752)	-3.7%
Transient Occupancy Tax <sup>3</sup>	170,257,130	170,257,130	162,810,530	(7,446,600)	-4.4%
Subtotal Major General Fund Revenues	\$ 1,612,542,087	\$ 1,612,542,087	\$ 1,605,325,663	\$ (7,216,424)	-0.4%
City Auditor	\$ -	\$ -	\$ 161	\$ 161	100.0%
City Clerk	336,480	336,480	352,967	16,487	4.9%
City Planning	11,156,719	11,156,719	11,566,649	409,930	3.7%
Citywide Program Expenditures	-	-	-	-	0.0%
Commission on Police Practices	28,775	28,775	9,258	(19,517)	-67.8%
Communications	626,062	626,062	768,625	142,563	22.8%
Compliance	2,339,397	2,339,397	2,573,323	233,926	10.0%
Council Administration	31,294	31,294	5,385	(25,909)	-82.8%
Council District 1	53,955	53,955	27,837	(26,118)	-48.4%
Council District 1 - Community Projects, Programs and Services	-	-	-	-	0.0%
Council District 2	31,294	31,294	-	(31,294)	-100.0%
Council District 2 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 3	50,688	50,688	26,069	(24,619)	-48.6%
Council District 3 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 4	53,954	53,954	25,883	(28,071)	-52.0%
Council District 4 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 5	53,756	53,756	31,354	(22,402)	-41.7%
Council District 5 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 6	134,886	134,886	94,007	(40,879)	-30.3%
Council District 6 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 7	53,955	53,955	21,150	(32,805)	-60.8%
Council District 7 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 8	86,611	86,611	48,315	(38,296)	-44.2%
Council District 8 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Council District 9	78,056	78,056	120,749	42,693	54.7%
Council District 9 - Community Projects, Programs, and Services	-	-	-	-	0.0%
Department of Finance	1,748,420	1,748,420	1,751,903	3,483	0.2%
Department of Information Technology	-	-	-	-	0.0%
Development Services	1,625,065	1,625,065	1,458,727	(166,338)	-10.2%

General Fund Projected Revenues						
Department <sup>1</sup>	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %	
Economic Development	\$ 82,578,333	\$ 82,578,333	\$ 79,754,019	\$ (2,824,314)	-3.4%	
Environmental Services	4,228,217	4,228,217	4,711,062	482,845	11.4%	
Ethics Commission	-	-	11,360	11,360	100.0%	
Fire-Rescue	77,712,022	77,712,022	82,017,814	4,305,792	5.5%	
General Services	4,571,718	4,571,718	4,871,543	299,825	6.6%	
Government Affairs	-	-	-	-	0.0%	
Homelessness Strategies & Solutions	53,189,289	53,189,289	52,569,765	(619,524)	-1.2%	
Human Resources	875,962	875,962	1,439,296	563,334	64.3%	
Library	3,581,274	3,581,274	3,480,090	(101,184)	-2.8%	
Office of Boards and Commissions	-	-	-	-	0.0%	
Office of Emergency Services	1,353,277	1,353,277	1,353,277	-	0.0%	
Office of the City Attorney	9,350,965	9,350,965	10,253,237	902,272	9.6%	
Office of the City Treasurer	45,937,578	45,937,578	44,745,107	(1,192,471)	-2.6%	
Office of the Independent Budget Analyst	-	-	(161)	(161)	100.0%	
Office of the Mayor	160,316	160,316	273,037	112,721	70.3%	
Parks and Recreation	68,838,729	68,838,729	59,261,151	(9,577,578)	-13.9%	
Performance and Analytics	229,121	229,121	353,263	124,142	54.2%	
Personnel	31,878	31,878	5,664	(26,214)	-82.2%	
Police	73,585,756	73,585,756	75,222,695	1,636,939	2.2%	
Public Utilities	1,845,186	1,845,186	2,002,568	157,382	8.5%	
Purchasing and Contracting	704,155	704,155	1,152,125	447,970	63.6%	
Stormwater	21,624,282	21,624,282	19,448,248	(2,176,034)	-10.1%	
Transportation	86,004,477	89,704,477	90,413,636	709,159	0.8%	
<i>Subtotal Departmental General Fund Revenues</i>	<i>\$ 554,891,902</i>	<i>\$ 558,591,902</i>	<i>\$ 552,221,158</i>	<i>\$ (6,370,744)</i>	<i>-1.1%</i>	
<b>Total General Fund Revenues</b>	<b>\$ 2,167,433,989</b>	<b>\$ 2,171,133,989</b>	<b>\$ 2,157,546,821</b>	<b>\$ (13,587,168)</b>	<b>-0.6%</b>	

The current budget presented in this table is as of November 2025 (accounting period 5) unless otherwise noted.

<sup>1</sup>The Fiscal Year 2026 Adopted Budget included several reorganizations and restructures. The accounting structure changes were approved as part of the FY 2026 budget development process.

<sup>2</sup>Total City FY 2026 Adopted Budget for franchise fees revenue is \$219.7 million and the projection is \$222.5 million. The balance is budgeted in the Environmental Growth and Underground Surcharge Funds.

<sup>3</sup>Total City FY 2026 Adopted Budget for transient occupancy tax is \$323.6 million and the projection is \$309.7 million. The balance is budgeted in the Transient Occupancy Tax Fund.

## General Fund Projected Expenditures

Department <sup>1</sup>	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
City Auditor	\$ 5,889,357	\$ 5,889,357	\$ 5,723,348	\$ 166,009	2.8%
City Clerk	8,224,639	8,224,639	8,287,370	(62,731)	-0.8%
City Planning	22,236,146	22,236,146	21,621,274	614,872	2.8%
Citywide Program Expenditures	184,241,897	184,241,897	172,644,658	11,597,239	6.3%
Commission on Police Practices	2,219,128	2,219,128	1,974,938	244,190	11.0%
Communications	7,222,198	7,222,198	7,366,886	(144,688)	-2.0%
Compliance	6,935,060	6,935,060	6,251,505	683,555	9.9%
Council Administration	2,809,353	2,809,353	2,533,010	276,343	9.8%
Council District 1	2,169,526	2,169,526	1,774,992	394,534	18.2%
Council District 1 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 2	2,410,741	2,410,741	2,188,898	221,843	9.2%
Council District 2 - Community Projects, Programs and Services	100,000	90,310	90,310	-	0.0%
Council District 3	2,278,088	2,278,088	2,097,889	180,199	7.9%
Council District 3 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 4	2,186,765	2,185,115	1,912,759	272,356	12.5%
Council District 4 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 5	2,460,126	2,460,126	1,925,250	534,876	21.7%
Council District 5 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 6	2,167,138	2,167,138	1,947,645	219,493	10.1%
Council District 6 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 7	2,273,534	2,273,534	1,939,244	334,290	14.7%
Council District 7 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 8	2,272,709	2,272,709	2,069,459	203,250	8.9%
Council District 8 - Community Projects, Programs and Services	100,000	100,000	100,000	-	0.0%
Council District 9	2,080,027	2,080,027	1,895,447	184,580	8.9%
Council District 9 - Community Projects, Programs and Services	100,000	65,000	65,000	-	0.0%
Department of Finance	30,499,554	30,499,554	30,801,474	(301,920)	-1.0%
Department of Information Technology	3,555,982	3,555,982	3,485,202	70,780	2.0%
Development Services	12,557,937	12,557,937	12,985,022	(427,085)	-3.4%
Economic Development	23,928,094	23,928,094	23,772,704	155,390	0.6%
Environmental Services	32,339,470	32,339,470	32,055,594	283,876	0.9%
Ethics Commission	2,052,579	2,052,579	1,795,954	256,625	12.5%
Fire-Rescue	378,311,525	378,321,215	388,629,972	(10,308,757)	-2.7%
General Services	29,128,611	29,128,611	30,084,690	(956,079)	-3.3%
Homelessness Strategies & Solutions	53,821,132	53,821,132	52,567,291	1,253,841	2.3%
Human Resources	10,824,249	10,824,249	11,146,908	(322,659)	-3.0%
Library	76,655,568	76,655,568	77,843,731	(1,188,163)	-1.6%
Office of Boards and Commissions	-	-	-	-	0.0%
Office of Emergency Services	4,367,881	4,367,881	4,097,981	269,900	6.2%
Office of the City Attorney	95,815,935	95,815,935	97,250,757	(1,434,822)	-1.5%
Office of the City Treasurer	22,550,210	22,550,210	21,604,427	945,783	4.2%
Office of the Independent Budget Analyst	4,651,781	4,651,781	4,591,493	60,288	1.3%
Office of the Mayor	10,324,343	10,324,343	9,822,763	501,580	4.9%
Parks and Recreation	188,754,308	188,754,308	194,536,405	(5,782,097)	-3.1%

General Fund Projected Expenditures					
Department <sup>1</sup>	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Performance and Analytics	\$ 4,703,288	\$ 4,703,288	\$ 4,597,753	\$ 105,535	2.2%
Personnel	16,475,407	16,475,407	16,781,251	(305,844)	-1.9%
Police	703,515,478	703,515,478	711,522,855	(8,007,377)	-1.1%
Public Utilities	3,125,836	3,125,836	2,982,323	143,513	4.6%
Purchasing and Contracting	12,523,202	12,523,202	11,963,909	559,293	4.5%
Stormwater	64,786,747	64,786,747	65,849,694	(1,062,947)	-1.6%
Transportation	121,188,440	124,925,090	131,557,334	(6,632,244)	-5.3%
Historical Savings Adjustment <sup>2</sup>	-	-	(13,000,452)	13,000,452	100.0%
<b>Total General Fund Expenditures</b>	<b>\$ 2,167,433,989</b>	<b>\$ 2,171,133,989</b>	<b>\$ 2,174,336,918</b>	<b>\$ (3,202,929)</b>	<b>-0.1%</b>

The current budget presented in this table is as of November 2025 (accounting period 5) unless otherwise noted.

<sup>1</sup> The Fiscal Year 2026 Adopted Budget included several reorganizations and restructures. The accounting structure changes were approved as part of the FY 2026 budget development process.

<sup>2</sup> Includes a historical savings adjustment of \$3.0 million in personnel and fringe benefit expenditures and \$10.0 million in non-personnel expenditures based on factors that may contribute to the difference between departmental projections and year-end actuals, including recently implemented mitigations.

### Non-General Fund Projections

Fund	Revenue/ Expenditures	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Airports Fund	Revenue	\$ 8,892,740	\$ 8,892,740	\$ 9,571,497	\$ 678,757	7.6%
	Expenditures	10,891,835	10,891,835	12,243,729	(1,351,894)	-12.4%
Central Stores Fund	Revenue	11,236,451	11,236,451	10,560,857	(675,594)	-6.0%
	Expenditures	11,403,746	11,403,746	11,397,385	6,361	0.1%
Concourse and Parking Garages Operating Fund	Revenue	2,986,732	2,986,732	1,911,807	(1,074,925)	-36.0%
	Expenditures	3,785,121	3,785,121	4,196,040	(410,919)	-10.9%
Department of Information Technology Fund	Revenue	83,814,797	83,814,797	80,745,913	(3,068,884)	-3.7%
	Expenditures	84,684,741	84,684,741	83,984,324	700,417	0.8%
Development Services Fund	Revenue	144,085,274	144,085,274	161,195,120	17,109,846	11.9%
	Expenditures	144,014,897	144,014,897	149,417,752	(5,402,855)	-3.8%
Energy Conservation Program Fund	Revenue	6,208,947	6,208,947	6,104,110	(104,837)	-1.7%
	Expenditures	7,313,779	7,313,779	7,103,306	210,473	2.9%
Engineering and Capital Projects Fund	Revenue	167,180,209	167,180,209	189,819,240	22,639,031	13.5%
	Expenditures	179,070,372	179,070,372	181,045,210	(1,974,838)	-1.1%
Facilities Financing Fund	Revenue	-	-	625	625	100.0%
	Expenditures	-	-	(1,300)	1,300	100.0%
Fire/EMS Transportation Program Fund	Revenue	131,810,011	131,810,011	133,696,555	1,886,544	1.4%
	Expenditures	137,232,995	137,232,995	138,976,779	(1,743,784)	-1.3%
Fleet Operating Fund	Revenue	70,001,821	70,001,821	72,567,162	2,565,341	3.7%
	Expenditures	70,144,502	70,144,502	74,034,226	(3,889,724)	-5.5%
GIS Fund	Revenue	5,452,748	5,452,748	5,330,704	(122,044)	-2.2%
	Expenditures	6,720,010	6,720,010	6,198,082	521,928	7.8%
Golf Course Fund	Revenue	30,889,347	30,889,347	41,939,375	11,050,028	35.8%
	Expenditures	31,039,009	31,039,009	31,360,227	(321,218)	-1.0%
Junior Lifeguard Program Fund	Revenue	1,193,420	1,193,420	1,193,420	-	0.0%
	Expenditures	1,025,276	1,025,276	1,030,290	(5,014)	-0.5%
Local Enforcement Agency Fund	Revenue	1,067,227	1,067,227	992,032	(75,195)	-7.0%
	Expenditures	1,189,427	1,189,427	979,838	209,589	17.6%
Los Peñasquitos Canyon Preserve Fund	Revenue	36,000	36,000	31,362	(4,638)	-12.9%
	Expenditures	15,125	15,125	7,955	7,170	47.4%
OneSD Support Fund	Revenue	27,955,462	27,955,462	28,256,860	301,398	1.1%
	Expenditures	30,954,538	30,954,538	29,834,399	1,120,139	3.6%
Parking Meter Operations Fund	Revenue	28,040,000	28,040,000	23,034,843	(5,005,157)	-17.9%
	Expenditures	28,722,645	28,722,645	23,717,488	5,005,157	17.4%
Petco Park Fund	Revenue	18,495,036	18,495,036	19,395,681	900,645	4.9%
	Expenditures	19,461,510	19,461,510	20,060,069	(598,559)	-3.1%
Publishing Services Fund	Revenue	1,947,049	1,947,049	1,274,721	(672,328)	-34.5%
	Expenditures	2,132,055	2,132,055	1,637,753	494,302	23.2%

### Non-General Fund Projections

Fund	Revenue/ Expenditures	Adopted Budget	Current Budget	Year-End Projection	Variance	Variance %
Recycling Fund	Revenue	\$ 25,414,856	\$ 25,414,856	\$ 31,373,727	\$ 5,958,871	23.4%
	Expenditures	30,728,076	30,728,076	28,565,320	2,162,756	7.0%
Refuse Disposal Fund	Revenue	72,751,556	72,751,556	79,683,146	6,931,590	9.5%
	Expenditures	55,964,803	55,964,803	48,829,430	7,135,373	12.7%
Risk Management Administration Fund	Revenue	20,444,952	20,444,952	19,919,538	(525,414)	-2.6%
	Expenditures	20,433,736	20,433,736	19,829,410	604,326	3.0%
Seized Assets - Federal DOJ Fund	Revenue	-	-	1,056,750	1,056,750	100.0%
	Expenditures	1,423,548	1,423,548	1,423,548	-	0.0%
Seized Assets - California Fund	Revenue	-	-	190,813	190,813	100.0%
	Expenditures	803,848	803,848	803,848	-	0.0%
Seized Asset Fund - Federal Treasury Fund	Revenue	-	-	(22)	(22)	100.0%
	Expenditures	30,000	30,000	30,000	-	0.0%
Sewer Utility Funds <sup>1</sup>	Revenue	616,670,654	639,210,654	808,385,427	169,174,773	26.5%
	Expenditures	470,720,775	470,720,775	476,700,223	(5,979,448)	-1.3%
Solid Waste Management Fund	Revenue	148,438,551	148,438,551	136,926,492	(11,512,059)	-7.8%
	Expenditures	139,380,756	139,380,756	139,270,914	109,842	0.1%
State COPS	Revenue	3,400,000	3,400,000	3,503,801	103,801	3.1%
	Expenditures	6,142,672	6,142,672	6,142,672	-	0.0%
Transient Occupancy Tax Fund						
Cultural Affairs	Revenue	-	-	17,177	17,177	100.0%
Special Events & Filming	Revenue	164,023	164,023	210,916	46,893	28.6%
Major Revenues	Revenue	-	-	-	-	0.0%
Special Promotional Programs	Revenue	153,389,208	153,389,208	146,845,441	(6,543,767)	-4.3%
<i>Total Transient Occupancy Tax Fund Revenue</i>		153,553,231	153,553,231	147,073,533	(6,479,697)	-4.2%
Cultural Affairs	Expenditures	13,852,759	13,852,759	13,830,484	22,275	0.2%
Special Events & Filming	Expenditures	1,507,575	1,507,575	1,542,512	(34,937)	-2.3%
Major Revenues	Expenditures	-	-	-	-	0.0%
Special Promotional Programs	Expenditures	140,036,931	140,036,931	134,558,229	5,478,702	3.9%
<i>Total Transient Occupancy Tax Fund Expenditures</i>		155,397,265	155,397,265	149,931,225	5,466,040	
Underground Surcharge Fund	Revenue	90,001,567	90,001,567	107,964,713	17,963,146	20.0%
	Expenditures	79,994,908	79,994,908	65,764,537	14,230,371	17.8%
Water Utility Operating Fund <sup>1</sup>	Revenue	958,479,293	958,479,293	1,120,424,239	161,944,946	16.9%
	Expenditures	847,768,484	847,768,484	825,026,198	22,742,286	2.7%
Wireless Communications Technology Fund	Revenue	12,125,011	12,125,011	12,089,618	(35,393)	-0.3%
	Expenditures	12,581,265	12,581,265	12,474,044	107,221	0.9%

The current budget presented in this table is as of November 2025 (accounting period 5) unless otherwise noted. Capital Improvements Program expenditure budgets are excluded.

<sup>1</sup> Revenues in the Sewer Utility and Water Utility Operating Funds support both Operating and Capital Improvements Program (CIP) activity; however, only operating expenditures are reflected in this report.

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
City Attorney	100000	General Fund	Assistant City Attorney	1.00
City Attorney	100000	General Fund	Assistant Management Analyst	1.00
City Attorney	100000	General Fund	Auto Messenger 1	1.00
City Attorney	100000	General Fund	Clerical Assistant 1	1.00
City Attorney	100000	General Fund	Clerical Assistant 2	1.00
City Attorney	100000	General Fund	Court Support Clerk 1	6.00
City Attorney	100000	General Fund	Court Support Clerk 2	6.00
City Attorney	100000	General Fund	Court Support Clerk Supervisor	1.00
City Attorney	100000	General Fund	Deputy City Attorney	6.00
City Attorney	100000	General Fund	Deputy City Attorney - Unrepresented	1.00
City Attorney	100000	General Fund	Executive Assistant	1.00
City Attorney	100000	General Fund	Legal Secretary 1	2.00
City Attorney	100000	General Fund	Legal Secretary 2	2.00
City Attorney	100000	General Fund	Office Support Specialist	2.00
City Attorney	100000	General Fund	Paralegal	1.00
City Attorney	100000	General Fund	Principal Clerk	1.00
City Attorney	100000	General Fund	Principal Legal Secretary	1.00
City Attorney	100000	General Fund	Senior City Attorney Investigator	1.00
City Attorney	100000	General Fund	Senior Legal Secretary	1.00
City Attorney	100000	General Fund	Senior Management Analyst	1.00
City Attorney	100000	General Fund	Senior Victim Services Coordinator	1.00
City Attorney	100000	General Fund	Victim Services Coordinator	1.00
<b>City Attorney Total</b>				<b>40.00</b>
City Clerk	100000	General Fund	Administrative Aide 2	1.00
City Clerk	100000	General Fund	Deputy Director	1.00
City Clerk	100000	General Fund	Legislative Recorder 2	1.00
City Clerk	100000	General Fund	Payroll Specialist 1	1.00
<b>City Clerk Total</b>				<b>4.00</b>
City Planning	100000	General Fund	Account Clerk	1.00
City Planning	100000	General Fund	Associate Planner	2.00
City Planning	100000	General Fund	Program Manager	1.00
City Planning	100000	General Fund	Senior Planner	2.00
<b>City Planning Total</b>				<b>6.00</b>
City Treasurer	100000	General Fund	Account Clerk	2.00
City Treasurer	100000	General Fund	Accountant 2	3.00
City Treasurer	100000	General Fund	Accountant 3	1.00
City Treasurer	100000	General Fund	Accountant Trainee	1.00
City Treasurer	100000	General Fund	Administrative Aide 2	1.00
City Treasurer	100000	General Fund	Associate Management Analyst	1.00
City Treasurer	100000	General Fund	Collections Investigator 1	4.00
City Treasurer	100000	General Fund	Collections Investigator Supervisor	1.00
City Treasurer	100000	General Fund	Collections Investigator Trainee	2.00
City Treasurer	100000	General Fund	Principal Accountant	1.00
City Treasurer	100000	General Fund	Public Information Clerk	1.00
City Treasurer	200712	Parking Meter Operations Fund	Equipment Technician 1	1.00
City Treasurer	200712	Parking Meter Operations Fund	Parking Meter Supervisor	1.00
<b>City Treasurer Total</b>				<b>20.00</b>
Commission on Police Practices	100000	General Fund	Executive Director	1.00
Commission on Police Practices	100000	General Fund	General Counsel	1.00
Commission on Police Practices	100000	General Fund	Program Manager	2.00
<b>Commission on Police Practices Total</b>				<b>4.00</b>
Compliance	100000	General Fund	Administrative Aide 1	1.00
Compliance	100000	General Fund	Department Director	1.00
Compliance	100000	General Fund	Supervising Compliance Officer	1.00
<b>Compliance Total</b>				<b>3.00</b>
Council Administration	100000	General Fund	Council Representative 1	1.00
Council Administration	100000	General Fund	Program Manager	1.00
<b>Council Administration Total</b>				<b>2.00</b>
Council District 1	100000	General Fund	Council Representative 1	3.00
Council District 1	100000	General Fund	Council Representative 2A	3.00
<b>Council District 1 Total</b>				<b>6.00</b>
Council District 2	100000	General Fund	Council Representative 1	5.00
<b>Council District 2 Total</b>				<b>5.00</b>
Council District 3	100000	General Fund	Council Representative 1	3.00
Council District 3	100000	General Fund	Council Representative 2A	1.00
<b>Council District 3 Total</b>				<b>4.00</b>
Council District 4	100000	General Fund	Council Representative 1	6.00
<b>Council District 4 Total</b>				<b>6.00</b>
Council District 5	100000	General Fund	Council Representative 1	6.00
<b>Council District 5 Total</b>				<b>6.00</b>
Council District 6	100000	General Fund	Council Representative 1	4.00
<b>Council District 6 Total</b>				<b>4.00</b>
Council District 7	100000	General Fund	Council Representative 1	5.00
Council District 7	100000	General Fund	Council Representative 2A	1.00
<b>Council District 7 Total</b>				<b>6.00</b>
Council District 8	100000	General Fund	Council Representative 1	4.00
<b>Council District 8 Total</b>				<b>4.00</b>
Council District 9	100000	General Fund	Council Representative 1	5.00
<b>Council District 9 Total</b>				<b>5.00</b>
Department of Finance	100000	General Fund	Administrative Aide 2	1.00
Department of Finance	100000	General Fund	Assistant Department Director	1.00
Department of Finance	100000	General Fund	Finance Analyst 2	1.00
Department of Finance	100000	General Fund	Finance Analyst 3	1.00
<b>Department of Finance Total</b>				<b>4.00</b>
Development Services	200226	Local Enforcement Agency Fund	Hazardous Materials Inspector 3	1.00
Development Services	700036	Development Services Fund	Accountant 4	1.00
Development Services	700036	Development Services Fund	Administrative Aide 1	1.00
Development Services	700036	Development Services Fund	Assistant Engineer-Civil	1.00
Development Services	700036	Development Services Fund	Assistant Planner	1.00
Development Services	700036	Development Services Fund	Associate Engineer-Fire Protection	1.00
Development Services	700036	Development Services Fund	Development Services Technician	1.00
Development Services	700036	Development Services Fund	Electrical Inspector 2	1.00
Development Services	700036	Development Services Fund	Information Systems Administrator	1.00

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
Development Services	700036	Development Services Fund	Information Systems Analyst 3	1.00
Development Services	700036	Development Services Fund	Program Manager	2.00
Development Services	700036	Development Services Fund	Public Information Clerk	1.00
Development Services	700036	Development Services Fund	Senior Land Surveyor	1.00
Development Services	700036	Development Services Fund	Structural Inspector 2	2.00
<b>Development Services Total</b>				<b>16.00</b>
Economic Development	100000	General Fund	Account Clerk	1.00
Economic Development	100000	General Fund	Administrative Aide 1	1.00
Economic Development	100000	General Fund	Community Development Coordinator	1.00
Economic Development	100000	General Fund	Community Development Specialist 2	2.00
Economic Development	100000	General Fund	Community Development Specialist 3	1.00
Economic Development	100000	General Fund	Community Development Specialist 4	2.00
Economic Development	100000	General Fund	Property Agent	1.00
Economic Development	100000	General Fund	Public Information Clerk	1.00
Economic Development	100000	General Fund	Supervising Management Analyst	1.00
Economic Development	100000	General Fund	Supervising Property Agent	1.00
Economic Development	700033	Airports Enterprise Fund	Equipment Operator 1	1.00
Economic Development	700033	Airports Enterprise Fund	Senior Airport Operations Assistant	1.00
<b>Economic Development Total</b>				<b>14.00</b>
Emergency Medical Services	200227	EMS/MTS FUND	Fire Fighter 2	5.00
Emergency Medical Services	200227	EMS/MTS FUND	Paramedic 2	1.00
<b>Emergency Medical Services Total</b>				<b>6.00</b>
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Administrative Aide 2	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Assistant Deputy Director	3.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Assistant Engineer-Civil	5.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Assistant Engineer-Electrical	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Assistant Management Analyst	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Associate Engineer-Civil	3.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Associate Engineer-Electrical	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Associate Engineer-Traffic	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Associate Management Analyst	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Associate Planner	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Deputy Director	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Information Systems Analyst 2	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Land Surveying Assistant	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Land Surveying Associate	2.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Principal Engineering Aide	2.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Principal Survey Aide	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Project Assistant	1.00
Engineering & Capital Projects	720057	Engineering & Capital Projects Fund	Senior Management Analyst	1.00
<b>Engineering &amp; Capital Projects Total</b>				<b>28.00</b>
Environmental Services	100000	General Fund	Code Compliance Officer	1.00
Environmental Services	100000	General Fund	Code Compliance Supervisor	1.00
Environmental Services	100000	General Fund	Heavy Truck Driver 1	1.00
Environmental Services	100000	General Fund	Heavy Truck Driver 2	3.00
Environmental Services	100000	General Fund	Information Systems Analyst 2	0.22
Environmental Services	100000	General Fund	Public Information Clerk	0.22
Environmental Services	100000	General Fund	Senior Civil Engineer	0.10
Environmental Services	100000	General Fund	Training Supervisor	0.22
Environmental Services	100000	General Fund	Utility Worker 2	1.00
<b>General Fund Total</b>				<b>7.76</b>
Environmental Services	700039	Refuse Disposal Enterprise Fund	Administrative Aide 1	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Assistant Engineer-Civil	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Assistant Engineer-Electrical	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Associate Engineer-Civil	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Associate Engineer-Mechanical	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Associate Planner	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Disposal Site Representative	2.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Disposal Site Supervisor	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Equipment Operator 2	8.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Equipment Technician 2	2.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Equipment Technician 3	1.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Information Systems Analyst 2	0.25
Environmental Services	700039	Refuse Disposal Enterprise Fund	Laborer	8.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Landfill Equipment Operator	5.00
Environmental Services	700039	Refuse Disposal Enterprise Fund	Public Information Clerk	0.25
Environmental Services	700039	Refuse Disposal Enterprise Fund	Senior Civil Engineer	1.90
Environmental Services	700039	Refuse Disposal Enterprise Fund	Training Supervisor	0.25
<b>Refuse Disposal Enterprise Fund Total</b>				<b>35.65</b>
Environmental Services	700048	Recycling Enterprise Fund	Associate Management Analyst	1.00
Environmental Services	700048	Recycling Enterprise Fund	Hazardous Materials Inspector 3	1.00
Environmental Services	700048	Recycling Enterprise Fund	Heavy Truck Driver 2	2.00
Environmental Services	700048	Recycling Enterprise Fund	Information Systems Analyst 2	0.06
Environmental Services	700048	Recycling Enterprise Fund	Public Information Clerk	0.06
Environmental Services	700048	Recycling Enterprise Fund	Recycling Specialist 1	1.00
Environmental Services	700048	Recycling Enterprise Fund	Recycling Specialist 3	3.00
Environmental Services	700048	Recycling Enterprise Fund	Supervising Recycling Specialist	1.00
Environmental Services	700048	Recycling Enterprise Fund	Training Supervisor	0.06
<b>Recycling Enterprise Fund Total</b>				<b>9.18</b>
Environmental Services	700123	Solid Waste Management Fund	Administrative Aide 2	3.00
Environmental Services	700123	Solid Waste Management Fund	Area Refuse Collection Supervisor	5.00
Environmental Services	700123	Solid Waste Management Fund	Associate Management Analyst	1.00
Environmental Services	700123	Solid Waste Management Fund	Information Systems Analyst 2	0.47
Environmental Services	700123	Solid Waste Management Fund	Laborer	1.00
Environmental Services	700123	Solid Waste Management Fund	Public Information Clerk	0.47
Environmental Services	700123	Solid Waste Management Fund	Safety Officer	1.00
Environmental Services	700123	Solid Waste Management Fund	Sanitation Driver 2	3.00
Environmental Services	700123	Solid Waste Management Fund	Sanitation Driver 3	3.00
Environmental Services	700123	Solid Waste Management Fund	Sanitation Driver Trainee	1.00
Environmental Services	700123	Solid Waste Management Fund	Senior Public Information Officer	1.00
Environmental Services	700123	Solid Waste Management Fund	Training Supervisor	0.47
Environmental Services	700123	Solid Waste Management Fund	Utility Worker 1	2.00
Environmental Services	700123	Solid Waste Management Fund	Utility Worker 2	5.00
<b>Solid Waste Management Fund Total</b>				<b>27.41</b>
<b>Environmental Services Total</b>				<b>80.00</b>

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
Fire-Rescue	100000	General Fund	Assistant Fire Chief	1.00
Fire-Rescue	100000	General Fund	Associate Management Analyst	1.00
Fire-Rescue	100000	General Fund	Fire Captain	21.00
Fire-Rescue	100000	General Fund	Fire Captain-Metro Arson Strike Team	1.00
Fire-Rescue	100000	General Fund	Fire Dispatch Supervisor	1.00
Fire-Rescue	100000	General Fund	Fire Dispatcher	1.00
Fire-Rescue	100000	General Fund	Fire Engineer	17.00
Fire-Rescue	100000	General Fund	Fire Fighter 1	1.00
Fire-Rescue	100000	General Fund	Fire Fighter 2	16.00
Fire-Rescue	100000	General Fund	Fire Fighter 3	16.00
Fire-Rescue	100000	General Fund	Fire Lead Dispatcher	1.00
Fire-Rescue	100000	General Fund	Helicopter Mechanic	1.00
Fire-Rescue	100000	General Fund	Information Systems Analyst 2	2.00
Fire-Rescue	100000	General Fund	Lifeguard 2	5.00
Fire-Rescue	100000	General Fund	Lifeguard Sergeant	1.00
Fire-Rescue	100000	General Fund	Marine Mechanic	1.00
Fire-Rescue	100000	General Fund	Senior Account Clerk	1.00
Fire-Rescue	100000	General Fund	Senior Code Compliance Supervisor	1.00
<b>Fire-Rescue Total</b>				<b>89.00</b>
General Services	100000	General Fund	Account Clerk	1.00
General Services	100000	General Fund	Building Maintenance Supervisor	1.00
General Services	100000	General Fund	Building Service Technician	5.00
General Services	100000	General Fund	Building Supervisor	1.00
General Services	100000	General Fund	Carpenter	1.00
General Services	100000	General Fund	Carpenter Supervisor	1.00
General Services	100000	General Fund	Construction Estimator	1.00
General Services	100000	General Fund	Custodian 1	3.50
General Services	100000	General Fund	Electrician	1.00
General Services	100000	General Fund	Heating, Ventilation, and Air Conditioning Supervisor	1.00
General Services	100000	General Fund	Painter	1.00
General Services	100000	General Fund	Plasterer	1.00
General Services	100000	General Fund	Project Officer 1	1.00
General Services	100000	General Fund	Project Officer 2	1.00
General Services	100000	General Fund	Roofer	2.00
General Services	200224	Energy Conservation Program Fund	Program Coordinator	1.00
General Services	720000	Fleet Operations Operating Fund	Apprentice 2-Fleet Technician	1.00
General Services	720000	Fleet Operations Operating Fund	Assistant Fleet Technician	3.00
General Services	720000	Fleet Operations Operating Fund	Auto Parts Stock Clerk	2.00
General Services	720000	Fleet Operations Operating Fund	Equipment Trainer	1.00
General Services	720000	Fleet Operations Operating Fund	Fleet Repair Supervisor	1.00
General Services	720000	Fleet Operations Operating Fund	Fleet Team Leader	2.00
General Services	720000	Fleet Operations Operating Fund	Fleet Technician	6.00
General Services	720000	Fleet Operations Operating Fund	Machinist	1.00
General Services	720000	Fleet Operations Operating Fund	Master Fleet Technician	4.00
General Services	720000	Fleet Operations Operating Fund	Metal Fabrication Supervisor	1.00
General Services	720000	Fleet Operations Operating Fund	Senior Management Analyst	2.00
General Services	720000	Fleet Operations Operating Fund	Supervising Management Analyst	1.00
General Services	720000	Fleet Operations Operating Fund	Welder	2.00
<b>General Services Total</b>				<b>50.50</b>
Human Resources	100000	General Fund	Administrative Aide 2	1.00
Human Resources	100000	General Fund	Deputy Director	1.00
<b>Human Resources Total</b>				<b>2.00</b>
Independent Budget Analyst	100000	General Fund	Budget/Legislative Analyst 1	1.00
<b>Independent Budget Analyst Total</b>				<b>1.00</b>
Information Technology	200308	Department Of Information Technology Fund	Assistant Department Director	1.00
Information Technology	200308	Department Of Information Technology Fund	Program Manager	2.00
Information Technology	200448	GIS Fund	Geographic Info Systems Analyst 2	2.00
Information Technology	200448	GIS Fund	Geographic Info Systems Analyst 3	2.00
Information Technology	200448	GIS Fund	Geographic Info Systems Analyst 4	1.00
Information Technology	200448	GIS Fund	Information Systems Technician	1.00
Information Technology	200610	SAP Support Fund	Program Manager	2.00
Information Technology	200611	Wireless Communications Technology Fund	Communications Technician	2.00
Information Technology	200611	Wireless Communications Technology Fund	Senior Communications Technician	1.00
<b>Information Technology Total</b>				<b>14.00</b>
Library	100000	General Fund	Account Clerk	1.00
Library	100000	General Fund	Librarian 2	5.00
Library	100000	General Fund	Librarian 3	1.00
Library	100000	General Fund	Librarian 4	1.00
Library	100000	General Fund	Library Assistant I	11.50
Library	100000	General Fund	Library Assistant II	15.00
Library	100000	General Fund	Library Assistant III	1.00
Library	100000	General Fund	Library Technician	1.00
<b>Library Total</b>				<b>36.50</b>
Office of Emergency Services	100000	General Fund	Program Coordinator	1.00
Office of Emergency Services	100000	General Fund	Program Manager	1.00
<b>Office of Emergency Services Total</b>				<b>2.00</b>
Office of the City Auditor	100000	General Fund	Assistant to the Director	1.00
Office of the City Auditor	100000	General Fund	Performance Auditor	1.00
<b>Office of the City Auditor Total</b>				<b>2.00</b>
Office of the Mayor	100000	General Fund	Assistant Deputy Chief Operating Officer	1.00
Office of the Mayor	100000	General Fund	Program Manager	1.00
<b>Office of the Mayor Total</b>				<b>2.00</b>
Parks & Recreation	100000	General Fund	Aquatics Recreation Specialist	1.00
Parks & Recreation	100000	General Fund	Assistant Recreation Center Director	2.00
Parks & Recreation	100000	General Fund	Associate Management Analyst	1.00
Parks & Recreation	100000	General Fund	Associate Planner	1.00
Parks & Recreation	100000	General Fund	Carpenter	1.00
Parks & Recreation	100000	General Fund	Custodian 2	1.00
Parks & Recreation	100000	General Fund	Custodian 3	1.00
Parks & Recreation	100000	General Fund	Environmental Biologist 3	1.00
Parks & Recreation	100000	General Fund	Equipment Operator 1	3.00
Parks & Recreation	100000	General Fund	Equipment Technician 2	1.00
Parks & Recreation	100000	General Fund	Grounds Maintenance Manager	1.00
Parks & Recreation	100000	General Fund	Grounds Maintenance Supervisor	1.00
Parks & Recreation	100000	General Fund	Grounds Maintenance Worker 2	11.00

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
Parks & Recreation	100000	General Fund	Grounds Maintenance Worker 3	1.00
Parks & Recreation	100000	General Fund	Heavy Truck Driver 1	1.00
Parks & Recreation	100000	General Fund	Park Ranger	9.00
Parks & Recreation	100000	General Fund	Pesticide Applicator	1.00
Parks & Recreation	100000	General Fund	Pool Guard 2	17.00
Parks & Recreation	100000	General Fund	Public Information Clerk	1.00
Parks & Recreation	100000	General Fund	Recreation Center Director 1	1.00
Parks & Recreation	100000	General Fund	Recreation Center Director 2	1.00
Parks & Recreation	100000	General Fund	Recreation Center Director 3	3.00
Parks & Recreation	100000	General Fund	Recreation Leader 1	15.00
Parks & Recreation	100000	General Fund	Recreation Leader 2	10.50
Parks & Recreation	100000	General Fund	Recreation Specialist	1.00
Parks & Recreation	100000	General Fund	Senior Management Analyst	1.00
Parks & Recreation	100000	General Fund	Senior Planner	2.00
Parks & Recreation	100000	General Fund	Swimming Pool Manager 1	4.00
Parks & Recreation	100000	General Fund	Utility Worker 2	1.00
Parks & Recreation	200023	Maintenance Assessment District Fund	Electrician	0.75
Parks & Recreation	700043	Golf Course Enterprise Fund	Electrician	0.25
Parks & Recreation	700043	Golf Course Enterprise Fund	Golf Course Greenskeeper	2.00
Parks & Recreation	700043	Golf Course Enterprise Fund	Grounds Maintenance Worker 1	1.00
Parks & Recreation	700043	Golf Course Enterprise Fund	Light Equipment Operator	1.00
<b>Parks &amp; Recreation Total</b>				<b>100.50</b>
Performance & Analytics	100000	General Fund	Program Coordinator	1.00
<b>Performance &amp; Analytics Total</b>				<b>1.00</b>
Personnel	100000	General Fund	Office Support Specialist	1.00
<b>Personnel Total</b>				<b>1.00</b>
Police	100000	General Fund	Clerical Assistant 1	1.00
Police	100000	General Fund	Clerical Assistant 2	5.00
Police	100000	General Fund	Crime Scene Specialist	1.00
Police	100000	General Fund	Criminalist 2	1.00
Police	100000	General Fund	Dispatcher 2	1.00
Police	100000	General Fund	Information Systems Analyst 3	1.00
Police	100000	General Fund	Laboratory Technician	7.00
Police	100000	General Fund	Latent Print Examiner Aide	2.00
Police	100000	General Fund	Office Support Specialist	3.00
Police	100000	General Fund	Parking Enforcement Officer 1	11.00
Police	100000	General Fund	Police 911 Dispatcher	4.00
Police	100000	General Fund	Police Captain	2.00
Police	100000	General Fund	Police Detective	47.00
Police	100000	General Fund	Police Dispatcher	5.00
Police	100000	General Fund	Police Investigative Service Officer 1	4.00
Police	100000	General Fund	Police Investigative Service Officer 2	7.00
Police	100000	General Fund	Police Lieutenant	5.00
Police	100000	General Fund	Police Officer 1	20.00
Police	100000	General Fund	Police Officer 2	102.00
Police	100000	General Fund	Police Officer 3	4.00
Police	100000	General Fund	Police Records Clerk	2.00
Police	100000	General Fund	Police Recruit	15.00
Police	100000	General Fund	Police Sergeant	19.00
Police	100000	General Fund	Police Service Officer 2	1.00
Police	100000	General Fund	Polygrapher 3	1.00
Police	100000	General Fund	Program Coordinator	1.00
Police	100000	General Fund	Senior Clerk/Typist	1.00
Police	100000	General Fund	Supervising Management Analyst	2.00
<b>Police Total</b>				<b>275.00</b>
Public Utilities	700000	Muni Sewer Revenue Fund	Account Clerk	0.80
Public Utilities	700000	Muni Sewer Revenue Fund	Accountant 3	0.20
Public Utilities	700000	Muni Sewer Revenue Fund	Administrative Aide 1	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Administrative Aide 2	2.68
Public Utilities	700000	Muni Sewer Revenue Fund	Asset Management Coordinator	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant Customer Services Supervisor	0.50
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant Deputy Director	0.20
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant Engineer-Civil	0.64
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant Engineer-Electrical	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant Engineer-Mechanical	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant Management Analyst	0.40
Public Utilities	700000	Muni Sewer Revenue Fund	Assistant to the Water Department Director	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Associate Department Human Resources Analyst	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Associate Engineer-Civil	0.96
Public Utilities	700000	Muni Sewer Revenue Fund	Associate Management Analyst	2.83
Public Utilities	700000	Muni Sewer Revenue Fund	Associate Planner	0.64
Public Utilities	700000	Muni Sewer Revenue Fund	Cashier	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Clerical Assistant 1	0.50
Public Utilities	700000	Muni Sewer Revenue Fund	Clerical Assistant 2	1.55
Public Utilities	700000	Muni Sewer Revenue Fund	Customer Services Representative	4.00
Public Utilities	700000	Muni Sewer Revenue Fund	Deputy Director	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Environmental Scientist 2	0.76
Public Utilities	700000	Muni Sewer Revenue Fund	Environmental Scientist 3	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Equipment Operator 2	4.25
Public Utilities	700000	Muni Sewer Revenue Fund	Equipment Operator 3	0.25
Public Utilities	700000	Muni Sewer Revenue Fund	Field Representative	2.10
Public Utilities	700000	Muni Sewer Revenue Fund	General Water Utility Supervisor	0.30
Public Utilities	700000	Muni Sewer Revenue Fund	Geographic Info Systems Analyst 2	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Geographic Info Systems Analyst 3	0.52
Public Utilities	700000	Muni Sewer Revenue Fund	Heavy Truck Driver 1	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Heavy Truck Driver 2	0.25
Public Utilities	700000	Muni Sewer Revenue Fund	Information Systems Analyst 2	0.40
Public Utilities	700000	Muni Sewer Revenue Fund	Information Systems Analyst 3	0.40
Public Utilities	700000	Muni Sewer Revenue Fund	Instrumentation and Control Technician	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Junior Engineer-Civil	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Junior Engineering Aide	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Laboratory Technician	0.07
Public Utilities	700000	Muni Sewer Revenue Fund	Laborer	4.00
Public Utilities	700000	Muni Sewer Revenue Fund	Office Support Specialist	2.53
Public Utilities	700000	Muni Sewer Revenue Fund	Plant Process Control Electrician	1.00

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
Public Utilities	700000	Muni Sewer Revenue Fund	Plant Technician 1	2.00
Public Utilities	700000	Muni Sewer Revenue Fund	Plant Technician 2	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Plant Technician Supervisor	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Principal Customer Services Representative	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Principal Engineering Aide	2.32
Public Utilities	700000	Muni Sewer Revenue Fund	Procurement Specialist	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Program Coordinator	1.23
Public Utilities	700000	Muni Sewer Revenue Fund	Program Manager	1.33
Public Utilities	700000	Muni Sewer Revenue Fund	Project Assistant	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Project Officer 2	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Pump Station Operations Superintendent	0.50
Public Utilities	700000	Muni Sewer Revenue Fund	Records Management Analyst	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Safety Officer	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Account Clerk	0.40
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Civil Engineer	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Clerk/Typist	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Control Systems Engineer	0.20
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Customer Services Representative	0.50
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Drafting Aide	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Engineering Aide	3.00
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Management Analyst	0.95
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Planner	0.32
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Pump Station Operations Supervisor	0.33
Public Utilities	700000	Muni Sewer Revenue Fund	Senior Water Utility Supervisor	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Sewer Maintenance Equipment Operator	7.00
Public Utilities	700000	Muni Sewer Revenue Fund	Stock Clerk	0.69
Public Utilities	700000	Muni Sewer Revenue Fund	Storekeeper 2	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Supervising Economist	0.20
Public Utilities	700000	Muni Sewer Revenue Fund	Supervising Management Analyst	1.72
Public Utilities	700000	Muni Sewer Revenue Fund	Supervising Wastewater Pretreatment Inspector	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Trainer	0.73
Public Utilities	700000	Muni Sewer Revenue Fund	Utility Worker 1	14.00
Public Utilities	700000	Muni Sewer Revenue Fund	Utility Worker 2	0.25
Public Utilities	700000	Muni Sewer Revenue Fund	Warehouse Manager	0.23
Public Utilities	700000	Muni Sewer Revenue Fund	Wastewater Pretreatment Inspector 2	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Wastewater Pretreatment Inspector 3	1.00
Public Utilities	700000	Muni Sewer Revenue Fund	Water Utility Supervisor	5.00
Public Utilities	700000	Muni Sewer Revenue Fund	Water Utility Worker	6.00
		<b>Muni Sewer Revenue Fund Total</b>		<b>98.40</b>
Public Utilities	700001	Metro Sewer Utility Fund	Account Clerk	1.40
Public Utilities	700001	Metro Sewer Utility Fund	Accountant 3	0.35
Public Utilities	700001	Metro Sewer Utility Fund	Administrative Aide 1	1.30
Public Utilities	700001	Metro Sewer Utility Fund	Administrative Aide 2	0.65
Public Utilities	700001	Metro Sewer Utility Fund	Asset Management Coordinator	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Assistant Department Director	0.50
Public Utilities	700001	Metro Sewer Utility Fund	Assistant Deputy Director	0.85
Public Utilities	700001	Metro Sewer Utility Fund	Assistant Engineer-Civil	0.82
Public Utilities	700001	Metro Sewer Utility Fund	Assistant Engineer-Electrical	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Assistant Engineer-Mechanical	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Assistant Management Analyst	0.70
Public Utilities	700001	Metro Sewer Utility Fund	Assistant to the Water Department Director	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Associate Department Human Resources Analyst	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Associate Engineer-Civil	1.16
Public Utilities	700001	Metro Sewer Utility Fund	Associate Management Analyst	1.57
Public Utilities	700001	Metro Sewer Utility Fund	Associate Planner	0.44
Public Utilities	700001	Metro Sewer Utility Fund	Clerical Assistant 2	1.74
Public Utilities	700001	Metro Sewer Utility Fund	Deputy Director	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Environmental Scientist 2	5.63
Public Utilities	700001	Metro Sewer Utility Fund	Environmental Scientist 3	0.52
Public Utilities	700001	Metro Sewer Utility Fund	Equipment Painter	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Geographic Info Systems Analyst 2	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Geographic Info Systems Analyst 3	0.57
Public Utilities	700001	Metro Sewer Utility Fund	Information Systems Analyst 2	0.70
Public Utilities	700001	Metro Sewer Utility Fund	Information Systems Analyst 3	0.70
Public Utilities	700001	Metro Sewer Utility Fund	Information Systems Analyst 4	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Instrumentation and Control Technician	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Junior Engineer-Civil	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Laboratory Technician	1.93
Public Utilities	700001	Metro Sewer Utility Fund	Laborer	2.00
Public Utilities	700001	Metro Sewer Utility Fund	Machinist	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Office Support Specialist	1.53
Public Utilities	700001	Metro Sewer Utility Fund	Plant Process Control Electrician	3.00
Public Utilities	700001	Metro Sewer Utility Fund	Plant Technician 1	7.00
Public Utilities	700001	Metro Sewer Utility Fund	Plant Technician 2	4.00
Public Utilities	700001	Metro Sewer Utility Fund	Plant Technician 3	2.00
Public Utilities	700001	Metro Sewer Utility Fund	Plant Technician Supervisor	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Power Plant Operator	2.00
Public Utilities	700001	Metro Sewer Utility Fund	Power Plant Supervisor	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Principal Engineering Aide	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Procurement Specialist	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Program Coordinator	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Program Manager	1.35
Public Utilities	700001	Metro Sewer Utility Fund	Project Assistant	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Project Officer 2	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Pump Station Operations Superintendent	0.50
Public Utilities	700001	Metro Sewer Utility Fund	Pump Station Operator	2.00
Public Utilities	700001	Metro Sewer Utility Fund	Pump Station Operator Trainee	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Records Management Analyst	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Safety Officer	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Senior Account Clerk	0.70
Public Utilities	700001	Metro Sewer Utility Fund	Senior Clerk/Typist	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Senior Control Systems Engineer	1.35
Public Utilities	700001	Metro Sewer Utility Fund	Senior Drafting Aide	0.22
Public Utilities	700001	Metro Sewer Utility Fund	Senior Management Analyst	1.66
Public Utilities	700001	Metro Sewer Utility Fund	Senior Planner	0.22

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
Public Utilities	700001	Metro Sewer Utility Fund	Senior Pump Station Operations Supervisor	0.67
Public Utilities	700001	Metro Sewer Utility Fund	Senior Wastewater Operations Supervisor	1.00
Public Utilities	700001	Metro Sewer Utility Fund	Senior Wastewater Plant Operator	2.00
Public Utilities	700001	Metro Sewer Utility Fund	Stock Clerk	0.90
Public Utilities	700001	Metro Sewer Utility Fund	Storekeeper 2	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Supervising Economist	0.35
Public Utilities	700001	Metro Sewer Utility Fund	Supervising Management Analyst	0.92
Public Utilities	700001	Metro Sewer Utility Fund	Trainer	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Warehouse Manager	0.30
Public Utilities	700001	Metro Sewer Utility Fund	Wastewater Plant Operator	5.00
		<b>Metro Sewer Utility Fund Total</b>		<b>74.04</b>
Public Utilities	700011	Water Utility Operating Fund	Account Clerk	1.80
Public Utilities	700011	Water Utility Operating Fund	Accountant 3	0.45
Public Utilities	700011	Water Utility Operating Fund	Administrative Aide 1	0.47
Public Utilities	700011	Water Utility Operating Fund	Administrative Aide 2	2.67
Public Utilities	700011	Water Utility Operating Fund	Asset Management Coordinator	0.47
Public Utilities	700011	Water Utility Operating Fund	Assistant Customer Services Supervisor	0.50
Public Utilities	700011	Water Utility Operating Fund	Assistant Department Director	0.50
Public Utilities	700011	Water Utility Operating Fund	Assistant Deputy Director	0.95
Public Utilities	700011	Water Utility Operating Fund	Assistant Engineer-Civil	4.54
Public Utilities	700011	Water Utility Operating Fund	Assistant Engineer-Electrical	0.46
Public Utilities	700011	Water Utility Operating Fund	Assistant Engineer-Mechanical	0.46
Public Utilities	700011	Water Utility Operating Fund	Assistant Management Analyst	0.90
Public Utilities	700011	Water Utility Operating Fund	Assistant to the Water Department Director	0.47
Public Utilities	700011	Water Utility Operating Fund	Assistant Water Distribution Operator	1.00
Public Utilities	700011	Water Utility Operating Fund	Associate Department Human Resources Analyst	0.47
Public Utilities	700011	Water Utility Operating Fund	Associate Engineer-Civil	4.88
Public Utilities	700011	Water Utility Operating Fund	Associate Management Analyst	3.60
Public Utilities	700011	Water Utility Operating Fund	Associate Planner	0.92
Public Utilities	700011	Water Utility Operating Fund	Cashier	1.00
Public Utilities	700011	Water Utility Operating Fund	Clerical Assistant 1	0.50
Public Utilities	700011	Water Utility Operating Fund	Clerical Assistant 2	0.71
Public Utilities	700011	Water Utility Operating Fund	Code Compliance Officer	1.00
Public Utilities	700011	Water Utility Operating Fund	Customer Services Representative	4.00
Public Utilities	700011	Water Utility Operating Fund	Deputy Director	0.47
Public Utilities	700011	Water Utility Operating Fund	Environmental Scientist 2	4.61
Public Utilities	700011	Water Utility Operating Fund	Environmental Scientist 3	1.25
Public Utilities	700011	Water Utility Operating Fund	Equipment Operator 2	1.75
Public Utilities	700011	Water Utility Operating Fund	Equipment Operator 3	0.75
Public Utilities	700011	Water Utility Operating Fund	Equipment Technician 1	2.00
Public Utilities	700011	Water Utility Operating Fund	Field Representative	4.90
Public Utilities	700011	Water Utility Operating Fund	General Water Utility Supervisor	0.70
Public Utilities	700011	Water Utility Operating Fund	Geographic Info Systems Analyst 2	1.46
Public Utilities	700011	Water Utility Operating Fund	Geographic Info Systems Analyst 3	0.91
Public Utilities	700011	Water Utility Operating Fund	Heavy Truck Driver 2	1.75
Public Utilities	700011	Water Utility Operating Fund	Information Systems Analyst 2	0.90
Public Utilities	700011	Water Utility Operating Fund	Information Systems Analyst 3	0.90
Public Utilities	700011	Water Utility Operating Fund	Instrumentation and Control Technician	2.00
Public Utilities	700011	Water Utility Operating Fund	Instrumentation and Control Technician Trainee	1.00
Public Utilities	700011	Water Utility Operating Fund	Junior Engineer-Civil	0.46
Public Utilities	700011	Water Utility Operating Fund	Laborer	10.00
Public Utilities	700011	Water Utility Operating Fund	Lake Aide 2	2.00
Public Utilities	700011	Water Utility Operating Fund	Machinist	1.00
Public Utilities	700011	Water Utility Operating Fund	Office Support Specialist	2.94
Public Utilities	700011	Water Utility Operating Fund	Plant Technician 2	1.00
Public Utilities	700011	Water Utility Operating Fund	Plant Technician Supervisor	1.00
Public Utilities	700011	Water Utility Operating Fund	Principal Backflow and Cross Connection Specialist Supervisor	2.00
Public Utilities	700011	Water Utility Operating Fund	Principal Customer Services Representative	1.00
Public Utilities	700011	Water Utility Operating Fund	Principal Engineering Aide	0.46
Public Utilities	700011	Water Utility Operating Fund	Principle Corrosion Engineering Aide	2.00
Public Utilities	700011	Water Utility Operating Fund	Procurement Specialist	0.47
Public Utilities	700011	Water Utility Operating Fund	Program Coordinator	1.47
Public Utilities	700011	Water Utility Operating Fund	Program Manager	3.32
Public Utilities	700011	Water Utility Operating Fund	Project Assistant	0.46
Public Utilities	700011	Water Utility Operating Fund	Project Officer 2	0.46
Public Utilities	700011	Water Utility Operating Fund	Pure Water Plant Operator	5.00
Public Utilities	700011	Water Utility Operating Fund	Ranger/Diver 2	1.00
Public Utilities	700011	Water Utility Operating Fund	Records Management Analyst	0.47
Public Utilities	700011	Water Utility Operating Fund	Safety Officer	0.47
Public Utilities	700011	Water Utility Operating Fund	Senior Account Clerk	0.90
Public Utilities	700011	Water Utility Operating Fund	Senior Backflow & Cross Connection Specialist	2.00
Public Utilities	700011	Water Utility Operating Fund	Senior Clerk/Typist	0.47
Public Utilities	700011	Water Utility Operating Fund	Senior Control Systems Engineer	0.45
Public Utilities	700011	Water Utility Operating Fund	Senior Customer Services Representative	0.50
Public Utilities	700011	Water Utility Operating Fund	Senior Drafting Aide	0.46
Public Utilities	700011	Water Utility Operating Fund	Senior Management Analyst	2.14
Public Utilities	700011	Water Utility Operating Fund	Senior Planner	0.46
Public Utilities	700011	Water Utility Operating Fund	Stock Clerk	1.41
Public Utilities	700011	Water Utility Operating Fund	Storekeeper 2	0.47
Public Utilities	700011	Water Utility Operating Fund	Supervising Economist	0.45
Public Utilities	700011	Water Utility Operating Fund	Supervising Management Analyst	2.36
Public Utilities	700011	Water Utility Operating Fund	Trainer	0.97
Public Utilities	700011	Water Utility Operating Fund	Utility Worker 1	3.00
Public Utilities	700011	Water Utility Operating Fund	Utility Worker 2	0.75
Public Utilities	700011	Water Utility Operating Fund	Warehouse Manager	0.47
Public Utilities	700011	Water Utility Operating Fund	Water Distribution Operator	1.00
Public Utilities	700011	Water Utility Operating Fund	Water Operations Supervisor	1.00
Public Utilities	700011	Water Utility Operating Fund	Water Systems Technician 1	1.00
Public Utilities	700011	Water Utility Operating Fund	Water Systems Technician 2	1.00
Public Utilities	700011	Water Utility Operating Fund	Water Systems Technician 3	11.00
		<b>Water Utility Operating Fund Total</b>		<b>127.31</b>
<b>Public Utilities Total</b>				<b>299.75</b>
Publishing Services	720041	Publishing Services Fund	Information Systems Technician	0.50
<b>Publishing Services Total</b>				<b>0.50</b>
Purchasing & Contracting	100000	General Fund	Administrative Aide 1	1.00

**Fiscal Year 2026 Mid-Year Budget Monitoring Report - Vacancy Status Report**  
(Vacant, Budgeted Standard-Hour Positions as of January 14, 2026)

Attachment 4

Department Name	Fund Number	Fund Name	Job Classification	FTE
Purchasing & Contracting	100000	General Fund	Assistant Engineer-Civil	5.00
Purchasing & Contracting	100000	General Fund	Associate Engineer-Civil	1.00
Purchasing & Contracting	100000	General Fund	Program Coordinator	1.00
Purchasing & Contracting	100000	General Fund	Senior Civil Engineer	1.00
Purchasing & Contracting	100000	General Fund	Senior Compliance Officer	1.00
Purchasing & Contracting	100000	General Fund	Senior Management Analyst	1.00
Purchasing & Contracting	100000	General Fund	Senior Procurement Contracting Officer	2.00
Purchasing & Contracting	100000	General Fund	Supervising Procurement Contracting Officer	1.00
Purchasing & Contracting	720040	Stores Revolving Fund	Auto Messenger 1	1.00
Purchasing & Contracting	720040	Stores Revolving Fund	Stock Clerk	1.00
Purchasing & Contracting	720040	Stores Revolving Fund	Storekeeper 2	1.00
Purchasing & Contracting	720040	Stores Revolving Fund	Stores Operations Supervisor	1.00
<b>Purchasing &amp; Contracting Total</b>				<b>18.00</b>
Risk Management	720048	Risk Management Administration Fund	Administrative Aide 2	1.00
Risk Management	720048	Risk Management Administration Fund	Claims Clerk	4.00
Risk Management	720048	Risk Management Administration Fund	Liability Claims Aide	2.00
Risk Management	720048	Risk Management Administration Fund	Liability Claims Representative 1	3.00
Risk Management	720048	Risk Management Administration Fund	Liability Claims Representative 2	5.00
Risk Management	720048	Risk Management Administration Fund	Program Coordinator	2.00
Risk Management	720048	Risk Management Administration Fund	Senior Claims Representative	1.00
Risk Management	720048	Risk Management Administration Fund	Senior Liability Claims Representative	1.00
Risk Management	720048	Risk Management Administration Fund	Supervising Liability Claims Representative	1.00
Risk Management	720048	Risk Management Administration Fund	Supervising Workers' Compensation Claims Representative	1.00
Risk Management	720048	Risk Management Administration Fund	Workers' Compensation Claims Representative 2	3.00
<b>Risk Management Total</b>				<b>24.00</b>
Stormwater	100000	General Fund	Account Clerk	1.00
Stormwater	100000	General Fund	Assistant Engineer-Civil	1.00
Stormwater	100000	General Fund	Associate Planner	1.00
Stormwater	100000	General Fund	Equipment Operator 1	3.00
Stormwater	100000	General Fund	Equipment Operator 2	2.00
Stormwater	100000	General Fund	Equipment Operator 3	1.00
Stormwater	100000	General Fund	Equipment Technician 2	1.00
Stormwater	100000	General Fund	Geographic Info Systems Analyst 3	1.00
Stormwater	100000	General Fund	Laborer	4.00
Stormwater	100000	General Fund	Parking Enforcement Officer 1	2.00
Stormwater	100000	General Fund	Plant Process Control Electrician	1.00
Stormwater	100000	General Fund	Principal Engineering Aide	1.00
Stormwater	100000	General Fund	Principal Utility Supervisor	1.00
Stormwater	100000	General Fund	Senior Account Clerk	1.00
Stormwater	100000	General Fund	Senior Planner	1.00
Stormwater	100000	General Fund	Storm Water Compliance Manager	1.00
Stormwater	100000	General Fund	Storm Water Inspector II	1.00
Stormwater	100000	General Fund	Utility Worker 1	1.00
<b>Stormwater Total</b>				<b>25.00</b>
Transportation	100000	General Fund	Assistant Deputy Director	1.00
Transportation	100000	General Fund	Assistant Engineer-Civil	2.00
Transportation	100000	General Fund	Assistant Engineer-Traffic	1.00
Transportation	100000	General Fund	Associate Engineer-Civil	1.00
Transportation	100000	General Fund	Associate Engineer-Traffic	1.00
Transportation	100000	General Fund	Equipment Operator 2	4.00
Transportation	100000	General Fund	Heavy Truck Driver 2	5.00
Transportation	100000	General Fund	Principal Utility Supervisor	1.00
Transportation	100000	General Fund	Public Works Dispatcher	0.50
Transportation	100000	General Fund	Traffic Striper Operator	2.00
Transportation	100000	General Fund	Utility Worker 1	9.00
Transportation	100000	General Fund	Utility Worker 2	5.00
<b>Transportation Total</b>				<b>32.50</b>
<b>Grand Total</b>				<b>1,249.25</b>

Fund Type	FTE
General Fund	747.76
Non-General Fund	501.49
<b>Grand Total</b>	<b>1,249.25</b>

The City of  
**SAN DIEGO**

**FISCAL YEAR 2026**  
**Financial Performance Report**  
As of November 2025



January 2026

## **Purpose, Scope and Content**

Pursuant to Section 39 of the City Charter, this report is intended to serve as a summary of the financial activity of the City of San Diego for Period 5 (as of November 2025).

The report provides a variety of comparative financial metrics including current vs. prior fiscal year actual revenue and expenditure (“Actuals”) and current year Actuals vs. the Current Budget. These types of metrics, when analyzed in the aggregate, provide a basis to evaluate the current financial condition of the General Fund and other budgeted funds. Additionally, the intent of this report is to provide operating results as of November 2025, and therefore, does not include forward looking statements or projections.

The information contained in this report should not be relied upon for making investment decisions or be considered a replacement for the City of San Diego’s Annual Comprehensive Financial Report. The attached report contains unaudited information and was not prepared in accordance with Generally Accepted Accounting Principles (GAAP) for external financial reporting purposes. For additional information about the City’s financial reporting, please visit the internet at:

<https://www.sandiego.gov/finance/financialrpts>

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## Financial Performance Report – Period Ended November 2025

General Fund Summary As of Period 5, Ended November, 2025 (41% Completed) (Unaudited)								
	FY26 Adopted Budget	FY26 Current Budget	FY26 Actuals <sup>1</sup>	FY26 % of Current Budget	FY25 Actuals <sup>1</sup>	FY26/FY25 Actuals Change	FY26/FY25 % Change	
<b>Revenue</b>								
Property Taxes	\$ 844,597,213	\$ 844,597,213	\$ 77,871,144	9.2%	\$ 70,606,071	\$ 7,265,072	10.3%	
Sales Taxes	374,533,252	374,533,252	95,467,047	25.5%	88,887,429	6,579,618	7.4%	
Transient Occupancy Taxes	170,257,130	170,257,130	58,332,593	34.3%	62,823,016	(4,490,423)	-7.1%	
Property Transfer Tax	11,884,826	11,884,826	2,897,293	24.4%	2,968,146	(70,853)	-2.4%	
Licenses & Permits	62,405,713	62,258,321	13,551,369	21.8%	12,231,641	1,319,728	10.8%	
Fines & Forfeitures	45,748,349	45,748,349	9,939,202	21.7%	8,553,032	1,386,170	16.2%	
Interest & Dividends	5,500,000	5,500,000	(9,062,121)	-164.8%	(5,428,737)	(3,633,384)	66.9%	
Franchises	106,495,903	106,495,903	32,546,257	30.6%	30,569,932	1,976,325	6.5%	
Rents & Concessions	80,317,212	80,317,212	26,764,542	33.3%	29,882,381	(3,117,839)	-10.4%	
Revenues from Other Agencies	11,220,846	10,702,048	5,114,299	47.8%	800,117	4,314,182	539.2%	
Charges for Current Services	330,859,647	335,525,837	58,150,158	17.3%	56,378,085	1,772,073	3.1%	
Other Revenue	2,163,337	2,163,337	1,284,086	59.4%	2,287,233	(1,003,147)	-43.9%	
Transfers	121,450,561	121,150,561	15,940,688	13.2%	17,832,928	(1,892,241)	-10.6%	
<b>Total General Fund Revenue</b>	<b>\$ 2,167,433,989</b>	<b>\$ 2,171,133,989</b>	<b>\$ 388,796,555</b>	<b>17.9%</b>	<b>\$ 378,391,274</b>	<b>\$ 10,405,281</b>	<b>2.7%</b>	
<b>Expenditures</b>								
Personnel Services	\$ 961,506,778	\$ 964,883,778	\$ 414,084,780	42.9%	\$ 408,549,636	\$ 5,535,144	1.4%	
<b>Total PE</b>	<b>\$ 961,506,778</b>	<b>\$ 964,883,778</b>	<b>\$ 414,084,780</b>	<b>42.9%</b>	<b>\$ 408,549,636</b>	<b>\$ 5,535,144</b>	<b>1.4%</b>	
Fringe Benefits	602,290,688	602,290,688	242,169,625	40.2%	245,626,222	(3,456,597)	-1.4%	
Supplies	37,253,167	37,369,292	16,054,240	43.0%	15,233,542	820,698	5.4%	
Contracts & Services	344,736,900	344,939,085	113,451,514	32.9%	147,662,998	(34,211,483)	-23.2%	
Information Technology	58,161,208	58,156,208	11,406,668	19.6%	13,706,589	(2,299,921)	-16.8%	
Energy & Utilities	65,503,236	65,503,236	23,876,397	36.5%	23,309,238	567,159	2.4%	
Capital Expenditures	857,179	866,869	258,444	29.8%	242,540	15,904	6.6%	
Debt	10,905,860	10,743,496	3,128,663	29.1%	2,696,679	431,984	16.0%	
Other Expenditures	5,967,486	5,967,486	2,570,169	43.1%	2,200,409	369,760	16.8%	
Transfers	80,251,487	80,413,851	31,367,834	39.0%	27,118,985	4,248,849	15.7%	
<b>Total NPE</b>	<b>\$ 1,205,927,211</b>	<b>\$ 1,206,250,211</b>	<b>\$ 444,283,555</b>	<b>36.8%</b>	<b>\$ 477,797,201</b>	<b>\$ (33,513,646)</b>	<b>-7.0%</b>	
<b>Total General Fund Expenditures</b>	<b>\$ 2,167,433,989</b>	<b>\$ 2,171,133,989</b>	<b>\$ 858,368,335</b>	<b>39.5%</b>	<b>\$ 886,346,838</b>	<b>\$ (27,978,503)</b>	<b>-3.2%</b>	
<b>General Fund Encumbrances</b>					103,747,330	(5,670,713)		
<b>Net Impact</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (573,319,110)</b>		<b>\$ (617,373,607)</b>	<b>\$ 44,054,497</b>		

<sup>1</sup> Includes adjustments made in future periods

## Financial Performance Report – Period Ended November 2025

Schedule 1

**General Fund Revenue Status Report**  
**As of Period 5, Ended November, 2025 (41% Completed)**  
*(Unaudited)*

	<b>FY26 Actuals</b>	<b>FY26 Current Budget</b>	<b>FY26 % of Current Budget</b>	<b>FY25 Actuals<sup>1</sup></b>	<b>FY26/FY25 Actuals Change</b>	<b>FY26/FY25 % Change</b>
<b>Property Taxes</b>	\$ 77,871,144	\$ 844,597,213	9.2%	\$ 70,606,071	\$ 7,265,072	10.3%
<b>Sales Taxes</b>	95,467,047	374,533,252	25.5%	88,887,429	6,579,618	7.4%
<b>Transient Occupancy Taxes</b>	58,332,593	170,257,130	34.3%	62,823,016	(4,490,423)	-7.1%
<b>Property Transfer Tax</b>	2,897,293	11,884,826	24.4%	2,968,146	(70,853)	-2.4%
<b>Licenses &amp; Permits</b>						
Business Taxes	8,725,101	29,193,215	29.9%	8,024,320	700,781	8.7%
Rental Unit Taxes	628,849	7,284,502	8.6%	773,945	(145,096)	-18.7%
Parking Meters	-	15,500,000	0.0%	-	-	100.0%
Alarm Permit Fees	344,969	1,090,766	31.6%	273,566	71,404	26.1%
Other Licenses and Permits	3,852,450	9,189,838	41.9%	3,159,811	692,639	21.9%
<b>Total Licenses &amp; Permits</b>	<b>13,551,369</b>	<b>62,258,321</b>	<b>21.8%</b>	<b>12,231,641</b>	<b>1,319,728</b>	<b>10.8%</b>
<b>Fines &amp; Forfeitures</b>						
Parking Citations	7,712,719	37,551,663	20.5%	6,234,177	1,478,543	23.7%
Municipal Court	817,487	2,975,569	27.5%	1,313,142	(495,655)	-37.7%
Other Fines & Forfeitures	1,408,995	5,221,117	27.0%	1,005,713	403,282	40.1%
Negligent Impound	-	-	100.0%	-	-	100.0%
<b>Total Fines &amp; Forfeitures</b>	<b>9,939,202</b>	<b>45,748,349</b>	<b>21.7%</b>	<b>8,553,032</b>	<b>1,386,170</b>	<b>16.2%</b>
<b>Interest &amp; Dividends</b>	<b>(9,062,121)</b>	<b>5,500,000</b>	<b>-164.8%</b>	<b>(5,428,737)</b>	<b>(3,633,384)</b>	<b>66.9%</b>
<b>Franchises</b>						
SDG&E	16,571,869	66,287,477	25.0%	19,802,965	(3,231,096)	-16.3%
CATV	1,398,590	9,192,915	15.2%	1,267,712	130,879	10.3%
Refuse Collection	3,613,074	14,669,936	24.6%	3,018	3,610,057	119635.0%
Other Franchises	10,962,723	16,345,575	67.1%	9,496,238	1,466,485	15.4%
<b>Total Franchises</b>	<b>32,546,257</b>	<b>106,495,903</b>	<b>30.6%</b>	<b>30,569,932</b>	<b>1,976,325</b>	<b>6.5%</b>
<b>Rents &amp; Concessions</b>						
Mission Bay	15,437,008	41,273,512	37.4%	16,116,021	(679,013)	-4.2%
Pueblo Lands	3,148,406	10,327,611	30.5%	6,470,320	(3,321,914)	-51.3%
Other Rents and Concessions	8,179,128	28,716,089	28.5%	7,296,040	883,088	12.1%
<b>Total Rents &amp; Concessions</b>	<b>26,764,542</b>	<b>80,317,212</b>	<b>33.3%</b>	<b>29,882,381</b>	<b>(3,117,839)</b>	<b>-10.4%</b>

Continued on Next Page

## Financial Performance Report – Period Ended November 2025

Schedule 1 (cont.)						
	FY26 Actuals	FY26 Current Budget	FY26 % of Current Budget	FY25 Actuals <sup>1</sup>	FY26/FY25 Actuals Change	FY26/FY25 % Change
Revenue from Other Agencies	\$ 5,114,299	\$ 10,702,048	47.8%	\$ 800,117	\$ 4,314,182	539.2%
Charges for Current Services	58,150,158	335,525,837	17.3%	56,378,085	1,772,073	3.1%
Other Revenue	1,284,086	2,163,337	59.4%	2,287,233	(1,003,147)	-43.9%
Transfers	15,940,688	121,150,561	13.2%	17,832,928	(1,892,241)	-10.6%
<b>Total General Fund Revenue</b>	<b>\$ 388,796,555</b>	<b>\$ 2,171,133,989</b>	<b>17.9%</b>	<b>\$ 378,391,274</b>	<b>\$ 10,405,281</b>	<b>2.7%</b>

<sup>1</sup> Includes adjustments made in future periods

## Financial Performance Report – Period Ended November 2025

Schedule 2

**General Fund Department Expenditure Status Report**  
**As of Period 5, Ended November, 2025 (41% Completed)**  
*(Unaudited)*

	<b>FY26</b>	<b>FY26</b>	<b>FY26 % of</b>	<b>FY25</b>	<b>FY26/FY25</b>	<b>FY26/FY25</b>
	<b>Actuals</b>	<b>Current Budget</b>	<b>Current Budget</b>	<b>Actuals<sup>1</sup></b>	<b>Actuals Change</b>	<b>% Change</b>
City Attorney	\$ 38,636,445	\$ 95,815,935	40.3%	\$ 36,005,519	\$ 2,630,926	7.3%
City Auditor	2,278,091	5,889,357	38.7%	2,197,549	80,541	3.7%
City Clerk	3,090,210	8,224,639	37.6%	2,987,630	102,580	3.4%
City Council – District 1	734,592	2,269,526	32.4%	680,742	53,849	7.9%
City Council – District 2	907,090	2,501,051	36.3%	827,187	79,903	9.7%
City Council – District 3	883,527	2,378,088	37.2%	822,543	60,984	7.4%
City Council – District 4	679,325	2,285,115	29.7%	606,151	73,174	12.1%
City Council – District 5	788,149	2,560,126	30.8%	739,614	48,535	6.6%
City Council – District 6	819,633	2,267,138	36.2%	774,103	45,530	5.9%
City Council – District 7	809,669	2,373,534	34.1%	766,492	43,177	5.6%
City Council – District 8	857,851	2,372,709	36.2%	794,537	63,314	8.0%
City Council – District 9	766,523	2,145,027	35.7%	771,747	(5,225)	-0.7%
City Planning	8,720,603	22,236,146	39.2%	6,327,459	2,393,143	37.8%
City Treasurer	7,867,718	22,550,210	34.9%	7,874,162	(6,444)	-0.1%
Citywide Program Expenditures	75,992,929	184,241,897	41.2%	92,312,608	(16,319,680)	-17.7%
Commission on Police Practices	724,563	2,219,128	32.7%	572,755	151,808	26.5%
Communications	3,216,339	7,222,198	44.5%	2,906,363	309,976	10.7%
Compliance	2,702,513	6,935,060	39.0%	2,557,109	145,404	5.7%
Council Administration	1,055,304	2,809,353	37.6%	1,014,144	41,160	4.1%
Department of Finance	12,433,322	30,499,554	40.8%	11,767,284	666,037	5.7%
Department of Information Technology	987,433	3,555,982	27.8%	1,123,899	(136,466)	-12.1%
Development Services	5,435,952	12,557,937	43.3%	5,160,807	275,145	5.3%
Economic Development	7,792,910	23,928,094	32.6%	4,644,938	3,147,972	67.8%
Environmental Services	11,022,618	32,339,470	34.1%	35,432,803	(24,410,185)	-68.9%
Ethics Commission	723,885	2,052,579	35.3%	746,696	(22,811)	-3.1%
Fire-Rescue	156,458,286	378,321,215	41.4%	156,456,189	2,097	0.0%
General Services	11,831,927	29,128,611	40.6%	9,690,410	2,141,517	22.1%
Government Affairs	-	-	100.0%	451,870	(451,870)	-100.0%
Homelessness Strategies & Solutions	8,750,598	53,821,132	16.3%	11,660,206	(2,909,608)	-25.0%
Human Resources	4,047,002	10,824,249	37.4%	5,275,970	(1,228,968)	-23.3%
Library	29,884,622	76,655,568	39.0%	29,342,350	542,272	1.8%
Office of Boards & Commissions	-	-	100.0%	371,016	(371,016)	-100.0%
Office of Emergency Services	1,759,830	4,367,881	40.3%	1,690,708	69,122	4.1%
Office of the Chief Operating Officer <sup>3</sup>	-	-	100.0%	2,763,007	(2,763,007)	-100.0%
Office of the IBA	1,929,422	4,651,781	41.5%	1,128,853	800,569	70.9%
Office of the Mayor	4,653,407	10,324,343	45.1%	1,658,841	2,994,566	180.5%
Parks & Recreation	82,230,099	188,754,308	43.6%	76,295,178	5,934,921	7.8%

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## Financial Performance Report – Period Ended November 2025

## Schedule 2 (cont.)

	FY26 Actuals	FY26 Current Budget	FY26 % of Current Budget	FY25 Actuals <sup>1</sup>	FY26/FY25 Actuals Change	FY26/FY25 % Change
Performance & Analytics	\$ 1,633,868	\$ 4,703,288	34.7%	\$ 2,280,808	\$ (646,940)	-28.4%
Personnel	6,756,823	16,475,407	41.0%	6,621,400	135,423	2.0%
Police	281,320,232	703,515,478	40.0%	281,176,722	143,510	0.1%
Public Utilities	1,169,972	3,125,836	37.4%	1,390,233	(220,261)	-15.8%
Purchasing & Contracting	4,702,325	12,523,202	37.5%	4,350,195	352,130	8.1%
Race & Equity	-	-	100.0%	470,834	(470,834)	-100.0%
Real Estate & Airport Management <sup>2</sup>	-	-	100.0%	3,077,086	(3,077,086)	-100.0%
Stormwater	22,984,568	64,786,747	35.5%	23,191,393	(206,824)	-0.9%
Sustainability & Mobility <sup>4</sup>	0	-	100.0%	2,567,836	(2,567,836)	-100.0%
Transportation	48,328,161	124,925,090	38.7%	44,020,890	4,307,271	9.8%
<b>Total General Fund Expenditures</b>	<b>\$ 858,368,335</b>	<b>\$ 2,171,133,989</b>	<b>39.5%</b>	<b>\$ 886,346,838</b>	<b>\$ (27,978,503)</b>	<b>-3.2%</b>

<sup>1</sup> Includes adjustments made in future periods<sup>2</sup> Merged with Economic Development in Fiscal Year 2026<sup>3</sup> Merged with Office of the Mayor in Fiscal Year 2026<sup>4</sup> Merged with Transportation in Fiscal Year 2026

## Financial Performance Report – Period Ended November 2025

Schedule 2a

**Citywide Program Expenditure Status Report**  
**As of Period 5, Ended November, 2025 (41% Completed)**  
*(Unaudited)*

	<b>FY26 Actuals</b>	<b>FY26 Current Budget</b>	<b>FY26 % of Current Budget</b>	<b>FY25 Actuals<sup>1</sup></b>	<b>FY26/FY25 Actuals Change</b>	<b>FY26/FY25 % Change</b>
<b>Citywide Program Expenditures</b>						
Administrative Expenditures	\$ 559,300	\$ 1,514,297	36.9%	\$ 379,256	\$ 180,044	47.5%
Assessments To Public Property	1,103,185	1,443,644	76.4%	-	1,103,185	100.0%
Citywide Elections	-	1,760,000	0.0%	4,991,023	(4,991,023)	-100.0%
Corporate Master Leases Rent	7,525,716	16,235,609	46.4%	6,561,403	964,313	14.7%
Deferred Capital Debt Service	30,690,906	55,051,999	55.7%	26,229,589	4,461,317	17.0%
Insurance	4,592,369	6,482,307	70.8%	4,358,087	234,282	5.4%
Memberships	1,092,986	1,338,493	81.7%	1,055,494	37,492	3.6%
PL Claims Trans-Ins	29,259,089	31,578,669	92.7%	32,451,413	(3,192,324)	-9.8%
Preservation of Benefits	-	925,000	0.0%	-	-	100.0%
Property Tax Administration	211,731	5,048,327	4.2%	188,682	23,049	12.2%
Public Liability Claims Xfer-Claims Fund	-	31,193,782	0.0%	15,105,581	(15,105,581)	-100.0%
Public Use Leases	-	1,308,175	0.0%	-	-	100.0%
Redistricting Commission	-	-	100.0%	180	(180)	-100.0%
Right-of-Way Permit Reimbursements	11,863	7,672,377	0.2%	6,604	5,259	79.6%
Special Consulting Services	78,308	420,706	18.6%	72,410	5,899	8.1%
Supplemental COLA Benefit	867,475	995,000	87.2%	912,887	(45,412)	-5.0%
Transfer to Park Improvement Funds	-	21,273,512	0.0%	-	-	100.0%
<b>Total Citywide Program Expenditures</b>	<b>\$ 75,992,929</b>	<b>\$ 184,241,897</b>	<b>41.2%</b>	<b>\$ 92,312,608</b>	<b>\$ (16,319,680)</b>	<b>-17.7%</b>

<sup>1</sup> Includes adjustments made in future periods

## Financial Performance Report – Period Ended November 2025

Schedule 2b

**Council Districts Expenditure Status Report**  
**As of Period 5, Ended November, 2025 (41% Completed)**  
*(Unaudited)*

	<b>FY26 Actuals</b>	<b>FY26 Adopted Budget</b>	<b>FY26 Current Budget</b>	<b>FY26 Budget Change</b>	<b>FY26 % of Current Budget</b>	<b>FY25 Actuals<sup>1</sup></b>	<b>FY26/FY25 Actuals Change</b>	<b>FY26/FY25 % Change</b>
Council District 1	\$ 734,592	\$ 2,169,526	\$ 2,169,526	\$ -	33.9%	\$ 680,742	\$ 53,849	7.9%
District 1 CPPS	-	100,000	100,000	-	0.0%	-	-	100.0%
<b>Total Council District 1</b>	<b>734,592</b>	<b>2,269,526</b>	<b>2,269,526</b>	<b>-</b>	<b>32.4%</b>	<b>680,742</b>	<b>53,849</b>	<b>7.9%</b>
Council District 2	907,090	2,410,741	2,410,741	-	37.6%	828,314	78,775	9.5%
District 2 CPPS	-	100,000	90,310	(9,690)	0.0%	(1,127)	1,127	-100.0%
<b>Total Council District 2</b>	<b>907,090</b>	<b>2,510,741</b>	<b>2,501,051</b>	<b>(9,690)</b>	<b>36.3%</b>	<b>827,187</b>	<b>79,903</b>	<b>9.7%</b>
Council District 3	883,527	2,278,088	2,278,088	-	38.8%	822,543	60,984	7.4%
District 3 CPPS	-	100,000	100,000	-	0.0%	-	-	100.0%
<b>Total Council District 3</b>	<b>883,527</b>	<b>2,378,088</b>	<b>2,378,088</b>	<b>-</b>	<b>37.2%</b>	<b>822,543</b>	<b>60,984</b>	<b>7.4%</b>
Council District 4	679,325	2,186,765	2,185,115	(1,650)	31.1%	606,151	73,174	12.1%
District 4 CPPS	-	100,000	100,000	-	0.0%	-	-	100.0%
<b>Total Council District 4</b>	<b>679,325</b>	<b>2,286,765</b>	<b>2,285,115</b>	<b>(1,650)</b>	<b>29.7%</b>	<b>606,151</b>	<b>73,174</b>	<b>12.1%</b>
Council District 5	788,149	2,460,126	2,460,126	-	32.0%	741,864	46,285	6.2%
District 5 CPPS	-	100,000	100,000	-	0.0%	(2,250)	2,250	-100.0%
<b>Total Council District 5</b>	<b>788,149</b>	<b>2,560,126</b>	<b>2,560,126</b>	<b>-</b>	<b>30.8%</b>	<b>739,614</b>	<b>48,535</b>	<b>6.6%</b>
Council District 6	819,633	2,167,138	2,167,138	-	37.8%	776,103	43,530	5.6%
District 6 CPPS	-	100,000	100,000	-	0.0%	(2,000)	2,000	-100.0%
<b>Total Council District 6</b>	<b>819,633</b>	<b>2,267,138</b>	<b>2,267,138</b>	<b>-</b>	<b>36.2%</b>	<b>774,103</b>	<b>45,530</b>	<b>5.9%</b>
Council District 7	809,669	2,273,534	2,273,534	-	35.6%	766,492	43,177	5.6%
District 7 CPPS	-	100,000	100,000	-	0.0%	-	-	100.0%
<b>Total Council District 7</b>	<b>809,669</b>	<b>2,373,534</b>	<b>2,373,534</b>	<b>-</b>	<b>34.1%</b>	<b>766,492</b>	<b>43,177</b>	<b>5.6%</b>
Council District 8	857,851	2,272,709	2,272,709	-	37.7%	794,537	63,314	8.0%
District 8 CPPS	-	100,000	100,000	-	0.0%	-	-	100.0%
<b>Total Council District 8</b>	<b>857,851</b>	<b>2,372,709</b>	<b>2,372,709</b>	<b>-</b>	<b>36.2%</b>	<b>794,537</b>	<b>63,314</b>	<b>8.0%</b>
Council District 9	766,523	2,080,027	2,080,027	-	36.9%	771,747	(5,225)	-0.7%
District 9 CPPS	-	100,000	65,000	(35,000)	0.0%	-	-	100.0%
<b>Total Council District 9</b>	<b>766,523</b>	<b>2,180,027</b>	<b>2,145,027</b>	<b>(35,000)</b>	<b>35.7%</b>	<b>771,747</b>	<b>(5,225)</b>	<b>-0.7%</b>
<b>Total Council Districts</b>	<b>\$ 7,246,358</b>	<b>\$ 21,198,654</b>	<b>\$ 21,152,314</b>	<b>\$ (46,340)</b>	<b>34.3%</b>	<b>\$ 6,783,116</b>	<b>\$ 463,242</b>	<b>6.8%</b>

<sup>1</sup> Includes adjustments made in future periods

## Financial Performance Report – Period Ended November 2025

Schedule 3

**Other Budgeted Funds Revenue Status Report**  
**As of Period 5, Ended November, 2025 (41% Completed)**  
*(Unaudited)*

	<b>FY26 Actuals</b>	<b>FY26 Current Budget</b>	<b>FY26 % of Current Budget</b>	<b>FY25 Actuals<sup>1</sup></b>	<b>FY26/FY25 Actuals Change</b>	<b>FY26/FY25 % Change</b>
Airports Fund	\$ 3,539,926	\$ 8,892,740	39.8%	\$ 2,898,440	\$ 641,486	22.1%
Automated Refuse Container Fund	41,302	-	100.0%	571,894	(530,592)	-92.8%
Central Stores Internal Service Fund	4,037,743	11,236,451	35.9%	3,256,760	780,982	24.0%
Climate Equity Fund	220,901	1,500,000	14.7%	201,598	19,304	9.6%
Community Equity Fund	1,381	-	100.0%	48,703	(47,322)	-97.2%
Concourse and Parking Garages Operating Fund	767,027	2,986,732	25.7%	1,216,577	(449,550)	-37.0%
Convention Center Expansion Funds	731,297	12,902,836	5.7%	1,007,457	(276,160)	-27.4%
Development Services Fund	75,307,755	144,085,274	52.3%	56,844,877	18,462,878	32.5%
Energy Conservation Program Fund	6,024,287	6,208,947	97.0%	11,895	6,012,391	50543.5%
Energy Independence Fund	(8,562)	-	-100.0%	59,885	(68,447)	-114.3%
Engineering and Capital Projects	79,344,968	167,180,209	47.5%	77,560,927	1,784,042	2.3%
Environmental Growth Fund 1/3	3,054,343	8,732,902	35.0%	3,228,867	(174,524)	-5.4%
Environmental Growth Fund 2/3	6,042,471	17,472,803	34.6%	6,435,384	(392,913)	-6.1%
Facilities Financing Fund	625	-	100.0%	(4,438)	5,063	-114.1%
Fire/Emergency Medical Services Fund	44,179,750	131,810,011	33.5%	42,502,710	1,677,040	3.9%
Fire and Lifeguard Facilities Fund	1,326,132	1,327,425	99.9%	1,332,906	(6,774)	-19675.8%
Fleet Operations	45,897,911	159,556,381	28.8%	50,546,207	(4,648,296)	-9.2%
Gas Tax Fund	10,418,157	39,324,068	26.5%	10,733,583	(315,427)	-2.9%
General Plan Maintenance Fund	2,713,279	5,822,300	46.6%	1,857,617	855,662	46.1%
GIS Fund	54,068	5,452,748	1.0%	154,950	(100,882)	-65.1%
Golf Course Fund	17,733,027	30,889,347	57.4%	16,560,993	1,172,033	7.1%
Information Technology Fund	7,262,659	83,814,797	8.7%	8,593,359	(1,330,700)	-15.5%
Junior Lifeguard Program Fund	70,463	1,193,420	5.9%	36,174	34,289	94.8%
Local Enforcement Agency Fund	794,720	1,067,227	74.5%	668,752	125,968	18.8%
Long Range Property Management Fund	1,085,822	595,000	182.5%	1,184,589	(98,767)	-8.3%
Los Penasquitos Canyon Preserve Fund	12,875	36,000	35.8%	12,500	375	3.0%
Low-Moderate Income Housing Asset Fund	2,852,887	1,209,014	236.0%	2,908,150	(55,263)	-1.9%
Maintenance Assessment District (MAD) Funds	3,479,261	35,677,545	9.8%	3,492,051	(12,790)	-0.4%
Mission Bay/Balboa Park Improvement Fund	376,805	904,333	41.7%	359,555	17,250	4.8%
Mission Bay Improvement Fund	965,033	13,827,783	7.0%	707,767	257,266	36.3%
New Convention Facility Fund	2,417,660	2,901,191	83.3%	2,347,240	70,420	3.0%
OneSD Support Fund	104,218	27,955,462	0.4%	39,150	65,069	166.2%
Parking Meter Operations	7,302,381	28,040,000	26.0%	4,063,454	3,238,927	79.7%
PETCO Park Fund	8,155,294	18,495,036	44.1%	7,411,150	744,144	10.0%
Prop 42 Replacement - Transportation Relief Fund	67	-	100.0%	-	67	100.0%
Public Art Fund	318,115	-	100.0%	81,789	236,326	288.9%
Public Safety Services & Debt Service Fund	4,431,396	12,657,066	35.0%	4,325,685	105,711	2.4%
Publishing Services Internal Fund	208,726	1,947,049	10.7%	485,916	(277,191)	-57.0%
Recycling Fund	6,786,994	25,414,856	26.7%	6,527,585	259,408	4.0%
Refuse Disposal Fund	29,600,895	72,751,556	40.7%	25,307,631	4,293,264	17.0%
Refuse Disposal - Miramar Clousure	641,143	625,000	102.6%	562,248	78,895	14.0%

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## Financial Performance Report – Period Ended November 2025

## Schedule 3 (cont.)

	FY26 Actuals	FY26 Current Budget	FY26 % of Current Budget	FY25 Actuals <sup>1</sup>	FY26/FY25 Actuals Change	FY26/FY25 % Change
Regional Park Improvements Fund	\$ 414,053	\$ 7,445,729	5.6%	\$ 289,575	\$ 124,478	43.0%
Risk Management Administration Fund	8,600,787	20,444,952	42.1%	6,733,741	1,867,046	27.7%
Road Maintenance & Rehabilitation	10,682,723	36,347,892	29.4%	6,920,719	3,762,004	54.4%
Seized and Forfeited Assets Funds	1,299,201	-	100.0%	652,119	647,082	99.2%
Solid Waste Management Fund	15,875,334	148,438,551	10.7%	(52,836)	15,928,170	-30146.2%
State COPS	2,564,042	3,400,000	75.4%	20,380	2,543,662	12481.1%
Storm Drain Fund	3,505,644	5,700,000	61.5%	2,680,801	824,843	30.8%
Successor Agency Admin & Project Fund	-	1,934,326	0.0%	-	-	100.0%
Transient Occupancy Tax Fund	52,102,146	153,553,231	33.9%	56,516,802	(4,414,655)	-7.8%
TOT - Covention Center	16,039,449	47,672,881	33.6%	-	16,039,449	100.0%
TOT - Homelessness	11,091,817	32,602,464	34.0%	-	11,091,817	100.0%
TOT - Major Events Revolving FD	285,350	153,970	185.3%	232,000	53,350	23.0%
TransNet Extension Funds	16,165,828	46,268,000	34.9%	15,388,537	777,291	5.1%
Underground Surcharge Fund	29,195,071	90,001,567	32.4%	30,666,537	(1,471,466)	-4.8%
Wastewater Department Funds	223,603,990	639,210,654	35.0%	324,635,480	(101,031,491)	-31.1%
Water Department Funds	371,751,835	958,479,293	38.8%	362,658,106	9,093,729	2.5%
Wireless Communication Technology Fund	69,407	12,125,011	0.6%	174,123	(104,717)	-60.1%
Zoological Exhibits Maintenance Fund	2,307,280	21,757,366	10.6%	2,162,062	145,219	6.7%

<sup>1</sup> Includes adjustments made in future periods

## Financial Performance Report – Period Ended November 2025

Schedule 4

**Other Budgeted Funds Expenditure Status Report**  
**As of Period 5, Ended November, 2025 (41% Completed)**  
(Unaudited)

	<b>FY26 Actuals</b>	<b>FY26 Current Budget</b>	<b>FY26 % of Current Budget</b>	<b>FY25 Actuals<sup>1</sup></b>	<b>FY26/FY25 Actuals Change</b>	<b>FY26/FY25 % Change</b>
Airports Fund	\$ 4,150,646	\$ 10,891,835	38.1%	\$ 3,207,892	\$ 942,755	29.4%
Automated Refuse Container Fund	15,832	2,125,895	0.7%	626,698	(610,866)	-97.5%
Capital Outlay - Misc Revenue	8,090,875	8,164,598	99.1%	3,897,819	4,193,055	107.6%
Central Stores Internal Service Fund	5,134,588	11,403,746	45.0%	4,417,415	717,174	16.2%
Climate Equity Fund	706	120,995	0.6%	1,143,191	(1,142,485)	-99.9%
Community Equity Fund	-	89,857	0.0%	-	-	100.0%
Concourse and Parking Garages Operating Fund	864,242	3,785,121	22.8%	949,383	(85,140)	-9.0%
Convention Center Expansion Funds	575,507	13,462,336	4.3%	674,973	(99,466)	-14.7%
Development Services Fund	61,054,479	144,014,897	42.4%	55,395,531	5,658,949	10.2%
Energy Conservation Program Fund	2,672,391	7,313,779	36.5%	2,380,771	291,620	12.2%
Energy Independence Fund	140,360	300,000	46.8%	122,018	18,343	15.0%
Engineering and Capital Projects	72,104,998	179,070,372	40.3%	68,646,479	3,458,519	5.0%
Environmental Growth Fund 1/3	1,765,797	11,303,475	15.6%	1,978,142	(212,344)	-10.7%
Environmental Growth Fund 2/3	1,683,613	19,691,871	8.5%	20,685	1,662,928	8039.5%
Facilities Financing Fund	(1,300)	-	-100.0%	1,475,317	(1,476,617)	-100.1%
Fire/Emergency Medical Services Fund	45,768,744	137,232,995	33.4%	32,618,441	13,150,303	40.3%
Fire and Lifeguard Facilities Fund	1,152,000	1,327,425	86.8%	1,134,556	17,444	1.5%
Fleet Operations	65,049,908	361,200,636	18.0%	55,131,094	9,918,813	18.0%
Gas Tax Fund	11,783,710	40,343,181	29.2%	11,328,936	454,774	4.0%
General Plan Maintenance Fund	4,666,432	6,822,300	68.4%	2,398,974	2,267,458	94.5%
GIS Fund	3,586,816	6,720,010	53.4%	3,205,217	381,599	11.9%
Golf Course Fund	10,683,186	31,039,009	34.4%	8,911,067	1,772,118	19.9%
Information Technology Fund	23,706,339	84,684,741	28.0%	22,741,536	964,803	4.2%
Infrastructure Fund	(61,185)	123,193	-49.7%	8,304,601	(8,365,786)	-100.7%
Junior Lifeguard Program Fund	721,783	1,025,276	70.4%	660,657	61,126	9.3%
Local Enforcement Agency Fund	451,025	1,189,427	37.9%	393,097	57,928	14.7%
Long Range Property Management Fund	22,300	1,783,686	1.3%	13,547	8,753	64.6%
Los Penasquitos Canyon Preserve Fund	1,921	15,125	12.7%	(28,361)	30,281	-106.8%
Low-Moderate Income Housing Asset Fund	2,151,840	57,507,581	3.7%	5,859,812	(3,707,972)	-63.3%
Maintenance Assessment District (MAD) Funds	10,553,390	45,169,227	23.4%	10,881,530	(328,140)	-3.0%
Mission Bay/Balboa Park Improvement Fund	220,831	904,333	24.4%	332,837	(112,006)	-33.7%
New Convention Facility Fund	2,417,660	2,901,191	83.3%	2,347,240	70,420	3.0%
OneSD Support Fund	6,960,868	30,954,538	22.5%	11,093,755	(4,132,887)	-37.3%
Parking Meter Operations	1,952,274	28,722,645	6.8%	1,220,564	731,710	59.9%
PETCO Park Fund	14,293,002	19,461,510	73.4%	13,843,085	449,917	3.3%
Public Art Fund	48,132	7,980,057	0.6%	45,961	2,171	4.7%
Public Safety Services & Debt Service Fund	1,327,425	12,657,066	10.5%	-	1,327,425	100.0%
Publishing Services Internal Fund	629,946	2,132,055	29.5%	658,766	(28,821)	-4.4%
Recycling Fund	3,442,706	30,728,076	11.2%	10,330,636	(6,887,930)	-66.7%
Refuse Disposal Fund	15,788,306	55,964,803	28.2%	16,484,071	(695,765)	-4.2%
Risk Management Administration Fund	7,108,065	20,433,736	34.8%	6,348,603	759,463	12.0%

Continued on Next Page

## Financial Performance Report – Period Ended November 2025

## Schedule 4 (cont.)

	<b>FY26 Actuals</b>	<b>FY26 Current Budget</b>	<b>FY26 % of Current Budget</b>	<b>FY25 Actuals<sup>1</sup></b>	<b>FY26/FY25 Actuals Change</b>	<b>FY26/FY25 % Change</b>
Road Maintenance & Rehabilitation	\$ 5,446,612	\$ 55,450,400	9.8%	\$ 13,659,488	\$ (8,212,876)	-60.1%
Seized and Forfeited Assets Funds	318,021	2,307,396	13.8%	2,398,535	(2,080,513)	-86.7%
Solid Waste Management Fund	35,371,715	139,380,756	25.4%	2,963,461	32,408,254	1093.6%
State COPS	2,809,255	6,142,672	45.7%	2,595,070	214,185	8.3%
Storm Drain Fund	1,019,406	5,731,128	17.8%	1,352,213	(332,807)	-24.6%
Successor Agency Admin & Project Fund	-	1,934,326	0.0%	-	-	100.0%
Transient Occupancy Tax Fund	24,312,914	155,397,265	15.6%	28,967,145	(4,654,231)	-16.1%
TOT - Covention Center	-	47,672,882	0.0%	-	-	100.0%
TOT - Homelessness	-	32,602,464	0.0%	-	-	100.0%
TOT - Major Events Revolving FD	90,244	597,155	15.1%	136,123	(45,879)	-33.7%
TransNet Extension Funds	6,985,485	21,613,473	32.3%	7,381,183	(395,698)	-5.4%
Underground Surcharge Fund	8,893,898	79,994,908	11.1%	5,960,832	2,933,066	49.2%
Wastewater Department Funds	151,898,718	470,720,775	32.3%	147,870,345	4,028,373	2.7%
Water Department Funds	293,402,091	847,768,484	34.6%	310,890,375	(17,488,284)	-5.6%
Wireless Communication Technology Fund	5,587,868	12,581,265	44.4%	3,606,231	1,981,637	55.0%
Zoological Exhibits Maintenance Fund	-	21,757,366	0.0%	-	-	100.0%

<sup>1</sup> Includes adjustments made in future periods



## THE CITY OF SAN DIEGO

## M E M O R A N D U M

DATE: January 30, 2026

TO: Honorable Council President Joe LaCava and Members of the City Council

FROM: Scott Wahl, Chief of Police, San Diego Police Department

SUBJECT: Police Fiscal Year 2026 Appropriation Ordinance Update Memo

This memorandum provides an update on Police Department expenditures that were requested in the Fiscal Year (FY) 2026 Appropriation Ordinance approved by City Council. It was requested that the Police Department report Police overtime and Neighborhood Policing Division (NPD) expenditures through mid-year and projected expenditures for the remainder of the Fiscal Year.

**Police Overtime:****Appropriation Ordinance Section:**

*Per Charter section 270(h) the Mayor or his designee shall appear before Council to provide a detailed report of Police overtime expenditures and plan for expenditure of budget balance in accordance with the Mid-Year Budget Amendment ordinance or sooner.*

**Appropriation Ordinance Section Response:**

Department General Fund overtime expenditures through period 5 (November) are \$21.0 million of the Department's total overtime budget of \$45.3 million. While overtime expenditures are currently projected to be over budget by approximately \$3.4 million by fiscal year end – which is almost entirely-recoverable activities – this projected overage represents a decrease of \$6.5 million compared to Fiscal Year 2025 actuals. Notably, if projections are realized, this would mark the first year-over-year decrease in overtime expenditures in more than a decade, reflecting the effectiveness of recently implemented oversight and cost-control measures.

This overtime increase is primarily attributed to the following:

- \$1.7 million in Special Events overtime associated with an anticipated increase in activity requiring police presence and traffic control.
- \$840,000 increase for Parking Enforcement overtime to address expanded parking meter enforcement, such as extended meter hours and Sunday enforcement around Petco Park and Business Districts, utilizing existing staff.

## Police Fiscal Year 2026 Appropriation Ordinance Update Memo

- \$470,000 in Grants, Task Forces, and other reimbursable overtime due to increased participation from department employees interested in alternative overtime opportunities.

With the exception of cost-recoverable activity, such as those highlighted above, Chief Wahl remains committed to meeting the department's overtime budget. Effective in FY 2026, the department overhauled its overtime monitoring process to allow for greater command oversight and accountability. While the department has considerably lowered its overtime costs, SDPD must respond as needed to public safety issues or major events that may require overtime.

**Neighborhood Policing Division:****Appropriation Ordinance Section:**

*Per Charter section 270(h) the Mayor or his designee shall appear before Council to provide a detailed report of Neighborhood Policing expenditures and plan for expenditure of budget balance in accordance with the Mid-Year Budget Amendment ordinance or sooner.*

**Appropriation Ordinance Section Response:**

Neighborhood Policing Division (NPD) expenditures through period 5 (November) are \$11.0 million of NPD's total budget of \$29.6 million. Aside from employee salaries and benefits, the majority of NPD's budget is overtime, which is budgeted at \$6.8 million, or 23%, to support both NPD and CleanSD activities. Overall, NPD's overtime expenditures are projected to meet budget by the end of the fiscal year.

Neighborhood Policing Operations continue to work with the Environmental Services Department (ESD) for abatement security. Additionally, voluntary NPD overtime to address Get-It-Done complaints has reduced hold times from 20 days in October of 2024 to its current hold time of 7 days as of the beginning of December 2025, a 65% decrease.

NPD overtime has allowed for greater responsiveness in the downtown area; specifically, around Golden Hall, the Logan Heights Storage Connect Center, the E Street Corridor, and East Village to maintain progress on areas that frequently attract large encampments and related trash and debris. Officers on these overtime details are tasked with keeping the streets and sidewalks free of obstructions to allow everyone to use the public rights of way. The work by NPD officers and overtime staff has been sought by the Homelessness Strategies and Solutions Department to assist with securing State grant funding.

In addition, NPD has proactively taken steps to overhaul its overtime model to better engage with the communities they serve, support a cleaner and safer environment in shared public spaces, and reduce crime. The overtime model, which took effect in November 2024, redeployed officers to work at peak times which maximizes officers' engagement and visibility with community members at times they are needed most. The focus of this overtime model is to support community policing practices in a way that prioritizes public safety, public health, crime prevention and increases community engagement, while also exercising fiscal discipline and discretion with the City's financial resources.

## Police Fiscal Year 2026 Appropriation Ordinance Update Memo

NPD's goal is to be a conduit, connecting homeless individuals within the community to the available resources and services in the City, as well as enforce laws related to quality-of-life issues in a compassionate and fair manner which promotes clean and safe neighborhoods for all residents and visitors in the City of San Diego.

The Homeless Outreach Team (HOT) within NPD has the primary responsibility of coordinating with the many service providers within San Diego County to connect individuals with services.

HOT is comprised of police officers who are paired with the County of San Diego's Health and Human Services Agency benefits specialists and mental health clinicians from the Psychiatric Emergency Response Team (PERT). They have also been providing support to County Health Nurses offering vaccines and providing wound care and other follow-up treatments to avoid another Hepatitis outbreak. These collaborations are uniquely designed to provide a person-centered approach by offering an array of resources and expertise. The teams are able to connect people with services and arrange for many successful placements facilitated through the San Diego Housing Commission. During the first five months of FY 2026, HOT made contact with nearly 3,900 unhoused individuals with over 1,400 of these persons accepting some form of assistance and 83 being successfully placed into shelters. HOT continues to collaborate with County Health Nurses and the City of San Diego Homeless Strategies and Solutions Department to place and assist persons experiencing homelessness and connect them with available shelter including the City's, Safe Camping Sites and the Safe Parking Program.

Through the first five months of FY 2026, NPD's Neighborhood Policing Teams (NPT) have received slightly over 17,300 Get it Done (GID) requests from community members. Every person who submits a GID request which is handled by this division, is contacted by telephone or email and advised of the follow-up conducted. This feedback has resulted in a positive customer satisfaction rating; however, we continually look for ways to decrease wait times for GID requests. Requests for attention to various issues were also received through emails, phone calls, community meetings, Councilmember and Mayor's Office requests, and other sources.

The division also supports other City Departments in their roles related to homeless and quality of life issues. For example, the Environmental Services Department (ESD) responds citywide to complaints regarding trash and debris and reports of active and abandoned encampments that jeopardize the health and safety of occupants and the general public due to hazards or unsanitary conditions. As part of the CleanSD program, NPTs pair with the ESD teams in part to provide security as ESD staff conduct litter removal or abatement services associated with encampments, in canyons and riverbeds, but also to offer assistance when the city teams encounter individuals in need. The progressive enforcement model used by NPT officers provides a consistent approach that is compassionate yet firm. Officers are trained to always offer services and shelter placement to individuals they encounter prior to taking enforcement action and continue to provide offers for shelter and services at each interaction.

Neighborhood Policing Division officers actively direct individuals to diversion programs in lieu of enforcement action. They refer and place clients in drug and alcohol rehabilitative programs like the Serial Inebriate Program (SIP) and Prosecution and Law Enforcement Assisted Diversion Services (PLEADS) program where those suffering from addictions can receive the supportive care they need. For reporting purposes, the categories are now broken

## Police Fiscal Year 2026 Appropriation Ordinance Update Memo

down into acute (drugs) versus sub-acute (alcohol) by the staff at the Recovery and Bridge Center (RBC), formerly known as the Sobering Center. During the first four months of FY 2026, a combined total of over 800 individuals were transported to the Sobering Center for being under the influence of alcohol and to the Sobering Center for PLEADS by officers from the San Diego Police Department between July 1, 2025 and October 31, 2025. Of these individuals, over 600 were successfully admitted to RBC and 245 of them were individuals experiencing homelessness. This constitutes a significant number of individuals who were diverted from incarceration and the criminal justice system toward substance abuse counseling and treatment opportunities. Additionally, these diversion programs highlight collaboration between the City, County, Police Department and City Attorney's Office.

Furthermore, NPD created an Intervention Services Team (IST) to better serve and interact with members of the homeless population that suffer from chronic and untreated mental illness, alcohol and/or substance abuse or a combination of the three. IST is a group of officers who are specially trained to interact with those individuals and guide them through the variety of community services offered and/or work within the criminal justice system to hold these individuals accountable if they are determined to be violating laws or are a danger to themselves or others. This team, as well as all of NPD, are committed to working with various community and civic based partners to solve the current homelessness crisis in not only the City of San Diego but also in the surrounding regions.

With limited resources and staffing impacting the Police Department, NPD relies on budgeted overtime to provide security and first response at City provided homeless services, as well as for providing outreach, cleaning services through the CleansD program and response to thousands of homeless related complaints from the community. NPD overtime has increased NPD's ability to provide police response and take proactive steps to address homelessness-related issues that might otherwise end up in a general call for service to SDPD. In addition to the increase in police officer presence, "Get it Done" request wait times have been reduced from a high in 2023 of 27 days to its current level of 6 days. This is due to the overtime staffing and the reduction of illegal encampments due to abatement and enforcement efforts. In partnership with ESD, plus the overtime staffing to maintain the areas, the number of encampments often resulting in "Get It Done" complaints have been reduced.

Beginning July 2025, NPD assumed enforcement of the Oversized Vehicle Ordinance (OVO) and Vehicle Habitation Ordinance (VHO), primarily in beach and coastal areas between the hours of 2 a.m. and 6 a.m. Between July 2, 2025 and November 30, 2025, NPD officers and specially assigned Parking Enforcement Officers working under the direction of NPD supervisors have issued 2,355 OVO parking citations, 5,094 other parking violations, and referred 407 individuals to the Safe Parking Program at H Barracks, resulting in 94 successful placements. This effort has not only connected numerous persons experiencing homelessness with much needed resources within the City of San Diego's Safe Parking Program, but it has also allowed free and equitable access to the beach and park areas for all residents in the city as well as visitors.

On July 23, 2025, the City of San Diego entered into a Delegated Maintenance Agreement (DMA) with the State of California where NPD supported Environmental Services Division (ESD) with cleanups of encampments along major freeway on and off ramps in the Downtown San Diego area. Between July 23, 2025, and November 8, 2025, NPD and ESD teams have completed 245 abatements and removed more than 176 tons of waste, with an added benefit of fire activity in and around the corridor declining significantly. From the start of operations through November 8, 2025, there were 16 fires in or within 20 feet of the DMA area, compared with 28

## Police Fiscal Year 2026 Appropriation Ordinance Update Memo

during the same period the previous year, a 43% year-over-year reduction. Compared to the 109 days before abatements began (April 5, 2025, to July 23, 2025), when 25 fires occurred, the first 109 days of DMA operations saw only 16 fires, representing a 36% decrease in likely encampment-related fires.

Outreach data show consistent engagement with persons living alongside the freeways with a total of 501 contacts. Of these contacts, 25 accepted some level of assistance and 14 persons were successfully placed into shelters.

Through community partnerships and county collaboration, NPD has played an important, supportive role in improving the quality of life for all San Diegans. The Department has seen tremendous progress in areas like 17<sup>th</sup> Street, Commercial Street, National Avenue, and E Street corridor (6th Street to 10th Street/Broadway to F), where professional outreach services, backed by progressive and compassionate enforcement, have led to a cleaner, healthier, and safer environment for everyone.

The Neighborhood Policing Division will continue these efforts for the remainder of FY 2026.



Scott Wahl  
Chief of Police

SW/km  


cc: Honorable Mayor Todd Gloria  
Honorable City Attorney Heather Ferbert  
Honorable Council President and Members of the City Council  
Paola Avila, Chief of Staff, Office of the Mayor  
Charles Modica, Independent Budget Analyst  
Rolando Charvel, Chief Financial Officer  
Rania Amen, Chief Community Services Officer & City Engineer  
Casey Smith, Chief Housing & Community Development Officer  
Kris McFadden, Chief Infrastructure Officer  
Bethany Bezak, Chief Performance & Logistics Officer  
Robert Logan, Chief, Fire-Rescue Department  
Matt Yagyagan, Director of Policy, Office of the Mayor  
Kohta Zaiser, City Council Affairs Advisor, Office of the Mayor  
Assistant Directors Deputy Directors / Assistant Deputy Directors  
Department Analysts Department  
Department of Finance Staff



## THE CITY OF SAN DIEGO

## M E M O R A N D U M

DATE: January 21, 2026

TO: Rolando Charvel, Chief Financial Officer

FROM: Heather Ferbert, City Attorney, Office of the City Attorney

SUBJECT: Reporting Requirements – Section 19 of the Appropriation Ordinance

As required by Section 19 of the Fiscal Year 2026 Appropriation Ordinance (AO), the Chief Financial Officer (CFO) shall report all actions that are taken when authorizing to accept, appropriate, and expend grant funds awarded to the City for the City Attorney's prosecutorial function for the purpose of implementing any such grant.

This memorandum is intended to provide the necessary information to comply with the reporting requirements as outlined in the AO.

Through the Mid-Year of the Fiscal Year, the City Attorney's Office has accepted and appropriated:

- \$463,000 Alcohol & Drug Prosecution Program
- \$999,894 Byrne SCIP
- \$400,000 Worker's Rights Enforcement Program

The City Attorney's Office has expended \$689,627 in various grant funds including:

- Alcohol & Drug Prosecution Program
- Family Justice (FJ) Program
- Gun Violence Response Task Force
- Worker's Rights Enforcement Program

The Office of the City Attorney is available to answer any questions.

A handwritten signature in black ink, appearing to read "Heather Ferbert".

Heather Ferbert  
City Attorney

cc: Benjamin Battaglia, Director of Finance and City Comptroller  
 Christopher Purcell, Financial Operations Manager, Department of Finance  
 Ambar Gutierrez, Principal Accountant, Department of Finance  
 Eduardo Del Rio, Principal Accountant, Department of Finance  
 Olivia Faith-Gutierrez, Finance Analyst, Department of Finance



THE CITY OF SAN DIEGO

M E M O R A N D U M

DATE: January 28, 2026

TO: Honorable Council President Joe LaCava and Members of the City Council

FROM: Sarah Jarman, Director, Homelessness Strategies and Solutions Department

SUBJECT: Fiscal Year 2026 Mid-Year Budget Monitoring Report and Grant Funding Update

This memorandum responds to City Council Resolution 313615<sup>1</sup> requesting the Homelessness Strategies and Solutions Department (Department) to provide an update on homelessness programs and the process of spending multi-year grant funds, including reallocations of resources as recommended by the Independent Budget Analyst in Report Number 21-19, Recommendation No. 2 and that updates on spending of state grant and other funding related to homelessness are included in the quarterly budget monitoring report. For additional details about the Fiscal Year 2026 spending plan for homelessness programs and services, please see pages 40-45 (PDF pages 15-20) of the [Citywide Budget Overview](#) section of the Adopted Budget. This mid-year memorandum highlights key updates to programs and multi-year grant spending to highlight major updates in the Department's program implementation. A comprehensive reporting of grant funding awards, prior year spending, unaudited expenditures at fiscal year-end, and the balance of grant funds available for use in future years will be presented in the Year-End Performance Report memorandum.

### Updates on Grant Funding

On July 14, 2025, the Homelessness Strategies and Solutions Department presented to City Council its intent to apply for the State of California Homeless Housing, Assistance and Prevention Program (HHAP) Round 6 Grant in collaboration with the City of San Diego, County of San Diego, and the Regional Task Force on Homelessness. The intent of HHAP Round 6 is to align with the State's priorities to prevent and expeditiously reduce unsheltered homelessness through homelessness prevention activities and sustaining existing interim and permanent housing solutions. On December 23, 2025, the City was notified that it had been awarded the grant. The City will receive a total amount of \$25,844,167.11 in two installments. The initial disbursement of \$12,922,084 will be received upon execution of the grant agreement, which is anticipated to occur in FY 2026, and the remaining 50% will be available upon meeting expenditure and obligation requirements. These funds will be allocated as follows: \$4,730,000 for Prevention and Shelter Diversion; \$15,485,101 for Interim Housing-Operating Expenses; \$4,023,253 for Youth Operating Expenses; and \$1,605,813 for Administrative Costs.

<sup>1</sup> City Council Resolution Number [R-313615](#)

## Program Accomplishments

From July 1, 2025, through November 30, 2025, the Department achieved the following outcomes across its programs:

- 2,282 individuals served in City funded shelters with 287 exits to permanent housing
- 615 individuals served at the City's Safe Sleeping program
- 2,910 individuals served through the City's Street Outreach program
- 134 individuals placed into permanent and long-term housing through the Family Reunification Program.

## General Fund Spending

The Department anticipates year-end expenditures in the amount of \$52,567,291, which reflects an estimated \$1,253,841 savings from the Adopted Budget of \$53,821,132.

FY 2026 Homelessness Strategies and Solutions Department General Fund			
Category	FY26 Adopted Budget	Mid-Year Projection	
Shelter & Services	\$41,610,514	\$40,087,175	
Outreach	\$3,205,256	\$3,205,256	
Prevention Programming	\$5,800,000	\$5,800,000	
Coordination	\$3,205,362	\$3,474,860	
<b>General Fund</b>	<b>\$53,821,132</b>	<b>\$52,567,291</b>	

### Notable Expenditures Updates

*Supplies* – Underspending in supplies at \$657,920 anticipated primarily due to:

- The transfer of expenditures for tents and new platforms from the General Fund to the County Capital O Lot grant resulting in an estimated \$523,921 underspend.
- Charges that will be billed to the County Capital O Lot Grant totaling \$95,536.

*Contracts* – Underspending in contracts of \$669,751 is primarily due to \$507,141 in credits from SDHC due to overbilling the City in Fiscal Year 2025 across various SDHC administered programs, including Shelters and the Multidisciplinary Outreach Program. The remaining amount is anticipated savings for Coordinated Outreach.

## Conclusion

This mid-year memorandum presents a high-level overview of major changes in grant funding. Future reports will include a more detailed analysis of program and grant specific expenditures as more financial data becomes available. The Department continues to monitor program expenses and will continue to keep the City Council informed of grant funding execution and forecasting updates.

Sincerely,

*Sarah Jarman*

Sarah Jarman  
Director, Homelessness Strategies and Solutions Department

cc: Paola Avila, Chief of Staff, Office of the Mayor  
Charles Modica, Independent Budget Analyst  
Casey Smith, Chief Housing and Community Development Officer  
Matt Yagyagan, Director of Policy, Office of the Mayor  
Rolando Charvel, Chief Financial Officer