

Presentation Agenda

1. Overview of Revenues, Expenditures, Fund Balances, 5/10 Yr. Forecast
2. Departmental Budgets
3. Capital Improvement Program (CIP)

Budget Highlights

“FY 2026-27 Proposed Budget is balanced”

“Departments held the line”

“Expenditures rising faster than revenues”

Budget Highlights

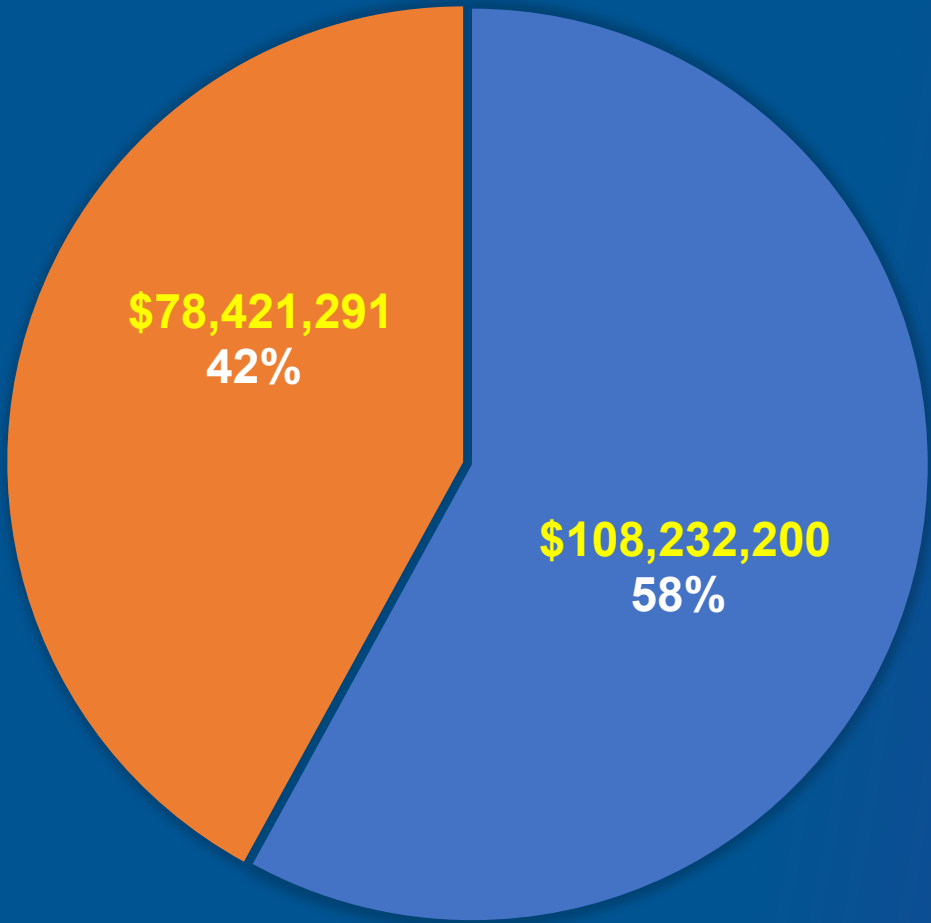
- ✓ Diverse revenue stream
- ✓ Business destination
- ✓ Location, location, location
- ✓ AAA Rating
- ✓ Low debt
- ✓ POB @ 2.7%
- ✓ General Fund Reserves @ 25%
- ✓ Strong reserves



Budget Highlights for FY 2026-27 Proposed Budget

1. Revenues remain flat
2. \$3.9M Unfunded Accrued Liability (UAL)
3. Three (3) labor groups (PMA, PSSEA, SPEA) in negotiations
4. The Plunge operational
5. \$2.98M (General Fund) Capital projects
6. 5% vacancy rate used for Personnel Budget
7. Looming structural deficit in FY 2027-28

FY 2026-27 Proposed Revenues



TOTAL ALL FUNDS REVENUE:
\$186,653,491

- General Fund
- Non-General Funds



FY 2026-27 Proposed Revenues (All Funds)

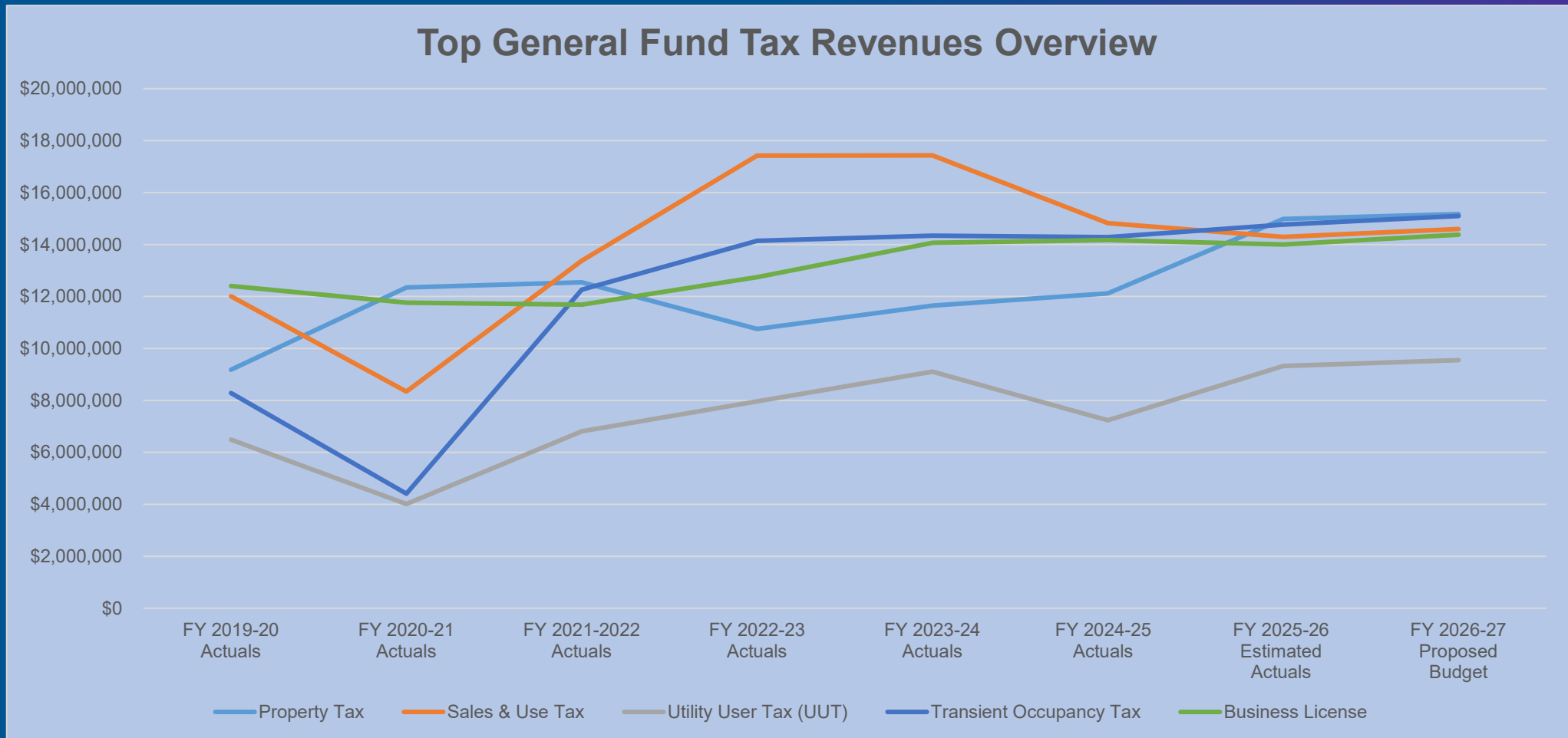
No.	Fund Name	FY 2025-26 Estimated Actuals	FY 2025-26 Estimated Actuals % of Budget	FY 2026-27 Proposed Revenues	FY 2026-27 Proposed % of Budget
1	General Fund	\$105,588,412	56.7%	\$108,232,200	58.0%
2	Water Fund	37,223,245	20.0%	37,955,546	20.3%
3	Transportation Funds	2,646,436	1.4%	2,583,224	1.4%
4	Debt Service POBs	9,505,304	5.1%	9,500,200	5.1%
5	Wastewater Fund	6,214,470	3.3%	6,482,336	3.5%
6	General Fund CIP	5,302,000	2.8%	3,122,000	1.7%
7	Equipment Replacement Fund	2,027,142	1.1%	1,839,480	1.0%
8	Workers Compensation Fund	3,597,350	1.9%	3,628,967	1.9%
9	General Liability Fund	3,687,030	2.0%	3,588,119	1.9%
10	Dev. Services Trust	250,000	0.1%	250,000	0.1%
11	Public Safety Special Rev.	3,084,987	1.7%	2,675,020	1.4%
12	Other Special Rev.	1,124,263	0.6%	955,000	0.5%
13	Rec & Econ Dev Trust Funds	5,144,400	2.8%	5,136,400	2.8%
14	Cultural Dev. Trust Fund	257,500	0.1%	250,000	0.1%
15	Debt Service Fund	36,050	0.0%	0	0.0%
16	Solid Waste Fund	211,000	0.1%	175,000	0.1%
17	Senior Housing Fund	287,414	0.2%	280,000	0.2%
Total		\$186,187,003	100.0%	\$186,653,491	100.0%

FY 2026-27 Proposed Revenue (General Fund)

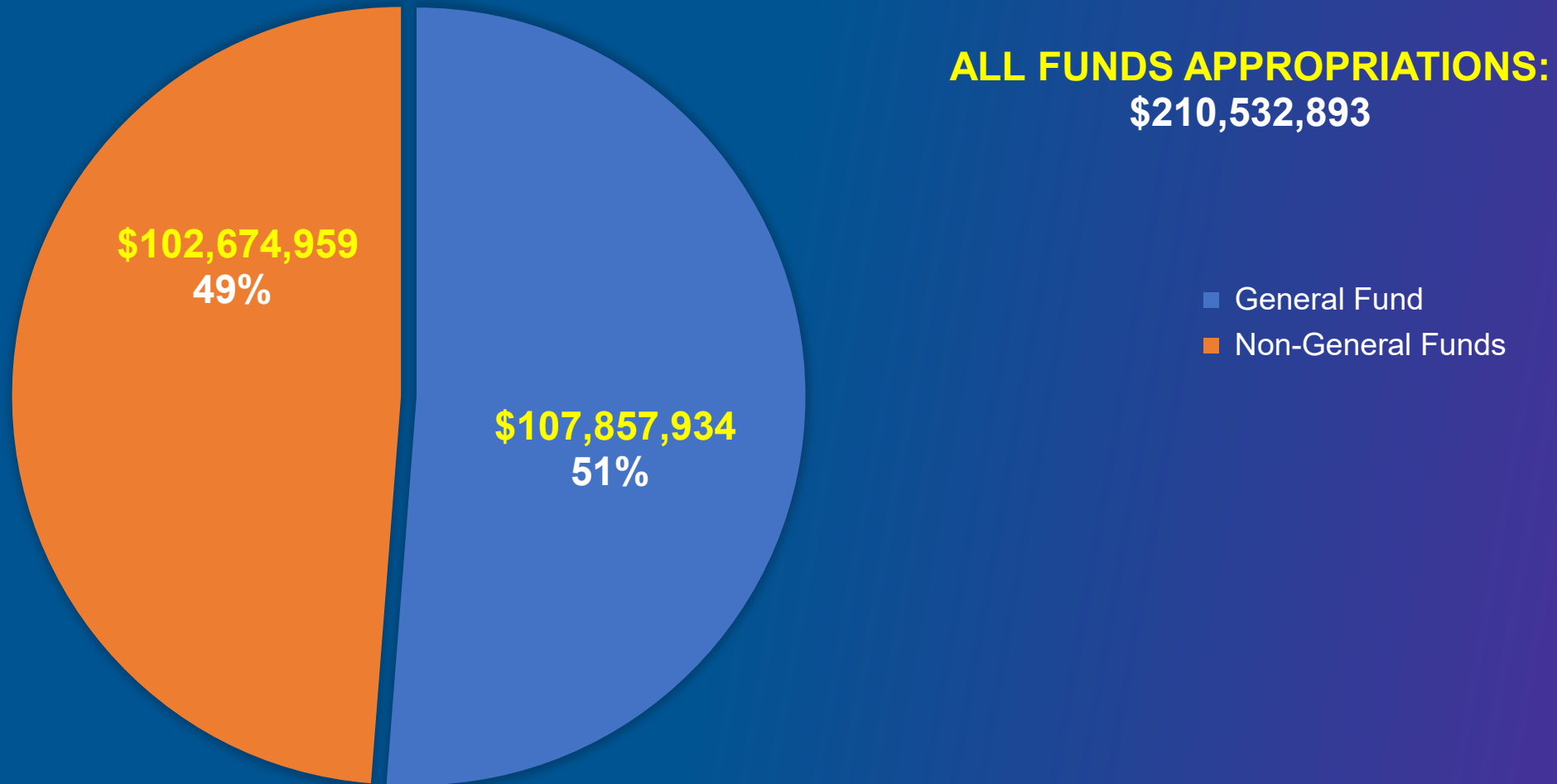
No.	General Fund Revenue	FY 2025-26 Estimated Actuals	FY 2026-27 Proposed Budget	\$ Change	% Change
1	Sales & Use Tax	\$14,300,000	\$14,600,000	\$300,000	2.1%
2	Business License	14,000,000	14,380,000	380,000	2.7%
3	Transient Occupancy Tax	14,772,043	15,100,000	327,957	2.2%
4	Property Tax	14,985,683	15,169,459	183,776	1.2%
5	Chevron Tax Reso Agreement	8,339,142	8,500,000	160,858	1.9%
6	Utility User Tax (UUT)	9,323,442	9,550,000	226,558	2.4%
7	Charges for Services	7,854,873	8,046,861	191,988	2.4%
8	Transfers In	0	27,000	27,000	100.0%
9	Franchise Tax	4,460,470	4,500,000	39,530	0.9%
10	Other Revenues	3,381,344	3,699,864	318,520	9.4%
11	Intergovernmental	150,000	225,000	75,000	50.0%
12	License & Permits	2,965,127	2,860,219	(104,908)	-3.5%
13	Interest & Rental Income	10,598,088	10,899,097	301,009	2.8%
14	Fines & Forfeitures	458,200	674,700	216,500	47.3%
Total		\$105,588,412	\$108,232,200	\$2,643,788	2.5%



FY 2026-27 Top General Fund Tax Revenue Overview



FY 2026-27 Proposed Appropriations



FY 2026-27 Appropriations (All Funds)

No.	Fund Name	FY 2025-26 Adopted Budget	% of FY 2025-26 Adopted Budget	FY 2026-27 Proposed Budget	% of FY 2026-27 Proposed Budget
1	General Fund	\$104,678,219	47.8%	\$107,857,934	51.2%
2	Water Fund	39,449,617	18.0%	39,665,630	18.8%
3	Transportation Funds	2,020,037	0.9%	1,516,667	0.7%
4	Debt Service POBs	9,497,648	4.3%	9,493,200	4.5%
5	Wastewater Fund	7,962,952	3.6%	9,742,707	4.6%
6	General Fund CIP	28,830,349	13.2%	19,634,934	9.3%
7	Equip. Replacement Fund	7,539,900	3.4%	10,043,409	4.8%
8	Workers Comp. Fund	3,498,108	1.6%	3,899,215	1.9%
9	General Liability Fund	3,777,967	1.7%	3,655,747	1.7%
10	Dev. Services Trust	975,000	0.4%	-	0.0%
11	Public Safety Special Rev.	3,135,849	1.4%	2,834,558	1.3%
12	Other Special Rev.	1,381,277	0.6%	1,111,818	0.5%
13	Rec & Econ Dev Trust Fund	4,948,394	2.3%	183,500	0.1%
14	Cultural Dev. Trust Fund	251,617	0.1%	90,497	0.0%
15	Debt Service Fund	541,606	0.2%	522,120	0.2%
16	Solid Waste Fund	346,000	0.2%	265,000	0.1%
17	Senior Housing Fund	15,621	0.0%	15,957	0.0%
	Total	\$218,850,160	100%	\$210,532,893	100.0%



FY 2026-27 Appropriations (General Fund)

No.	Department	FY 2025-26 Adopted Budget	FY 2026-27 Proposed Budget	\$ Change	% Change
1	Police	\$24,867,038	\$27,312,638	\$2,445,600	9.8%
2	Fire	18,231,095	18,889,939	658,844	3.6%
3	Transfers Out	15,138,648	12,848,200	(2,290,448)	(15.1%)
4	Public Works	9,916,735	10,184,410	267,675	2.7%
5	Non-Departmental	7,508,339	7,873,159	364,820	4.9%
6	Recreation, Park and Library	11,294,648	12,316,528	1,021,880	9.0%
7	Community Development Department	3,957,955	3,974,294	16,339	0.4%
8	Information Technology	4,107,350	4,700,938	593,588	14.5%
9	City Manager	3,140,747	3,211,936	71,189	2.3%
10	Finance	2,807,702	2,823,892	16,190	0.6%
11	Human Resources	2,059,083	2,006,029	(53,054)	(2.6%)
12	City Attorney	825,000	849,650	24,650	3.0%
13	City Clerk	596,780	635,211	38,431	6.4%
14	City Council	227,098	231,110	4,012	1.8%
Total		\$104,678,219	\$107,857,934	\$3,179,716	3.0%



FY 2026-27 Appropriations (General Fund)

Summary of General Fund Appropriations (Excluding Capital Outlay & Transfers Out)				
Category	FY 2025-26 Adopted	FY 2026-27 Proposed	\$ Increase	% Increase
Salaries	\$41,862,657	44,257,053	2,394,396	5.7%
Retirements* & Benefits	21,227,046	23,815,112	\$2,588,067	12.2%
Maintenance & Operations (M&O)	26,449,868	26,937,570	\$487,702	1.8%
Grand Total	\$89,539,570	95,009,735	5,470,165	6.1%



FY 2026-27 Appropriations (General Fund) – Transfers Out

- Transfers Out = **\$12,848,200**
 - Debt Service Fund (POB Payments): **\$9,493,200**
 - GF CIP Fund: **\$2,980,000**
 - Solid Waste Fund: **\$175,000** (City's subsidy decreasing)
 - Senior Housing Fund: **\$200,000**

FY 2026-27 Full-Time Equivalent (FTE)

Department	FY 2023-24 Adopted Personnel	FY 2024-25 Adopted Personnel	FY 2025-26 Adopted Personnel	FY 2026-27 Proposed Personnel	Change
Total Full-Time FTE	290	294	298	299	+1
Total Part-Time FTE	129.07	80.47	80.31	93.24	+12.93
Total	419.07	374.47	378.71	392.24	+13.93



FY 2026-27 Proposed Personnel

No.	Department	FY 2023-24 Adopted Personnel	FY 2024-25 Adopted Personnel	FY 2025-26 Adopted Personnel	FY 2026-27 Proposed Personnel (Budget Study Session)	Change
1	Recreation, Parks & Library	148.34	101.74	103.08	114.90	11.82
2	Police	87.90	88.90	93.40	95.00	1.60
3	Fire	53.25	53.50	53.50	53.50	0.00
4	Public Works	51.50	53.50	53.50	53.50	0.00
5	Community Development Department	18.50	19.00	18.00	18.00	0.00
6	Finance	18.50	18.50	17.50	17.50	0.00
7	City Manager	14.58	13.83	13.83	14.34	0.51
8	Information Technology	9.50	9.50	9.50	9.50	0.00
9	Human Resources	7.00	7.00	7.00	7.00	0.00
10	City Council	5.00	5.00	5.00	5.00	0.00
11	City Clerk	5.00	4.00	4.00	4.00	0.00
12	City Attorney	0.00	0.00	0.00	0.00	0.00
	Total	419.07	374.47	378.31	392.24	13.93



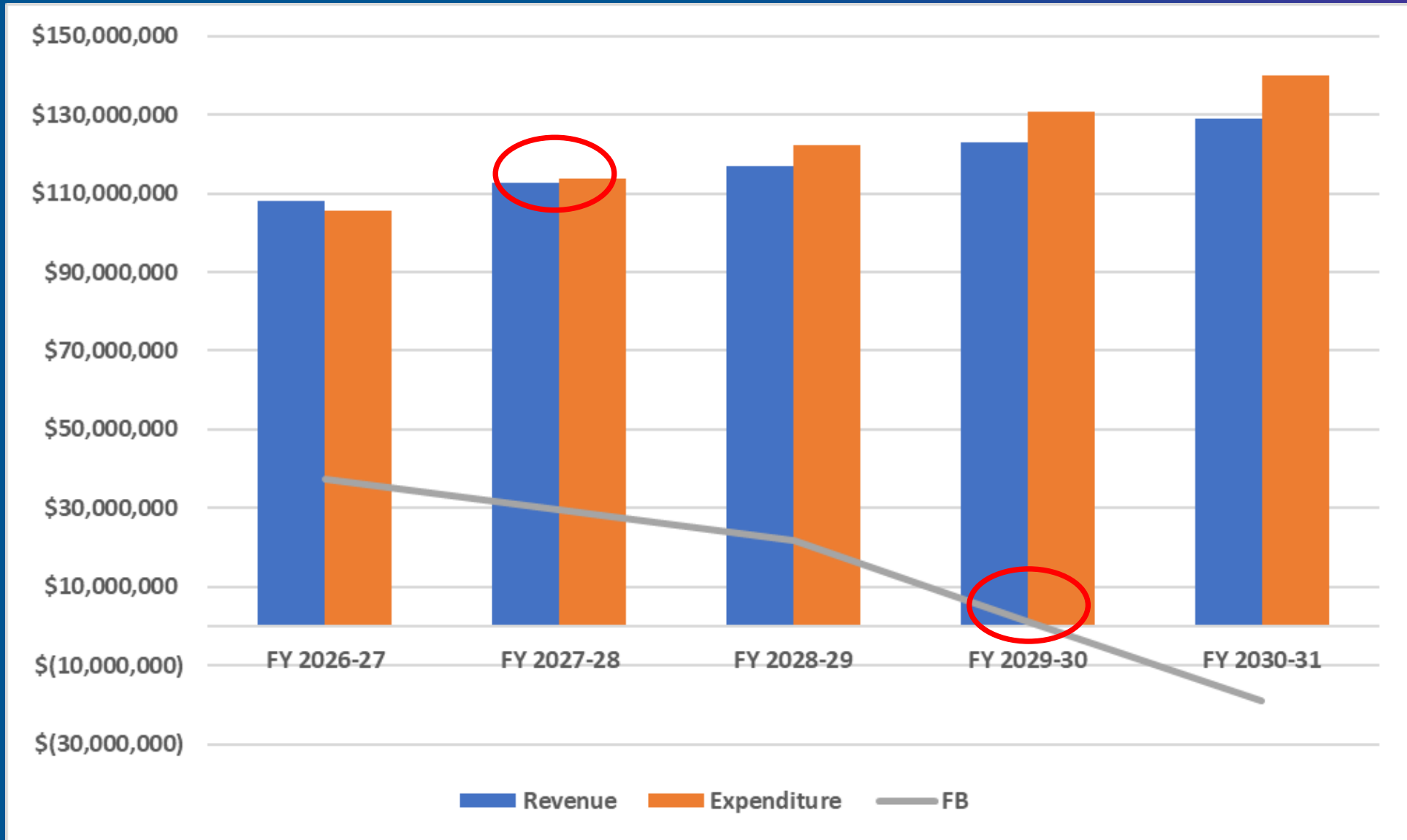
FY 2026-27 Reserves

- General Fund Reserve: 25% (\$26.9M)
- Economic Uncertainty Reserve: \$2M
- OPEB Reserve: \$38.1M
- Pension Trust Reserve: \$6.6M
- General Fund CIP Reserve: \$400k

PROPOSED GENERAL FUND UNASSIGNED BALANCE FOR FY 2026-27

<u>Description</u>	<u>Proposed</u>
Estimated Beginning <u>Unassigned Fund Balance</u> (July 1, 2026)	\$37,827,180
Proposed FY 2026-27 Revenues	\$108,232,200
Proposed FY 2026-27 Appropriations (Net of GF CIP)	\$(104,877,934)
Estimated Ending Fund Balance (June 30, 2027)	\$41,181,446
25% Reserve Requirement (based on proposed recurring appropriations)	\$26,219,484
Estimated Ending <u>Unassigned Fund Balance</u> (Net of 25% reserve)	\$14,961,963

5-Year General Fund Financial Forecast



10-Year General Fund Financial Forecast



Revenue Options

- Sales Tax Measure C, currently at 9.75%
 - ✓ 0.75% increase: **additional \$9M annually**
- Transient Occupancy Tax rate (TOT), currently at 12%
 - ✓ 1% increase: **additional \$1M annually**
- Utility Users Tax, currently at 3%
 - ✓ 1% increase: **additional \$500k-\$1M annually**
- Chevron TRA (agreement expires Sept 27')

Revenue Options (cont.)

Cities	Sales Tax	TOT	UUT
El Segundo	9.75%	12%	3.00%
Torrance	10.25%	11%	6.50%
Redondo Beach	9.75%	12%	4.75%
Manhattan Beach	10.25%	14%	NA
Hawthorne	10.50%	14%	5.00%
Inglewood	10.25%	14%	10.00%
Hermosa Beach	9.75%	14%	6.00%
Los Angeles	9.75%	14%	4.50%
Anaheim	7.75%	15%	NA
Garden Grove	8.75%	15%	NA



Proposed FY 2026-27 Enterprise Funds

- **Water Fund ***

- **\$47,237,924** estimated beginning fund balance on 7/1/2026
- Estimated Revenues = \$37,955,546
- Proposed Operating Budget = \$39,665,630
- Proposed Capital Budget = \$2,600,000

- **Wastewater Fund ***

- **\$7,557,231** estimated beginning fund balance on 7/1/2026
- Estimated Revenues = \$6,482,336
- Proposed Operating Budget = \$9,742,707 (Hyperion Cost: **\$3.3M**)
- Proposed Capital Budget = \$2,600,000

* Water / Wastewater
Rate Study in
FY 2026-27

Proposed FY 2026-27 Special Revenue Funds

- Transportation Funds: **\$1,516,667**
- Public Safety Special Revenue Funds: **\$2,834,558**
- Other Special Revenue Funds: **\$1,111,818**
- Senior Housing Funds: **\$15,957**

Total of all Special Revenue Funds = **\$5,479,001**

Proposed FY 2026-27 Debt Service Funds

- **Douglas Street Gap Closure**

- Funded with Traffic Mitigation Fees
- **\$4,270,801** estimated beginning fund balance on 7/1/2026
- Annual debt service payment of ~\$507,000
- Final payment: August 1, 2035

- **Pension Obligations Bonds (POBs)**

- Funded primarily by the General Fund & minimal amount from Enterprise Funds
- **\$110,926,238** estimated beginning fund balance on 7/1/2026
- Annual payment of \$9.7M
- FY 2026-27 will be the fifth year of principal payment towards the POB
- Final payment is due in June 2040

Proposed FY 2026-27 Internal Service Funds

- **Equipment Replacement Fund**

- **\$13,209,276** estimated beginning fund balance on 7/1/2026
- Estimated Revenues = \$1,839,480
- Proposed Budget = \$10,043,409

- **General Liability**

- **(\$7,467,238)** estimated beginning fund balance on 7/1/2026
- Estimated Revenues = \$3,588,119
- Proposed Budget = \$3,655,747

- **Workers' Compensation**

- **(\$3,838,477)** estimated beginning fund balance on 7/1/2026
- Estimated Revenues = \$3,628,967
- Proposed Budget = \$3,899,215

Proposed FY 2026-27 Departmental Budgets

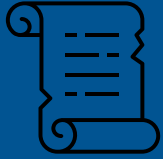
Citywide Expenditure Increases

- COLA adjustments per MOU
- Group Insurance (Medical/Health Premiums)
- Unfunded Accrued Liability (UAL)
- Standby pay adjustments per MOU changes
- Contract Services (CPI)
- Electricity
- Telephone (Landlines, Internet, Cellphones)

FY 2026-27 Appropriations (General Fund)

No.	Department	FY 2025-26 Adopted Budget	FY 2026-27 Proposed Budget	\$ Change	% Change
1	Police	\$24,867,038	\$27,312,638	\$2,445,600	9.8%
2	Fire	18,231,095	18,889,939	658,844	3.6%
3	Transfers Out	15,138,648	12,848,200	(2,290,448)	(15.1%)
4	Public Works	9,916,735	10,184,410	267,675	2.7%
5	Non-Departmental	7,508,339	7,873,159	364,820	4.9%
6	Recreation, Park and Library	11,294,648	12,316,528	1,021,880	9.0%
7	Community Development Department	3,957,955	3,974,294	16,339	0.4%
8	Information Technology	4,107,350	4,700,938	593,588	14.5%
9	City Manager	3,140,747	3,211,936	71,189	2.3%
10	Finance	2,807,702	2,823,892	16,190	0.6%
11	Human Resources	2,059,083	2,006,029	(53,054)	(2.6%)
12	City Attorney	825,000	849,650	24,650	3.0%
13	City Clerk	596,780	635,211	38,431	6.4%
14	City Council	227,098	231,110	4,012	1.8%
Total		\$104,678,219	\$107,857,934	\$3,179,716	3.0%





City Council

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$231,110	\$183,811	\$ 47,299	5.0 / 0.0
FY 2025-26 (Adopted)	\$227,098	\$177,872	\$49,226	5.0 / 0.0
Change +/-	+\$4,012 +2%	+\$5,939 +3%	-\$1,927 -4%	0.0 / 0.0

Proposed Budget Changes

M&O:

- Decrease in dues and subscriptions based on FY26 actuals trends (-\$2k)



City Attorney

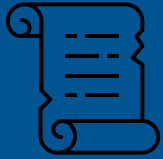
Budget Year	Total Expenditures	Personnel	M&O	Positions
FY 2026-27 (Proposed)	\$849,650	\$0	\$849,650	0.0 / 0.0
FY 2025-26 (Adopted)	\$825,000	\$0	\$825,000	0.0 / 0.0
Change +/-	+\$24,650 +3%	\$0.00 0.0%	+\$24,650 +3%	0.0 / 0.0

Proposed Budget Changes

M&O:

- Increase in Legal Counsel (+\$19k) and Labor Negotiation (+\$15k)
- Decrease in Code Enforcement – Legal Counsel (-\$10k)





City Clerk

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$635,211	\$465,751	\$169,460	4.0 / 0.0
FY 2025-26 (Adopted)	\$596,780	\$501,290	\$95,490	4.0 / 0.0
Change +/-	+\$38,431 +6%	-\$35,539 -7%	+\$73,970 +77%	0.0 / 0.0

Proposed Budget Changes

Personnel:

- Decrease in full-time salaries and benefits (-\$36k)

M&O:

- Increased election budget due to fiscal year being an election year (+\$83k)



City Manager

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$3,211,936	\$2,121,694	\$1,090,242	11.0 / 3.34
FY 2025-26 (Adopted)	\$3,140,747	\$1,991,807	\$1,148,940	11.0 / 2.83
Change +/-	+\$71,189 +2%	+\$129,887 +7%	-\$58,698 -5%	0.0 / +0.51

Proposed Budget Changes

Personnel:

- Increase in part-time Senior Video Technician I/II (+\$35k)

M&O:

- Decrease professional and technical (Admin) from previous FY staffing assessment contract (-\$100k)
- Minor increases in Media division offset by decrease for outdated playout automation system software support (-\$7k)
- Increases in Econ Dev for new Pitchbook database (+\$30k); advertising/publishing (+\$27k)





Finance & Treasury

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$2,823,892	\$2,229,709	\$594,183	17.0 / 0.50
FY 2025-26 (Adopted)	\$2,807,702	\$2,264,176	\$543,526	17.0 / 0.50
Change +/-	+\$16,190 +1%	-\$34,467 -2%	+\$50,657 +9%	0.0 / 0.0

Proposed Budget Changes

Personnel:

- Decrease in salaries and benefits (General Fund) with updated allocations residing in General Liability, Worker’s Compensation, and Water & Wastewater funds

M&O:

- Fee Study (every five years; City is due for an update in 2027) (+\$60k)
- iPads for Business License field work (+\$600)





Human Resources

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$2,006,029	\$805,318	\$1,200,711	7.0 / 0.00
FY 2025-26 (Adopted)	\$2,059,083	\$856,249	\$1,202,834	7.0 / 0.00
Change +/-	-\$53,054 -3%	-\$50,931 -6%	-\$2,123 -0.2%	0.0 / 0.0

Proposed Budget Changes

Personnel:

- Decrease in salaries and benefits (General Fund) with updated allocations residing in General Liability and Worker's Compensation funds



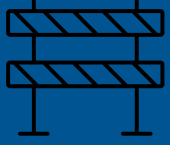
Information Systems

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$4,700,938	\$1,616,446	\$3,084,492	9.0 / 0.5
FY 2025-26 (Adopted)	\$4,107,350	\$1,601,248	\$2,506,102	9.0 / 0.5
Change +/-	+\$593,588 +14%	+\$15,198 +1%	+\$578,390 +23%	0.0 / 0.0

Proposed Budget Changes

M&O:

- Increase in software maintenance (+\$535k)
 - \$356k for GASB 87 (Accounting for multi-year software as liability)
 - \$151k for transfers of software budget to IT from other departments
 - \$28k for CPI



Community Development

Budget Year	Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$3,974,294	\$2,970,175	\$1,004,119	18.0 / 0.0
FY 2025-26 (Adopted)	\$3,957,955	\$2,789,279	\$1,168,677	18.0 / 0.0
Change +/-	+\$16,339 +0.4%	+\$180,896 +6%	-\$164,558 -14%	0.0 / 0.0

Proposed Budget Changes

M&O:

- Decreases with True North / Willdan plan check and inspection (-\$145k)
- Decrease in equipment replacement charge (-\$10k)





Police Department

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$27,312,638	\$22,609,340	\$4,703,298	89.0 / 6.0
FY 2025-26 (Adopted)	\$24,867,038	\$20,386,747	\$4,480,291	89.0 / 4.4
Change +/-	+\$2,445,600 +10%	+\$2,222,593 +16%	+\$223,007 +5%	0.0 / +1.6

Proposed Budget Changes

Personnel:

- Increase in Overtime (unforeseen events) (+\$244k), Overtime for reimbursable overtime and for City special events (+\$182k)
- Add 1.6 FTE cadets (offset by revenues) (+\$40k)
- Remove one (1) PSO and add one (1) Police Assistant (-\$12k)
- Reclassify one (1) Executive Assistant to Senior Executive Assistant (+3k)
- Reclassify one (1) Administrative Specialist to Senior Administrative Specialist I/II (+\$7k)

Positions:

- Add 1.6 FTE cadets





Proposed Budget Changes (cont.)

M&O: Admin Division

- New furniture and supplies, utilizing bail/evidence funds (+\$87k)

M&O: Communications Center Division

- SBRPCA Dispatch (split with Fire Department) increase by 6.9%, contract includes charge for new CAD system (+\$151k)



Fire Department

Budget Year	Total Expenditures	Personnel	M&O/Capital	Positions FT/PT
FY 2026-27 (Proposed)	\$18,889,939	\$16,079,700	\$2,810,239	53.0 / 0.5
FY 2025-26 (Adopted)	\$18,231,095	\$15,236,424	\$2,990,512	53.0 / 0.5
Change +/-	+\$658,844 +4%	+\$839,117 +6%	-\$180,273 -6%	0.0 / 0.0

Proposed Budget Changes

Personnel:

- Increases in overtime due to unplanned leaves, professional development & training, and anticipated retirements (+\$139k)



Proposed Budget Changes (Cont.)

M&O: Suppression Division

- Decrease in equipment replacement charge (-\$83k)
- Annual increase for SBRPCA Dispatch services (+\$31k)
- Two (2) mobile radios: one (1) for Engine 33, and one (1) as a backup (+\$30k)

M&O: Prevention Division

- Decrease in Contract Services for Fire Plan Check (-\$50k)
- Increase in plan check contractor services (+\$12k); Offset by revenues

M&O: Emergency Management Division

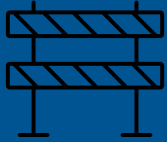
- Decrease in Professional & Technical for position specific training (-\$46k)



Proposed Budget Changes (Cont.)

AB1646 (Special Revenue Fund)

- Chevron Refinery to fund the program
- Staff will return to City Council and revise the budget once program is selected



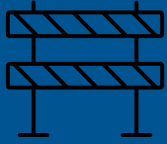
Public Works

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$10,184,410	\$4,161,596	\$6,022,814	53.0 / 0.5
FY 2025-26 (Adopted)	\$9,916,735	\$4,178,611	\$5,738,124	53.0 / 0.5
Change +/-	+\$267,675 +3%	-\$17,015 -4%	+\$284,690 +5%	0.0 / 0.0

Proposed Budget Changes

Positions:

- Underfill two (2) Senior Civil Engineers: one (1) Senior Engineer Associate and one (1) Associate Engineer (-\$42k)
- Remove one (1) Office Specialist and add one (1) Administrative Specialist I/II (+\$7k)



Public Works

Proposed Budget Changes (Cont.)

M&O: Government Building Division

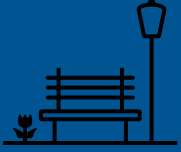
- New janitorial contract (+\$91k)
- New contract for Duct HVAC cleaning (+\$40k)
- Increase utilities (+\$10k) and operating supplies (+\$25k) to reflect full year of Plunge operations

M&O: Street Services Division

- Increase Contractual Services for Annual Street Sweeping Contract (+\$21k)

M&O: Traffic Safety

- Increases to Contractual Services (streetlights maintenance + additional traffic signals) (+\$50k)



Recreation, Parks and Library (RPL)

Budget Year	Total Expenditures	Personnel	M&O	Positions FT/PT
FY 2026-27 (Proposed)	\$12,316,528	\$8,596,103	\$3,720,425	33.0 / 81.9
FY 2025-26 (Adopted)	\$11,294,648	\$7,698,678	\$3,595,970	32.0 / 71.08
Change +/-	+\$1,021,880 +9%	+\$897,425 +12%	+\$124,455 +3%	+1.0 / +10.82

Proposed Budget Changes

Personnel:

- One (1) new FTE, Facilities Maintenance Supervisor for RPL facilities (+\$182k)
- Includes increase in Rec Leader, Sr. Rec Leader & Rec Specialist (+\$382k)
- Includes increase in Lifeguard, Sr. Lifeguard & Swim Instructors (+\$256k)

Positions:

- One (1) new FTE, Facilities Maintenance Supervisor for RPL facilities





Proposed Budget Changes (Cont.)

M&O: Recreation*

- Plunge: Swim classes (+\$25k)
- Clubhouse: Stage risers (+\$20k)
- Sports: Pickleball scheduling software (+\$18k)
- Teen Center: Ski Week (ESUSD) programming (supplies, staffing); reprogramming for months Teen Center is closed (+\$6k)
- Joslyn: New furniture for Joslyn Center (+\$8k)
- Special Events (New): Juneteenth (+\$1k); Veterans Day, Movies in the Park (+\$5k)
- Camps: Enhancing Club Cowabunga and Camp L.I.T. (+\$15k)

*Some expenditures have offsetting revenues



Proposed Budget Changes (Cont.)

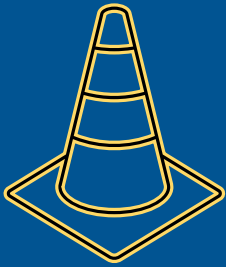
M&O: Parks Operations

- Increase in landscaping, tree trimming and misc. land care contracts (+\$44k)
- Decrease in repairs and maintenance (-\$35k)

M&O: Library

- Increase in Book/Other printed materials, eBooks & Blu-ray/DVD (+\$6k)
- Replacement of book security re-sensitizer machine (+\$4k)

Proposed FY 2026-27 Capital Improvement Program (CIP)



Goal 4: Develop Quality Infrastructure and Technology

Objective: El Segundo's physical infrastructure supports an appealing, safe, and effective community.

Highlight: CIP Projects Completed or Soon to Be Completed

- Main Street Banner Pole replacement project - \$20,000
- Library Elevator Repairs - \$270,000
- Aquatics Center Heater Replacement Project - \$700,000
- FY 2025-26 Pavement Project - \$1,000,000
- FY 2025-26 Concrete Project - \$100,000
- CDBG (ADA Improvements) Project - \$129,000
- Fire Station #2 HVAC – \$150,000
- EV Charging in City Hall Fleet Parking lot - \$100,000
- Plunge - \$18.7M approx. (Design + Construction + CM services)

CIP Projects: Soon to Be Completed

- Urho Saari Swim Stadium / Plunge Renovation Project
 - Construction completion in May 2026.



CIP Projects: In Progress

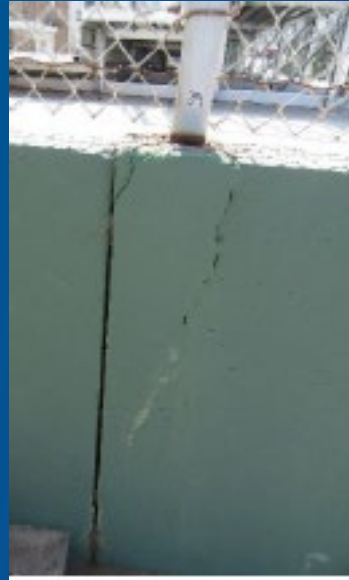
Recreation Parks Projects Phase 1 – Teen Center, Skatepark, and Ballfields

- City Council to award May/June 2026
- Construction anticipated to start in September 2026.



Recreation Parks Projects Phase 2 – Repair of Cracks on the Walls & Fence Posts

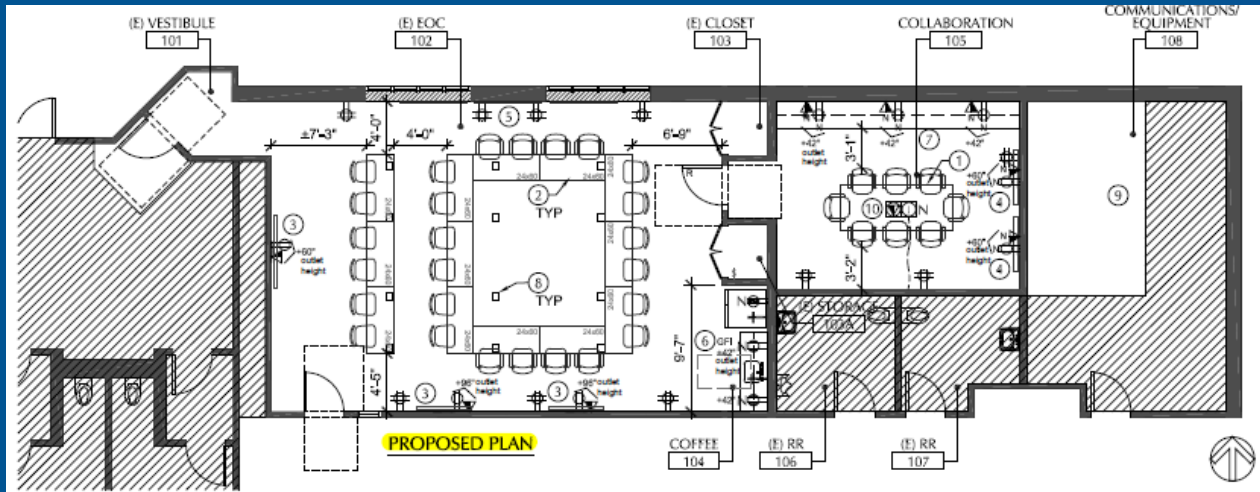
- Construction started in February 2026. To be completed in June 2026.



CIP Projects: In Progress

Emergency Operations Center (EOC) Project

- In design, ready for bid in June 2026.



Hilltop Reservoir Demolition Project

- Construction started in January 2026. To be completed in Summer 2026.



Capital Improvement Program Advisory Committee (CIPAC) Project Rankings

CIPAC New Projects Score Sheet, FY26-27			
#	Capital Improvement Project	Dept.	Total Score
1	Joslyn Center Improvements	Recreation	26
2	Roadway Safety and Mobility Improvements	PW	22
3	Safe Routes to School	PW	21
4	EOC Improvements	PW	21
5	EV Charging Stations and EV Infrastructure	PW	17
6	Police Department Shooting Range HVAC Improvements	PD	17
7	Smoky Hollow Parking	PW & CDD	15
8	City Maintenance Yard Roofing Improvements	PW	15
9	Public Works Engineering Division Remodel	PW	15
10	Police Department Security Camera System Upgrade	PD	13
11	Police Department Emergency Generator Replacement	PD	12

- Two CIPAC meetings held to rank upcoming projects
- Projects 1-5 ranked highest due to additional grant funding
- Projects 6-12 funding is provided in the General Fund



Proposed FY 2026-27 General Fund CIP

- (#24) \$ 100,000 Safe Routes to School (\$400k METRO Grant)
- (#35) \$ 400,000 Library Interior & HVAC Maintenance
- (#40) \$ 800,000 Recreation Park (Joslyn Center) (\$803K Potential Grant Funding)
- (#45) \$ 200,000 Police Department Range Ventilation
- (#46) \$ 50,000 Police Department Generator
- (#47) \$ 200,000 Police Department Security Cameras
- (#48) \$ 150,000 Public Works Remodel
- (#50) \$ 100,000 Citywide Misc. Repair
- (#51) \$ 130,000 Roofing (Citywide)
- (#52) \$ 100,000 Plumbing (Citywide)
- (#53) \$ 130,000 Miscellaneous Electrical (Citywide)
- (#54) \$ 120,000 Miscellaneous Equipment (Citywide)
- (#58) \$ 500,000 Projects Reserve (Citywide)

\$2,980,000 (Total)



Proposed FY 2026-27 CIP Projects for All Funds

- Carryover projects in progress or about to begin = **\$15,354,934**
- New Projects = **\$10,845,000**
 - \$1,100,000 Proposed Transportation Funds Appropriations
 - \$5,200,000 Proposed Enterprise Funds Appropriations
 - \$ 965,000 Proposed Special Revenue Funds Appropriations
 - \$ 600,000 Proposed Stormwater Fund Appropriations
 - \$2,980,000 Proposed General Fund Appropriations

\$26,199,934 (Total)

Budget Adoption Timeline



Thank You

