

**City of San Diego**  
**May Revision to 2027 Draft Budget**

**Citywide Adjustments**

**Citywide adjustments by fund:**

**Table 1: May Revision Expenditure Summary by Fund Type**

Fund Type	FY 2027 Draft Budget	FY 2027 May Revision	Change	Percent Change
General Fund	\$ 2,238,413,256	\$ 2,251,926,299	\$ 13,513,043	0.6%
Enterprise Funds	1,897,087,415	1,915,297,891	18,210,476	1.0%
Special Revenue Funds	1,221,396,365	1,200,882,641	(20,513,724)	-1.7%
Internal Service Funds	219,671,462	225,766,475	6,095,013	2.8%
Capital Project Funds	23,336,265	23,336,265	-	0.0%
Capital Improvements Program	821,746,323	857,333,119	35,586,796	4.3%
<b>Total</b>	<b>\$ 6,421,651,086</b>	<b>\$ 6,474,542,690</b>	<b>\$ 52,891,604</b>	<b>0.8%</b>

**Table 2: May Revision Revenue Summary by Fund Type**

Fund Type	FY 2027 Draft Budget	FY 2027 May Revision	Change	Percent Change
General Fund	\$ 2,238,413,256	\$ 2,251,926,299	\$ 13,513,043	0.6%
Enterprise Funds	2,036,655,455	2,230,789,493	194,134,038	9.5%
Special Revenue Funds	1,049,853,033	1,053,307,706	3,454,673	0.3%
Internal Service Funds	216,692,489	220,768,893	4,076,404	1.9%
Capital Project Funds	70,368,512	70,537,951	169,439	0.2%
<b>Total</b>	<b>\$ 5,611,982,745</b>	<b>\$ 5,827,330,342</b>	<b>\$ 215,347,597</b>	<b>3.8%</b>

**General Fund**

**Table 3: General Fund Revenue Change (in millions)**

General Fund Revenue	FY 2027 Draft Budget	FY 2027 May Revision	Change
Major General Fund Revenues	\$ 1,655.0	\$ 1,661.5	\$ 6.5
Departmental Revenues	583.4	590.4	7.0
<b>General Fund Revenue Total</b>	<b>\$ 2,238.4</b>	<b>\$ 2,251.9</b>	<b>\$ 13.5</b>

**Salaries and Wages by Fund Type**

**Table 7: Salaries and Wages by Fund Type (in millions)**

Salaries and Wages	FY 2027 Draft Budget	FY 2027 May Revision	Change
General Fund	\$ 957.5	\$ 964.3	\$ 6.8
Non-General Funds	520.9	520.7	(0.2)
<b>Total</b>	<b>\$ 1,478.3</b>	<b>\$ 1,485.0</b>	<b>\$ 6.6</b>

**Fringe Benefits by Fund Type**

Table 8: Fringe Benefits by Fund Type reflects the changes from the Draft Budget.

**Table 8: Fringe Benefits by Fund Type (in millions)**

Fringe Benefits	FY 2027 Draft Budget	FY 2027 May Revision	Change
General Fund	\$ 620.0	\$ 620.4	\$ 0.4
Non-General Funds	288.3	288.4	0.1
<b>Total</b>	<b>\$ 908.4</b>	<b>\$ 908.9</b>	<b>\$ 0.5</b>

**Non-Discretionary Expenditure Adjustments**

**Table 9: Non-Discretionary Changes by Fund Type (in millions)**

Non-Discretionary Changes	Change
General Fund	\$ 0.1
Non-General Funds	7.0
<b>Total</b>	<b>\$ 7.1</b>

**Citywide Program Expenditures**

**Labor Negotiations**

This adjustment includes the addition of \$4.0 million to reflect the estimated impact to the General Fund associated with the current, ongoing negotiations with each of the City's Recognized Employee Organizations.

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## **Departmental Adjustments**

### **Library**

#### **Partial Library Restorations**

This adjustment includes restoring 7.00 FTE positions to preserve the full-day Saturday hours at the following seven “Monday – Saturday” branch libraries: Malcom X, Oak Park, Skyline, Logan, San Ysidro, City Heights, and College-Rolando and full-day Monday hours at the Carmel Valley Branch. This restoration also includes \$287,000 in non-personnel expenditures, including \$37,000 for security services at those branches and \$250,000 of the City’s match for donations to the library.

The remaining reduction of 16.00 FTE positions will result in reduced service hours, including half-day Saturdays at six library locations: La Jolla, Point Loma, Central, Rancho Bernardo, Mira Mesa, and Linda Vista. Three library locations are moving to a “Tuesday – Saturday” schedule: North Park, University Heights, and Allied Gardens. The remaining 18 library locations experienced no change in service hours for FY 2027.

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### **Parks and Recreation**

#### **Partial Recreation Center Restorations**

This adjustment includes restoring 33.27 positions to preserve current service hours, ranging from 45 to 60 hours per week, at 39 recreation centers primarily in historically underserved communities. The remaining reduction of 22.00 FTE positions results in reduced service hours to 40 hours per week at 24 recreation centers.

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#### **Remediation of NTC Building Demolition**

This adjustment includes the addition of \$400,000 in non-personnel expenditures for work required to remediate the site of the abandoned recreation center destroyed by fire in March 2025 at NTC Park in Liberty Station. Demolition work has already begun but it is estimated that funding would be needed to complete the remediation and erect a modular building in its place.

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#### **Shoreline Parks Restrooms Restoration**

This adjustment includes the restoration of 1.82 FTE positions and \$12,000 of non-personnel expenditures to restore restroom services at Shoreline Parks.

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### **Arts and Culture**

None of the cuts in Arts and Culture Funding were restored.

## **Non-General Funds**

### **Municipal Sewer Revenue Fund**

#### **Revised Revenue Projections**

This adjustment includes the addition of \$76.0 million in revenue from revised projections that reflect approved rate increases. The inclusion of this adjustment was not in the Draft Budget as analysis was still ongoing on Fiscal Year 2026 revenue trends, which helped refine the projections.

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### **Water Utility Operating Fund**

#### **Revised Revenue Projections**

This adjustment includes the addition of \$66.0 million in revenue from revised projections that reflect approved rate increases. The inclusion of this adjustment was not in the Draft Budget as analysis was still ongoing on Fiscal Year 2026 revenue trends, which helped refine the projections.

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## **Capital Improvements Program**

### **Mission Bay Park Improvements**

The Draft Budget included projected revenues for Mission Bay Park Improvements Fund (MBIF) eligible projects, but decisions on those allocations were delayed until the May Revision, which includes an allocation of \$12.9 million. These funds may be expended only in Mission Bay Park for permanent or deferred capital improvements of existing facilities, as well as to improve environmental conditions consistent with the Mission Bay Park Master Plan.

- **Mission Beach Lifeguard Station (L25001) - \$2,000,000**
    - This funding provides a phased approach to replacing the Mission Beach Lifeguard Station, located at 3141 Ocean Front Walk. The following phase will be funded:
      - MB Lifeguard Station Replacement (L250013) - \$2,000,000.
  - **Cudahy Creek Wetland Expansion (S27005) - \$2,651,386**
    - This project provides for the restoration of Cudahy Creek Cove wetlands in Mission Bay by creating new salt marsh areas, improving water quality, and stabilizing the shoreline. Work includes building a berm, adding subtidal channels to direct stormwater flows, and installing oyster bags and riprap to prevent erosion. The project is expected to create about 5.2 acres of new salt marsh habitat. The restored marsh will enhance habitat for plants and wildlife, improve water quality for recreation, and provide public education opportunities. **This is a new project. Estimated total project cost: \$17.3 million.**
  - **De Anza Natural General Development Plan (P27001) - \$3,000,000**
    - This project provides for a general development plan that sets the park's future design and layout based on the approved DeAnza Natural Amendment to the Mission Bay Park Master Plan. With public input, the plan will refine early concepts into a preferred design that balances recreation and habitat areas and will include cost estimates and schedules. The span of this project will include Rose Creek and Campland. Once approved, the plan will guide the preparation of detailed construction documents for future park improvements. **This is a new project. Estimated total project cost: \$4.0 million.**
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- **Fiesta Island Causeway & Water Quality (S27006) - \$1,500,000**
    - This project provides for a new bridge or culvert under the Fiesta Island causeway to improve water quality in Mission Bay. The new connection will increase tidal flow, enhance water quality, and restore wetlands between the north and south basins along the east shore of the bay and support wildlife movement. **This is a new project. Estimated total project cost: \$44.5 million.**
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- **Mission Bay Improvements (AGF00004) - \$1,500,000**
  - This annual allocation provides for permanent public capital improvements and deferred maintenance of existing facilities within the Mission Bay Park Improvement Zone in accordance with City Charter, Article V, Section 55.2. The following subproject will be funded:
    - Bonita Cove Shoreline Restoration (New) - \$1,500,000. **This is a new subproject. Estimated total project cost: Approx. \$2.0 million.**
  
- **North Fiesta Island Wetland Restoration (S27007) - \$1,268,366**
  - This project provides for the restoration of approximately 50 acres of tidal wetlands on North Fiesta Island to improve Mission Bay's water quality and enhance habitat. Work includes grading the site to bring tides into the interior, creating a system of primary and secondary channels, and establishing a mix of salt marsh, mudflat, eelgrass, and transitional habitats. The design also supports future sea-level rise and creates a natural buffer next to the Least Tern Preserve, improving foraging and potential nesting opportunities. **This is a new project. Estimated total project cost: \$89.6 million.**
  
- **Mission Bay Upland Habitat Expansion (S27008) - \$1,000,000**
  - This project includes implementation of a portion of the North Fiesta Island Conceptual Habitat Restoration and Monitoring Plan. It is consistent with the Mission Bay Park Master Plan and Mission Bay Park Improvements Program. The project will remove disturbed areas that may include perimeter roadway, regrade disturbed landforms and establish native upland plant communities, and design approximately 1.6 miles of pedestrian and bicycle pathway. Implementation tasks include finalizing technical designs, conducting biological assessments and hydrologic modeling, and securing required environmental permits and agency approvals. Restoration construction will include the native upland plant. **This is a new project. Estimated total project cost: \$74.0 million.**

**Detailed Tables**

**Operating Adjustments**

**General Fund**

Citywide Program Expenditures	Non-Discretionary Adjustments	0.00	\$ 8,289	\$ -
	Labor Negotiations	0.00	\$ 3,982,605	\$ -
	Sky Park Rent Consolidation	0.00	\$ 1,103,699	\$ -
	Revised Tax and Revenue Anticipation Note Interest Expense	0.00	\$ 1,307,168	\$ -
<b>Citywide Program Expenditures Total</b>		<b>0.00</b>	<b>\$ 6,401,761</b>	<b>\$ -</b>

**Non-General Fund**

Golf Course Enterprise Fund	Salary and Benefit Adjustments	0.00	\$ (32,968)	\$ -
	Non-Discretionary Adjustments	0.00	\$ 115,186	\$ -
	Increased Land Use Fee	0.00	\$ 4,287,517	\$ -
	Tecolote Canyon Golf Course Maintenance	0.00	\$ 651,550	\$ -
<b>Golf Course Enterprise Fund Total</b>		<b>0.00</b>	<b>\$ 5,021,285</b>	<b>\$ -</b>

Municipal Sewer Revenue Fund	Salary and Benefit Adjustments	0.00	\$ (174,377)	\$ -
	Non-Discretionary Adjustments	0.00	\$ (4,716,010)	\$ -
	Revised Revenue Projections	0.00	\$ -	\$ 76,000,000
	Street Preservation Ordinance Support	0.00	\$ 274,350	\$ -
<b>Municipal Sewer Revenue Fund Total</b>		<b>0.00</b>	<b>\$ (4,616,037)</b>	<b>\$ 76,000,000</b>

Solid Waste Management Fund	Salary and Benefit Adjustments	0.00	\$ (65,358)	\$ -
	Non-Discretionary Adjustments	0.00	\$ 165,066	\$ -
	Curbside Collection Revenue	0.00	\$ -	\$ 1,259,474
	Customer Service Support	2.76	\$ 217,442	\$ -
	Solid Waste Collection Services Revenue	0.00	\$ -	\$ 2,899,904
<b>Solid Waste Management Fund Total</b>		<b>2.76</b>	<b>\$ 317,150</b>	<b>\$ 4,159,378</b>

**CIP Adjustment Summary Tables.**

**Mission Beach Lifeguard Station - L25001**

Fund	Draft	Change	Revised
200386 Mission Bay Park Improvements	\$0	\$2,000,000	\$2,000,000
400881 Debt Funded General Fund CIP Projects	\$3,400,000	\$0	\$3,400,000

Funding will support design and construction of the replacement facility.

**Cudahy Creek Wetland Expansion - S27005**

Fund	Draft	Change	Revised
200386 Mission Bay Park Improvements	\$0	\$2,651,386	\$2,651,386

This project provides for the restoration of Cudahy Creek Cove wetlands in Mission Bay by creating new salt marsh areas, improving water quality, and stabilizing the shoreline.

**Fiesta Island Causeway & Water Quality - S27006**

Fund	Draft	Change	Revised
200386 Mission Bay Park Improvements	\$0	\$1,500,000	\$1,500,000

This project provides for a new bridge or culvert under the Fiesta Island causeway to improve water quality in Mission Bay.

**Mission Bay Improvements - AGF00004**

Fund	Draft	Change	Revised
200386 Mission Bay Park Improvements	\$0	\$1,500,000	\$1,500,000

\$1,500,000 to support design of new subproject - Bonita Cover Shoreline Restoration.

**Mission Bay Upland Habitat Expansion - S27008**

Fund	Draft	Change	Revised
200386 Mission Bay Park Improvements	\$0	\$1,000,000	\$1,000,000

The project includes implementation of a portion of the North Fiesta Island Conceptual Habitat Restoration and Monitoring Plan.

**North Fiesta Island Wetland Restoration - S27007**

Fund	Draft	Change	Revised
200386 Mission Bay Park Improvements	\$0	\$1,268,366	\$1,268,366

This project provides for restoration of approximately 50 acres of tidal wetlands on North Fiesta Island to improve Mission Bay's water quality and enhance habitat.

**Sunset Cliffs Seawall Improvement - S23006**

Fund	Draft	Change	Revised
400169 Transnet Extension 70% Cap	\$420,000	\$0	\$420,000
400881 Debt Funded General Fund CIP Projects	\$0	\$200,000	\$200,000

\$200,000 transferred from B26033 - Madison Ave SD SWD (ACA00001 - Flood Resilience Infrastructure) to finalize design.

**Traffic Signals Modification - AIL00005**

Fund	Draft	Change	Revised
400115 Midway/Pacific Hwy Urban Comm	\$804,000	\$0	\$804,000
400174 Transnet Extension Rtc Fee	\$500,000	\$1,166,600	\$1,666,600
400878 Neighborhood Enhancement-Comm Of Concern	\$1,793,203	\$0	\$1,793,203

\$1,166,600 added to B24096 - Rosecrans St & Byron St Shel Isl Signal.

**Libraries and Recreation Centers**

**Libraries**

Facilities	Council District	FY 2026 Current Schedule/Hours	FY 2027 Proposed Schedule/Hours
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**No Change**

Balboa	2	Tue-Sat	Tue-Sat
North Clairemont	2	Tue-Sat	Tue-Sat
Clairemont	2	Tue-Sat	Tue-Sat

**Change**

Ocean Beach	2	Tue-Sat	Closed for Renovations
Point Loma	2	Mon-Sat	Mon-Sat (Half Sat)

**Recreation Centers**

Facilities	Council District	FY 2026 Current Schedule/Hours	FY 2027 Proposed Schedule/Hours
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**No Change**

Cadman	2	45 Hours	45 Hours
Cathy Hopper Friendship	2	35 Hours	35 Hours
Presidio	2	45 Hours	45 Hours
Santa Clara	2	45 Hours	45 Hours
South Clairemont	2	40 Hours	40 Hours

**Change**

Cabrillo	2	45 Hours	40 Hours
North Clairemont	2	60 Hours	40 Hours
Ocean Beach	2	60 Hours	40 Hours
Robb Athletic Field	2	60 Hours	40 Hours