CITY OF PISMO BEACH, CALIFORNIA

Fiscal Year 2026 & 2027

ADOPTED BUDGET



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INTRODUCTION



PISMO BEACH **CITY COUNCIL**



ED WAAGE
MAYOR



MARY ANN REISS
MAYOR PRO TEMPORE



MARCIA GUTHRIE
COUNCIL MEMBER



STACY INMAN
COUNCIL MEMBER



SCOTT NEWTON
COUNCIL MEMBER

PISMO BEACH **VISION STATEMENT**

OUR VISION FOR PISMO BEACH

Provide a safe place; maintain its small beach town character; manage growth effectively; and enhance a vibrant tourist-based economy, while becoming a world-renowned tourist destination.



FY 2026 & 2027
ADOPTED BUDGET CONTRIBUTORS

EXECUTIVE MANAGEMENT TEAM

City Manager	Jorge E. Garcia
Administrative Services Director	Nadia Feeser
Community Development Director	Scot Graham
Fire Battalion Chief	Paul Lee
Police Chief	Jeff Smith
Public Works Director	Rosemarie Gaglione
Tourism & Events Director	Gordon Jackson

BUDGET DEVELOPMENT TEAM

Administrative Services Director	Nadia Feeser
Finance Manager	Vanessa Garris
Accounting Supervisor	Marc Arroyo
Accounting Technician	Emily France
Accounting Technician	Julia Goodman
Accounting Clerk	Brenda Alvarado
Accounting Clerk	Shanice Brewer
Office Assistant	Patty Geiselhart
Office Assistant	Jerilyn Morneau

Photo Credits

Photos courtesy of the City of Pismo Beach Tourism & Events Department

City Manager's Budget Message

Honorable Mayor, Council Members, and Pismo Beach community members:

It is my pleasure to present the Fiscal Year (FY) 2026 and FY 2027 Operating and Capital Improvement Program Budget for the City of Pismo Beach. This balanced, forward-looking two-year budget advances the City's strategic goals by maintaining critical infrastructure, enhancing public safety, improving technology, and continuing to build financial reserves. With a solid fiscal foundation, a strong reserve position, and continued community support for high-quality services, this budget reflects the City's commitment to **Clear Goals, Bold Vision**, focusing our collective efforts on improving the quality of life for residents, supporting our local businesses, and ensuring the long-term sustainability of City resources.

Principal issues facing the City Council in Developing the Budget

Tourism and Economic Vitality:

Tourism remains the cornerstone of Pismo Beach's economy. Our success is made possible through strong partnerships among the City Council, the Conference and Visitors Bureau/Lodging Business Improvement District Advisory Board, the Pismo Beach Hospitality Association, and the dedication of our local hoteliers and business community. Strategic use of Lodging Business Improvement District (LBID) funds, supporting initiatives such as the Pismo Preserve and Pier Plaza, has kept Pismo Beach among the premier destinations on the Central Coast.

After record-setting years, Transient Occupancy Tax (TOT) revenues experienced temporary declines in FY 2023 and FY 2024, stabilizing in FY 2025. These fluctuations were primarily due to international travel resuming post-pandemic, unseasonable weather conditions, and broader economic uncertainty. The slowdown has had ripple effects on TOT, sales tax, and transaction and use tax revenues. However, as hotel renovations conclude and tourism activity normalizes, the City anticipates moderate, sustainable growth in FY 2027 and beyond.

Maintaining Fiscal Stability and Investing in the Future:

The City's General Fund remains structurally balanced and fiscally sound, and well-managed, demonstrating the City's ongoing commitment to prudent financial planning and long-term sustainability. The General Fund includes the locally approved transaction sales and use tax revenues that are deposited in the General Fund and strategically allocated toward essential infrastructure investments to strengthen the City's long-term financial position. This period represents a planned and manageable transition as the City advances significant capital and public safety initiatives designed to benefit the community for decades to come. The FY 2026 and FY 2027 Adopted Budget reflects short-term TOT revenue reductions and rising costs tied to key long-term priorities, including the Public Safety Facility, CalFire services, and modern technology enhancements that support public safety and operational efficiency. The debt service on the 2024A Lease Revenue Bonds for the Public Safety Facility is supported primarily by a dedicated 1% of TOT revenues, supplemented by approximately $600,000 annually from the Parking Enterprise Fund. Over time, as TOT revenues grow while debt payments remain level, this structure will strengthen the City's fiscal flexibility and long-term sustainability.

City staff continue to closely monitor revenues and expenditures to maintain structural balance and financial integrity. Several proactive strategies are underway to improve efficiency and control long-term costs, including:

- Asset Management Program: Establishing a proactive maintenance approach for City facilities to prevent costly deferred repairs.
- Annual Paving and Drainage Improvements: Implementing consistent maintenance cycles to reduce long-term capital costs and improve infrastructure reliability.

Despite short-term challenges, the City's reserves remain strong, ensuring essential services continue without interruption and positioning the City to respond effectively to future needs or economic changes.

Looking ahead, the FY 2026 Budget anticipates a temporary slowdown in TOT and LBID revenues as hotels complete renovations. However, the FY 2027 Budget projects renewed growth across all major revenue sources, supported by continued investment in visitor-serving amenities and community infrastructure. In addition, Measure F-24, approved by voters in November 2024, will generate approximately $4 million annually for street and infrastructure improvements, further strengthening the City's financial capacity to reinvest in the community.

Economic Outlook and Fiscal Resilience:

The Pismo Beach economy continues to demonstrate strength and resilience, supported by new investment in the Downtown area and nearby residential developments. Local and statewide economic conditions remain stable, characterized by steady employment growth, rising household incomes, and continued consumer confidence. Nationally, the Federal Open Market Committee projects modest yet sustained growth as inflation eases and interest rates gradually decline, creating a more favorable environment for businesses and families alike.

These economic indicators reinforce the City's ongoing commitment to sound financial management and strategic investment. By aligning resources with the community's **Clear Goals, Bold Vision**, Pismo Beach continues to strengthen its fiscal position while enhancing the quality of life for residents, businesses, and visitors.

Process for Creating City Goals

In preparation for this two-year budget, the Council actively involved the community in shaping our direction through our innovative engagement platform, Pismo Voice. We reached out through multiple channels, including utility bill flyers, social media platforms (e.g., Facebook), online surveys, and feedback via the City's website. Our dedicated employees also contributed by sharing departmental insights and suggestions. Based on the extensive input received, the City Council has embraced a set of strategic goals and priorities, which are being funded in this budget. Notably, these goals include substantial investments in:

- Quality of Life
- Streets and Infrastructure
- Public Safety
- Water Resources
- Parking and Circulation
- Development and Housing Access

How FY 2026 & FY 2027 City Goals Compare to the FY 2024 & FY 2025 City Goals

The FY 2026 & FY 2027 City Goals build upon the success of the FY 2024 & FY 2025 City goals from the last two-year budget. Similar to the last two-year budget, the Council continues to focus on providing resources toward enhancing quality of life for residents; ensuring the safety of the community; providing a sustainable water supply; addressing circulation, and parking, and supporting regional efforts for housing and homelessness. The majority of these goals are continued from the last two-year budget, simplifying the City Goals to ensure that large multi-year capital projects are completed, including the Public Safety Facility, Ventana Sports Courts, Central Coast Blue, and a new goal for FY 2026 and FY 2027: Streets and Infrastructure. This new goal is supported by the new 1.0% transaction sales & use tax that was passed by voters as part of the November 2024 election, Measure F-24.

- The Quality of Life City Goal includes investing in neighborhoods, including: implementing community beautification and cleanliness strategies; completing the Addie Street bathroom expansion, completing the new Ventana Sports Courts; expanding use of existing facilities by considering evening use; and investing in coastal access and bluff repair. This goal removes the road, sidewalk, and infrastructure improvements and moves them to its own dedicated goal to be supported by Measure F-24, the 1.0% transaction sales & use tax revenues.
- The Streets and Infrastructure City Goal includes: investing in road, sidewalk, and park improvements; updating the pavement management plan; creating a pavement maintenance strategy; and completing a City facility condition

assessment to address deferred maintenance. This goal is largely supported by a new dedicated funding stream, the new 1.0% transaction sales & use tax.

- The Public Safety City Goal is another continued and important goal. This includes: completing the new Public Safety Facility; focusing on the retention of police personnel; and supporting technology investments that enhance public safety; and new to this goal include: reducing wildfire risk and promoting fire hardening for the community and creating a lifeguard facility in the downtown.
- The Council continues to prioritize water resources and implementing Central Coast Blue. This long-term goal includes the Council's commitment to achieving a more sustainable water supply by implementing Central Coast Blue (an advanced water purification facility); conducting public outreach and education; evaluating additional water supplies; water conservation; and new to this goal is completion of the Charles Street Reservoir and plan for replacement of one groundwater production well.
- Another continued goal is Parking and Circulation, which includes: updating the Downtown Study; continued work on downtown parking solutions; incorporating parking modifications in the General Plan; implementing the Bicycle and Pedestrian Master Plan; and completing the acquisition of Dolliver Street from the state.
- Finally, Development and Housing Access is a modified goal from the prior Housing and Homelessness goal, which supports: completing updates to the Local Coastal Plan, General Plan, and Zoning Code; identifying affordable housing and workforce housing opportunities; implementing measures to streamline the development process; supporting and participating in regional efforts in a collaborative manner; and investing in housing and homelessness assistance.

These goals reflect our dedication to the well-being and prosperity of our community, building upon past successes and embracing new challenges for the benefit of all our community members.

How the City Plans to Accomplish the FY 2026 & FY 2027 City Goals

The Adopted Budget allocates resources to specific projects aligned with our six City Goals. These projects are designed with a keen understanding of our community's needs, built upon strong partnerships, financially supported by the City's stable position, and ultimately aimed to implement these **Clear Goals, Bold Vision**. As we move forward, the future looks promising for Pismo Beach, its residents, and visitors, thanks to our strategic investments that will have lasting positive impacts.

Building Reserves for Future Needs

While we strive to enhance the quality of life in our community, we are also committed to responsible financial planning. Therefore, we continue to set aside a portion of savings from prior years and new revenues into reserves. This prudent approach is crucial as we face ongoing challenges such as increasing pension and risk management costs, infrastructure improvements, sustainable water supply development, and the completion of major capital projects like the Public Safety Facility, Central Coast Blue, street paving, and parking enhancements.

Financial Overview

The overall financial goals for the FY 2026 and FY 2027 budget periods are to have a fiscally sound two-year budget, strengthen reserves, maintain current service levels, and invest in critical capital projects. The FY 2026 and FY 2027 Adopted Budgets present a structurally balanced budget, with excess operating revenues sufficient to cover Adopted Operating Budget expenditures.

The FY 2026 Adopted Budget for all funds, net of transfers between funds, includes a total of $69.7 million in revenues and $68.6 million in operating and capital budget for a net $1.2 million more revenues than expenditures. The operating budget is balanced with an $8.5 million net operating surplus. The $7.3 million of expenditures that exceed revenues are for one-time capital projects that the City will support from accumulated fund balances.

The FY 2027 Adopted Budget for all funds, net of transfers between funds, includes a total of $62.2 million in revenues and $64.3 million in operating and capital budget for a net $2.1 million more expenditures than revenues. The operating

budget is balanced with a $9.3 million net operating surplus. The $11.4 million of expenditures that exceed revenues are for one-time capital projects that the City will support from accumulated fund balances.

The Adopted Budget includes work plan budget expenditures for improving services, investing in capital improvements, building reserves, and supporting the community.

- Total work plan items adopted by the City Council, net of revenues and transfers, are $18,157,836 in FY 2026 and $12,567,748 in FY 2027. Of these amounts, $17,262,368 is budgeted in FY 2026 and $12,290,866 is budgeted in FY 2025 towards accomplishing the City's goals.
- The amounts work plan items that are ongoing in nature and include enhancing service levels and address Council priorities, net of transfers, are $2,110,985 in FY 2026 and $2,539,464 in FY 2027.
- The amounts of recommended work plan items that are one-time investments and include capital improvement projects that address critical infrastructure needs and other City goals, net of transfers, total $16,046,851 in FY 2026 and $10,028,284 in FY 2027.
- The General Fund Reserve is maintained at 25% of General Fund budgeted operating expenditures. As such, the proposed budget includes an additional $409 thousand in FY 2026 and an additional $16 thousand in FY 2027 from the General Fund unassigned fund balance to contribute to the General Fund Reserve.
- The City's Fiscal Policy to maintain a contingency reserve of 1% of budgeted General Fund operating expenditures to support unanticipated items that may occur during the budget years is fully funded. Due to several large capital projects that could experience cost overruns, the contingency budget in the proposed budget is increased to approximately 1.5% of budgeted General Fund operating expenditures in FY 2026 and in FY 2027, reflecting a total of $0.50 million each year.
- The Risk Management Reserve for unanticipated risk management costs is fully funded and maintained at $250 thousand.
- The Adopted Budgets maintain the $500 thousand City Facility Reserve.
- The Adopted Budgets include setting aside $2.0 million in FY 2026 and FY 2027 of the General Fund unassigned fund balance for a Budget Stabilization Set-Aside. This set-aside allows the City to manage a potential economic downturn by drawing down from the set-aside.

This budget document is a comprehensive financial document that accounts for historical transactions and events, and compares the previous year's budgeted expenditures and the Adopted Budgets for FY 2026 and FY 2027. The FY 2025 revised or amended budget, as presented in the ensuing departmental pages, reflects budget amendments approved through September 9, 2025, as well as open encumbrances rolled over from the preceding fiscal year.

All relevant financial information is outlined in the Budget Overview section. This overview summary includes several charts, graphs, and commentary on the budget and items included within it. Following the Budget Overview, there are details of the budget organized by function and department.

Acknowledgments

I wish to express my sincere appreciation to the dedicated teams across all City departments, from management to frontline staff, for their professionalism, collaboration, and commitment in shaping the FY 2026 and FY 2027 Adopted Budget. Their shared focus on service excellence, fiscal responsibility, and community well-being exemplifies the very essence of **Clear Goals, Bold Vision**. Special recognition is extended to the Administrative Services Department for their exceptional leadership throughout the budget process. Their expertise in financial planning, analytical rigor, and coordination across departments ensured that this budget reflects both precision and purpose.

I would also like to thank the City Council for its steadfast leadership, thoughtful policy direction, and forward-looking vision that continue to guide our organization. Finally, my gratitude extends to all who contributed: staff, community partners, and advisory bodies, whose collaboration made this document possible. The FY 2026 and FY 2027 Adopted Budget truly represents a collective effort to align resources with our community's priorities.

Closing

The City of Pismo Beach remains steadfast in its commitment to **Clear Goals, Bold Vision**, a guiding principle that reflects both clarity in purpose and courage in progress. Through prudent financial management, strategic investments, and collaborative partnerships, we are building a sustainable foundation for the future while continuing to enhance the quality of life for our residents, businesses, and visitors. Our fiscal stability and shared commitment to innovation allow us to invest thoughtfully in infrastructure, public safety, technology, and community amenities that strengthen our city's character and resilience. Together, with the support of our residents, partner agencies, volunteers, business community, non-profit organizations, and elected leaders, we continue to turn vision into action and goals into achievements.

It is an honor and a privilege to serve the City of Pismo Beach and to work alongside such talented and dedicated individuals who embody the spirit of **Clear Goals, Bold Vision** every day. The future of Pismo Beach is bright, and together, we are ensuring that it remains so for generations to come.

Respectfully,



Jorge E. Garcia

City Manager

CITY & COMMUNITY INFORMATION



History of Pismo Beach

The history of people at Pismo Beach starts at least 9,000 years ago with the Chumash people, Native Americans who referred to the area as a place to find *pismu*, or tar. The Pismo Beach region has an interesting history going back in time to 1769, when Don Gaspar de Portola and parties camped in the area. According to the diary of Costanso, a member of the Portola party, "The party continued over the sand dunes and then descended to the beach, along which they walked for several miles before camping for the night. Near their camping place was an Indian village of some forty people." Undoubtedly, the beach walked upon by the Portola party was that known today as Pismo Beach. We invite you to take a look at some of our rich history.

The First Pismo Beach

The City is part of the original 8,838-acre Rancho Pismo. Rancho Pismo was granted to Jose Ortega by Manuel Rinemo Goriod on November 18, 1840. Ortega is thought to have built a small adobe that later became part of the Price Adobe. The rancho was later acquired by Isaac Sparks. Some folktales relate that Sparks won the land from Ortega in a game of monte, but it appears from records kept by John M. Price that the ranch was purchased for 477 head of cattle. Sparks, in 1850, appears to have given John Price El Pizmo Rancho instead of paying him wages in gold, as the deed shows a cost of $1 for the property. Upon Sparks' death, John Michael Price and Captain David Mallagh received a share of the land. Price lived and worked on the rancho until his death in 1902. Price built up sizeable horse and cattle herds, which he moved onto the rancho. Mallagh owned a section of Rancho Pismo around the cave landing area (now Pirate's Cove), where he established a wharf business. Price purchased some of the property in 1854. A portion of the southern part, which is now Grover Beach and Arroyo Grande, was sold to Francisco Branch. This left him with Shell Beach, the Pismo Beach area, and a large section running back into Price Canyon. In 1875, Price took the first step toward funding the community of Pismo Beach when he built a hotel on the road from Arroyo Grande to the People's Wharf in Avila Beach. The hotel was not a success and Price had the hotel moved to the beach in 1884. In 1881, Price leased oceanfront land to the Meherin brothers to build a wharf and a warehouse. This wharf at the end of Main Street was successful and the hotel's new location was next to this operation. The school district was founded in 1888, and the Post Office was also established then.



Parceling Pismo Beach

In February 1886, Price hired R. R. Harris to survey and design a map of the subdivisions of part of the Ranchos El Pismo and San Miguelito, and to also map out and draw a plan for a town to be called "El Pizmo." This was initiated in April 1886. A year later, the Pismo Beach Company again subdivided part of the community and recorded a map of the "Town El Pizmo." It is interesting to note that the Pismo Beach Company is given credit by some for the founding of the present City of Pismo Beach.



Pismo's Pier

Back in 1881, Pismo's original wharf opened for business. Taking off from a point below the present Main Street, remnants of the pilings may still be seen at very low tides. It was not planned for recreation as such—it was a commercial venture designed in part to save freight fees for South County products. Lumber was received, as well as other commodities. Stock was issued to farmers and landowners for $20 a share and the wharf was built for $14,613. The Meherin brothers, Arroyo Grande merchants, started the venture. Most credit is given to D. J. Meherin for its inception, construction and maintenance. In 1882, a year after its completion, Meherin figured the wharf had saved the people of the county $35,000 in decreased freight rates compared with those of the steamer line they would have patronized. Thirty-eight vessels were loaded at the wharf in 1882. Two warehouses were built near the entrance where teams could move cargo in and out. A small hand car track led out to the end of the Pier. The wharf was still active in 1890, but a few years later it gave way during a heavy storm. Probably contributing to the disaster was a load of heavy "bituminous rock" that had been dug in Edna and was waiting in sacks for shipment to San Francisco to be used as paving material. The new Pier that replaced the original was built in 1924 and was much longer than it is today. Some can remember driving cars along its length, then backing out, or using the tight turn around at the end. It is said that it extended out far enough that Navy ships could tie up and the men could come ashore. The Pier had sustained damage several times, but a major storm tore up the south side of the seawall and about 500 feet off the end of the Pier early in its existence. It was never put back. After a 1983 storm washed out most of the wharf, it was rebuilt in its present configuration in 1985-86. The state, county and city all have an interest in the Pier. The Pier at Pismo Beach continues to be one of the community's major attractions.



Tourism



John Price realized the potential Pismo had for tourism when he built the Pismo Beach Hotel. The Pismo Beach Hotel was sold to A. E. Pomeroy and Charles Stimson in 1887. They enlarged the hotel and renamed it the El Pizmo Inn. The hotel was sold and resold many times. In early times, the area was thought of as a place to spend several months, relaxing and enjoying the surroundings. Early advertisements for the El Pizmo Inn encouraged visitors to come and enjoy the "fine duck hunting and the pleasant surroundings." The 1900s were wild times in Pismo Beach. Pismo was noted for having many saloons, along with several notorious brothels. Other amusement-type businesses at the time, besides the hotels, offered a variety of entertainment, including a skating rink, a bowling alley, and a dance hall. The property directly south of Shell Beach now known as Dinosaur Caves was the site of an amusement park, with a giant cement dinosaur to gather attention. H. Douglas Brown started building the dinosaur in 1948 and was stopped by local opposition. The headless dinosaur remained a local landmark until it was torn down in the late 1950s. Pismo Beach was also known to be a place to find booze during the Prohibition Era. The second El Pizmo Inn was built about the turn of the century and became so popular that a "Tent City" was erected for the overflow of tourists. They were clean, well-organized 18' x 14' tents resting on wooden planks, which could be rented for $8 a week. Eventually, the Tent City was expanded to where the pool hall Hot Shots now stands. "Tent City" lasted into the late 1920s. The Southern Pacific Railroad also helped tourism in Pismo Beach. It brought people from the San Francisco Bay area to Pismo Beach in one of the first "timeshare" operations. The people paid $30 for a ride down to Pismo Beach and then stayed in the Tent City. If the tourists liked the tents, the railroad would use their fare as a down payment on a tent for the people. If the people didn't like the tent, their money was refunded and they returned to San Francisco free of charge. It was rumored that more people stayed than asked for refunds. In 1912, Highway 2, today's Highway 101, was routed through Pismo Beach, giving automobile travelers an easy route to the beach. Highway 101 was not expanded to four lanes until the late 1950s.

Shell Beach and Sunset Palisades

Shell Beach was quite different years ago, when it was nothing but pea fields. The area was the site of a Chumash village. Floyd Calvert bought and developed much of the land in 1926. He paid $45,000 for 41 acres between the ocean and the highways. When Calvert first visited Shell Beach, there were approximately 50 residents in the area. Calvert sold lots in the area for as little as $195. A resident of Hollywood, Calvert was told about the area by a friend in 1925. When he first visited Shell Beach, there was only one street, Boeker Avenue, with a few cottages on it. Calvert was struck by the beauty of Shell Beach and bought a portion of it. In January 1926, he opened offices in the area, hired seven salesmen and began selling land to people seeking summer retreats from the hot valley. When the summer selling season was over that first year, Calvert had to close his offices. The depression, which was to hit hard in 1929, was beginning to be felt. Then Calvert had to devise a new way to sell his land. He offered it for $5 a month. Even then it was hard to sell. During the Depression, Calvert, who had been a builder in Hollywood, lost all his property except for Shell Beach. He had such faith in this area he thought if he could hold onto this land, someday people would realize its worth. It took Calvert 20 years to sell the first 456 lots on the Shell Beach land he owned. But shortly before and after World War II, Calvert began to have more success selling lots. During World War II, many soldiers had trained in California. They liked the climate and wanted to live in the area. It was then that Shell Beach changed from a resort area for residents of the San Joaquin Valley to a residential community. When Calvert began to break ground for building houses, he found skeletons of Chumash who were buried in the area. He also found copper bracelets, arrowheads, spearheads, and stone bowls, which had been used for grinding meal. Most of the Native American artifacts were found near the ocean between Placentia and Palomar Avenues. Major archaeological sites have been noted in this area and that of Sunset Palisades. It was known as Oilport and was opened in August of 1907, quite different from today's residential Sunset Palisades area. Built with investor funds, it operated for only one month. The plant, built by California Petroleum Refineries Ltd., was to be the most modern on the West Coast. Nearly 2.25 million bricks went into the construction of the facilities. Financed primarily by investors, it cost over $2 million to build. It was to be the most complete refinery on the coast. It was set up to produce kerosene, gasoline, lubricating oil, and oil byproducts. The refinery existed until just after World War II, when it was finally torn down. The land was sold, subdivided and replaced with housing.

Incorporation

1926 saw the first incorporation attempt in Pismo Beach. Though it failed, attempts to incorporate the city were finally successful in 1939, when Pismo Beach became a sixth-class city by a majority of seven votes. In 1940, worries over increased taxes led the citizens to vote to disincorporate the city. The majority was eight votes in the election. The present city government dates from April 25, 1946. Pismo Beach celebrated its 75th anniversary in 2021.

Pismo Beach Today

Pismo Beach is a thriving beach city in southern San Luis Obispo County, in the Central Coast area of California. It is the last true classic California beach town. Pismo Beach offers seaside activities and a variety of accommodations for the young and the young-at-heart in a safe, relaxing environment, away from the crowds and the hustle of the big city. The city has numerous lodging options, including luxurious five-star hotels, deluxe vacation rentals, or cozy campsites on the beach. The beach is located next to downtown and has a boardwalk and a newly renovated 1,200-foot pier. The city also has multiple locally-owned restaurants, a Wednesday farmer's market for fresh fare, and renowned wineries. The city has a plentitude of shopping options throughout the city and a Pismo Beach Premium Outlets center. Residents and visitors alike enjoy the plethora of activities available year-round with the mild temperatures, including biking, hiking, surfing, kayaking, fishing, swimming, golfing, shopping, and wine tasting.

For more information, please visit us at:

PismoBeach.org

ExperiencePismoBeach.org

Pismo Beach At a Glance

The City of Pismo Beach was incorporated in 1946 and is a full-service, general-law city operating under the Council-Manager form of government. The City is located on the Central Coast along six miles of the Pacific Ocean in San Luis Obispo County, midway between Los Angeles and San Francisco. The City is visited annually by a substantial number of tourists seeking to enjoy the area's moderate climate, ocean views and sunsets, fine restaurants, and the relaxing atmosphere unique to coastal communities. The City's downtown core area and hotel areas are anchored by the City-owned Pier extending into the Pacific Ocean. The City is home to about 7,804 individuals, as estimated by the California Department of Finance for January 1, 2025. Most of the City is residential with a continuing trend of new homes being built with spectacular ocean views.

At a Glance

Incorporation

1946

Government

Full-service, general-law city

County

San Luis Obispo County http://www.slocounty.ca.gov/

School Districts

San Luis Coastal Unified School District www.slcusd.org

Lucia Mar Unified School District www.luciamarschools.org

Location

Located on the Central Coast along six miles of the Pacific Ocean in San Luis Obispo County, midway between Los Angeles and San Francisco

Climate

Moderate

Population

7,804

State legislature

17th Senate District

Democrat John Laird

30th Assembly District

Democrat Dawn Addis

U.S. Congress

Representative:

California's 24th Congressional District

Democrat Salud Carbajal

YOUR CITY GOVERNMENT AT WORK

INCORPORATION: 1946 | **POPULATION:** 7,804

UTILITIES

Water delivered to customers: 444 million gallons per year
Storm Drain pipelines: 18 miles, 400 structures
Sewer Main Pipelines: 53.5 miles
Water Main Pipelines: 58 miles
Water Reservoirs: 9
Wastewater Lift Stations: 12

PARKS AND COMMUNITY EVENTS

Parks: 13 parks over 68 Acres
Baseball fields: 3
Playgrounds: 7
Number of City Events: 52 per year
Trash Cans: 245
Park Rentals: 250
Hall Rentals: 45
Recreation Class Participants: 2,700
Recreation Event Participants: 17,540

INFRASTRUCTURE AND FACILITIES

Paved Roads: 37.8 center-lane miles
Pavement Area: 6,929,804 square feet
(approximately 160 football fields)
Parking Lots: 9
City owned and maintained buildings: 14
Public Restrooms: 12

PUBLIC SAFETY

Number of fire calls for service: 1,709 per year
Number of water rescues (Lifeguards): 24 per year
Vegetation management projects: 10
Fire Hydrants: 667
Police responses to service calls: 31,001
Police self-initiated activity: 14,127

TOURISM AND EVENTS

Special Events: 90
CVB Events: 4 (July 4th Celebration, Pier Centennial, Clam Festival, Marching Bands)
Airstream Visitors: 13,877 per year

COMMUNITY DEVELOPMENT

Planning Permit Applications Received: 263 per year
Planning Permits Issued: 192 per year
Building Permit Applications received: 932 per year
Planning & Building Reviews Performed: 838 per year
Building Permits Issued: 905 per year
Inspections Performed: 1,178 per year

Municipal Government

The City operates under a council-manager form of government. Policymaking and legislative authority are vested in the City Council consisting of the elected Mayor and four other elected Council members. The Mayor is elected to two-year terms, and the Council is elected to four-year staggered terms, with two members elected every two years. The Council's primary responsibilities are adopting City laws and policies, adopting the City budget, appointing Advisory Body Members, and hiring the City Manager and City Attorney.

The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the daily operations of the City, and for appointing other employees and otherwise managing daily operations of the City. The City Manager is assisted by an administrative team, which includes the City Attorney (who is a contract Attorney) and department heads for City Manager's Office, Administrative Services, Public Works, Tourism and Events, Community Development, Police, and Fire.

The City provides a full range of municipal services including fire and police protection, construction and maintenance of city streets, storm drains, bridges and similar infrastructure-type assets; park maintenance; community recreation activities and public facilities. In terms of business-type activities, the City provides water, wastewater, parking, pier, and transit services through the operation of its enterprises. The City’s public financing authority and public financing agency are blended component units and are reported in this report as part of the City’s operations.

Contact us:

www.pismobeach.org

City Hall is located at:

760 Mattie Road

Pismo Beach, CA 93449

Phone Number: 805-773-4657

Comparison of Financial Status to Other Jurisdictions

City	Number of Full-Time Employees	Population	Total Operating Budget (All Funds)	Total Portion of Operating Budget Related to Personnel Services	% of Budget Related To Personnel Services	Total Capital Projects
Arroyo Grande	80	17,910	$55,407,905	$16,947,600	30.59%	$20,692,665
Atascadero	147	30,134	$44,264,470	$29,061,830	65.65%	$34,708,110
Grover Beach	74.1	12,411	$29,603,331	$11,666,536	39.41%	$12,604,924
Morro Bay	117.5	10,404	$39,821,405	$22,533,321	56.59%	$13,967,953
Paso Robles	301	31,061	$99,317,300	$56,774,900	57.17%	$44,262,300
Pismo Beach*	**101**	**7,804**	**$46,449,488**	**$22,088,882**	**47.55%**	**$10,245,350**
San Luis Obispo	489.5	49,534	$217,614,410	$93,392,221	42.92%	$47,124,561

The information in this table is provided by each jurisdiction listed for FY 2026. Population data is from the California Department of Finance.

*Pismo Beach Total Portion of Operating Budget Related to Personnel Services includes Cal Fire contract in personnel costs. Number of FTEs does not include FTEs from Cal Fire.

Central Coast Area Comparable Cost of Water and Wastewater Bi-Monthly Bill

The following chart compares the cost of water for single-family residential properties in central coast communities around Pismo Beach. Pismo Beach average water and wastewater bills are in the middle of the range compared to the selected cities and communities. This data was collected by the City's water and wastewater rate consultant as of July 1, 2023, which assumed single-family residential average water usage of 10,472 gallons/bi-month, or 14 hundred cubic feet (HCF) of water consumption every two months. For Pismo beach, the average water consumption is 7 HCF per month, so the average monthly bill is half the amount of that listed below.

Central Coast Area Comparable Cost of Water

Based on Using 10,472 Gallons/Month (14 Hundred Cubic Feet/Month) with a 3/4-inch Meter

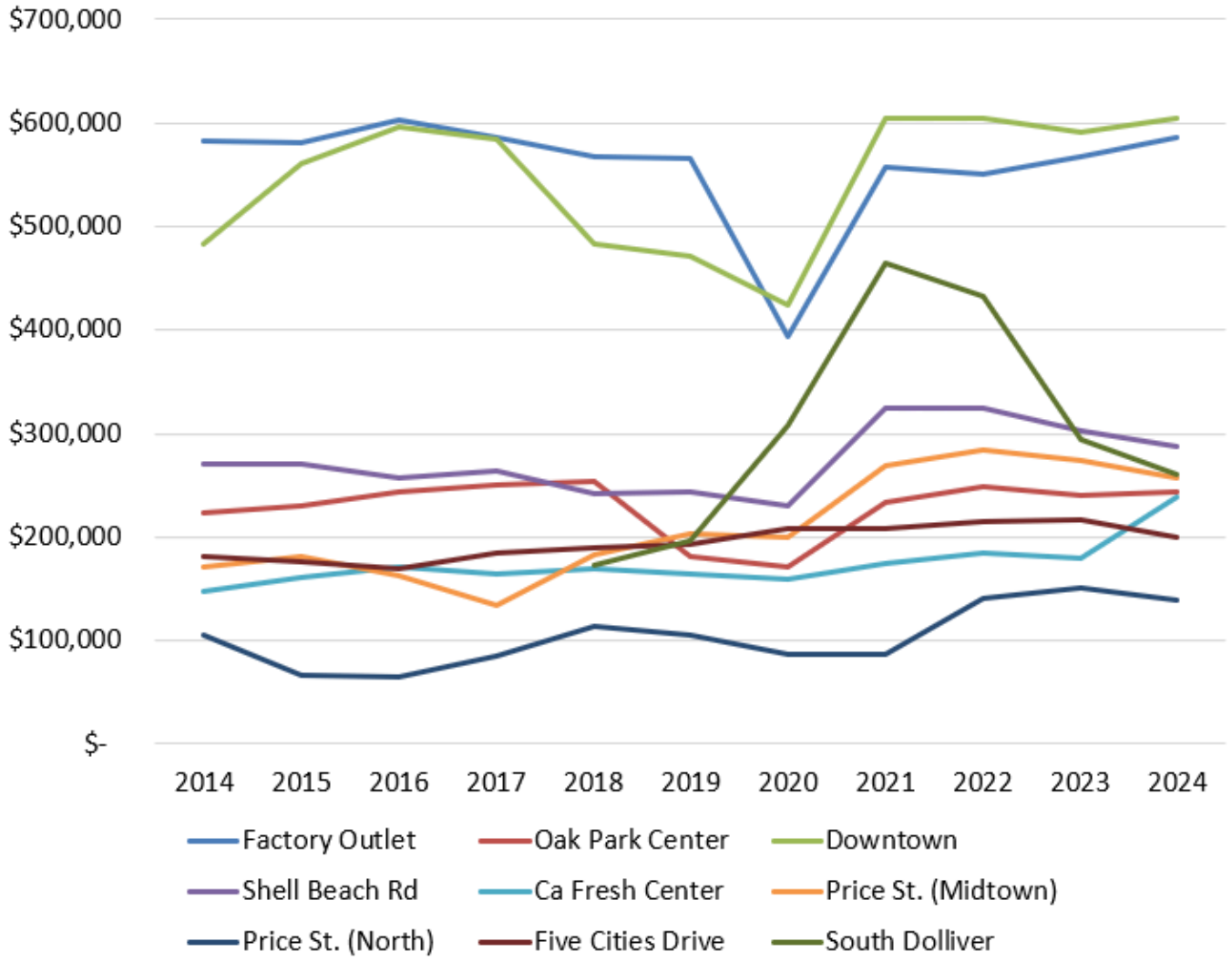
As of July 1, 2023



Pismo Beach bill includes the Lopez/State Water parcel tax.

Grover Beach, Arroyo Grande, and Oceano CSD include South San Luis Obispo County Sanitation District treatment charge.

Sales Tax by Geographic Areas of the City by Calendar Year



Principal Employers (Ten Largest)

Fiscal Year Ended June 30, 2024

Employer	Number Employees	Rank	Percentage of Total City Employment
Martin Resorts	163	1	4.29%
The Cliffs of Shell Beach	128	2	3.37%
Keller-Williams	107	3	2.82%
City of Pismo Beach	102	4	2.68%
Dolphin Bay Resort	100	5	2.63%
Brad's Restaurant	90	6	2.37%
US Postal Service	89	7	2.34%
Pacifica Hotels	85	8	2.24%
Sea Venture	80	9	2.11%
California Fresh Market	70	10	1.84%
Total	1014		26.68%

Fiscal Year Ended June 30, 2023

Employer	Number Employees	Rank	Percentage of Total City Employment
Keller-Williams	107	1	2.82%
City of Pismo Beach	105	2	2.76%
California Fresh Market	100	3	2.63%
Dolphin Bay Resort	100	4	2.63%
US Postal Service	91	5	2.39%
Brad's Restaurant	90	6	2.37%
Sea Venture	80	7	2.11%
Pelican Point Bar & Rest.	75	8	1.97%
Pismo Coast Village	71	9	1.87%
New Life Church	67	10	1.76%
Total	886		23.32%

Fiscal Year Ended June 30, 2022

Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliffs of Shell Beach	267	1	7.03%
Keller-Williams	231	2	6.08%
Custom House Restaurant	195	3	5.13%
Dolphin Bay Resort	165	4	4.34%
California Fresh Market	130	5	3.42%
City of Pismo Beach	126	6	3.32%
Sea Venture	121	7	3.18%
Central Coast CA Hospitality	100	8	2.63%
US Postal Service	90	9	2.37%
Martin Resorts	82	10	2.16%
Total	1,507		39.66%

Fiscal Year Ended June 30, 2021

Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliffs of Shell Beach	240	1	6.32%
Pacifica Hotels	235	2	6.18%
Keller-Williams	194	3	5.11%
Custom House Restaurant	155	4	4.08%
Dolphin Bay Resort	150	5	3.95%
California Fresh Market	130	6	3.42%
City of Pismo Beach	113	7	2.97%
Central Coast CA Hospitality	90	8	2.37%
Vespera	90	9	2.37%
US Postal Service	85	10	2.24%
Total	1,482		39.00%

Fiscal Year Ended June 30, 2020

Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliffs of Shell Beach	230	1	5.48%
Keller-Williams	179	2	4.26%
Dolphin Bay Resort	124	3	2.95%
City of Pismo Beach	120	4	2.86%
Martin Resorts	100	5	2.38%
U.S. Postal Service	85	6	2.02%
Sea Venture	74	7	1.76%
Pismo Coast Village	65	8	1.55%
Seacrest	65	9	1.55%
Brad's Restaurant	60	10	1.43%
Total	1,102		26.24%

Fiscal Year Ended June 30, 2019

Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliffs of Shell Beach	220	1	5.12%
Dolphin Bay Resort	161	2	3.74%
Keller-Williams	147	3	3.42%
City of Pismo Beach	125	4	2.91%
Martin Resorts	97	5	2.26%
U.S. Postal Service	81	6	1.88%
Sea Venture	80	7	1.86%
Brad's Restaurant	75	8	1.74%
Seacrest	68	9	1.58%
Pismo Coast Village	65	10	1.51%
Total	1,119		26.02%

Fiscal Year Ended June 30, 2018				Fiscal Year Ended June 30, 2017			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliffs of Shell Beach	227	1	5.54%	The Cliffs of Shell Beach	220	1	5.50%
Dolphin Bay Resort	190	2	4.63%	Dolphin Bay Resort	169	2	4.23%
City of Pismo Beach	135	3	3.29%	City of Pismo Beach	129	3	3.23%
Keller-Williams	135	4	3.29%	Martin Resorts	125	4	3.13%
Martin Resorts	125	5	3.05%	Keller-Williams	106	5	2.65%
Sea Venture	85	6	2.07%	Sea Venture	81	6	2.03%
U.S. Postal Service	69	7	1.68%	Brad's Restaurant	67	7	1.68%
Seacrest	67	8	1.63%	Seacrest	63	8	1.58%
Brad's Restaurant	63	9	1.54%	Pismo Coast Village	62	9	1.55%
Pismo Coast Village	60	10	1.46%	U.S. Postal Service	61	10	1.53%
Total	1,156		28.20%	Total	1,083		27.08%

Fiscal Year Ended June 30, 2016				Fiscal Year Ended June 30, 2015			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliffs of Shell Beach	235	1	5.88%	Martin Resorts	260	1	6.50%
Dolphin Bay Resort	178	2	4.45%	The Cliffs of Shell Beach	243	2	6.08%
Martin Resorts	135	3	3.38%	Dolphin Bay Resort	191	3	4.78%
Keller-Williams	110	4	2.75%	Keller-Williams	106	4	2.65%
City of Pismo Beach	89	5	2.23%	City of Pismo Beach	89	5	2.23%
Sea Venture	85	6	2.13%	Sea Venture	85	6	2.13%
U.S. Postal Service	82	7	2.05%	Brad's Restaurant	79	7	1.98%
Brad's Restaurant	70	8	1.75%	U.S. Postal Service	75	8	1.88%
McClintock's	65	9	1.63%	McClintock's	71	9	1.78%
Pismo Coast Village	65	10	1.63%	Steamer's	62	10	1.55%
Total	1,114		27.85%	Total	1,261		31.53%

Principal Property Tax Payers - Top Ten Payers

($thousands)

2024

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Vespera Pismo Beach Holdings	$ 81,449	1	1.85%
Pismo Beach Mobile Park	55,156	2	1.25%
Core Pismo LLC	45,982	3	1.05%
Prime Outlets	34,155	4	0.78%
WM Pismo Beach Holdings LLC	29,263	5	0.67%
Studio Inn and Suites LLC	27,500	6	0.63%
SCM Pismo Beach Hotel LLC	26,015	7	0.59%
Spalding G Wathen Inc	19,236	8	0.44%
Pismo Coast Plaza LLC	17,590	9	0.40%
Cliffs Resort LLC	17,509	10	0.40%
Total	$ 353,855		8.05%

2023

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Vespera Pismo Beach Holdings	$ 79,960	1	1.92%
Pismo Beach Mobile Park	50,455	2	1.21%
Prime Outlets	33,488	3	0.81%
Pismo Creek RV Resort Inc	28,693	4	0.69%
Core Pismo LLC	27,412	5	0.66%
SCM Pismo Beach Hotel LLC	25,505	6	0.61%
Studio Inn and Suites LLC	21,788	7	0.52%
Spalding G Wathen Inc	18,859	8	0.45%
Core Cove LLC	17,701	9	0.43%
Pismo Coast Plaza LLC	17,245	10	0.41%
Total	$ 321,106		7.72%

2022

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Pismo Beach Mobile Home Park	$ 47,622	1	1.26%
Vespera Pismo Beach Holdings LLC	46,603	2	1.24%
Core Pismo, LLC	44,341	3	1.18%
Prime Outlets at Pismo Beach	32,844	4	0.87%
WM Pismo Beach Holdings LLC	28,142	5	0.75%
SCM Pismo Beach Hotel LLC	26,005	6	0.69%
Studio Inn and Suites	21,379	7	0.57%
Spalding G Wathen Inc	20,005	8	0.53%
Pismo Coast Plaza LLC	16,907	9	0.45%
Cliffs Resort LLC	16,868	10	0.45%
Total	$ 300,716		7.97%

2021

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Vespera Pismo Beach Holdings LLC	$ 45,522	1	1.21%
Core Pismo, LLC	43,252	2	1.15%
Pismo Beach Mobile Home Park	42,154	3	1.12%
Susan Darosa	38,704	4	1.03%
Prime Outlets at Pismo Beach	32,515	5	0.86%
SCM Pismo Beach Hotel LLC	25,749	6	0.68%
Spalding G Wathen Inc	21,862	7	0.58%
Castleback Pismo Beach Owner LLC	21,169	8	0.56%
Pismo Coast Plaza LLC	16,734	9	0.44%
Cliffs Resort LLC	16,705	10	0.44%
Total	$ 304,366		8.07%

2020

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Pismo Beach Mobile Home Park	$ 38,221	1	1.07%
WM Pismo Beach Holdings LLC	37,917	2	1.06%
Core Pismo, LLC	36,293	3	1.02%
Prime Outlets at Pismo Beach	31,882	4	0.89%
SCM Pismo Beach Hotel LLC	25,264	5	0.71%
Pismo Beach Hotel Investments LL	22,995	6	0.64%
Spalding G Wathen Inc	21,433	7	0.60%
Castleback Pismo Beach Owner LL(	17,923	8	0.50%
Cliffs Resort LLC	16,919	9	0.47%
Pismo Coast Plaza LLC	16,405	10	0.46%
Total	$ 265,252		7.43%

2019

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Katelynn Nicole Sawyer	$ 34,822	1	1.04%
Prime Outlets of Pismo Beach	31,236	2	0.93%
Core Pismo, LLC	25,627	3	0.77%
Spalding G. Wathen, Inc.	21,013	4	0.63%
Castleback Pismo Beach	17,589	5	0.53%
Cliffs Resort, LLC	16,095	6	0.48%
Pismo Coast Plaza, LLC	16,084	7	0.48%
Pismo Shore Cliff, Inc.	15,691	8	0.47%
Heron Crest Development	15,601	9	0.47%
Henry F. Myers Trust	14,230	10	0.43%
Total	$ 207,988		6.21%

2018				2017			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Pismo Beach Mobile Home Park	$ 33,168	1	1.05%	Pismo Beach Mobile Home Park	$ 30,394	1	1.02%
Prime Outlets of Pismo Beach	30,624	2	0.97%	Prime Outlets of Pismo Beach	30,032	2	1.01%
Core Pismo, LLC	25,142	3	0.79%	Core Pismo, LLC	24,667	3	0.83%
Spalding G. Wathen, Inc.	20,601	4	0.65%	Spalding G. Wathen, Inc.	20,197	4	0.68%
Castleback Pismo Beach	17,262	5	0.54%	Castleback Pismo Beach	16,941	5	0.57%
Cliffs Resort, LLC	16,321	6	0.51%	Heron Crest Development	16,278	6	0.55%
Heron Crest Development	15,950	7	0.50%	Cliffs Resort, LLC	16,031	7	0.54%
Pismo Coast Plaza, LLC	15,769	8	0.50%	Pismo Coast Plaza, LLC	15,459	8	0.52%
Pismo Shore Cliff, Inc.	15,393	9	0.49%	Pismo Shore Cliff, Inc.	15,101	9	0.51%
Henry F. Myers Trust	13,951	10	0.44%	Henry F. Myers Trust	13,678	10	0.46%
Total	$ 204,181		6.44%	Total	$ 198,778		6.67%

2016				2015			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Martin Resorts, Inc.	$ 34,772	1	1.26%	Martin Resorts, Inc.	$ 34,109	1	1.31%
Prime Outlets of Pismo Beach	29,576	2	1.07%	Prime Outlets of Pismo Beach	29,050	2	1.12%
Pismo Beach Mobilehome Park	27,500	3	0.99%	Pismo Beach Mobilehome Park	25,854	3	0.99%
Core Pismo, LLC	24,238	4	0.88%	Core Pismo, LLC	23,723	4	0.91%
Spalding G. Wathen, Inc.	19,893	5	0.72%	Spalding G. Wathen, Inc.	20,329	5	0.78%
Castleblack Pismo Beach	17,300	6	0.62%	Heron Crest Development	15,719	6	0.60%
Heron Crest Development	16,033	7	0.58%	Cliffs Resort, LLC	15,011	7	0.58%
Cliffs Resort, LLC	15,291	8	0.55%	Pismo Coast Plaza, LLC	14,929	8	0.57%
Pismo Coast Plaza, LLC	15,227	9	0.55%	Henry F. Myers Trust	13,197	9	0.51%
Henry F. Myers Trust	13,679	10	0.49%	Castleblack Pismo Beach	11,819	10	0.45%
Total	$ 213,509		7.71%	Total	$ 203,740		7.83%

Principal Transient Occupancy Tax Payers - Top Ten

(In Alphabetical Order)

Fiscal Year Ended June 30

2024	2023	2022	2021
Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach
Dolphin Bay	Dolphin Bay	Dolphin Bay	Cottage Inn
Inn at the Pier	Inn at the Pier	Inn at the Pier	Dolphin Bay
Kon Tiki Motel	Kon Tiki Motel	Pismo Coast Village	Inn at the Pier
Pismo Coast Village	Oxford Suites	Pismo Lighthouse Suites	Pismo Coast Village
Pismo Lighthouse Suites	Pismo Coast Village	Pismo Shore Cliff	Pismo Lighthouse Suites
Sandcastle Inn	Pismo Shore Cliff	Sandcastle Inn	Pismo Shore Cliff
Seacrest Oceanfront Hotel	Sandcastle Inn	Seacrest Oceanfront Hotel	Sandcastle Inn
Shore Cliff Hotel	Seacrest Oceanfront Hotel	Spyglass Inn	Seacrest Oceanfront Hotel
Vespera on Ocean	Vespera on Ocean	Vespera on Ocean	Vespera on Ocean

Fiscal Year Ended June 30

2020	2019	2018	2017
Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach
Cottage Inn	Cottage Inn	Cottage Inn	Cottage Inn
Dolphin Bay Hotel	Dolphin Bay Hotel	Dolphin Bay Hotel	Dolphin Bay Hotel
Inn at the Pier	Inn at the Pier	Island Hospitality	Island Hospitality
Island Hospitality	Island Hospitality	Kon Tiki Motel	Kon Tiki Motel
Pismo Coast Village	Oxford Suites	Oxford Suites	Oxford Suites
Pismo Lighthouse Suites	Pismo Coast Village	Pismo Coast Village	Pismo Coast Village
Pismo Shore Cliff	Pismo Lighthouse Suites	Pismo Lighthouse Suites	Pismo Lighthouse Suites
Sandcastle Inn	Pismo Shore Cliff	Seacrest Motel	Seacrest Motel
Seacrest Oceanfront Hotel	Seacrest Oceanfront Hotel	Shorecliff Inn	Shorecliff Inn

Fiscal Year Ended June 30

2016	2015
Cliffs of Shell Beach	Cliffs of Shell Beach
Cottage Inn	Dolphin Bay Hotel
Dolphin Bay Hotel	Island Hospitality
Island Hospitality	Kon Tiki Motel
Kon Tiki Motel	Oxford Suites
Pismo Coast Village	Pismo Coast Village
Pismo Lighthouse Suites	Pismo Lighthouse Suites
Sandcastle Inn	Sandcastle Inn
Seacrest Motel	Seacrest Motel
Shorecliff Inn	Shorecliff Inn

Source: Principal Transient Occupancy Tax Payers provided by City of Pismo Beach records

Demographics

Population

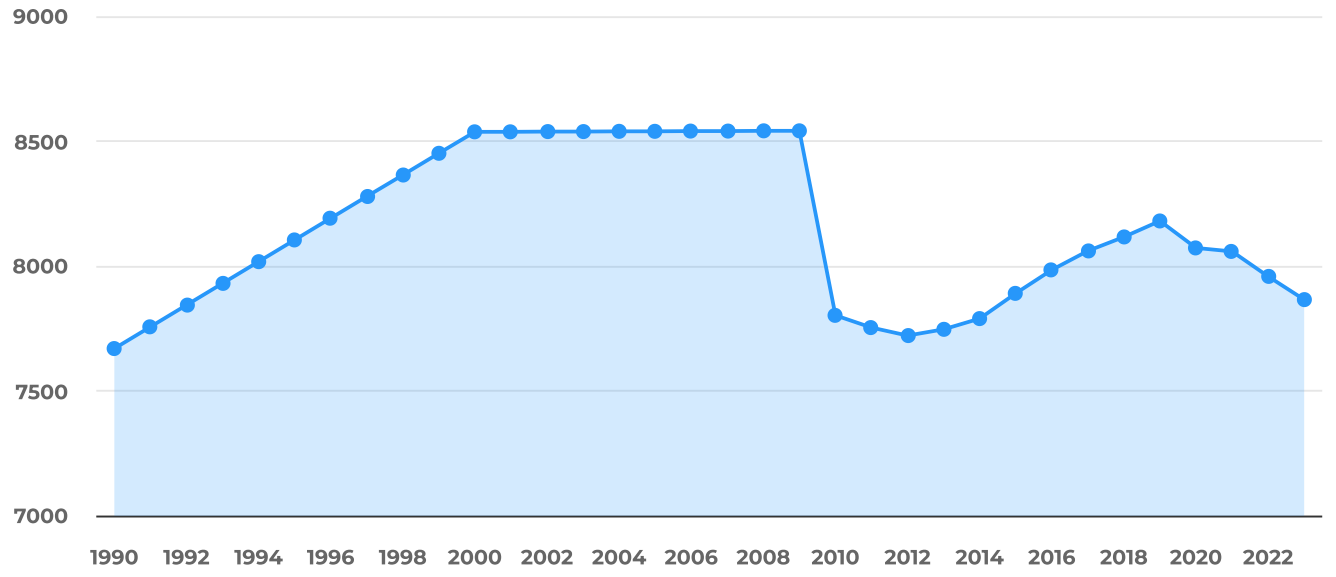
TOTAL POPULATION

7,865

-1.17%
vs. 2022

GROWTH RANK

395 out of **503** Municipalities in California



** Data Source: Client entered data for year 2023*

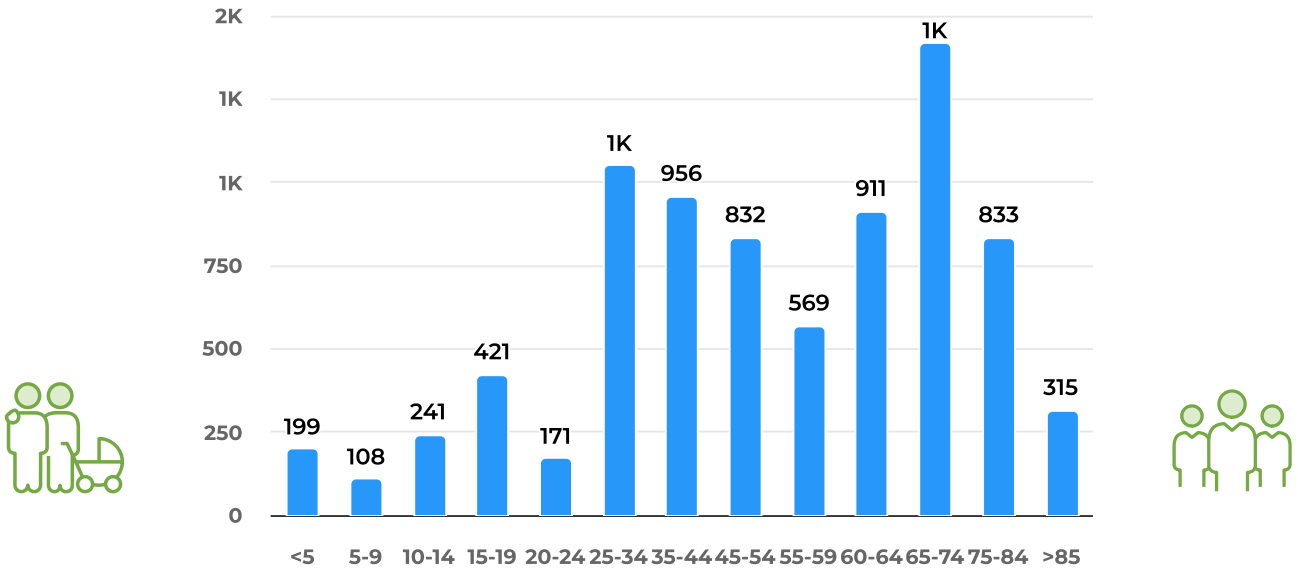
DAYTIME POPULATION

9,146

Daytime population represents the effect of persons coming into or leaving a community for work, entertainment, shopping, etc. during the typical workday. An increased daytime population puts greater demand on host community services which directly impacts operational costs.

** Data Source: American Community Survey 5-year estimates*

POPULATION BY AGE GROUP



Aging affects the needs and lifestyle choices of residents. Municipalities must adjust and plan services accordingly.

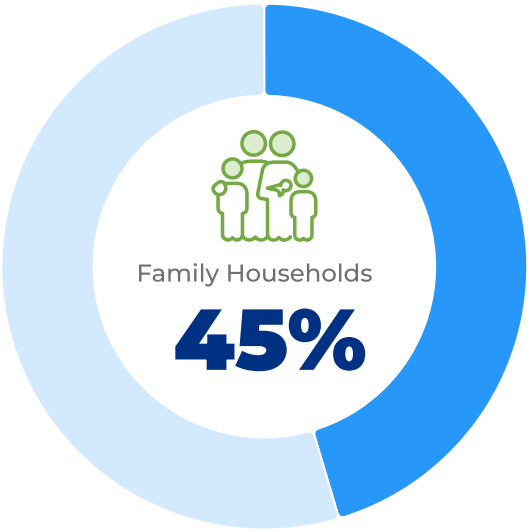
** Data Source: American Community Survey 5-year estimates*

Household

TOTAL HOUSEHOLDS

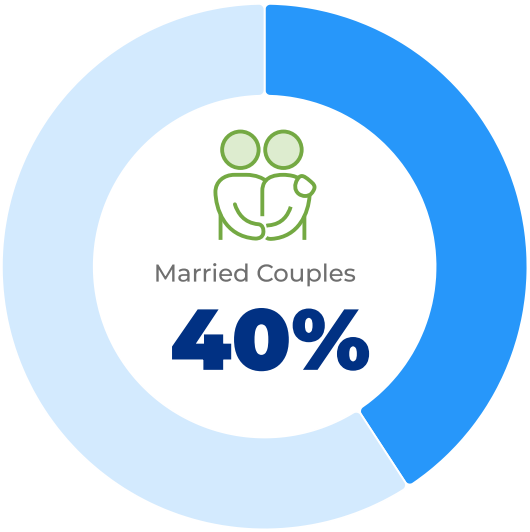
4,112

Municipalities must consider the dynamics of household types to plan for and provide services effectively. Household type also has a general correlation to income levels which affect the municipal tax base.



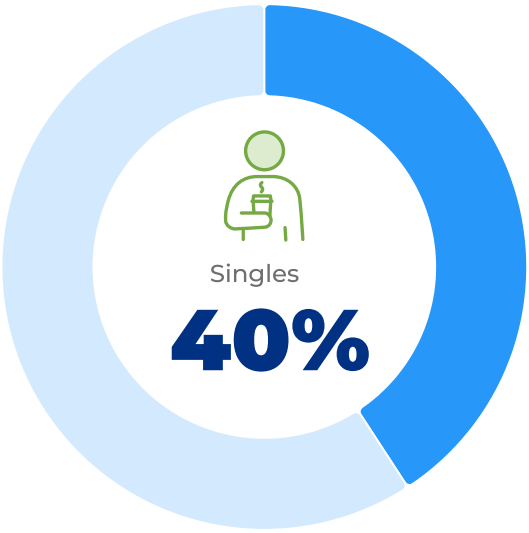
-6%

lower than state average



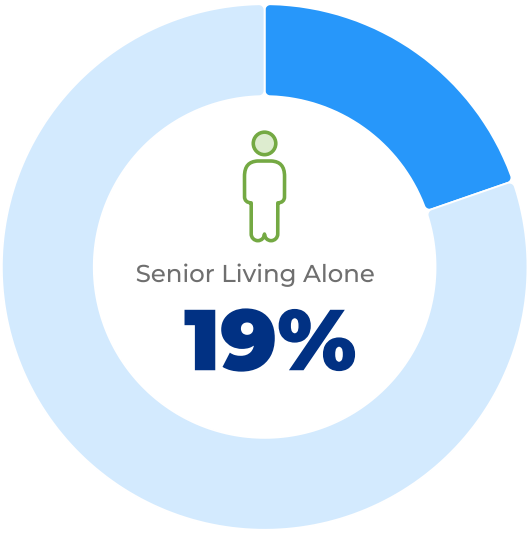
-17%

lower than state average



71%

higher than state average



50%

higher than state average

** Data Source: American Community Survey 5-year estimates*

Economic

Household income is a key data point in evaluating a community's wealth and spending power. Pay levels and earnings typically vary by geographic regions and should be looked at in context of the overall cost of living.



HOUSEHOLD INCOME

Above $200,000

21%

9.25%
higher than state average

Median income

$112,913

17.21%
higher than state average

Below $25,000

10%

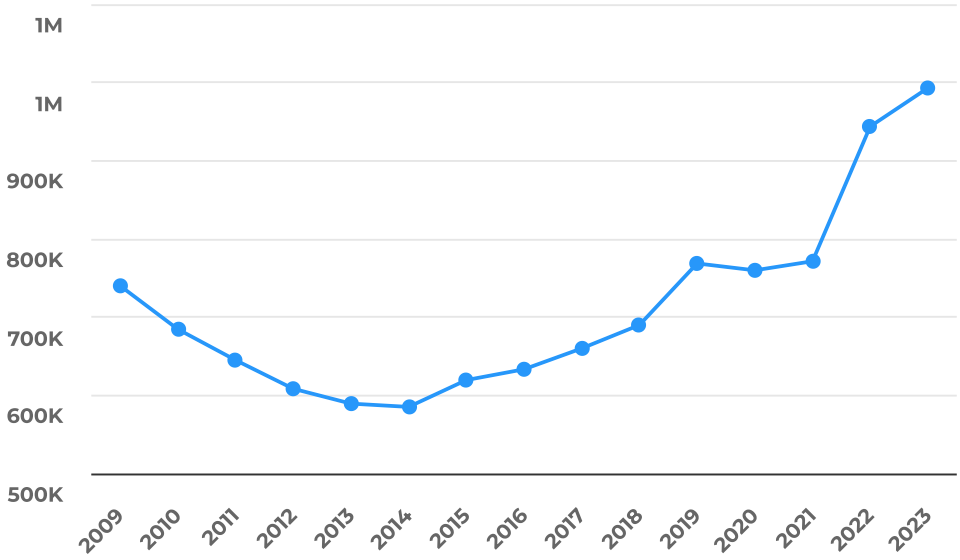
-20.39%
lower than state average

** Data Source: American Community Survey 5-year estimates*

Housing

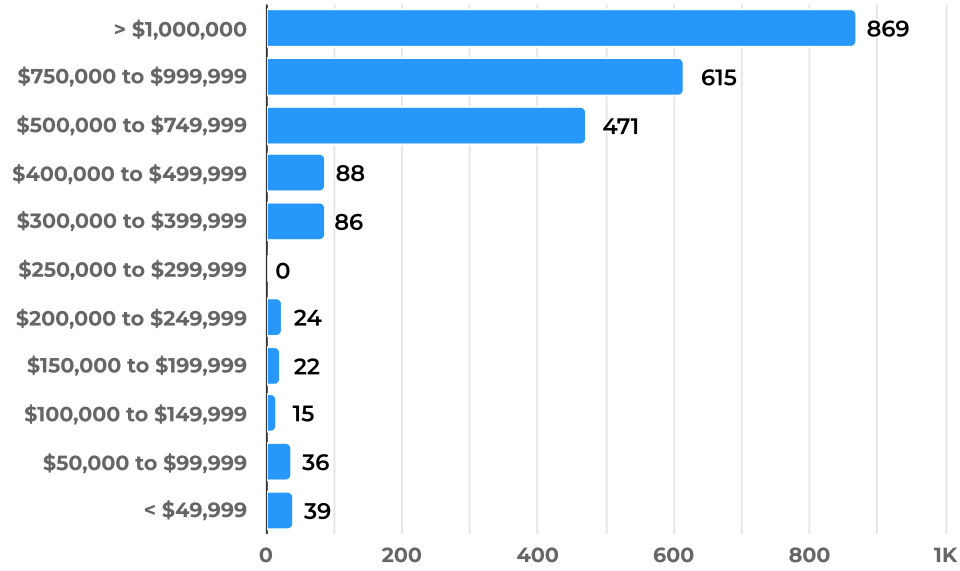
2023 MEDIAN HOME VALUE

$992,900



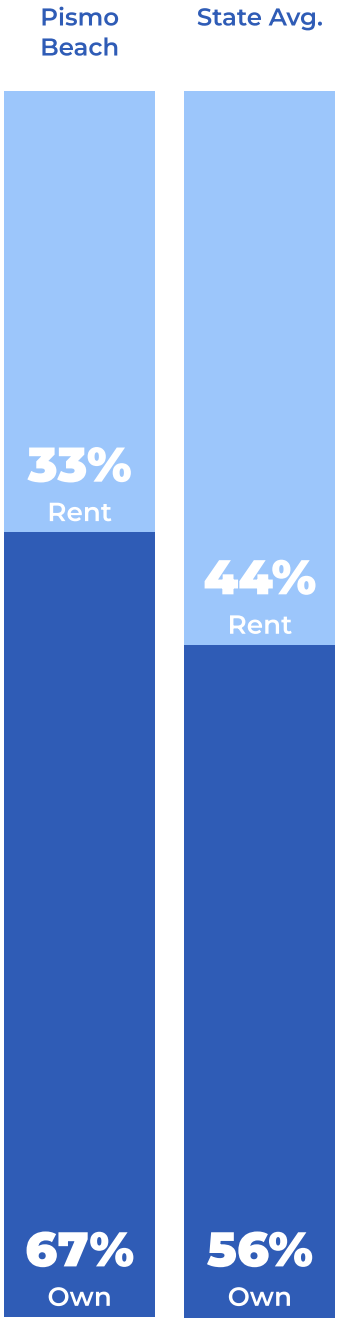
** Data Source: 2023 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.*

HOME VALUE DISTRIBUTION



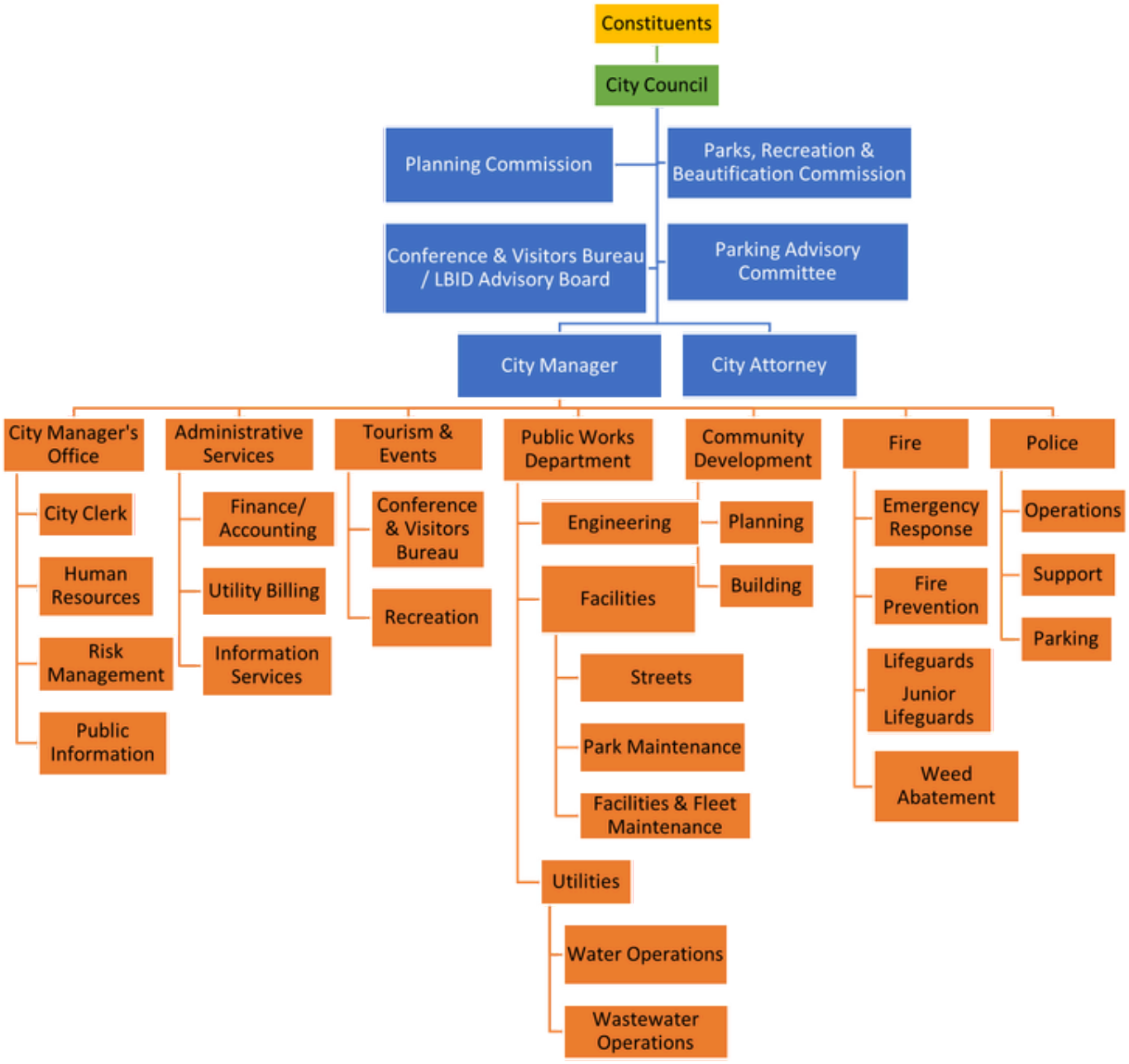
** Data Source: 2023 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.*

HOME OWNERS VS RENTERS



** Data Source: 2023 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.*

Organization Chart



Fund Structure

The funds listed in this document and included in this section in the following pages are subject to appropriation. Descriptions of the various funds are provided in the Fund Summary section.

Fund Types Definitions

Governmental Fund Types: The City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Governmental fund types include the General Fund, Special Revenue Funds, Capital Project Funds, and Debt Services Funds.

General Fund

The City's General Fund is the operating fund for general revenues and expenditures that are not assigned to a special purpose fund. Some of the General Fund expenditures are allocated to specific multi-year capital projects or purchase order contracts. The net of revenues less expenditures (excluding the portion for multi-year costs) is the year's operating surplus or deficit. This surplus or deficit contributes to the fund's ending unallocated fund balance, which can be used to support various one-time costs.

Special Revenue Funds

Special Revenue Funds are funds established by the City to collect certain revenues that must be used for special purposes. These funds provide an extra level of accountability and transparency to taxpayers that their tax dollars will go toward an intended purpose. The ending fund balances are not available for purposes other than those specified for that fund.

Capital Projects Funds

Capital Project Funds are established to account for the acquisition or construction of major capital facilities and other general capital outlays. The Capital Projects Fund (3001) includes all capital projects except for water and wastewater enterprise projects supported by various funding sources, including: General Fund, grants, federal and state highway funding, enterprise funds, and development fees. The other Capital Project Funds (3002-3201) include specific revenues to fund specific capital projects. The ending fund balances in this fund type are for specific capital projects and typically are not available for purposes other than those specified for that fund.

Debt Service Funds

Debt Service Funds are established to service principal and interest payments on short- and long-term debt. Sources of revenue for this fund type include loan proceeds and interest earnings. The ending fund balances are not available for other purposes except for debt service.

> *Corporate Entities*: As part of the Debt Service Funds, the City of Pismo Beach has a Public Financing Authority (Authority) and the Public Financing Agency (PFA2). These are legally separate corporate entities for which the City is financially accountable and they are governed by the elected City Council, acting as the Board of Directors in each case. The Authority and Corporation were formed to provide a method of financial public improvements. The City has identified the Authority in Fund 4001, Public Financing Authority Debt Service Fund with appropriations. The Corporation's budget is reflected in Fund 6401, the Pier Enterprise Fund.

Proprietary Fund Types: The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions reported as business-type activities. Internal service funds accumulate and allocate costs internally among the City's various functions.

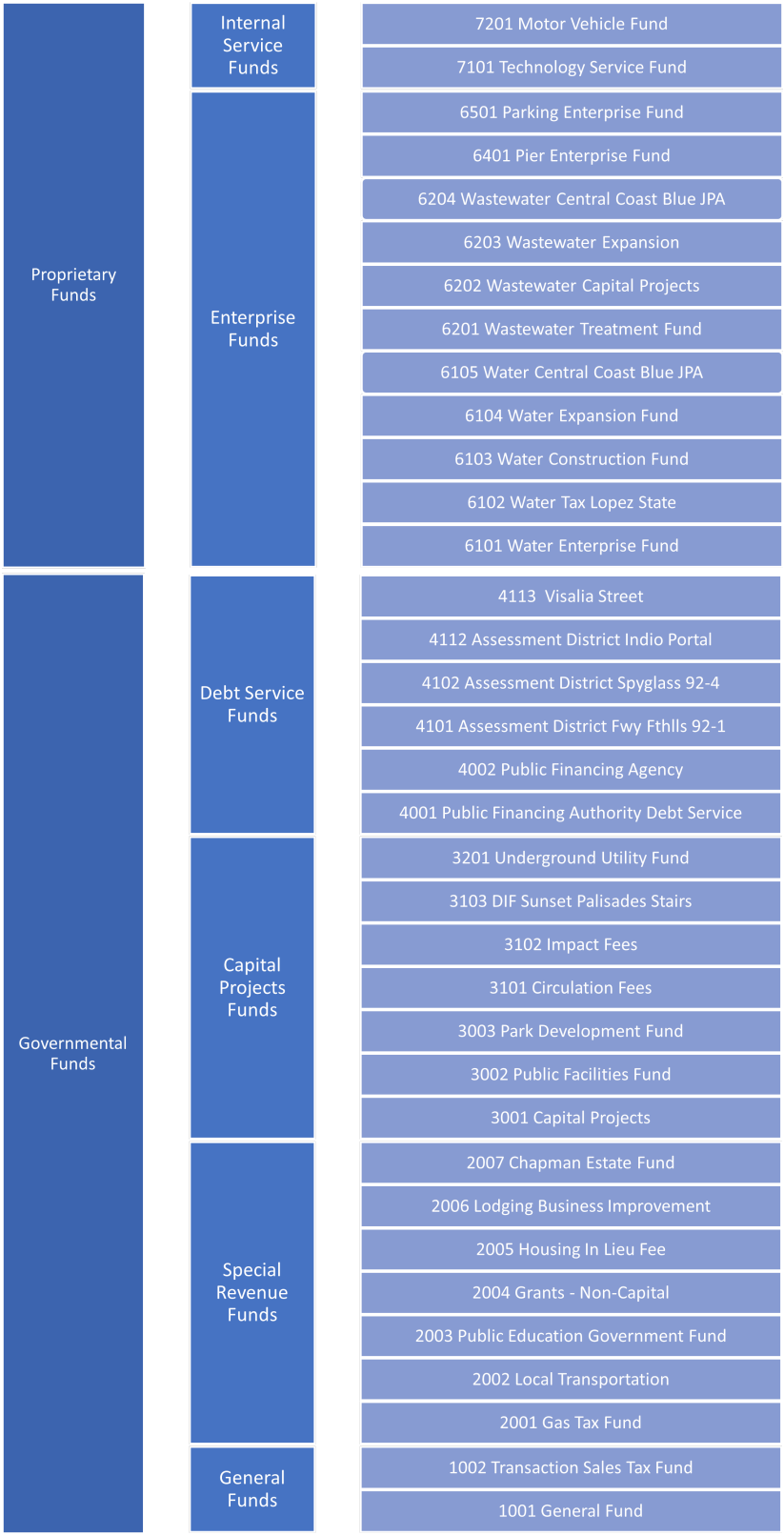
Enterprise Funds

Enterprise funds are used to account for operations similar to private business enterprises. Revenues are collected and used for a specific purpose and are self-sufficient. The ending fund balances are not available for purposes other than those specified for that fund.

Internal Service Funds

Internal service funds are used to account for the financing of goods and services supplied by one City department to other City departments. The Motor Vehicle Fund (7201) collects funds from various City Departments to fund the replacement costs of various vehicles. Once a vehicle needs to be replaced, the balance is used to purchase that vehicle. The ending fund balances are not available for other purposes except for those specified for that fund. The Technology Service Fund (7101) collects funds from various City departments to fund various ongoing and one-time technology services and projects.

Fund Type and Fund Relationship



Fund and Department Relationship Matrix

Fund	10 General Government	11 City Council	12 City Manager	13 Legal	15 Administrative Services	16 Tourism & Events	21 Police	22 Fire	30 Public Works	32 Central Coast Blue JPA	40 Community Development	50 Debt Service
1001 General Fund	x	x	x	x	x	x	x	x	x		x	x
1002 Transaction Sales Tax Fund	x								x		x	
2001 Gas Tax Fund	x								x			
2002 Local Transportation	x								x			
2003 Public Education Government Fund	x		x						x			
2004 Grants - Non-Capital	x						x					
2005 Housing In Lieu Fee	x										x	
2006 Lodging Business Improvement	x				x	x						
2007 Chapman Estate Fund	x				x	x			x		x	
3001 Capital Projects							x		x		x	x
3002 Public Facilities Fund	x								x			
3003 Park Development Fund	x								x			
3101 Circulation Fees	x								x		x	
3102 Impact Fees	x				x			x	x			
3103 DIF Sunset Palisades Stairs	x											
3201 Underground Utility Fund	x								x			
4001 Public Financing Authority Debt Service	x											x
4002 Public Financing Agency												x
4101 Assessment District Fwy Fthlls 92-1	x											x
4102 Assessment District Spyglass 92-4	x											
4112 Assessment District Indio Portal	x											x
4113 Visalia Street	x								x			
6101 Water Enterprise Fund	x				x				x			
6102 Water Tax Lopez State	x								x			
6103 Water Construction Fund	x								x			
6104 Water Expansion Fund	x											
6105 Water Central Coast Blue JPA	x									x		
6201 Wastewater Treatment Fund	x				x				x			x
6202 Wastewater Capital Projects	x								x			x
6203 Wastewater Expansion	x								x			
6204 Wastewater Central Coast Blue JPA	x									x		
6401 Pier Enterprise Fund	x								x			x
6501 Parking Enterprise Fund	x						x		x		x	
7101 Technology Service Fund	x				x							
7201 Motor Vehicle Fund	x								x			

Financial Policies

In preparing this budget, staff took its primary direction from the guidelines established in the City of Pismo Beach Fiscal Policies that were adopted in Resolutions R-1998-49, R-2007-038, R-2013-034, R-2017-021, and Ordinance O-2015-003, and are included on this Fiscal Policies section in the following pages. These policies and the other fiscal policies provided in this document were reviewed in detail and reaffirmed by the City Council on April 3, 2025. These fiscal policies help to ensure that the City achieves a balanced budget, where operating revenues meet or exceed operating expenditures.

The only change to the fiscal policies is that the contingency reserve of 1% of budgeted General Fund expenditures to be used for emergencies and other unanticipated expenditures at the direction of City Council is is increased to approximately 1.5% of budgeted General Fund operating expenditures in FY 2026 and in FY 2027, reflecting a total of $0.50 million each year to support unanticipated expenditures associated with several large capital projects that could experience cost overruns.

Fiscal Policies **(Resolutions R-1998-49, R-2007-038, R-2013-034, R-2017-021, and Ordinance O-2015-003)**

A Fiscal Policy is an adopted guideline that establishes goals for the allocation of public resources in the manner best suited to the efficient provision of services to residents and visitors within the city. While not all of the goals may be achievable in the current year, the existence of such goals will serve to guide the City Council in its decision-making.

The City of Pismo Beach has forged its fiscal policy out of the experiences of the early 1990s, when expenditures grew considerably beyond the City's revenue capability. This resulted in extensive lay-offs and service reductions throughout the municipal government. It is recognized that maintaining adequate cash reserves and providing ongoing maintenance of infrastructure and buildings are vital to sound fiscal management. The philosophy of this fiscal policy incorporates these goals.

Today, this Adopted Budget complies with these financial policies.

RESERVE POLICIES

- Establish and maintain a General Fund Reserve of 25% of budgeted expenditures in the General Fund. *Municipal Code Section 3.14.010 through 3.14.040*
- Establish and maintain a City Facility Reserve of $500,000 for improvements to City buildings and facilities, particularly if funds are not available in a given fiscal year. *Municipal Code Section 3.14.05 through 3.14.080*
- Establish and maintain a Risk Management Reserve to be used for unanticipated risk management costs, funded with $50 thousand per year, up to $250,000. *Municipal Code Section 3.14.090 through 3.14.120*
- Maintain a contingency reserve of 1% of budgeted General Fund expenditures to be used for emergencies and other unanticipated expenditures at the direction of City Council, provided that up to $100,000 of this reserve may be used at the direction of the City Manager. This $100,000 level is consistent with the City Manager's authority to approve expenditures up to $100,000 in the City's Purchasing Policy.
- Establish realistic levels of contribution to the Motor Vehicle Replacement Fund.

REVENUE POLICIES

- Maintain safety and liquidity while maximizing investment revenue. Refer to the City's Investment Policy for a comprehensive management of the City's financial resources.
- Annually consider reduction of long-term debt as a use of revenues.
- Establish the level of cost recovery desired from various fees for services.
- Review fees annually, establish actual costs and adjust and establish new fees as needed.

EXPENDITURE POLICIES

Infrastructure

- Contribute from the General Fund annually for the improvement of infrastructure.

New Services

- Add new services only when a need has been identified and when adequate resources for staffing and funding are demonstrably available in multi-year financial plans.

Public Safety

- Provide funding to maintain adequate levels of safety for residents of and visitors to Pismo Beach.

Water and Wastewater Funds

- Maintain adequate reserve funds for the construction and replacement of major capital facilities of the Water and Wastewater Funds by setting rates at levels sufficient to provide the necessary funding.

Facilities

- Plan for new facilities only if operating and maintenance costs for those facilities are fully recognized and taken into account in multi-year financial plans.
- Provide adequate routine maintenance each year to avoid the higher cost of deferred maintenance.

Operational Efficiencies

- Provide City services in the most cost-effective manner.
- Provide staffing levels that allow employees to respond promptly to service requests from the public.
- Utilize consultants and temporary help for special projects or peak workload periods.
- Utilize community expertise on a voluntary basis as appropriate.
- Ensure that fee-supported services are staffed appropriately to render the services for which customers have paid.
- Work through regional agencies to share costs for local programs whenever possible.

Employee Development

- Attract and retain competent employees for the City workforce by compensating employees fairly, providing adequate training opportunities, ensuring safe working conditions, and maintaining a professional work environment.

Economic Development

- Achieve organized, sustainable community development for the residents of Pismo Beach by providing a diverse economic base while preserving scenic beauty, small town charm, and historical assets.

Capital/Fixed Assets

- Capital Assets as defined by GASB include land, improvements to land, easements, building, building improvements, vehicles, machinery, equipment, works of art and historical treasures, infrastructure and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period. This definition and the City's Capital Assets Policy and Procedures are included in the City's Purchasing Policy.

DEBT MANAGEMENT POLICY

Debt Management Policy sets parameters for issuing debt and managing the City's debt portfolio, and provides guidance to decision makers.

Budget Process



Community Outreach

The two-year budget process began in October 2024 with a formal public outreach effort to engage the community and solicit ideas and input through the City's enhanced engagement initiative, *Pismo Voice*. *Pismo Voice* utilized a variety of means, including flyers in all utility bills; social media and other online notifications such as Facebook, Notify Me; online survey/Pismo Voice platform, and feedback through the City's website. Additionally, employees were able to collaborate by department to share their thoughts on what investments should be made. Based on this input, the City Council adopted several strategic goals and priorities that are funded in this budget.

Council Sets Goals

Following the community outreach efforts, this information was summarized into themes for the Council at its January 2025 City Council goal-setting and strategic planning session, where the public was invited to attend. In January 2025, the Council set the City's goals based on the fiscal outlook and public input. These goals and direction set a broad framework for the budget that has been developed. This year, the City Council set six City Goals. These City Goals are long-term goals that may be accomplished over several years. Key steps in moving forward with these City Goals are either already budgeted or are included in this two-year budget.

Budget Development

In late December, the City Manager issued budget instructions to all departments based on the revenue projections and anticipated City Goals. The Administrative Services Director sent out budget guideline instructions and forms on how to create a baseline budget. The baseline budget includes funding for the same level of staffing, supplies, materials and services previously budgeted, and increased only to account for known price increases and known salary and benefit costs. The baseline budget also allows for replacement, in-kind, of capital equipment.

Once the City's goals were set, department staff began to prepare their work plan budget requests (above baseline budget requests) to take steps to implement the City's goals and develop work plan budget requests for other priorities and initiatives. Any requests over the prior year's baseline budget must include justification for the increase.

By the end of February, departments submitted the baseline budget and work plan budget requests to the Administrative Services Department.

In March, Department Heads met with the City Manager and Administrative Services Director to review the baseline budget and all budget requests. The City Manager prioritized the work plan budget request items and capital projects and determined their funding level for inclusion in the adopted budget.

In March and April, the Administrative Services Department prepared and updated revenue projections for the budget years and reviewed these projections with the City Manager. Most revenues are not subject to direct City control. Sales tax and TOT are subject to economic cycles of businesses within the community, and are also affected by weather. Property tax revenue varies with real estate sales and building activity within the community, as do charges for services in the Public Works and Community Development Departments.

In April, the Administrative Services Department prepared the personnel salary and benefit budget estimates as determined by current bargaining units and Council-adopted resolutions which identify the current staffing levels approved for all City departments. The personnel budgets were reviewed with each Department to make sure the number of positions were budgeted accordingly and accounted for correctly. Also in April, the City Council held a public budget workshop to review work plan items to implement Council goals and departments' budget year work plans. At this meeting, the Council reaffirmed the City's fiscal policies and provided initial comments to City staff.

Proposed Budget

During May, the Administrative Services Department prepared a summary budget document which was reviewed by all Department Heads and the City Manager, and then submitted to the City Council. In mid-May, the Council held a public budget workshop to review the proposed budget status and review and consider approval of the above base items.

Adopted Budget

The Council adopted the budget on June 3, for implementation to begin on July 1, the first day of the new fiscal year.

Budget Timeline

- **January 21, 2023**
  City Council Goal-Setting and Strategic Planning Session open to the public; City Council receives fiscal outlook for current year and future budget years; Council sets goals based on community outreach feedback and fiscal outlook; Departments develop work plan budget requests to implement Council goals and other program enhancements; Departments submit budget to Administrative Services Department
- **October 1, 2024**
  City of Pismo Beach public outreach efforts to solicit feedback on City's goals and priorities; Outreach efforts branded Pismo Voice, flyers mailed in utility bills, social media, online survey/Pismo Voice platform, and feedback through the City's website; City Manager issues budget instructions
- **March 3, 2025**
  Department Heads meet with the City Manager and Administrative Services Director to review the baseline budget and all budget requests; City Manager selects work plan budget request items and capital projects that will be recommended to the City Council for inclusion in the budget
- **April 3, 2025**
  Administrative Services Department prepares and updates revenue projections for budget years for City Manager review; Administrative Services Department prepares personnel salary and benefit budget estimates based on current union contracts and benefit rates; City Council holds public budget workshop to review Department budgets, review fiscal policies, and provides initial feedback to City Manager on budget
- **May 13, 2025**
  City Manager presents the Proposed Budgets to City Council; City Council holds public budget workshop to review Proposed Budgets and fund non-profit agency requests
- **June 3, 2025**
  City Council adopts two-year budget, effective July 1, 2025

Budget Format

The City Council of Pismo Beach is presented with its twelfth two-year budget. The primary reason the City adopts a two-year budget is that it forces the City to look beyond the current year and attempt to alleviate any shortfalls that may be present in the future. In addition, a two-year budget allows the City to account for uncertainties in the statewide economic forecast. The two-year budget also saves time and energy for staff, as well as money. The two-year budget, as it stands, is in reality two distinct “one-year” budgets: one for July 1, 2025 through June 30, 2026 and one for July 1, 2026 through June 30, 2027. Periodically, a mid-year or mid-cycle budget review will be held to determine if any significant changes in circumstances have occurred that would warrant deviation from the budget for the next year. During the mid-cycle budget review, of particular interest will be any deviations in budget projections such as changes in the economy, new state or federal mandates, a possible change in key revenue sources, or possible increases in base expenses.

As in prior years, narrative descriptions of each budget activity are presented along with highlights of the past two fiscal years' (FY 2024 and FY 2025) work program accomplishments and highlights of work programs included within the base budgets for the coming two years. For each budget activity, line item information is presented in summary form by object-of-expense category, followed by work program details for the current year and for each of the next two years combined which is all preceded by a description of the activity. Council-adopted additions above the base budget are included in the expenditure line items.

Workload information for each department is provided to the City Council in monthly activity reports throughout the year. Reference to the most recent activity reports is recommended should there be workload questions.

Budgeted Funds vs. Audited Financial Statements

The audited financial statements include a fiduciary fund that is a private-purpose trust fund to account for assets held in trust for retired employees' health care. This fund is not subject to appropriation and is not included in this budget document.

Budget Award

California Society of Municipal Finance Officers (CSMFO) Budget Award

The California Society of Municipal Finance Officers (CSMFO) presented its Operating Budget Excellence Award to the City of Pismo Beach, California for its biennial budget for FY 2024 and FY 2025. In order to receive this award, a governmental unit must publish a budget document that meets the CSMFO's operating budget Excellence requirements, including meeting 20 mandatory requirements for the Meritorious Award plus at least 21 of 23 of the optional requirements for the Excellence award.



Basis of Budgeting

The City's governmental funds are maintained on the modified accrual basis of accounting in which revenues are recognized in the accounting period they become measurable and available. Expenditures are recognized in the period in which the liability is incurred, if measurable, except non-matured principal and interest in general obligation debt which is recognized when due.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and become measurable; expenses are recognized when they are incurred if measurable.

The budget document is presented on the same basis, with the exception of long-term assets and debts, which are shown on a cash basis.

Budget Goals

The budget goals are to maintain a balanced budget with revenues exceeding or equal to expenditures for all ongoing operations. This goal is met as the Adopted Budget is structurally balanced for both years. Unassigned fund balances are to be used only for capital outlay or other non-recurring items.

The Adopted Budget includes a 25% General Fund Reserve in FY 2026 and FY 2027. The Council has also adopted a policy of appropriating 1% as a contingency reserve. This year, the Council appropriated 1.5% of budgeted General Fund operating expenditures in FY 2026 and in FY 2027, reflecting a total of $0.50 million each year to support several large capital projects that could experience cost overruns.

This budget maintains the $250 thousand Risk Management Reserve and maintains the $500 thousand City Facility Reserve. The adopted budgets include setting aside $2.0 million in FY 2026 and FY 2027 of the General Fund unassigned fund balance for a Budget Stabilization set-aside. This set-aside allows the City to manage a potential economic downturn by drawing down from the set-aside.

Budget Approach and Options

Balanced budgets are adopted for every fund for both years. For the major operating funds, the General Fund, Water and Wastewater Enterprise Funds, and the Motor Vehicle Operations Fund, the adopted base budgets continue current operations at the same levels as in FY 2025.

The City Council is presented with several recommended additions to the base operating budgets and a number of capital improvement projects. Sufficient revenues and/or uncommitted fund balances are available in each fund to cover the costs of the recommended additions to the base budget and the adopted capital improvement projects.

Because of ongoing funding limitations, the limited availability of staff time to manage and administer new programs and projects, and a concern for financial stability in future years, not all proposed additions to the base budget, and not all projects identified in the Capital Improvement Plan, could be included in the FY 2026 and FY 2027 budgets.

Level of Budgetary Control

After the Council approves the budget, it has been general practice that during the year, Department Heads may transfer appropriations between maintenance and operations line items within their departments. However, the number of authorized personnel cannot be increased, and appropriations for employee services and capital outlay cannot be transferred to operations except with City Council approval. The City Manager may transfer appropriations between departments so long as total appropriations within a fund are not increased. Total appropriations within a fund may be increased only with Council approval. After proper approval, any such changes would be recorded as revisions to the budget.

Adopted Budget Resolution

RESOLUTION NO. R-2025-034

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PISMO BEACH, CALIFORNIA ADOPTING BIENNIAL BUDGETS FOR THE CITY OF PISMO BEACH FOR FISCAL YEAR 2026 AND FISCAL YEAR 2027: JULY 1, 2025 THROUGH JUNE 30, 2027

WHEREAS, beginning in October 2024, the City Council began efforts to solicit the community's input to help shape the Council's goals for the upcoming Fiscal Year (FY) 2026 and FY 2027 budgets; the Council received input through the City's goal-setting outreach program called "Pismo Voice," including flyers in all utility bills; social media, and other online notifications such as Facebook, Next Door, Notify Me, online survey/Pismo Voice platform, and feedback through the City's website; and

WHEREAS, after receiving the community's ideas, the Council heard an informational item on January 21, 2025 to discuss the status of the current goals; and

WHEREAS, on January 24, 2025, the Council took the consolidated results collected from the community outreach efforts and established six City Goals; and

WHEREAS, staff developed work plan budget items to implement the City Goals as well as other important initiatives to improve services to the public and maintain and improve the City's infrastructure; and

WHEREAS, on April 3, 2025, the City Council conducted a public workshop on the proposed budgets for FY 2026 and FY 2027, including a review of the City's fiscal policies, General Fund reserves, an overview of the proposed budget, current projects in progress, Council goals, department initiatives, position changes, and proposed vehicle purchases; at that meeting, the City Council affirmed: the City's fiscal policies; staff's proposed appropriations for Council goals, with direction to staff for modifications; position changes; department initiatives; and vehicle purchases; and

WHEREAS, on May 13, 2025, the Council held a Special Budget Workshop on the proposed biennial budgets for FYs 2026 and 2027. At this meeting, staff presented a summary of the proposed budgets and work plans to the Council, and the Council heard public comments and outside agency funding requests; the Council provided direction for the final budgets and to return with the final budget resolution on June 3, 2025.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Pismo Beach hereby appropriates from the specified City Funds, the amounts set forth for the departments, activities, programs, and projects as listed in **Exhibit A** attached hereto and by this reference made a part hereof.

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BE IT FURTHER RESOLVED that the City Council of the City of Pismo Beach hereby sets aside previously appropriated funds for projects and encumbrances carried forward from previous years, and not yet completed.

UPON MOTION OF Council Member Newton, seconded by Council Member Inman, the foregoing resolution was adopted by the City Council of the City of Pismo Beach this 3rd day of June 2025, by the following vote:

AYES:	**5**	**Newton, Inman, Guthrie, Reiss, Waage**
NOES:	**0**	
ABSENT:	**0**	
ABSTAIN:	**0**	
RECUSED:	**0**	

Approved:

DocuSigned by:
Ed Waage
ED5824E053144A9...

Ed Waage, Mayor

Attest:

DocuSigned by:
1F3729F7C9824AA...

Erica Inderlied, City Clerk

IN WITNESS WHEREOF, I have hereunto set my hand and official seal of the City of Pismo Beach on 6/5/2025.

DocuSigned by:
1F3729F7C9824AA...

Erica Inderlied, City Clerk

CITY OF PISMO BEACH INCORPORATED ATTESTED Jun 5, 2025 APR. 25, 1946 STATE OF CALIFORNIA

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Exhibit A

Table A: City of Pismo Beach General Fund Budgets for FY 2026 and FY 2027

General Fund	FY 2026	FY 2027
Administrative Services	$ 1,504,235.27	$ 1,535,266.27
City Council	298,814.00	298,961.00
City Manager	1,701,330.50	1,747,404.50
Conference & Visitors Bureau	936,298.04	943,105.04
Debt Service	2,887,884.32	2,881,762.88
General Government	2,256,936.30	2,595,999.10
Legal	547,000.00	547,000.00
Subtotal Administrative	***$ 10,132,498.43***	***$ 10,549,498.79***
Fire	4,318,176.88	4,466,644.88
Junior Lifeguards	68,918.00	68,918.00
Lifeguards	457,991.00	456,224.00
Police	9,355,731.00	9,537,377.00
Weed Abatement	31,500.00	31,500.00
Subtotal Public Safety	***$ 14,232,316.88***	***$ 14,560,663.88***
Building	1,005,245.70	1,027,457.70
Planning	1,391,202.48	1,416,691.48
Recreation	1,082,594.35	1,096,391.35
Subtotal Community Development	***$ 3,479,042.53***	***$ 3,540,540.53***
Engineering	1,305,651.74	1,323,896.74
Government Buildings	1,018,727.60	1,059,372.60
Parks	2,098,171.80	2,189,416.80
Streets	989,574.56	1,005,339.56
Subtotal Public Works	***$ 5,412,125.70***	***$ 5,578,025.70***
Subtotal General Fund Operations	***$ 33,255,983.54***	***$ 34,228,728.90***
Work Plan One-time items	2,588,351.00	1,585,084.00
Work Plan Ongoing items	623,625.00	387,338.00
Subtotal Work Plans	***$ 3,211,976.00***	***$ 1,972,422.00***
General Fund Contingency	500,000.00	500,000.00
General Fund Reserve	511,534.60	16,400.34
Subtotal Contingency/Reserves	***$ 1,011,534.60***	***$ 516,400.34***
Non-Profit Agency Contributions	66,500.00	-
Total General Fund	**$ 37,545,994.14**	**$ 36,717,551.24**
Less Transfer to Other Funds	(4,167,392.32)	(4,167,695.88)
Total General Fund Less Transfers	**$ 33,378,601.82**	**$ 32,549,855.36**

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Exhibit A

Table B: City of Pismo Beach Other Funds Budgets for FY 2026 and FY 2027

Fund Title	Expenditure Type	FY 2026	FY 2027
Transaction Sales Tax Fund	Purchase Professional Services	$ -	$ 14,000.00
	Transfer Out to General Fund	161,600.00	29,870.00
	Transfer Out to Special Revenue	2,595,860.00	4,700,000.00
Transaction Sales Tax Fund Total		***$ 2,757,460.00***	***$ 4,743,870.00***
Gas Tax Fund	Other Expenses	2,358.00	2,429.00
	Transfer Out to General Fund	140,000.00	140,000.00
Gas Tax Fund Total		***$ 142,358.00***	***$ 142,429.00***
Local Transportation	Other Expenses	895.00	985.00
Local Transportation Total		***$ 895.00***	***$ 985.00***
Public Education Government Fund	Operations & Maintenance	10,000.00	10,000.00
	Other Expenses	4,123.00	4,247.00
Public Education Government Fund Total		***$ 14,123.00***	***$ 14,247.00***
Grants - Non-Capital	Other Expenses	943.00	971.00
	Transfer Out to General Fund	150,000.00	150,000.00
Grants - Non-Capital Total		***$ 150,943.00***	***$ 150,971.00***
Housing In Lieu Fee	Purchase Professional Services	27,570.00	150,000.00
	Other Expenses	1,409.00	1,451.00
	Other Financing Uses	4,759,200.00	-
Housing In Lieu Fee Total		***$ 4,788,179.00***	***$ 151,451.00***
Lodging Business Improvement District (LBID)	Salaries & Wages	38,880.00	38,880.00
	Benefits	3,977.18	3,983.18
	Purchase Professional Services	130,166.00	130,166.00
	Other Purchased Services	1,235,227.00	1,235,227.00
	Operations & Maintenance	70,500.00	70,500.00
	Other Expenses	134,427.00	146,127.00
	Other Financing Uses	130,000.00	100,000.00
	Transfer Out to General Fund	1,075,000.00	275,000.00
	Transfer Out to Special Revenue	60,000.00	600,000.00
	Transfer Out to Internal Service	100,000.00	-
LBID Total		***$ 2,978,177.18***	***$ 2,599,883.18***
Chapman Estate Fund	Purchase Professional Services	1,000.00	1,000.00
	Other Purchased Services	15,590.00	16,460.00
	Operations & Maintenance	39,200.00	38,700.00
	Other Expenses	484.00	494.00
Chapman Estate Fund Total		***$ 56,274.00***	***$ 56,654.00***

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Exhibit A

Fund Title	Expenditure Type	FY 2026	FY 2027
Capital Projects	Capital Outlay	6,140,000.00	4,940,000.00
Capital Projects Total		***$ 6,140,000.00***	***$ 4,940,000.00***
Park Development Fund	Other Expenses	6,579.00	7,237.00
Park Development Fund Total		***$ 6,579.00***	***$ 7,237.00***
Circulation Fees	Other Expenses	42.00	43.00
Circulation Fees Total		***$ 42.00***	***$ 43.00***
Impact Fees	Other Expenses	941.00	969.00
Impact Fees Total		***$ 941.00***	***$ 969.00***
Public Financing Agency	Debt Service	3,089,818.14	3,082,342.87
Public Financing Agency Total		***$ 3,089,818.14***	***$ 3,082,342.87***
	Total Other Funds	**$ 20,125,789.32**	**$ 15,891,082.05**
	Less Transfers to Other Funds	(4,282,460.00)	(5,894,870.00)
	Total Other Funds Less Transfers	**$ 15,843,329.32**	**$ 9,996,212.05**

Docusign Envelope ID: 6DC02DF2-B5EE-4878-869B-BE20EE3B75FC

Exhibit A

Table C: City of Pismo Beach Enterprise Funds Budget for FY 2026 and FY 2027

Fund Title	Expenditure Type	FY 2026	FY 2027
Water Enterprise Fund	Salaries & Wages	$ 615,554.58	$ 624,204.58
	Benefits	384,437.97	393,639.97
	Purchase Professional Services	1,883,409.00	2,209,990.00
	Other Purchased Services	406,869.00	433,731.00
	Operations & Maintenance	381,924.00	490,842.00
	Other Expenses	734,408.00	756,249.00
	Capital Outlay	83,000.00	83,000.00
	Other Financing Uses	15,000.00	15,000.00
	Transfer Out to Enterprise Fund	695,000.00	4,920,000.00
	Transfer Out to Internal Service	144,295.00	77,295.00
Water Enterprise Fund Total		***$ 5,343,897.55***	***$ 10,003,951.55***
Water Tax Lopez State	Purchase Professional Services	2,297,202.00	2,439,652.00
Water Tax Lopez State Total		***$ 2,297,202.00***	***$ 2,439,652.00***
Water Construction Fund	Reserve	200,000.00	200,000.00
	Capital Outlay	195,000.00	4,020,000.00
Water Construction Fund Total		***$ 395,000.00***	***$ 4,220,000.00***
Water Central Coast Blue JPA	Purchase Professional Services	6,600.00	-
Water Central Coast Blue JPA Total		***$ 6,600.00***	***$ -***
Wastewater Treatment Fund	Salaries & Wages	750,012.58	776,049.58
	Benefits	419,182.51	429,446.51
	Purchase Professional Services	158,358.00	191,990.00
	Other Purchased Services	561,145.18	602,387.38
	Operations & Maintenance	847,150.00	981,129.00
	Other Expenses	1,491,659.00	1,529,646.00
	Capital Outlay	120,800.00	120,800.00
	Debt Service	720,308.71	111,049.26
	Transfer Out to Debt Service	282,020.08	274,887.34
	Transfer Out to Enterprise Fund	2,531,000.00	931,000.00
	Transfer Out to Internal Service	176,221.00	109,221.00
Wastewater Treatment Fund Total		***$ 8,057,857.06***	***$ 6,057,606.07***
Wastewater Capital Projects	Reserve	131,000.00	131,000.00
	Capital Outlay	2,400,000.00	800,000.00
Wastewater Capital Projects Total		***$ 2,531,000.00***	***$ 931,000.00***
WW Central Coast Blue JPA	Purchase Professional Services	13,400.00	-
WW Central Coast Blue JPA Total		***$ 13,400.00***	***$ -***

Docusign Envelope ID: 6DC02DF2-B5EE-4878-869B-BE20EE3B75FC

Exhibit A

Fund Title	Expenditure Type	FY 2026	FY 2027
Pier Enterprise Fund	Other Purchased Services	26,596.00	30,156.00
	Operations & Maintenance	90,000.00	106,000.00
Pier Enterprise Fund Total		***$ 116,596.00***	***$ 136,156.00***
Parking Enterprise Fund	Salaries & Wages	301,952.00	304,668.00
	Benefits	79,563.00	80,571.00
	Purchase Professional Services	13,488.00	13,133.00
	Other Purchased Services	37,745.00	37,345.00
	Operations & Maintenance	99,442.00	100,250.00
	Other Expenses	543,451.00	540,156.00
	Capital Outlay	328,000.00	348,000.00
	Transfer Out to General Fund	660,000.00	660,000.00
	Transfer Out to Internal Service	26,366.00	26,366.00
Parking Enterprise Fund Total		***$ 2,090,007.00***	***$ 2,110,489.00***
	Total Enterprise Funds	**$ 20,851,559.61**	**$ 25,898,854.62**
	Less Transfers to Other Funds	(4,514,902.08)	(6,998,769.34)
	Total Enterprise Funds Less Transfers	**$ 16,336,657.53**	**$ 18,900,085.28**

Docusign Envelope ID: 6DC02DF2-B5EE-4878-869B-BE20EE3B75FC

Exhibit A

Table D: City of Pismo Beach Internal Service Funds for FY 2026 and FY 2027

Fund Title	Expenditure Type	FY 2026	FY 2027
Technology Service Fund	Salaries & Wages	$ 227,936.00	$ 231,619.00
	Benefits	72,080.24	72,647.24
	Purchase Professional Services	257,470.00	107,470.00
	Other Purchased Services	1,042,779.76	1,057,766.76
	Operations & Maintenance	272,908.00	260,288.00
	Capital Outlay	487,000.00	52,000.00
Technology Service Fund Total		***$ 2,360,174.00***	***$ 1,781,791.00***
Motor Vehicle Fund	Salaries & Wages	116,509.00	122,105.00
	Benefits	81,724.38	85,472.38
	Other Purchased Services	13,020.00	13,020.00
	Operations & Maintenance	519,910.25	534,622.00
	Other Expenses	16,813.00	13,134.00
	Capital Outlay	413,000.00	307,430.00
Motor Vehicle Fund Total		***$ 1,160,976.63***	***$ 1,075,783.38***
	Total Internal Services Funds	**$ 3,521,150.63**	**$ 2,857,574.38**
	Less Transfers to Other Funds	-	-
	Total Internal Services Funds Less Transfers	**$ 3,521,150.63**	**$ 2,857,574.38**

Docusign Envelope ID: 6DC02DF2-B5EE-4878-869B-BE20EE3B75FC

Exhibit A

Table E: City of Pismo Beach All Funds Expenditures for FY 2026 and FY 2027

All City Funds, including Central Coast Blue JPA Funds

	FY 2026	FY 2027
Total All Expenditure Appopriations	**$ 81,532,959.10**	**$ 81,348,661.95**
Less Transfers to Other Funds	(12,964,754.40)	(17,061,335.22)
Total All Expenditure Appopriations Less Transfers	**$ 68,568,204.70**	**$ 64,287,326.73**

Central Coast Blue JPA Funds

	FY 2026	FY 2027
Total All Expenditure Appopriations	**$ 20,000.00**	**$ -**
Less Transfers to Other Funds	-	-
Total All Expenditure Appopriations Less Transfers	**$ 20,000.00**	**$ -**

All City Funds, excluding Central Coast Blue JPA Funds

	FY 2026	FY 2027
Total All Expenditure Appopriations	**$ 81,512,959.10**	**$ 81,348,661.95**
Less Transfers to Other Funds	$ (12,964,754.40)	$ (17,061,335.22)
Total All Expenditure Appopriations Less Transfers	**$ 68,548,204.70**	**$ 64,287,326.73**

Docusign Envelope ID: 6DC02DF2-B5EE-4878-869B-BE20EE3B75FC

Exhibit A

Table F: City of Pismo Beach Revenue Budget for FY 2026 and FY 2027

Fund Title	FY 2026	FY 2027
General Fund	$ 39,474,939.96	$ 39,517,378.52
Transaction Sales Tax Fund	63,717.00	63,717.00
Gas Tax Fund	449,988.00	449,988.00
Local Transportation	182,037.00	182,037.00
Public Education Government Fund	37,058.00	37,058.00
Grants - Non-Capital	150,086.00	150,086.00
Housing In Lieu Fee	4,762,144.00	12,144.00
Lodging Business Improvement	2,776,328.00	2,872,328.00
Chapman Estate Fund	56,000.00	57,000.00
Capital Projects	6,186,357.00	4,986,357.00
Park Development Fund	51,186.00	51,186.00
Circulation Fees	311.00	311.00
Impact Fees	12,246.00	12,246.00
Public Financing Agency	3,089,818.14	3,082,342.88
Water Enterprise Fund	6,292,681.00	6,538,681.00
Water Tax Lopez State	2,025,143.00	2,425,143.00
Water Construction Fund	421,803.00	4,246,803.00
Water Expansion Fund	25,086.00	25,086.00
Water Central Coast Blue JPA	7,814.00	4,250.00
Wastewater Treatment Fund	6,139,112.26	6,314,758.34
Wastewater Capital Projects	2,532,176.00	932,176.00
Wastewater Expansion	61,970.00	61,970.00
WW Central Coast Blue JPA	16,059.00	8,823.00
Pier Enterprise Fund	118,582.00	130,750.00
Parking Enterprise Fund	3,287,454.00	3,337,454.00
Technology Service Fund	2,360,174.00	1,781,791.00
Motor Vehicle Fund	2,122,432.00	2,002,812.00
Total Revenue Appropriations	**$ 82,702,702.36**	**$ 79,284,676.74**
Less Transfers In from Other Funds	(12,964,754.40)	(17,061,335.22)
Total All Funds Revenues Less Transfers	**$ 69,737,947.96**	**$ 62,223,341.52**

Key Assumptions

In general, the adopted two-year budget includes several key assumptions.

Revenue Assumptions

- Operating revenues are projected based on historical revenue collections, known rate changes, consumer price index inflation, and estimated economic factors.
- This budget assumes conservative increases in the City's major revenue sources: water and wastewater rates, TOT, property tax, and sales tax. Details of water and wastewater revenues are provided in the All Funds Operating Revenues section, which includes proposed rate changes in January 2026 and January 2027. Details of the remaining revenues and assumptions are provided in the General Fund Revenues section. Included in these key General Fund revenues is the inclusion of an additional 0.5% for transaction Sales and Use tax revenues based on a voter approved 1% (Measure F-24) effective April 1, 2025, which increases transaction sales tax revenues by double.

Expenditure Assumptions

- The Budget includes the following personnel cost assumptions:
- Salaries and wages:
  - Increases to reflect projected merit increases
  - Assumes all positions are filled
- Benefit increases:
  - Medical insurance assumes no change in City contributions
  - Dental, vision, and life insurance increase to reflect no additional increases based on historical actual increases
  - Workers' compensation rates remained the same as FY 2025 to support the FY 2026 and FY 2027 workers' compensation premium costs
  - CalPERS rate changes based on data provided by PERS Actuarial Reports as of June 30, 2023. The City provides retirement benefits for full-time employees through CalPERS. The City has three retirement plans, each with two to three benefit tiers. The third tier is also often referred to as the California Public Employees' Pension Reform Act (PEPRA) tier. The following two tables provide the rates as of June 30th of each fiscal year as projected by CalPERS and are included in this two-year budget. The variable rates are multiplied by the employee's salary and equal the employee's contribution toward their retirement benefits. The fixed cost amounts are flat contribution amounts that go toward paying down the City's unfunded liability.

    Each tier within each plan calls for a different employer and employee cost, with the 1st tier costing the most and the 3rd tier, or the PEPRA tier, costing the least to the employer. The employees all contribute the same amount depending on their plan (Miscellaneous tier 1 and 2 employees contribute 8.0%, and Miscellaneous PEPRA employees contribute 9.5% of their salary to their retirement. Safety Police tier 1 and 2 employees contribute 12.0%, and Safety Police PEPRA employees contribute 14.25% of their salary to their retirement).

    The following tables reflect the CalPERS rates for Miscellaneous and Public Safety employees for each fiscal year.

FY 2026 CalPERS Cost

Plan	City Normal Cost Rate	Employee Pick-up	City Rate	Employee Rate	City Unfunded Liability Payment	Benefit
Miscellaneous - T1	14.18%	0.00%	14.18%	8.00%	$ 984,003	2.5% at age 55
Miscellaneous - T2	10.19%	1.00%	9.19%	8.00%	$ 19,130	2.0% at age 60
Miscellaneous - T3 (PEPRA)	7.96%	1.75%	6.21%	9.50%	$ 31,528	2.0% at age 62
Police - T1	27.38%	3.00%	24.38%	12.00%	$ 771,476	3.0% at age 50
Police - T2	23.06%	3.00%	20.06%	12.00%	$ 12,605	3.0% at age 55
Police - T3 (PEPRA)	13.99%	0.50%	13.49%	14.25%	$ 26,005	2.7% at age 57
Fire - T1	0.00%	0.00%	0.00%	0.00%	$ 162,646	2.0% at age 50
Fire - T3 (PEPRA)	0.00%	0.00%	0.00%	12.00%	$ 1,123	2.7% at age 57

FY 2027 Projected CalPERS Cost

Plan	City Normal Cost Rate	Employee Pick-up	City Rate	Employee Rate	City Unfunded Liability Payment	Benefit
Miscellaneous - T1	14.20%	0.00%	14.20%	8.00%	$ 1,057,000	2.5% at age 55
Miscellaneous - T2	10.20%	1.00%	9.20%	8.00%	$ 19,000	2.0% at age 60
Miscellaneous - T3 (PEPRA)	7.90%	1.75%	6.15%	9.50%	$ 32,000	2.0% at age 62
Police - T1	27.30%	3.00%	24.30%	12.00%	$ 833,000	3.0% at age 50
Police - T2	23.00%	3.00%	32.00%	12.00%	$ 13,000	3.0% at age 55
Police - T3 (PEPRA)	13.80%	0.50%	13.30%	14.25%	$ 26,000	2.7% at age 57
Fire - T1	0.00%	0.00%	0.00%	9.00%	$ 168,000	2.0% at age 50
Fire - T3 (PEPRA)	0.00%	0.00%	0.00%	12.00%	$ 1,100	2.7% at age 57

Notes on the FY 2026 and FY 2027 CalPERS Cost tables:

- The City Normal Cost Rate is the total cost to the City of the CalPERS pension liability for current pension costs. This rate is the total amount before any City or employee cost sharing.
- The Employee Pick-Up Rate is the cost sharing amount of the CalPERS pension liability for current pension costs borne by the employee to share a portion of the City Normal Cost Rate.
- The City Rate is the City's share of the CalPERS pension liability for current pension costs after the Employee Pick-Up.
- The Employee Rate is the employees' cost for CalPERS pension liability.

The City Unfunded Liability Payment is the fixed amount due to CalPERS to support the estimated unfunded liability based on the net of what is required to be paid less City contributions and market investments, amortized over a set term.

Use of Cost Accounting

Cost accounting is the process of tracking, recording, analyzing, and allocating costs associated with activity provided by the City, which benefits multiple funds and departments within the City. The City incurs direct and indirect costs in the provision of City services and programs. The City recovers the costs of central administrative and support activities through the development and application of indirect cost rates. The City also uses internal service funds to allocate costs for fleet and IT services through rental rates.

A central services cost allocation plan identifies indirect costs incurred by the City to support and administer identified programs. Identifying the indirect cost of various programs is integral to determining the full cost of supporting these programs and is valuable when seeking reimbursement.

Direct and Indirect Costs

The City defines direct costs as those costs that can be specifically or readily identified with a specific cost objective or program. Indirect costs are defined as those costs necessary for the effective and efficient operation of City programs, which cannot be readily identified to a specific cost objective or program without effort disproportionate to results achieved.

For some “personal choice” services (rather than “community/tax-supported” services), the City calculates and charges a fee to the public requesting the service. This is accomplished by identifying the cost of services provided to its customer and matching revenues to those costs. The City Council adopted a comprehensive set of new Service Fees via Council Resolution R-2025-013 that are effective as of July 1, 2025. Going forward, the majority of these user fees will be updated each year by the consumer price index. Modification to fees, including adding and removing fees will occur to appropriately recover the costs for City services and/or policy changes.

Internal Service Funds

Internal service funds are specifically designed to function as cost-reimbursement devices. Internal service funds are simply a mechanism to accumulate costs related to a particular activity on an accrual basis so that the costs can be subsequently allocated to the benefitting funds in the form of a fee. Accordingly, the City utilizes an internal service fund to collect costs associated with maintenance and replacement of the City’s fleet and determines rental rates to be charged to the benefitting funds. In addition, the City has an internal service fund to allocate technology service operations and projects based on various factors to each fund and department benefitting from the service.

Allocated Cost Summary

Operating Department / Division / Fund	Total Allocation	Direct Cost Base: Modified Total Direct Cost	Indirect Cost Rate
	$7,363,876	**$38,254,597**	**19%**
Operating Department			
1001: Community Development	$495,519	$2,066,989	24%
1001: Fire	$767,138	$3,830,306	20%
1001: Police	$1,777,007	$8,213,274	22%
1001: Public Works	$878,702	$3,588,541	24%
1001: Tourism & Events	$696,194	$1,813,779	38%
1002: Half Cent Sales Tax Fund	$327	$0	
2001: Gas Tax Fund	$2,201	$0	
2002: Local Transportation	$2,515	$5,173	49%
2003: Public Education Government Fund	$3,849	$10,000	38%
2004: Grants - Non-Capital	$881	$0	
2005: Housing In Lieu Fee	$1,315	$8,977	15%
2006: Lodging Business Improvement	$181,528	$1,707,172	11%
2007: Chapman Estate Fund	$21,684	$127,420	17%
3001: Capital Projects	$58,642	$0	
3003: Park Development Fund	$15,212	$4,943	308%
3101: Circulation Fees	$39	$0	
3102: Impact Fees	$879	$1,418	62%
4001: Public Financing Authority Debt Service	$2,258	$0	
4002: Public Financing Agency	$4,128	$0	
6101: Water Enterprise Fund	$832,954	$5,356,335	16%
6102: Water Tax Lopez State	$220,252	$2,778,933	8%
6103: Water Construction Fund	$10,904	$0	
6201: Wastewater Treatment Fund	$1,122,639	$7,713,689	15%
6202: Wastewater Capital Projects	$5,303	$0	
6203: Wastewater Expansion	$233	$497	47%
6401: Pier Enterprise Fund	$14,648	$111,272	13%
6501: Parking Enterprise Fund	$246,927	$915,879	27%

Constitutional Spending Limits (Gann Limit)

Article XIII (B) of the California Constitution, adopted by the voters on June 6, 1979, provides that the City's annual appropriations from state and local taxes be subject to certain state limitations. Under its provisions, no local agency can appropriate proceeds of taxes in excess of its "appropriations limit." Excess funds may be carried over into the next year. However, any excess funds remaining after the second year must be returned to taxpayers by reducing tax rates or fees; or a majority of the voters may approve an override to increase the limit. This appropriations limit is often referred to as the Gann Limit, which is calculated each year, and established by a resolution of the City Council.

The purpose of this law is to limit government spending by putting a cap on the total proceeds of taxes that may be appropriated each year. The original Article XIII (B) was modified by Proposition 111 and SB 88, approved by California voters in June of 1990. Proposition 111 allows cities more flexibility in choosing certain inflation and population factors to calculate the limit.

Each year's limit is based on the amount of tax proceeds that were authorized to be spent in FY 1979 in each agency, modified for changes in inflation and population in each subsequent year. Proposition 111 allows cities to choose either the growth in California per capita income or the growth in non-residential assessed valuation due to new construction in the city. To calculate the Gann spending limit, the prior year's limit is adjusted by the growth factor of the California Per Capita Personal Income, and by the change in the population within the City of Pismo Beach. The Gann Limit calculation for FY 2026 determined that $36.3 million was the appropriation limit and the City's budget includes $27.7 million that are subject to the limit. The City Council approved the Gann Limit calculation in Resolution No. R-2025-030 on June 3, 2025.

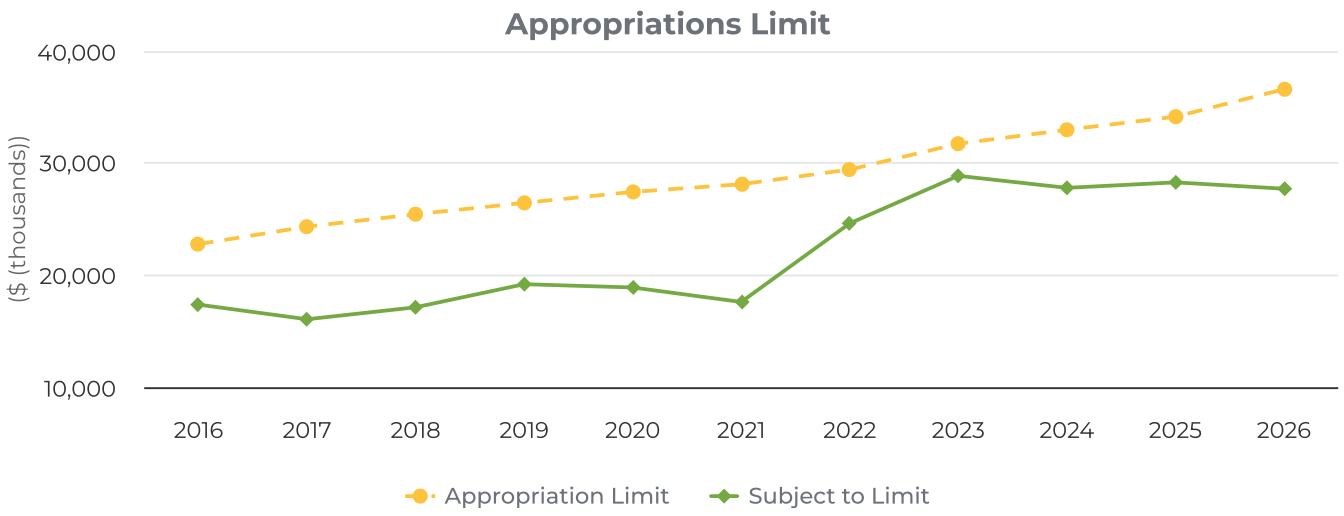
The following table illustrates the calculated appropriation limit compared to the appropriations subject to the limit over a 10-year period. The City's appropriations subject to the limit are consistently well below the appropriation limit, averaging about 76% under the limit over this period.

Gann Limit Calculations

The following table provides the summary calculations for determining the appropriation limit and the FY 2026 appropriations subject to the limit.

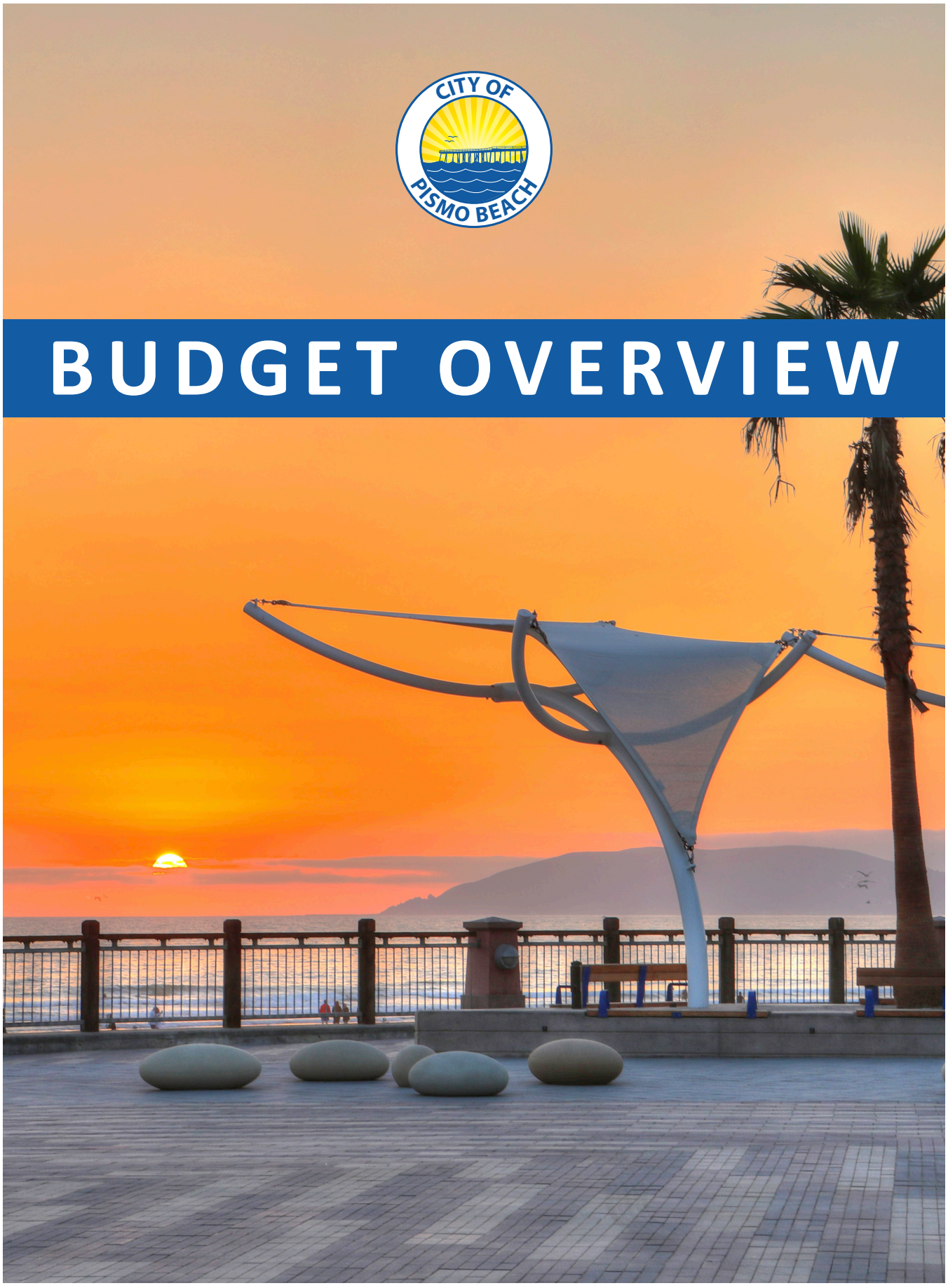
	FY 2025 Appropriations Subject to Limit		$ 28,290,177
	APPROPRIATION LIMIT CALCULATION		
Item #			
1	FY 2025 Appropriation Limit		$ 34,150,205
2	Population Factor - San Luis Obispo County	**X**	0.998780779
3	Subtotal	=	$ 34,108,569
4	California Per Capita Personal Income Factor	**X**	1.0644000
5	Total Adjustment %	**X**	1.0631023
6	**FY 2026 APPROPRIATION LIMIT**	**(3) X (4)**	**$ 36,305,160**
7	Annual Adjustment in Dollars	**(1) X (5)**	$ 2,154,955
8	FY 2026 Appropriations Subject to Limit		$ 27,720,820
9	Over (Under) Limit		$ (8,584,341)

Appropriation Limit vs. Appropriations Subject to Limit by Fiscal Year



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BUDGET OVERVIEW



Comprehensive Budget Summary

The Comprehensive Budget Summary includes discussions about revenues, expenditures, projections, staffing, changes to service levels, and key assumptions, all of which contribute to the development of the FY 2026 and FY 2027 Adopted Budgets.

The FY 2026 and FY 2027 Adopted Budgets present a balanced budget, with revenues sufficient to cover normal operations (or base level) and adopted ongoing work plan budget requests (or above base level) budget expenditures. The baseline budget is a continuation of all current services and contracts without any changes to staffing levels, contract costs beyond normal cost increases, program enhancements, or capital projects. The work plan budget requests are all revenues and expenditures over the baseline budget. These work plan budget items include accomplishments of the City's goals, investments in the City's future for quality of life, streets and infrastructure, public safety, water resources; parking and circulation; development and housing access; and other initiatives. These include several capital projects, program enhancements, and fully funds contributions to contingency funds, replacement funds, and General Fund reserves.

The following tables depict the FY 2026 and FY 2027 Adopted Budget, all net of transfers. The first table is the total budget with ongoing and one-time revenues and expenditures. This table also includes General Fund contributions for reserves that reduce the fund balance. The second table includes the operating budget, or the ongoing revenues and expenditures. The third table includes the one-time revenues and expenditures. Note that the operating budget is structurally balanced, meaning that operating revenues are greater than or equal to operating or ongoing expenditures and the one-time expenditures are supported by one-time revenues or fund balance.

Total Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget
Beginning Fund Balance	$ 47,277,029	$ 48,037,501
Revenues	$ 69,737,948	$ 62,223,342
Expenditures	68,568,205	64,287,327
Net (Revs - Exps)	$ 1,169,743	$ (2,063,985)
Ending Fund Balance	$ 48,446,772	$ 45,973,516
Les Contributions to Reserves	(409,271)	(16,400)
Revised Ending Fund Balance	$ 48,037,501	$ 45,957,116

Operating Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget
Revenues	$ 61,100,308	$ 61,723,342
Expenditures	52,605,755	52,422,787
Net (Revs - Exps)	$ 8,494,553	$ 9,300,555

One-time	FY 2026 Adopted Budget	FY 2027 Adopted Budget
Revenues	$ 8,637,640	$ 500,000
Expenditures	15,962,450	11,864,540
Net (Revs - Exps)	$ (7,324,810)	$ (11,364,540)

The Adopted Two-Year Budget is Balanced

The FY 2026 Adopted Budget for all funds, net of transfers between funds, includes a total of $69.7 million in revenues and $68.6 million in operating and capital budget for a net $1.2 million more revenues than expenditures. The operating budget is balanced with an $8.5 million net operating surplus. The $7.3 million of expenditures that exceed revenues are for one-time capital projects that the City will support from accumulated fund balances.

The FY 2027 Adopted Budget for all funds, net of transfers between funds, includes a total of $62.2 million in revenues and $64.3 million in operating and capital budget for a net $2.1 million more expenditures than revenues. The operating budget is balanced with a $9.3 million net operating surplus. The $11.4 million of expenditures that exceed revenues are for one-time capital projects that the City will support from accumulated fund balances.

Comparing FY 2025 Adopted Budget to FY 2026 and FY 2027 Adopted Budgets

Comparing Adopted Budgets over time provides a look at how things have changed since the last two-year budget cycle. The following table provides the total budget for the FY 2025 through the FY 2027 Adopted Budgets, including variances for each fiscal year compared to the previous fiscal year. Explanations of the variances are provided after the table.

Total Budget	FY 2025 Adopted Budget	FY 2026 Adopted Budget	FY 2026 vs FY 2025	FY 2027 Adopted Budget	FY 2027 vs FY 2026
Beginning Fund Balance	$ 39,654,295	$ 47,277,029	$ 7,622,734	$ 48,037,501	$ 760,473
Revenues	$ 57,559,488	$ 69,737,948	$ 12,178,460	$ 62,223,342	$ (7,514,606)
Expenditures	53,578,762	68,568,205	14,989,443	64,287,327	(4,280,878)
Net (Revs - Exps)	$ 3,980,726	$ 1,169,743	$ (2,810,983)	$ (2,063,985)	$ (3,233,728)
Ending Fund Balance	$ 43,635,021	$ 48,446,772	$ 4,811,751	$ 45,973,516	$ (2,473,256)
Les Contributions to Reserves	(167,904)	(409,271)	(241,367)	(16,400)	392,870
Revised Ending Fund Balance	$ 43,467,118	$ 48,037,501	$ 4,570,384	$ 45,957,116	$ (2,080,386)

FY 2026 Adopted Budget vs. FY 2025 Adopted Budget

The FY 2026 Adopted Budget includes $12.2 million more revenues compared to the FY 2025 Adopted Budget. The additional revenues come from various sources, including $8.1 million federal and state grants budgeted in FY 2026 and not in FY 2025, $2.0 million additional sale tax revenues to reflect a full 1.0% of transaction sales and use tax revenues, an increase from the 0.5% transaction sales and use tax revenues reflecting the voter-approved Measure F-24; $0.7 million more property-related tax revenues; $0.7 million more building permit revenues; $0.7 million more in technology recoveries from other funds based on one-time projects budgeted and additional software programs added to the FY 2026 Adopted Budget; and $0.5 million more in water and wastewater revenues to reflect the proposed new water rates effective beginning January 1, 2026; offset by $0.7 million of fewer Transient Occupancy Tax (TOT) revenues and $0.6 million in fewer Police services revenues due to no longer dispatching for the City of Grover Beach. The FY 2026 Adopted Budget also includes $15.0 million more budgeted expenditures, largely due to a $4.8 million one-time contribution of grant funds for an affordable housing renovation project budgeted in FY 2026 and not in FY 2025; $4.0 million more one-time capital projects budgeted in FY 2026 compared to FY 2025; $1.6 million in additional debt service costs to reflect the Public Safety Facility debt issuance; $2.7 million more in professional service agreements; and $1.1 million in various operating expenses to reflect additional services to support the City goals.

FY 2027 Adopted Budget vs. FY 2026 Adopted Budget

The FY 2027 Adopted Budget includes $7.5 million fewer revenues compared to the FY 2026 Adopted Budget, largely due to $8.1 million federal and state grants budgeted in FY 2026 and not in FY 2027 and a projected decrease of $0.5 million in fewer building permit revenues in FY 2027 compared to FY 2026; offset by $0.8 million more in various tax revenues and

$0.4 million growth in water and wastewater service charges revenues. The FY 2027 Adopted Budget includes $4.3 million fewer expenditures compared to the FY 2026 Adopted Budget, primarily due to a $4.8 million one-time contribution of grant funds for an affordable housing renovation project budgeted in FY 2026 and not in FY 2027. Similar to the last two-year budget for FY 2024 and FY 2025, most of the large one-time projects are budgeted in the first year of the two-year budget.

City Goals

Process for Creating City Goals

To guide development of this budget for the next two years, the Council engaged the community by soliciting ideas and input through our enhanced engagement initiative, *Pismo Voice*. *Pismo Voice* utilized a variety of means, including flyers in all utility bills; social media and other online notifications such as Facebook, Notify Me; online survey/Pismo Voice platform, and feedback through the City's website. Additionally, employees were able to collaborate by department to share their thoughts on what investments should be made. Based on this input, the City Council adopted several strategic goals and priorities that are funded in this budget, including major investments in:

- Quality of Life
- Streets and Infrastructure
- Public Safety
- Water Resources
- Parking and Circulation
- Development and Housing Access

How FY 2026 & FY 2027 City Goals Compare to the FY 2024 & FY 2025 City Goals

The FY 2026 & FY 2027 City Goals build upon the success of the FY 2024 & FY 2025 City goals from the last two-year budget. Similar to the last two-year budget, the Council continues to focus on providing resources toward enhancing quality of life for residents; enhancing, beautifying, and maintaining the City's streets and infrastructure; ensuring the safety of the community; providing a sustainable water supply; addressing circulation and parking, and supporting development and housing access. The majority of these goals are continued from the last two-year budget, with the break out of a new City Goal of Streets and Infrastructure, that was included in the FY 2024 & FY 2025 quality of life City Goal as the City will be able to capitalize on an additional 0.5% transaction sales and use tax after the passage of Measure F-24 in the 2024 election.

The Quality of Life City Goal includes investing building on community strengths to protect and enhance the City's quality of life and includes investments in various parks, including Dinosaur Caves Park, Boosinger Park, Shell Beach sports courts; Cliff & Ocean storm drain improvements; sidewalk cleaning and pressure washing; installing 17 trash cans at bus stop locations; parking lot and sports courts lighting; beach cleaning equipment; and other quality of life improvements.

The Streets and Infrastructure City Goal is another continued goal, but in this two-year budget, it is its own goal to capitalize on an additional 0.5% transaction sales and use tax after the passage of Measure F-24 in the 2024 election. This City Goal includes routine street maintenance; paving and drainage projects, and various wastewater infrastructure projects.

The Public Safety City Goal is another continued and important goal. This includes completing the new Public Safety Facility, ensuring a robust CalFire agreement, creating a lifeguard facility, as well as prioritizing retention of Police personnel and supporting technology investments that enhance public safety.

The Council continues to prioritize Water Resources. This long-term goal and the Council's commitment to achieving a more sustainable water supply, including conservation and focusing on implementing Central Coast Blue, continues to be a top priority. This goal also includes the implementation of a new production well and other water infrastructure projects.

Another continued goal is Circulation and Parking, which includes updating the Downtown Study, continuing to work on downtown parking solutions, and turning City-owned 320 and 330 Main Street into parking lots.

Finally, the Development and Housing Access goal is similar to the previous goal of Housing and Homelessness, which includes supporting an affordable housing renovation project; updating the City's Safety Element & Access Element; and contributions to the Five Cities Homeless Coalition.

PISMO BEACH CITY GOALS

CLEAR GOALS. BOLD VISION.

Following extensive community outreach and engagement, the Council incorporated the community's input to set City goals for Fiscal Years 2026 and 2027. The Major City Goals represent the most important, highest priority goals for the City to accomplish over the next two years, and as such, resources to support these goals are included in the Fiscal Year 2026 & 2027 Budgets.

QUALITY OF LIFE

Build on community strengths to protect and enhance the city's quality of life.

- Invest in neighborhoods
- Implement community beautification and cleanliness strategies
- Complete Addie Street Bathroom expansion
- Complete new Ventana sports courts
- Expand use of existing facilities by considering evening use
- Invest in coastal access and bluff repair

STREETS AND INFRASTRUCTURE

Enhance, beautify, and maintain the City's streets and infrastructure to ensure safety, accessibility, and long-term sustainability.

- Invest in road, sidewalk, and park improvements
- Update the Pavement Management Plan
- Create a pavement maintenance strategy
- Complete a City facility condition assessment and address deferred maintenance

WATER RESOURCES

Ensure the sustainability of the City's existing water supply and storage, identifying new sources, promoting conservation, and engaging the community.

- Implement Central Coast Blue
- Pursue outside funding
- Complete construction of Charles Street Reservoir and plan for replacement of one groundwater production well
- Evaluate additional water supplies
- Enhance water conservation measures and rebate programs
- Conduct public outreach and education

PUBLIC SAFETY

Prioritize the safety and well-being of the community.

- Complete Public Safety Facility
- Reduce wildfire risk and promote fire hardening for the community
- Create a lifeguard facility in the downtown
- Focus on retention of Police personnel
- Support technology investments that enhance public safety

PARKING AND CIRCULATION

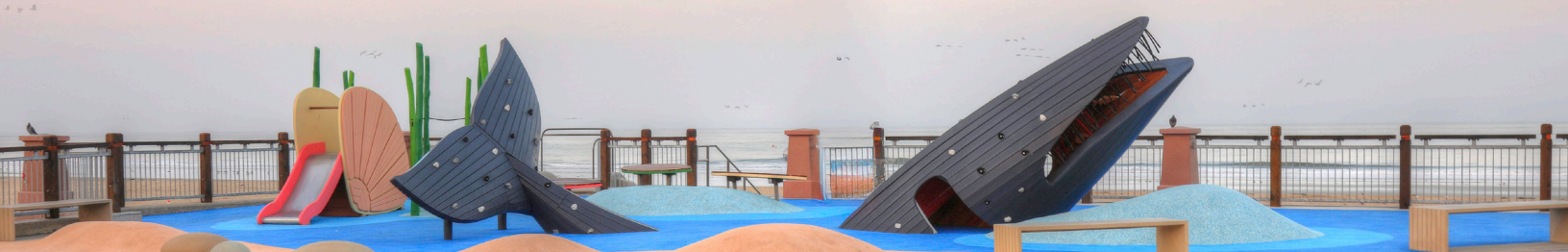
Enhance parking infrastructure, expand inventory, and improve traffic circulation.

- Update the Downtown Study
- Continue to work on downtown parking solutions, including acquiring additional parking assets, and adopt strategies outlined in the Parking /Management Plan
- Incorporate parking modifications in the General Plan
- Complete and implement the Bicycle and Pedestrian Master Plan
- Complete the acquisition of Dolliver Street from the state and make circulation improvements in accordance with the General Plan Circulation Element

DEVELOPMENT AND HOUSING ACCESS

Foster sustainable community development while supporting efforts to address housing needs and homelessness.

- Complete updates to the Local Coastal Plan, General Plan, and Zoning Code
- Identify affordable housing and workforce housing opportunities
- Implement measures to streamline the development process
- Support and participate in regional efforts in a collaborative manner
- Invest in housing and homelessness assistance where feasible



Adopted Work Plan Budgets

The budget is built from base operations. Once the base budget is established, work plan budget items are considered. These items include program enhancements, staffing modifications, service modifications, etc., that fit within the City's goals. The ability to add work plan items changes from year to year and is based on the amount of funding available. A complete list of work plan budget items for each year is included below in this section.

Total work plan items adopted by the City Council, net of revenues and transfers, are $18,157,836 in FY 2026 and $12,567,748 in FY 2027. Of these amounts, $17,262,368 is budgeted in FY 2026 and $12,290,866 is budgeted in FY 2025 towards accomplishing the City's goals. The following table provides the net (expenditures less transfers) amount of adopted work plan budget items by fund for each budget year.

Quality of Life

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time Cliff/Ocean Storm Drain	FHWA 88.53% Grant, Transaction Sales Tax 11.47%	$3,800,000	
One-time Sports Courts Lighting	Lodging Business Improvement District 2	60,000	600,000
One-time Butterfly Grove Enhanced Parking and Crosswalk Construction	Lodging Business Improvement District 2	500,000	
One-time Price Street and Dolliver Street Parking Lot Lighting	Parking Enterprise Fund	130,000	300,000
One-time Cliff/Ocean Utility Undergrounding	Transaction Sales Tax	200,000	
One-time Pier Promenade Transformation	Lodging Business Improvement District 2		200,000
One-time Pier Avenue Stair Removal	General Fund	180,000	
One-time Beach Cleaning Equipment - purchase of equipment	Lodging Business Improvement District 2	100,000	
One-time Vista Del Mar Stairs Foundation Maintenance	Transaction Sales Tax	100,000	
One-time Resurface softfall at Boosinger Park	Transaction Sales Tax	75,000	
One-time Install trash cans at 17 bus stop locations throughout the City	Transaction Sales Tax	60,000	
Ongoing Trash pickup for 17 additional bus stop locations	Transaction Sales Tax	29,000	29,870
One-time Reroute Pismo Beach Vets Hall Heater	General Fund	60,000	
One-time Resurface Shell Beach Sports Courts	General Fund	60,000	
Ongoing Annual Beautification Fund	Lodging Business Improvement District 2	50,000	50,000
Ongoing Pismo Beach Information Center	Lodging Business Improvement District 2	50,000	50,000
Ongoing Resident/Business Engagement	Lodging Business Improvement District 2	50,000	50,000
Ongoing Storm Damage	General Fund	50,000	50,000

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time Replace outdated riding mower	General Fund	30,000	
Ongoing City-wide Christmas Decorations	Lodging Business Improvement District 2	25,000	25,000
Ongoing Dinosaur Caves Park Path Enhancements	General Fund	20,000	20,000
Ongoing Pismo Beach Stewardship Banner Program	Lodging Business Improvement District 2	20,000	20,000
One-time Replace outdated walk behind mower	General Fund	15,000	
Ongoing Sidewalk Cleaning & Pressure washing, 2 PT Maintenance Workers	General Fund, Parking Enterprise Fund	10,617	10,617
One-time Professional Architectural-Council Chamber Accessibility Analysis	General Fund	10,000	
Ongoing Paint Pier Restroom bi-yearly	General Fund		10,000
One-time Paint Wastewater Building	Wastewater	7,500	
One-time Replace round and rectangular tables for PB Vets Hall	General Fund	6,500	6,500
Ongoing Paint Pier Plaza letters by-yearly	Pier Enterprise Fund		6,000
One-time Dinosaur Caves sign electrical addition	General Fund	4,000	
One-time Purchase stacking chairs for SB Vets hall	General Fund	3,500	
Ongoing Junior Lifeguard Scholarship	General Fund	3,000	3,000
Ongoing Beach Cleaning Equipment - ongoing maintenance	General Fund		2,500
Total		**$5,709,117**	**$1,433,487**

Streets and Infrastructure

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time Sunset Palisades Lift Station Rehab and Relocation of Force Main in Searidge	Wastewater Enterprise Fund	$2,000,000	
Ongoing Routine Street Maintenance	Transaction Sales Tax	1,000,000	1,700,000
One-time Paving and Drainage Project	Transaction Sales Tax		3,000,000
One-time Pismo Oaks Lift Station Rehab	Wastewater Enterprise Fund		600,000
One-time Toucan Terrace Pipe Relining	Wastewater Enterprise Fund	250,000	
One-time Asset Management Program	General Fund, Water, Wastewater	200,000	
One-time City Hall Elevator Modernization	General Fund		200,000
One-time ADA Transition Plan Update	Transaction Sales Tax and Grant	156,100	
One-time Addie Street Wet Well Improvements	Wastewater Enterprise Fund	150,000	
One-time Stratford and Wadsworth lining	Wastewater Enterprise Fund		140,000
One-time Eldwayen Park Sidewalk Re-route	Transaction Sales Tax	75,000	
Ongoing Manhole Rehabilitation city wide	Wastewater Enterprise Fund	60,000	60,000
One-time Oxidation Reduction	Wastewater Enterprise Fund		60,000
One-time Shell Beach Sports Courts Landscaping	General Fund	50,000	
Ongoing Asset Management Program	General Fund, Water, Wastewater		50,000
Ongoing Air-vac replacements, 2 per year, useful life 50 years	Wastewater Enterprise Fund	20,000	20,000
One-time Citywide Public Improvements Review	General Fund	15,000	

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
Ongoing DacTrak Software licensing	General Fund		2,000
Total		**$3,976,100**	**$5,832,000**

Public Safety

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time Cal Fire Proposed Agreement	General Fund	$243,551	$203,584
Ongoing PPE for Firefighters - removed from CalFire agreement to reduce 12.5% State admin fee	General Fund	17,000	17,000
Ongoing Travel for CalFire - removed from CalFire agreement to reduce 12.5% State admin fee	General Fund	12,000	12,000
One-time Backup Dispatch Connection to Bello Tower	General Fund	250,000	
Ongoing Backup Dispatch Connection to Bello Tower	General Fund	12,000	12,000
One-time Backup Dispatch Connection to Hillcrest	General Fund	25,000	
Ongoing Backup Dispatch Connection to Hillcrest	General Fund	12,000	12,000
One-time CST Ford Ranger	General Fund	54,000	
Ongoing CST Ford Ranger	General Fund		1,500
One-time Community Risk Reduction Public Education mailers	General Fund	40,000	
Ongoing Public Safety Video Camera Replacement	General Fund		40,000
Ongoing Taser Replacement	General Fund	31,000	31,000
One-time Radio Encryption	General Fund	30,000	
One-time Professional Communication Services - Enhanced Communications Plan	General Fund	24,000	
One-time Stokes Litter Wheel	General Fund	4,700	
Total		**$755,251**	**$329,084**

Water Resources

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time New Production Well	Water Enterprise Fund		$4,020,000
One-time Pismo Oaks and Pac Estates, Well 5 VFD	Water Enterprise Fund	165,000	
One-time Valve Turning Machine	Water Enterprise Fund	30,000	
One-time Central Coast Blue Communication Plan	Water & Wastewater Enterprise Funds	25,000	75,000
Total		**$220,000**	**$4,095,000**

Parking and Circulation

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time Downtown Strategic Plan Update	Lodging Business Improvement District 2	$500,000	
One-time Dinosaur Caves/Cliff Ave Parking	Transaction Sales Tax	400,000	
One-time Price/Ocean View Improvements	Transaction Sales Tax	250,000	
One-time 330 and 320 Main Street Parking Lot	Parking Enterprise Fund	150,000	
Ongoing Replace Parking Meters on Hinds and Cypress based on a 7-year useful life	Parking Enterprise Fund	48,000	48,000
One-time Speed Survey Update	Transaction Sales Tax		14,000
Total		**$1,348,000**	**$62,000**

Development and Housing Access

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
One-time Seahaven Apartment affordable housing renovation (grant funded)	State Grant	$4,750,000	
One-time Safety Element & Access Element Update (grant funded)	State Grant	350,000	350,000
One-time Housing Element Update - 7th Cycle	Housing In Lieu Fee Fund		150,000
One-time 5 Cities Homeless Coalition	General Fund	100,000	
One-time Planning consultant help for various planning initiatives, Urban Planning Concepts	General Fund	25,000	25,000
One-time Docusign & Laserfiche integration	General Fund	15,000	
Ongoing Website Customer Service and ADA improvements	Technology Services Fund	7,900	8,295
Ongoing Phoenix administrative citation service	General Fund	6,000	6,000
Total		**$5,253,900**	**$539,295**

Department Initiatives

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
Ongoing IT Allocation of various ongoing costs (Goals & Dept Initiatives)	Technology Services Fund (allocated to various funds)	$494,900	$107,295
One-time City Hall Primary Storage Server Replacement	General Fund	80,000	
One-time SCADA Redundancy	Water and Wastewater Enterprise Funds	75,000	
One-time Corp Yard Perimeter fence repairs	General Fund	70,000	
One-time Replace Dump Truck Bed on Water Truck (WT122)	Wastewater Enterprise Fund		52,000
Ongoing Special Event Seed Funding - LBID II	Lodging Business Improvement District 2	50,000	50,000
One-time Add second vehicle lift/rack for additional repairs	Motor Vehicle Fund	40,000	
One-time Public Works Director Vehicle	Motor Vehicle Fund	40,000	
One-time Wireless AP Replacement	Technology Services Fund		15,000
One-time Lighting in Mechanic Shop	Motor Vehicle Fund	10,000	
One-time Transition to .gov Domain Name	Technology Services Fund		10,000
One-time Replace outdated paint trailer	Motor Vehicle Fund		7,200
One-time Laptop and OWL conference room camera for Corp Yard	Technology Services Fund	3,000	
Ongoing Public Works Director Vehicle maintenance	Motor Vehicle Fund		1,500
Total		**$862,900**	**$242,995**

Description	Funding Source	FY 2026 Adopted Budget	FY 2027 Adopted Budget
Position Reclassification: Lead WW Worker to Wastewater Systems Supervisor	Wastewater Enterprise Fund	$9,842	$10,334
Position Reclassification: Finance Senior Admin Analyst to Accounting Supervisor	General Fund	6,190	6,190
Position Reclassification: Lead Water Systems Oper to Water Systems Supervisor	Water Enterprise Funds	5,970	6,268
Position Reclassification: Lead Maintenance Worker to Parks Maintenance Supervisor	General Fund	5,509	5,785
Position Reclassification: Lead Maintenance Worker to Street Maintenance Supervisor	General Fund	5,057	5,310
Total		**$32,568**	**$33,887**

Summary all Work Plans

City Goal	FY 2026	FY 2027
Quality of Life	$5,709,117	$1,433,487
Streets and Infrastructure	3,976,100	5,832,000
Public Safety	755,251	329,084
Water Resources	220,000	4,095,000
Parking and Circulation	1,348,000	62,000
Development & Housing Access	5,253,900	539,295
Total City Goals	**$17,262,368**	**$12,290,866**
Department Initiatives/Positions	**$895,468.00**	**$276,882.00**
Total Work Plans	**$18,157,836**	**$ 12,567,748**

Major Department Work Plan Items in FY 2026 & FY 2027 Budget

City Council - *General Fund*

- Implement Major City Goals and Priorities
- Continue California Cities involvement
- Continuous investment in City infrastructure
- Represent the City effectively on various regional boards and committees
- Enact state and federal legislative platforms

City Manager – *General Fund*

- **Work to accomplish progress and completion of City Council priority goals, including the City's Goals:**
    - **Quality of Life**
    - **Streets & Infrastructure**
    - **Water Resources**
    - **Public Safety**
    - **Parking & Circulation**
    - **Development & Housing Access**
- Conduct 2026 General Municipal Election
- Complete comprehensive Job Classification Study
- **City Goal: Public Safety** - Develop enhanced Communication Plan
- **City Goal: Quality of Life** - Council Chamber improvement design
- Update Records Retention Schedule
- Website redesign
- Contract and agreement template overhaul
- Conduct Manager and Supervisor Academy

Administrative Services

Finance Division – *General Fund*

- Administer a fiscally-sound two-year Budget maintaining the General Fund Reserve at 25% of General Fund operating budget expenses, maintaining the $250,000 Risk Management Reserve, maintaining the City Facility Reserve of $500,000, and fully funding the General Fund Contingency Budget. The FY 2026 and FY 2027 reflect a 1.5% General Fund Contingency Budget to support unanticipated costs associated with several large General Fund-supported projects
- Complete the implementation of electronic timesheets, seeking vendors that will integrate with the City’s financial system and to meet City departmental needs, Fair Labor Standards Act, labor agreements, and CalPERS requirements
- **City Goal: Water Resources** - Work to ensure funding and financing available to support the Central Coast Blue project, including grant funding and Clean Water State Revolving Fund loan financing
- Maintain compliance with the City’s Records Retention policy for financial records
- **City Goal: Water Resources** - Update the water and wastewater fees by conducting a fee study, holding a public hearing and community workshops, working through the Proposition 218 process, and implementing the new fees

- Complete the TOT/LBID/TMD audit, auditing the various lodging properties to ensure compliance with the City's TOT and LBID ordinances, report findings, and collecting funds if needed

Technology Division – *Technology Services Fund*

- Implement the next two years of the Technology Master Plan for 2023 through 2028.
- **City Goal: Public Safety** – Complete the decommissioning of the EIS system.
- **City Goal: Public Safety** – Design and install new servers, network switches, firewalls, storage systems, radio systems, monitors, desktops, audiovisual, access control, security cameras, and 911 call system at the new Public Safety Facility.
- **City Goal: Public Safety** – Install systems and infrastructure to support using the City of San Luis Obispo's Emergency Communication Center as a backup dispatch site for the Police Department.
- Improve the City's backup system to provide quicker restoration times.
- **City Goal: Streets & Infrastructure** - Provide annual security training and make available other software/database application training.
- Upgrade the City's SCADA servers to be fully redundant.
- Migrate the City's Laserfiche system, used for document and records management to the cloud.
- Complete cybersecurity incident response and disaster planning.
- Transitioning to a .gov domain name.
- **City Goal: Streets & Infrastructure** - Support the deployment of a new Asset Management System.
- Upgrading the City's wireless access points to provide increased wireless capabilities.
- Upgrade all desktop and laptop computers to Windows 11.

Tourism & Events Department

Conference and Visitors Bureau – *General Fund, LBID Fund*

- Special Event Seed Funding: Funding to encourage off-season activities that benefit both residents and tourists.
- **City Goal: Quality of Life** - Pismo Beach Information Center: Establish a modern Pismo Beach Information Center in the downtown area to assist residents and tourists.
- **City Goal: Quality of Life** -Pismo Beach Stewardship Banner Program: New banner program to educate on sustainability and beautify the community.
- **City Goal: Quality of Life** - LBID Fund support of City-wide Christmas Decorations
- **City Goal: Quality of Life** - LBID Fund support of the annual beautification funding
- **City Goal: Quality of Life** - LBID Fund support of Butterfly Grove Enhanced Parking and Crosswalk Construction
- **City Goal: Parking & Circulation** - LBID Fund support of the Downtown Strategic Plan update
- **City Goal: Quality of Life** - LBID Fund support of the sports courts lighting
- **City Goal: Quality of Life** - LBID Fund support of the beach cleaning equipment
- **City Goal: Quality of Life** - LBID Fund support ofhte Pier Promenade Transformation

Recreation - *General Fund*:

- **City Goal: Quality of Life** - Annual Beautification Fund: Continue fostering public art throughout the City by creating a comprehensive master plan, including a detailed map of existing artworks with installation dates.

Community Development

Planning Division – *General Fund*

- **City Goal: Quality of Life** - Issue CDP for Ventana Sports Courts project in August 2025.
- **City Goal: Development & Housing Access** - Complete General Plan/Local Coastal Program/Zoning code update (Excluding Safety Element).
- Prepare Ocean Protection Council Grant application for additional funds to assist in update of the Safety Element. Start Safety and Parks and Recreation Element update.
- **City Goal: Parking & Circulation** - Update Downtown Strategic Plan.
- **City Goal: Development & Housing Access** - Start Housing Element update in 2027.
- Complete environmental work and permitting for Shell Beach Multi Use Path project.
- Update City GIS information in Citizenserve including addition of current owner information.
- **City Goal: Quality of Life** - Continue work with State Parks on updating the Beach Lease agreement (anticipated to take three years)
- Take Surplus Lands Act Resolution of Exemption to City Council in August 2025, followed by issuance of the Notice of Availability (NOA) for the Chapman Estate property.
- **City Goal: Quality of Life** - Take Addie Street bathroom project to PC for CDP approval in Sept/Oct 2025.
- Complete 4th of July fireworks CDP extension application and submit to California Coastal Commission for approval.
- Obtain CDP from the Coastal Commission for implementation of mechanical beach cleaning program.
- **City Goal: Water Resources** - Complete environmental work and complete CDP process for the updated Central Coast Blue project.
- **City Goal: Water Resources** - Coordinate with Public Works Department and environmental consultant on environmental review requirements for the Charles St. Tank Replacement project.

Building Division – *General Fund*

- **City Goal: Development & Housing Access** - Take 2025 Building Code update (ordinance) to City Council for adoption in Oct/Nov of 2025.
- **City Goal: Public Safety** - Implement Phoenix admin citation processing service for code enforcement
- Complete Docusign/Laserfiche/Citizenserve integration
- **City Goal: Public Safety** - Complete permitting and inspection of the Public Safety Facility project.
- **City Goal: Quality of Life** - Develop and launch automated permitting for eligible over-the-counter permit types to reduce processing times and improve customer experience.
- **City Goal: Development & Housing Access** - Review and update internal procedures, public handouts, and checklists to align with 2025 Code changes and best practices.

Public Works

Engineering - *Various Funds*

- **City Goal: Public Safety** - Public Safety Facility (In Progress)
- **City Goal: Streets and Infrastructure** - Pavement Management Plan Update (In Progress)
- **City Goal: Streets and Infrastructure** - Pier and Bridge Inspections (In Progress)
- **City Goal: Quality of Life** - James Way Landscaping Electrical Upgrades (In Progress)
- **City Goal: Streets and Infrastructure** - Cliff/Ocean Storm Drain Repair
- **City Goal: Quality of Life** - Cliff/Ocean Utility Undergrounding
- **City Goal: Parking and Circulation -** Dinosaur Caves/Cliff Ave Parking
- **City Goal: Quality of Life** - Ventana Sports Courts
- Pier Avenue Stair Removal

- **City Goal: Streets and Infrastructure** - Shell Beach Road Shared Use Path Phase 2 – Avila Beach Dr. to Spyglass Dr.
- **City Goal: Quality of Life** - Vista Del Mar Stairs Foundation Repair
- **City Goal: Streets and Infrastructure** - Pier Avenue Storm Drain Repair
- ADA Transition Plan Update
- Vision Zero Action Plan
- **City Goal: Streets and Infrastructure** - Price St and Oceanview Ave Improvements
- **City Goal: Parking and Circulation -** 320/330 Main Street Parking Lot
- Speed Survey Update
- **City Goal: Parking and Circulation -** Bello/Price Canyon Intersection and Corridor Study
- **City Goal: Streets and Infrastructure** - Street Maintenance Project (FY 2026)
- **City Goal: Streets and Infrastructure** - Paving and Drainage Project (FY 2027)
- **City Goal: Quality of Life** - Pier Promenade Transformation
- **City Goal: Parking and Circulation -** Butterfly Grove Enhanced Parking and Crosswalk
- **City Goal: Quality of Life** - Price Street and Dolliver Parking Lot Lighting
- **City Goal: Quality of Life** - Shell Beach Sports Courts Lighting

Public Facilities - *Various Funds*

- **City Goal: Streets and Infrastructure** - Public Facilities Assessment (In Progress)
- **City Goal: Streets and Infrastructure** - Downtown Sidewalk Assessment (In Progress)
- Park Sign Update (In Progress)
- **City Goal: Quality of Life** - Addie Street Restrooms (In Progress)
- **City Goal: Streets and Infrastructure** - Resurface Shell Beach Sports Courts (In Progress)
- **City Goal: Quality of Life** - Dinosaur Caves Sign Electrical Addition
- **City Goal: Quality of Life** - Shell Beach Sports Courts Landscaping (In Progress)
- **City Goal: Quality of Life** - Dinosaur Caves Park Path Enhancements
- **City Goal: Streets and Infrastructure** - Resurface Soft fall at Boosinger Park
- **City Goal: Streets and Infrastructure** - Eldwayen Park Sidewalk Re-route
- Paint Pier Plaza letters (FY 2026)
- Paint Pier Plaza Restroom (FY 2026)

Water - Water Enterprise Funds

- **City Goal: Water Resources** - Central Coast Blue (In Progress)
- **City Goal: Water Resources** - Charles Street Reservoir Replacement (In Progress)
- Urban Water Management Plan & Water Master Plan Updates
- **City Goal: Water Resources** - New Production Well
- Install remaining VFDs

Wastewater - *Wastewater Enterprise Funds*

- **City Goal: Water Resources** - Central Coast Blue (In Progress)
- **City Goal: Streets and Infrastructure** - Clarifier Replacement Project (In Progress)
- **City Goal: Streets and Infrastructure** - Sewer System Master Plan and Sewer Management Plan Updates (In Progress)

- **City Goal: Streets and Infrastructure** - Sunset Palisades Lift Station Rehab and Relocation of Force main in Searidge Ct (In Progress)
- **City Goal: Streets and Infrastructure** - Sunset Palisades Lift Station Rehab and Relocation of Force main in Searidge Ct (In Progress)
- Air-vac replacements (ongoing)
- Manhole rehabilitation (ongoing)
- **City Goal: Streets and Infrastructure** - Addie Wet Well Improvements
- Paint Wastewater Building
- Stratford and Wadsworth Relining
- Toucan Terrace Pipeline Relining
- **City Goal: Streets and Infrastructure** - Pismo Oaks Lift Station Rehab
- Install Valve in Addie St. Force Main

Police Department

Police Operations and Support - City Goal: Public Safety – *General Fund*

- Procure and deploy the latest Axon Taser 10 devices to all sworn personnel, enhancing officer safety, expanding de-escalation capabilities, and ensuring our department remains equipped with cutting-edge less-lethal technology.
- Administer the Cannabis Tax Fund Grant Program (CTFGP), securing over $300,000 in funding to enhance public safety through targeted overtime saturation patrols, advanced officer training in impaired driving enforcement, and the acquisition of a new Ford F-150 dedicated to DUI enforcement efforts.
- Implement the Office of Traffic Safety (OTS) DUI Grant, securing approximately $30,000 to support DUI checkpoints and targeted saturation enforcement operations.
- Support the transition to the department's new facility by addressing operational and equipment needs, ensuring the location is fully outfitted to enhance efficiency, accommodate growth, and provide a modern, functional workspace for personnel.

Parking - *Parking Enterprise Fund*

City Goal: Parking & Circulation

- Replace and upgrade parking meters throughout the downtown corridor, improving reliability, enhancing user convenience, and supporting efficient parking management.
- Research and implement the consolidation of parking operations under a single company to manage both enforcement and billing, streamlining processes and integrating current technology for improved efficiency and service delivery.
- Replace and replenish parking enforcement supplies, as well as parts inventory for meters and kiosks, to ensure reliable operation and uninterrupted service in high-demand areas.
- Recruit and deploy additional part-time parking enforcement officers to enhance coverage, improve compliance, and provide a visible presence in high-traffic areas. These additional personnel will support efficient turnover of parking spaces, promote equitable access, and ensure consistent enforcement across the city.

Fire Department

City Goal: Public Safety *– General Fund*

- Purchase Stokes Litter Wheel for Rescue 64
- Purchase new Rescue 64
- Purchase new Cart 64
- Purchase new Boat 64
- Junior Lifeguard Scholarship

- Community Risk Reduction Public Education Mailer
- Secure grant funding for Heights VMP
- Continue Vegetation Management Projects (VMP) including Regional Projects for:
    - Heights VMP
    - 1000 Hills VMP
    - Ontario Ridge VMP
    - Pismo Preserve VMP
    - Gragg Canyon VMP and RX

Major Changes from Proposed to Adopted Budgets

The major changes from the FY 2026 and FY 2027 proposed to the adopted budgets include:

- Council added General Fund, Housing In Lieu Fee Fund, and Lodging Business Improvement District Fund available fund balances to support $75,700 of various non-profit agencies. This allocation of funds to non-profit agencies occurs each year.

Major Changes in Budget

The following items are a brief description of major changes in the Adopted Budget as compared to the previous years' budgets:

1. Ensuring a Sustainable Water Supply: The City continues to improve its water supply, including water conservation, with special focus on implementation, public outreach, and education of Central Coast Blue as well as including funding in the Adopted Budget for:

- Central Coast Blue public outreach and education
- Construction of a new production well to replace Well 23
- Updating the Pismo Oaks, Pacific Estates, and Well 5 Variable Frequency Drives
- Continue to work with the County on the purchase of additional drought buffer until Central Coast Blue is operational

2. Infrastructure Maintenance and Beautification: The City continues its efforts to keep the downtown attractive and prosperous, with special focus on neighborhoods, building community, and quality of life, including funding in the Adopted Budget for:

- Maintain the condition of City streets by implementing annual routine street maintenance projects
- Paving and Drainage projects for City streets
- Wastewater infrastructure projects a Sunset Palisades Lift Station rehab and relocation of force main in Searidge, Toucan Terrace pipe relining, and Stratford and Wadsworth lining
- Complete the Eldwayen Park sidewalk re-route
- Create an Asset Management Program to support and maintain City facilities
- Updating the General Plan/Local Coastal Program
- Add 17 trash cans along bus routes in the City to support beautification efforts
- Acquire a beach cleaning equipment to clean the beach from trash in an environmentally safe manner
- Resurface and update various parks
- Implement City staff performed sidewalk cleaning and pressure washing throughout the downtown

3. Housing, Health, and Safety: The City continues to focus on ensuring that its neighborhoods, businesses, parks, and beaches are safe for all residents and visitors. The Adopted Budget includes the following housing, health, and safety changes:

- Investments in Police technologies such as public safety video cameras, tasers, and radio encryption
- Support of the CalFire agreement
- Community Risk Reduction Public Education mailers to support fire safety for the community
- Updating the backup dispatch connections to the Bello and Hillcrest towers
- Grant funded support of an affordable housing renovation project
- Updating the safety element and access element and housing element of the General Plan
- Updating the City's website for ADA improvements
- Provide lighting at the Dolliver and Price Street parking lots

4. Preservation of essential services and fiscal health: The Adopted Budget is a structurally-balanced budget that retains the City's fiscal health, preserves essential services, and implements long-term productivity improvements and cost-reduction strategies. The budget includes:

- Support for capital projects with available fund balances based on a new 10-Year Capital Improvement Plan
- Fully funding the General Fund Reserves and other Water and Wastewater emergency capital reserves

- Adding an additional 0.5% beyond the 1% General Fund contingency for a total of 1.5% of General Fund budgeted operating expenditures during FY 2026 and FY 2027 to support various large capital projects that may exceed their contingency budget
- Setting aside $2.0 million for a Budget Stabilization set-aside

5. Economic Development: The Adopted Budget includes additional funds to support economic development, including:

- Updating the Downtown Strategic Plan
- Design changes to the Pier Promenade
- Converting the City-owned space temporarily housing Police services at 320 and 330 Main Street properties into a parking lot
- Operating and managing the July 4th fireworks festival, Clam Festival, Band Review, and other special events
- Updating the General Plan/Local Coastal Program

Accomplishments in Prior Two-Year Budget

The City was able to achieve and accomplish many of the City's FY 2024 and FY 2025 goals during the past two years. The key accomplishments, summarized by department, can be found below and are also detailed within the department program sections of the budget document.

City Council

- Improved Traffic Circulation
- Downtown Revitalization
- Continued Planning for Central Coast Blue
- Continued League of California Cities involvement
- Continuous investment in City infrastructure, maintenance, and improvements
- Maintained strong financial position
- Continued to set ambitious goals and vision for the City

City Manager's Office

- City Goals: Implemented Major City Goals and Priorities
- Conducted 2024 General Municipal Election, including a City-sponsored sales tax ballot measure
- Continued League of California Cities involvement
- Represented the City effectively on various regional boards and committees
- Enacted state and federal legislative platforms, including AB 2302 (Addis)
- Completed Public Works Assessment and restructuring of the department
- Continued to focus on cost-effective and efficient operations
- Further developed meaningful and beneficial partnerships with other governmental, non-profit, and private entities
- Negotiated successor Memorandum of Understanding with labor groups
- Hired 62 employees
- Enhanced quality of life for residents
- Increased community engagement and public information
- Updated the Advisory Body Handbook and Bylaws

Administrative Services Department

Finance Division

- City Council and City staff achieved a fiscally-sound two-year Budget for FY 2024 and FY 2025. The City received the "Operating Budget Excellence Award" from the California Society of Municipal Finance Officers for the FY 2024 & FY 2025 Adopted Budgets.
- The City Council and City staff maintained the City's General Fund reserves at 25% of General Fund operating budget expenses. In addition, the General Fund fully contributed to the Risk Management Reserve that has a balance of $250,000. The City maintained the City Facility Reserve of $500,000, and fully funded a 3% General Fund Contingency Budget.
- The Administrative Services Department received the prestigious "Certificate of Achievement for Excellence in Financial Reporting" by the Government Finance Officers Association (GFOA) of the United States and Canada to government units whose Annual Financial Comprehensive Reports (ACFRs) achieved the highest standards in government accounting and financial reporting for FY 2023 and FY 2024. This marks the 23rd year in a row that the City has received this award.
- Updated the Governmental Accounting Standards Board (GASB) measures into the City's Annual Financial Comprehensive Reports, for Accounting and Financial Reporting

- Updated the City's water and wastewater fees by conducting a fee study, holding a public hearing and community workshops, working through the Proposition 218 process, and implementing the new fees for FY 2024 through FY 2028
- Issued the Pismo Beach Public Financing Agency 2024 Lease Revenue Bonds to support the Public Safety Facility project, with $41,000,0000 of bond proceeds for the project.
- Implemented the first portion of electronic timesheets, working with a vendor to create a custom solution that integrates with the City's financial system and meet City departmental needs, Fair Labor Standards Act, labor agreements, and CalPERS requirements.
- Updated the City's user fees and cost allocation in FY 2025, including issuing a request for proposals, selecting a consultant, conducting a fee study, holding a public hearing, and implementing the new fees effective July 1, 2025.
- Updated the City's development impact fees, including conducting a fee study, holding a public hearing, and implementing the new fees effective July 1, 2025.
- Conducted a TOT/LBID/TMD audit, selecting a consultant, auditing the various lodging properties to ensure compliance with the City's TOT and LBID ordinances, report findings, and collecting funds if needed
- Achieved compliance with GASB 45 for OPEB, to pre-fund retiree health costs for retirees and their beneficiaries
- Updated the City's Purchasing Policy to reflect new processes as implemented through updated workflow and automated procedures
- Maintained compliance with various federal and state agencies for the City's debt portfolio and investment practice

Technology Division

- Implemented the first two full years of the Technology Master Plan for 2023 through 2028.
- Implemented an e-citation program for Police.
- Expanded the City's Microsoft Teams phone system to the Police Department.
- Supported Police in the migration of staff and systems to temporary locations during the construction of the Public Safety Facility.
- Upgraded the Police Department's body camera and in-car video system and integrated with the computer aided dispatch and records management system to automatically attach videos to cases.
- Moved all Emergency Operations Center circuits and functionality to the Council Chamber.
- Replaced the City's firewalls to provide the latest cybersecurity defenses to meet best practices for defending law enforcement networks.
- Implemented a managed detection and response solution to provide a new layer of cybersecurity defense.
- Installed new fiber optic cables at the Corporation Yard to improve network performance for office computers and the Utilities Division's Supervisory Control and Data Acquisition (SCADA) system.
- Purchased new Microsoft licensing for Windows Servers, updating all Windows Servers to a supported operating system version.
- Increased the automation of the City's document and records management system.
- Partially implemented online employee time tracking.
- Provided annual security training and make available other software/database application training.
- Conducted a PCI compliance review.
- Completed the decommissioning of the wIntegrate system (former financial management system).

Tourism & Events Department

Conference and Visitors Bureau

- Worked with five of the most influential lodging leaders to participate on the CVB/LBID Board to build a strong City lodging relationship and to direct marketing and event strategy.
- Updated 3-year Marketing Plan collaborating with TJA Advertising following the Strategic Plan Initiatives of Smart Tourism Growth, Collaborative Partnerships, Expanding the Brand and Building Strong Visitor and Resident Satisfaction, with the main focus being to drive traffic to the Experience Pismo Beach Website.
- Provided lodging information and trends of consumer confidence, pacing and booking changes.

- Used social media to promote local activities and events to support local public relations.
- Stewardship has become an important effort of Tourism and Events. We have promoted beach cleanups, Pollinator Month and Wine and Whales resident focused receptions, Clam Preservation funding with Cal Poly, education for elementary and middle schools through our Stewardship Activity and Coloring Book and guest speaker assemblies. We also work closely with our other State and environmental agencies at the Clam Festival and include them in our activities.
- Worked directly with all departments on the successful implementation of the Special Events Committee (SEC), processing over 70 applications.
- Successfully ran 5 citywide Celebrations. These celebrations included Car Show, 4th of July, Pier Centennial, Clam Festival and Band Review.
- Acted as Liaison with the Chapman Estate. Provide directions on the License Agreement and rental activities that occur on the property and inside the house. Oversee access and as a go between for City services.
- Extended the 1% LBID2 agreement with the Lodging Community for the next 5 years for Tourism Beautification and Infrastructure. Over $7 million has already been authorized to be spent with an additional $7.5 million over the next 5 years.
- Worked with the Lodging Business Improvement District to provide $125,000 of improvements to the Christmas decorations for the holiday season.
- Helped to facilitate an LBID funded purchase of a street sweeper for the promenade, pressure washer for the public restrooms and sidewalks and a beach rake attachment for use on the beach.
- Promoted lodging industries approval of 1% increase of TOT increase to build the Public Safety Facility and to support the sales tax initiative.
- Directed website changes on the Experience Pismo Beach Website to make the site more usable and to refer more referrals to the Lodging Properties. The photography and navigation were upgraded for translation and ADA access.
- Tracked website landing pages to evaluate the success of page visits for Taste of Pismo, Clam Festival, Monarch Butterflies, and 4th of July.
- Utilized geolocation monthly tracking to identify visitor trends. Aggressive and targeted marketing to top identified California State Cities outside our 4- to 6-hour drive area to encourage visitors that will visit our Experience Pismo Beach website. Over 69,800 annual referrals were made to our lodging website partners. We converted 45% referrals, which generated over 31,500 room nights with an average night stay of two nights. (31.5K @ 2-night average stay) and $13.9M in Rooms Revenue ($220.00 average Rate per STR) or 1.5M in TOT. This TOT return from our website represents 10% of annual TOT revenue.
- Social Media efforts were made to drive Pismo Beach Public Relations and Awareness. Social media drove visitors to visit our website. All of our social media channels saw marked increases year over year. It was also instrumental in driving fans to vote for Pismo Beach as USA Today's Best Small Coastal Beach City and also the USA Today Second-Best California Beach.
- Attended Tourism trade shows and represented Pismo Beach, including Go West Summit Palm Springs, IPW Los Angeles, Visit CA Outlook Forum Palm Springs, Central Coast Tourism Council Retreat Big Sur, SLO Cal Marketing Retreat Paso Robles, SLO CAL Marketing Summit San Luis Obispo.

Recreation

- Provided high-quality, low-cost recreation programs throughout the community that are fun, educational, accessible, and safe for people of all ages and abilities.
- Continued management and oversight of City Recreation and Visitor Events. Work closely with Recreation Supervisor to provide support and leadership
- Presented park signage, James Way Beautification bench artwork and Palisades sport court renovation to the City Council.
- Oversaw the Parks Recreation and Beautification Committee (PRBC). Worked with LBID2 to fund artwork and to provide leadership.
- Provided high-quality, low-cost recreation programs throughout the community that are fun, educational, accessible, and safe for people of all ages and abilities.

- Managed 30 instructor contracts for year-round recreational programming.
- Continue to recruit new instructors and expand program offerings throughout the year — added 8 new instructors in FY 2025.
- Oversee ACTIVE program registration software, managing over 6,000 participant registrations in FY 2025. Maintain up-to-date class listings, input new offerings each season, and generate current rosters. Add or remove programs as needed upon completion and process instructor payments through ACTIVE. In FY 2025, implemented mandatory online waiver during registration.
- Successfully coordinated major community events including Pumpkins in the Park, Holiday Harmony, Father-Daughter Dance, Egg-Stravaganza, Pacific Breeze Concert Series, Stride with the Tide, and Movies in the Park. Responsibilities included volunteer recruitment, securing sponsorships, vendor outreach and contract management, event promotion, and coordination with Public Works, Fire, and Police Departments for larger-scale events.
- Event attendance continues to grow, increasing the need for volunteer support. In FY 2025, we partnered with new volunteer groups to meet this demand and expanded our sponsor base to help support event costs and enhance experiences.
- Stride with the Tide drew a record-breaking 419 participants, including both locals and tourists. Community engagement reached new levels, with an increase in prize donations and more organizations expressing interest in contributing and participating on the day of the event.
- Successfully implemented ten neighborhood events during FY 2025 fostering local connections and community spirit through smaller, more personalized gatherings.
- Oversaw a wide range of youth recreational programs, including weekly summer camps that served over 200 participants per week. Camp themes included art, drama, science, surf, volleyball, and ocean adventure. In addition to summer offerings, coordinated camps during spring and winter breaks to provide year-round enrichment opportunities for youth.
- Adult Programs - Managed a diverse lineup of adult classes, including Tai Chi, Qi Gong, Tennis, Pickleball, Latin and Ballroom Dance, Watercolor, and Yoga. Adult programs continue to thrive, serving over 2,000 participants annually and reflecting strong community interest and engagement.
- Coordinated a monthly Senior Dance event, which saw increased attendance from 30 to 45 participants over the year, highlighting growing interest from the senior community.
- Created public art opportunities by issuing a call for artists to refresh 20 utility boxes along Shell Beach Road and the downtown corridor.
- Refreshed six stop signs along Shell Beach Road to enhance community aesthetics.
- Completed a public art project as part of the James Way beautification initiative.
- Staffed the PRBC, which selected playground designs for Chumash and Palisades parks in FY 2024.
- Designed and installed an updated kiosk for Dinosaur Caves Park, featuring new photos and enhanced descriptions as part of a public art project.
- Collaborated with Public Works, Engineering, and PRBC to create and install new park signs, determining optimal locations and including addresses to assist the public during emergencies.
- Create and design three activity guides per year, distributed to 23,000 homes, collaborating closely with Grover Beach and Arroyo Grande on the project.
- Expanded program advertising through city social media channels and Dimes Media.
- Recreation oversees the management of all parks and hall rentals. In FY 2025, the department processed over 700 general rentals, in addition to 40 athletic field rentals.
- Serves as the liaison for the Parks, Recreation & Beautification Commission (PRBC), supporting and assisting the Commission in fulfilling its responsibilities to review and provide recommendations to the City Council regarding recreation programming, community events, and beautification efforts in Pismo Beach.
- Continue to host volleyball tournaments throughout the summer in partnership with the California Beach Volleyball Association (CBVA), strengthening our ongoing collaboration and promoting active, community-focused recreation.

Community Development Department

Planning Division

- Parking Management Plan was approved on October 17, 2023
- Prepared and submitted a Coastal Commission grant application for $900,000 to update the City's Safety and Parks and Recreation Elements
- Successfully processed a Coastal Development Permit (CDP) for the Cliff Avenue seawall/outfall repair project, working closely with Coastal Commission staff to avoid appeal.
- Implemented ArcGIS server and hired a GIS consultant to assist in updating City GIS layers and for creation of General Plan exhibits.
- Updated the Parking In lieu fee, reducing the fee from $36,000 to $9,000 per space.
- Processed CDP for Pier Avenue stair closure and removal, working closely with Coastal Commission staff to avoid appeal.
- Successfully coordinated with People's Self Help Housing and HCD on a $4,750,000 grant application for rehabilitation of the Sea Haven affordable housing project on Addie Street.
- Successfully coordinated/facilitated CDP application and approval for Shell Beach Elementary school upgrade project.
- Implemented the Citizenserve permit portal to allow for electronic submittal of planning permit applications, including use of electronic plan check options.
- Implemented the 2023 vacation rental ordinance permit requirements. The STR and VR webpage has been updated, and the permitting process has been incorporated into the City's permit portal.
- Revised and significantly streamlined façade improvement program application and overall process. Updated application is now posted on Planning Division Website.
- Integrated Docusign, and Laserfiche into planning permit process to shorten and streamline project processing timelines.

Building

- Permits issued: 1,174
- Plan Reviews completed: 1,044
- Inspections completed: 4,763
- Staff attended multiple CALBO and ICC training opportunities, both in person and online.
- Staff updated the Building webpage including creation of online fillable forms and construction related handouts.
- Public Safety Facility: Executed contracts for plan check and inspector of record services and issued building permits for the PSF.
- Hired new Building Official and part time Permit Technician
- Implemented SolarAPP+ to allow electronic submittal of solar permits, including associated panel upgrades and batteries allowing for automatic permit issuance of same.
- Implemented the Citizenserve permit portal to allow for electronic submittal of building permit applications, including use of electronic plan check options.
- Integrated Docusign, and Laserfiche into building permit processes to shorten and streamline project processing timelines.

Public Works

Engineering Division

- Palisades and Chumash Park Playground Improvements
- Wadsworth Ave. Storm Drain
- Windward Ave./Reef Ct./Encanto Ave. Storm Drain Project
- Bello Bridge Trail Extension
- Ocean Boulevard Improvement Project

- Spyglass Drive Sidewalk under US 101
- Paving Project
- Oak Park Medical Plaza Parking Lot Repair
- James Way Beautification
- Drainage Master Plan – Heights, Downtown and Shell Beach

Public Facilities

- Police Department Parking Division Annex
- Chapman Estate ADA Restroom Remodel and Addition
- City Hall Exterior Improvements
- City Hall Window Treatments
- Vets Hall Window Replacement
- HVAC Maintenance
- Replace Beach Wheelchairs
- Water Bottle Filling Stations – Palisades and Spyglass Parks

Water

- Install VFDs at Bello Booster Station
- Oak Park Medical Plaza Valve Repairs
- Video Inspection of Well #5 and Well #23
- Replace Pump and Motor at Well #5
- Install Tank Mixer at Shell Beach Tank #2
- Dive Inspection and Condition Report for all remaining City Reservoirs
- Reservoir Vent Rehab for all Steel Tanks per State Recommendations

Wastewater

- Toucan Terrace Pipeline Recoating
- Digester #1 Demolition
- El Portal Outfall Abandonment
- Five Cities Lift Station Fire Response and Repairs

Police Department

Police Operations and Support

City Goal: Maintain a Focus on Public Safety

- Awarded CALEA Accreditation – Successfully advanced through the 3rd and 4th years of the Law Enforcement and Communications re-accreditation, sustaining continuous accreditation since 2007.
- Expanded Community Camera Program – Added new modular community cameras at priority locations identified through needs assessments, increasing coverage in vulnerable and high-profile areas. The enhanced network now supports traffic monitoring, emergency planning, criminal investigations, and crime reduction efforts.
- Enhanced Officer Wellness Program – Applied California Board of State and Community Corrections Officer Wellness Grant funding to expand officer wellness resources and initiatives.
- Implemented Satellite Internet Capability – Acquired and deployed high-speed satellite internet for the Mobile Command Vehicle, ensuring reliable communications during large-scale events and critical incidents where cellular service is degraded.
- Achieved DUI Enforcement Goals – Completed the Office of Traffic Safety DUI Grant program, meeting all targets for specialized training, DUI patrols/checkpoints, and traffic enforcement.

- Deployed Electronic Ticketing System – Implemented an OIS platform-based e-citation system, including the purchase of iPhone patrol phones, printers, protective cases, and chargers. The system has improved efficiency, reduced errors, and fully integrated with the RMS upgrade.
- Upgraded Body-Worn and In-Car Cameras – Replaced end-of-life body-worn and in-car cameras with new models, maintaining transparency and evidentiary quality for investigations.
- Installed 22 new License Plate Readers (LPRs) strategically throughout the city, enhancing investigative capabilities and contributing to both crime deterrence and successful case resolutions.
- Researched, procured, and implemented the state-of-the-art InTime electronic scheduling system, streamlining shift management, improving operational efficiency, and enhancing schedule accessibility for officers.

Parking

City Goal: Traffic, Circulation, and Parking

- Completed the Parking Management Plan.
- Maintained and improved the citation records and fine collection system.
- Identified and evaluated opportunities for additional parking throughout the city.
- Completed the Price Street parking meter installation project.
- Conducted a comprehensive evaluation of paid parking along Dolliver Street following the Caltrans transfer to the City.

Fire Department

- Continue to work with City staff and Contractors on construction of new Public Safety Facility.
- Purchased Fire Engine and placed into service
- Received Lifeguard Tower and placed into service
- Updated State Equipment Typing of Rescue 64
- Implemented Vegetation Management Projects at Bluffs/Cave VMP, Chumash Park VMP, Ontario VMP, Pismo Preserve VMP, Squire/Shell Beach tie-in, Lighthouse RX, Gragg Canyon VMP and RX

Economic/Policy/Legislative Issues Facing the City

The following are some of the major economic and legislative issues impacting the City:

Economic Issues

US Economy

The U.S. economic outlook for FY 2026 and FY 2027 displays continued improvement, supported by key economic indicators and a steadying national fiscal environment.

The Federal Open Market Committee (FOMC), in its September 17, 2025 economic projections, anticipates modest but sustained growth through the remainder of 2025 and into calendar years 2026 and 2027. Real Gross Domestic Product (GDP) is projected to increase by 1.6% in 2025, followed by 1.8% in 2026 and 1.9% in 2027, which is slightly below the FOMC's optimal growth range of 2.0% to 3.0% per year. GDP measures the total value of goods and services produced within the United States, and its annual growth rate reflects the economy's pace of expansion compared to the prior year.

The national unemployment rate is expected to remain relatively stable, decreasing slightly from 4.5% in 2025 to 4.4% in 2026 and 4.3% in 2027. The FOMC identifies the normal range for unemployment between 3.6% and 4.5%, indicating that employment conditions are expected to remain healthy.

Inflation, measured by the Personal Consumption Expenditures (PCE) price index, the FOMC's preferred gauge of consumer spending, is projected to continue moderating. PCE inflation is forecast at 3.0% in 2025, easing to 2.6% in 2026 and 2.1% in 2027, approaching the Committee's long-term target of 2.0%. This moderation reflects ongoing stabilization in prices for goods and services, including healthcare and housing.

Monetary policy is likewise expected to become more accommodative, with the federal funds rate projected to decline from 3.6% in 2025 to 3.4% in 2026 and 3.1% in 2027. Lower interest rates are intended to encourage investment and support continued economic expansion.

In summary, the U.S. economic outlook for FY 2026 and FY 2027 reflects gradual but steady improvement, characterized by stable employment levels, moderating inflation, and consistent GDP growth, signs of a resilient national economy adapting to a slower yet sustainable growth trajectory.

State of California Economy

Based on economic projections from the California Department of Finance in April 2025, the California consumer price index for urban consumers (CPI-U) is projected to rise by 4.2% in FY 2026 compared to FY 2025, followed by a 3.1% growth in FY 2027 compared to FY 2026. **The state's fiscal health currently stands on a positive footing, and the future-year outlook continues to signal economic expansion. Employment is projected to grow modestly**, with a 0.1% increase in FY 2026 and a 0.2% increase in FY 2027, correlating with a projected unemployment rate of 5.5% compared to the previous year for 2026 and 2027, slightly above the anticipated national average. **Personal income is also on an upward trajectory**, with an expected 4.1% growth in 2026 compared to 2025, followed by a 4.6% increase in 2027 compared to 2026, building upon the projected 4.0% uptick in 2025 compared to 2024 personal income.

California Tourism Dynamics:

The City of Pismo Beach relies significantly on tourism, constituting a substantial portion of its revenue. The City's General Fund, its largest discretionary fund, draws 41% of its revenues from Transient Occupancy Tax (TOT), an 11% tax on short-

term lodging rentals. Additionally, a portion of the City's sales and use tax revenues is derived from visitor spending on shopping, dining, fuel purchases, and general consumer goods within Pismo Beach.

The broader California travel and tourism sector continues to exhibit growth. According to Tourism Economics' "California's Visits and Spending Forecast" from October 2025, total visitors to California are expected to increase by approximately 1.7% in 2026 compared to 2025, with a further 2.6% rise in 2027 compared to 2026. Estimated total expenditures by these visitors in California are projected to increase by 4.2% in 2026 and 4.5% in 2025. International visitor trends have changed based on the economic impacts of tariffs, policies, and pronouncements from the Trump administration, which have contributed to a growing wave of negative sentiment toward the US among potential international travelers. Heightened border security measures and visible immigration enforcement actions are amplifying concerns. Despite these issues, India and Mexico visitors have increased travel to California while Germany, Japan, Australia, and Canadian visitors are seeking other areas to visit, reflecting a projected 5% per year growth projected for 2026 and 2027 for internation visitors.

City of Pismo Beach Economy

The City of Pismo Beach's local economy is closely intertwined with the broader economic conditions of the United States and the State of California. However, Pismo Beach is uniquely characterized by its strong dependence on tourism, distinguishing it from the average municipality. The majority of the City's visitors originate from California's San Joaquin Valley, seeking relief from the region's summer heat, providing a consistent and reliable base for the local hospitality sector. In addition, Pismo Beach continues to attract international travelers journeying along the iconic route between San Francisco and Los Angeles.

Visitors are drawn to Pismo Beach's exceptional outdoor amenities, including its expansive sandy beach, year-round mild climate, the scenic Pismo Preserve, and the revitalized Pier Plaza. These attributes have positioned the City as a leader in San Luis Obispo County's tourism and hospitality market, contributing significantly to local economic vitality.

Maintaining Fiscal Stability and Investing in the Future:

The City's General Fund remains balanced and fiscally sound, reflecting prudent management and careful planning. While ongoing expenditures currently exceed ongoing revenues, this is a planned, transitional phase as the City invests in major capital and public safety initiatives that will serve the community for decades to come. This temporary imbalance results from short-term TOT revenue reductions and rising costs tied to key long-term investments, including the Public Safety Facility, CalFire services, and technology enhancements for Police and City operations. The debt service on the 2024A Lease Revenue Bonds for the Public Safety Facility is supported primarily by a dedicated 1% of TOT revenues, supplemented by approximately $600,000 annually from the Parking Enterprise Fund. Over time, as TOT revenues grow while debt payments remain level, this structure will strengthen the City's fiscal flexibility and long-term sustainability.

Looking ahead, several hotels are planning renovations during FY 2026, temporarily affecting both Transient Occupancy Tax (TOT) and sales tax revenues. Conversely, the voter-approved Measure F-24—raising the local transaction and use tax rate from 0.5% to 1.0%, which will provide additional funding for critical street and infrastructure improvements. These investments are expected to reduce long-term maintenance costs and support continued economic development within a well-managed municipal framework.

As the City approaches FY 2027, modest but steady economic growth is anticipated, reflecting broader national and state trends of gradual expansion following a period of strong post-pandemic recovery. Pismo Beach remains well-positioned to maintain fiscal stability while advancing strategic investments that enhance both resident quality of life and visitor appeal.

City's Response to Economic Issues

In response to ongoing economic challenges, the City's Adopted Budget reflects a prudent and strategic approach to fiscal management. It incorporates conservative revenue projections, sustains fully funded reserves, and establishes a Budget Stabilization Reserve to safeguard against potential revenue declines during future economic downturns. The

budget also directs resources toward essential infrastructure improvements and community investments, further strengthening the City's long-term fiscal position. Together, these actions underscore the City's continued commitment to financial stability, resilience, and proactive planning amid evolving economic conditions.

City staff continue to closely monitor revenues and expenditures to maintain structural balance and financial integrity. Several proactive strategies are underway to improve efficiency and control long-term costs, including:

- Asset Management Program: Establishing a proactive maintenance approach for City facilities to prevent costly deferred repairs.
- Annual Paving and Drainage Improvements: Implementing consistent maintenance cycles to reduce long-term capital costs and improve infrastructure reliability.

Despite short-term challenges, the City's reserves remain strong, ensuring essential services continue without interruption and positioning the City to respond effectively to future needs or economic changes.

In addition, the City's Lodging Business Improvement District (LBID) remains a vital component in supporting and promoting the local tourism economy. Funded through a 1% assessment on gross lodging revenues, the LBID drives initiatives to expand and diversify tourism markets while enhancing the visitor experience. A supplemental 1% levy supports visitor-serving amenities and capital improvements, including projects such as the Addie Street restroom renovation, City-wide holiday decorations, beautification efforts, signage and safety upgrades at the Butterfly Grove, extended-use lighting for sports courts, and new beach cleaning equipment. Collectively, these efforts reflect the City's dedication to sustainable economic growth, community enhancement, and maintaining Pismo Beach's reputation as a premier coastal destination.

Policy & Legislative Issues and City's Response

Legislative Issues

CalPERS Unfunded Liability

The City of Pismo Beach provides retirement benefits for full-time employees through CalPERS. As of June 2023, CalPERS has 82% of the funds required to pay estimated retirement benefits. Although the funded rate is a moving target depending on the amount of contributions into CalPERS and the market value of CalPERS investments, an 85% to 90% funded rate would allow CalPERS to support current and future retirement benefits, while a 50% funded rate could mean that the pension system may not be able to deliver promised benefits. There are several factors contributing to the underfunding of the CalPERS system, the largest of which is investment performance in the past two national recessions, prior to the COVID-19 global pandemic. Although the 2013 pension reform and CalPERS' more conservative investment changes have reduced the potential for further decline in CalPERS funded status, there still remain large unfunded accrued liabilities (UAL) from promised defined benefits compared to the fiscal health of the CalPERS system.

The City of Pismo Beach has taken a proactive approach to managing the City's UAL, which is essentially debt with a 7.0% interest rate. The most significant elements of the City's management of these costs are maintaining level staffing and budgeting conservatively. The City Council also contributed $5 million towards its UAL, saving hundreds of thousands in interest costs, renegotiated new retirement tiers, and increased employee contributions. The City's total UAL for all plans is $23.93 million as of June 30, 2023.

As of July 14, 2025, CalPERS reported an 11.6% net return on investments for FY 2025, on top of the 9.3% net return on investments in FY 2024. Both will help reduce the City's unfunded liability.

The Adopted Budget does not include a prepayment to help reduce the City's UAL, but continues to evaluate that in the event of historical personnel cost savings, those would be designated to for a potential future prepayment including directly reducing interest payments to reduce the City's ongoing costs.

Other Challenges

Other potential challenges that are facing the City are:

- **Americans with Disabilities Act (ADA) improvements**: The City is making significant strides toward upgrading disability access improvements throughout the City. The budget includes various ADA improvements in all new capital projects (about 10% of all applicable capital projects include these improvements), and continues work on existing structures to make them more accessible to the public. This budget also includes ADA website improvements and improvements for a more accessible Council Chamber.
- **Water Supply**: The City continues to be water-supply conscious due to the most recent drought, and took measured actions to deal with the drought, including a three-tiered system of building restrictions depending on the City's total water supply.
    - **Lake Lopez Litigation**: There is litigation over Lopez Lake and the associated increased environmental water releases that may reduce the available water allocation for Pismo Beach, compelling the City to rely more heavily on higher-cost alternatives such as State Water or increased groundwater pumping. This substitution can raise operational and energy costs, in addition to expensive litigation costs, putting upward pressure on the City's water enterprise budget and potentially pushing retail water rates higher. Because the City holds an entitlement of approximately 892 acre-feet per year from Lopez Lake, any supply curtailment directly erodes its supply reliability and increases financial risk. On the positive side, Pismo Beach's multi-source portfolio and participation in the Central Coast Blue recycled water project provide strategic mitigation, though benefits will accrue over time rather than immediately. In short, until the litigation is resolved and long-term release and operating rules are set, the City must plan for cost uncertainty in its FY 2026 and FY 2027 budgets and maintain flexibility to absorb potential supply disruptions.

      The City has a diverse water supply, pulling from three sources:

City of Pismo Beach Water Sources

Water Source	Percentage of Water Supply	Acre Feet / Year	Gallons of Water (millions)
State Water	41%	1,100	358
Lopez Lake Reservoir	33%	892	291
Santa Maria Ground Water Basin	26%	700	228

- **Central Coast Blue:** This Adopted Budget includes substantial investments toward the Central Coast Blue Project, a regional water sustainability project that is proposed to create a new, high-quality, and reliable water supply for the City of Pismo Beach. Currently, Pismo Beach is designing a new advanced water purification facility to create a high-quality water source to supplement local groundwater supplies. This project will allow the City to have sufficient supplies even in times of water shortage or drought. These funds are used to support various environmental studies associated with a regional recycled water treatment plant, permitting, planning, designing, and garnering financial support from the federal and state governments. The overall cost of this project is expected to be $63 million, which includes projected $38 million in various grants and $24 million in Clean Water State Revolving Fund Loan financing. Of this amount, the City supports 33% of the project from its Water Enterprise Fund and 67% of the project from its Wastewater Enterprise Fund.

City Staffing

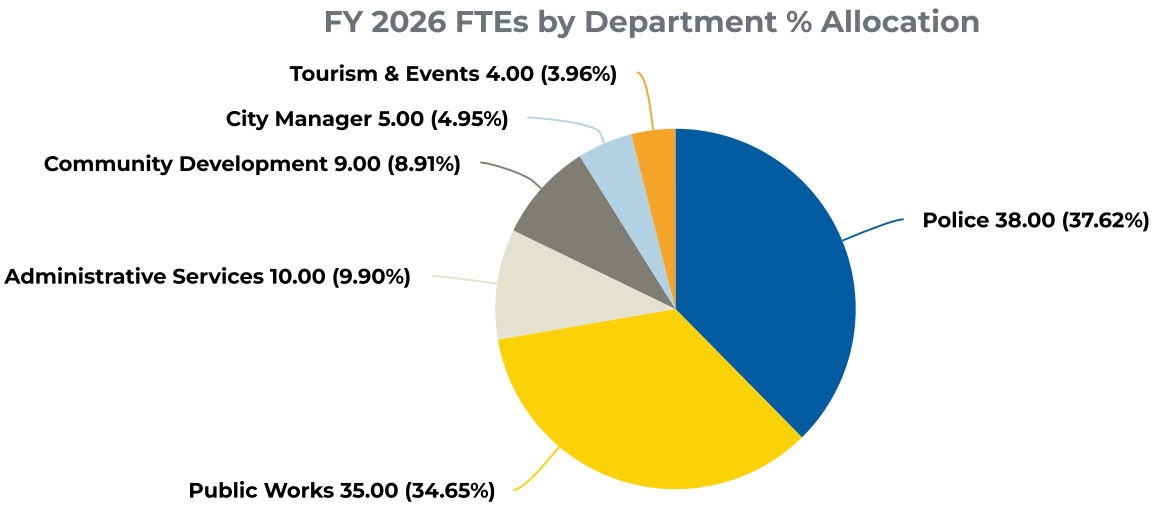
Number of City FTE Positions: Staffing resources are an integral part of the City's two-year budget. The current number of budgeted permanent full-time equivalent (FTE) positions in FY 2026 and FY 2027 is 101. The FY 2026 and FY 2027 budgeted FTEs are is the same as FY 2025, and 1 FTE greater than FY 2024.

Personnel Changes

The City combined the City Manager Department and the Management Services Department into the City Manager's Office. Since the last FY 2024 and FY 2025 Adopted Budgets, the City added 1 FTE across all Departments. This is net additional 1 FTE is made up of the following position changes:

- Police reduced positions by 2 FTEs due to no longer needing 3 additional Dispatchers to provide dispatching services to the City of Grover Beach, and adding a new Community Services Technician.
- Public Works added 3 FTEs, including a Permit Technician in the Engineering Division, a Geographic Information Systems (GIS) Analyst, and a Facility and Fleet Supervisor. Also in Public Works, the City reclassified positions from Lead Wastewater Worker to Wastewater Systems Supervisor; Lead Water Systems Operator to a Water Systems Supervisor; a Lead Maintenance Worker to a Parks Maintenance Supervisor; and another Lead Maintenance Worker to a Street Maintenance Supervisor.
- Administrative Services Finance Division, the Senior Management Analyst position is reclassified to a Accounting Supervisor.
- Community Development Department, the Building Permit Technician was reclassified to a Permit Technician.

A summary of FTEs by Department is provided in the following chart and tables.



Comparative Budgeted Staffing Levels

Comparative budgeted staffing levels FY 2022 through FY 2027 - All Funds

POSITIONS	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
City Manager	1.00	1.00	1.00	1.00	1.00	1.00
Assistant City Manager	1.00	1.00	1.00	1.00	1.00	1.00
Management Services Director	0.00	0.00	0.00	0.00	0.00	0.00
Human Resources Officer	0.00	0.00	1.00	1.00	1.00	1.00
Management Analyst	1.00	1.00	0.00	0.00	0.00	0.00
City Clerk	1.00	1.00	1.00	1.00	1.00	1.00
Executive Assistant	0.00	0.00	0.00	1.00	1.00	1.00
Administrative Assistant	1.00	1.00	1.00	0.00	0.00	0.00
City Manager's Office Total	5.00	5.00	5.00	5.00	5.00	5.00
Tourism & Events Director	1.00	1.00	1.00	1.00	1.00	1.00
CVB Director	0.00	0.00	0.00	0.00	0.00	0.00
Recreation Manager	1.00	1.00	1.00	1.00	1.00	1.00
Tourism Manager	0.00	0.00	0.00	0.00	1.00	1.00
CVB Tourism Coordinator	1.00	1.00	1.00	1.00	0.00	0.00
Recreation Coordinator	0.00	1.00	1.00	1.00	1.00	1.00
Tourism & Events Department Total	3.00	4.00	4.00	4.00	4.00	4.00
Administrative Services Director	1.00	1.00	1.00	1.00	1.00	1.00
Finance Manager	1.00	1.00	1.00	1.00	1.00	1.00
IT Manager	1.00	1.00	1.00	1.00	1.00	1.00
Finance Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Senior Management Analyst	1.00	1.00	1.00	1.00	0.00	0.00
Accountant/Senior Accountant	0.00	0.00	1.00	1.00	1.00	1.00
IT Specialist	0.00	1.00	1.00	1.00	1.00	1.00
Accounting Technician	2.00	2.00	2.00	2.00	2.00	2.00
Accounting Clerk	2.00	2.00	2.00	2.00	2.00	2.00
Office Assistant II	0.00	0.00	0.00	0.00	0.00	0.00
Administrative Services Department Total	8.00	9.00	10.00	10.00	10.00	10.00
ADMINISTRATION TOTAL:	16.00	18.00	19.00	19.00	19.00	19.00

POSITIONS	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Police Chief	1.00	1.00	1.00	1.00	1.00	1.00
Police Commander	2.00	2.00	2.00	2.00	2.00	2.00
Parking Supervisor	1.00	1.00	1.00	1.00	1.00	1.00
Police Corporal	4.00	4.00	4.00	4.00	4.00	4.00
Police Sergeant	5.00	5.00	5.00	5.00	5.00	5.00
Police Officer	10.00	11.00	11.00	11.00	11.00	11.00
Police Officer - Grant	1.00	1.00	1.00	1.00	1.00	1.00
Community Services Officer	0.00	0.00	0.00	1.00	1.00	1.00
Community Services Technician	0.00	0.00	0.00	1.00	1.00	1.00
Support Services Supervisor	1.00	1.00	1.00	1.00	1.00	1.00
Crime Analyst	1.00	1.00	1.00	1.00	1.00	1.00
Dispatcher/Records Technician	9.00	9.00	9.00	5.00	5.00	5.00
Senior Public Safety Dispatcher	1.00	1.00	1.00	1.00	1.00	1.00
Executive Assistant	0.00	0.00	1.00	1.00	1.00	1.00
Administrative Secretary	1.00	1.00	0.00	0.00	0.00	0.00
Lead Records Coordinator	0.00	0.00	1.00	1.00	1.00	1.00
Police Records Technician	0.00	1.00	0.00	0.00	0.00	0.00
Parking Enforcement Officer	0.00	1.00	1.00	1.00	1.00	1.00
POLICE TOTAL:	37.00	40.00	40.00	38.00	38.00	38.00
Community Development Director	1.00	1.00	1.00	1.00	1.00	1.00
Building Official	1.00	1.00	1.00	1.00	1.00	1.00
Planning Manager	1.00	1.00	1.00	1.00	1.00	1.00
Associate Planner	2.00	2.00	2.00	2.00	2.00	2.00
Building Inspector II	1.00	1.00	1.00	1.00	1.00	1.00
Building Inspector I	0.00	0.00	0.00	0.00	0.00	0.00
Permit Technician	0.00	0.00	0.00	1.00	1.00	1.00
Building Permit Technician	1.00	1.00	1.00	0.00	0.00	0.00
Administrative Secretary	1.00	1.00	1.00	1.00	1.00	1.00
Code Enforcement	0.00	1.00	1.00	1.00	1.00	1.00
Recreation Manager	0.00	0.00	0.00	0.00	0.00	0.00
COMMUNITY DEV TOTAL:	8.00	9.00	9.00	9.00	9.00	9.00

POSITIONS	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Public Works Director/City Engineer	1.00	1.00	1.00	0.00	0.00	0.00
Public Works Director	0.00	0.00	0.00	1.00	1.00	1.00
City Engineer	0.00	0.00	0.00	1.00	1.00	1.00
Engineering Manager	0.00	0.00	1.00	0.00	0.00	0.00
Senior Engineer	1.00	1.00	1.00	1.00	1.00	1.00
Engineer	1.00	1.00	1.00	0.00	0.00	0.00
Capital Projects Manager	0.00	0.00	0.00	1.00	1.00	1.00
Senior Management Analyst	0.00	0.00	1.00	1.00	1.00	1.00
GIS Analyst	0.00	0.00	0.00	1.00	1.00	1.00
Management Analyst	1.00	1.00	0.00	0.00	0.00	0.00
Permit Technician	0.00	0.00	0.00	1.00	1.00	1.00
Administrative Secretary	1.00	1.00	1.00	1.00	1.00	1.00
Engineering Technician	1.00	1.00	0.00	0.00	0.00	0.00
Utilities Manager	1.00	1.00	1.00	1.00	1.00	1.00
Facilities Manager	1.00	1.00	1.00	1.00	1.00	1.00
Facility and Fleet Supervisor	0.00	0.00	0.00	1.00	1.00	1.00
Streets Maintenance Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Lead Worker Streets/Govt Build.	1.00	1.00	1.00	1.00	0.00	0.00
Park Maintenance Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Lead Worker Parks	1.00	1.00	1.00	1.00	0.00	0.00
Maintenance Worker II	4.00	5.00	5.00	5.00	5.00	5.00
Maintenance Worker I	5.00	6.00	6.00	6.00	6.00	6.00
Water Systems Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Lead Worker Water	1.00	1.00	1.00	1.00	0.00	0.00
Water Operator I	2.00	2.00	2.00	2.00	2.00	2.00
Water Operator II	1.00	1.00	1.00	1.00	1.00	1.00
Wastewater Systems Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Lead Worker Wastewater	1.00	1.00	1.00	1.00	0.00	0.00
Treatment Plant Operator II	4.00	4.00	4.00	4.00	4.00	4.00
Treatment Plant Operator I	0.00	0.00	0.00	0.00	0.00	0.00
Regulatory Compliance	1.00	1.00	1.00	1.00	1.00	1.00
Fleet Mechanic	1.00	1.00	1.00	1.00	1.00	1.00
PUBLIC WORKS TOTAL:	30.00	32.00	32.00	35.00	35.00	35.00
TOTAL ALL CITY:	**91.00**	**99.00**	**100.00**	**101.00**	**101.00**	**101.00**

Personnel Costs

Personnel costs: Salary and benefit summaries are provided in the following tables and can also be found in the Departments section of this document.

Employee Compensation and Benefits: There are two union-represented groups in the City: the Police Officers Association (POA) for sworn and non-sworn "Safety Police" employees; and Service Employees International Union (SEIU), Local 620, for "Miscellaneous" (all other represented) employees. The remaining, non-represented employees include City Manager, management employees, mid-management/professional employees, and supervisory/technical employees. Employees receive a wide range of benefits, including (California Public Employees' Retirement System) (CalPERS) retirement; medical, dental, vision, and life insurance; vacation, holiday, sick, and administrative leave; deferred compensation, employee assistance program, flexible benefits, and tuition reimbursement. Each Memorandum of Understanding with the bargaining units defines the benefit details for each job classification and can be found on the City's website.

Personnel Budget Detail FY 2026

Personnel Expenditures FY 2026	General Fund	LBID Fund	Water Enterprise Fund	Wastewater Treatment Fund	Parking Enterprise Fund	Technology Service Fund	Motor Vehicle Fund	All Funds Total
Gross Wages								
Salaries-Full Time	$ 8,686,896	$ -	$ 533,219	$ 667,677	$ 161,952	$ 206,736	$ 111,909	$ 10,368,389
Salaries-Overtime	442,500	300	60,000	60,000	-	6,200	4,600	573,600
Salaries-Temp Part Time	1,250,893	38,580	22,336	22,336	140,000	15,000	-	1,489,144
Gross Wages Total	**$ 10,380,289**	**$ 38,880**	**$ 615,555**	**$ 750,013**	**$ 301,952**	**$ 227,936**	**$ 116,509**	**$ 12,431,133**
Insurance								
Dental Insurance	65,308	-	4,744	7,675	1,085	1,020	-	79,832
Flexible Benefit Allowance	218,382	-	24,455	1,707	-	-	17,061	261,605
Health Insurance	1,250,309	-	87,944	158,817	22,633	21,451	-	1,541,154
Life Insurance	9,451	-	691	914	225	212	163	11,656
LT Disability	6,500	-	-	-	-	-	-	6,500
State Unemployment Insurance	49,753	194	3,077	3,746	1,494	1,140	583	59,987
Vision Insurance	15,503	-	1,084	1,994	293	278	-	19,152
Workers' Compensation	658,738	435	57,897	74,766	9,865	2,553	16,013	820,268
Insurance Total	**$ 2,273,944**	**$ 630**	**$ 179,891**	**$ 249,619**	**$ 35,595**	**$ 26,654**	**$ 33,820**	**$ 2,800,154**
Other Benefits								
Car Allowance	9,600	-	-	-	-	-	-	9,600
Employee Assistance Prg	2,000	-	-	-	-	-	-	2,000
Expense Allowance	-	-	-	-	-	-	-	-
Moving Allowance	-	-	-	-	-	-	-	-
Retiree Medical Insurance	265,000	-	-	-	-	-	-	265,000
SEC 125 Admin Fee	-	-	-	-	-	-	-	-
Sick Pay Buy Back	-	-	-	-	-	-	-	-
Uniform Allowance	35,800	-	-	-	-	-	-	35,800
Other Benefits Total	**$ 312,400**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 312,400**
Retirement								
Deferred Compensation	292,339	-	15,711	19,761	2,200	8,501	1,500	340,012
Pension Expense	-	-	-	-	-	-	-	-
PERS Retirement	1,041,964	-	46,808	48,846	10,974	17,510	10,295	1,176,397
PERS UAL Payment	1,831,844	373	95,171	43,934	8,019	1,977	27,195	2,008,513
Social Security	747,868	2,974	46,857	57,023	22,775	17,438	8,914	903,848
Retirement Total	**$ 3,914,015**	**$ 3,347**	**$ 204,547**	**$ 169,564**	**$ 43,968**	**$ 45,426**	**$ 47,904**	**$ 4,428,770**
Total Personnel Costs	**$ 16,880,648**	**$ 42,857**	**$ 999,993**	**$ 1,169,195**	**$ 381,515**	**$ 300,016**	**$ 198,233**	**$ 19,972,457**

Personnel Budget Detail FY 2027

Personnel Expenditures FY 2027	General Fund	LBID Fund	Water Enterprise Fund	Wastewater Treatment Fund	Parking Enterprise Fund	Technology Service Fund	Motor Vehicle Fund	All Funds Total
Gross Wages								
Salaries-Full Time	$ 8,858,650	$ -	$ 541,869	$ 693,714	$ 164,668	$ 210,419	$ 117,505	$ 10,586,825
Salaries-Overtime	467,500	300	60,000	60,000	-	6,200	4,600	598,600
Salaries-Temp Part Time	1,250,893	38,580	22,336	22,336	140,000	15,000	-	1,489,144
Gross Wages Total	**$10,577,043**	**$ 38,880**	**$ 624,205**	**$ 776,050**	**$304,668**	**$ 231,619**	**$ 122,105**	**$ 12,674,569**
Insurance								
Dental Insurance	65,308	-	4,744	7,675	1,085	1,020	-	79,832
Flexible Benefit Allowance	218,382	-	24,455	1,707	-	-	17,061	261,605
Health Insurance	1,250,309	-	87,944	158,817	22,633	21,451	-	1,541,154
Life Insurance	9,451	-	691	914	225	212	163	11,656
LT Disability	6,500	-	-	-	-	-	-	6,500
State Unemployment Insurance	50,705	194	3,120	3,876	1,507	1,159	611	61,172
Vision Insurance	15,503	-	1,084	1,994	293	278	-	19,152
Workers' Compensation	673,897	435	58,890	78,223	9,957	2,594	16,806	840,803
Insurance Total	**$ 2,290,055**	**$ 630**	**$ 180,927**	**$ 253,206**	**$ 35,700**	**$ 26,714**	**$ 34,641**	**$ 2,821,874**
Other Benefits								
Car Allowance	9,600	-	-	-	-	-	-	9,600
Employee Assistance Prg	2,000	-	-	-	-	-	-	2,000
Expense Allowance	-	-	-	-	-	-	-	-
Moving Allowance	-	-	-	-	-	-	-	-
Retiree Medical Insurance	401,000	-	-	-	-	-	-	401,000
SEC 125 Admin Fee	-	-	-	-	-	-	-	-
Sick Pay Buy Back	-	-	-	-	-	-	-	-
Uniform Allowance	35,800	-	-	-	-	-	-	35,800
Other Benefits Total	**$ 448,400**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 448,400**
Retirement								
Deferred Compensation	292,339	-	15,711	19,761	2,200	8,501	1,500	340,012
Pension Expense	-	-	-	-	-	-	-	-
PERS Retirement	1,058,233	-	47,380	50,470	11,141	17,736	10,805	1,195,765
PERS UAL Payment	1,960,042	379	102,056	46,932	8,532	1,976	29,184	2,149,101
Social Security	763,391	2,974	47,566	59,078	22,998	17,720	9,342	923,068
Retirement Total	**$ 4,074,005**	**$ 3,353**	**$ 212,713**	**$ 176,241**	**$ 44,871**	**$ 45,933**	**$ 50,831**	**$ 4,607,946**
Total Personnel Costs	**$17,389,503**	**$ 42,863**	**$ 1,017,845**	**$ 1,205,496**	**$385,239**	**$ 304,266**	**$ 207,577**	**$ 20,552,789**

Long-Term Financial Planning

The City incorporates long-term financial planning into its budget process in five ways:

- First, the City has established a set of financial policies that were reviewed and affirmed by the City Council and Department Head Team on April 3, 2025 during the development of the budget. These policies establish goals for the allocation of public resources in the manner best suited to the efficient provision of services to citizens and visitors present within the City. Some of these policies call for maintaining adequate cash reserves and providing ongoing maintenance of infrastructure and buildings, which are vital to sound fiscal management.
- Second, the Council undertakes a strategic planning process to establish goals and priorities for the organization that takes into account a long-term vision of the City and incorporates public input. The Council reviews and may modify its long-term vision statement for the City every two years. Additionally, the Council seeks public input in developing the City's goals to meet this vision. This public input process, branded *Pismo Voice*, includes a tri-fold flyer in all utility bills that directly asks for ideas about priorities, with prepaid postage for return mail to the City. In addition, the City received feedback about priorities from social media and other online notifications such as Facebook, Notify Me; online survey/Pismo Voice platform, and feedback through the City's website. The resulting City goals are long-term goals that typically cannot be accomplished in one or two years. As such, City staff develop work plans to implement various stages of those goals and those items are incorporated into the budget.
- Third, the City maintains a five-year operating projection for the General Fund and the Water and Wastewater Enterprise Funds. The General Fund projection is updated quarterly and shared with Council periodically, especially during labor negotiations and water and wastewater rate studies. In FY 2023, the City prepared a five-year financial plan for the Water and Wastewater Enterprise Funds as part of the water and wastewater rate development process. These projections allow management to see what the future could look like given a set of assumptions and are evaluated in the context of whether decisions are sustainable over the long term. In FY 2024, the City prepared three-year General Fund projections related to the three-year labor agreements.
- Fourth, the City maintains a 10-year long-range capital planning process that helps drive annual capital funding decisions as well as periodic bond issues for larger investments. The Capital Improvement Plan is approved biennially along with the two-year Adopted Budget.
- Finally, all Governmental Accounting Standards Board (GASB) pronouncements are monitored and implemented into the City's financial statements.

General Fund Five-Year Projection FY 2025 through FY 2030

The following table shows the five-year projection for the General Fund, including all sources and uses and the beginning and projected ending fund balances for FY 2025 revised budget forecasted to FY 2030. In general, the revenues and expenditures in FY 2026 and FY 2027 reflect both the Adopted Budgets and Revised Budgets since labor negotiations were finalize after the budget adoption and should be included in FY 2026 and FY 2027 projections. FY 2028 to FY 2030 are projections that reflect what the City's General Fund would look like if the City continued to receive revenues based on historical growth rates and spend based on historical spending rates, and adjusted to ensure that the City's budget is balanced. Given uncertainties of future revenues, expenditures, and resulting fund balances, it is prudent to continue to maintain thoughtful discipline in restraining costs.

Pismo Beach's Municipal Code requires that each year's budget be balanced. In the event that ongoing expenditures exceed revenues, balancing the budgets will likely require some combination of expenditure reductions and/or additional revenues. These projections assume no ongoing solutions are implemented. To the extent budgets are balanced with ongoing solutions, future shortfalls would decrease.

Except for the labor contracts approved after the June 3, 2025 budget adoption, this projection assumes no major changes from the FY 2026 and FY 2027 Adopted Budget levels to policies, service levels, and the number of employees. It also assumes capital projects spending stays relatively level around $500 thousand in FY 2028 and growing by 3.0% each year and that there are no other new one-time costs.

The City’s General Fund remains structurally balanced and fiscally sound, and well-managed, demonstrating the City's ongoing commitment to prudent financial planning and long-term sustainability. The General Fund includes the locally approved transaction sales and use tax revenues that are deposited in the General Fund and strategically allocated toward essential infrastructure investments to strengthen the City's long-term financial position. This period represents a planned and manageable transition as the City advances significant capital and public safety initiatives designed to benefit the community for decades to come. The FY 2026 and FY 2027 Adopted Budget reflects short-term TOT revenue reductions and rising costs tied to key long-term priorities, including the Public Safety Facility, CalFire services, and modern technology enhancements that support public safety and operational efficiency. The debt service on the 2024A Lease Revenue Bonds for the Public Safety Facility is supported primarily by a dedicated 1% of TOT revenues, supplemented by approximately $600,000 annually from the Parking Enterprise Fund. Over time, as TOT revenues grow while debt payments remain level, this structure will strengthen the City’s fiscal flexibility and long-term sustainability.

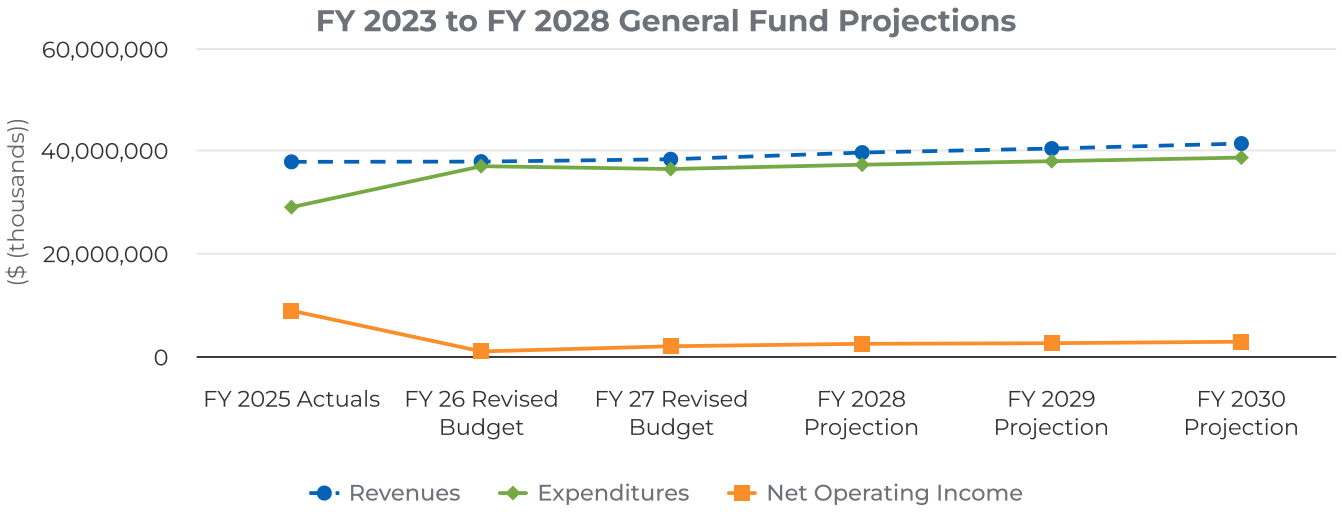
General Fund Five-Year Projection FY 2025 through FY 2030

Category	FY 2025 Preliminary Actuals	FY 2026 Adopted Budget	FY 2026 Revised Budget	FY 2027 Adopted Budget	FY 2027 Revised Budget	FY 2028 Projection*	FY 2029 Projection*	FY 2030 Projection*
Sources								
Beginning Fund Balance	**$24,638,529**	**$11,358,123**	**$23,765,023**	**$10,631,872**	**$5,480,289**	**$2,334,951**	**$4,159,302**	**$6,124,516**
Transient Occupancy Tax	$15,112,396	$15,097,000	$15,097,000	$15,624,000	$15,624,000	$16,092,720	$16,414,574	$16,907,012
Property Taxes	7,740,115	7,655,100	7,655,100	7,808,200	7,808,200	8,120,528	8,364,144	8,615,068
Sales & Use Tax	6,580,812	7,850,500	7,974,500	7,967,510	8,092,510	8,416,210	8,500,373	8,585,376
Other revenues	4,014,965	2,850,740	2,853,740	3,006,988	3,006,988	3,127,268	3,189,813	3,253,609
Permits	1,183,653	1,755,890	1,755,890	1,238,837	1,238,837	1,263,614	1,288,886	1,314,664
Other Taxes	1,273,566	1,271,410	1,271,410	1,291,910	1,291,910	1,317,748	1,344,103	1,370,985
Departmental Revenues	357,455	293,390	293,390	293,431	293,431	299,299	305,285	311,391
Transfers In	1,125,626	904,000	904,000	904,870	904,870	922,967	941,427	960,255
Fees, Grants, Intergovernmental Revenue	454,325	80,810	80,810	81,633	81,633	83,265	84,931	86,629
Total Revenues	**$37,842,913**	**$37,758,840**	**$37,885,840**	**$38,217,379**	**$38,342,379**	**$39,643,620**	**$40,433,536**	**$41,404,990**
Uses								
Salaries & Wages	$ 9,605,738	$ 10,279,693	$ 10,861,468	$ 10,476,447	$ 11,417,187	$11,873,875	$12,230,091	$12,596,994
Benefits	5,585,329	6,185,955	6,583,499	6,362,056	6,840,003	7,113,603	7,327,011	7,546,822
Professional Services	3,994,536	5,404,541	5,669,087	5,503,587	5,503,587	5,531,105	5,558,760	5,586,554
Contract Services	3,330,398	3,843,196	3,934,323	4,071,993	4,071,993	4,092,353	4,112,814	4,133,378
Debt Service	1,933,678	2,807,798	2,807,798	2,807,456	2,807,456	2,801,988	2,804,594	2,800,150
Operations & Maintenance	1,845,608	2,233,699	2,143,932	1,947,291	1,954,909	1,964,684	1,974,507	1,984,380
Other Expenses	1,560,562	1,971,633	2,857,371	1,689,541	1,728,364	1,745,648	1,763,104	1,780,735
Transfers Out	739,761	1,113,594	1,113,594	1,120,240	1,120,240	1,125,842	1,131,471	1,137,128
Other Financing Uses	205,787	721,700	671,700	557,000	557,000	562,570	568,196	573,878
Retiree Medical Insurance	181,657	265,000	279,419	401,000	415,984	428,464	441,317	454,557
Capital Projects	30,795	67,200	67,200	23,000	23,000	23,230	23,462	23,697
Total Operating Expenditures	**$29,013,848**	**$34,894,010**	**$36,989,392**	**$34,959,611**	**$36,439,723**	**$37,263,360**	**$37,935,329**	**$38,618,273**
Net Revenues less Operating Expenditures	**$8,829,065**	**$2,864,830**	**$896,448**	**$3,257,768**	**$1,902,655**	**$2,380,260**	**$2,498,206**	**$2,786,717**
One-time Revenues	340,180	1,716,100	3,025,338	1,300,000	1,300,000	150,000	150,000	150,000
One-time Expenditures**	7,903,043	4,897,910	21,682,675	6,485,410	6,485,410	500,000	515,000	530,450
Total Expenditures	**$36,916,891**	**$39,791,920**	**$58,672,067**	**$41,445,021**	**$42,925,133**	**$37,763,360**	**$38,450,329**	**$39,148,723**
Ending Fund Balance	**$25,904,731**	**$11,041,143**	**$6,004,134**	**$8,704,230**	**$2,197,534**	**$4,365,211**	**$6,292,509**	**$8,530,783**
Committed	12,406,901	-						
Carryforward to next FY	**25,765,023**	**10,631,872**	**5,480,289**	**8,687,830**	**2,334,951**	**4,159,302**	**6,124,516**	**8,360,047**
Budget Stabilization Set-Aside	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)
Ending Unassigned Fund Balance after set-asides, carryforwards, & contributions	**$11,358,123**	**$8,631,872**	**$3,480,289**	**$6,687,830**	**$334,951**	**$2,159,302**	**$4,124,516**	**$6,360,047**
Contribution to Reserves	139,708	409,271	523,846	16,400	(137,417)	205,909	167,992	170,736
GF Reserve	7,253,462	8,723,502	9,247,348	8,739,903	9,109,931	9,315,840	9,483,832	9,654,568

*Note for FY 2028 through FY 2030 Operting Revenues and Expenditures:
The last 3 years of the 5 Year Projection assumes that operations continue to increase between 0.5 to 4.0% depending on the expenditure type.
**$500,000 plus CPI of one-time costs in FY 2028 to FY 2030.

This includes transaction sales & use tax revenues that are deposited in the General Fund and strategically allocated toward essential infrastructure investments reflected in One-time Expenditures.

This assumes that no changes to operations or revenues occur prior to when those budgets are developed. The following chart illustrates the preliminary actuals for FY 2025 and budgeted and projected operating revenues and expenditures for FY 2026 through FY 2030, as well as the net operating income.



Key Assumptions of the General Fund Five-Year Projection

- The FY 2025 preliminary actuals represents the most recent unaudited actuals for FY 2025.
- FY 2026 and FY 2027 numbers reflect both the Adopted Budgets and the Revised Budgets for those years, largely to reflect the most recent three-year labor agreements effective July 1, 2025.
- Revenues and expenditures reflect known one-time changes from prior years.
- FY 2028 through FY 2030 reflect projected increases ranging from 1.0% to 4.0% per year for revenues. The 4.0% of revenues is in FY 2028 projected property taxes, sales & use tax, and other revenues only, which represents a catch-up of revenues based on FY 2025 preliminary actuals already exceeding or close to exceeding the FY 2027 revised budget.
- FY 2028 through FY 2030 reflect projected increases ranging from 0.5% to 4.0% per year for expenditures, reflecting larger increases in personnel costs and smaller increases in professional services, contract services, operations & maintenance costs, and transfers out, which are typically well under budget.
- Debt service costs are budgeted based on current debt service schedules.

General Fund Reserves & Contingency Budget

The City maintains various General Fund reserves currently totaling $9.47 million in FY 2026 and $9.49 million in FY 2027 for various purposes as discussed below. These reserves are crucial to the City in order to avoid disrupting the City's operations should an unanticipated event occur. The reserves are shown in the table below, followed by a summary of each reserve.

General Fund Reserves ($ thousands)

Reserves	FY 2026 Amount	FY 2027 Amount
General Fund 25% Reserve	$8,724	$8,740
City Facility Reserve	$500	$500
Risk Management Reserve	$250	$250
Total General Fund Reserves	**$9,474**	**$9,490**

General Fund Reserve

The General Fund Reserve is equal to 25% of General Fund operating budget expenditures in FY 2026 and FY 2027. The City Council adopted this General Fund Reserve policy of 25% based on the City's dependence on the tourism industry, the large capital- and cash flow-intensive budget, potential major unanticipated costs from a fire or other major disasters. Intended uses of the reserve include emergencies, economic downturns, decreased revenues, capital acquisitions and cash flow needs, and emerging opportunities. A 25% Reserve would allow the City to maintain normal operations for 3 months. The General Fund Reserve is projected to be $8.72 million at the end of FY 2026 and $8.74 million at the end of FY 2027.

City Facility Reserve

On January 7, 2014, the Council created a City Facility Reserve of $500,000, for improvements for City facilities and buildings, particularly if other funds are not available. The intended use is for this reserve to fund improvements over $100,000 necessary for accessibility improvements, safety improvements, improvements to protect the City from exposure to general liabilities associated with use of City buildings and facilities, or other unanticipated infrastructure improvements to City buildings and facilities.

Risk Management Reserve

Despite strategic efforts to manage risk, the City continues to see increases in risk management costs associated with general liability and workers' compensation costs. The CJPIA is the City's provider of Risk Management Services, including insurance for general liability, workers' compensation, and property insurance. Each year the City makes an annual contribution to pay for this insurance coverage, which has increased substantially over the past 10 years. General liability insurance is the leading factor in the increase and is made up of both the premiums and deferred amounts. The aggregate of the general liability costs has increased by 11% per year for the past 10 years. This is largely the result of several large claims filed against cities that are members of the CJPIA risk pool, including Pismo Beach. Included in this increase is the CJPIA's annual retroactively-calculated amount based on the history of actual claims activity.

Because these rising costs are a concern for the City, the City has a major Risk Management Program designed to reduce exposure to risk. Additionally, the City Council established and funds a Risk Management Reserve to fund unanticipated general liability and workers' compensation costs, legal costs, judgments, or costs to avoid judgments such as accessibility

improvements costing more than $100,000, in the event the City does not have resources available in the future. The reserve includes an annual contribution of $50 thousand from the General Fund unassigned fund balance starting with FY 2014, up to a maximum amount of $250,000. The reserve is fully funded at $250 thousand in FY 2026.

Summary of General Fund Reserves

The following table provides a summary of the various General Fund reserves, including their balances from FY 2025 projected through FY 2030.

Reserves	FY 2025 Preliminary Actuals	FY 2026 Adopted Budget	FY 2026 Revised Budget	FY 2027 Adopted Budget	FY 2027 Revised Budget	FY 2028 Projection	FY 2029 Projection	FY 2030 Projection
General Fund Reserve	$7,253,462	$8,723,502	$9,247,348	$8,739,903	$9,109,931	$9,315,840	$9,483,832	$9,654,568
Risk Management Reserve	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
City Facility Reserve	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total Reserves	**$8,003,462**	**$9,473,502**	**$9,997,348**	**$9,489,903**	**$9,859,931**	**$10,065,840**	**$10,233,832**	**$10,404,568**

General Fund Contingency Budget

In addition to the above reserves, the City's fiscal policy maintains a contingency budget of 1% of budgeted General Fund expenditures to be used for emergencies or other unanticipated expenditures that come up during the year at the direction of the City Council, or up to $100 thousand at the direction of the City Manager. This $100 thousand cumulative amount is based on the City's Purchasing Policy threshold where the City Manager has the discretion to approve expenditures in the amount of $100 thousand or less. Due to several large capital projects that could experience cost overruns, the contingency budget in the adopted budget is increased to approximately 1.5% of budgeted General Fund operating expenditures in FY 2026 and in FY 2027, reflecting a total of $0.50 million each year.

Non-Profit Agency Funding

Each year during the budget process, the City receives funding requests from outside agencies. For FY 2026, several outside agencies submitted requests for funding and presented their funding requests to the City Council at the May 13, 2025 Council meeting. A total of $75,700 was approved for outside agency requests for FY 2026. In addition to this round of funding, the Council appropriated $100,000 for 5Cities Homeless Coalition, supported 50% by the General Fund and 50% by the Housing In Lieu Fee Fund.

	FY 2026	FY 2026	FY 2025	FY 2024	FY 2023	FY 2022
Funding Source	**Approved**	**Funding Source**	**Actual**	**Actual**	**Actual**	**Actual**
5Cities Homeless Coalition		General Fund	100,000	25,000	25,000	25,000
American Red Cross	-	General Fund	1,000	3,500	3,500	3,500
Assistance League of SLO County	-	General Fund	3,500	3,500	3,200	
Association of Amputee Surfers (AMPSURF)	15,000	General Fund	6,000	6,000	4,000	4,000
CAP-SLO (EOC) - Energy Svcs Home Repair Program	4,200	Housing In-Lieu Fund	4,500	4,200	4,500	4,200
CAP-SLO (EOC) - 40 Prado Homeless Services Center	2,500	General Fund		-	5,000	5,000
CAP-SLO (EOC) - Health and Prevention	5,000	General Fund		5,000	5,000	
ECO-SLO - County Coastal Cleanup	-	General Fund	5,000	-	5,000	5,000
Five Cities Diversity Coalition		General Fund		1,000		1,000
Five Cities Meals on Wheels	13,000	General Fund	10,000	-	10,000	8,000
Smart Share Housing Solutions	-	Housing In-Lieu Fund	3,500	3,500		3,500
NOOR Foundation	16,000	General Fund	16,000	16,000	15,000	15,000
People's Self-Help Housing		Housing In-Lieu Fund	5,000	5,000		
Pismo Beach Chamber of Commerce	5,000	General Fund	5,000	5,000	5,000	
Shower the People of SLO	5,000	General Fund	7,500	7,500	7,500	5,000
SLO County Housing Trust Fund	5,000	Housing In-Lieu Fund	5,000	3,000	3,000	3,000
SLO County YMCA	-	General Fund	3,000	3,000	3,500	3,500
SLO SCORE	-	General Fund	1,000	2,000	2,000	2,500
Surfing For Hope Foundation (Surf Camp)	5,000	General Fund				
United Way - SLO County 211 Hotline		General Fund		-	7,500	7,500
Subtotal Donations from General Fund Unassigned Fund Balance	**66,500**		**158,000**	**77,500**	**101,200**	**85,000**
Housing In Lieu Fee Fund Balance	**9,200**		**18,000**	**15,700**	**7,500**	**10,700**
Basin Street Regulars / Jubilee by the Sea		LBID			10,000	10,000
San Luis Obispo Int'l Film Festival		LBID			5,000	5,000
Pismo Beach Chamber of Commerce		LBID		12,000	15,000	
Surfing for Hope (SLO CAL Open)		LBID			20,000	
Subtotal LBID Budget	-		-	**12,000**	**50,000**	**15,000**
General Fund Total	*66,500*		*158,000*	*77,500*	*101,200*	*85,000*
Housing In Lieu Fee Fund	*9,200*		*18,000*	*15,700*	*7,500*	*10,700*
LBID Fund Total	-		-	*12,000*	*50,000*	*15,000*
All Fund Budget Total	**75,700**		**176,000**	**105,200**	**158,700**	**110,700**

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FINANCIAL SUMMARIES



Changes in Available Fund Balances FY 2026

		Beginning Fund Balance	Projected Revenues & Other Sources	Transfers In	Operating Expenditures	Debt Service	Capital Outlay	Capital Projects	Transfers Out	Estimated Ending Fund Balance
Governmental Fund Types										
General Fund (1001)										
Primary Operating Funds:										
1001	General Fund*	$ 10,673,539	$ 33,228,340	$ 2,246,600	$32,739,867	$ 4,167,392	$ 67,200	$ 60,000	$ -	$ 8,704,749
1002	Half Cent Sales Tax Fund	2,150,263	4,063,717	0	0	2,757,460	0	0	0	3,456,520
Total General Fund		**12,823,803**	**37,292,057**	**2,246,600**	**32,739,867**	**6,924,852**	**67,200**	**60,000**	**0**	**12,161,270**
Special Revenue Funds										
2001	Gas Tax Fund	236,549	449,988	0	2,358	140,000	0	0	0	544,179
2002	Local Transportation (Streets)	542,357	182,037	0	895	0	0	0	0	723,499
2003	PEG Access Fund	120,595	37,058	0	14,123	0	0	0	0	143,530
2004	Police Grant Fund	141,090	150,086	0	943	150,000	0	0	0	140,233
2005	Housing In Lieu Fund	633,462	4,762,144	0	4,788,179	0	0	0	0	607,427
2006	LBID	2,108,921	2,776,328	0	1,743,177	1,235,000	0	0	0	1,907,072
2007	Chapman Estate Fund	280	0	56,000	56,274	0	0	0	0	6
Total Special Revenue Funds		**3,783,254**	**8,357,641**	**56,000**	**6,605,949**	**1,525,000**	**0**	**0**	**0**	**4,065,946**
Capital Projects Funds										
3001	Capital Projects	0	3,410,497	2,775,860	0	0	210,000	5,930,000	0	46,357
3002	Public Facilities Fund	936	0	0	0	0	0	0	0	936
3003	Park Development Fund	202,754	51,186	0	6,579	0	0	0	0	247,361
3101	Circulation Fees	452,477	311	0	42	0	0	0	0	452,746
3102	Impact Fees	404,243	12,246	0	941	0	0	0	0	415,548
3103	Developer Impact Fee	66,202	0	0	0	0	0	0	0	66,202
3201	Underground Utility	17,616	0	0	0	0	0	0	0	17,616
Total Capital Projects Funds		**1,144,227**	**3,474,240**	**2,775,860**	**7,562**	**0**	**210,000**	**5,930,000**	**0**	**1,246,765**
Debt Service Funds										
4001	Public Finance Authority	0	0	0	0	0	0	0	0	0
4002	Public Financing Agency	834	0	3,089,818	0	0	0	0	3,089,818	834
4101	Freeway Foothills	815	0	0	0	0	0	0	0	815
4102	Spyglass/Price St.	13,569	0	0	0	0	0	0	0	13,569
4112	Indio/El Portal Assmt Dist	0	0	0	0	0	0	0	0	0
4113	Visalia Street Assessment Dist	0	0	0	0	0	0	0	0	0
Total Debt Service Funds		**15,218**	**0**	**3,089,818**	**0**	**0**	**0**	**0**	**3,089,818**	**15,218**
Total Governmental Fund Types		**17,766,502**	**49,123,938**	**8,168,278**	**39,353,378**	**8,449,852**	**277,200**	**5,990,000**	**3,089,818**	**17,489,198**
Proprietary Fund Types										
Enterprise Funds										
6101	Water Operating Fund	11,021,278	6,292,681	0	4,421,603	839,295	83,000	0	0	11,970,061
6102	Water Tax Fund	301,378	1,725,143	300,000	2,297,202	0	0	0	0	29,319
6103	Water Construction Fund	1,580,837	26,803	395,000	200,000	0	0	195,000	0	1,607,640
6104	Water Expansion Fund	1,036,481	25,086	0	0	0	0	0	0	1,061,567
6105	Water Central Coast Blue JPA	3,260	7,814	0	6,600	0	0	0	0	4,474
6201	Wastewater Operating Fund	6,036,130	6,068,726	70,386	4,227,507	2,989,241	120,800	0	720,309	4,117,385
6202	Wastewater Construction Fund	2,029,147	1,176	2,531,000	131,000	0	0	2,400,000	0	2,030,323
6203	Wastewater Expansion Fund	1,683,505	61,970	0	0	0	0	0	0	1,745,475
6204	Wastewater Central Coast Blue	6,621	16,059	0	13,400	0	0	0	0	9,280
6301	Local Transportation Transit	0	0	0	0	0	0	0	0	0
6401	Pier Enterprise Fund	24,638	74,582	44,000	116,596	0	0	0	0	26,624
6501	Parking Enterprise Fund	1,572,627	3,287,454	0	1,075,641	686,366	48,000	280,000	0	2,770,074
Total Enterprise Funds		**25,295,903**	**17,587,494**	**3,340,386**	**12,489,549**	**4,514,902**	**251,800**	**2,875,000**	**720,309**	**25,372,224**
Internal Service Fund										
7101	Technology Service Fund	13,254	2,160,174	200,000	1,873,174	0	487,000	0	0	13,254
7201	Motor Vehicle Fund	4,201,370	866,342	1,256,090	747,977	0	413,000	0	0	5,162,825
Total Internal Service Fund		**4,214,624**	**3,026,516**	**1,456,090**	**2,621,151**	**0**	**900,000**	**0**	**0**	**5,176,079**
Total Proprietary Fund Types		**29,510,527**	**20,614,010**	**4,796,476**	**15,110,699**	**4,514,902**	**1,151,800**	**2,875,000**	**720,309**	**30,548,303**
Total City Funds		**$ 47,277,029**	**$ 69,737,948**	**$12,964,754**	**$54,464,078**	**$12,964,754**	**$ 1,429,000**	**$ 8,865,000**	**$ 3,810,127**	**$ 48,037,501**

* General Fund ending fund balance is reduced by $409,271 to reflect FY 2026 contributions to reserves.

Changes in Available Fund Balances FY 2027

			Beginning Fund Balance	Projected Revenues & Other Sources	Transfers In	Operating Expenditures	Debt Service	Capital Outlay	Capital Projects	Transfers Out	Estimated Ending Fund Balance
Governmental Fund Types											
General Fund (1001)											
	Primary Operating Funds:										
	1001	General Fund*	$ 8,704,749	$ 33,622,509	$ 1,854,870	$31,910,455	$ -	$ 23,000	$ 600,000	$ 4,167,696	$ 7,464,576
	1002	Half Cent Sales Tax Fund	3,456,520	4,103,717	0	14,000	0	0	0	4,729,870	2,816,367
	Total General Fund		**12,161,270**	**37,726,226**	**1,854,870**	**31,924,455**	**0**	**23,000**	**600,000**	**8,897,566**	**10,280,944**
Special Revenue Funds											
	2001	Gas Tax Fund	544,179	449,988	0	2,429	0	0	0	140,000	851,738
	2002	Local Transportation (Streets)	723,499	182,037	0	985	0	0	0	0	904,551
	2003	PEG Access Fund	143,530	37,058	0	14,247	0	0	0	0	166,341
	2004	Police Grant Fund	140,233	150,086	0	971	0	0	0	150,000	139,348
	2005	Housing In Lieu Fund	607,427	12,144	0	151,451	0	0	0	0	468,120
	2006	LBID	1,907,072	2,872,328	0	1,724,883	0	0	0	875,000	2,179,517
	2007	Chapman Estate Fund	6	0	57,000	56,654	0	0	0	0	352
	Total Special Revenue Funds		**4,065,946**	**3,703,641**	**57,000**	**1,951,620**	**0**	**0**	**0**	**1,165,000**	**4,709,967**
Capital Projects Funds											
	3001	Capital Projects	46,357	46,357	4,940,000	0	0	0	4,940,000	0	92,714
	3002	Public Facilities Fund	936	0	0	0	0	0	0	0	936
	3003	Park Development Fund	247,361	51,186	0	7,237	0	0	0	0	291,310
	3101	Circulation Fees	452,746	311	0	43	0	0	0	0	453,014
	3102	Impact Fees	415,548	12,246	0	969	0	0	0	0	426,825
	3103	Developer Impact Fee	66,202	0	0	0	0	0	0	0	66,202
	3201	Underground Utility	17,616	0	0	0	0	0	0	0	17,616
	Total Capital Projects Funds		**1,246,765**	**110,100**	**4,940,000**	**8,249**	**0**	**0**	**4,940,000**	**0**	**1,348,616**
Proprietary Fund Types											
Enterprise Funds											
	6101	Water Operating Fund	11,970,061	6,538,681	0	4,923,657	0	83,000	0	4,997,295	8,504,791
	6102	Water Tax Fund	29,319	1,725,143	700,000	2,439,652	0	0	0	0	14,810
	6103	Water Construction Fund	1,607,640	26,803	4,220,000	200,000	0	0	4,020,000	0	1,634,443
	6104	Water Expansion Fund	1,061,567	25,086	0	0	0	0	0	0	1,086,653
	6105	Water Central Coast Blue JPA	4,474	4,250	0	0	0	0	0	0	8,724
	6201	Wastewater Operating Fund	4,117,385	6,248,726	66,032	4,510,648	111,049	120,800	0	1,315,108	4,374,537
	6202	Wastewater Construction Fund	2,030,323	1,176	931,000	131,000	0	0	800,000	0	2,031,499
	6203	Wastewater Expansion Fund	1,745,475	61,970	0	0	0	0	0	0	1,807,445
	6204	Wastewater Central Coast Blue	9,280	8,823	0	0	0	0	0	0	18,103
	6301	Local Transportation Transit	0	0	0	0	0	0	0	0	0
	6401	Pier Enterprise Fund	26,624	76,750	54,000	136,156	0	0	0	0	21,218
	6501	Parking Enterprise Fund	2,770,074	3,337,454	0	1,076,123	0	48,000	300,000	686,366	3,997,039
	Total Enterprise Funds		**25,372,224**	**18,054,862**	**5,971,032**	**13,417,236**	**111,049**	**251,800**	**5,120,000**	**6,998,769**	**23,499,263**
Internal Service Fund											
	7101	Technology Service Fund	13,254	1,781,791	0	1,729,791	0	52,000	0	0	13,254
	7201	Motor Vehicle Fund	5,162,825	846,722	1,156,090	768,353	0	307,430	0	0	6,089,854
	Total Internal Service Fund		**5,176,079**	**2,628,513**	**1,156,090**	**2,498,144**	**0**	**359,430**	**0**	**0**	**6,103,108**
Total Proprietary Fund Types			**30,548,303**	**20,683,375**	**7,127,122**	**15,915,380**	**111,049**	**611,230**	**5,120,000**	**6,998,769**	**29,602,372**
Total City Funds			**$48,037,501**	**$ 62,223,342**	**$17,061,335**	**$49,799,705**	**$ 3,193,392**	**$634,230**	**$10,660,000**	**$ 17,061,335**	**$ 45,957,116**

* General Fund ending fund balance is reduced by $16,400 to reflect FY 2027 contributions to reserves.

Change in Available Fund Balances Variances 10% or More

Each fund has different types of revenues and expenditures and the timing of when those revenues are received and expenditures are spent impact the available fund balance each fiscal year. For example, in FY 2026, the Transaction Sales Tax Fund available fund balance increases by 61% from the beginning fund balance to the estimated ending fund balance. In FY 2027, the estimated ending fund balance decreases by 19%. These types of changes reflect the accumulation of fund balance in FY 2026 to support one-time costs in FY 2027. Changes in available fund balance that change each year are typically due to changes in one-time revenues such as grant revenues to support one-time expenditures. The following table identifies changes in available fund balances each year and provides a brief explanation for variances 10% or more.

FY 2026

FY 2026		Beginning Fund Balance	Estimated Ending Fund Balance	Change in Fund balance	Explanation
1001	General Fund*	$ 10,673,539	$ 8,704,749	-18%	Drawdown of fund balance to support one-time expenditures
1002	Half Cent Sales Tax Fund	2,150,263	3,456,520	61%	Accumulation of fund balance to support future one-time expenditures - future paving and drainage capital improvement
2001	Gas Tax Fund	236,549	544,179	130%	Accumulation of fund balance to support future one-time expenditures - future paving and drainage capital improvement
2002	Local Transportation (Streets)	542,357	723,499	33%	Accumulation of fund balance to support future one-time expenditures - future paving and drainage capital improvement
2003	PEG Access Fund	120,595	143,530	19%	Accumulation of fund balance to support future one-time expenditures
2006	LBID	2,108,921	1,907,072	-10%	Draw down of fund balance to support one-time expenditures
2007	Chapman Estate Fund	280	6	-98%	Winding down the Chapman Estate - to be transferred to another entity
3003	Park Development Fund	202,754	247,361	22%	Accumulation of fund balance to support future one-time expenditures
6102	Water Tax Fund	301,378	29,319	-90%	Temporary reduction as fund is suppored by Water Operating Fund, fund balance is reviewed across all Water Enterprise Funds
6105	Water Central Coast Blue JPA	3,260	4,474	37%	Temporary increase for additional rental revenues with limited expenses that are covered in the Water Operating Fund.
6201	Wastewater Operating Fund	6,036,130	4,117,385	-32%	Draw down of fund balance to support one-time expenditures
6501	Parking Enterprise Fund	1,572,627	2,770,074	76%	Accumulation of fund balance to support future one-time expenditures
7201	Motor Vehicle Fund	4,201,370	5,162,825	23%	Accumulation of fund balance to support future one-time expenditures

FY 2027

FY 2027		Beginning Fund Balance	Estimated Ending Fund Balance	Change in Fund balance	Explanation
1001	General Fund*	$ 8,704,749	$ 7,464,576	-14%	Draw down of fund balance to support one-time expenditures
1002	Half Cent Sales Tax Fund	3,456,520	2,816,367	-19%	Draw down of fund balance to support one-time expenditures - paving and drainage capital improvement
2001	Gas Tax Fund	544,179	851,738	57%	Accumulation of fund balance to support future one-time expenditures - future paving and drainage capital improvement
2002	Local Transportation (Streets)	723,499	904,551	25%	Accumulation of fund balance to support future one-time expenditures - future paving and drainage capital improvement
2003	PEG Access Fund	143,530	166,341	16%	Accumulation of fund balance to support future one-time expenditures
2005	Housing In Lieu Fund	607,427	468,120	-23%	Draw down of one-time fund balance to support operating expenditures
2006	LBID	1,907,072	2,179,517	14%	Accumulation of fund balance to support future one-time expenditures
2007	Chapman Estate Fund	6	352	5644%	Winding down the Chapman Estate - to be transferred to another entity
3001	Capital Projects	46,357	92,714	100%	Accumulation of fund balance to support future one-time expenditures
3003	Park Development Fund	247,361	291,310	18%	Accumulation of fund balance to support future one-time expenditures
6101	Water Operating Fund	11,970,061	8,504,791	-29%	Draw down of fund balance to support one-time expenditures
6102	Water Tax Fund	29,319	14,810	-49%	Temporary reduction as fund is suppored by Water Operating Fund, fund balance is reviewed across all Water Enterprise Funds
6401	Pier Enterprise Fund	26,624	21,218	-20%	Draw down of fund balance to support operating expenditures, supported by transfer in from General Fund
6501	Parking Enterprise Fund	2,770,074	3,997,039	44%	Accumulation of fund balance to support future one-time expenditures
7201	Motor Vehicle Fund	5,162,825	6,089,854	18%	Accumulation of fund balance to support future one-time expenditures

Fund Budget Summaries—Revenues

FUND SUMMARY
Comparative Annual Revenues By Fund

FUND DESCRIPTION	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 BUDGET	FY 2026 ADOPTED	FY 2026 ADOPTED
REVENUES						
GENERAL FUND	$ 33,752,272	$ 32,884,964	$ 34,124,907	$ 33,963,817	$ 35,474,940	$ 35,477,379
HALF CENT SALES TAX FUND	1,999,265	2,134,231	2,092,019	2,065,396	4,063,717	4,103,717
GAS TAX FUND	362,662	409,920	431,230	439,829	449,988	449,988
LOCAL TRANSPORTATION FUND	301,028	271,977	209,718	278,240	182,037	182,037
PEG ACCESS FEE FUND	35,333	41,641	42,509	40,187	37,058	37,058
POLICE GRANTS FUND	218,849	102,203	195,202	151,911	150,086	150,086
HOUSING IN LIEU FUND	(45,960)	38,293	111,835	91,162	4,762,144	12,144
LBID FUND	3,043,443	2,807,152	2,857,910	2,729,543	2,776,328	2,872,328
CHAPMAN HOUSE FUND	440,036	184,494	920,600	156,239	56,000	57,000
CAPITAL PROJECTS FUND	10,485,351	15,626,846	13,363,642	65,419,220	6,186,357	4,986,357
PUBLIC FACILITIES FUND	(26)	(5)	52	-	-	-
PARK DEVELOPMENT FEE FUND	180,329	146,901	119,572	32,270	51,186	51,186
CIRCULATION FEE FUND	138,524	73,881	83,838	4,440	311	311
IMPACT FEE FUND	272,980	149,847	150,677	12,345	12,246	12,246
DEVELOPER IMPACT FEE FUND	(4,923)	(907)	2,300	-	-	-
UNDERGROUND UTILITY FUND	(487)	(90)	979	-	-	-
PUBLIC FINANCING AUTHORITY FUND	390,988	392,863	48,380	-	-	-
PUBLIC FINANCING AGENCY	709,624	708,386	704,225	3,322,883	3,089,818	3,082,343
1992-1 REASSESSMENT FUND	(23)	(4)	45	-	-	-
1992-4 REASSESSMENT FUND	(375)	(69)	754	-	-	-
WATER FUND	7,214,390	6,824,835	6,944,862	7,890,614	6,292,681	6,538,681
WATER TAX FUND	1,709,729	1,963,636	2,162,945	2,365,761	2,025,143	2,425,143
WATER CONSTRUCTION FUND	1,888,880	240,849	436,124	5,735,560	421,803	4,246,803
WATER EXPANSION FUND	178,741	106,630	149,635	8,697	25,086	25,086
WATER CENTRAL COAST BLUE JPA	-	-	-	3,390	7,814	4,250
WASTEWATER FUND	5,677,800	8,535,239	7,824,357	6,280,013	6,139,112	6,314,758
WASTEWATER CONSTRUCTION FUND	1,207,084	1,098,545	4,237,057	2,255,522	2,532,176	932,176
WASTEWATER EXPANSION FUND	322,046	167,425	277,957	34,290	61,970	61,970
WASTEWATER CENTRAL COAST BLUE JPA	-	-	-	6,882	16,059	8,823
LOCAL TRANSIT FUND	(856)	(129)	-	-	-	-
PIER FUND	83,706	77,591	107,627	167,665	118,582	130,750
PARKING ENTERPRISE FUND	2,623,794	2,512,253	3,602,092	2,984,278	3,287,454	3,337,454
TECHNOLOGY SERVICE FUND	771,753	1,076,408	1,447,308	2,075,963	2,360,174	1,781,791
MOTOR VEHICLE FUND	1,252,268	1,171,381	1,827,397	1,939,872	2,122,432	2,002,812
INDIO/PORTAL AD FUND	(22)	(4)	44	-	-	-
VISALIA STREET AD FUND	(2,977)	1,021	7,297	-	-	-
Less transfers between funds	(14,121,762)	(15,942,151)	(20,937,575)	(36,463,217)	(12,964,754)	(17,061,335)
TOTAL REVENUES	**$ 61,083,464**	**$ 63,806,051**	**$ 63,547,521**	**$ 103,992,771**	**$ 69,737,948**	**$ 62,223,342**

Fund Budget Summaries—Expenditures

FUND SUMMARY
Comparative Annual Expenditures By Fund

FUND DESCRIPTION	FY 2022 ACTUAL	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 BUDGET	FY 2026 ADOPTED	FY 2027 ADOPTED
EXPENSES						
GENERAL FUND	$ 26,458,286	$ 32,762,945	$ 34,534,480	$ 47,953,996	$ 37,034,460	$ 36,701,151
HALF CENT SALES TAX FUND	2,200,006	3,664,615	1,552,888	4,079,829	2,757,460	4,743,870
GAS TAX FUND	399,769	205,231	460,732	492,289	142,358	142,429
LOCAL TRANSPORTATION FUND	387,491	173,388	305,476	5,829	895	985
PEG ACCESS FEE FUND	7,335	134,091	3,893	41,849	14,123	14,247
POLICE GRANTS FUND	84,259	366,984	151,145	150,916	150,943	150,971
HOUSING IN LIEU FUND	831,920	142,708	21,190	49,368	4,788,179	151,451
LBID FUND	1,398,254	1,888,369	1,456,470	3,562,022	2,978,177	2,599,883
CHAPMAN HOUSE FUND	450,530	140,037	960,940	166,147	56,274	56,654
CAPITAL PROJECTS FUND	11,561,883	15,107,759	13,615,655	63,147,712	6,140,000	4,940,000
PUBLIC FACILITIES FUND						
PARK DEVELOPMENT FEE FUND	483,376	100,926	85,436	221,010	6,579	7,237
CIRCULATION FEE FUND	115,270	121,040	73,965	166,071	42	43
IMPACT FEE FUND	690,313	268,213	250,876	147,540	941	969
DEVELOPER IMPACT FEE FUND	-	-	-	-	-	-
UNDERGROUND UTILITY FUND						
PUBLIC FINANCING AUTHORITY FUND	390,988	392,863	48,380	-	-	-
PUBLIC FINANCING AGENCY FUND	709,572	707,554	704,530	4,195,565	3,089,818	3,082,343
1992-1 REASSESSMENT FUND						
1992-4 REASSESSMENT FUND						
WATER FUND	6,759,630	6,050,614	5,399,270	12,144,675	5,343,898	10,003,952
WATER TAX FUND	1,739,645	1,881,265	2,076,448	2,439,365	2,297,202	2,439,652
WATER CONSTRUCTION FUND	1,896,907	45,186	166,543	5,786,297	395,000	4,220,000
WATER EXPANSION FUND	-	474,577	-	364,832	-	-
WATER CENTRAL COAST BLUE JPA	-	-	-	26,400	6,600	-
WASTEWATER FUND	6,094,431	8,465,319	13,218,346	10,725,963	8,057,857	6,057,606
WASTEWATER CONSTRUCTION FUND	274,749	24,617	(11,678)	2,666,369	2,531,000	931,000
WASTEWATER EXPANSION FUND	473	220,185	-	600,000	-	-
WASTEWATER CENTRAL COAST BLUE J	-	-	-	53,600	13,400	-
LOCAL TRANSIT FUND	858	900	-	-	-	-
PIER FUND	252,622	270,980	311,841	163,042	116,596	136,156
PARKING ENTERPRISE FUND	826,077	967,124	5,667,402	5,735,277	2,090,007	2,110,489
TECHNOLOGY FUND	838,959	1,100,068	1,376,205	2,120,731	2,360,174	1,781,791
MOTOR VEHICLE FUND	988,821	1,274,334	1,102,379	3,163,463	1,160,977	1,075,783
INDIO/PORTAL AD FUND						
VISALIA STREET AD FUND	-	-	-	85,000	-	-
Less transfers between funds	(14,121,762)	(15,942,151)	(20,937,575)	(36,463,217)	(12,964,754)	(17,061,335)
TOTAL EXPENSES	**$ 51,720,662**	**$ 61,009,742**	**$ 62,595,237**	**$ 133,991,939**	**$ 68,568,205**	**$ 64,287,327**

Note: *Budget for FY 2025 includes carryover purchase orders and capital projects.

Expenditures by Fund and Division

Fund	Division	Division Title	FY 2022 Actuals	FY 2023 Actuals	FY 2024 Actuals	FY 2025 Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget
1001	General Fund							
	102	Non-Department	2,867,125	2,054,372	2,623,705	2,156,360	2,923,436	3,105,999
	111	City Council	166,213	181,349	200,213	266,515	306,137	299,548
	121	City Manager	460,903	536,174	451,789	633,946	559,697	539,929
	131	Legal	424,631	582,637	681,556	493,920	562,000	547,000
	142	City Clerk	309,555	400,900	403,024	480,553	442,879	462,294
	143	Human Resources	576,041	567,225	616,680	728,933	744,864	748,000
	152	Finance	959,999	1,110,167	1,259,379	1,499,755	1,523,591	1,543,574
	153	Information Technology	2,550	250,454	56,567	388,429	-	-
	161	Conference & Visitors Bureau	723,898	802,900	889,219	1,016,173	950,369	944,237
	162	Recreation	889,269	846,369	903,849	1,740,984	1,147,668	1,147,794
	211	Police	7,104,696	7,919,410	8,320,262	9,564,593	9,536,354	9,628,841
	212	Support Services	-	-	-	-	-	-
	221	Fire	2,854,455	3,293,787	3,861,203	3,376,315	4,595,776	4,700,256
	222	Weed Abatement	20,292	30,942	15,520	31,500	71,500	31,500
	223	Lifeguards	282,140	263,692	367,124	405,300	509,364	460,495
	224	Junior Lifeguards	24,403	57,474	39,223	68,736	71,918	71,918
	301	Public Works	726,946	187,993	1,225,375	8,238,766	-	-
	302	Engineering	1,191,000	2,575,591	1,007,012	3,251,997	2,147,554	1,527,950
	303	Facilities Division	4,644,114	8,734,746	9,079,856	8,639,386	4,743,049	5,231,225
	402	Planning	1,127,233	1,062,887	1,129,555	1,719,832	2,292,608	1,793,443
	403	Building	625,924	769,024	894,438	1,199,875	1,017,811	1,035,385
	507	2017 Pier Bond Financing	403,356	401,761	397,635	404,763	406,013	407,713
	508	2017B CREBs Financing	73,543	133,090	111,296	105,384	101,972	96,825
	510	Public Safety Fac Financing	-	-	-	1,541,980	2,379,900	2,377,225
	General Fund Total		**$26,458,286**	**$32,762,945**	**$34,534,480**	**$47,953,996**	**$37,034,460**	**$36,701,151**
1002	Transaction Sales Tax Fund							
	301	Public Works	1,516,810	10,869	25,000	-	1,035,860	-
	302	Engineering	683,196	296,537	-	1,060,000	232,600	14,000
	303	Facilities Division	-	3,357,209	1,527,888	3,019,829	1,489,000	4,729,870
	Transaction Sales Tax Fund Total		**$2,200,006**	**$3,664,615**	**$1,552,888**	**$4,079,829**	**$2,757,460**	**$4,743,870**
2001	Gas Tax Fund							
	303	Facilities Division	399,769	205,231	460,732	492,289	142,358	142,429
	Gas Tax Fund Total		**$399,769**	**$205,231**	**$460,732**	**$492,289**	**$142,358**	**$142,429**
2002	Local Transportation							
	303	Facilities Division	387,491	173,388	305,476	5,829	895	985
	Local Transportation Total		**$387,491**	**$173,388**	**$305,476**	**$5,829**	**$895**	**$985**
2003	Public Education Government Fund							
	121	City Manager	7,335	-	-	10,000	10,000	10,000
	142	City Clerk	-	134,091	3,893	31,849	4,123	4,247
	Public Education Government Fund Total		**$7,335**	**$134,091**	**$3,893**	**$41,849**	**$14,123**	**$14,247**
2004	Grants - Non-Capital							
	211	Police	84,259	366,984	151,145	150,916	150,943	150,971
	Grants - Non-Capital Total		**$84,259**	**$366,984**	**$151,145**	**$150,916**	**$150,943**	**$150,971**
2005	Housing In Lieu Fee							
	402	Planning	831,920	142,708	21,190	49,368	4,788,179	151,451
	Housing In Lieu Fee Total		**$831,920**	**$142,708**	**$21,190**	**$49,368**	**$4,788,179**	**$151,451**

Fund	Division	Division Title	FY 2022 Actuals	FY 2023 Actuals	FY 2024 Actuals	FY 2025 Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget
2006	Lodging Business Improvement							
	152	Finance	-	-	-	-	-	-
	161	Conference & Visitors Bureau	1,375,366	1,877,705	1,456,470	1,877,803	2,978,177	2,599,883
	302	Engineering	-	-	-	50,000	-	-
	303	Facilities Division	-	-	-	1,634,219	-	-
	511	MVR to LBID Interfund Loan	22,888	10,664	-	-	-	-
	Lodging Business Improvement Total		**$1,398,254**	**$1,888,369**	**$1,456,470**	**$3,562,022**	**$2,978,177**	**$2,599,883**
2007	Chapman Estate Fund							
	121	City Manager	-	-	29,100	7,400	-	-
	161	Conference & Visitors Bureau	2,864	-	-	45,660	2,000	2,000
	303	Facilities Division	387,259	83,389	877,220	23,040	-	-
	402	Planning	60,408	56,648	54,619	90,047	54,274	54,654
	Chapman Estate Fund Total		**$450,530**	**$140,037**	**$960,940**	**$166,147**	**$56,274**	**$56,654**
3001	Capital Projects							
	153	Information Technology	-	206,805	9,559	-	-	-
	211	Police	386,144	604,963	145,643	184,788	-	40,000
	301	Public Works	3,427,170	3,957,695	5,362,573	49,182,933	4,400,000	-
	302	Engineering	1,399,623	445,802	27,140	3,484,779	280,000	-
	303	Facilities Division	6,348,945	9,892,494	8,070,740	9,989,257	1,460,000	4,900,000
	510	Public Safety Fac Financing	-	-	-	305,955	-	-
	Capital Projects Total		**$11,561,883**	**$15,107,759**	**$13,615,655**	**$63,147,712**	**$6,140,000**	**$4,940,000**
3003	Park Development Fund							
	301	Public Works	451,213	-	-	41,954	-	-
	302	Engineering	-	-	-	130,000	-	-
	303	Facilities Division	32,163	100,926	85,436	49,056	6,579	7,237
	Park Development Fund Total		**$483,376**	**$100,926**	**$85,436**	**$221,010**	**$6,579**	**$7,237**
3101	Circulation Fees							
	102	Non-Department	-	-	-	-	-	-
	301	Public Works	44,103	-	-	-	-	-
	302	Engineering	71,167	-	-	-	-	-
	303	Facilities Division	-	121,040	73,965	166,071	42	43
	Circulation Fees Total		**$115,270**	**$121,040**	**$73,965**	**$166,071**	**$42**	**$43**
3102	Impact Fees							
	101	General Government	7,247	1,418	876	914	-	-
	102	Non-Department	-	266,795	-	-	941	969
	152	Finance	-	-	-	46,000	-	-
	162	Recreation	66,999	-	-	-	-	-
	221	Fire	-	-	-	-	-	-
	301	Public Works	616,067	-	250,000	-	-	-
	402	Planning	-	-	-	100,626	-	-
	Impact Fees Total		**$690,313**	**$268,213**	**$250,876**	**$147,540**	**$941**	**$969**
3103	DIF Sunset Palisades Stairs							
	101	General Government	-	-	-	-	-	-
	DIF Sunset Palisades Stairs Total		**$0**	**$0**	**$0**	**$0**	**$0**	**$0**
4001	Public Financing Authority Debt Service							
	506	2012 WW Bond Refunding	390,988	392,863	48,380	-	-	-
	Public Financing Authority Debt Service To		**$390,988**	**$392,863**	**$48,380**	**$0**	**$0**	**$0**
4002	Public Financing Agency							
	507	2017 Pier Bond Financing	403,363	401,488	398,613	400,363	401,613	403,313
	508	2017B CREBs Financing	306,210	306,067	305,918	305,762	313,356	305,430
	510	Public Safety Fac Financing	-	-	-	3,489,440	2,374,850	2,373,600
	Public Financing Agency Total		**$709,572**	**$707,554**	**$704,530**	**$4,195,565**	**$3,089,818**	**$3,082,343**
4113	Visalia Street							
	303	Facilities Division	-	-	-	85,000	-	-
	Visalia Street Total		**$0**	**$0**	**$0**	**$85,000**	**$0**	**$0**

Fund	Division	Division Title	FY 2022 Actuals	FY 2023 Actuals	FY 2024 Actuals	FY 2025 Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget
6101	Water Enterprise Fund							
	102	Non-Department	-	-	-	8,344	-	-
	152	Finance	117,598	140,070	153,282	182,736	180,504	183,366
	302	Engineering	-	-	-	-	-	-
	303	Facilities Division	-	-	-	-	-	-
	312	Water Division	6,642,032	5,910,544	5,245,987	11,953,595	5,163,394	9,820,586
	Water Enterprise Fund Total		**$6,759,630**	**$6,050,614**	**$5,399,270**	**$12,144,675**	**$5,343,898**	**$10,003,952**
6102	Water Tax Lopez State							
	312	Water Division	1,739,645	1,881,265	2,076,448	2,439,365	2,297,202	2,439,652
	Water Tax Lopez State Total		**$1,739,645**	**$1,881,265**	**$2,076,448**	**$2,439,365**	**$2,297,202**	**$2,439,652**
6103	Water Construction Fund							
	302	Engineering	-	-	-	-	-	-
	312	Water Division	1,896,907	45,186	166,543	5,786,297	395,000	4,220,000
	Water Construction Fund Total		**$1,896,907**	**$45,186**	**$166,543**	**$5,786,297**	**$395,000**	**$4,220,000**
6104	Water Expansion Fund							
	101	General Government	-	-	-	364,832	-	-
	102	Non-Department	-	474,577	-	-	-	-
	313	Wastewater Division	-	-	-	-	-	-
	Water Expansion Fund Total		**$0**	**$474,577**	**$0**	**$364,832**	**$0**	**$0**
6105	Water Central Coast Blue JPA							
	321	Central Coast Blue JPA	-	-	-	26,400	6,600	-
	Water Central Coast Blue JPA Total		**$0**	**$0**	**$0**	**$26,400**	**$6,600**	**$0**
6201	Wastewater Treatment Fund							
	102	Non-Department	-	-	-	11,327	-	-
	152	Finance	115,596	140,071	154,942	184,594	180,936	183,804
	302	Engineering	-	-	-	-	-	-
	303	Facilities Division	-	-	-	-	-	-
	312	Water Division	-	-	-	-	250,000	-
	313	Wastewater Division	4,633,216	6,978,443	8,725,033	9,505,193	6,622,343	5,485,616
	506	2012 WW Bond Refunding	1,010,105	1,010,745	3,982,011	665,813	651,166	41,907
	508	2017B CREBs Financing	277,389	277,935	276,199	277,436	284,270	277,137
	509	SRF Loan Five Cities Lift Stat	58,126	58,126	80,161	81,601	69,143	69,143
	Wastewater Treatment Fund Total		**$6,094,431**	**$8,465,319**	**$13,218,346**	**$10,725,963**	**$8,057,857**	**$6,057,606**
6202	Wastewater Capital Projects							
	312	Water Division	-	-	-	-	250,000	-
	313	Wastewater Division	286,645	34,635	69,914	2,666,369	2,281,000	931,000
	506	2012 WW Bond Refunding	(11,896)	(10,018)	(81,592)	-	-	-
	509	SRF Loan Five Cities Lift Stat	-	-	-	-	-	-
	Wastewater Capital Projects Total		**$274,749**	**$24,617**	**-$11,678**	**$2,666,369**	**$2,531,000**	**$931,000**
6203	Wastewater Expansion							
	101	General Government	-	-	-	600,000	-	-
	102	Non-Department	-	219,688	-	-	-	-
	313	Wastewater Division	473	497	-	-	-	-
	Wastewater Expansion Total		**$473**	**$220,185**	**$0**	**$600,000**	**$0**	**$0**
6204	Wastewater Central Coast Blue JPA							
	321	Central Coast Blue JPA	-	-	-	53,600	13,400	-
	Wastewater Central Coast Blue JPA Total		**$0**	**$0**	**$0**	**$53,600**	**$13,400**	**$0**
6301	Local Transportation Transit Fund							
	101	General Government	858	900	-	-	-	-
	Local Transportation Transit Fund Total		**$858**	**$900**	**$0**	**$0**	**$0**	**$0**
6401	Pier Enterprise Fund							
	302	Engineering	252,622	270,980	311,841	163,042	116,596	136,156
	Pier Enterprise Fund Total		**$252,622**	**$270,980**	**$311,841**	**$163,042**	**$116,596**	**$136,156**

Fund	Division	Division Title	FY 2022 Actuals	FY 2023 Actuals	FY 2024 Actuals	FY 2025 Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget
6501	Parking Enterprise Fund							
	102	Non-Department	-	-	-	2,492	-	-
	152	Finance	-	-	-	4,000	4,000	4,120
	211	Police	-	101,797	1,419	-	1,570	1,650
	213	Operations	755,237	691,325	727,097	1,242,470	1,143,587	1,144,344
	301	Public Works	67,240	67,240	3,775,700	388,907	-	-
	302	Engineering	3,600	5,819	4,131	3,301,516	-	-
	303	Facilities Division	-	100,944	1,159,056	195,317	340,000	360,000
	510	Public Safety Fac Financing	-	-	-	600,575	600,850	600,375
	Parking Enterprise Fund Total		**$826,077**	**$967,124**	**$5,667,402**	**$5,735,277**	**$2,090,007**	**$2,110,489**
7101	Technology Service Fund							
	102	Non-Department	-	-	-	-	-	-
	153	Information Technology	838,959	1,100,068	1,376,205	2,120,731	2,360,174	1,781,791
	Technology Service Fund Total		**$838,959**	**$1,100,068**	**$1,376,205**	**$2,120,731**	**$2,360,174**	**$1,781,791**
7201	Motor Vehicle Fund							
	303	Facilities Division	988,821	1,274,334	1,102,379	3,163,463	1,160,977	1,075,783
	Motor Vehicle Fund Total		**$988,821**	**$1,274,334**	**$1,102,379**	**$3,163,463**	**$1,160,977**	**$1,075,783**
Total			**$65,842,424**	**$76,951,893**	**$83,532,811**	**$170,455,157**	**$81,532,959**	**$81,348,662**
Less Transfers			(14,121,762)	(15,942,151)	(20,937,575)	(36,463,217)	(12,964,754)	(17,061,335)
Total Net Expenditures			**$51,720,662**	**$61,009,742**	**$62,595,237**	**$133,991,939**	**$68,568,205**	**$64,287,327**

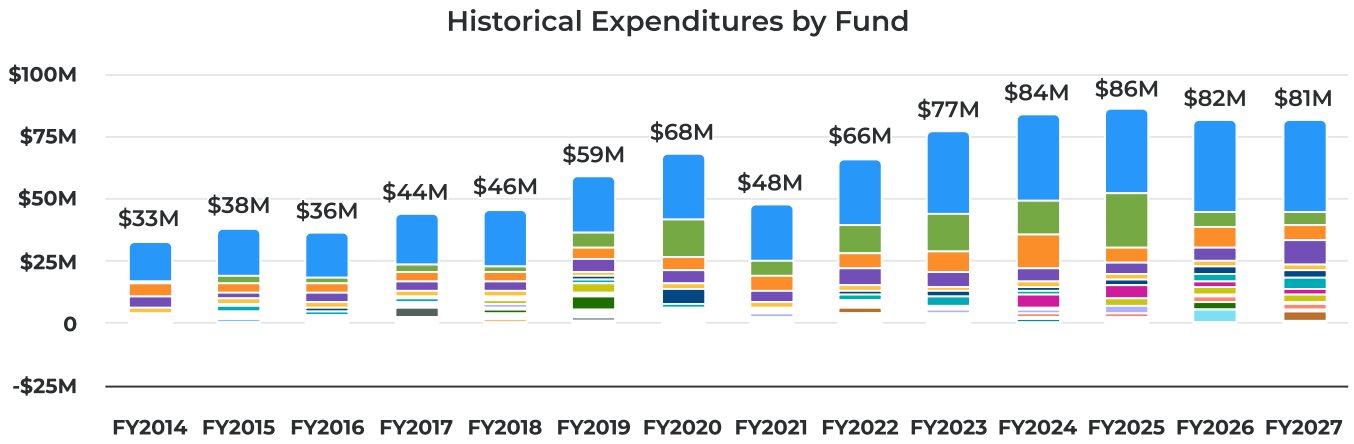
FUND SUMMARIES



All Fund Expenditures

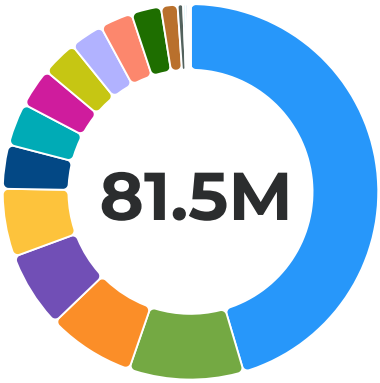
The following charts and tables illustrate the categories of revenues and expenditures that make up the City's FY 2026 and FY 2027 Adopted Budgets, net of transfers between funds. The FY 2025 Amended Budget includes carryover purchase orders and capital projects.

Expenditures by Fund



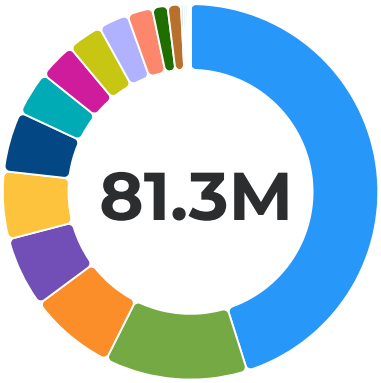
- General Fund
- Water Enterprise Fund
- Transaction Sales Tax Fund
- Motor Vehicle Fund
- Water Construction Fund
- Capital Projects
- Water Tax Lopez State
- Parking Enterprise Fund
- Technology Service Fund
- Public Financing Authority Debt Service
- Wastewater Treatment Fund
- Lodging Business Improvement
- Public Financing Agency
- Wastewater Capital Projects
- Housing In Lieu Fee
- Gas Tax Fund
- Wastewater Expansion
- Water Expansion Fund
- Circulation Fees
- Wastewater Central Coast Blue JPA
- Water Central Coast Blue JPA
- DIF Sunset Palisades Stairs
- Impact Fees
- Park Development Fund
- Local Transportation
- Public Education Government Fund
- Local Transportation Transit Fund
- Underground Utility Fund
- Pier Enterprise Fund
- Chapman Estate Fund
- Grants - Non-Capital
- Assessment District Fwy Fthlls 92-1
- Public Facilities Fund
- Assessment District Indio Portal

FY26 Expenditures by Fund



General Fund	$37,034,460	45.42%
Wastewater Treatment Fund	$8,057,857	9.88%
Capital Projects	$6,140,000	7.53%
Water Enterprise Fund	$5,343,898	6.55%
Housing In Lieu Fee	$4,788,179	5.87%
Public Financing Agency	$3,089,818	3.79%
Lodging Business Improvement	$2,978,177	3.65%
Transaction Sales Tax Fund	$2,757,460	3.38%
Wastewater Capital Projects	$2,531,000	3.10%
Technology Service Fund	$2,360,174	2.89%
Water Tax Lopez State	$2,297,202	2.82%
Parking Enterprise Fund	$2,090,007	2.56%
Motor Vehicle Fund	$1,160,977	1.42%
Water Construction Fund	$395,000	0.48%
Grants - Non-Capital	$150,943	0.19%
Gas Tax Fund	$142,358	0.17%
Pier Enterprise Fund	$116,596	0.14%
Chapman Estate Fund	$56,274	0.07%
Public Education Government Fund	$14,123	0.02%
Wastewater Central Coast Blue JPA	$13,400	0.02%
Water Central Coast Blue JPA	$6,600	0.01%
Park Development Fund	$6,579	0.01%
Impact Fees	$941	0.00%
Local Transportation	$895	0.00%
Circulation Fees	$42	0.00%

FY27 Expenditures by Fund



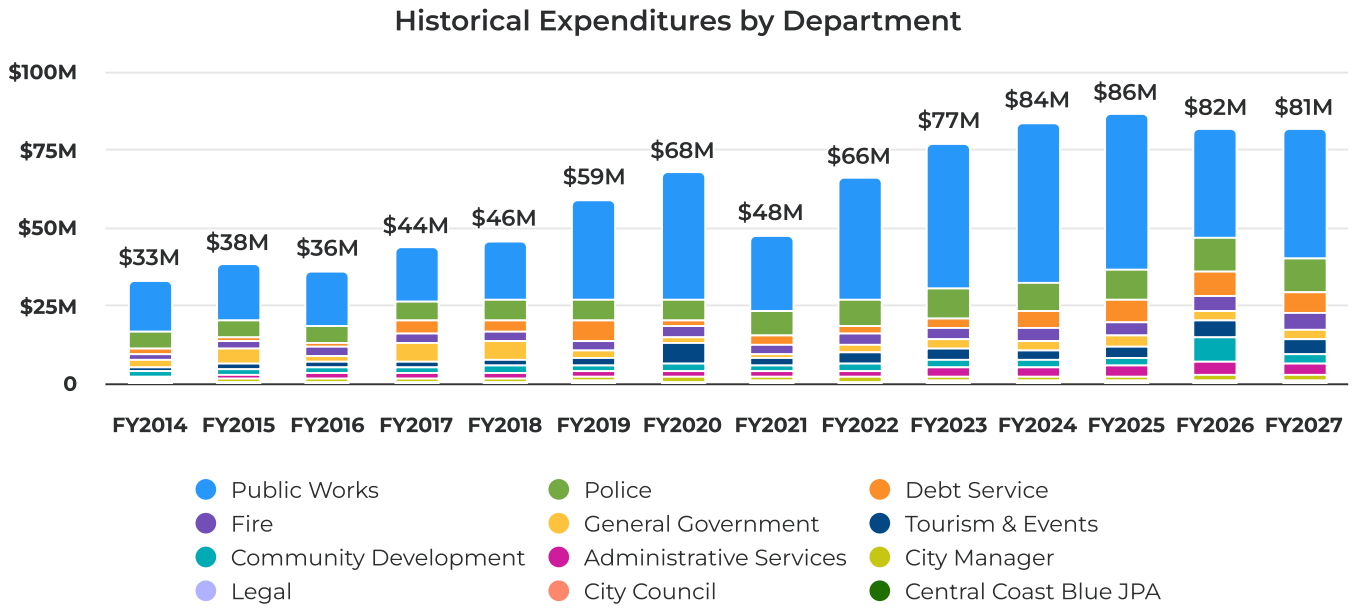
General Fund	$36,701,151	45.12%
Water Enterprise Fund	$10,003,952	12.30%
Wastewater Treatment Fund	$6,057,606	7.45%
Capital Projects	$4,940,000	6.07%
Transaction Sales Tax Fund	$4,743,870	5.83%
Water Construction Fund	$4,220,000	5.19%
Public Financing Agency	$3,082,343	3.79%
Lodging Business Improvement	$2,599,883	3.20%
Water Tax Lopez State	$2,439,652	3.00%
Parking Enterprise Fund	$2,110,489	2.59%
Technology Service Fund	$1,781,791	2.19%
Motor Vehicle Fund	$1,075,783	1.32%
Wastewater Capital Projects	$931,000	1.14%
Housing In Lieu Fee	$151,451	0.19%
Grants - Non-Capital	$150,971	0.19%
Gas Tax Fund	$142,429	0.18%
Pier Enterprise Fund	$136,156	0.17%
Chapman Estate Fund	$56,654	0.07%
Public Education Government Fund	$14,247	0.02%
Park Development Fund	$7,237	0.01%
Local Transportation	$985	0.00%
Impact Fees	$969	0.00%
Circulation Fees	$43	0.00%

Expenditures by Fund

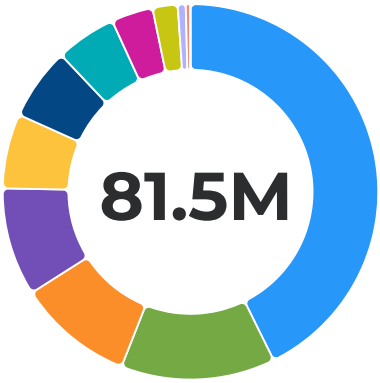
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$26,458,286	$32,762,945	$34,534,480	$47,953,996	$37,034,460	$36,701,151	-22.77%	-0.90%
Transaction Sales Tax Fund	$2,200,006	$3,664,615	$1,552,888	$4,079,829	$2,757,460	$4,743,870	-32.41%	72.04%
Gas Tax Fund	$399,769	$205,231	$460,732	$492,289	$142,358	$142,429	-71.08%	0.05%
Local Transportation	$387,491	$173,388	$305,476	$5,829	$895	$985	-84.65%	10.06%
Public Education Government Fund	$7,335	$134,091	$3,893	$41,849	$14,123	$14,247	-66.25%	0.88%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Grants - Non-Capital	$84,259	$366,984	$151,145	$150,916	$150,943	$150,971	0.02%	0.02%
Housing In Lieu Fee	$831,920	$142,708	$21,190	$49,368	$4,788,179	$151,451	9,598.95%	-96.84%
Lodging Business Improvement	$1,398,254	$1,888,369	$1,456,470	$3,562,022	$2,978,177	$2,599,883	-16.39%	-12.70%
Chapman Estate Fund	$450,530	$140,037	$960,940	$166,147	$56,274	$56,654	-66.13%	0.68%
Capital Projects	$11,561,883	$15,107,759	$13,615,655	$63,147,712	$6,140,000	$4,940,000	-90.28%	-19.54%
Park Development Fund	$483,376	$100,926	$85,436	$221,010	$6,579	$7,237	-97.02%	10.00%
Circulation Fees	$115,270	$121,040	$73,965	$166,071	$42	$43	-99.97%	2.38%
Impact Fees	$690,313	$268,213	$250,876	$147,540	$941	$969	-99.36%	2.98%
Public Financing Authority Debt Service	$390,988	$392,863	$48,380	-	-	-	-	-
Public Financing Agency	$709,572	$707,554	$704,530	$4,195,565	$3,089,818	$3,082,343	-26.36%	-0.24%
Visalia Street	-	-	-	$85,000	-	-	-100.00%	-
Water Enterprise Fund	$6,759,630	$6,050,614	$5,399,270	$12,144,675	$5,343,898	$10,003,952	-56.00%	87.20%
Water Tax Lopez State	$1,739,645	$1,881,265	$2,076,448	$2,439,365	$2,297,202	$2,439,652	-5.83%	6.20%
Water Construction Fund	$1,896,907	$45,186	$166,543	$5,786,297	$395,000	$4,220,000	-93.17%	968.35%
Water Expansion Fund	-	$474,577	-	$364,832	-	-	-100.00%	-
Wastewater Treatment Fund	$6,094,431	$8,465,319	$13,218,346	$10,725,963	$8,057,857	$6,057,606	-24.88%	-24.82%
Wastewater Capital Projects	$274,749	$24,617	-$11,678	$2,666,369	$2,531,000	$931,000	-5.08%	-63.22%
Wastewater Expansion	$473	$220,185	-	$600,000	-	-	-100.00%	-
Local Transportation Transit Fund	$858	$900	-	-	-	-	-	-
Pier Enterprise Fund	$252,622	$270,980	$311,841	$163,042	$116,596	$136,156	-28.49%	16.78%
Parking Enterprise Fund	$826,077	$967,124	$5,667,402	$5,735,277	$2,090,007	$2,110,489	-63.56%	0.98%
Technology Service Fund	$838,959	$1,100,068	$1,376,205	$2,120,731	$2,360,174	$1,781,791	11.29%	-24.51%
Motor Vehicle Fund	$988,821	$1,274,334	$1,102,379	$3,163,463	$1,160,977	$1,075,783	-63.30%	-7.34%
Water Central Coast Blue JPA	-	-	-	$26,400	$6,600	-	-75.00%	-100.00%
Wastewater Central Coast Blue JPA	-	-	-	$53,600	$13,400	-	-75.00%	-100.00%
Total Expenditures	**$65,842,424**	**$76,951,893**	**$83,532,811**	**$170,455,157**	**$81,532,959**	**$81,348,662**	**-52.17%**	**-0.23%**

Expenditures by Department

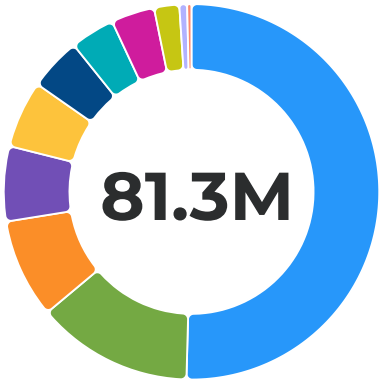


FY26 Expenditures by Department



Public Works	**$34,814,448**	42.70%
Police	**$10,832,454**	13.29%
Community Development	**$8,152,872**	10.00%
Debt Service	**$7,583,131**	9.30%
Fire	**$5,248,558**	6.44%
Tourism & Events	**$5,078,215**	6.23%
Administrative Services	**$4,249,204**	5.21%
General Government	**$2,924,377**	3.59%
City Manager	**$1,761,563**	2.16%
Legal	**$562,000**	0.69%
City Council	**$306,137**	0.38%
Central Coast Blue JPA	**$20,000**	0.02%

FY27 Expenditures by Department



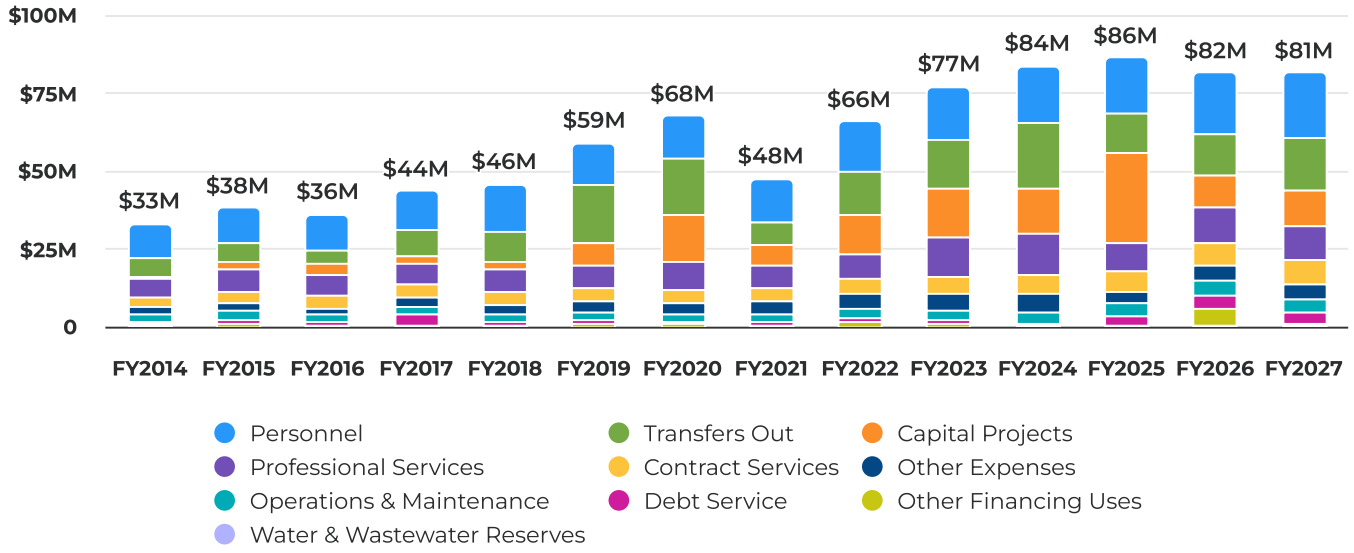
Public Works	**$41,022,532**	50.43%
Police	**$10,965,806**	13.48%
Debt Service	**$6,952,667**	8.55%
Fire	**$5,264,169**	6.47%
Tourism & Events	**$4,693,915**	5.77%
Administrative Services	**$3,696,654**	4.54%
General Government	**$3,106,968**	3.82%
Community Development	**$3,034,933**	3.73%
City Manager	**$1,764,470**	2.17%
Legal	**$547,000**	0.67%
City Council	**$299,548**	0.37%

Expenditures by Department

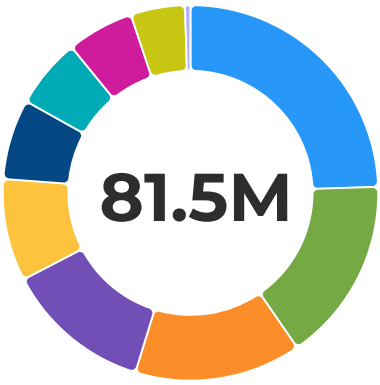
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	$2,875,229.95	$3,017,750.33	$2,624,581.24	$3,144,269.42	$2,924,377.30	$3,106,968.10	-6.99%	6.24%
City Council	$166,212.65	$181,349.39	$200,213.40	$266,514.66	$306,137.00	$299,548.00	14.87%	-2.15%
City Manager	$1,353,834.40	$1,638,390.96	$1,504,486.30	$1,892,681.20	$1,761,562.50	$1,764,469.50	-6.93%	0.17%
Legal	$424,630.96	$582,636.55	$681,555.90	$493,920.00	$562,000.00	$547,000.00	13.78%	-2.67%
Administrative Services	$2,034,701.06	$2,947,634.20	$3,009,933.98	$4,426,244.59	$4,249,204.47	$3,696,654.47	-4.00%	-13.00%
Tourism & Events	$3,058,394.81	$3,526,974.59	$3,249,538.08	$4,680,619.99	$5,078,214.57	$4,693,914.57	8.49%	-7.57%
Police	$8,330,335.71	$9,684,477.80	$9,345,564.24	$11,142,766.72	$10,832,454.00	$10,965,806.00	-2.78%	1.23%
Fire	$3,181,291.13	$3,645,896.09	$4,283,070.10	$3,881,851.28	$5,248,557.88	$5,264,168.88	35.21%	0.30%
Public Works	$38,838,237.55	$46,712,797.61	$51,015,444.33	$129,107,469.41	$34,814,447.95	$41,022,531.90	-73.03%	17.83%
Central Coast Blue JPA	-	-	-	$80,000.00	$20,000.00	-	-75.00%	-100.00%
Community Development	$2,645,485.49	$2,031,267.14	$2,099,802.46	$3,159,748.19	$8,152,872.18	$3,034,933.18	158.02%	-62.77%
Debt Service	$2,934,070.40	$2,982,718.79	$5,518,621.30	$8,179,071.22	$7,583,131.25	$6,952,667.35	-7.29%	-8.31%
Total Expenditures	**$65,842,424.11**	**$76,951,893.45**	**$83,532,811.33**	**$170,455,156.68**	**$81,532,959.10**	**$81,348,661.95**	**-52.17%**	**-0.23%**

Expenditures by Object Summary

Historical Expenditures by Object

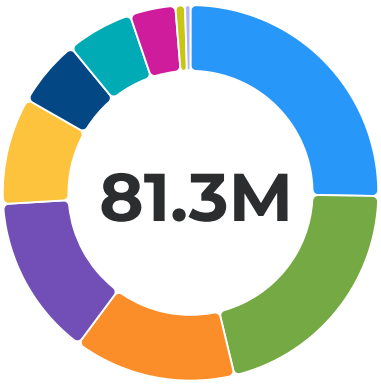


FY26 Expenditures by Object



Personnel	$19,972,457	24.50%
Transfers Out	$12,964,754	15.90%
Professional Services	$11,702,304	14.35%
Capital Projects	$10,294,000	12.63%
Contract Services	$7,182,468	8.81%
Other Financing Uses	$5,625,900	6.90%
Other Expenses	$4,910,165	6.02%
Operations & Maintenance	$4,689,784	5.75%
Debt Service	$3,810,127	4.67%
Water & Wastewater Reserves	$381,000	0.47%

FY27 Expenditures by Object



Personnel	$20,552,789	25.27%
Transfers Out	$17,061,335	20.97%
Professional Services	$11,334,678	13.93%
Capital Projects	$11,294,230	13.88%
Contract Services	$7,498,386	9.22%
Other Expenses	$4,693,679	5.77%
Operations & Maintenance	$4,667,172	5.74%
Debt Service	$3,193,392	3.93%
Other Financing Uses	$672,000	0.83%
Water & Wastewater Reserves	$381,000	0.47%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$16,010,881.60	$16,759,506.55	$18,130,100.55	$19,451,045.63	$19,972,457.32	$20,552,789.32	2.68%	2.91%
Professional Services	$8,047,697.05	$13,093,507.55	$13,410,780.29	$15,721,805.60	$11,702,304.00	$11,334,678.00	-25.57%	-3.14%
Contract Services	$4,848,275.12	$5,374,205.10	$5,965,448.44	$7,489,049.67	$7,182,467.80	$7,498,385.80	-4.09%	4.40%

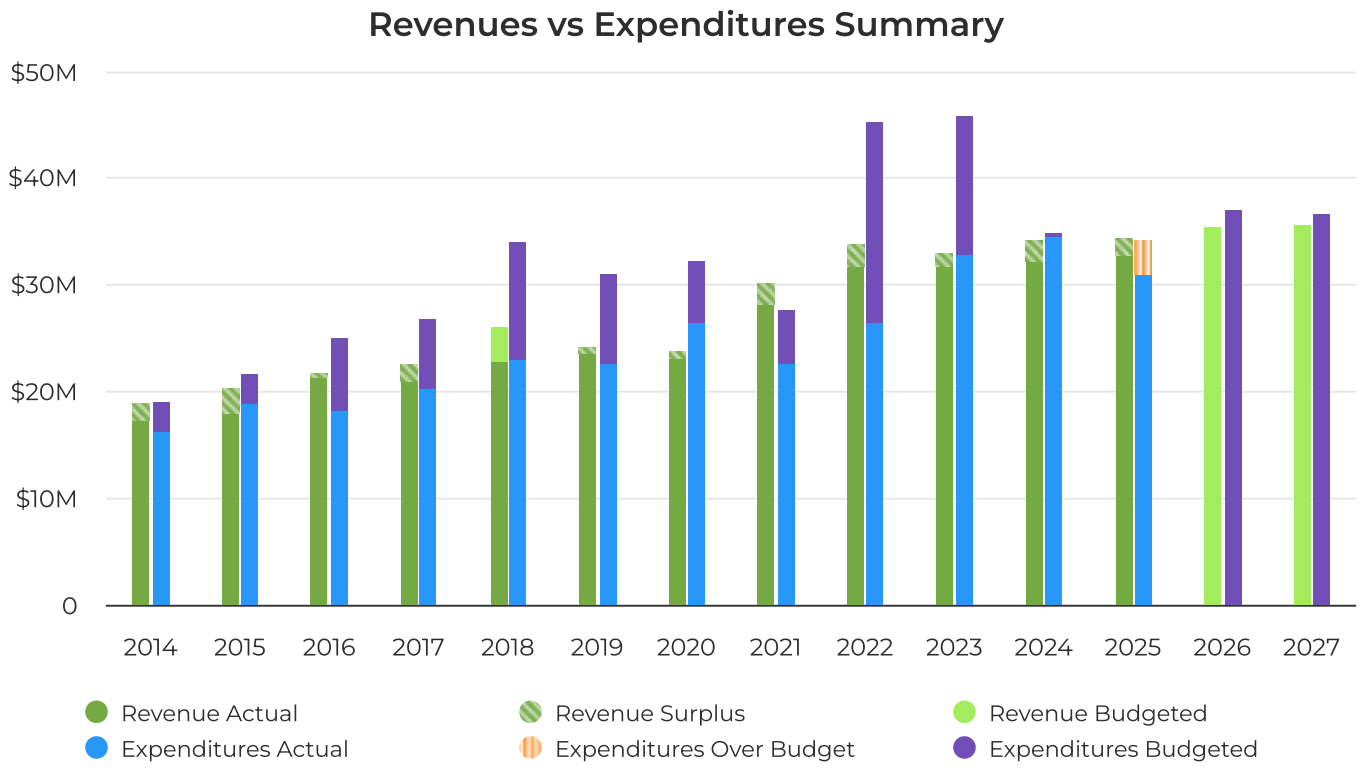
All Fund Expenditures

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Operations & Maintenance	$3,161,932.63	$2,993,710.85	$3,506,712.41	$5,834,125.57	$4,689,783.73	$4,667,172.48	-19.61%	-0.48%
Other Expenses	$4,848,276.13	$5,191,152.74	$5,844,489.03	$4,237,600.00	$4,910,165.00	$4,693,679.00	15.87%	-4.41%
Water & Wastewater Reserves	-	-	-	$331,000.00	$381,000.00	$381,000.00	15.11%	0.00%
Capital Projects	$12,260,121.18	$15,489,789.37	$14,638,199.06	$76,288,912.63	$10,294,000.00	$11,294,230.00	-86.51%	9.72%
Debt Service	$1,326,668.03	$1,293,131.34	$778,595.39	$4,155,230.33	$3,810,126.85	$3,193,392.13	-8.31%	-16.19%
Other Financing Uses	$1,216,810.59	$814,738.55	$320,911.61	$483,170.05	$5,625,900.00	$672,000.00	1,064.37%	-88.06%
Transfers Out	$14,121,761.78	$15,942,151.40	$20,937,574.55	$36,463,217.20	$12,964,754.40	$17,061,335.22	-64.44%	31.60%
Total Expenditures	**$65,842,424.11**	**$76,951,893.45**	**$83,532,811.33**	**$170,455,156.68**	**$81,532,959.10**	**$81,348,661.95**	**-52.17%**	**-0.23%**

General Fund

The General Fund is the City's largest and most discretionary fund. General Fund dollars are used for a variety of services, including police and fire protection and for several important maintenance and capital projects. At the time of budget preparation, staff's estimate was that the General Fund would close FY 2025 with an unassigned fund balance of $10.87 million to be carried forward as the beginning fund balance for FY 2026. This unassigned fund balance represents uncommitted amounts carried over from FY 2025 plus the estimated excess of revenues over expenditures for FY 2025.

Summary



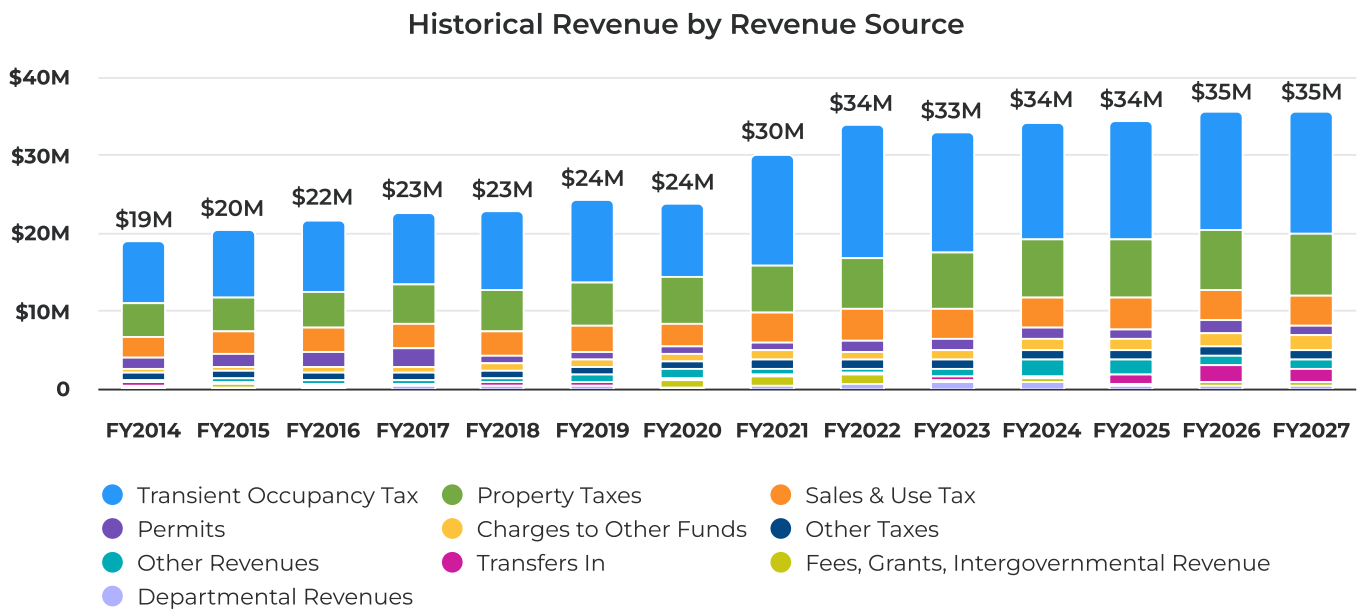
Comprehensive Fund Summary

Comprehensive Fund Summary

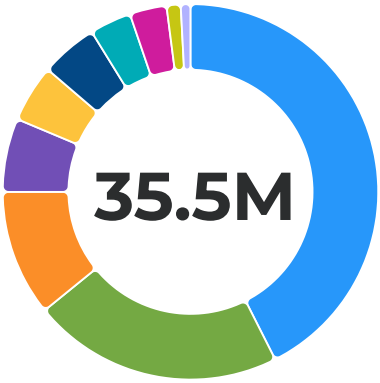
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$18,200,272**	**$25,727,499**	**$25,033,776**	**$24,638,529**	**$10,673,539**	**$8,704,749**	**-56.68%**	**-18.45%**
Revenues								
Charges to Other Funds	$1,157,625	$1,215,506	$1,341,504	$1,601,180	$1,742,653	$1,897,716	8.84%	8.90%
Property Taxes	$6,479,633	$7,046,442	$7,424,287	$7,374,663	$7,655,100	$7,808,200	3.80%	2.00%
Sales & Use Tax	$4,088,556	$4,041,138	$3,861,140	$4,001,250	$3,850,500	$3,927,510	-3.77%	2.00%
Transient Occupancy Tax	$17,010,748	$15,481,136	$15,083,303	$14,919,034	$15,097,000	$15,624,000	1.19%	3.49%
Other Taxes	$1,147,530	$1,260,652	$1,225,071	$1,096,602	$1,271,410	$1,291,910	15.94%	1.61%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Permits	$1,356,373	$1,335,919	$1,361,571	$1,284,950	$1,755,890	$1,238,837	36.65%	-29.45%
Other Revenues	$379,317	$1,024,431	$2,298,095	$1,138,634	$1,131,587	$1,109,272	-0.62%	-1.97%
Fees, Grants, Intergovernmental Revenue	$1,260,359	$325,238	$365,313	$889,959	$430,810	$431,633	-51.59%	0.19%
Departmental Revenues	$625,280	$864,502	$947,578	$263,919	$293,390	$293,431	11.17%	0.01%
Transfers In	$246,850	$290,000	$217,046	$1,393,626	$2,246,600	$1,854,870	61.21%	-17.44%
Total Revenues	**$33,752,272**	**$32,884,964**	**$34,124,907**	**$33,963,817**	**$35,474,940**	**$35,477,379**	**4.45%**	**0.01%**
Expenditures								
Personnel	$13,968,973	$14,124,709	$15,418,869	$16,342,941	$16,880,648	$17,389,503	3.29%	3.01%
Professional Services	$3,801,348	$4,482,874	$4,886,804	$6,023,359	$6,913,641	$6,077,277	14.78%	-12.10%
Contract Services	$2,533,256	$2,805,216	$3,097,456	$3,811,290	$3,843,496	$4,072,293	0.85%	5.95%
Operations & Maintenance	$1,857,889	$1,464,906	$1,622,041	$2,983,487	$2,358,749	$2,074,841	-20.94%	-12.04%
Other Expenses	$787,942	$980,238	$1,362,941	$1,645,410	$1,971,633	$1,689,541	19.83%	-14.31%
Water & Wastewater Reserves	-	-	-	-	$50,000	$50,000	-	0.00%
Capital Projects	$40,835	$47,877	$308,850	$49,319	$127,200	$623,000	157.91%	389.78%
Other Financing Uses	$188,835	$144,391	$121,931	$221,136	$721,700	$557,000	226.36%	-22.82%
Transfers Out	$3,279,207	$8,712,735	$7,715,587	$16,877,053	$4,167,392	$4,167,696	-75.31%	0.01%
Total Expenditures	**$26,458,286**	**$32,762,945**	**$34,534,480**	**$47,953,996**	**$37,034,460**	**$36,701,151**	**-22.77%**	**-0.90%**
Total Revenues Less Expenditures	**$7,293,986**	**$122,019**	**-$409,573**	**-$13,990,179**	**-$1,559,520**	**-$1,223,772**	**-88.85%**	**-21.53%**
Ending Fund Balance	**$25,494,258**	**$25,849,518**	**$24,624,203**	**$10,648,350**	**$9,114,020**	**$7,480,977**	**-14.41%**	**-17.92%**

Revenues by Revenue Source

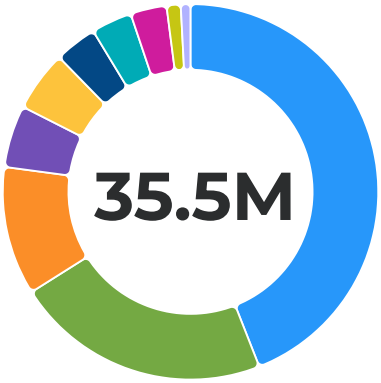


FY26 Revenues by Revenue Source



Transient Occupancy Tax	**$15,097,000**	42.56%
Property Taxes	**$7,655,100**	21.58%
Sales & Use Tax	**$3,850,500**	10.85%
Transfers In	**$2,246,600**	6.33%
Permits	**$1,755,890**	4.95%
Charges to Other Funds	**$1,742,653**	4.91%
Other Taxes	**$1,271,410**	3.58%
Other Revenues	**$1,131,587**	3.19%
Fees, Grants, Intergovernmental Revenue	**$430,810**	1.21%
Departmental Revenues	**$293,390**	0.83%

FY27 Revenues by Revenue Source

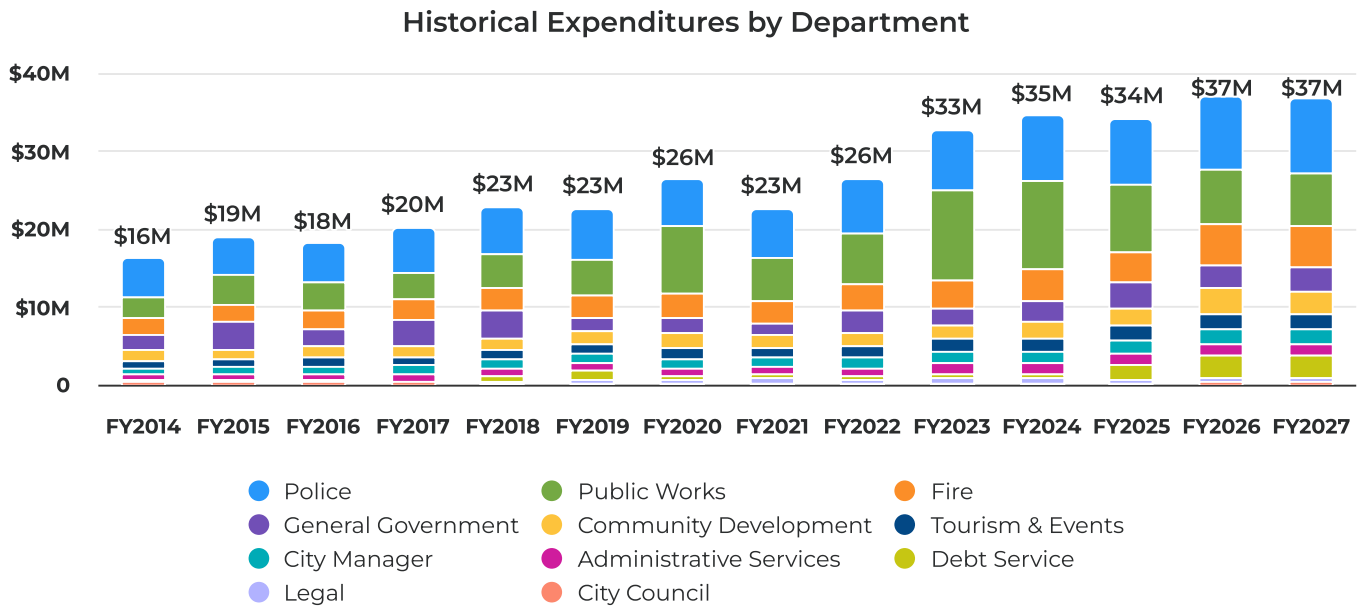


Transient Occupancy Tax	**$15,624,000**	44.04%
Property Taxes	**$7,808,200**	22.01%
Sales & Use Tax	**$3,927,510**	11.07%
Charges to Other Funds	**$1,897,716**	5.35%
Transfers In	**$1,854,870**	5.23%
Other Taxes	**$1,291,910**	3.64%
Permits	**$1,238,837**	3.49%
Other Revenues	**$1,109,272**	3.13%
Fees, Grants, Intergovernmental Revenue	**$431,633**	1.22%
Departmental Revenues	**$293,431**	0.83%

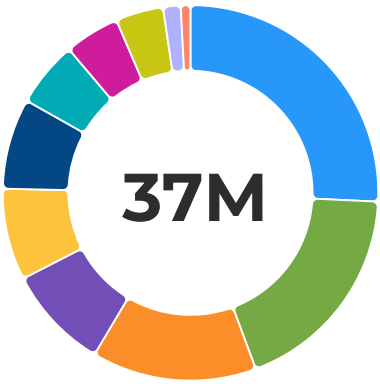
Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Charges to Other Funds	$1,157,625	$1,215,506	$1,341,504	$1,601,180	$1,742,653	$1,897,716	8.84%	8.90%
Property Taxes	$6,479,633	$7,046,442	$7,424,287	$7,374,663	$7,655,100	$7,808,200	3.80%	2.00%
Sales & Use Tax	$4,088,556	$4,041,138	$3,861,140	$4,001,250	$3,850,500	$3,927,510	-3.77%	2.00%
Transient Occupancy Tax	$17,010,748	$15,481,136	$15,083,303	$14,919,034	$15,097,000	$15,624,000	1.19%	3.49%
Other Taxes	$1,147,530	$1,260,652	$1,225,071	$1,096,602	$1,271,410	$1,291,910	15.94%	1.61%
Permits	$1,356,373	$1,335,919	$1,361,571	$1,284,950	$1,755,890	$1,238,837	36.65%	-29.45%
Other Revenues	$379,317	$1,024,431	$2,298,095	$1,138,634	$1,131,587	$1,109,272	-0.62%	-1.97%
Fees, Grants, Intergovernmental Revenue	$1,260,359	$325,238	$365,313	$889,959	$430,810	$431,633	-51.59%	0.19%
Departmental Revenues	$625,280	$864,502	$947,578	$263,919	$293,390	$293,431	11.17%	0.01%
Transfers In	$246,850	$290,000	$217,046	$1,393,626	$2,246,600	$1,854,870	61.21%	-17.44%
Total Revenues	**$33,752,272**	**$32,884,964**	**$34,124,907**	**$33,963,817**	**$35,474,940**	**$35,477,379**	**4.45%**	**0.01%**

Expenditures by Department

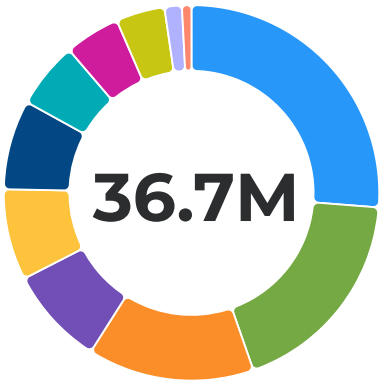


FY26 Expenditures by Department



Police	$9,536,354	25.75%
Public Works	$6,890,603	18.61%
Fire	$5,248,558	14.17%
Community Development	$3,310,419	8.94%
General Government	$2,923,436	7.89%
Debt Service	$2,887,884	7.80%
Tourism & Events	$2,098,037	5.67%
City Manager	$1,747,440	4.72%
Administrative Services	$1,523,591	4.11%
Legal	$562,000	1.52%
City Council	$306,137	0.83%

FY27 Expenditures by Department

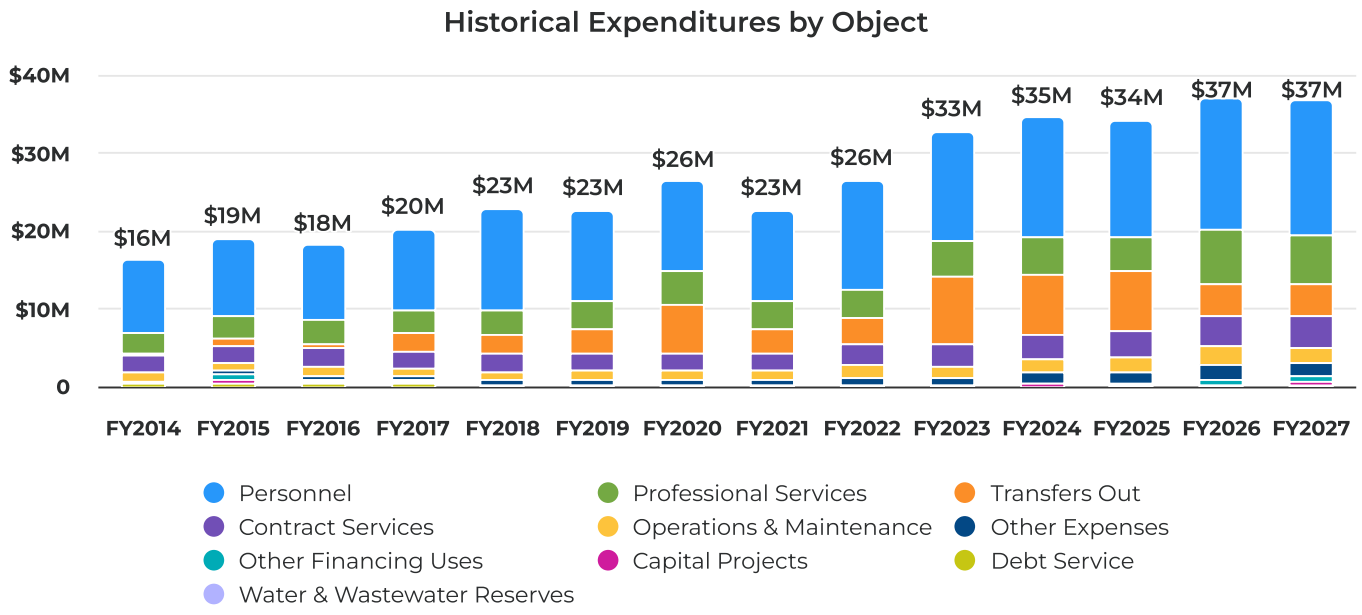


Police	$9,628,841	26.24%
Public Works	$6,759,175	18.42%
Fire	$5,264,169	14.34%
General Government	$3,105,999	8.46%
Debt Service	$2,881,763	7.85%
Community Development	$2,828,828	7.71%
Tourism & Events	$2,092,031	5.70%
City Manager	$1,750,223	4.77%
Administrative Services	$1,543,574	4.21%
Legal	$547,000	1.49%
City Council	$299,548	0.82%

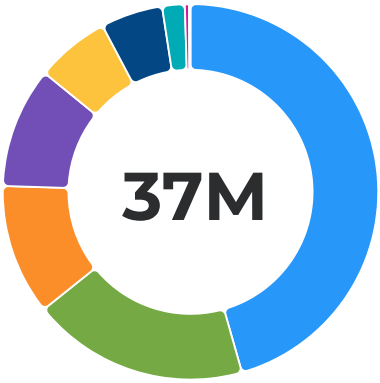
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	$2,867,125	$2,054,372	$2,623,705	$2,156,360	$2,923,436	$3,105,999	35.57%	6.24%
City Council	$166,213	$181,349	$200,213	$266,515	$306,137	$299,548	14.87%	-2.15%
City Manager	$1,346,499	$1,504,300	$1,471,493	$1,843,432	$1,747,440	$1,750,223	-5.21%	0.16%
Legal	$424,631	$582,637	$681,556	$493,920	$562,000	$547,000	13.78%	-2.67%
Administrative Services	$962,549	$1,360,621	$1,315,946	$1,888,184	$1,523,591	$1,543,574	-19.31%	1.31%
Tourism & Events	$1,613,166	$1,649,269	$1,793,068	$2,757,157	$2,098,037	$2,092,031	-23.91%	-0.29%
Police	$7,104,696	$7,919,410	$8,320,262	$9,564,593	$9,536,354	$9,628,841	-0.30%	0.97%
Fire	$3,181,291	$3,645,896	$4,283,070	$3,881,851	$5,248,558	$5,264,169	35.21%	0.30%
Public Works	$6,562,060	$11,498,330	$11,312,242	$20,130,149	$6,890,603	$6,759,175	-65.77%	-1.91%
Community Development	$1,753,157	$1,831,911	$2,023,993	$2,919,707	$3,310,419	$2,828,828	13.38%	-14.55%
Debt Service	$476,899	$534,850	$508,932	$2,052,127	$2,887,884	$2,881,763	40.73%	-0.21%
Total Expenditures	**$26,458,286**	**$32,762,945**	**$34,534,480**	**$47,953,996**	**$37,034,460**	**$36,701,151**	**-22.77%**	**-0.90%**

Expenditures by Object Summary

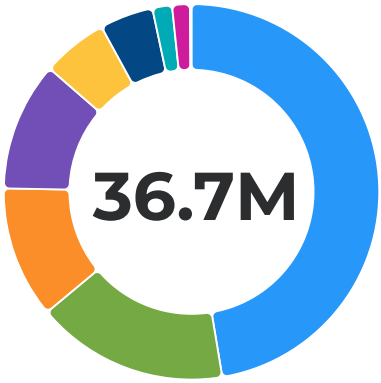


FY26 Expenditures by Object



Personnel	**$16,880,648**	45.58%
Professional Services	**$6,913,641**	18.67%
Transfers Out	**$4,167,392**	11.25%
Contract Services	**$3,843,496**	10.38%
Operations & Maintenance	**$2,358,749**	6.37%
Other Expenses	**$1,971,633**	5.32%
Other Financing Uses	**$721,700**	1.95%
Capital Projects	**$127,200**	0.34%
Water & Wastewater Reserves	**$50,000**	0.14%

FY27 Expenditures by Object

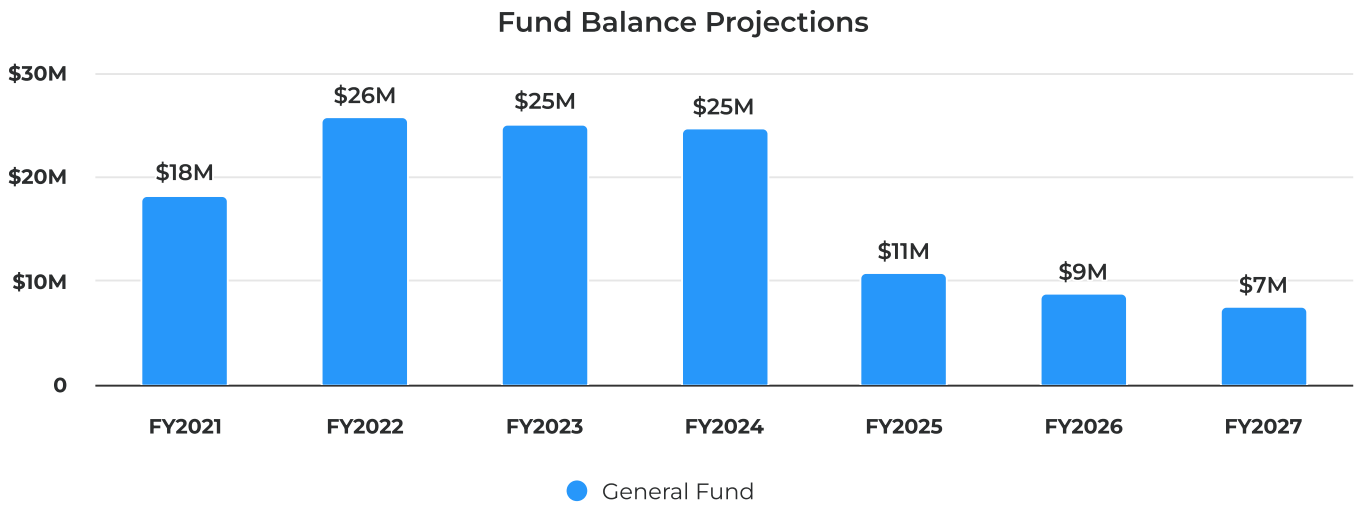


Personnel	**$17,389,503**	47.38%
Professional Services	**$6,077,277**	16.56%
Transfers Out	**$4,167,696**	11.36%
Contract Services	**$4,072,293**	11.10%
Operations & Maintenance	**$2,074,841**	5.65%
Other Expenses	**$1,689,541**	4.60%
Capital Projects	**$623,000**	1.70%
Other Financing Uses	**$557,000**	1.52%
Water & Wastewater Reserves	**$50,000**	0.14%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$13,968,973	$14,124,709	$15,418,869	$16,342,941	$17,389,503	$16,880,648	3.29%	3.01%
Professional Services	$3,801,348	$4,482,874	$4,886,804	$6,023,359	$6,077,277	$6,913,641	14.78%	-12.10%
Contract Services	$2,533,256	$2,805,216	$3,097,456	$3,811,290	$4,072,293	$3,843,496	0.85%	5.95%
Operations & Maintenance	$1,857,889	$1,464,906	$1,622,041	$2,983,487	$2,074,841	$2,358,749	-20.94%	-12.04%
Other Expenses	$787,942	$980,238	$1,362,941	$1,645,410	$1,689,541	$1,971,633	19.83%	-14.31%
Water & Wastewater Reserves	-	-	-	-	$50,000	$50,000	-	0.00%
Capital Projects	$40,835	$47,877	$308,850	$49,319	$623,000	$127,200	157.91%	389.78%
Other Financing Uses	$188,835	$144,391	$121,931	$221,136	$557,000	$721,700	226.36%	-22.82%
Transfers Out	$3,279,207	$8,712,735	$7,715,587	$16,877,053	$4,167,696	$4,167,392	-75.31%	0.01%
Total Expenditures	**$26,458,286**	**$32,762,945**	**$34,534,480**	**$47,953,996**	**$36,701,151**	**$37,034,460**	**-22.77%**	**-0.90%**

Fund Balance



Financial Summary

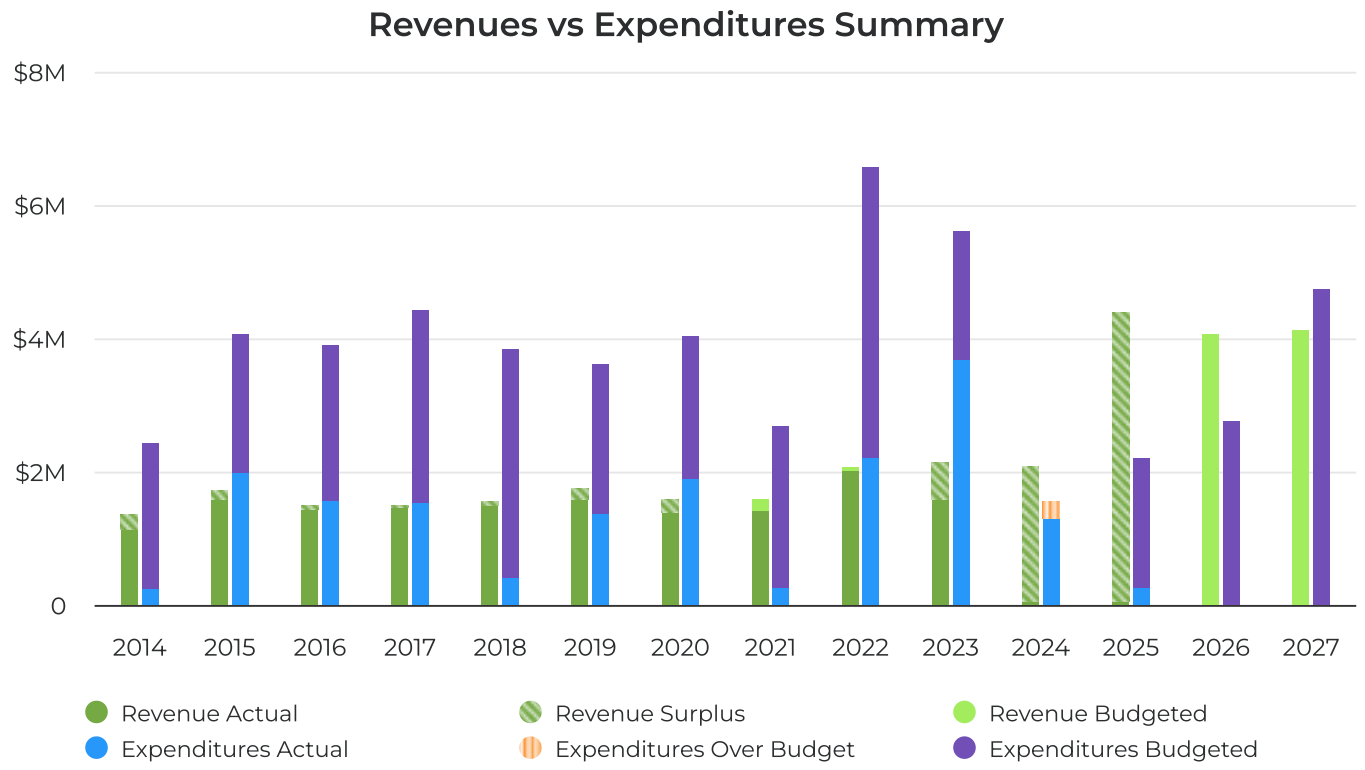
Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
General Fund	$25,727,498.81	$25,033,775.81	$24,638,528.64	$10,673,539.32	$8,704,749.18	$7,464,576.46	-18.45%	-$1,968,790.14
Total Fund Balance	**$25,727,498.81**	**$25,033,775.81**	**$24,638,528.64**	**$10,673,539.32**	**$8,704,749.18**	**$7,464,576.46**	**-18.45%**	**-$1,968,790.14**

Transaction Sales Tax Fund

The Transaction Sales Tax Fund includes a 1.00% transaction sales and use tax that became effective April 1, 2025. This is the third local measure for a transaction sales and use tax approved by the voters as part of Measure F-24 on the November 2024 ballot. Measure F-24 was placed on the November 2024 ballot by the City Council to provide Pismo Beach voters with an option to help close the budget gap by renewing the City's existing half-cent sales tax (Measure I, approved by the voters in 2014) and adding a supplementary half-cent sales tax. Measure F-24 includes a 12-year sunset clause and will expire on March 31, 2037. All proceeds of the tax are accounted for in the City of Pismo Beach General Fund and may be used for any lawful purpose as designated by the City Council. Prior to this local measure, it was the first local measure for a 0.50% transaction sales and use tax effective October 1, 2008, that included a six-and-one-half-year sunset clause and expired on March 31, 2015. On November 4, 2014, the voters approved another Measure, Measure "I," the 0.50% transactions sales and use tax to be effective April 1, 2015. The second local measure included a 12-year sunset clause and was set to expire on March 31, 2037.

The adopted two-year budget provides vital funding to repair and improve the City's infrastructure. The City of Pismo Beach has set up a separate fund, the Transaction Sales Tax Fund, to track the specific revenues and expenditures that are generated by the transaction sales and use tax. The City receives this sales tax revenue monthly, and it represents a projected $4.00 million per year in FY 2026 and $4.04 million in FY 2027. These revenues are projected to double in FY 2026 compared to the FY 2025 Amended Budget and increase by 1% in FY 2027.

Summary

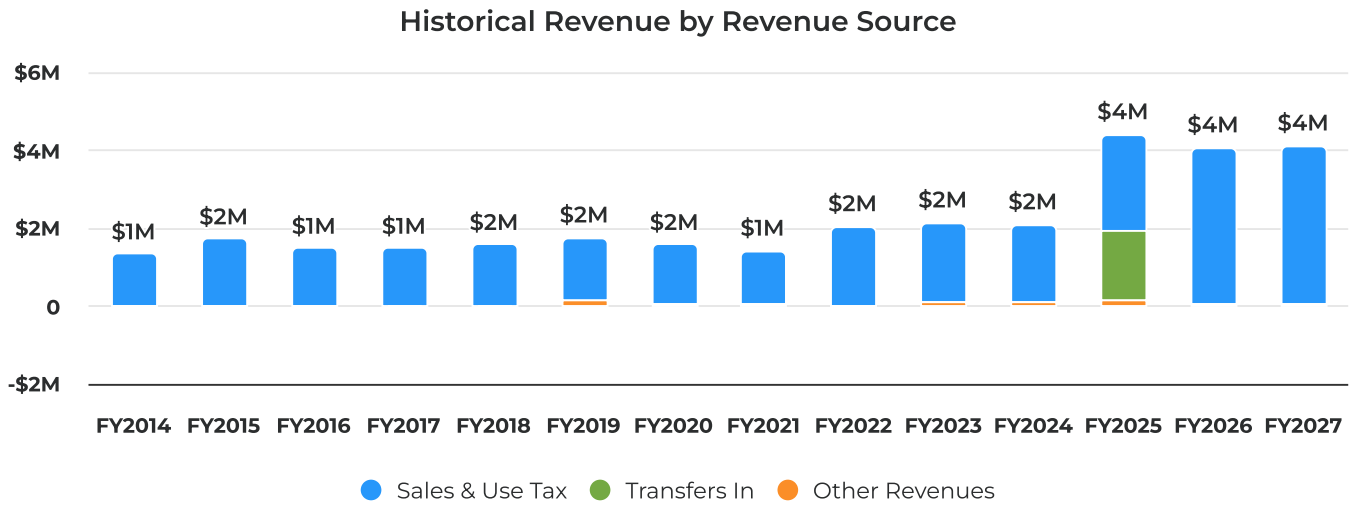


Comprehensive Fund Summary

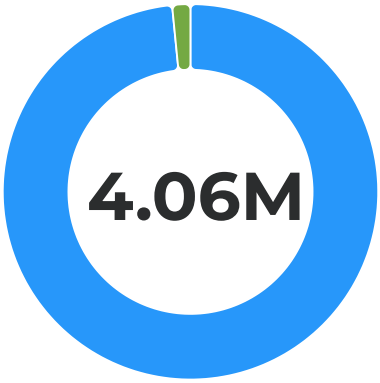
Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$4,935,391**	**$4,735,902**	**$3,205,576**	**$3,745,497**	**$2,150,263**	**$3,456,520**	**-42.59%**	**60.75%**
Revenues								
Sales & Use Tax	$2,038,554	$2,033,346	$1,995,969	$2,000,000	$4,000,000	$4,040,000	100.00%	1.00%
Other Revenues	-$39,289	$100,886	$96,049	$65,396	$63,717	$63,717	-2.57%	0.00%
Total Revenues	**$1,999,265**	**$2,134,231**	**$2,092,019**	**$2,065,396**	**$4,063,717**	**$4,103,717**	**96.75%**	**0.98%**
Expenditures								
Professional Services	-	-	-	-	-	$14,000	-	-
Transfers Out	$2,200,006	$3,664,615	$1,552,888	$4,079,829	$2,757,460	$4,729,870	-32.41%	71.53%
Total Expenditures	**$2,200,006**	**$3,664,615**	**$1,552,888**	**$4,079,829**	**$2,757,460**	**$4,743,870**	**-32.41%**	**72.04%**
Total Revenues Less Expenditures	**-$200,742**	**-$1,530,383**	**$539,130**	**-$2,014,433**	**$1,306,257**	**-$640,153**	**-164.84%**	**-149.01%**
Ending Fund Balance	**$4,734,649**	**$3,205,519**	**$3,744,706**	**$1,731,064**	**$3,456,520**	**$2,816,367**	**99.68%**	**-18.52%**

Revenues by Revenue Source

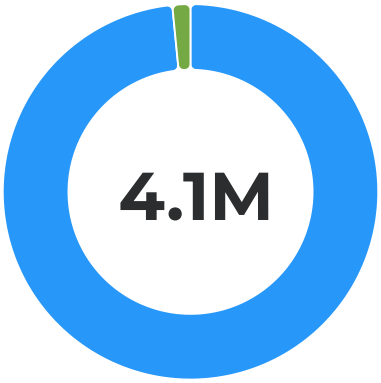


FY26 Revenues by Revenue Source



Sales & Use Tax	$4,000,000	98.43%
Other Revenues	$63,717	1.57%

FY27 Revenues by Revenue Source



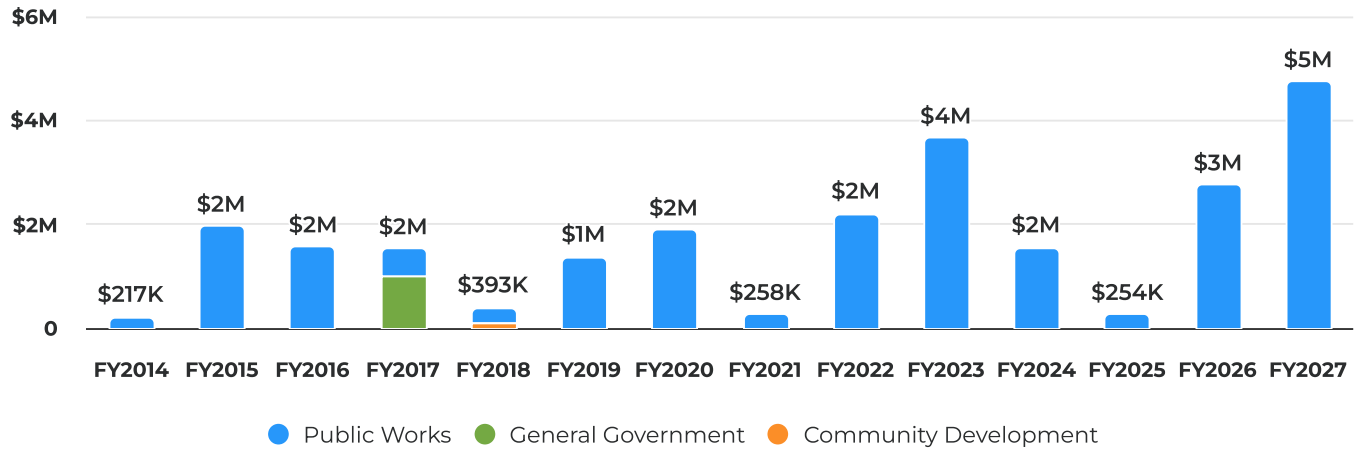
Sales & Use Tax	$4,040,000	98.45%
Other Revenues	$63,717	1.55%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Sales & Use Tax	$2,038,554	$2,033,346	$1,995,969	$2,000,000	$4,000,000	$4,040,000	100.00%	1.00%
Other Revenues	-$39,289	$100,886	$96,049	$65,396	$63,717	$63,717	-2.57%	0.00%
Total Revenues	**$1,999,265**	**$2,134,231**	**$2,092,019**	**$2,065,396**	**$4,063,717**	**$4,103,717**	**96.75%**	**0.98%**

Expenditures by Department

Historical Expenditures by Department



FY26 Expenditures by Department



Public Works **$2,757,460** 100.00%

FY27 Expenditures by Department

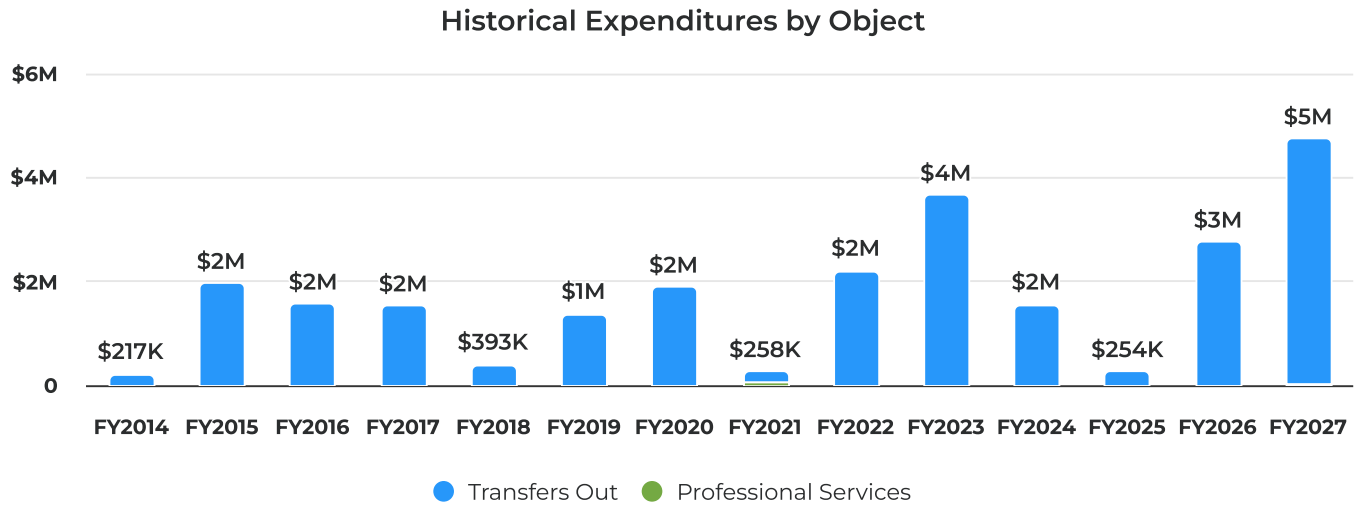


Public Works **$4,743,870** 100.00%

Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$2,200,006	$3,664,615	$1,552,888	$4,079,829	$2,757,460	$4,743,870	-32.41%	72.04%
Total Expenditures	**$2,200,006**	**$3,664,615**	**$1,552,888**	**$4,079,829**	**$2,757,460**	**$4,743,870**	**-32.41%**	**72.04%**

Expenditures by Object Summary

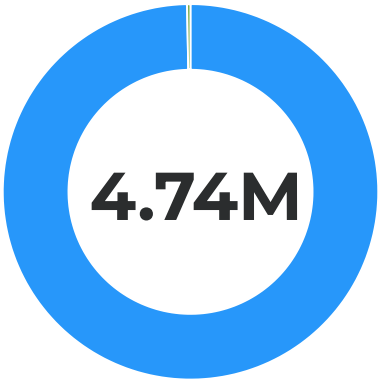


FY26 Expenditures by Object



Transfers Out	**$2,757,460**	100.00%

FY27 Expenditures by Object

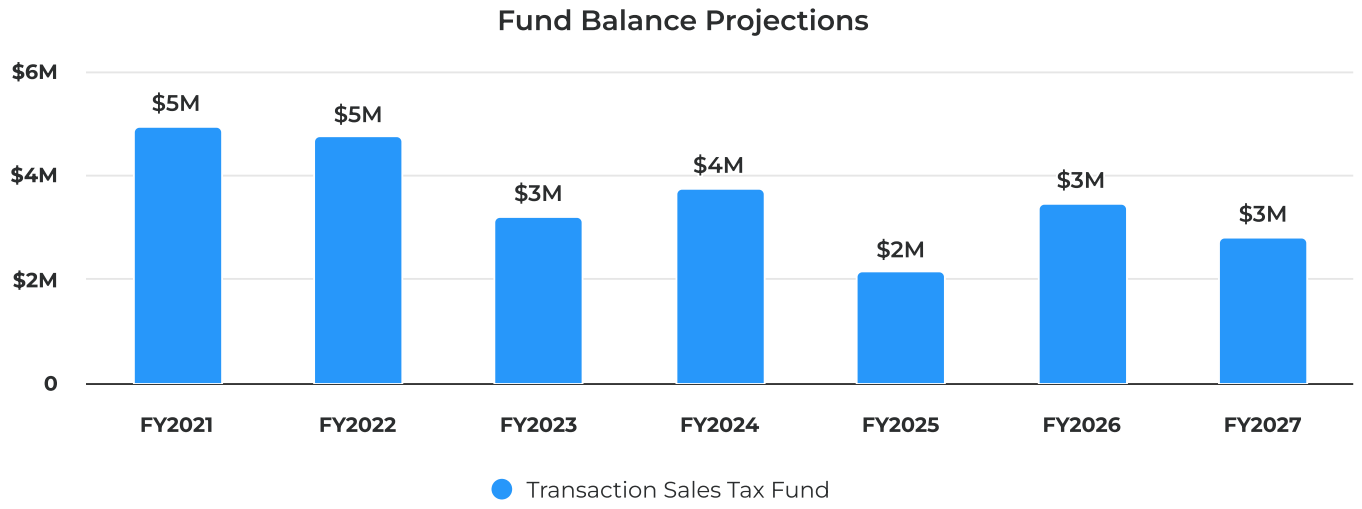


Transfers Out	**$4,729,870**	99.70%
Professional Services	**$14,000**	0.30%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	-	-	$14,000	-	-	-
Transfers Out	$2,200,006	$3,664,615	$1,552,888	$4,079,829	$4,729,870	$2,757,460	-32.41%	71.53%
Total Expenditures	**$2,200,006**	**$3,664,615**	**$1,552,888**	**$4,079,829**	**$4,743,870**	**$2,757,460**	**-32.41%**	**72.04%**

Fund Balance



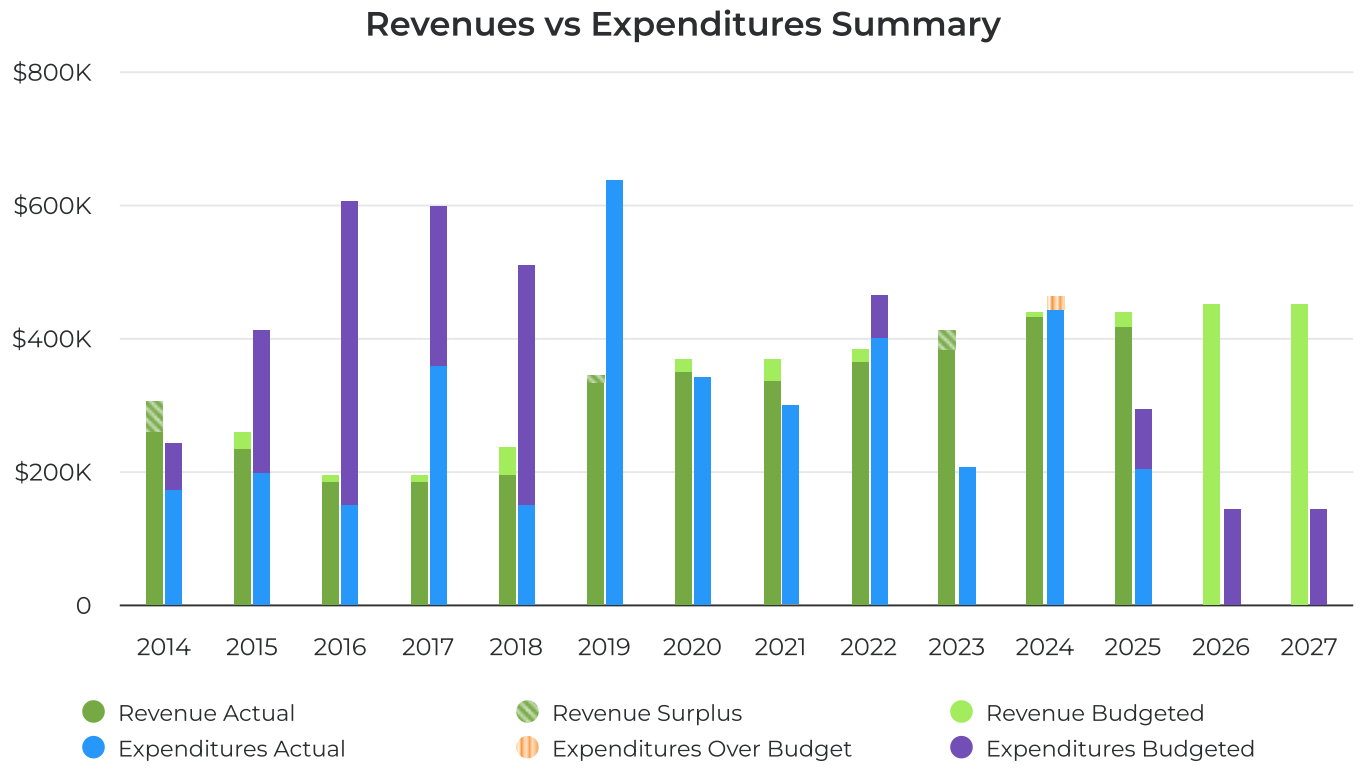
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Transaction Sales Tax Fund	$4,735,902.10	$3,205,576.12	$3,745,497.40	$2,150,263.44	$3,456,520.44	$2,816,367.44	60.75%	$1,306,257.00
Total Fund Balance	**$4,735,902.10**	**$3,205,576.12**	**$3,745,497.40**	**$2,150,263.44**	**$3,456,520.44**	**$2,816,367.44**	**60.75%**	**$1,306,257.00**

Gas Tax Fund

This activity accounts for state gas tax funds received by the City according to the state's allocation formula. Pursuant to current City policy, these funds are used for 100% of City streetlight costs; 100% of City traffic signal maintenance costs; all street sweeping costs, except for parking lots which are not eligible to use gas tax funds; and with the balance of annual revenues, if any, used for street repairs and/or capital improvements. Beginning in FY 2001, gas tax revenues were transferred to the General Fund and the appropriations for streetlights, signal maintenance and street sweeping expenses were included in the General Fund street maintenance budget.

Summary



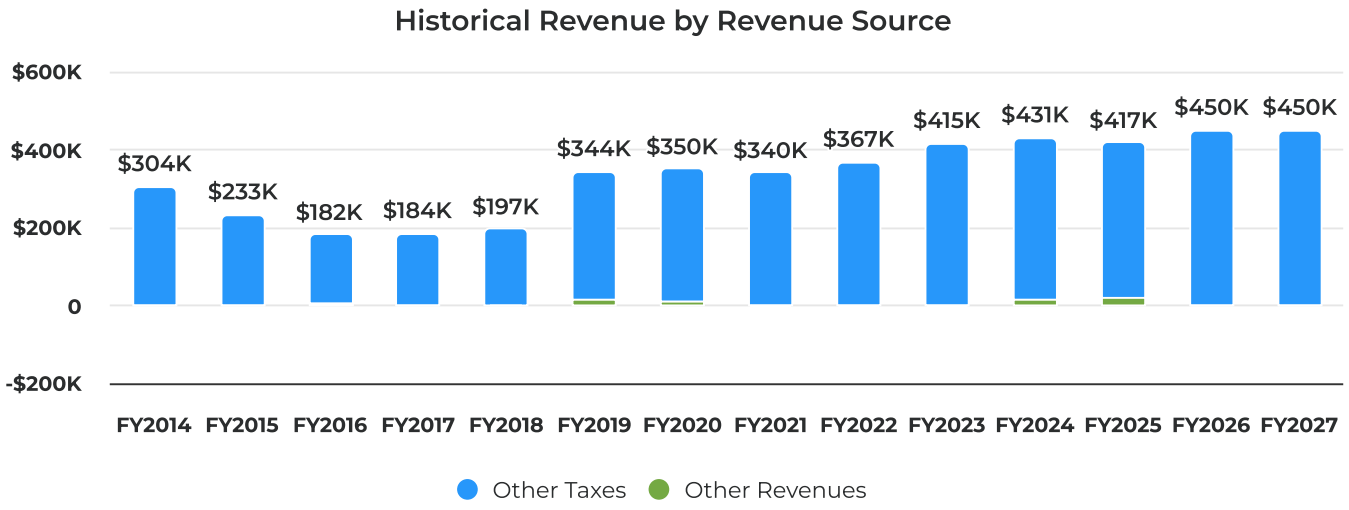
Comprehensive Fund Summary

Comprehensive Fund Summary

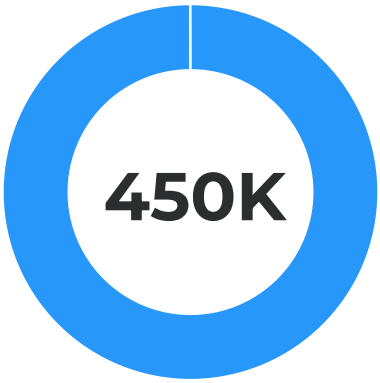
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$98,552**	**$92,009**	**$300,722**	**$273,055**	**$236,549**	**$544,179**	**-13.37%**	**130.05%**
Revenues								
Other Taxes	$366,555	$415,014	$417,595	$438,558	$449,834	$449,834	2.57%	0.00%
Other Revenues	-$3,893	-$5,094	$13,635	$1,271	$154	$154	-87.88%	0.00%
Total Revenues	**$362,662**	**$409,920**	**$431,230**	**$439,829**	**$449,988**	**$449,988**	**2.31%**	**0.00%**

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Expenditures								
Other Expenses	-	-	$2,196	$2,289	$2,358	$2,429	3.01%	3.01%
Transfers Out	$399,769	$205,231	$458,536	$490,000	$140,000	$140,000	-71.43%	0.00%
Total Expenditures	**$399,769**	**$205,231**	**$460,732**	**$492,289**	**$142,358**	**$142,429**	**-71.08%**	**0.05%**
Total Revenues Less Expenditures	**-$37,107**	**$204,689**	**-$29,502**	**-$52,460**	**$307,630**	**$307,559**	**-686.41%**	**-0.02%**
Ending Fund Balance	**$61,445**	**$296,698**	**$271,219**	**$220,595**	**$544,179**	**$851,738**	**146.69%**	**56.52%**

Revenues by Revenue Source

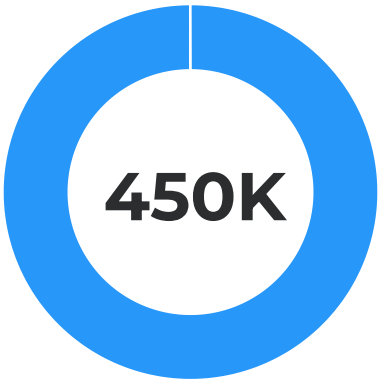


FY26 Revenues by Revenue Source



Other Taxes	**$449,834**	99.97%
Other Revenues	**$154**	0.03%

FY27 Revenues by Revenue Source

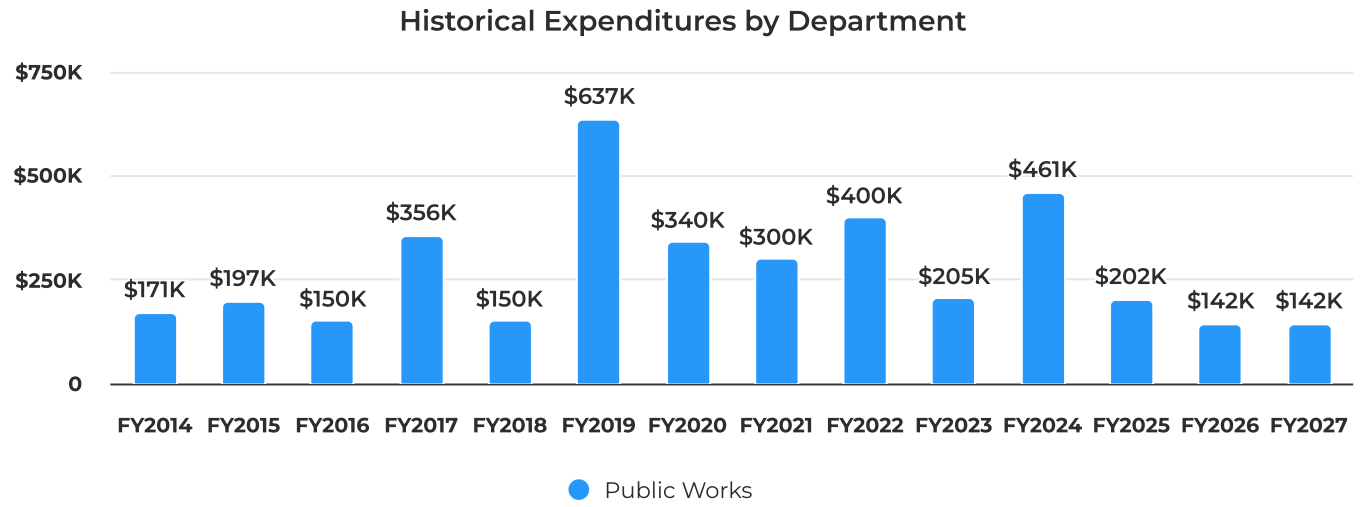


Other Taxes	**$449,834**	99.97%
Other Revenues	**$154**	0.03%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Taxes	$366,555	$415,014	$417,595	$438,558	$449,834	$449,834	2.57%	0.00%
Other Revenues	-$3,893	-$5,094	$13,635	$1,271	$154	$154	-87.88%	0.00%
Total Revenues	**$362,662**	**$409,920**	**$431,230**	**$439,829**	**$449,988**	**$449,988**	**2.31%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



Public Works	**$142,358**	100.00%

FY27 Expenditures by Department

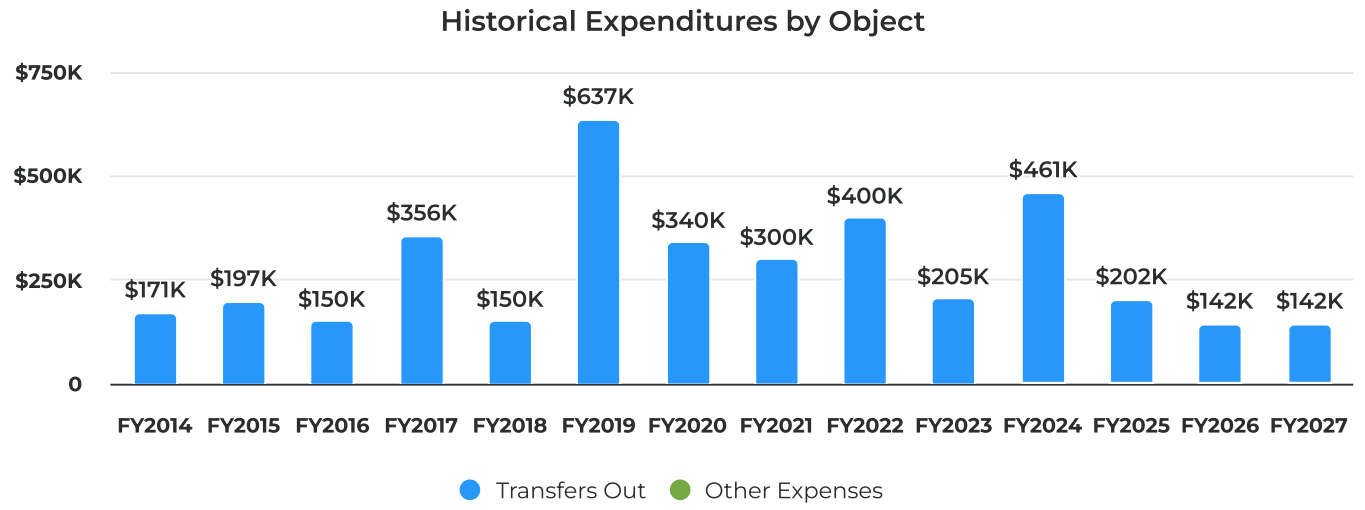


Public Works	**$142,429**	100.00%

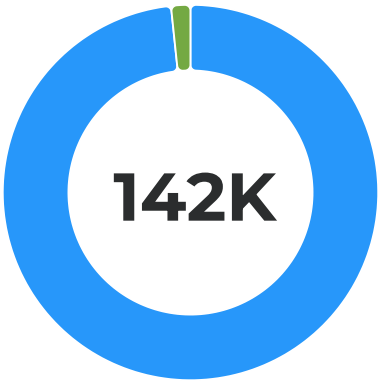
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$399,769	$205,231	$460,732	$492,289	$142,358	$142,429	-71.08%	0.05%
Total Expenditures	**$399,769**	**$205,231**	**$460,732**	**$492,289**	**$142,358**	**$142,429**	**-71.08%**	**0.05%**

Expenditures by Object Summary

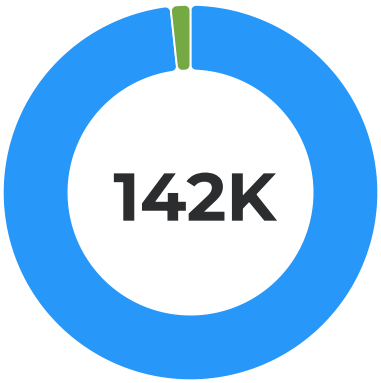


FY26 Expenditures by Object



Transfers Out	**$140,000**	98.34%
Other Expenses	**$2,358**	1.66%

FY27 Expenditures by Object

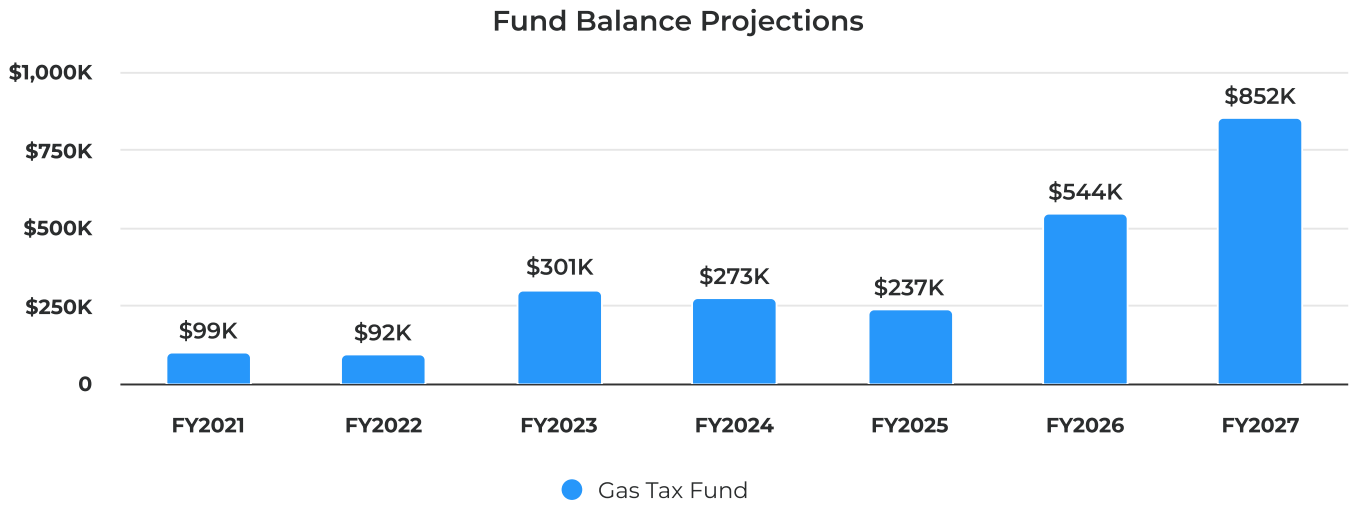


Transfers Out	**$140,000**	98.29%
Other Expenses	**$2,429**	1.71%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Expenses	-	-	$2,196	$2,289	$2,429	$2,358	3.01%	3.01%
Transfers Out	$399,769	$205,231	$458,536	$490,000	$140,000	$140,000	-71.43%	0.00%
Total Expenditures	**$399,769**	**$205,231**	**$460,732**	**$492,289**	**$142,429**	**$142,358**	**-71.08%**	**0.05%**

Fund Balance



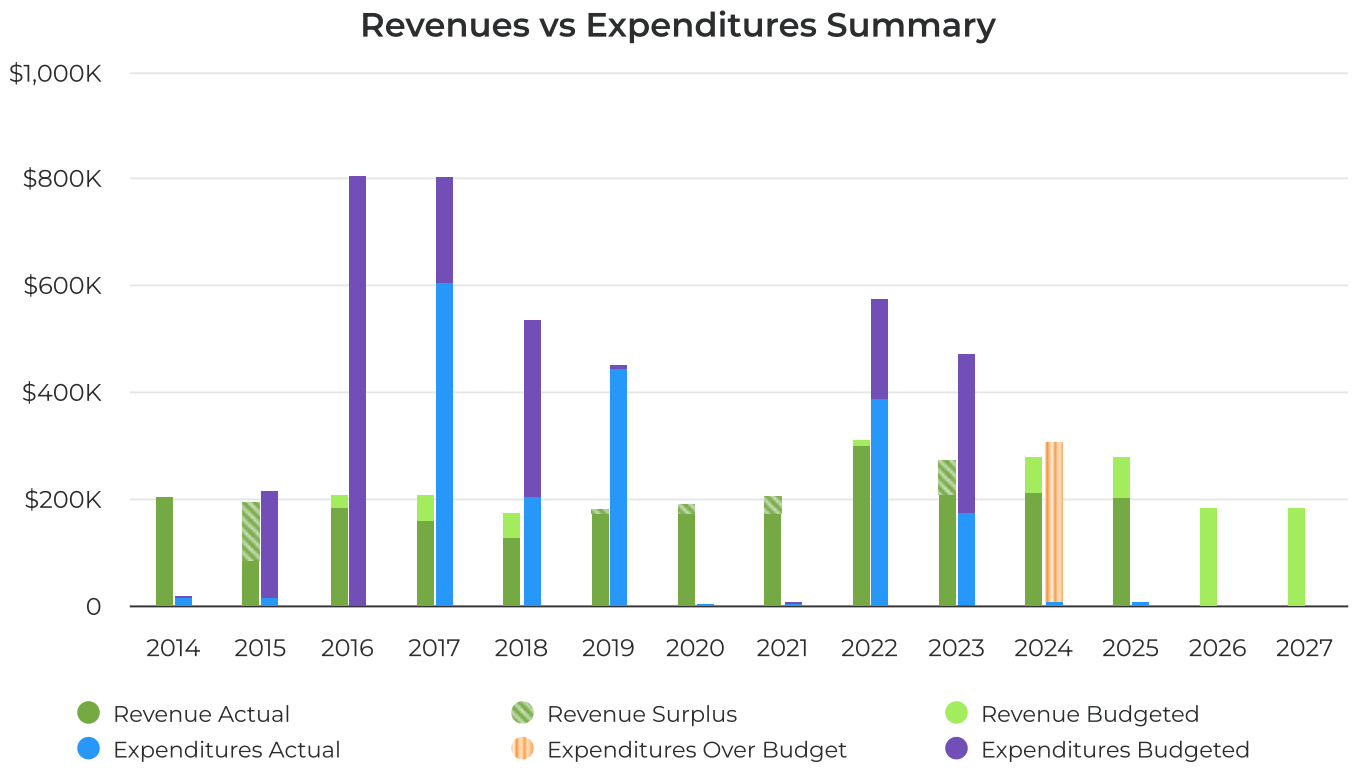
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Gas Tax Fund	$92,009.43	$300,721.70	$273,055.40	$236,549.24	$544,179.24	$851,738.24	130.05%	$307,630.00
Total Fund Balance	**$92,009.43**	**$300,721.70**	**$273,055.40**	**$236,549.24**	**$544,179.24**	**$851,738.24**	**130.05%**	**$307,630.00**

Local Transportation Fund

The Local Transportation Fund—Street Construction is used for the construction and maintenance of streets, bluff protection, and beach access. Revenues for this fund consist of State Transportation Development Act funds, which remain after funds are allocated for regional transit (SLORTA), local transit (SCAT) and Dial-a-Ride services.

Summary



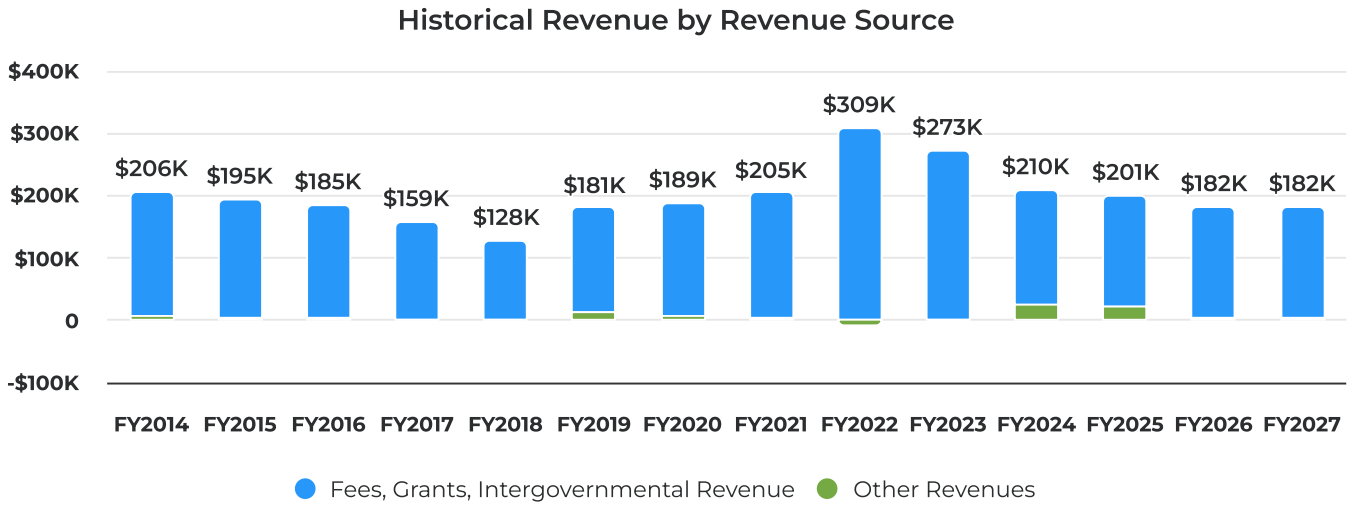
Comprehensive Fund Summary

Comprehensive Fund Summary

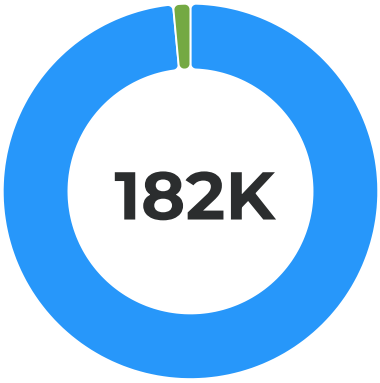
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$403,644**	**$317,181**	**$415,770**	**$347,102**	**$542,357**	**$723,499**	**56.25%**	**33.40%**
Revenues								
Other Revenues	-$8,008	-$1,204	$26,265	$5,059	$2,703	$2,703	-46.57%	0.00%
Fees, Grants, Intergovernmental Revenue	$309,036	$273,181	$183,453	$273,181	$179,334	$179,334	-34.35%	0.00%
Total Revenues	**$301,028**	**$271,977**	**$209,718**	**$278,240**	**$182,037**	**$182,037**	**-34.58%**	**0.00%**
Expenditures								
Professional Services	$5,000	$4,565	$4,732	$5,015	-	-	-100.00%	-
Other Expenses	$641	$673	$744	$814	$895	$985	9.95%	10.06%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Transfers Out	$381,850	$168,150	$300,000	-	-	-	-	-
Total Expenditures	**$387,491**	**$173,388**	**$305,476**	**$5,829**	**$895**	**$985**	**-84.65%**	**10.06%**
Total Revenues Less Expenditures	**-$86,463**	**$98,589**	**-$95,758**	**$272,411**	**$181,142**	**$181,052**	**-33.50%**	**-0.05%**
Ending Fund Balance	**$317,181**	**$415,770**	**$320,012**	**$619,513**	**$723,499**	**$904,551**	**16.79%**	**25.02%**

Revenues by Revenue Source

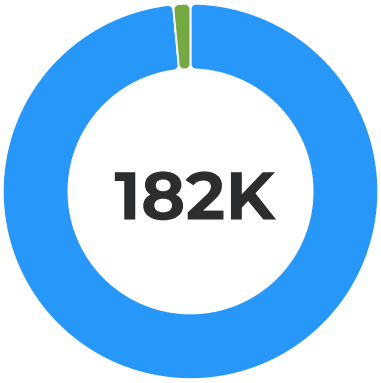


FY26 Revenues by Revenue Source



Fees, Grants, Intergovernmental Revenue	**$179,334**	98.52%
Other Revenues	**$2,703**	1.48%

FY27 Revenues by Revenue Source

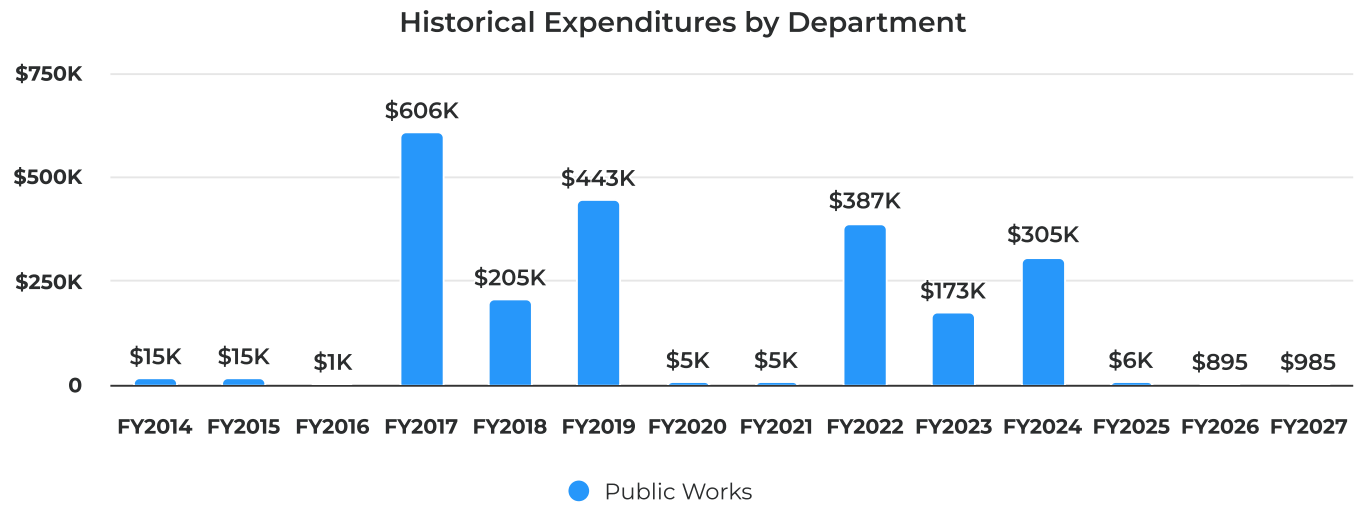


Fees, Grants, Intergovernmental Revenue	**$179,334**	98.52%
Other Revenues	**$2,703**	1.48%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$8,008	-$1,204	$26,265	$5,059	$2,703	$2,703	-46.57%	0.00%
Fees, Grants, Intergovernmental Revenue	$309,036	$273,181	$183,453	$273,181	$179,334	$179,334	-34.35%	0.00%
Total Revenues	**$301,028**	**$271,977**	**$209,718**	**$278,240**	**$182,037**	**$182,037**	**-34.58%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



Public Works **$895** 100.00%

FY27 Expenditures by Department

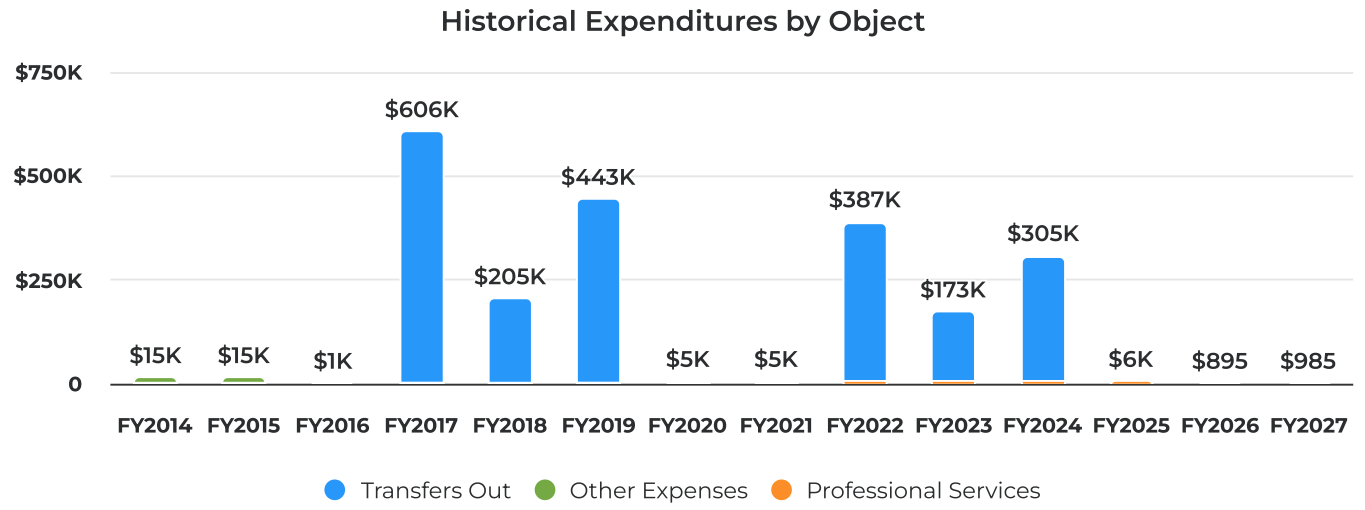


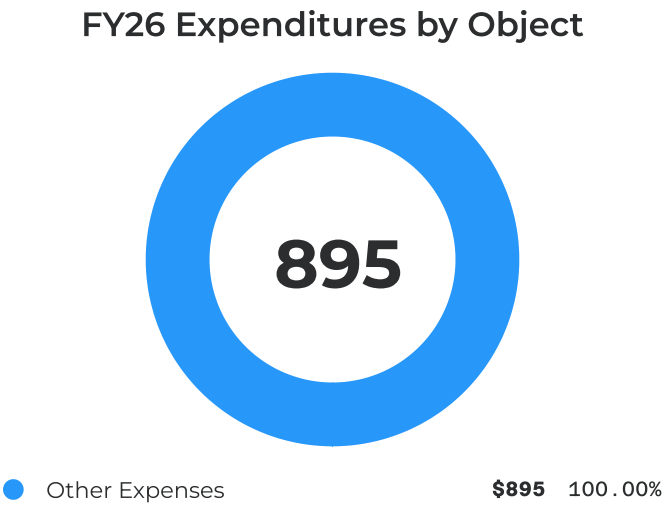
Public Works **$985** 100.00%

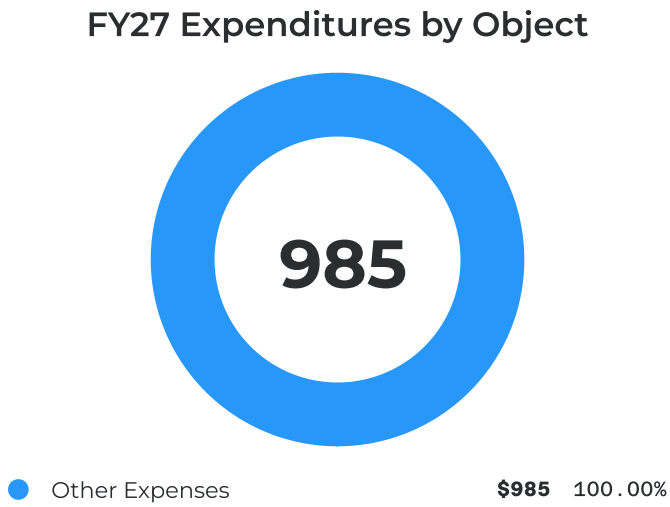
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$387,491	$173,388	$305,476	$5,829	$895	$985	-84.65%	10.06%
Total Expenditures	**$387,491**	**$173,388**	**$305,476**	**$5,829**	**$895**	**$985**	**-84.65%**	**10.06%**

Expenditures by Object Summary



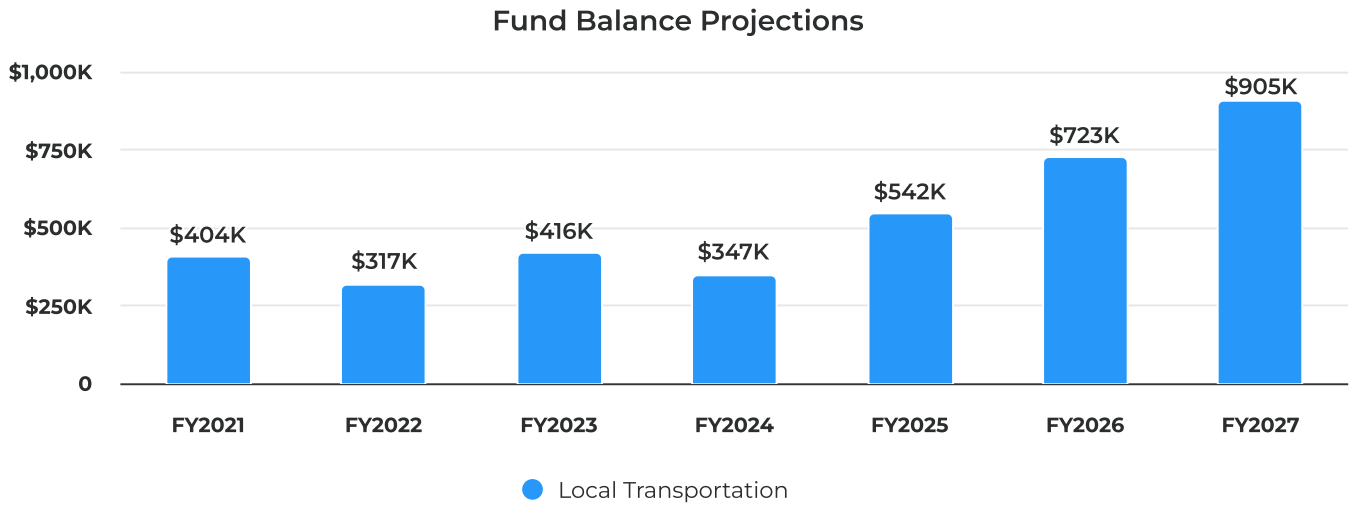




Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	$5,000	$4,565	$4,732	$5,015	-	-	-100.00%	-
Other Expenses	$641	$673	$744	$814	$985	$895	9.95%	10.06%
Transfers Out	$381,850	$168,150	$300,000	-	-	-	-	-
Total Expenditures	**$387,491**	**$173,388**	**$305,476**	**$5,829**	**$985**	**$895**	**-84.65%**	**10.06%**

Fund Balance



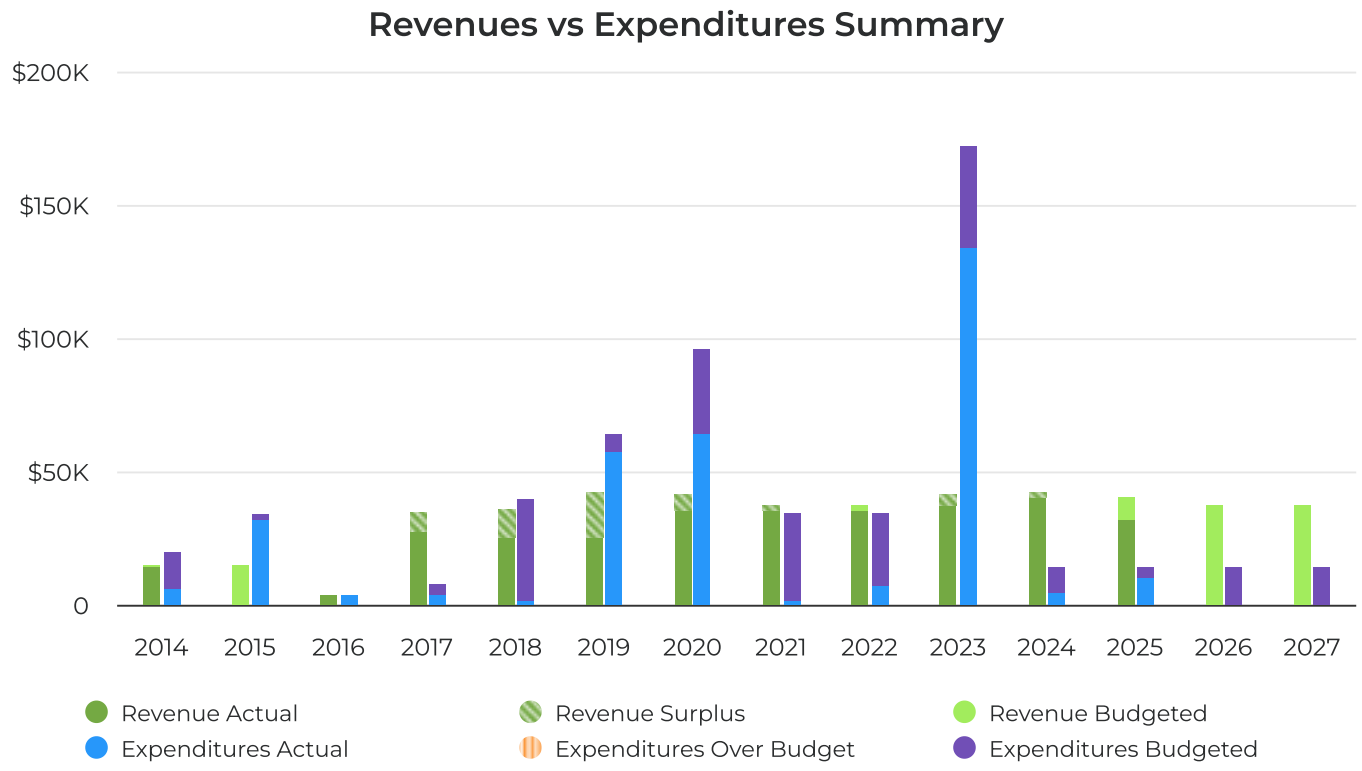
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Local Transportation	$317,181.17	$415,769.78	$347,102.12	$542,356.86	$723,498.86	$904,550.86	33.40%	$181,142.00
Total Fund Balance	**$317,181.17**	**$415,769.78**	**$347,102.12**	**$542,356.86**	**$723,498.86**	**$904,550.86**	**33.40%**	**$181,142.00**

Public Education Government (PEG) Fund

The Public, Educational, and Governmental (PEG) Access Fee Fund was established in FY 2011 to track PEG fee revenues and expenditures separately from other funds. The PEG Access Fee is a fee collected from cable television providers (i.e., Charter Communications) with franchise operations within city limits, which money is set aside for capital costs related to governmental cable broadcasting and equipment. Due to legal disputes, the fee was not collected between December 2013 and August 2016. The fund resumed collection of these fees in FY 2017.

Summary



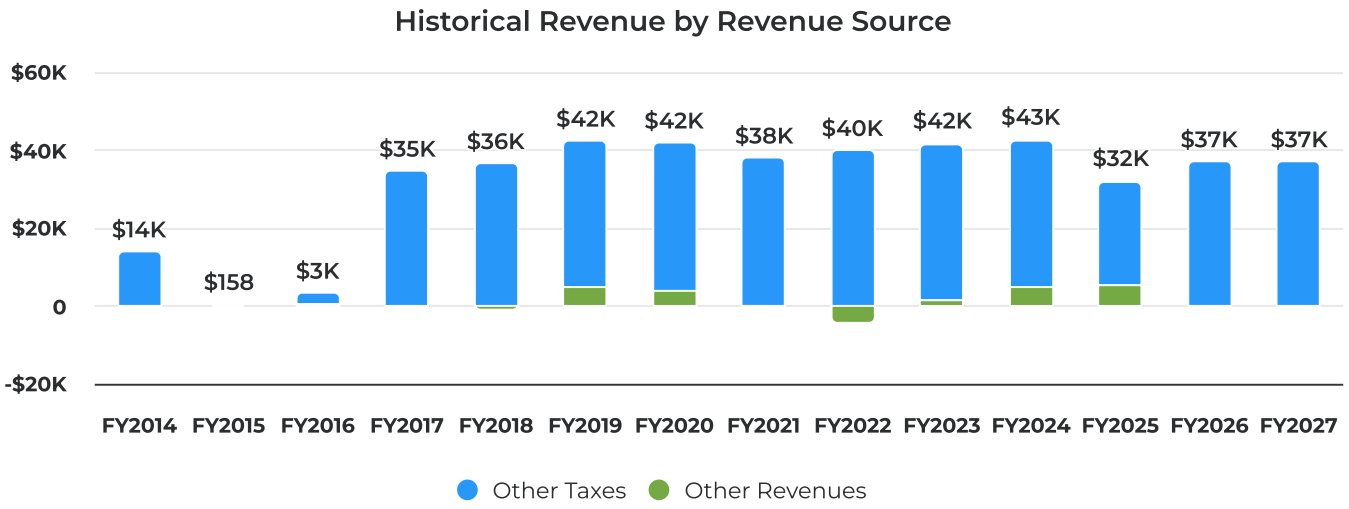
Comprehensive Fund Summary

Comprehensive Fund Summary

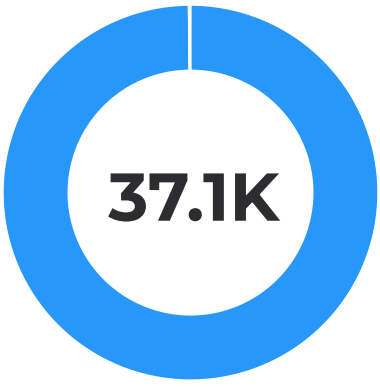
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$138,494**	**$166,492**	**$73,720**	**$112,323**	**$120,595**	**$143,530**	**7.36%**	**19.02%**
Revenues								
Other Taxes	$39,794	$40,254	$37,487	$39,000	$37,000	$37,000	-5.13%	0.00%
Other Revenues	-$4,461	$1,386	$5,022	$1,187	$58	$58	-95.11%	0.00%
Total Revenues	**$35,333**	**$41,641**	**$42,509**	**$40,187**	**$37,058**	**$37,058**	**-7.79%**	**0.00%**
Expenditures								

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Operations & Maintenance	$7,335	-	-	$10,000	$10,000	$10,000	0.00%	0.00%
Other Expenses	-	-	$3,852	$4,003	$4,123	$4,247	3.00%	3.01%
Capital Projects	-	$134,091	$41	$27,846	-	-	-100.00%	-
Total Expenditures	**$7,335**	**$134,091**	**$3,893**	**$41,849**	**$14,123**	**$14,247**	**-66.25%**	**0.88%**
Total Revenues Less Expenditures	**$27,998**	**-$92,450**	**$38,616**	**-$1,662**	**$22,935**	**$22,811**	**-1,479.96%**	**-0.54%**
Ending Fund Balance	**$166,492**	**$74,041**	**$112,336**	**$110,661**	**$143,530**	**$166,341**	**29.70%**	**15.89%**

Revenues by Revenue Source

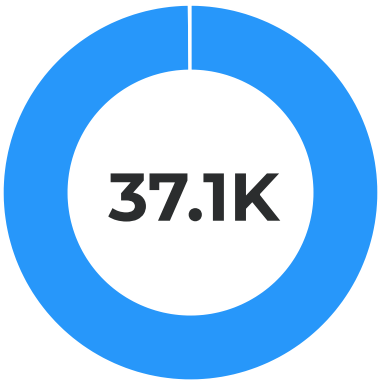


FY26 Revenues by Revenue Source



Other Taxes	**$37,000**	99.84%
Other Revenues	**$58**	0.16%

FY27 Revenues by Revenue Source

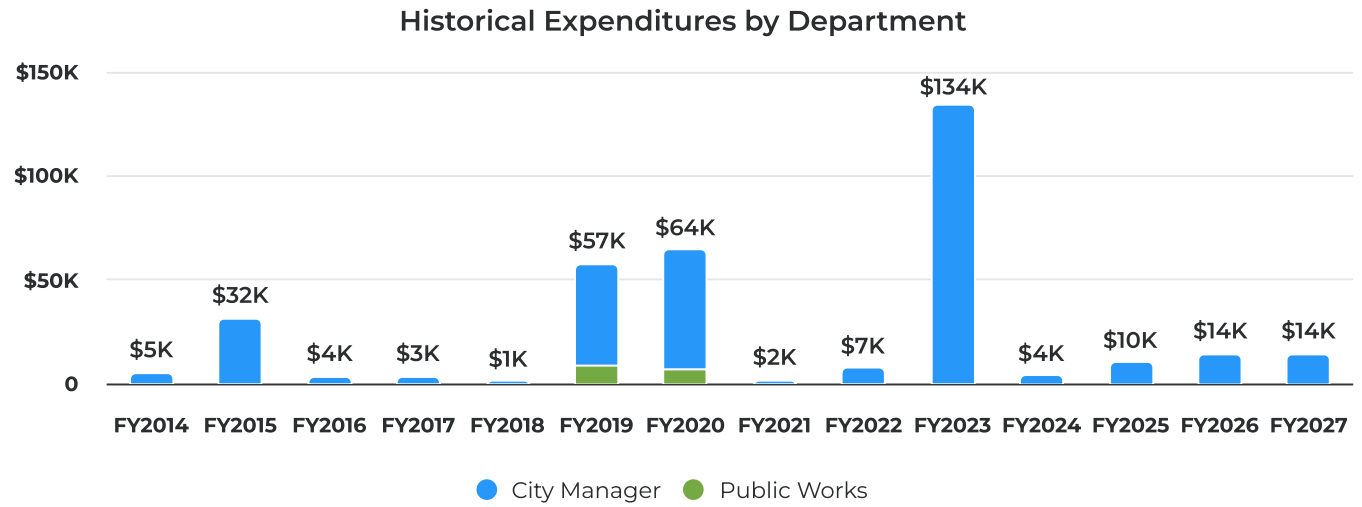


Other Taxes	**$37,000**	99.84%
Other Revenues	**$58**	0.16%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Taxes	$39,794	$40,254	$37,487	$39,000	$37,000	$37,000	-5.13%	0.00%
Other Revenues	-$4,461	$1,386	$5,022	$1,187	$58	$58	-95.11%	0.00%
Total Revenues	**$35,333**	**$41,641**	**$42,509**	**$40,187**	**$37,058**	**$37,058**	**-7.79%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



City Manager	**$14,123**	100.00%

FY27 Expenditures by Department

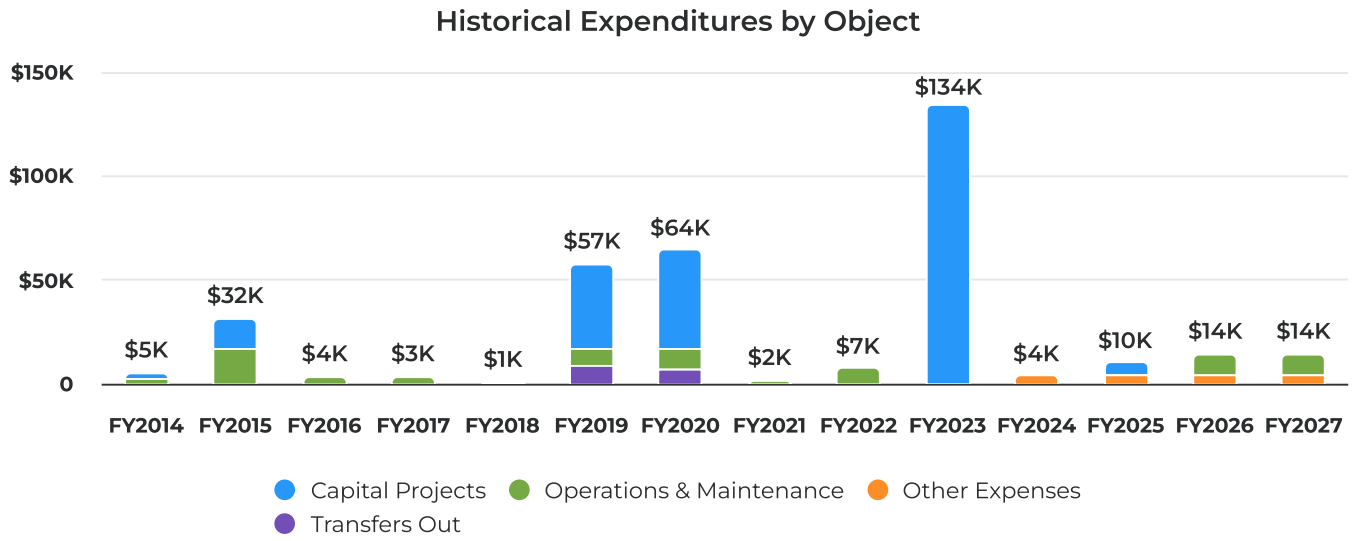


City Manager	**$14,247**	100.00%

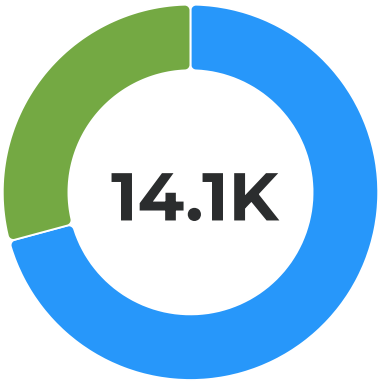
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
City Manager	$7,335	$134,091	$3,893	$41,849	$14,123	$14,247	-66.25%	0.88%
Total Expenditures	**$7,335**	**$134,091**	**$3,893**	**$41,849**	**$14,123**	**$14,247**	**-66.25%**	**0.88%**

Expenditures by Object Summary

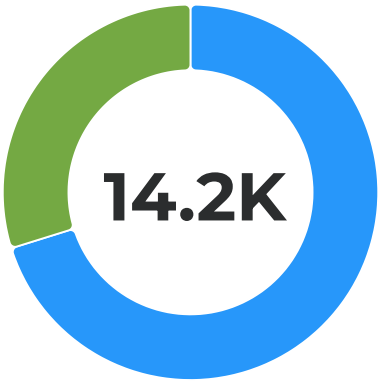


FY26 Expenditures by Object



Operations & Maintenance	**$10,000**	70.81%
Other Expenses	**$4,123**	29.19%

FY27 Expenditures by Object

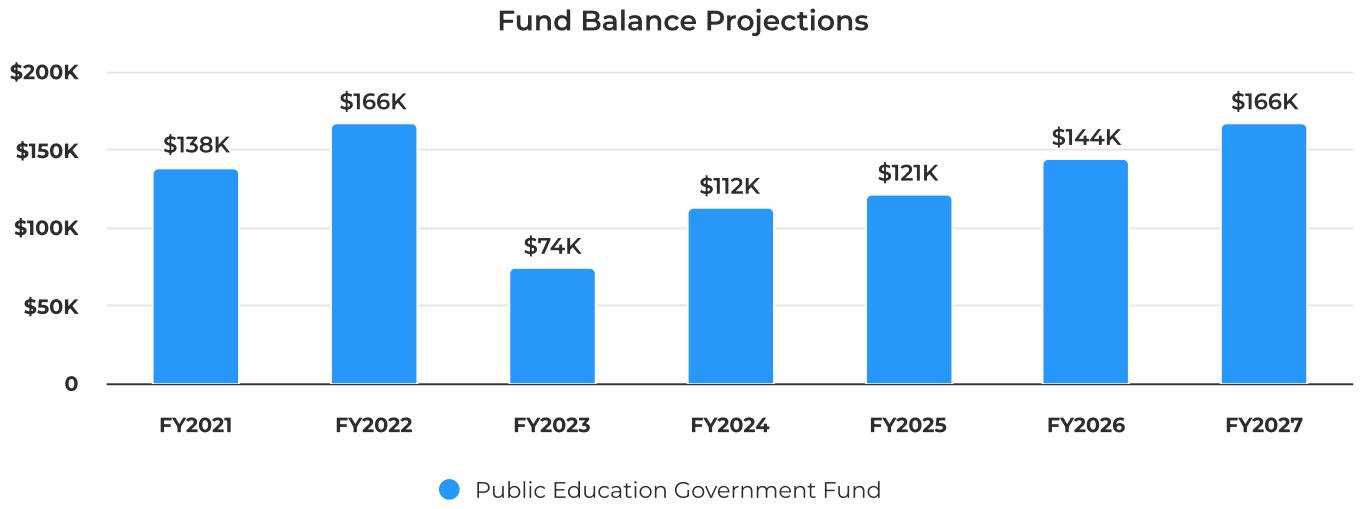


Operations & Maintenance	**$10,000**	70.19%
Other Expenses	**$4,247**	29.81%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Operations & Maintenance	$7,335	-	-	$10,000	$10,000	$10,000	0.00%	0.00%
Other Expenses	-	-	$3,852	$4,003	$4,247	$4,123	3.00%	3.01%
Capital Projects	-	$134,091	$41	$27,846	-	-	-100.00%	-
Total Expenditures	**$7,335**	**$134,091**	**$3,893**	**$41,849**	**$14,247**	**$14,123**	**-66.25%**	**0.88%**

Fund Balance



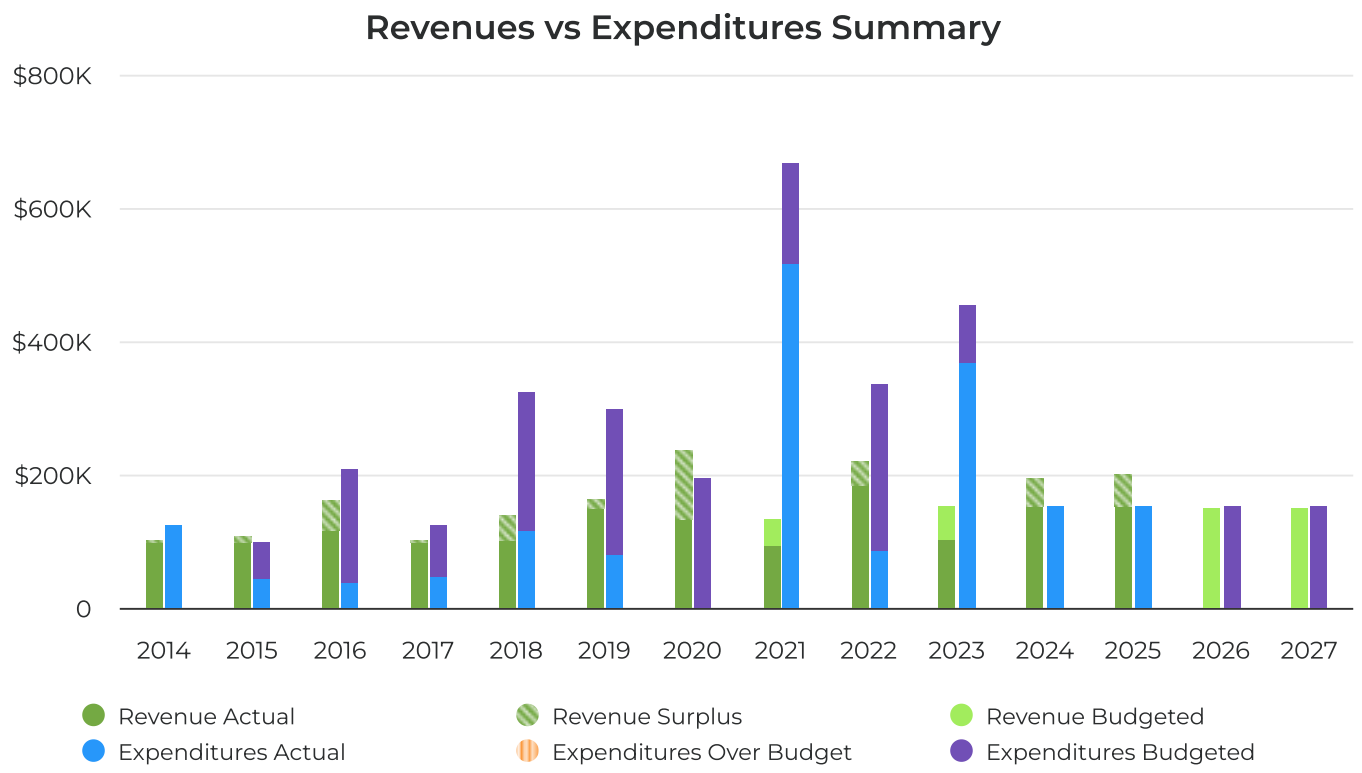
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Public Education Government Fund	$166,491.74	$73,720.32	$112,323.07	$120,595.33	$143,530.33	$166,341.33	19.02%	$22,935.00
Total Fund Balance	**$166,491.74**	**$73,720.32**	**$112,323.07**	**$120,595.33**	**$143,530.33**	**$166,341.33**	**19.02%**	**$22,935.00**

Grants - Non-Capital Fund

The Police Grant Fund is a Special Revenue Fund that tracks the activity of grants awarded to the Police Department for various items including grants for traffic programs, equipment, personnel, and miscellaneous operating expenses.

Summary



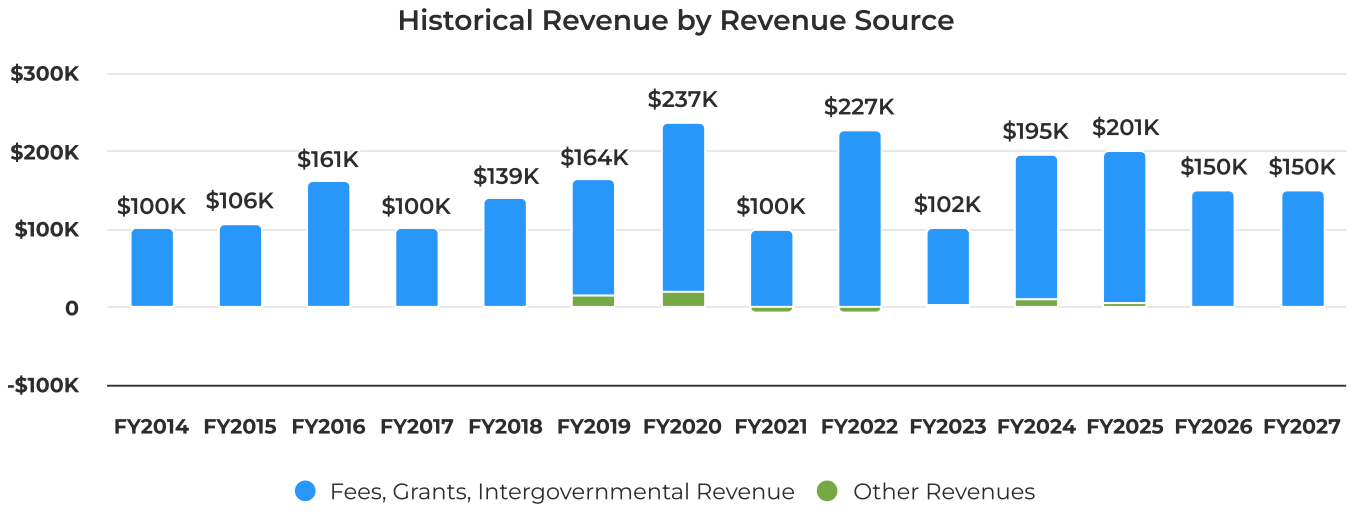
Comprehensive Fund Summary

Comprehensive Fund Summary

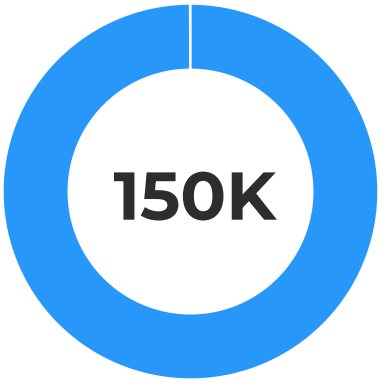
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$193,111**	**$343,801**	**$62,847**	**$91,344**	**$141,090**	**$140,233**	**54.46%**	**-0.61%**
Revenues								
Other Revenues	-$7,707	$2,203	$9,043	$1,911	$86	$86	-95.50%	0.00%
Fees, Grants, Intergovernmental Revenue	$226,556	$100,000	$186,159	$150,000	$150,000	$150,000	0.00%	0.00%
Total Revenues	**$218,849**	**$102,203**	**$195,202**	**$151,911**	**$150,086**	**$150,086**	**-1.20%**	**0.00%**
Expenditures								
Other Expenses	-	-	$876	$916	$943	$971	2.95%	2.97%
Transfers Out	$84,259	$366,984	$150,269	$150,000	$150,000	$150,000	0.00%	0.00%
Total Expenditures	**$84,259**	**$366,984**	**$151,145**	**$150,916**	**$150,943**	**$150,971**	**0.02%**	**0.02%**

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues Less Expenditures	$134,590	-$264,781	$44,058	$995	-$857	-$885	-186.13%	3.27%
Ending Fund Balance	$327,701	$79,020	$106,904	$92,339	$140,233	$139,348	51.87%	-0.63%

Revenues by Revenue Source

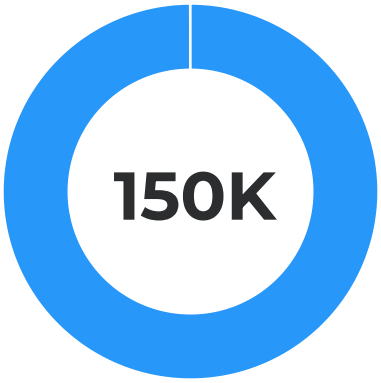


FY26 Revenues by Revenue Source



Fees, Grants, Intergovernmental Revenue	**$150,000**	99.94%
Other Revenues	**$86**	0.06%

FY27 Revenues by Revenue Source

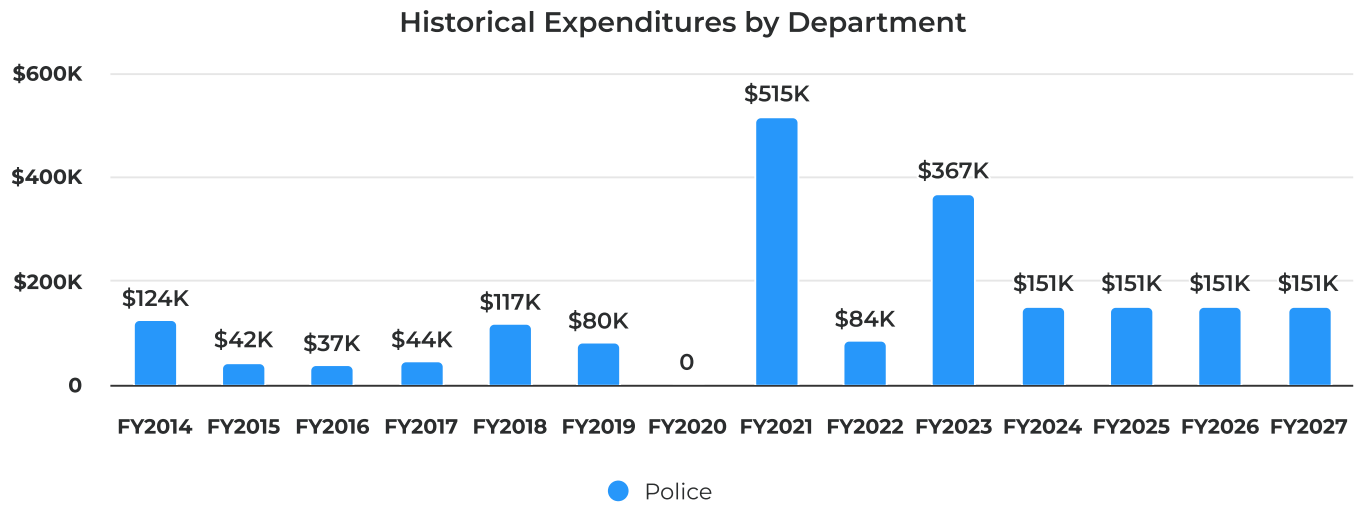


Fees, Grants, Intergovernmental Revenue	**$150,000**	99.94%
Other Revenues	**$86**	0.06%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$7,707	$2,203	$9,043	$1,911	$86	$86	-95.50%	0.00%
Fees, Grants, Intergovernmental Revenue	$226,556	$100,000	$186,159	$150,000	$150,000	$150,000	0.00%	0.00%
Total Revenues	**$218,849**	**$102,203**	**$195,202**	**$151,911**	**$150,086**	**$150,086**	**-1.20%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



Police **$150,943** 100.00%

FY27 Expenditures by Department

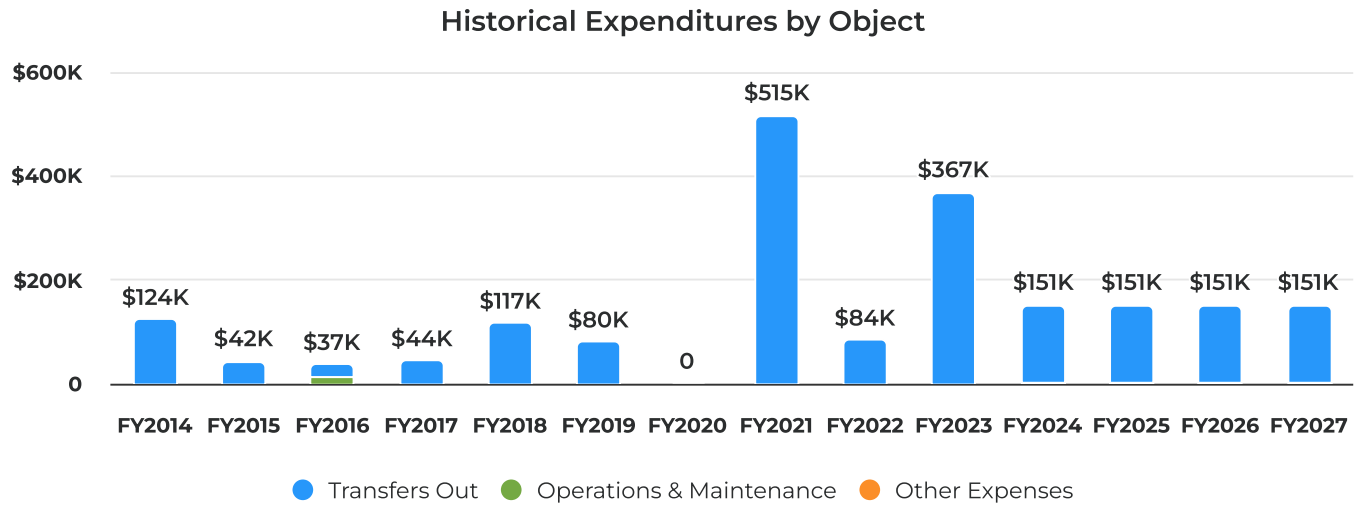


Police **$150,971** 100.00%

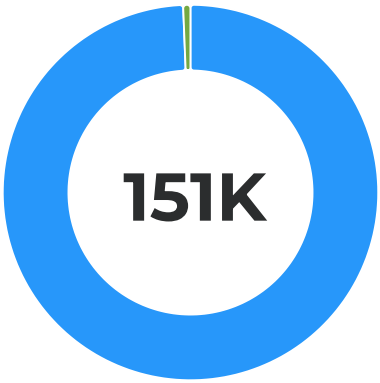
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Police	$84,259	$366,984	$151,145	$150,916	$150,943	$150,971	0.02%	0.02%
Total Expenditures	**$84,259**	**$366,984**	**$151,145**	**$150,916**	**$150,943**	**$150,971**	**0.02%**	**0.02%**

Expenditures by Object Summary

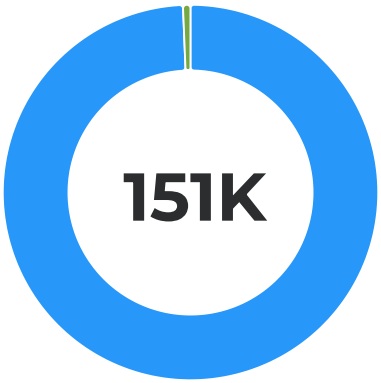


FY26 Expenditures by Object



Transfers Out	**$150,000**	99.38%
Other Expenses	**$943**	0.62%

FY27 Expenditures by Object

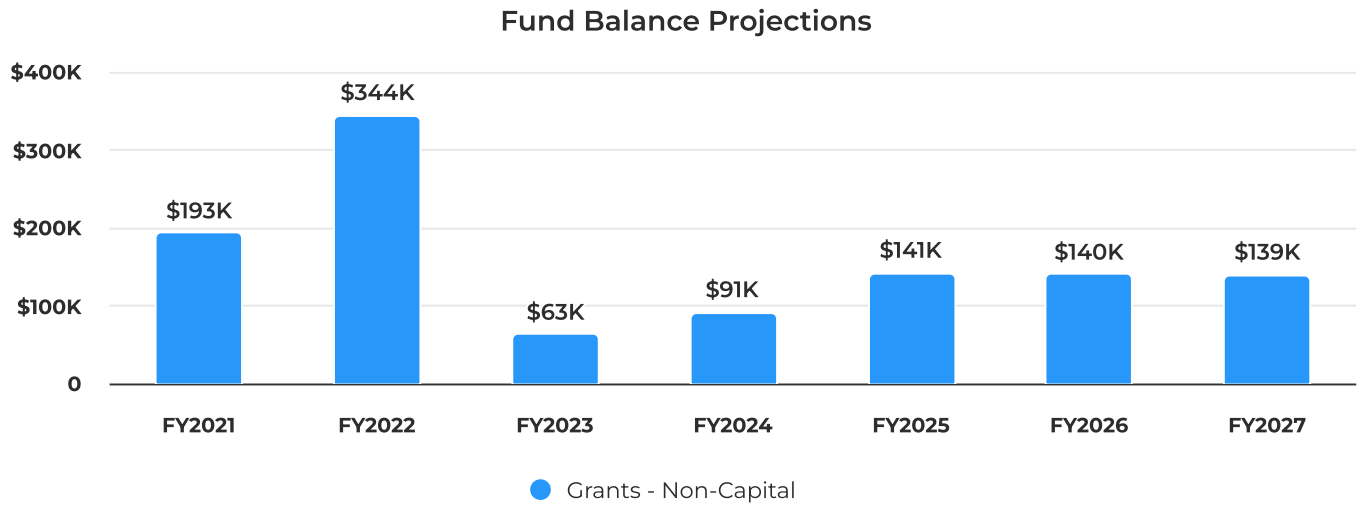


Transfers Out	**$150,000**	99.36%
Other Expenses	**$971**	0.64%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Expenses	-	-	$876	$916	$971	$943	2.95%	2.97%
Transfers Out	$84,259	$366,984	$150,269	$150,000	$150,000	$150,000	0.00%	0.00%
Total Expenditures	**$84,259**	**$366,984**	**$151,145**	**$150,916**	**$150,971**	**$150,943**	**0.02%**	**0.02%**

Fund Balance



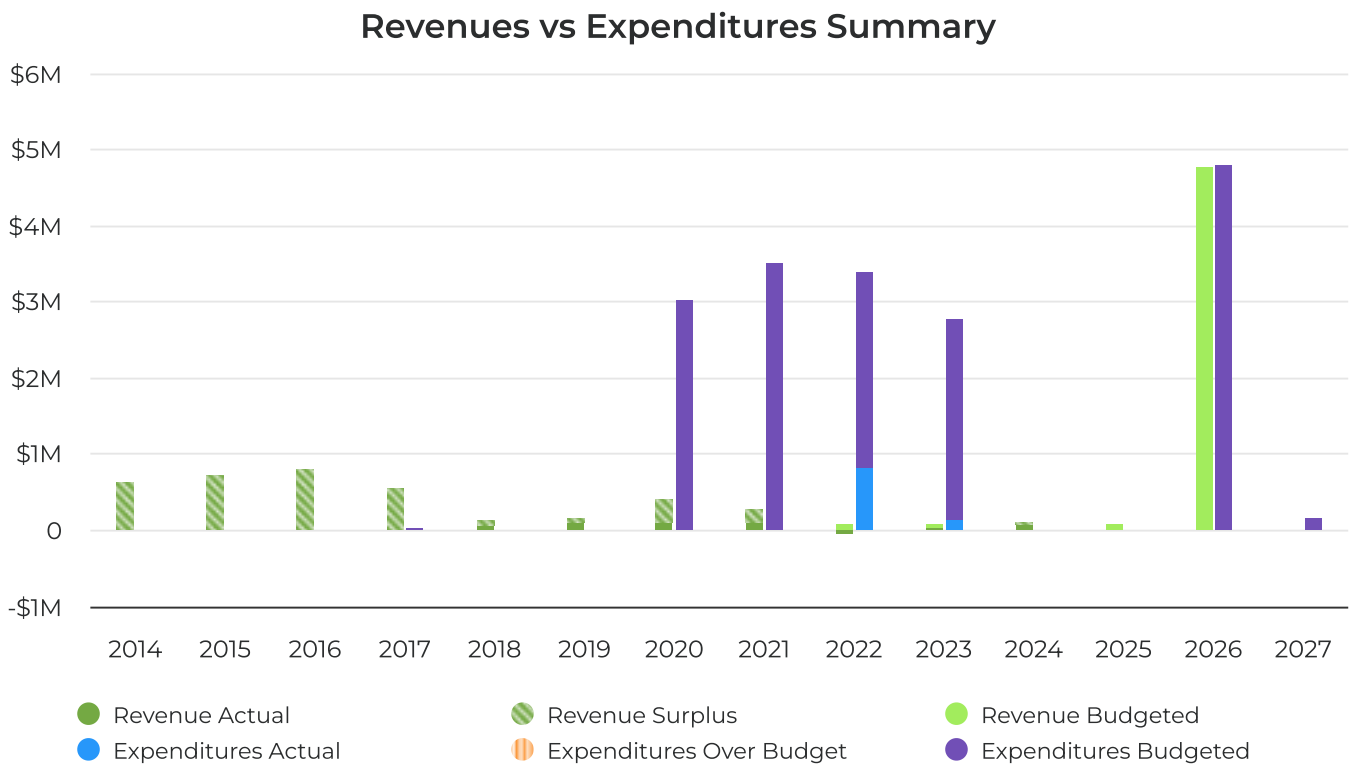
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Grants - Non-Capital	$343,800.88	$62,846.55	$91,344.35	$141,089.71	$140,232.71	$139,347.71	-0.61%	-$857.00
Total Fund Balance	**$343,800.88**	**$62,846.55**	**$91,344.35**	**$141,089.71**	**$140,232.71**	**$139,347.71**	**-0.61%**	**-$857.00**

Housing In-Lieu Fee Fund

The Housing In-Lieu Fund was established on May 2, 2000, by Ordinance No. 2000-03. The Housing In-Lieu fee is a development impact fee paid to the City as an alternative to the production of affordable housing and is to be used in the acquisition, construction, or rehabilitation of affordable housing. The purpose and intent of the fee is to create inclusionary housing requirements and affordable housing units, which assists in implementing the Housing Element of the City's General Plan. The regulation established by Ordinance No. 2000-03 offers density bonuses and certain development standard concessions (building setback, lot coverage, and/or parking requirements) or other regulatory incentives or concessions. Designed to provide cost reductions for affordable housing construction, lower project costs can be passed on to low-to-moderate income households and qualifying residents.

Summary



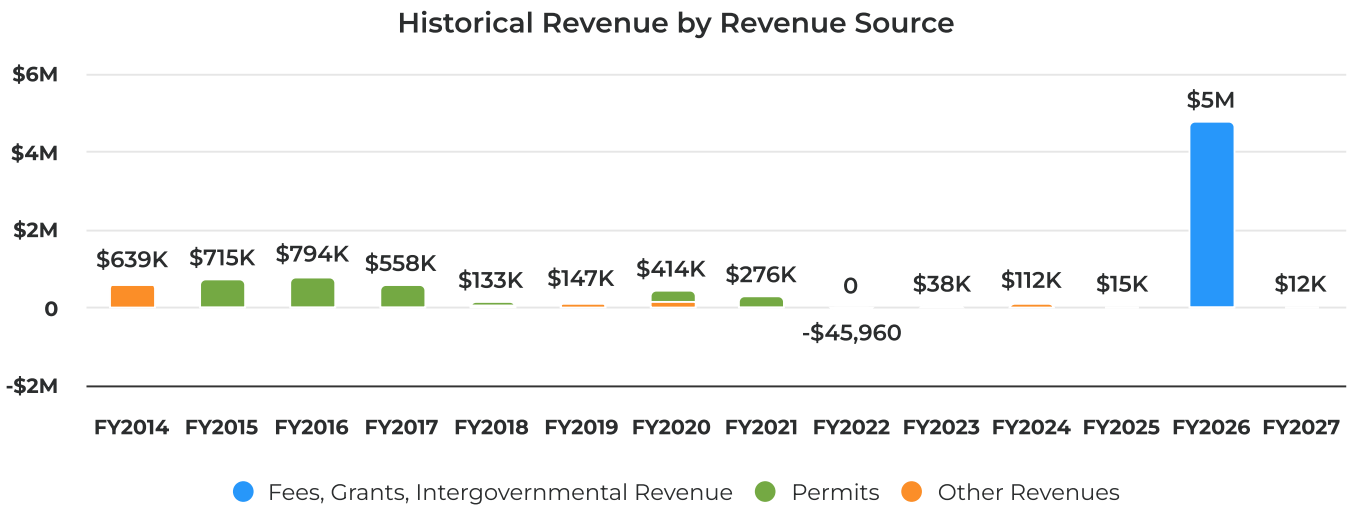
Comprehensive Fund Summary

Comprehensive Fund Summary

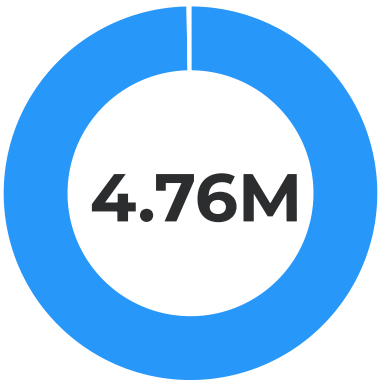
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$4,209,633**	**$3,404,394**	**$4,047,150**	**$640,455**	**$633,462**	**$607,427**	**-1.09%**	**-4.11%**
Revenues								
Permits	-	-	-	$50,000	$5,000	$5,000	-90.00%	0.00%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$45,960	$38,293	$111,835	$41,162	$7,144	$7,144	-82.64%	0.00%
Fees, Grants, Intergovernmental Revenue	-	-	-	-	$4,750,000	-	-	-100.00%
Total Revenues	**-$45,960**	**$38,293**	**$111,835**	**$91,162**	**$4,762,144**	**$12,144**	**5,123.83%**	**-99.74%**
Expenditures								
Professional Services	-	-	$4,170	$30,000	$27,570	$150,000	-8.10%	444.07%
Other Expenses	$1,407	$1,477	$1,320	$1,368	$1,409	$1,451	3.00%	2.98%
Other Financing Uses	$830,513	$141,231	$15,700	$18,000	$4,759,200	-	26,340.00%	-100.00%
Total Expenditures	**$831,920**	**$142,708**	**$21,190**	**$49,368**	**$4,788,179**	**$151,451**	**9,598.95%**	**-96.84%**
Total Revenues Less Expenditures	**-$877,881**	**-$104,415**	**$90,645**	**$41,794**	**-$26,035**	**-$139,307**	**-162.29%**	**435.08%**
Ending Fund Balance	**$3,331,752**	**$3,299,979**	**$4,137,796**	**$682,249**	**$607,427**	**$468,120**	**-10.97%**	**-22.93%**

Revenues by Revenue Source

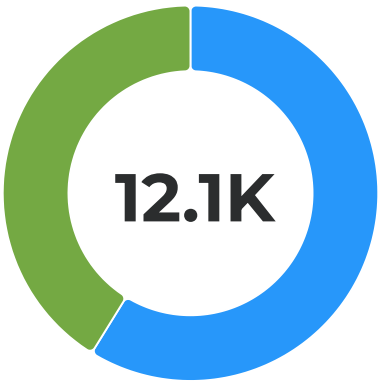


FY26 Revenues by Revenue Source



Fees, Grants, Intergovernmental Revenue	**$4,750,000**	99.74%
Other Revenues	**$7,144**	0.15%
Permits	**$5,000**	0.10%

FY27 Revenues by Revenue Source

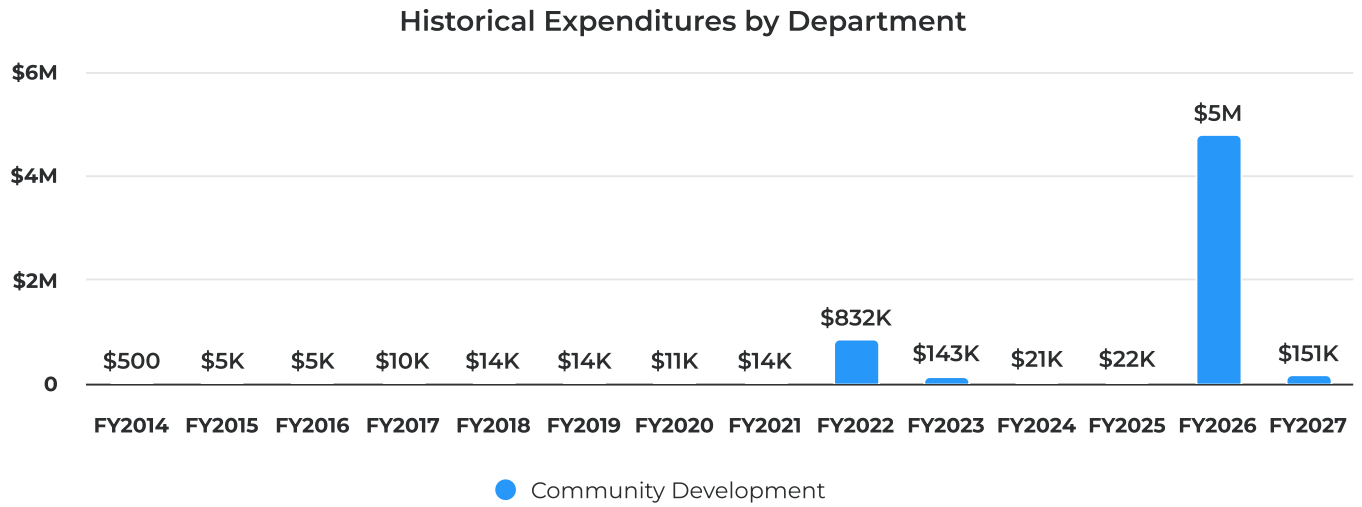


Other Revenues	**$7,144**	58.83%
Permits	**$5,000**	41.17%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Permits	-	-	-	$50,000	$5,000	$5,000	-90.00%	0.00%
Other Revenues	-$45,960	$38,293	$111,835	$41,162	$7,144	$7,144	-82.64%	0.00%
Fees, Grants, Intergovernmental Revenue	-	-	-	-	$4,750,000	-	-	-100.00%
Total Revenues	**-$45,960**	**$38,293**	**$111,835**	**$91,162**	**$4,762,144**	**$12,144**	**5,123.83%**	**-99.74%**

Expenditures by Department



FY26 Expenditures by Department



Community Development **$4,788,179** 100.00%

FY27 Expenditures by Department

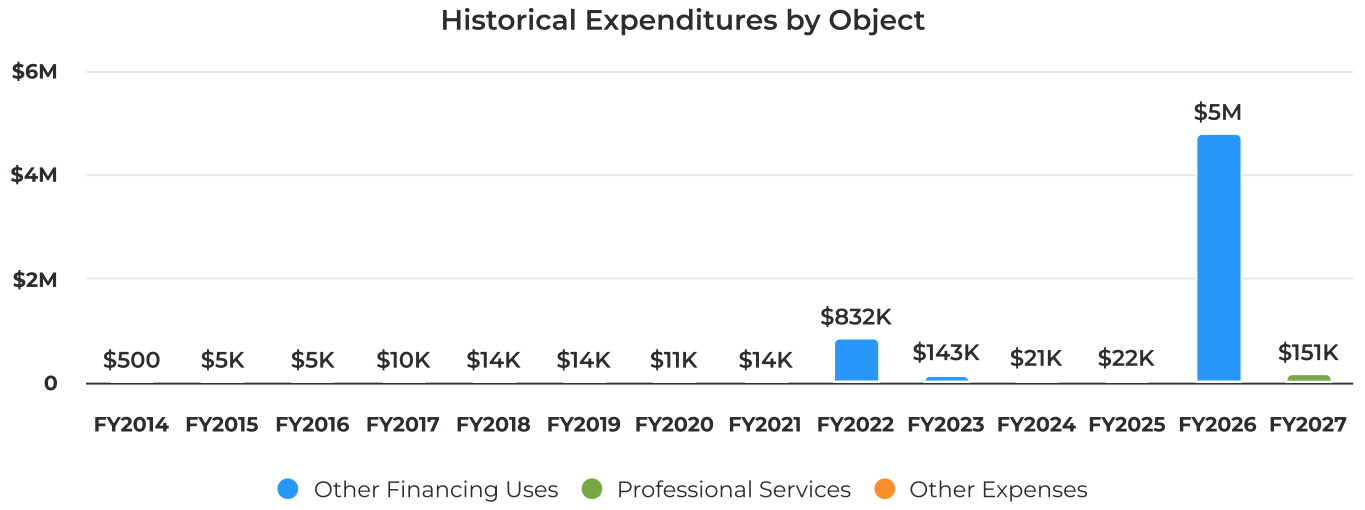


Community Development **$151,451** 100.00%

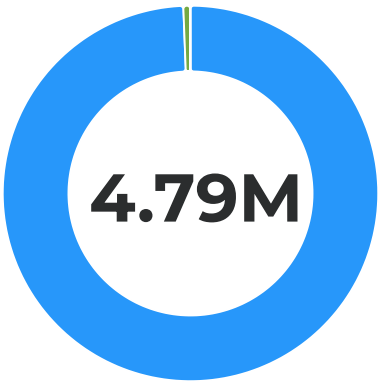
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Community Development	$831,920	$142,708	$21,190	$49,368	$4,788,179	$151,451	9,598.95%	-96.84%
Total Expenditures	**$831,920**	**$142,708**	**$21,190**	**$49,368**	**$4,788,179**	**$151,451**	**9,598.95%**	**-96.84%**

Expenditures by Object Summary

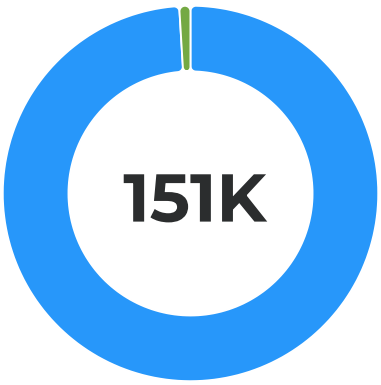


FY26 Expenditures by Object



Other Financing Uses	**$4,759,200**	99.39%
Professional Services	**$27,570**	0.58%
Other Expenses	**$1,409**	0.03%

FY27 Expenditures by Object

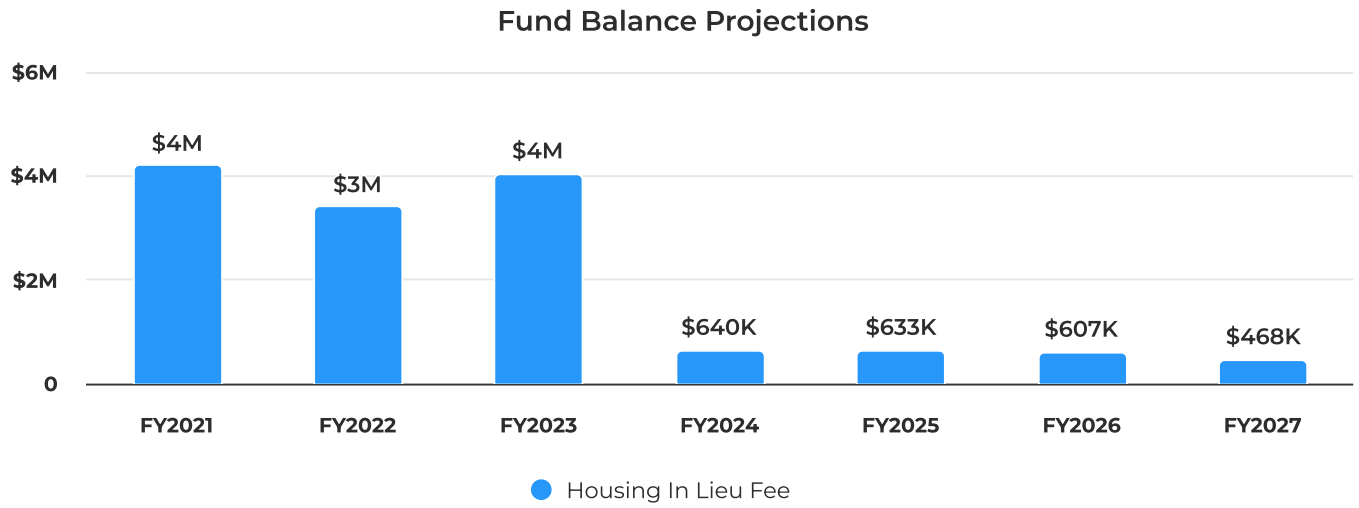


Professional Services	**$150,000**	99.04%
Other Expenses	**$1,451**	0.96%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	$4,170	$30,000	$150,000	$27,570	-8.10%	444.07%
Other Expenses	$1,407	$1,477	$1,320	$1,368	$1,451	$1,409	3.00%	2.98%
Other Financing Uses	$830,513	$141,231	$15,700	$18,000	-	$4,759,200	26,340.00%	-100.00%
Total Expenditures	**$831,920**	**$142,708**	**$21,190**	**$49,368**	**$151,451**	**$4,788,179**	**9,598.95%**	**-96.84%**

Fund Balance



Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Housing In Lieu Fee	$3,404,394.13	$4,047,150.45	$640,455.17	$633,461.63	$607,426.63	$468,119.63	-4.11%	-$26,035.00
Total Fund Balance	**$3,404,394.13**	**$4,047,150.45**	**$640,455.17**	**$633,461.63**	**$607,426.63**	**$468,119.63**	**-4.11%**	**-$26,035.00**

Lodging Business Improvement District Fund (LBID)

The Pismo Beach Lodging Business Improvement District (LBID) is an assessment district created by the Pismo Beach City Council, at the request and approval of a majority of the lodging businesses operating in the City, to raise money by assessing themselves, and then to use that money to promote Pismo Beach lodging businesses. Pismo Beach Municipal Code Section 3.26.110 provided for a three-year sunset provision for the LBID (in early September 2012). After the passage of the LBID ordinance, California voters enacted Proposition 26, which amended the California Constitution to revise the definition of "tax." In order to be extended beyond the September 2012 sunset date, the LBID assessment was subject to compliance with Proposition 26 to avoid being considered a special tax requiring a 2/3 majority vote of the electorate to pass. With the renewal of the LBID following adoption of Proposition 26, the purposes for which LBID assessments could be expended were more limited than when the LBID was initially established. As such, the improvements and activities to be provided for in FY 2026 and FY 2027 are to be those services and activities permitted under Section 3.26.030 of the Pismo Beach Municipal Code, as follows:

a. The general promotion of lodging operations within the LBID shall include costs of programs and physical improvements as specified in the business plan to be adopted annually;
b. The marketing of conference, group, and vacation business that benefits the local lodging industry in the district;
c. The marketing of the LBID to the travel industry in order to benefit the local lodging industry in the district;
d. Administration of the LBID, including collection and enforcement of assessments.

Additional 1% LBID Assessment for Physical Improvements

Starting in FY 2019, the Advisory Board and City Council approved an additional 1% LBID assessment starting on January 1, 2019, to be annually approved to provide the funding to complete some significant community-enhancing projects that would help promote and benefit the lodging businesses in the City of Pismo Beach. The following list provides the status of the various visitor-serving projects that were supported in whole or in part by the LBID 1% assessment for physical improvements.

Completed

- Pier Plaza improvements - Completed
- Pedestrian connection under the US 101 at Price Street for entrance into the Pismo Preserve – Completed
- Pedestrian connection under the US 101 at Spyglass Drive – Completed
- Beach swings – Completed
- Christmas Decorations – Completed
- Maintenance Equipment to clean Promenade and Restrooms – Completed
- Stewardship Banners – Completed
- Sponsorships for Events/ Seed Funding – Completed
- Pressure washer of sidewalks for expanded area – Completed

In Progress

- Addie Street restroom – Design in progress with City Council feedback, working with State Lands to ensure compliance with lease
- Butterfly Grove Trail Signage – pending City taking over Highway 1, delays per Caltrans
- Butterfly Grove Parking Crosswalk Design - pending City taking over Highway 1, delays per Caltrans
- Annual Beautification Fund – in progress
- Visitor Information Center – in progress

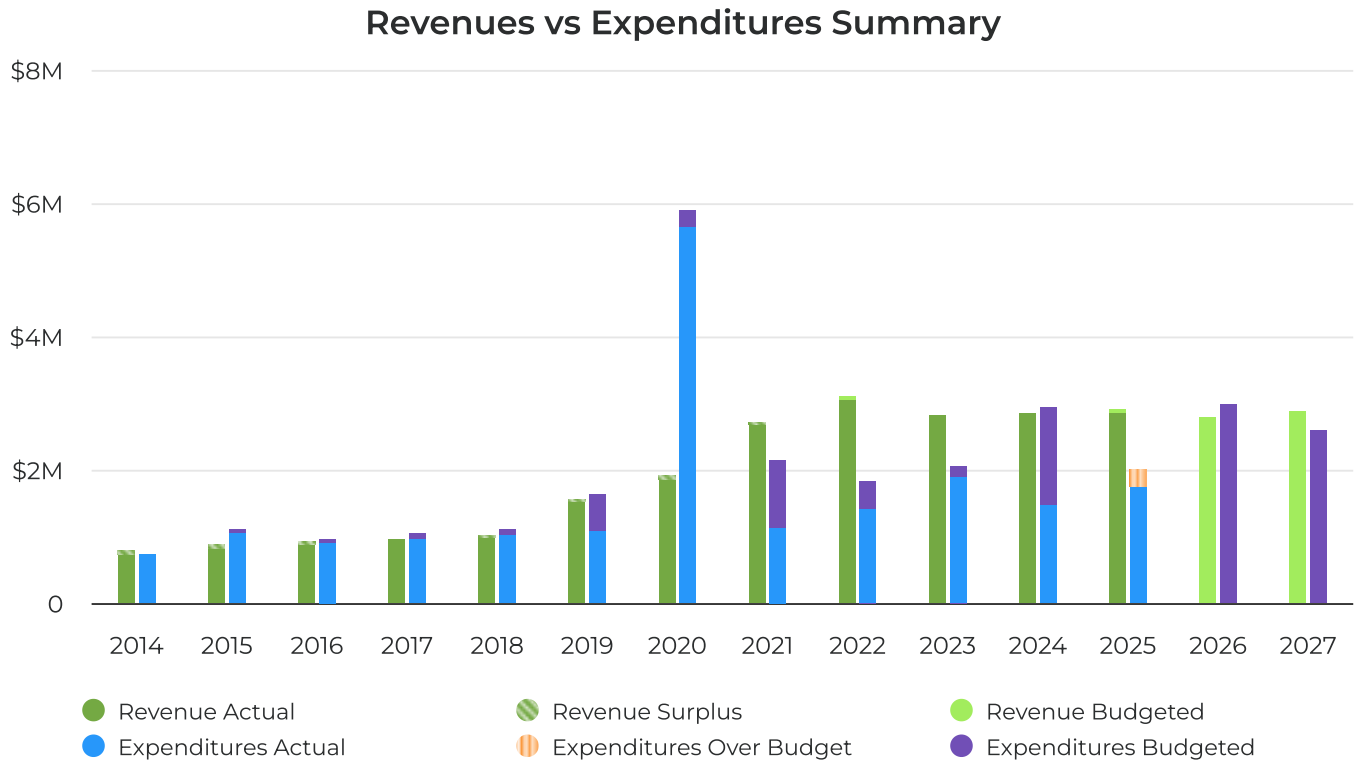
- Stewardship Banners – in progress
- Sponsorships for Events/ Seed Funding – in progress

Future projects scheduled for FY 2026 include more progress on the above “In Progress” projects, plus:

- Butterfly Grove Parking Crosswalk Construction
- Downtown Strategic Plan Update
- Christmas Decorations
- Lighting of Ball Fields

Some of these projects are multi-year projects. As such, the amount of these proposed projects that could be accomplished depends on how many years the additional 1% assessment is continued. These projects would need to be further defined with City staff working with the Advisory Board and supported by the City Council.

Summary



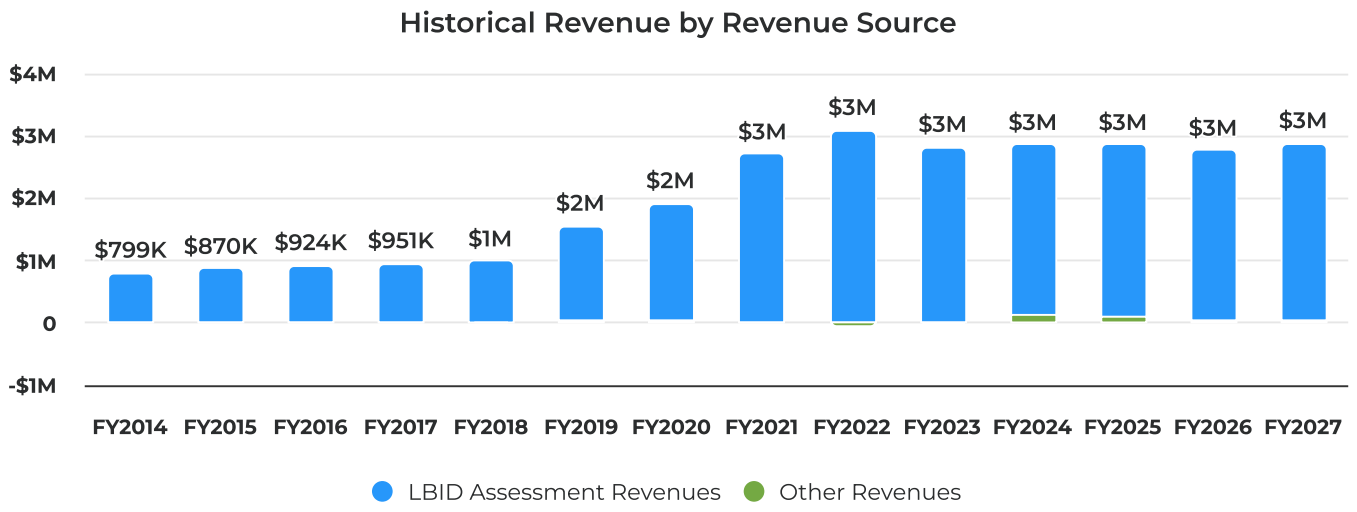
Comprehensive Fund Summary

Comprehensive Fund Summary

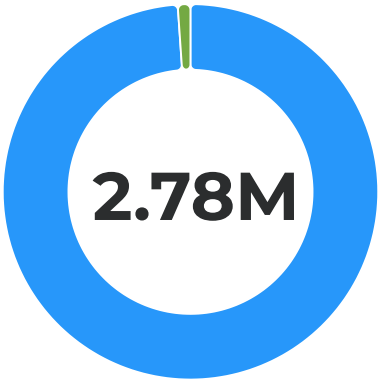
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	-$1,349,310	$295,879	$1,214,662	$2,616,101	$2,108,921	$1,907,072	-19.39%	-9.57%
Revenues								

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
LBID Assessment Revenues	$3,090,688	$2,813,544	$2,740,782	$2,712,552	$2,746,000	$2,842,000	1.23%	3.50%
Other Revenues	-$47,245	-$6,393	$117,127	$16,991	$30,328	$30,328	78.49%	0.00%
Total Revenues	**$3,043,443**	**$2,807,152**	**$2,857,910**	**$2,729,543**	**$2,776,328**	**$2,872,328**	**1.71%**	**3.46%**
Expenditures								
Personnel	$29,396	$41,299	$31,792	$42,746	$42,857	$42,863	0.26%	0.01%
Professional Services	$105,433	$106,472	$119,236	$138,166	$130,166	$130,166	-5.79%	0.00%
Contract Services	$993,939	$1,055,909	$1,116,925	$1,235,227	$1,235,227	$1,235,227	0.00%	0.00%
Operations & Maintenance	$40	$13	$283	$81,400	$70,500	$70,500	-13.39%	0.00%
Other Expenses	$78,917	$83,884	$91,152	$100,264	$134,427	$146,127	34.07%	8.70%
Capital Projects	-	-	$7,999	-	-	-	-	-
Debt Service	$22,888	$10,664	-	-	-	-	-	-
Other Financing Uses	$167,641	$261,212	$82,000	$180,000	$130,000	$100,000	-27.78%	-23.08%
Transfers Out	-	$328,916	$7,084	$1,784,219	$1,235,000	$875,000	-30.78%	-29.15%
Total Expenditures	**$1,398,254**	**$1,888,369**	**$1,456,470**	**$3,562,022**	**$2,978,177**	**$2,599,883**	**-16.39%**	**-12.70%**
Total Revenues Less Expenditures	**$1,645,190**	**$918,783**	**$1,401,440**	**-$832,479**	**-$201,849**	**$272,445**	**-75.75%**	**-234.97%**
Ending Fund Balance	**$295,880**	**$1,214,662**	**$2,616,102**	**$1,783,622**	**$1,907,072**	**$2,179,517**	**6.92%**	**14.29%**

Revenues by Revenue Source

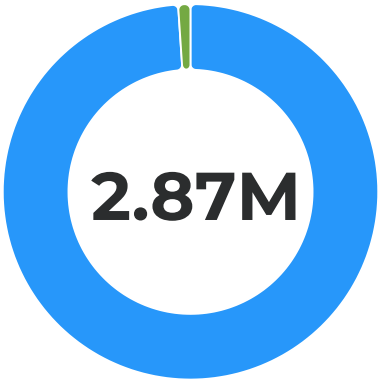


FY26 Revenues by Revenue Source



LBID Assessment Revenues	$2,746,000	98.91%
Other Revenues	$30,328	1.09%

FY27 Revenues by Revenue Source



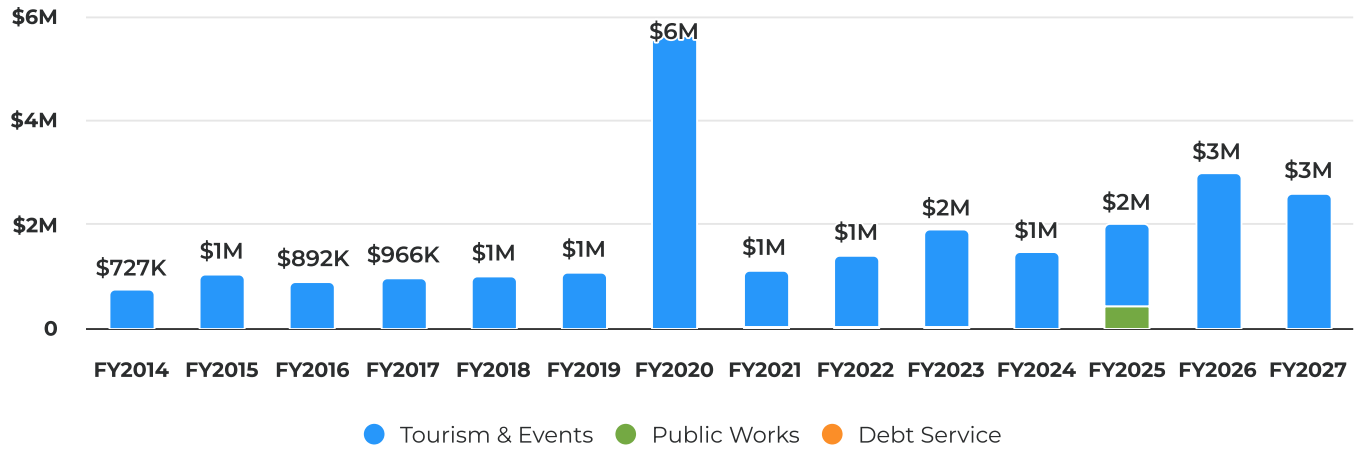
LBID Assessment Revenues	$2,842,000	98.94%
Other Revenues	$30,328	1.06%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
LBID Assessment Revenues	$3,090,688	$2,813,544	$2,740,782	$2,712,552	$2,746,000	$2,842,000	1.23%	3.50%
Other Revenues	-$47,245	-$6,393	$117,127	$16,991	$30,328	$30,328	78.49%	0.00%
Total Revenues	**$3,043,443**	**$2,807,152**	**$2,857,910**	**$2,729,543**	**$2,776,328**	**$2,872,328**	**1.71%**	**3.46%**

Expenditures by Department

Historical Expenditures by Department



FY26 Expenditures by Department



Tourism & Events **$2,978,177** 100.00%

FY27 Expenditures by Department

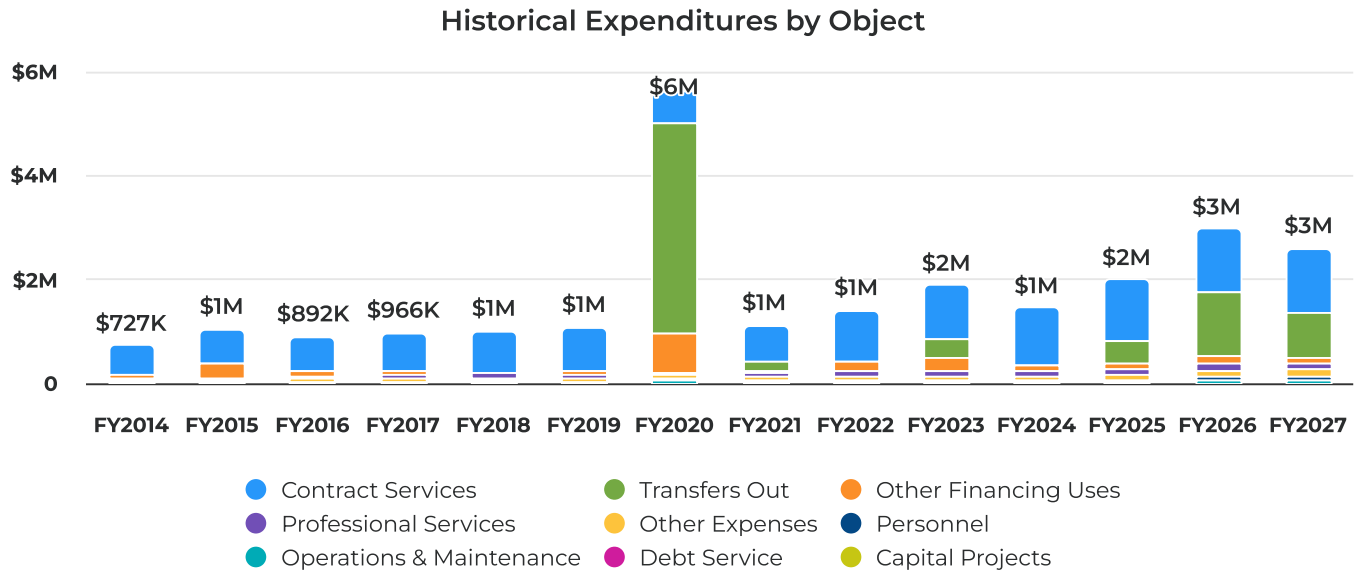


Tourism & Events **$2,599,883** 100.00%

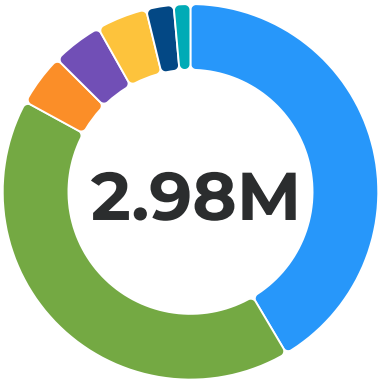
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Tourism & Events	$1,375,366	$1,877,705	$1,456,470	$1,877,803	$2,978,177	$2,599,883	58.60%	-12.70%
Public Works	-	-	-	$1,684,219	-	-	-100.00%	-
Debt Service	$22,888	$10,664	-	-	-	-	-	-
Total Expenditures	**$1,398,254**	**$1,888,369**	**$1,456,470**	**$3,562,022**	**$2,978,177**	**$2,599,883**	**-16.39%**	**-12.70%**

Expenditures by Object Summary

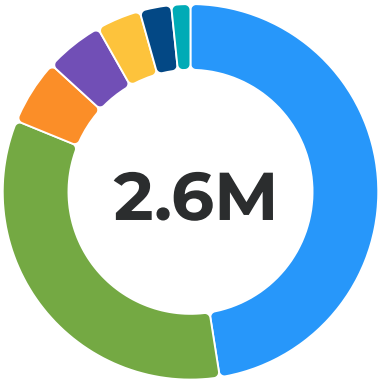


FY26 Expenditures by Object



Contract Services	**$1,235,227**	41.48%
Transfers Out	**$1,235,000**	41.47%
Other Expenses	**$134,427**	4.51%
Professional Services	**$130,166**	4.37%
Other Financing Uses	**$130,000**	4.37%
Operations & Maintenance	**$70,500**	2.37%
Personnel	**$42,857**	1.44%

FY27 Expenditures by Object

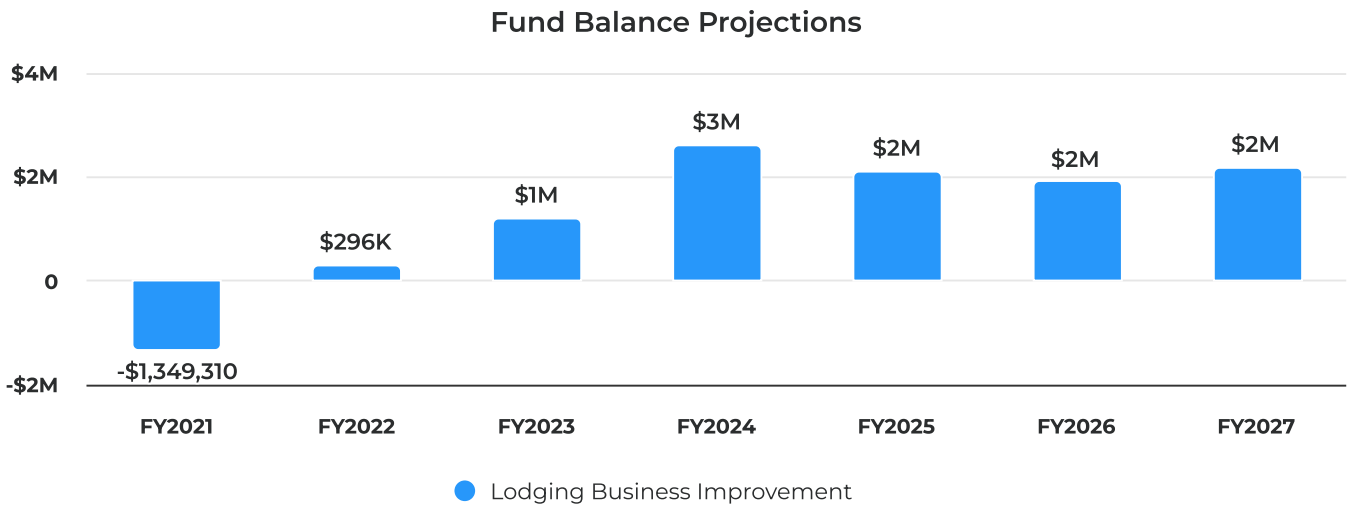


Contract Services	**$1,235,227**	47.51%
Transfers Out	**$875,000**	33.66%
Other Expenses	**$146,127**	5.62%
Professional Services	**$130,166**	5.01%
Other Financing Uses	**$100,000**	3.85%
Operations & Maintenance	**$70,500**	2.71%
Personnel	**$42,863**	1.65%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$29,396	$41,299	$31,792	$42,746	$42,863	$42,857	0.26%	0.01%
Professional Services	$105,433	$106,472	$119,236	$138,166	$130,166	$130,166	-5.79%	0.00%
Contract Services	$993,939	$1,055,909	$1,116,925	$1,235,227	$1,235,227	$1,235,227	0.00%	0.00%
Operations & Maintenance	$40	$13	$283	$81,400	$70,500	$70,500	-13.39%	0.00%
Other Expenses	$78,917	$83,884	$91,152	$100,264	$146,127	$134,427	34.07%	8.70%
Capital Projects	-	-	$7,999	-	-	-	-	-
Debt Service	$22,888	$10,664	-	-	-	-	-	-
Other Financing Uses	$167,641	$261,212	$82,000	$180,000	$100,000	$130,000	-27.78%	-23.08%
Transfers Out	-	$328,916	$7,084	$1,784,219	$875,000	$1,235,000	-30.78%	-29.15%
Total Expenditures	**$1,398,254**	**$1,888,369**	**$1,456,470**	**$3,562,022**	**$2,599,883**	**$2,978,177**	**-16.39%**	**-12.70%**

Fund Balance



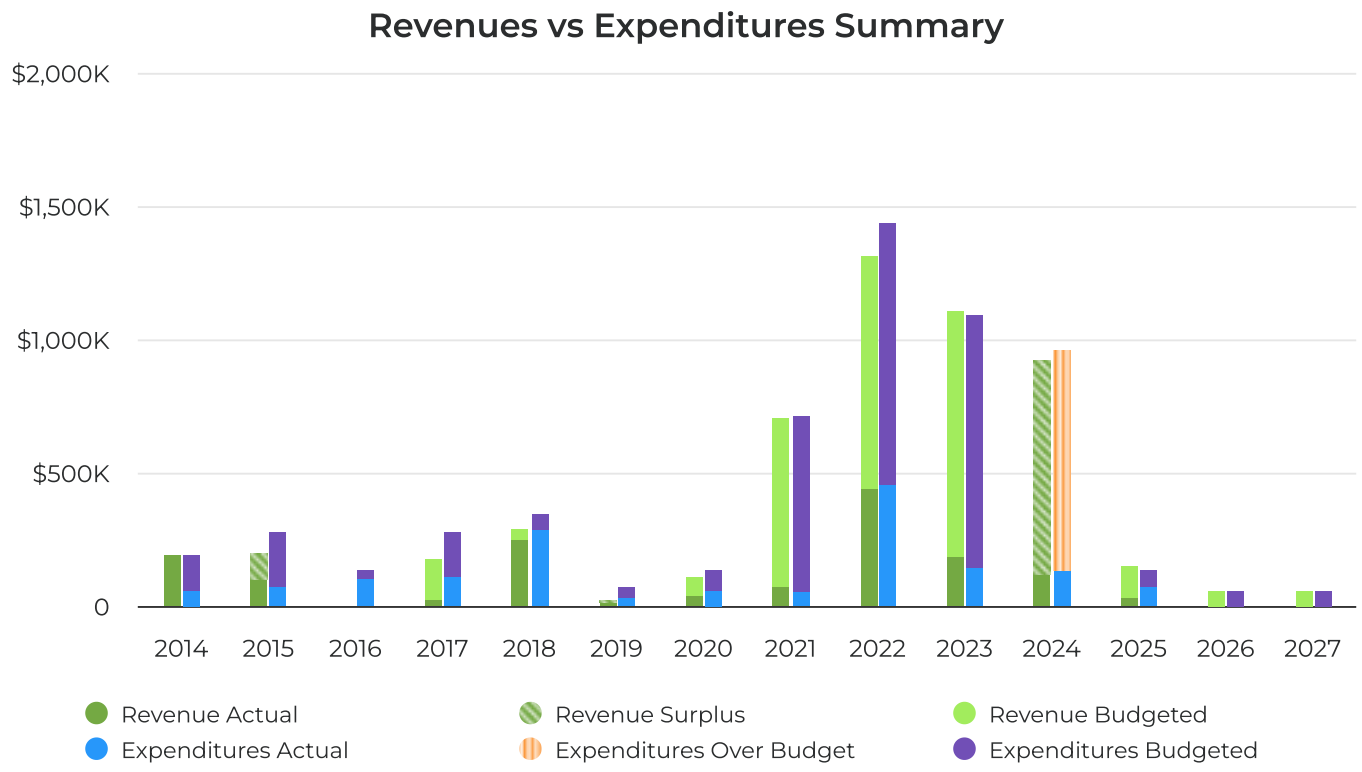
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Lodging Business Improvement	$295,878.99	$1,214,662.06	$2,616,101.41	$2,108,921.23	$1,907,072.05	$2,179,516.87	-9.57%	-$201,849.18
Total Fund Balance	**$295,878.99**	**$1,214,662.06**	**$2,616,101.41**	**$2,108,921.23**	**$1,907,072.05**	**$2,179,516.87**	**-9.57%**	**-$201,849.18**

Chapman Estate Fund

The Chapman Estate at 1243 Ocean Boulevard in Pismo Beach was developed around 1935 by John Rogers, who worked in the oil industry in California's Central Valley. Clifford Chapman purchased the Estate in 1963 and lived there for many years until his passing in July 2012. Before his passing, Chapman expressed his desire to dedicate the Estate to the City of Pismo Beach. On December 3, 2013, the City Council adopted Resolution no. R-2013-075 to accept the Chapman Estate. The Chapman Estate Trust was established by Chapman to provide funds for the maintenance and repairs of the Estate. The Trust authorized these funds to be used by the City of Pismo Beach for maintenance and repairs for the Chapman Estate upon the acceptance of the property. The Chapman Foundation was established to manage the Estate, with the TED Director serving as the City Staff Liaison. The Chapman Estate is currently in the process of transitioning to be administered by a non-profit entity and as such, limited operating expenditures are reflected in the FY 2026 and FY 2027 Adopted Budgets.

Summary

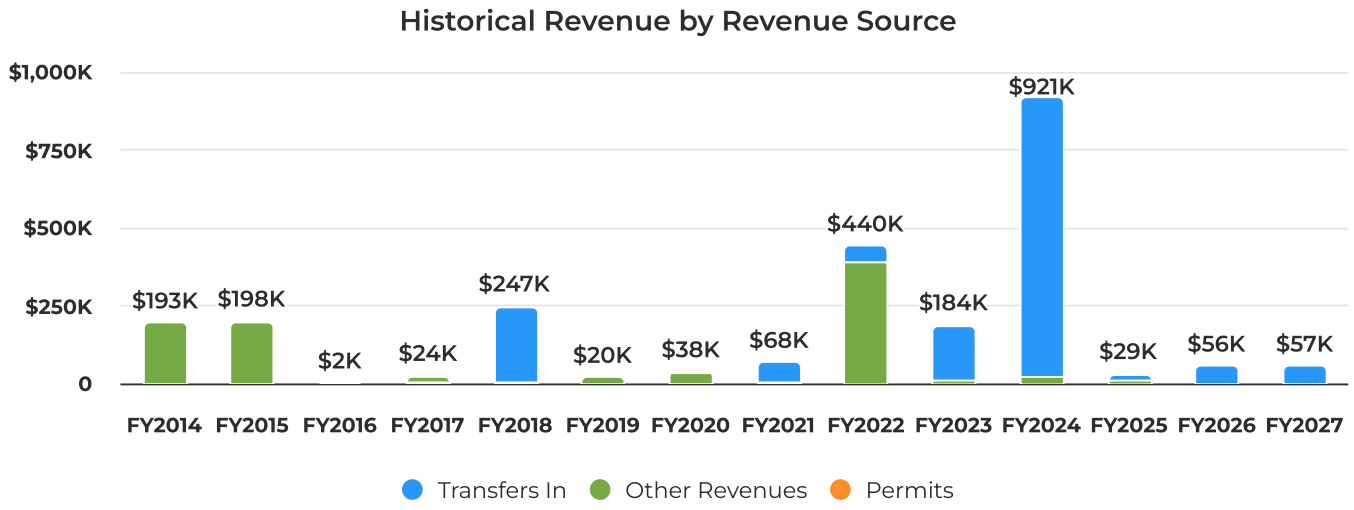


Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$42,921**	**$34,433**	**$78,323**	**$37,464**	**$280**	**$6**	**-99.25%**	**-97.86%**
Revenues								
Other Revenues	$387,830	$11,105	$18,704	$48,839	-	-	-100.00%	-
Transfers In	$52,206	$173,389	$901,895	$107,400	$56,000	$57,000	-47.86%	1.79%
Total Revenues	**$440,036**	**$184,494**	**$920,600**	**$156,239**	**$56,000**	**$57,000**	**-64.16%**	**1.79%**
Expenditures								
Personnel	$2,864	-	-	$43,660	-	-	-100.00%	-
Professional Services	-	-	$29,100	$8,400	$1,000	$1,000	-88.10%	0.00%
Contract Services	$10,869	$10,678	$12,042	$44,340	$15,590	$16,460	-64.84%	5.58%
Operations & Maintenance	$49,230	$47,424	$42,268	$69,500	$39,200	$38,700	-43.60%	-1.28%
Other Expenses	$347	$396	$309	$247	$484	$494	95.95%	2.07%
Capital Projects	$31,799	$81,539	$877,220	-	-	-	-	-
Transfers Out	$355,421	-	-	-	-	-	-	-
Total Expenditures	**$450,530**	**$140,037**	**$960,940**	**$166,147**	**$56,274**	**$56,654**	**-66.13%**	**0.68%**
Total Revenues Less Expenditures	**-$10,494**	**$44,457**	**-$40,340**	**-$9,908**	**-$274**	**$346**	**-97.23%**	**-226.28%**
Ending Fund Balance	**$32,427**	**$78,889**	**$37,983**	**$27,556**	**$6**	**$352**	**-99.98%**	**5,766.67%**

Revenues by Revenue Source

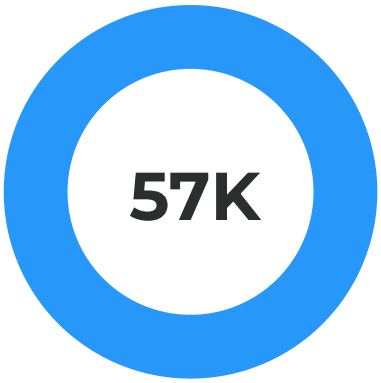


FY26 Revenues by Revenue Source



Transfers In **$56,000** 100.00%

FY27 Revenues by Revenue Source



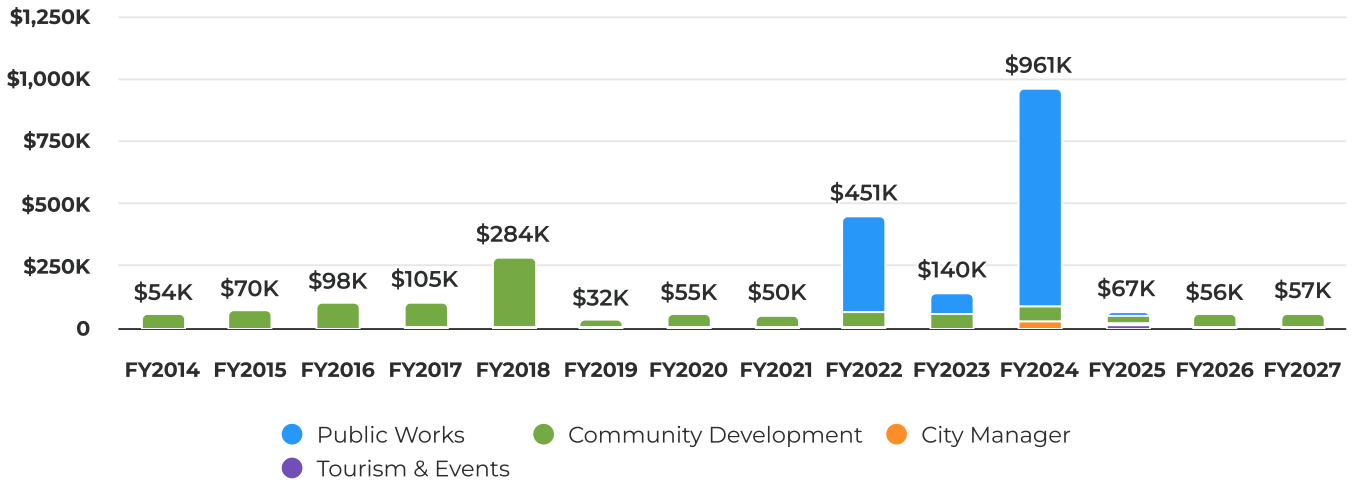
Transfers In **$57,000** 100.00%

Revenues by Revenue Source

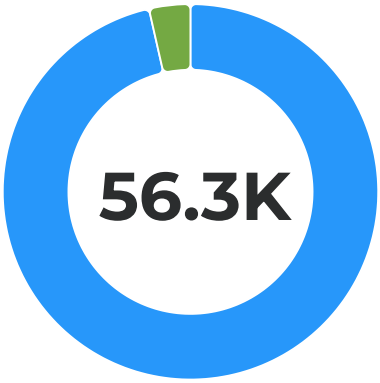
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	$387,830	$11,105	$18,704	$48,839	-	-	-100.00%	-
Transfers In	$52,206	$173,389	$901,895	$107,400	$56,000	$57,000	-47.86%	1.79%
Total Revenues	**$440,036**	**$184,494**	**$920,600**	**$156,239**	**$56,000**	**$57,000**	**-64.16%**	**1.79%**

Expenditures by Department

Historical Expenditures by Department

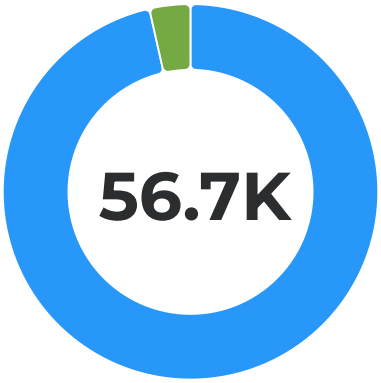


FY26 Expenditures by Department



Community Development	**$54,274**	96.45%
Tourism & Events	**$2,000**	3.55%

FY27 Expenditures by Department



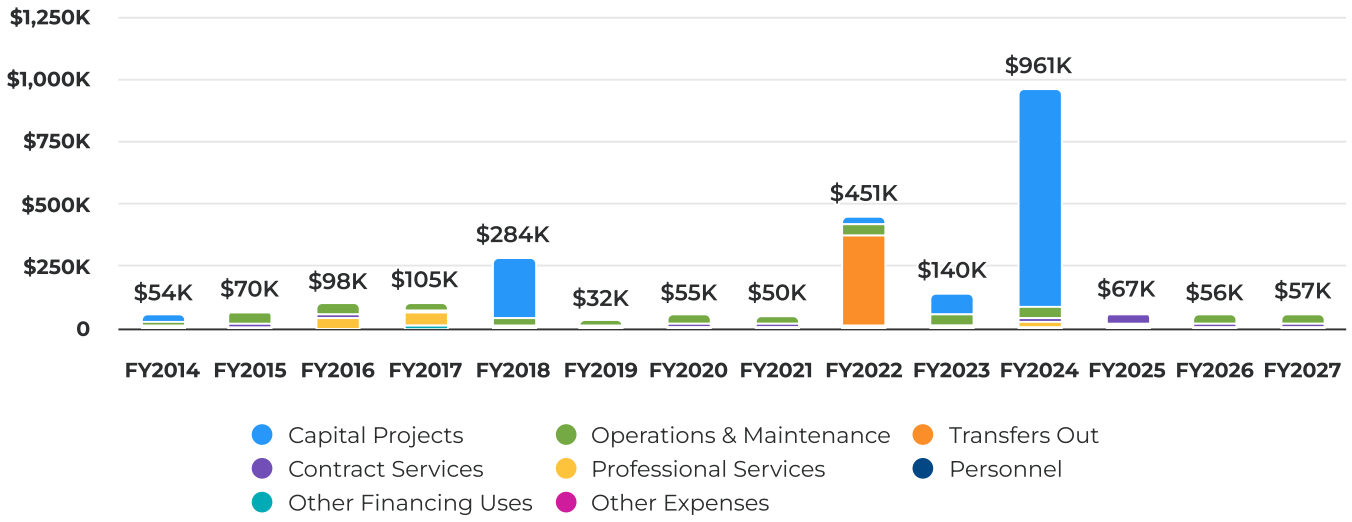
Community Development	**$54,654**	96.47%
Tourism & Events	**$2,000**	3.53%

Expenditures by Department

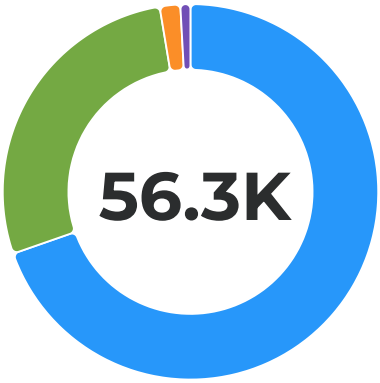
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
City Manager	-	-	$29,100	$7,400	-	-	-100.00%	-
Tourism & Events	$2,864	-	-	$45,660	$2,000	$2,000	-95.62%	0.00%
Public Works	$387,259	$83,389	$877,220	$23,040	-	-	-100.00%	-
Community Development	$60,408	$56,648	$54,619	$90,047	$54,274	$54,654	-39.73%	0.70%
Total Expenditures	**$450,530**	**$140,037**	**$960,940**	**$166,147**	**$56,274**	**$56,654**	**-66.13%**	**0.68%**

Expenditures by Object Summary

Historical Expenditures by Object

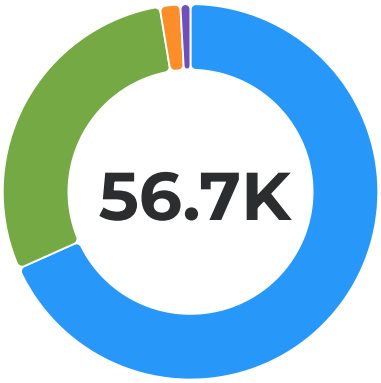


FY26 Expenditures by Object



Operations & Maintenance	**$39,200**	69.66%
Contract Services	**$15,590**	27.70%
Professional Services	**$1,000**	1.78%
Other Expenses	**$484**	0.86%

FY27 Expenditures by Object

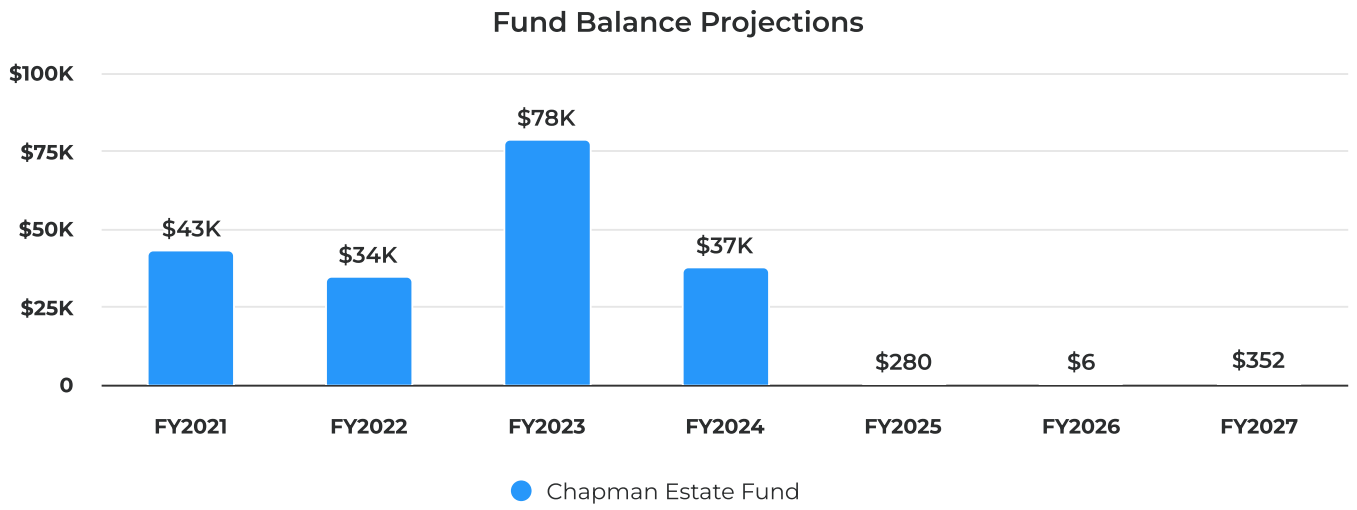


Operations & Maintenance	**$38,700**	68.31%
Contract Services	**$16,460**	29.05%
Professional Services	**$1,000**	1.77%
Other Expenses	**$494**	0.87%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$2,864	-	-	$43,660	-	-	-100.00%	-
Professional Services	-	-	$29,100	$8,400	$1,000	$1,000	-88.10%	0.00%
Contract Services	$10,869	$10,678	$12,042	$44,340	$16,460	$15,590	-64.84%	5.58%
Operations & Maintenance	$49,230	$47,424	$42,268	$69,500	$38,700	$39,200	-43.60%	-1.28%
Other Expenses	$347	$396	$309	$247	$494	$484	95.95%	2.07%
Capital Projects	$31,799	$81,539	$877,220	-	-	-	-	-
Transfers Out	$355,421	-	-	-	-	-	-	-
Total Expenditures	**$450,530**	**$140,037**	**$960,940**	**$166,147**	**$56,654**	**$56,274**	**-66.13%**	**0.68%**

Fund Balance



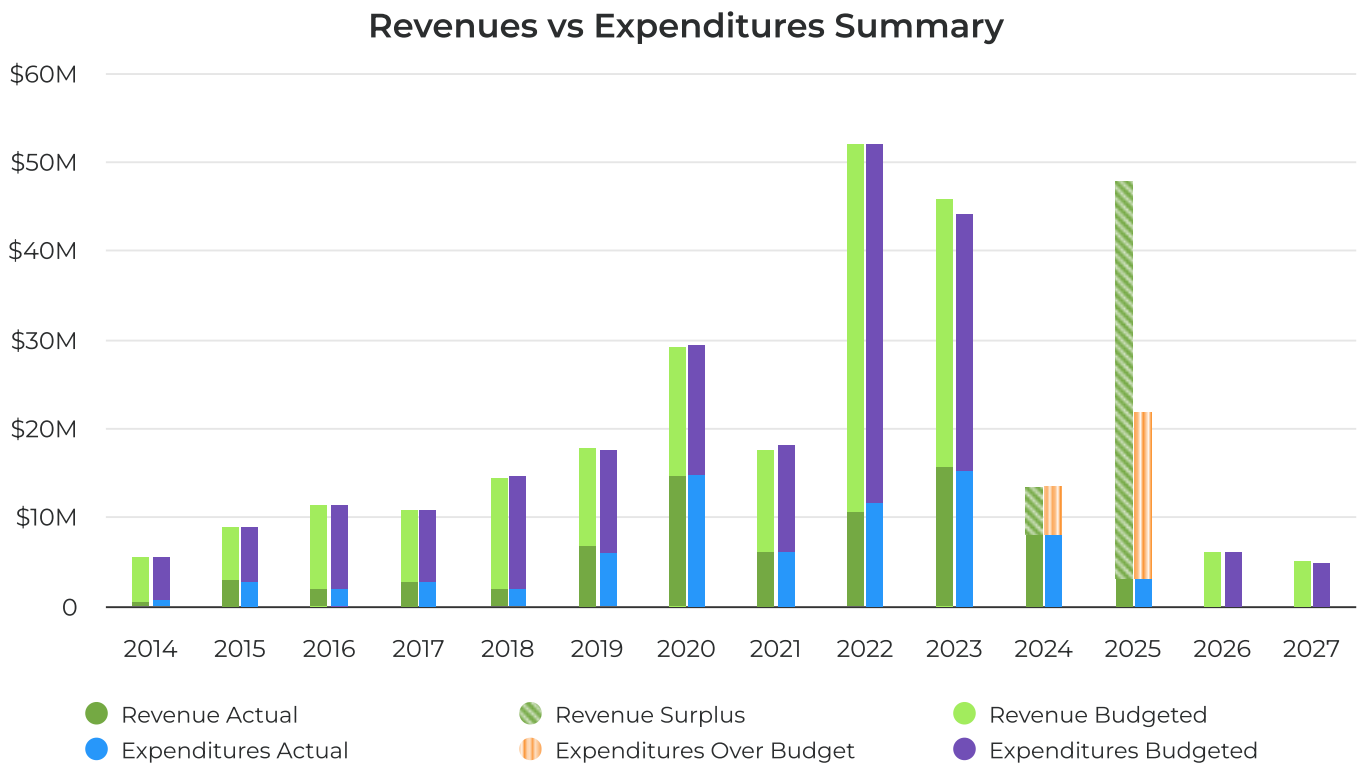
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Chapman Estate Fund	$34,432.53	$78,323.19	$37,463.97	$280.13	$6.13	$352.13	-97.81%	-$274.00
Total Fund Balance	**$34,432.53**	**$78,323.19**	**$37,463.97**	**$280.13**	**$6.13**	**$352.13**	**-97.81%**	**-$274.00**

Capital Projects Fund

The Capital Projects Fund is used to accumulate resources for use in financing major capital improvement projects.

Summary



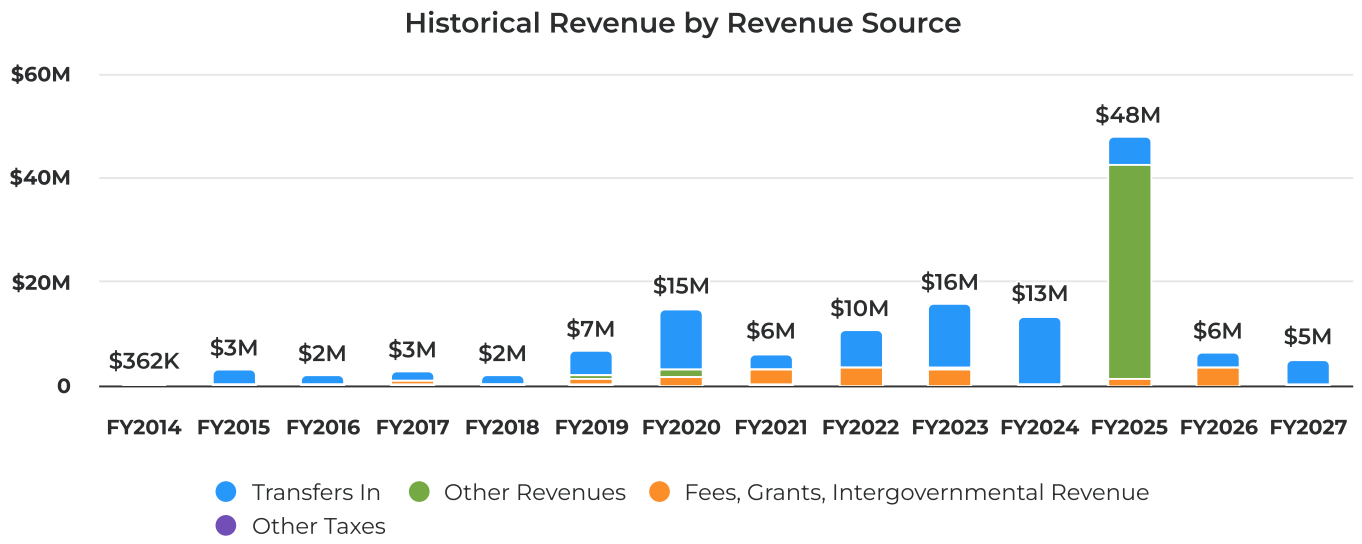
Comprehensive Fund Summary

Comprehensive Fund Summary

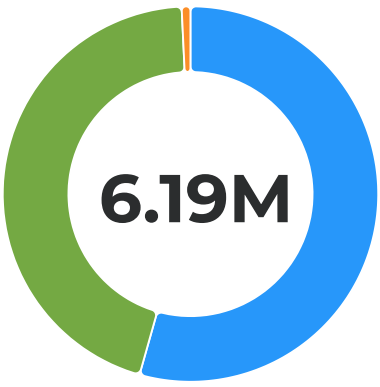
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$613,814**	**-$463,088**	**$738,719**	**$2,689,980**	**-**	**$46,357**	**-**	**-**
Revenues								
Other Revenues	$3,995	$433,796	-	$41,117,775	$46,357	$46,357	-99.89%	0.00%
Fees, Grants, Intergovernmental Revenue	$3,457,895	$2,913,917	$254,379	$3,046,422	$3,364,140	-	10.43%	-100.00%
Transfers In	$7,023,461	$12,279,133	$13,109,263	$21,255,022	$2,775,860	$4,940,000	-86.94%	77.96%
Total Revenues	**$10,485,351**	**$15,626,846**	**$13,363,642**	**$65,419,220**	**$6,186,357**	**$4,986,357**	**-90.54%**	**-19.40%**
Expenditures								
Professional Services	-	-	$185,147	$2,018,522	-	-	-100.00%	-
Operations & Maintenance	-	-	$154,226	$241,993	-	-	-100.00%	-
Other Expenses	-	-	$25,617	-	-	-	-	-
Capital Projects	$11,561,883	$15,107,759	$13,250,665	$60,581,242	$6,140,000	$4,940,000	-89.86%	-19.54%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Debt Service	-	-	-	$288,666	-	-	-100.00%	-
Transfers Out	-	-	-	$17,289	-	-	-100.00%	-
Total Expenditures	**$11,561,883**	**$15,107,759**	**$13,615,655**	**$63,147,712**	**$6,140,000**	**$4,940,000**	**-90.28%**	**-19.54%**
Total Revenues Less Expenditures	**-$1,076,532**	**$519,086**	**-$252,013**	**$2,271,508**	**$46,357**	**$46,357**	**-97.96%**	**0.00%**
Ending Fund Balance	**-$462,718**	**$55,998**	**$486,706**	**$4,961,488**	**$46,357**	**$92,714**	**-99.07%**	**100.00%**

Revenues by Revenue Source

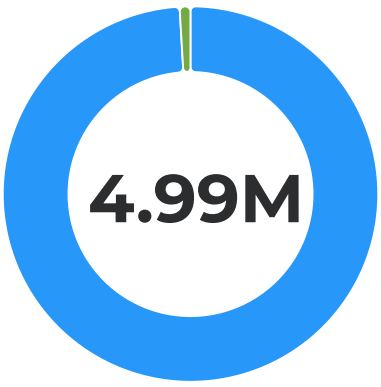


FY26 Revenues by Revenue Source



Fees, Grants, Intergovernmental Revenue	**$3,364,140**	54.38%
Transfers In	**$2,775,860**	44.87%
Other Revenues	**$46,357**	0.75%

FY27 Revenues by Revenue Source



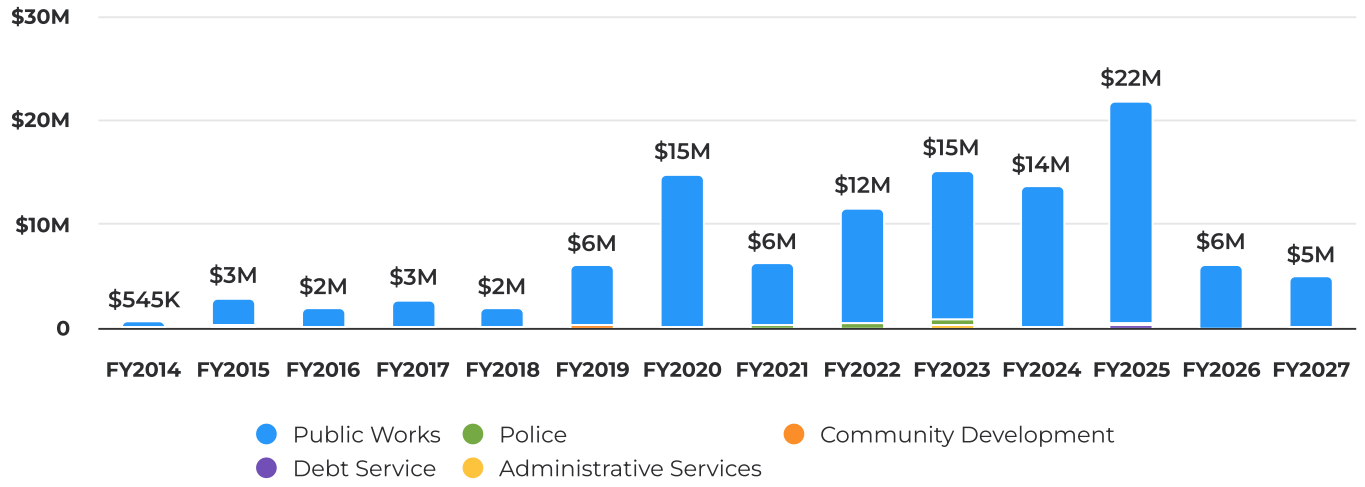
Transfers In	**$4,940,000**	99.07%
Other Revenues	**$46,357**	0.93%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	$3,995	$433,796	-	$41,117,775	$46,357	$46,357	-99.89%	0.00%
Fees, Grants, Intergovernmental Revenue	$3,457,895	$2,913,917	$254,379	$3,046,422	$3,364,140	-	10.43%	-100.00%
Transfers In	$7,023,461	$12,279,133	$13,109,263	$21,255,022	$2,775,860	$4,940,000	-86.94%	77.96%
Total Revenues	**$10,485,351**	**$15,626,846**	**$13,363,642**	**$65,419,220**	**$6,186,357**	**$4,986,357**	**-90.54%**	**-19.40%**

Expenditures by Department

Historical Expenditures by Department

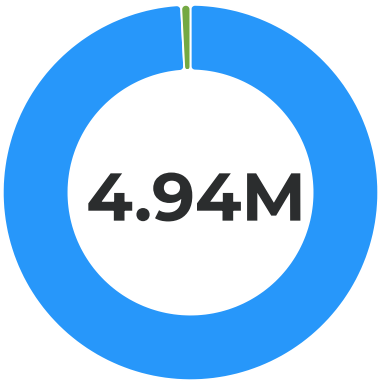


FY26 Expenditures by Department



Public Works	**$6,140,000**	100.00%

FY27 Expenditures by Department

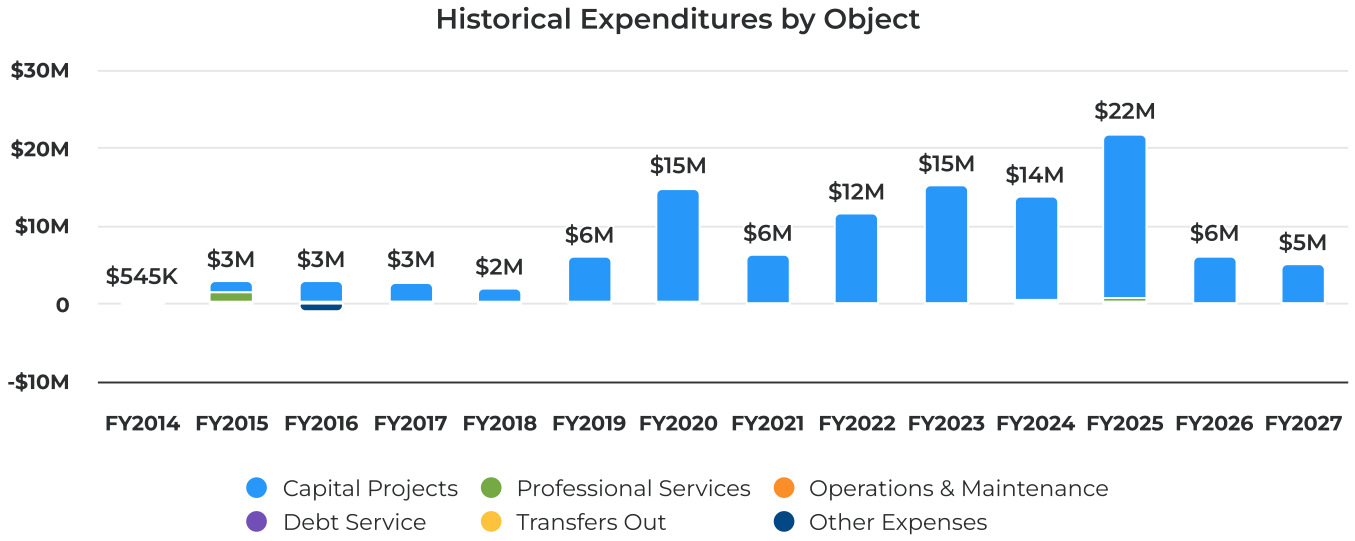


Public Works	**$4,900,000**	99.19%
Police	**$40,000**	0.81%

Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Administrative Services	-	$206,805	$9,559	-	-	-	-	-
Police	$386,144	$604,963	$145,643	$184,788	-	$40,000	-100.00%	-
Public Works	$11,175,738	$14,295,991	$13,460,453	$62,656,969	$6,140,000	$4,900,000	-90.20%	-20.20%
Debt Service	-	-	-	$305,955	-	-	-100.00%	-
Total Expenditures	**$11,561,883**	**$15,107,759**	**$13,615,655**	**$63,147,712**	**$6,140,000**	**$4,940,000**	**-90.28%**	**-19.54%**

Expenditures by Object Summary



FY26 Expenditures by Object



Capital Projects	**$6,140,000**	100.00%

FY27 Expenditures by Object

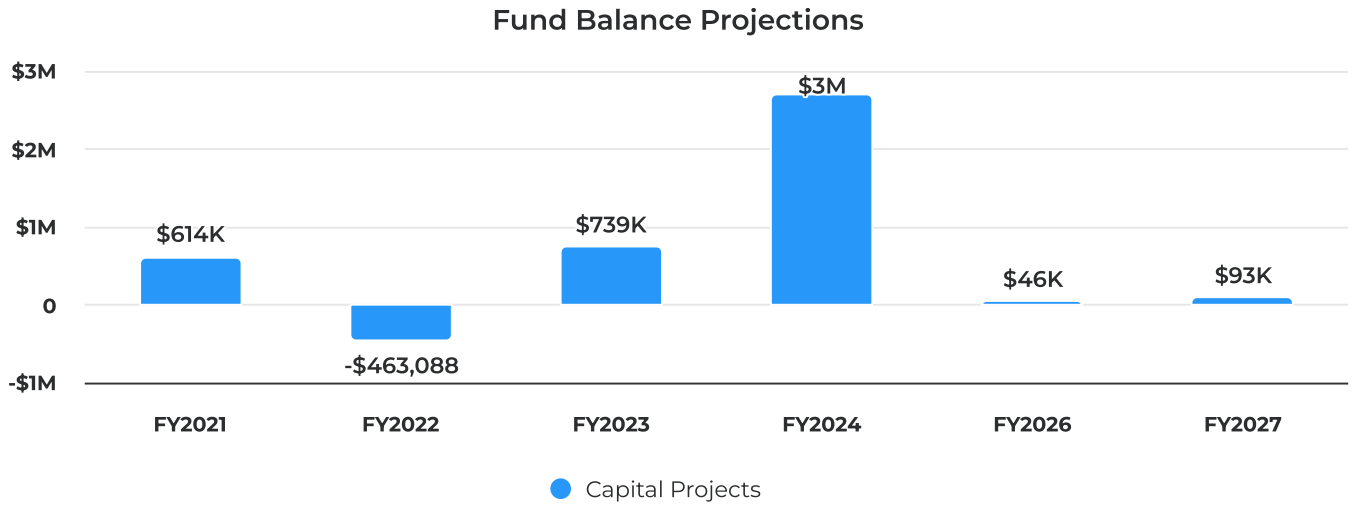


Capital Projects	**$4,940,000**	100.00%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	$185,147	$2,018,522	-	-	-100.00%	-
Operations & Maintenance	-	-	$154,226	$241,993	-	-	-100.00%	-
Other Expenses	-	-	$25,617	-	-	-	-	-
Capital Projects	$11,561,883	$15,107,759	$13,250,665	$60,581,242	$4,940,000	$6,140,000	-89.86%	-19.54%
Debt Service	-	-	-	$288,666	-	-	-100.00%	-
Transfers Out	-	-	-	$17,289	-	-	-100.00%	-
Total Expenditures	**$11,561,883**	**$15,107,759**	**$13,615,655**	**$63,147,712**	**$4,940,000**	**$6,140,000**	**-90.28%**	**-19.54%**

Fund Balance



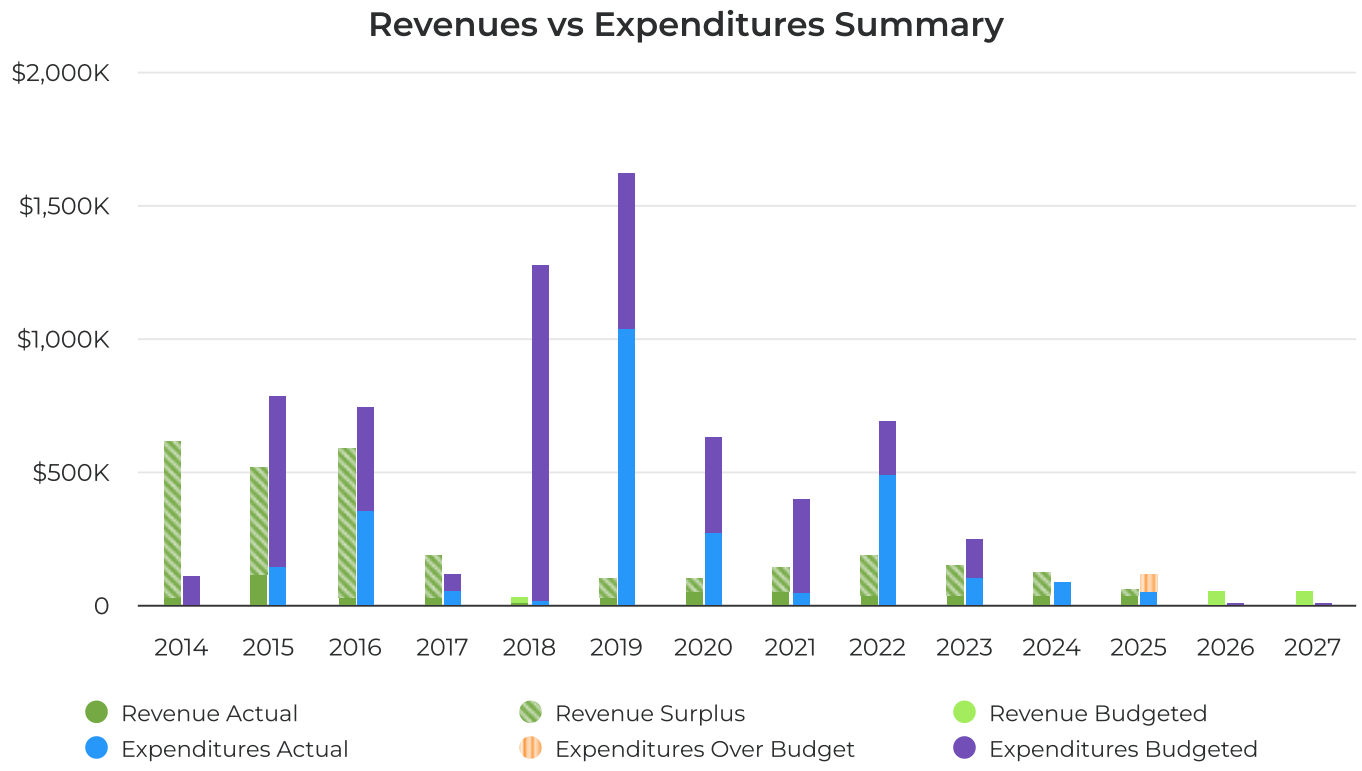
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Capital Projects	-$463,088.28	$738,719.05	$2,689,980.07	-	$46,357.00	$92,714.00	-	-
Total Fund Balance	**-$463,088.28**	**$738,719.05**	**$2,689,980.07**	**-**	**$46,357.00**	**$92,714.00**	**-**	**-**

Park Development Fund

The Park Development Fund was set up to provide for the construction of new parks and the enhancement of existing parks to serve new development. Funding sources include Quimby Act fees and impact fees under California Government Code Section 66001. In FY 2025, the City updated and restructured the previous Impact Fees. The fees were approved by Resolution No. 2025-007 and became effective July 1, 2025. The fees are increased by various price indices on January 1st of each year unless changed otherwise by City Council.

Summary



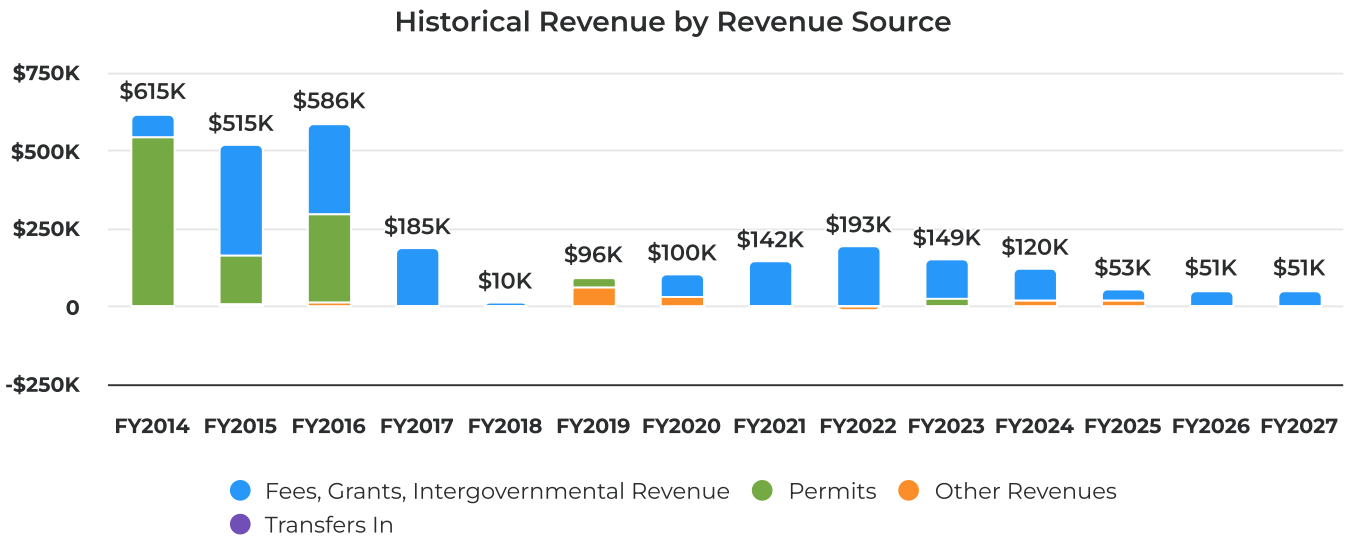
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$594,249**	**$291,042**	**$336,724**	**$370,815**	**$202,754**	**$247,361**	**-45.32%**	**22.00%**
Revenues								
Permits	-	$26,049	-	$10,000	-	-	-100.00%	-
Other Revenues	-$12,229	-$1,610	$19,601	$2,270	$197	$197	-91.32%	0.00%
Fees, Grants, Intergovernmental Revenue	$191,044	$122,462	$99,971	$20,000	$50,989	$50,989	154.95%	0.00%
Transfers In	$1,514	-	-	-	-	-	-	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues	**$180,329**	**$146,901**	**$119,572**	**$32,270**	**$51,186**	**$51,186**	**58.62%**	**0.00%**
Expenditures								
Other Expenses	$4,707	$4,943	$5,436	$5,981	$6,579	$7,237	10.00%	10.00%
Capital Projects	$478,669	$9,058	-	$85,029	-	-	-100.00%	-
Transfers Out	-	$86,925	$80,000	$130,000	-	-	-100.00%	-
Total Expenditures	**$483,376**	**$100,926**	**$85,436**	**$221,010**	**$6,579**	**$7,237**	**-97.02%**	**10.00%**
Total Revenues Less Expenditures	**-$303,047**	**$45,975**	**$34,136**	**-$188,740**	**$44,607**	**$43,949**	**-123.63%**	**-1.48%**
Ending Fund Balance	**$291,202**	**$337,017**	**$370,860**	**$182,075**	**$247,361**	**$291,310**	**35.86%**	**17.77%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Fees, Grants, Intergovernmental Revenue	**$50,989**	99.62%
Other Revenues	**$197**	0.38%

FY27 Revenues by Revenue Source

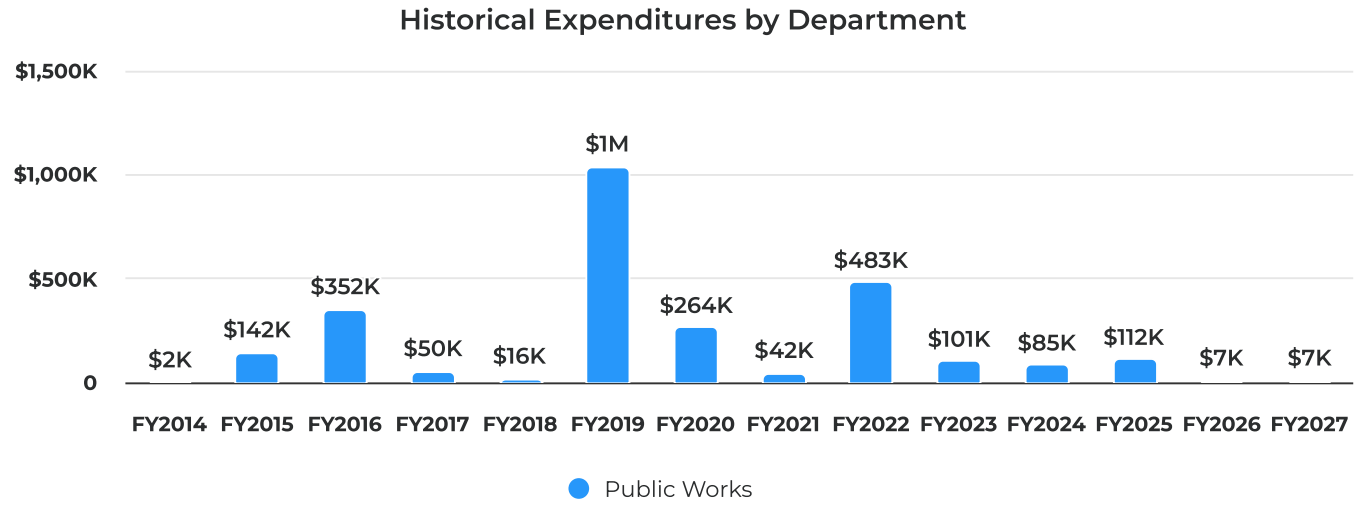


Fees, Grants, Intergovernmental Revenue	**$50,989**	99.62%
Other Revenues	**$197**	0.38%

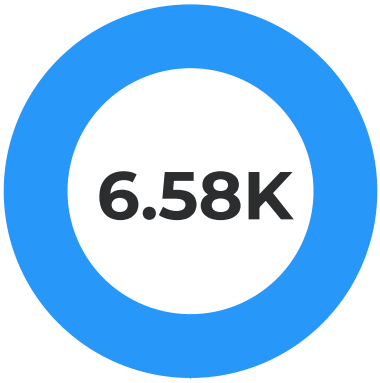
Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Permits	-	$26,049	-	$10,000	-	-	-100.00%	-
Other Revenues	-$12,229	-$1,610	$19,601	$2,270	$197	$197	-91.32%	0.00%
Fees, Grants, Intergovernmental Revenue	$191,044	$122,462	$99,971	$20,000	$50,989	$50,989	154.95%	0.00%
Transfers In	$1,514	-	-	-	-	-	-	-
Total Revenues	**$180,329**	**$146,901**	**$119,572**	**$32,270**	**$51,186**	**$51,186**	**58.62%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



Public Works	**$6,579**	100.00%

FY27 Expenditures by Department

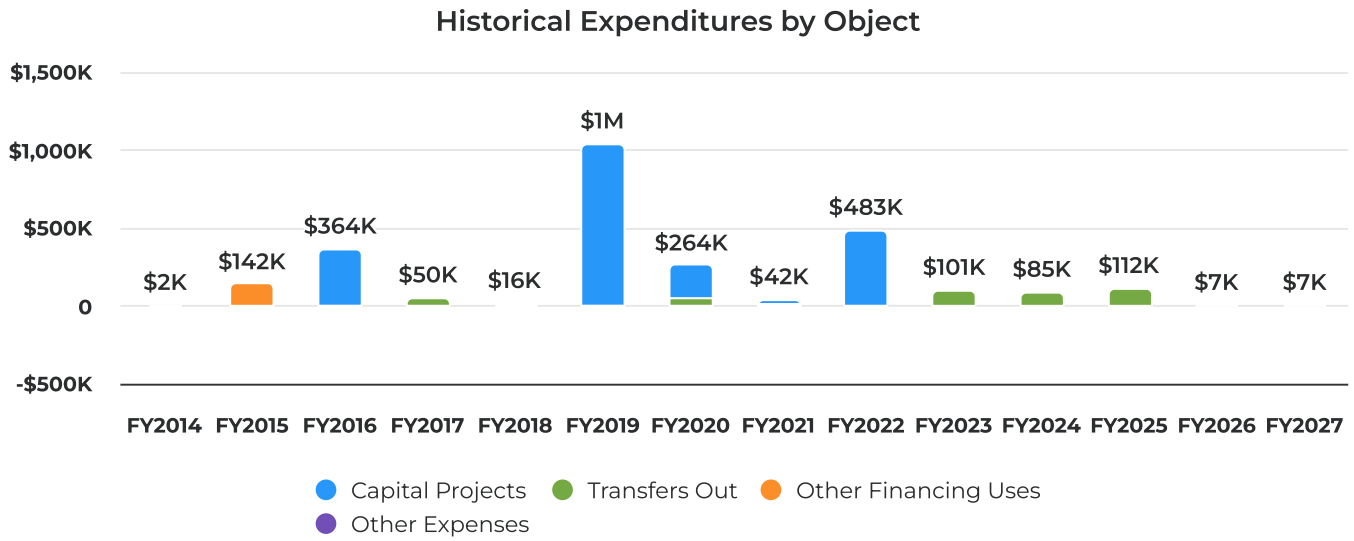


Public Works	**$7,237**	100.00%

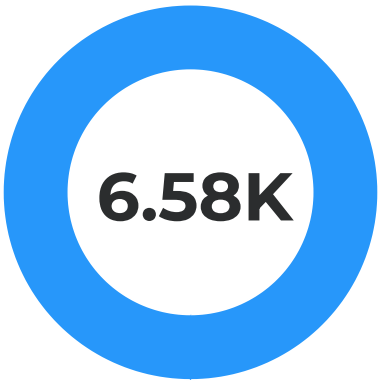
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$483,376	$100,926	$85,436	$221,010	$6,579	$7,237	-97.02%	10.00%
Total Expenditures	**$483,376**	**$100,926**	**$85,436**	**$221,010**	**$6,579**	**$7,237**	**-97.02%**	**10.00%**

Expenditures by Object Summary



FY26 Expenditures by Object



Other Expenses	**$6,579**	100.00%

FY27 Expenditures by Object

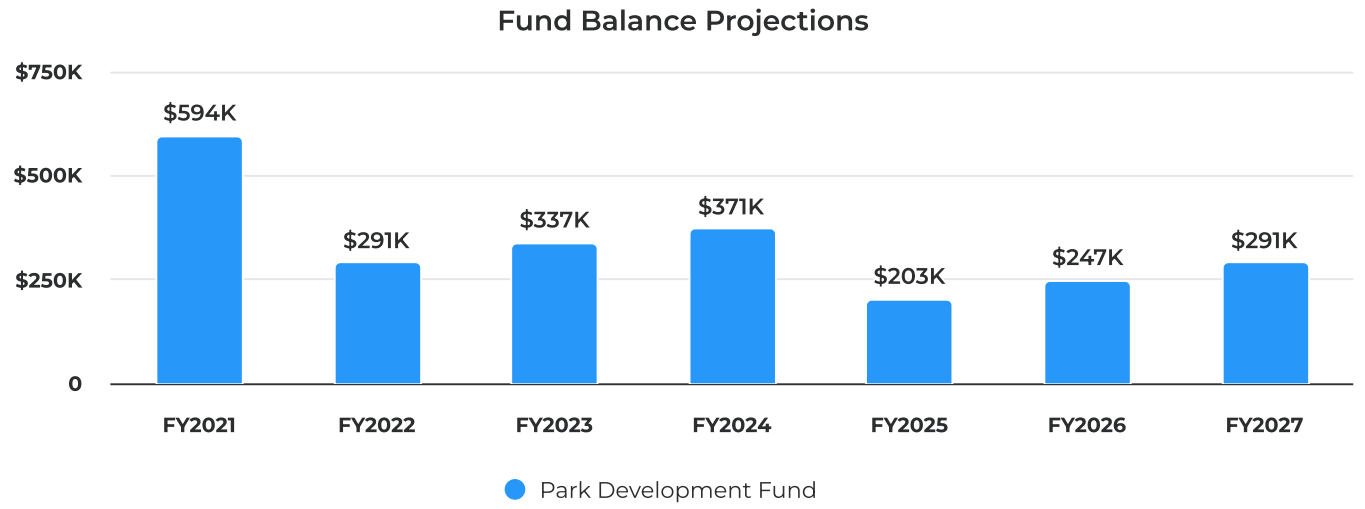


Other Expenses	**$7,237**	100.00%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Expenses	$4,707	$4,943	$5,436	$5,981	$7,237	$6,579	10.00%	10.00%
Capital Projects	$478,669	$9,058	-	$85,029	-	-	-100.00%	-
Transfers Out	-	$86,925	$80,000	$130,000	-	-	-100.00%	-
Total Expenditures	**$483,376**	**$100,926**	**$85,436**	**$221,010**	**$7,237**	**$6,579**	**-97.02%**	**10.00%**

Fund Balance



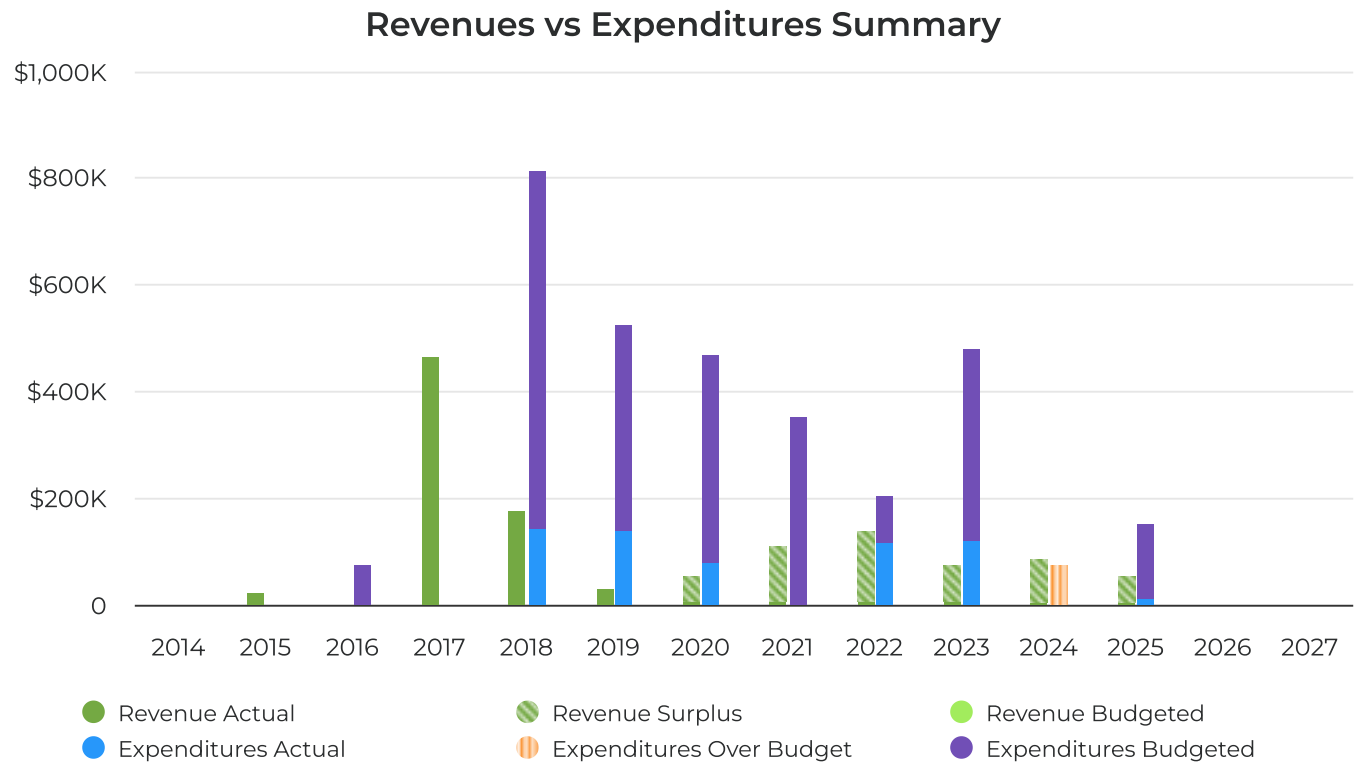
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Park Development Fund	$291,042.05	$336,724.29	$370,815.45	$202,753.52	$247,360.52	$291,309.52	22.00%	$44,607.00
Total Fund Balance	**$291,042.05**	**$336,724.29**	**$370,815.45**	**$202,753.52**	**$247,360.52**	**$291,309.52**	**22.00%**	**$44,607.00**

Circulation Fees

The Circulation Improvement Fund was set up to provide for specific street construction projects including improvements to the Mattie Road Sidewalk Extension to the Pismo Preserve entrance, the Circulation Element update, Circulation and Parking Study, Price Canyon Road, and dynamic circulation signs. In FY 2025, the City updated and restructured the previous Impact Fees. The fees were approved by Resolution No. 2025-007 and became effective July 1, 2025. The fees are increased by various price indices on January 1st of each year unless changed otherwise by City Council.

Summary



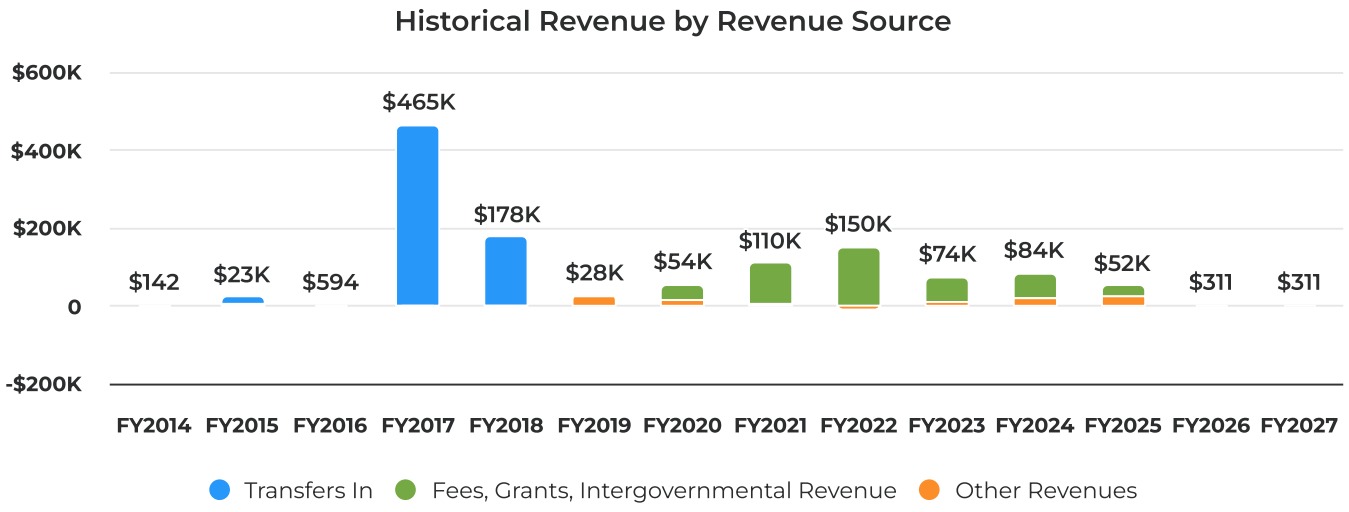
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$580,090**	**$603,543**	**$556,181**	**$566,054**	**$452,477**	**$452,746**	**-20.06%**	**0.06%**
Revenues								
Other Revenues	-$11,917	$8,029	$20,660	$4,440	$311	$311	-93.00%	0.00%
Fees, Grants, Intergovernmental Revenue	$150,440	$65,852	$63,178	-	-	-	-	-
Total Revenues	**$138,524**	**$73,881**	**$83,838**	**$4,440**	**$311**	**$311**	**-93.00%**	**0.00%**
Expenditures								

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Expenses	-	-	$36	$41	$42	$43	2.44%	2.38%
Transfers Out	$115,270	$121,040	$73,929	$166,030	-	-	-100.00%	-
Total Expenditures	**$115,270**	**$121,040**	**$73,965**	**$166,071**	**$42**	**$43**	**-99.97%**	**2.38%**
Total Revenues Less Expenditures	**$23,254**	**-$47,160**	**$9,873**	**-$161,631**	**$269**	**$268**	**-100.17%**	**-0.37%**
Ending Fund Balance	**$603,344**	**$556,384**	**$566,054**	**$404,422**	**$452,746**	**$453,014**	**11.95%**	**0.06%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Other Revenues	**$311**	100.00%

FY27 Revenues by Revenue Source

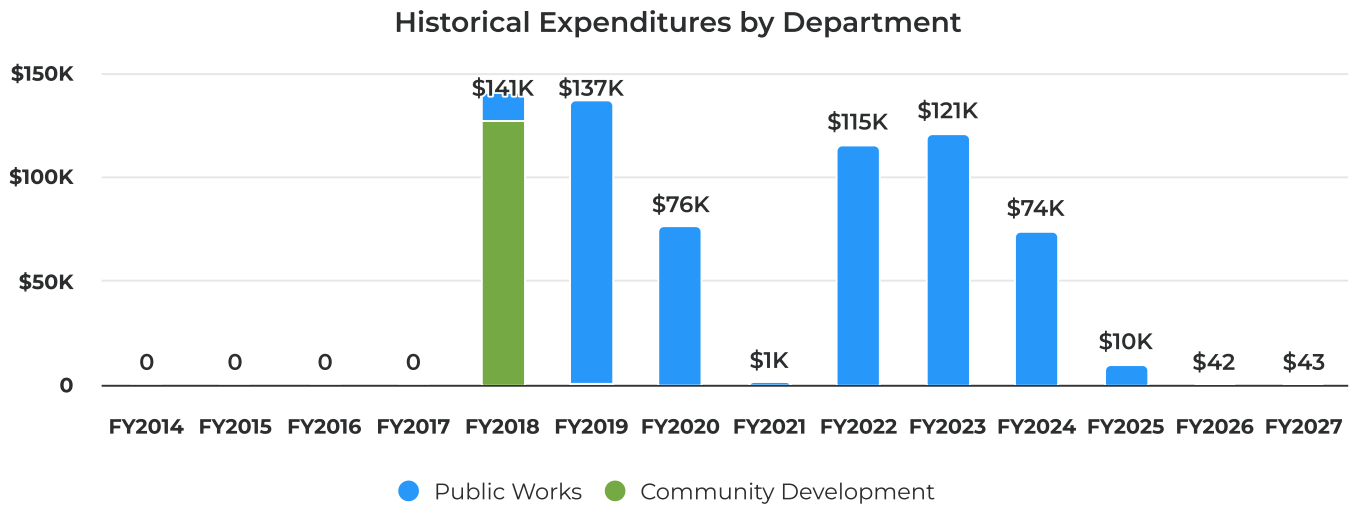


Other Revenues	**$311**	100.00%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$11,917	$8,029	$20,660	$4,440	$311	$311	-93.00%	0.00%
Fees, Grants, Intergovernmental Revenue	$150,440	$65,852	$63,178	-	-	-	-	-
Total Revenues	**$138,524**	**$73,881**	**$83,838**	**$4,440**	**$311**	**$311**	**-93.00%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



Public Works	**$42**	100.00%

FY27 Expenditures by Department

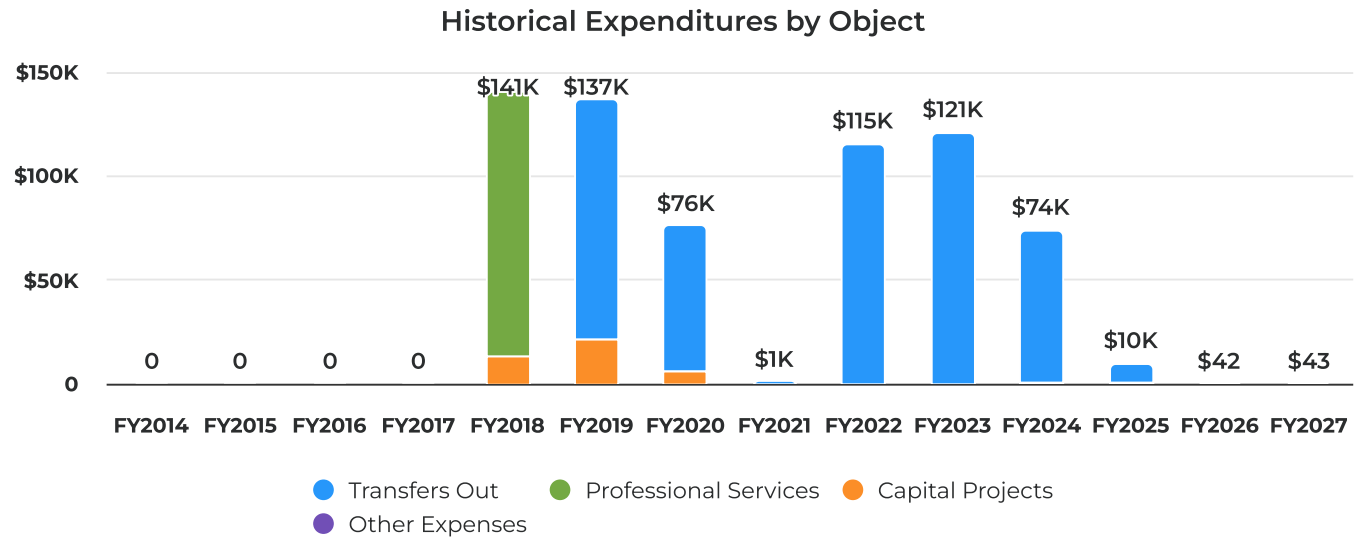


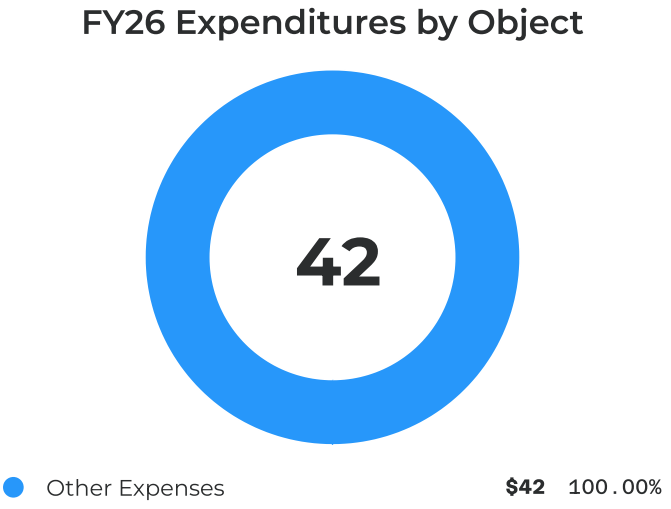
Public Works	**$43**	100.00%

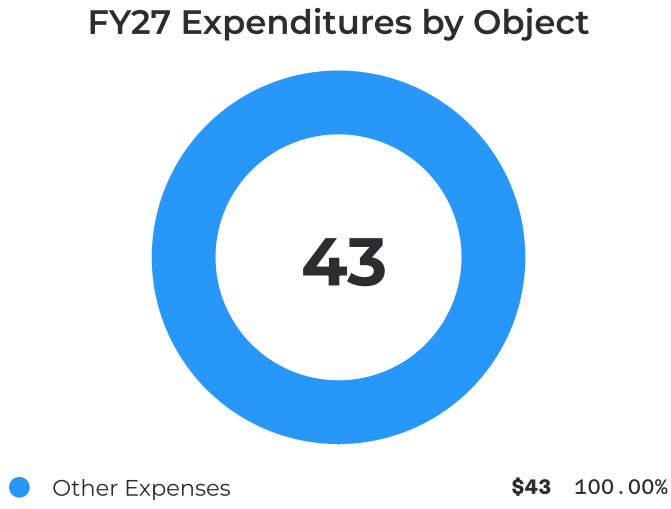
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$115,270	$121,040	$73,965	$166,071	$42	$43	-99.97%	2.38%
Total Expenditures	**$115,270**	**$121,040**	**$73,965**	**$166,071**	**$42**	**$43**	**-99.97%**	**2.38%**

Expenditures by Object Summary



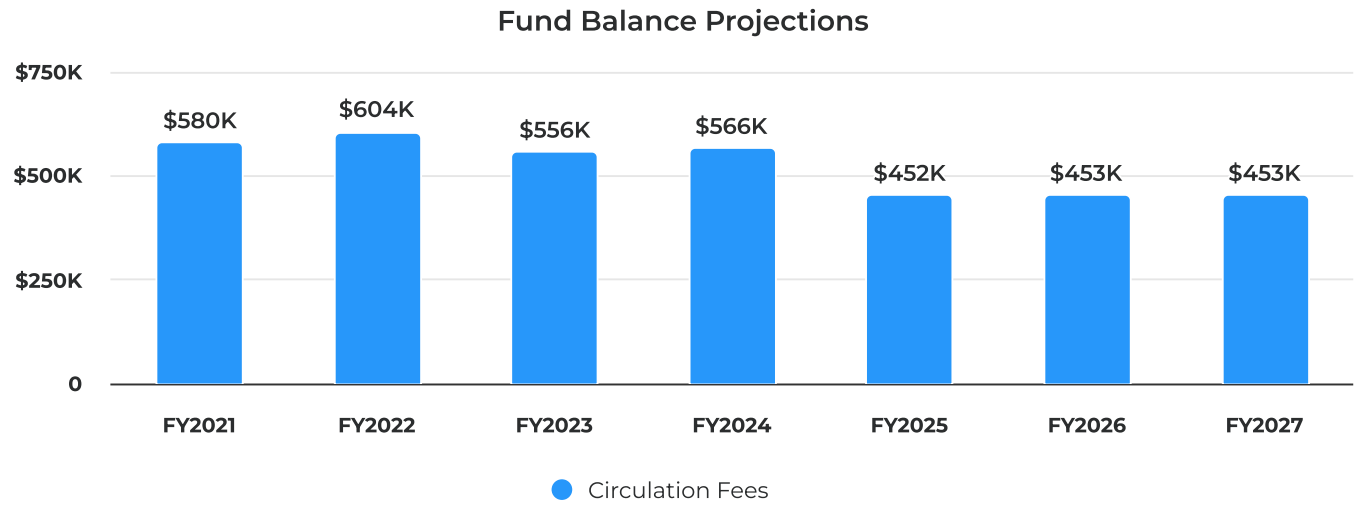




Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Expenses	-	-	$36	$41	$43	$42	2.44%	2.38%
Transfers Out	$115,270	$121,040	$73,929	$166,030	-	-	-100.00%	-
Total Expenditures	**$115,270**	**$121,040**	**$73,965**	**$166,071**	**$43**	**$42**	**-99.97%**	**2.38%**

Fund Balance



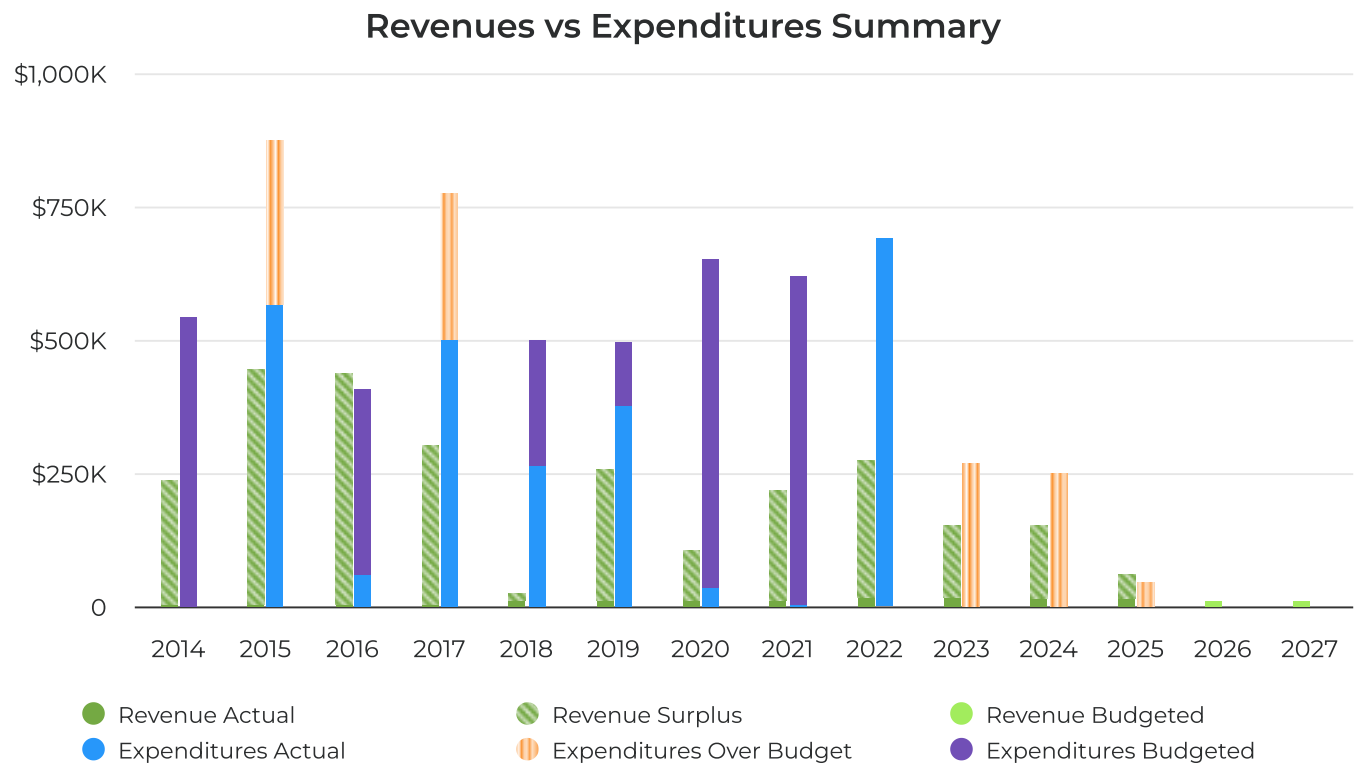
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Circulation Fees	$603,543.45	$556,181.01	$566,053.59	$452,476.93	$452,745.93	$453,013.93	0.06%	$269.00
Total Fund Balance	**$603,543.45**	**$556,181.01**	**$566,053.59**	**$452,476.93**	**$452,745.93**	**$453,013.93**	**0.06%**	**$269.00**

Impact Fees Fund

The Impact Fee Fund was established to provide for additional facilities needed to serve the population residing in newly-constructed homes. Revenues for this fund consist of development fees which are collected under California Government Code Section 66001, the Mitigation Fee Act, for the specific improvements adopted by the City Council in Ordinance No. O-93-01. In FY 2025, the City updated and restructured the previous Impact Fees. The fees were approved by Resolution No. 2025-007 and became effective July 1, 2025. The fees are increased by various price indices on January 1st of each year unless changed otherwise by City Council.

Summary



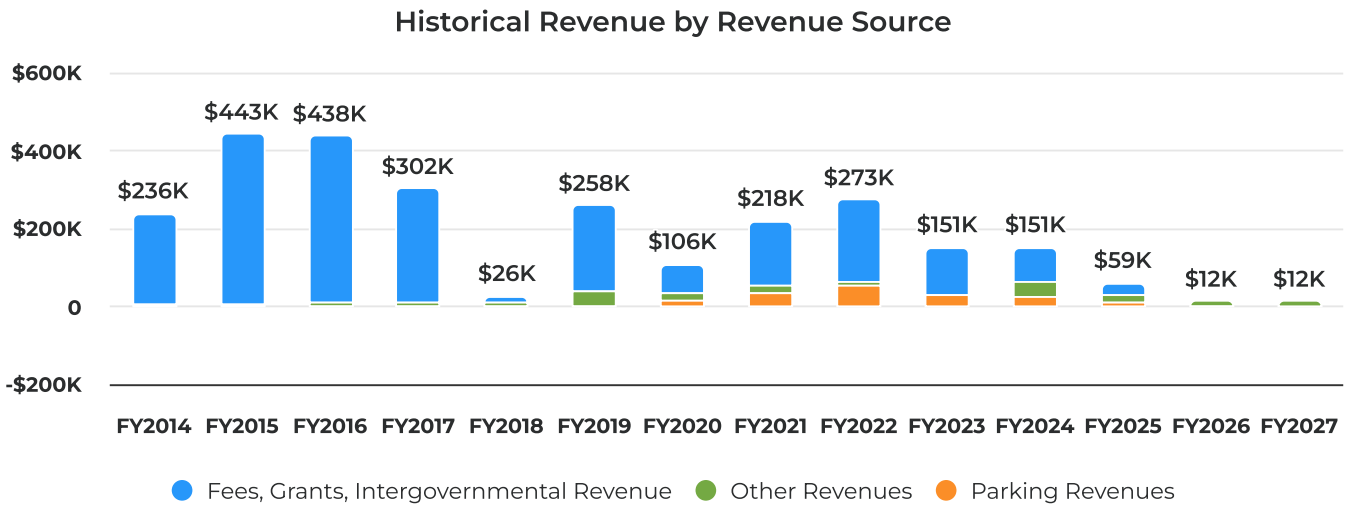
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$1,026,661**	**$637,875**	**$491,886**	**$391,684**	**$404,243**	**$415,548**	**3.21%**	**2.80%**
Revenues								
Other Revenues	$8,983	-$1,399	$38,756	$12,345	$12,246	$12,246	-0.80%	0.00%
Fees, Grants, Intergovernmental Revenue	$211,702	$120,108	$86,497	-	-	-	-	-
Parking Revenues	$52,295	$31,138	$25,424	-	-	-	-	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues	**$272,980**	**$149,847**	**$150,677**	**$12,345**	**$12,246**	**$12,246**	**-0.80%**	**0.00%**
Expenditures								
Professional Services	-	$266,795	-	$46,000	-	-	-100.00%	-
Other Expenses	$1,350	$1,418	$876	$914	$941	$969	2.95%	2.98%
Transfers Out	$688,963	-	$250,000	$100,626	-	-	-100.00%	-
Total Expenditures	**$690,313**	**$268,213**	**$250,876**	**$147,540**	**$941**	**$969**	**-99.36%**	**2.98%**
Total Revenues Less Expenditures	**-$417,333**	**-$118,366**	**-$100,199**	**-$135,195**	**$11,305**	**$11,277**	**-108.36%**	**-0.25%**
Ending Fund Balance	**$609,328**	**$519,509**	**$391,687**	**$256,489**	**$415,548**	**$426,825**	**62.01%**	**2.71%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Other Revenues	**$12,246**	100.00%

FY27 Revenues by Revenue Source

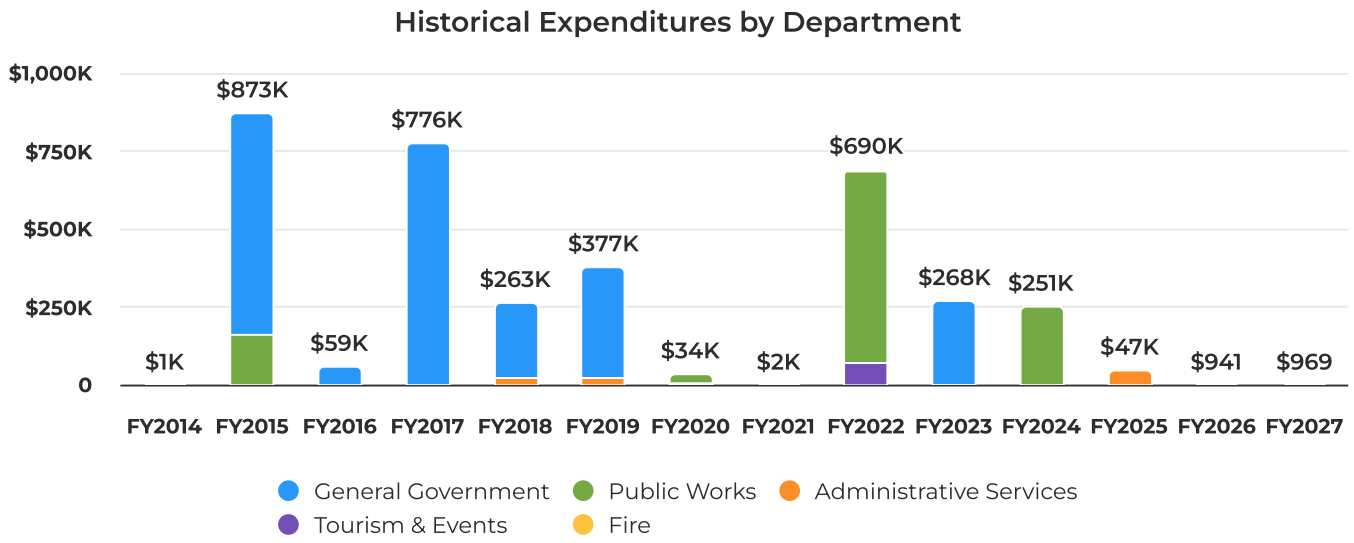


Other Revenues	**$12,246**	100.00%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	$8,983	-$1,399	$38,756	$12,345	$12,246	$12,246	-0.80%	0.00%
Fees, Grants, Intergovernmental Revenue	$211,702	$120,108	$86,497	-	-	-	-	-
Parking Revenues	$52,295	$31,138	$25,424	-	-	-	-	-
Total Revenues	**$272,980**	**$149,847**	**$150,677**	**$12,345**	**$12,246**	**$12,246**	**-0.80%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department



General Government **$941** 100.00%

FY27 Expenditures by Department

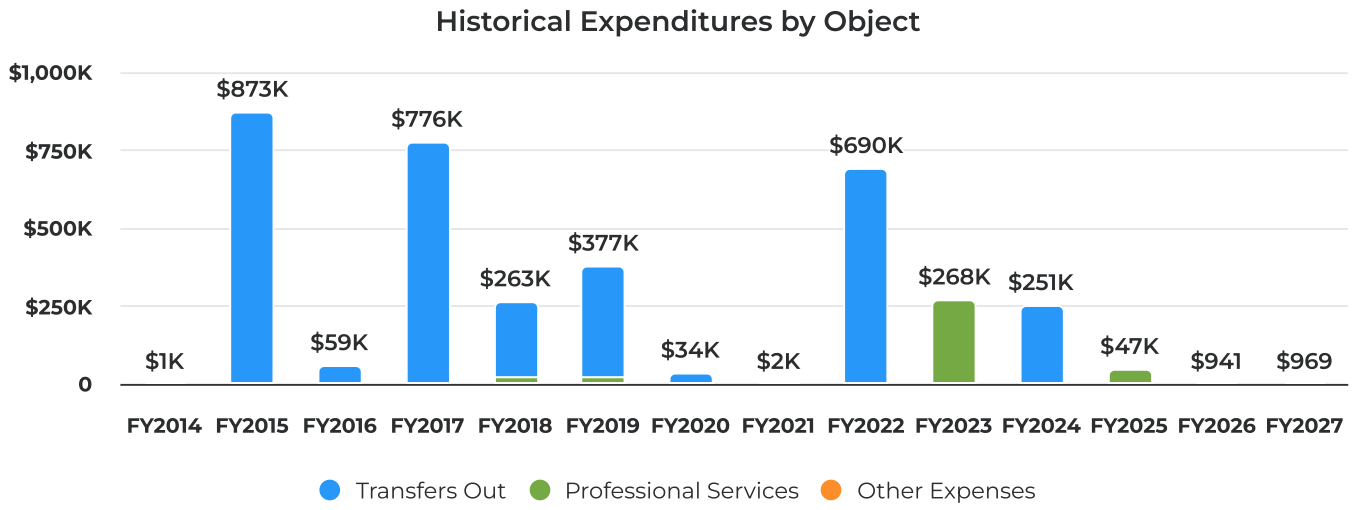


General Government **$969** 100.00%

Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	$7,247	$268,213	$876	$914	$941	$969	2.95%	2.98%
Administrative Services	-	-	-	$46,000	-	-	-100.00%	-
Tourism & Events	$66,999	-	-	-	-	-	-	-
Public Works	$616,067	-	$250,000	-	-	-	-	-
Community Development	-	-	-	$100,626	-	-	-100.00%	-
Total Expenditures	**$690,313**	**$268,213**	**$250,876**	**$147,540**	**$941**	**$969**	**-99.36%**	**2.98%**

Expenditures by Object Summary



FY26 Expenditures by Object



Other Expenses **$941** 100.00%

FY27 Expenditures by Object

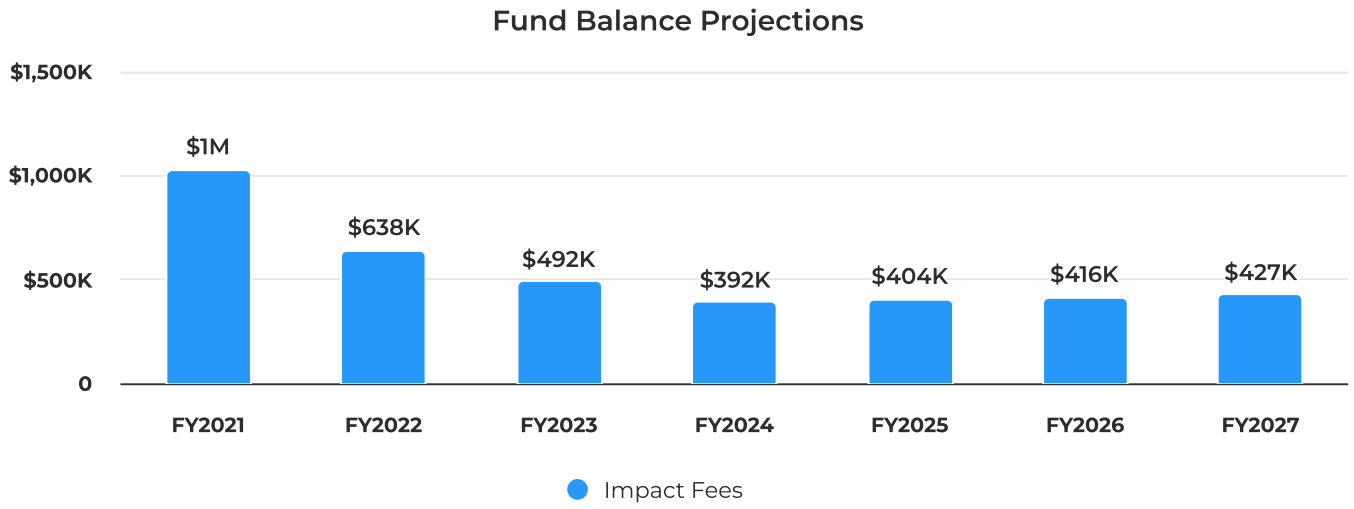


Other Expenses **$969** 100.00%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	$266,795	-	$46,000	-	-	-100.00%	-
Other Expenses	$1,350	$1,418	$876	$914	$969	$941	2.95%	2.98%
Transfers Out	$688,963	-	$250,000	$100,626	-	-	-100.00%	-
Total Expenditures	**$690,313**	**$268,213**	**$250,876**	**$147,540**	**$969**	**$941**	**-99.36%**	**2.98%**

Fund Balance



Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Impact Fees	$637,874.89	$491,885.90	$391,684.46	$404,242.66	$415,547.66	$426,824.66	2.80%	$11,305.00
Total Fund Balance	**$637,874.89**	**$491,885.90**	**$391,684.46**	**$404,242.66**	**$415,547.66**	**$426,824.66**	**2.80%**	**$11,305.00**

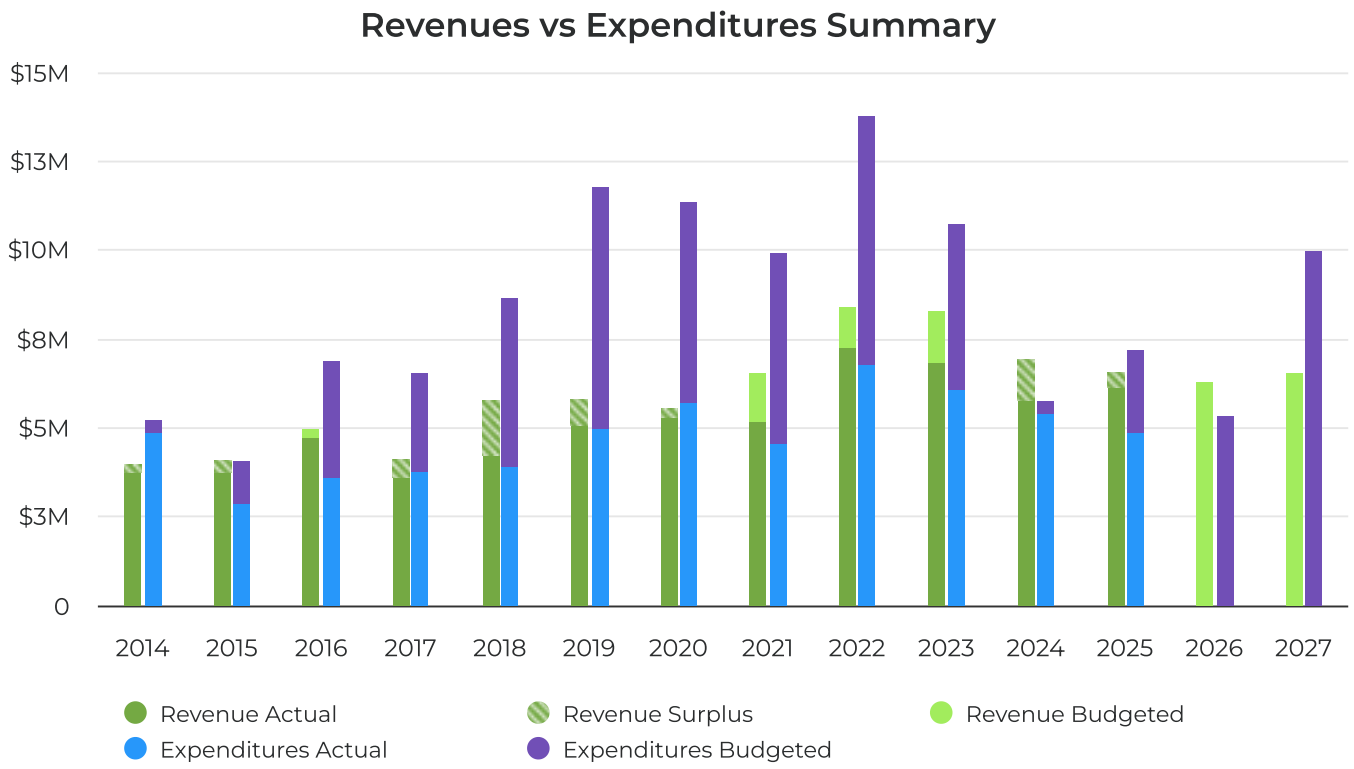
Water Enterprise Fund

The Water Enterprise Funds consist of the Water Operating Fund, the Water Tax Fund, the Water Construction Fund, and the Water Expansion Fund. Each of these funds supports different sources and uses. Looking at all Water Enterprise Funds combined, water revenues in the Water Enterprise Funds are from water service charges, sales from water usage, and transfers in from other funds. Expenditures from the Water Enterprise Funds are from San Luis Obispo County and the Central Coast Water Authority for the costs of providing water to the City. In addition, costs include personnel, utilities, supplies, materials, and transfers to other funds.

The Water Enterprise Fund shown below includes operations and billing is responsible for ensuring that a safe, drinkable supply of water is provided to Pismo Beach. This responsibility is accomplished through ongoing inspection, repair and maintenance of the City's wells, tanks, booster stations, hydro-pneumatic system, and water distribution system components. The City's water distribution system and supply are sampled in accordance with California Department of Public Health regulations and guidelines. Tasks also include educating water customers on water quality, cost, and conservation issues.

The Water Billing activity accounts for staff, contract meter reading and direct services and supplies related to water billings. Bills are sent to approximately half of the City's customers each month. This unit of the Administrative Services Department also handles public requests for new service and service shutoff.

Summary

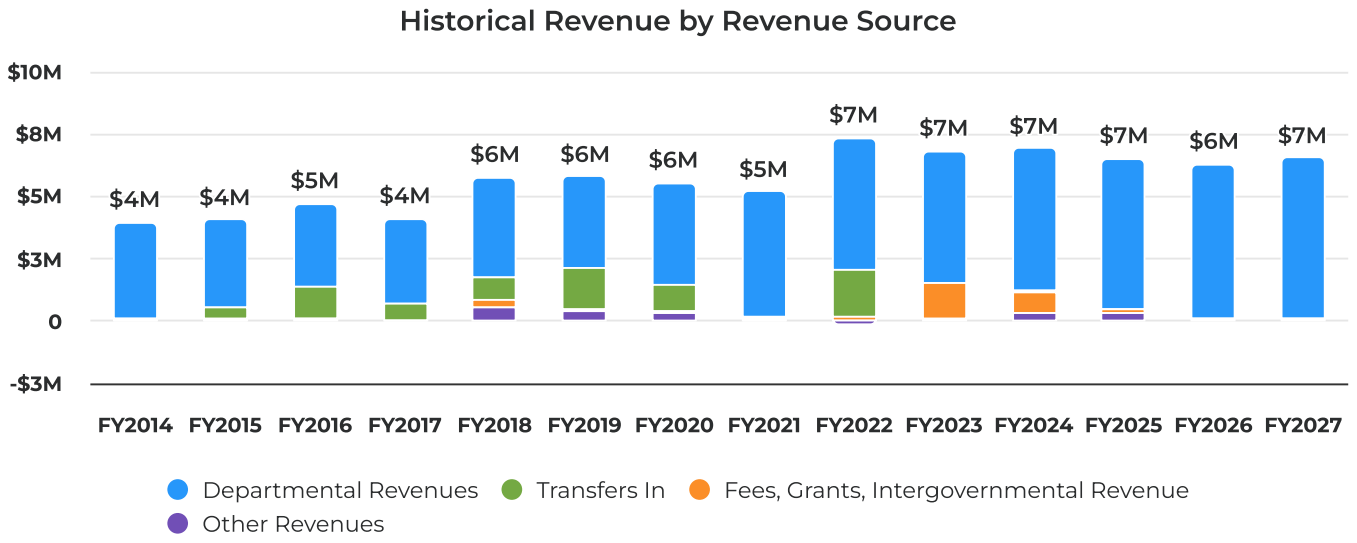


Comprehensive Fund Summary

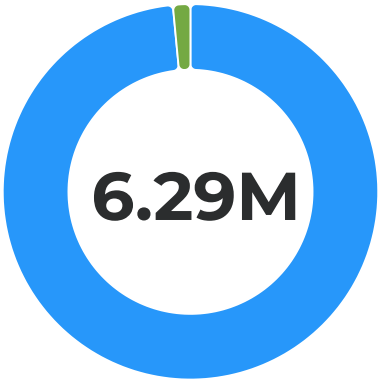
Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$6,882,780**	**$5,107,388**	**$8,492,793**	**$9,845,204**	**$11,021,278**	**$11,970,061**	**11.95%**	**8.61%**
Revenues								
Other Revenues	-$132,931	$88,132	$322,703	$58,315	$94,381	$94,381	61.85%	0.00%
Fees, Grants, Intergovernmental Revenue	$188,694	$1,413,960	$810,419	$1,414,167	-	-	-100.00%	-
Departmental Revenues	$5,277,930	$5,287,728	$5,740,761	$6,053,300	$6,198,300	$6,444,300	2.40%	3.97%
Transfers In	$1,880,697	$35,016	$70,978	$364,832	-	-	-100.00%	-
Total Revenues	**$7,214,390**	**$6,824,835**	**$6,944,862**	**$7,890,614**	**$6,292,681**	**$6,538,681**	**-20.25%**	**3.91%**
Expenditures								
Personnel	$660,308	$892,996	$919,268	$963,026	$999,993	$1,017,845	3.84%	1.79%
Professional Services	$1,986,352	$3,044,853	$1,836,892	$2,293,059	$1,883,409	$2,209,990	-17.86%	17.34%
Contract Services	$311,790	$296,224	$354,743	$430,453	$406,869	$433,731	-5.48%	6.60%
Operations & Maintenance	$216,759	$238,112	$350,297	$424,198	$381,924	$490,842	-9.97%	28.52%
Other Expenses	$853,685	$923,810	$999,945	$629,908	$734,408	$756,249	16.59%	2.97%
Capital Projects	$18,129	$12,480	$578	$635,719	$83,000	$83,000	-86.94%	0.00%
Other Financing Uses	$15,144	$47,379	$19,475	$64,034	$15,000	$15,000	-76.57%	0.00%
Transfers Out	$2,697,463	$594,760	$918,072	$6,704,279	$839,295	$4,997,295	-87.48%	495.42%
Total Expenditures	**$6,759,630**	**$6,050,614**	**$5,399,270**	**$12,144,675**	**$5,343,898**	**$10,003,952**	**-56.00%**	**87.20%**
Total Revenues Less Expenditures	**$454,760**	**$774,221**	**$1,545,592**	**-$4,254,061**	**$948,783**	**-$3,465,271**	**-122.30%**	**-465.23%**
Ending Fund Balance	**$7,337,540**	**$5,881,610**	**$10,038,385**	**$5,591,143**	**$11,970,061**	**$8,504,791**	**114.09%**	**-28.95%**

Revenues by Revenue Source

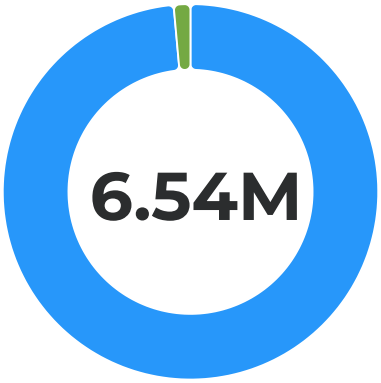


FY26 Revenues by Revenue Source



Departmental Revenues	$6,198,300	98.50%
Other Revenues	$94,381	1.50%

FY27 Revenues by Revenue Source



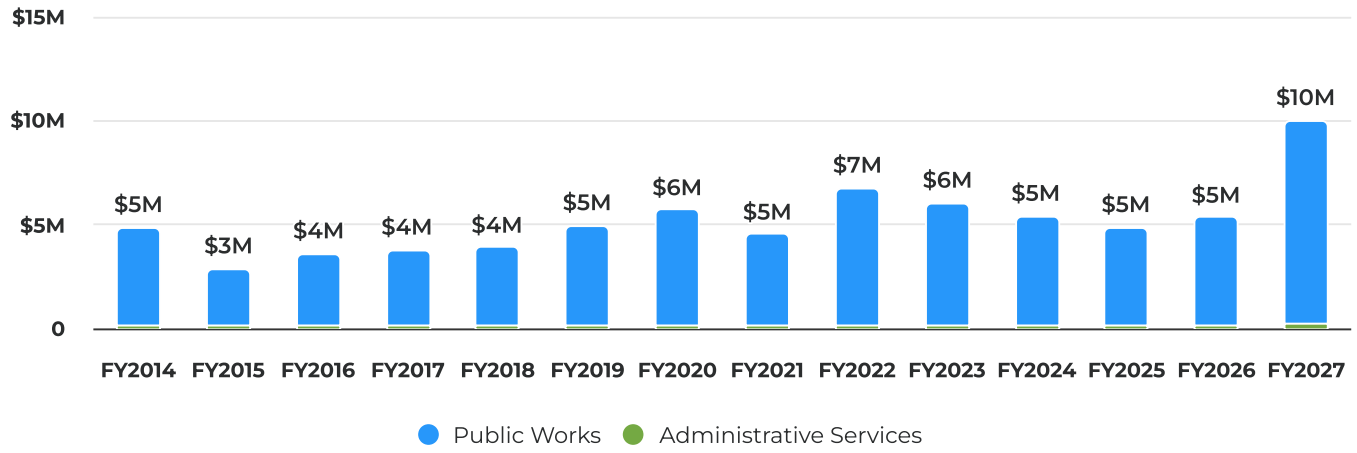
Departmental Revenues	$6,444,300	98.56%
Other Revenues	$94,381	1.44%

Revenues by Revenue Source

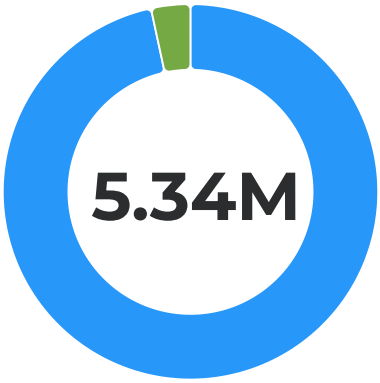
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$132,931	$88,132	$322,703	$58,315	$94,381	$94,381	61.85%	0.00%
Fees, Grants, Intergovernmental Revenue	$188,694	$1,413,960	$810,419	$1,414,167	-	-	-100.00%	-
Departmental Revenues	$5,277,930	$5,287,728	$5,740,761	$6,053,300	$6,198,300	$6,444,300	2.40%	3.97%
Transfers In	$1,880,697	$35,016	$70,978	$364,832	-	-	-100.00%	-
Total Revenues	**$7,214,390**	**$6,824,835**	**$6,944,862**	**$7,890,614**	**$6,292,681**	**$6,538,681**	**-20.25%**	**3.91%**

Expenditures by Department

Historical Expenditures by Department

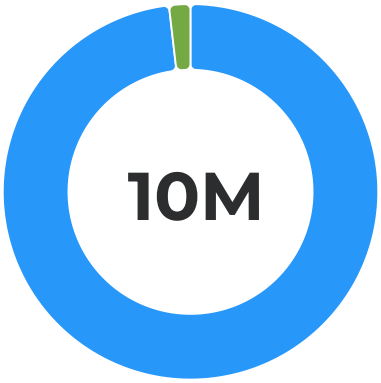


FY26 Expenditures by Department



Public Works	$5,163,394	96.62%
Administrative Services	$180,504	3.38%

FY27 Expenditures by Department



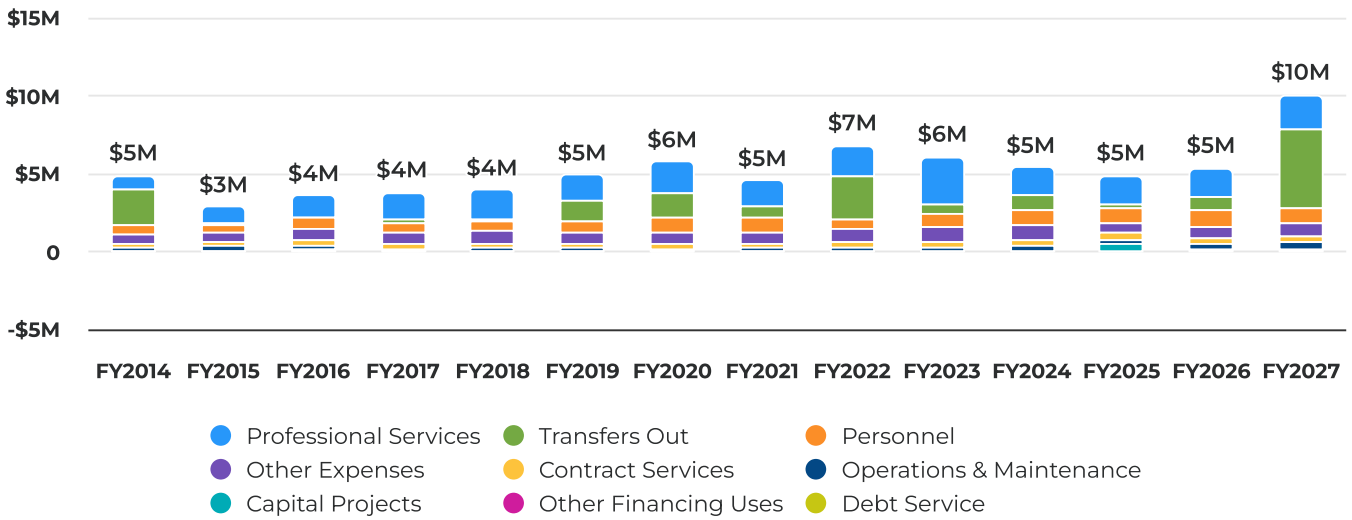
Public Works	$9,820,586	98.17%
Administrative Services	$183,366	1.83%

Expenditures by Department

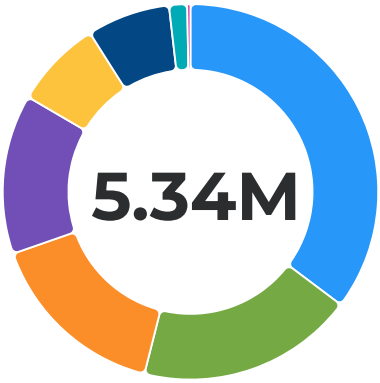
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	-	-	-	$8,344	-	-	-100.00%	-
Administrative Services	$117,598	$140,070	$153,282	$182,736	$180,504	$183,366	-1.22%	1.59%
Public Works	$6,642,032	$5,910,544	$5,245,987	$11,953,595	$5,163,394	$9,820,586	-56.80%	90.20%
Total Expenditures	**$6,759,630**	**$6,050,614**	**$5,399,270**	**$12,144,675**	**$5,343,898**	**$10,003,952**	**-56.00%**	**87.20%**

Expenditures by Object Summary

Historical Expenditures by Object

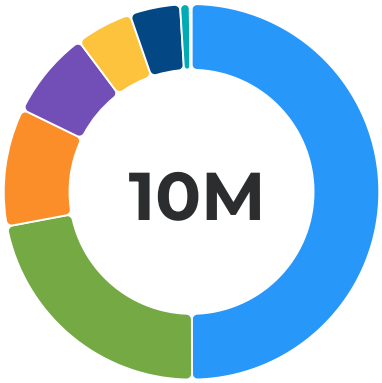


FY26 Expenditures by Object



Professional Services	**$1,883,409**	35.24%
Personnel	**$999,993**	18.71%
Transfers Out	**$839,295**	15.71%
Other Expenses	**$734,408**	13.74%
Contract Services	**$406,869**	7.61%
Operations & Maintenance	**$381,924**	7.15%
Capital Projects	**$83,000**	1.55%
Other Financing Uses	**$15,000**	0.28%

FY27 Expenditures by Object

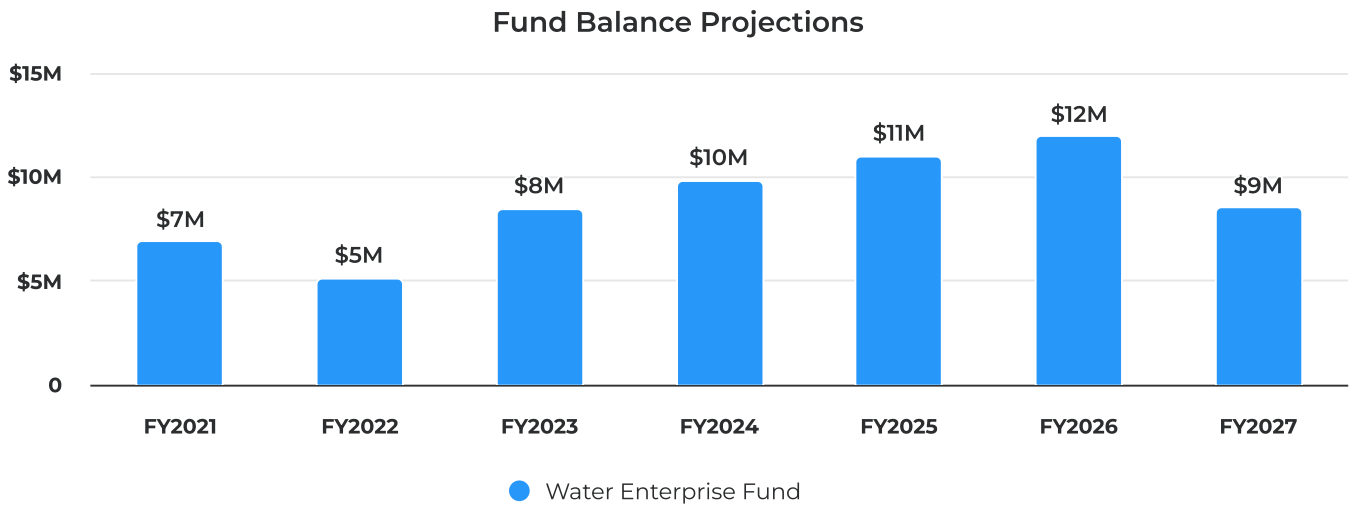


Transfers Out	**$4,997,295**	49.95%
Professional Services	**$2,209,990**	22.09%
Personnel	**$1,017,845**	10.17%
Other Expenses	**$756,249**	7.56%
Operations & Maintenance	**$490,842**	4.91%
Contract Services	**$433,731**	4.34%
Capital Projects	**$83,000**	0.83%
Other Financing Uses	**$15,000**	0.15%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$660,308	$892,996	$919,268	$963,026	$1,017,845	$999,993	3.84%	1.79%
Professional Services	$1,986,352	$3,044,853	$1,836,892	$2,293,059	$2,209,990	$1,883,409	-17.86%	17.34%
Contract Services	$311,790	$296,224	$354,743	$430,453	$433,731	$406,869	-5.48%	6.60%
Operations & Maintenance	$216,759	$238,112	$350,297	$424,198	$490,842	$381,924	-9.97%	28.52%
Other Expenses	$853,685	$923,810	$999,945	$629,908	$756,249	$734,408	16.59%	2.97%
Capital Projects	$18,129	$12,480	$578	$635,719	$83,000	$83,000	-86.94%	0.00%
Other Financing Uses	$15,144	$47,379	$19,475	$64,034	$15,000	$15,000	-76.57%	0.00%
Transfers Out	$2,697,463	$594,760	$918,072	$6,704,279	$4,997,295	$839,295	-87.48%	495.42%
Total Expenditures	**$6,759,630**	**$6,050,614**	**$5,399,270**	**$12,144,675**	**$10,003,952**	**$5,343,898**	**-56.00%**	**87.20%**

Fund Balance



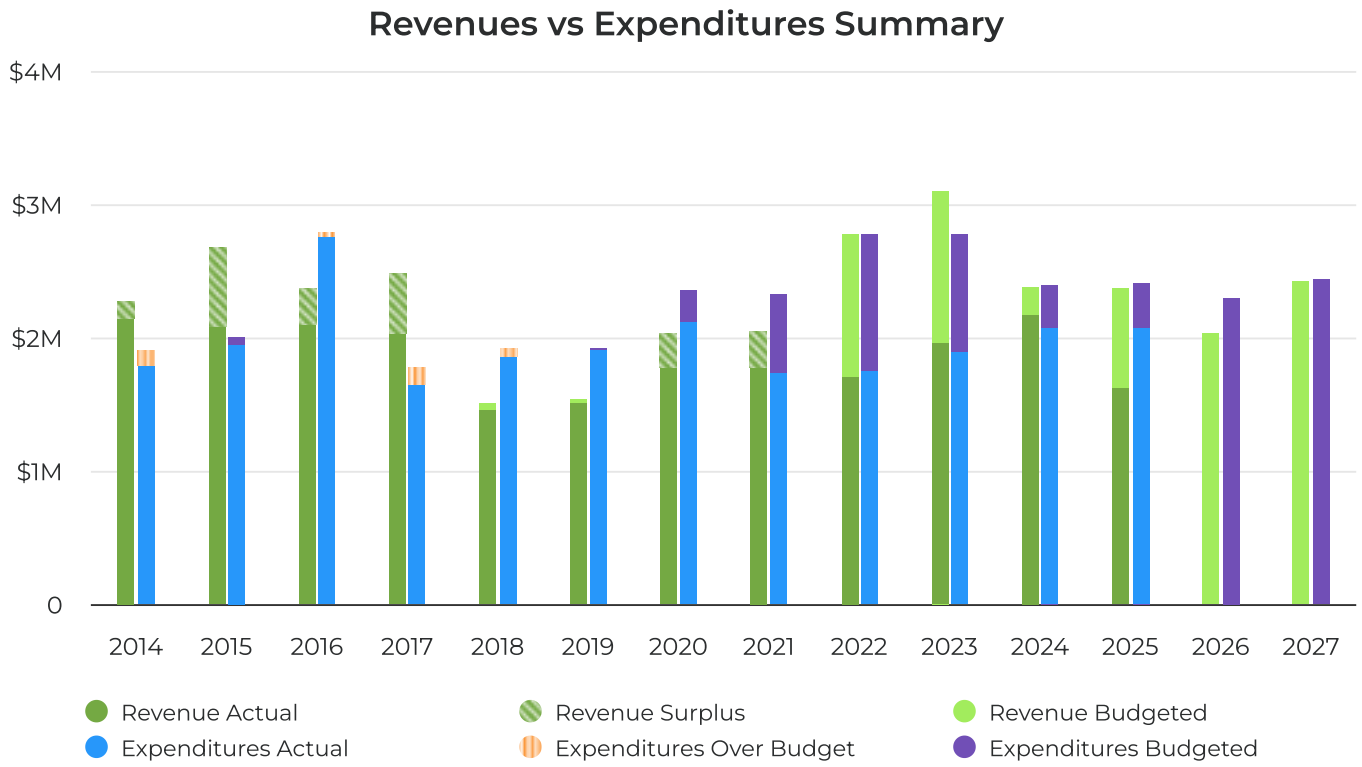
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Water Enterprise Fund	$5,107,388.43	$8,492,793.04	$9,845,204.40	$11,021,278.01	$11,970,061.46	$8,504,790.91	8.61%	$948,783.45
Total Fund Balance	**$5,107,388.43**	**$8,492,793.04**	**$9,845,204.40**	**$11,021,278.01**	**$11,970,061.46**	**$8,504,790.91**	**8.61%**	**$948,783.45**

Water Tax Lopez State

This Water Tax Lopez and State Water Fund accounts for the expenditure of the special water tax, adopted by Pismo Beach voters in 1997. Proceeds of the tax can be used only for fixed costs of state water and/or Lopez Reservoir water. The voters set the maximum tax rate at $208.24 per EDU (equivalent dwelling unit) for FY 2022. The tax rate rises annually at the same rate as the consumer price index, up to a maximum of 3%. The actual tax rate set in any year must take into account the amount of state water impact fee revenues actually received by the City in the prior year, as a way of minimizing the tax rate level. Reserves can be accrued but cannot exceed 25% of the annual fixed costs of the state and Lopez water systems.

Summary



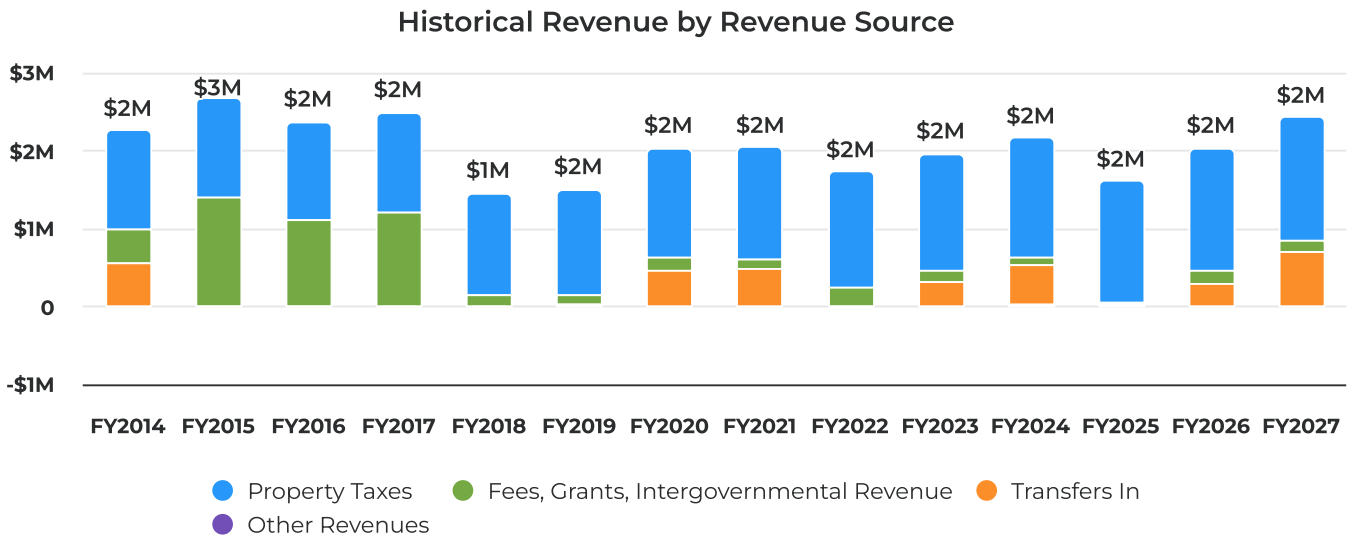
Comprehensive Fund Summary

Comprehensive Fund Summary

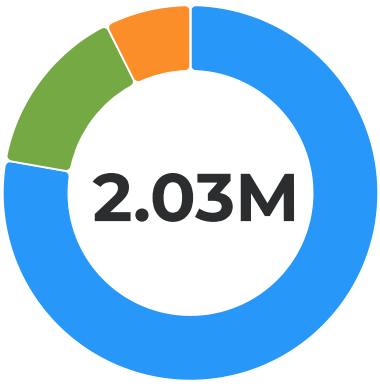
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$210,888**	**$139,495**	**$296,671**	**$257,476**	**$301,378**	**$29,319**	**17.05%**	**-90.27%**
Revenues								
Property Taxes	$1,482,864	$1,503,806	$1,548,362	$1,404,540	$1,575,000	$1,575,000	12.14%	0.00%
Other Revenues	-$24,020	$2,045	$28,847	$1,221	$143	$143	-88.29%	0.00%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Fees, Grants, Intergovernmental Revenue	$250,885	$157,785	$85,736	$60,000	$150,000	$150,000	150.00%	0.00%
Transfers In	-	$300,000	$500,000	$900,000	$300,000	$700,000	-66.67%	133.33%
Total Revenues	**$1,709,729**	**$1,963,636**	**$2,162,945**	**$2,365,761**	**$2,025,143**	**$2,425,143**	**-14.40%**	**19.75%**
Expenditures								
Professional Services	$1,739,645	$1,881,265	$2,076,448	$2,439,365	$2,297,202	$2,439,652	-5.83%	6.20%
Total Expenditures	**$1,739,645**	**$1,881,265**	**$2,076,448**	**$2,439,365**	**$2,297,202**	**$2,439,652**	**-5.83%**	**6.20%**
Total Revenues Less Expenditures	**-$29,916**	**$82,372**	**$86,497**	**-$73,604**	**-$272,059**	**-$14,509**	**269.63%**	**-94.67%**
Ending Fund Balance	**$180,972**	**$221,867**	**$383,168**	**$183,872**	**$29,319**	**$14,810**	**-84.05%**	**-49.49%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Property Taxes	**$1,575,000**	77.77%
Transfers In	**$300,000**	14.81%
Fees, Grants, Intergovernmental Revenue	**$150,000**	7.41%
Other Revenues	**$143**	0.01%

FY27 Revenues by Revenue Source

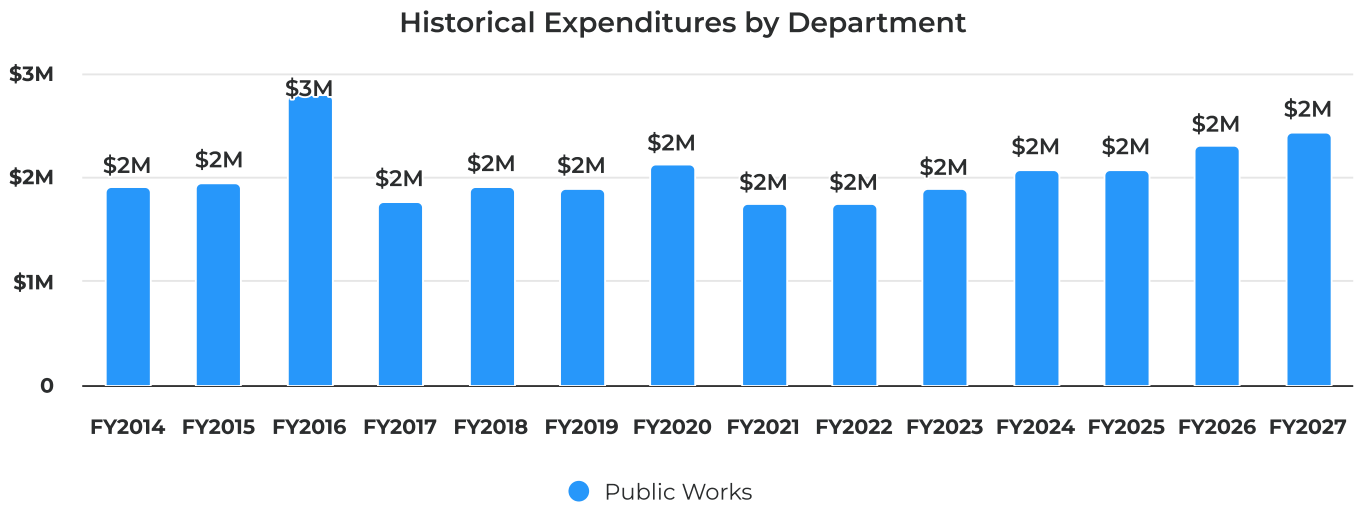


Property Taxes	**$1,575,000**	64.94%
Transfers In	**$700,000**	28.86%
Fees, Grants, Intergovernmental Revenue	**$150,000**	6.19%
Other Revenues	**$143**	0.01%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Property Taxes	$1,482,864	$1,503,806	$1,548,362	$1,404,540	$1,575,000	$1,575,000	12.14%	0.00%
Other Revenues	-$24,020	$2,045	$28,847	$1,221	$143	$143	-88.29%	0.00%
Fees, Grants, Intergovernmental Revenue	$250,885	$157,785	$85,736	$60,000	$150,000	$150,000	150.00%	0.00%
Transfers In	-	$300,000	$500,000	$900,000	$300,000	$700,000	-66.67%	133.33%
Total Revenues	**$1,709,729**	**$1,963,636**	**$2,162,945**	**$2,365,761**	**$2,025,143**	**$2,425,143**	**-14.40%**	**19.75%**

Expenditures by Department



FY26 Expenditures by Department



Public Works	**$2,297,202**	100.00%

FY27 Expenditures by Department



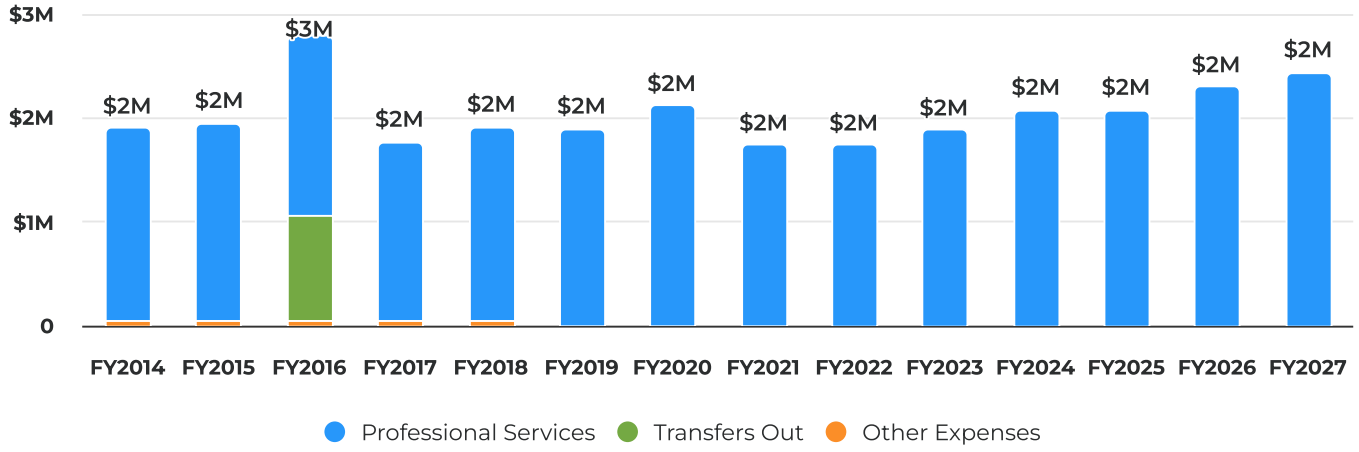
Public Works	**$2,439,652**	100.00%

Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$1,739,645	$1,881,265	$2,076,448	$2,439,365	$2,297,202	$2,439,652	-5.83%	6.20%
Total Expenditures	**$1,739,645**	**$1,881,265**	**$2,076,448**	**$2,439,365**	**$2,297,202**	**$2,439,652**	**-5.83%**	**6.20%**

Expenditures by Object Summary

Historical Expenditures by Object



FY26 Expenditures by Object



Professional Services	**$2,297,202**	100.00%

FY27 Expenditures by Object

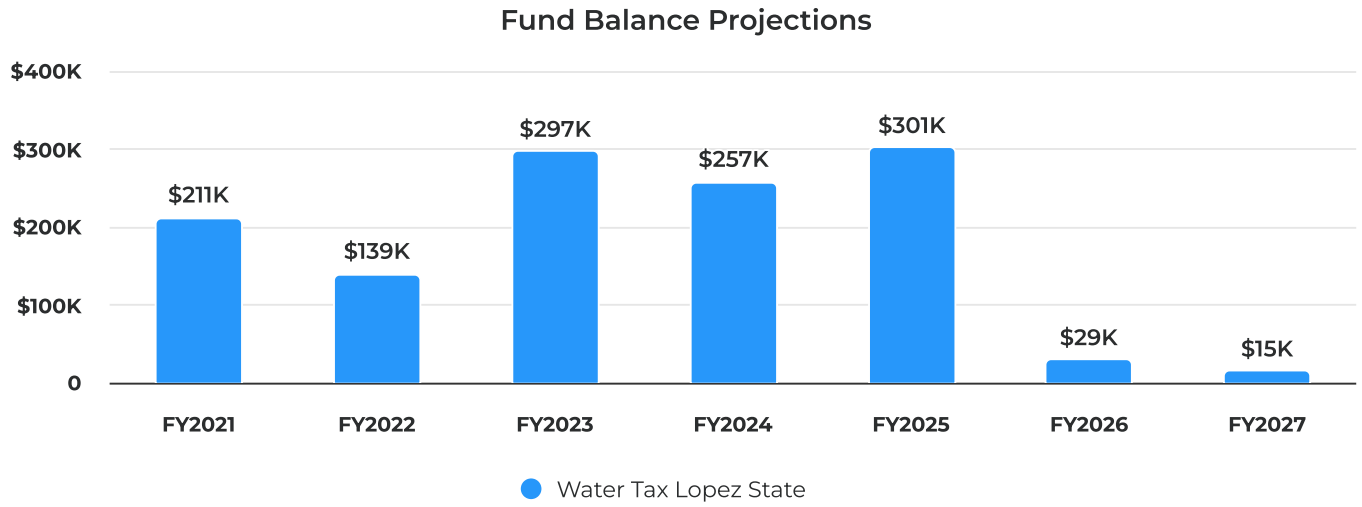


Professional Services	**$2,439,652**	100.00%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	$1,739,645	$1,881,265	$2,076,448	$2,439,365	$2,439,652	$2,297,202	-5.83%	6.20%
Total Expenditures	**$1,739,645**	**$1,881,265**	**$2,076,448**	**$2,439,365**	**$2,439,652**	**$2,297,202**	**-5.83%**	**6.20%**

Fund Balance



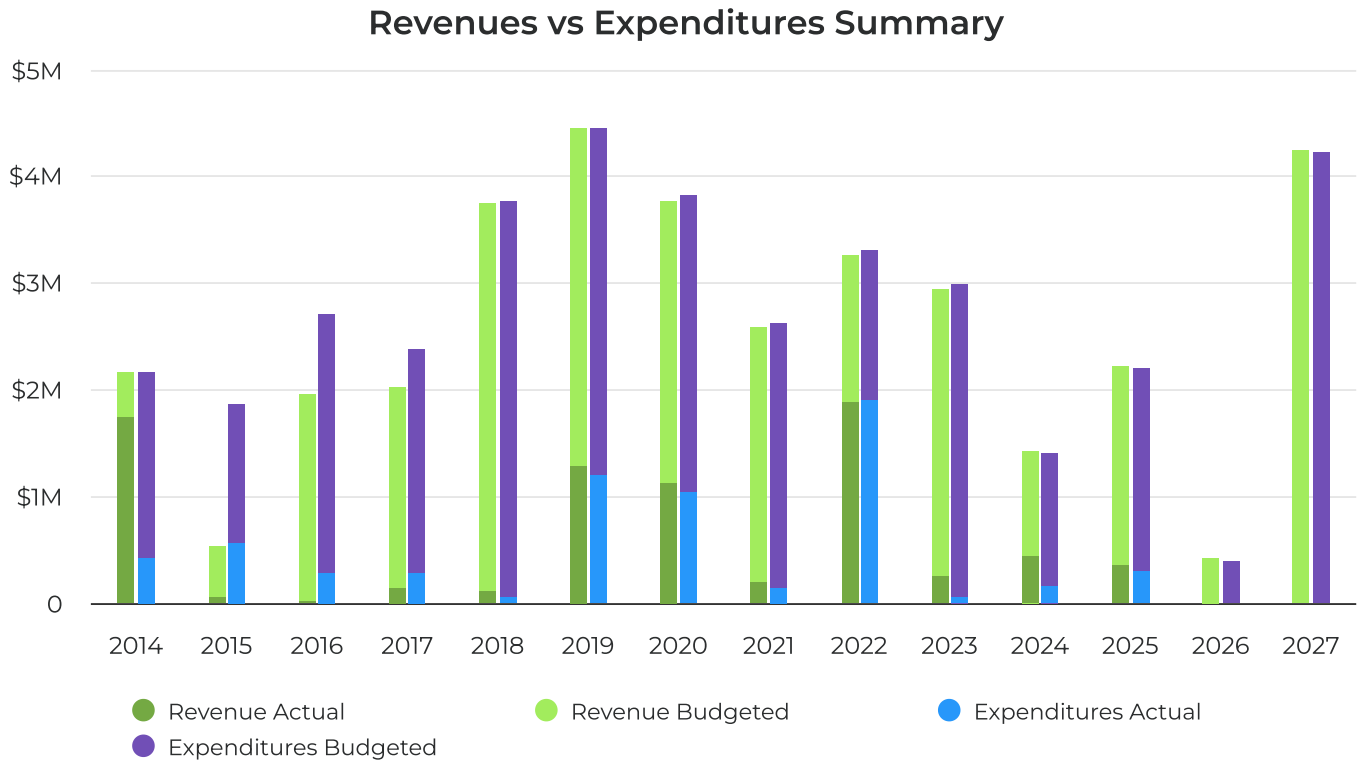
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Water Tax Lopez State	$139,495.09	$296,670.80	$257,476.02	$301,378.11	$29,319.11	$14,810.11	-90.27%	-$272,059.00
Total Fund Balance	**$139,495.09**	**$296,670.80**	**$257,476.02**	**$301,378.11**	**$29,319.11**	**$14,810.11**	**-90.27%**	**-$272,059.00**

Water Construction Fund

The Water Construction Fund was created by Resolution No. R-2013-060, per the 2013 Water Rate Study, to capture the sources and uses of funds related to construction of the City's water system capital improvement program, separate from the normal operations of the water system. The City created the fund in July 2014. Beginning in FY 2015, all water construction projects are tracked in this fund.

Summary



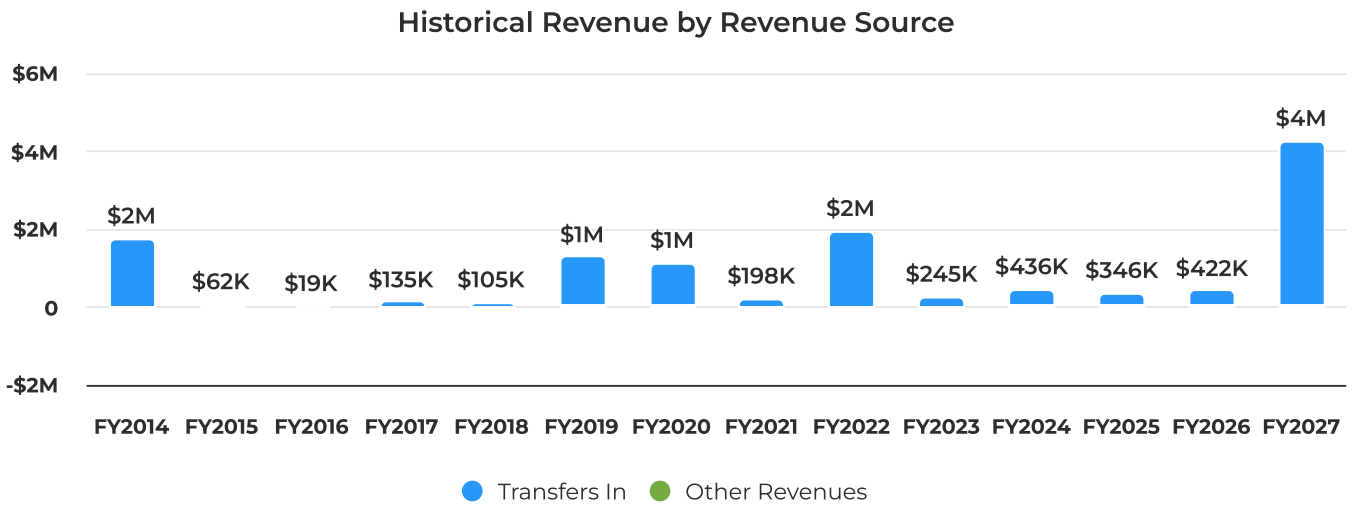
Comprehensive Fund Summary

Comprehensive Fund Summary

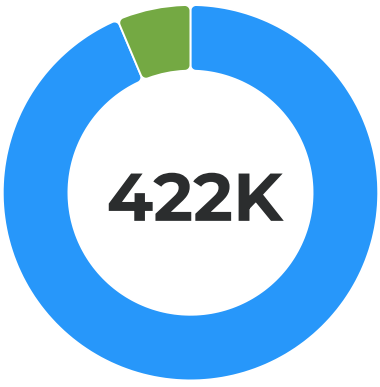
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$1,064,892**	**$1,062,040**	**$1,257,703**	**$1,527,284**	**$1,580,837**	**$1,607,640**	**3.51%**	**1.70%**
Revenues								
Other Revenues	-$58,027	-$4,337	$69,581	$15,025	$26,803	$26,803	78.39%	0.00%
Transfers In	$1,946,907	$245,186	$366,543	$5,720,535	$395,000	$4,220,000	-93.10%	968.35%
Total Revenues	**$1,888,880**	**$240,849**	**$436,124**	**$5,735,560**	**$421,803**	**$4,246,803**	**-92.65%**	**906.82%**
Expenditures								
Professional Services	-	-	-	$65,763	-	-	-100.00%	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Water & Wastewater Reserves	-	-	-	$200,000	$200,000	$200,000	0.00%	0.00%
Capital Projects	$16,210	$10,170	$95,565	$5,520,535	$195,000	$4,020,000	-96.47%	1,961.54%
Transfers Out	$1,880,697	$35,016	$70,978	-	-	-	-	-
Total Expenditures	**$1,896,907**	**$45,186**	**$166,543**	**$5,786,297**	**$395,000**	**$4,220,000**	**-93.17%**	**968.35%**
Total Revenues Less Expenditures	**-$8,027**	**$195,663**	**$269,581**	**-$50,738**	**$26,803**	**$26,803**	**-152.83%**	**0.00%**
Ending Fund Balance	**$1,056,865**	**$1,257,703**	**$1,527,284**	**$1,476,546**	**$1,607,640**	**$1,634,443**	**8.88%**	**1.67%**

Revenues by Revenue Source

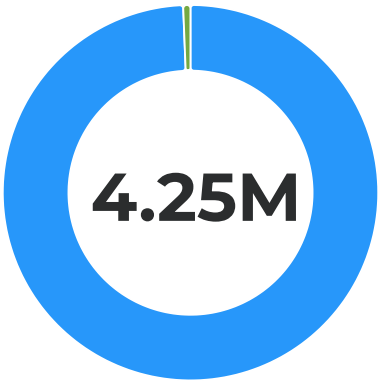


FY26 Revenues by Revenue Source



Transfers In	**$395,000**	93.65%
Other Revenues	**$26,803**	6.35%

FY27 Revenues by Revenue Source

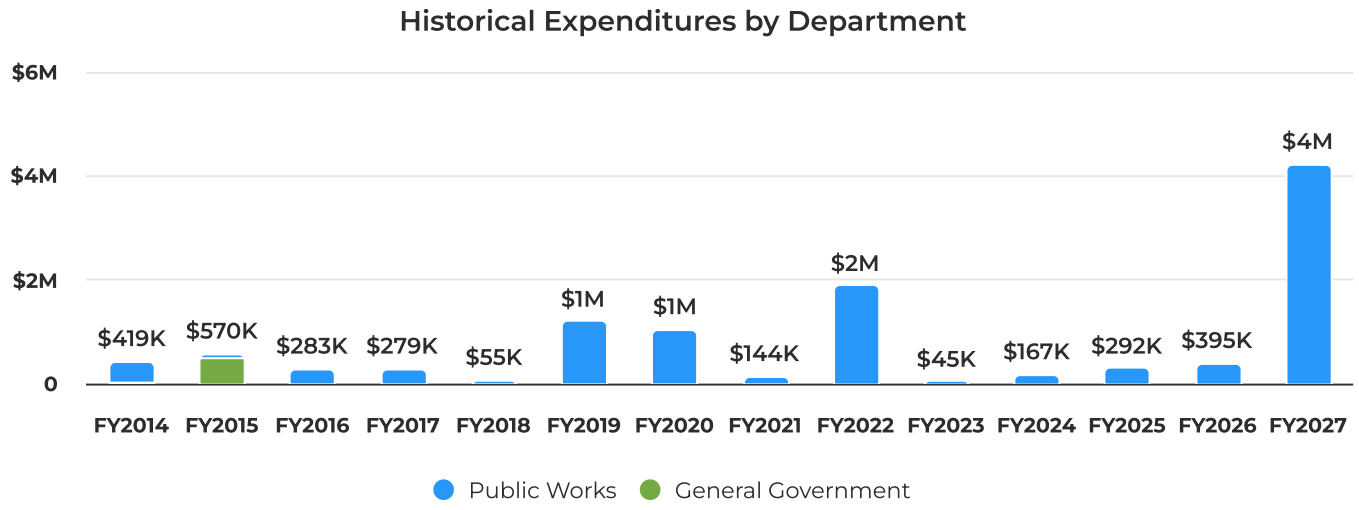


Transfers In	**$4,220,000**	99.37%
Other Revenues	**$26,803**	0.63%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$58,027	-$4,337	$69,581	$15,025	$26,803	$26,803	78.39%	0.00%
Transfers In	$1,946,907	$245,186	$366,543	$5,720,535	$395,000	$4,220,000	-93.10%	968.35%
Total Revenues	**$1,888,880**	**$240,849**	**$436,124**	**$5,735,560**	**$421,803**	**$4,246,803**	**-92.65%**	**906.82%**

Expenditures by Department



FY26 Expenditures by Department



Public Works	**$395,000**	100.00%

FY27 Expenditures by Department

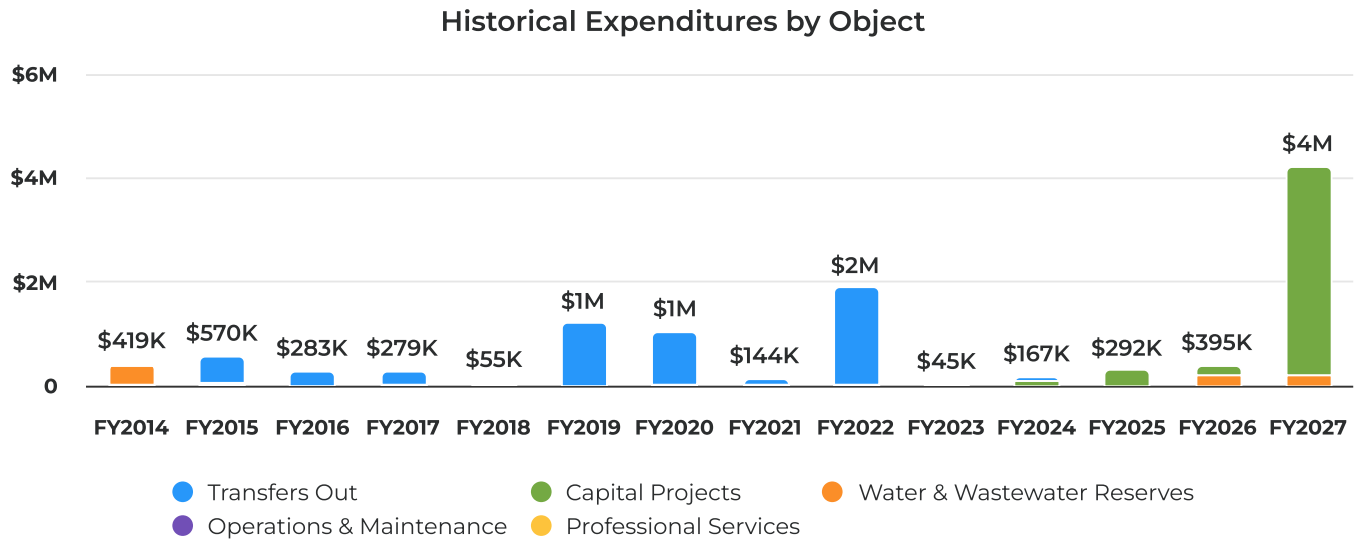


Public Works	**$4,220,000**	100.00%

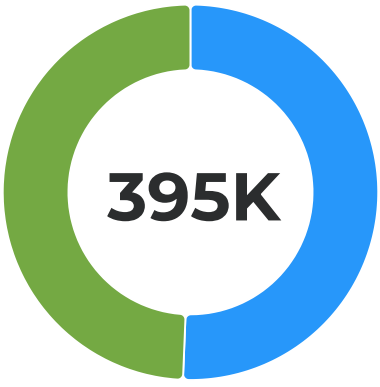
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$1,896,907	$45,186	$166,543	$5,786,297	$395,000	$4,220,000	-93.17%	968.35%
Total Expenditures	**$1,896,907**	**$45,186**	**$166,543**	**$5,786,297**	**$395,000**	**$4,220,000**	**-93.17%**	**968.35%**

Expenditures by Object Summary



FY26 Expenditures by Object



Water & Wastewater Reserves	**$200,000**	50.63%
Capital Projects	**$195,000**	49.37%

FY27 Expenditures by Object

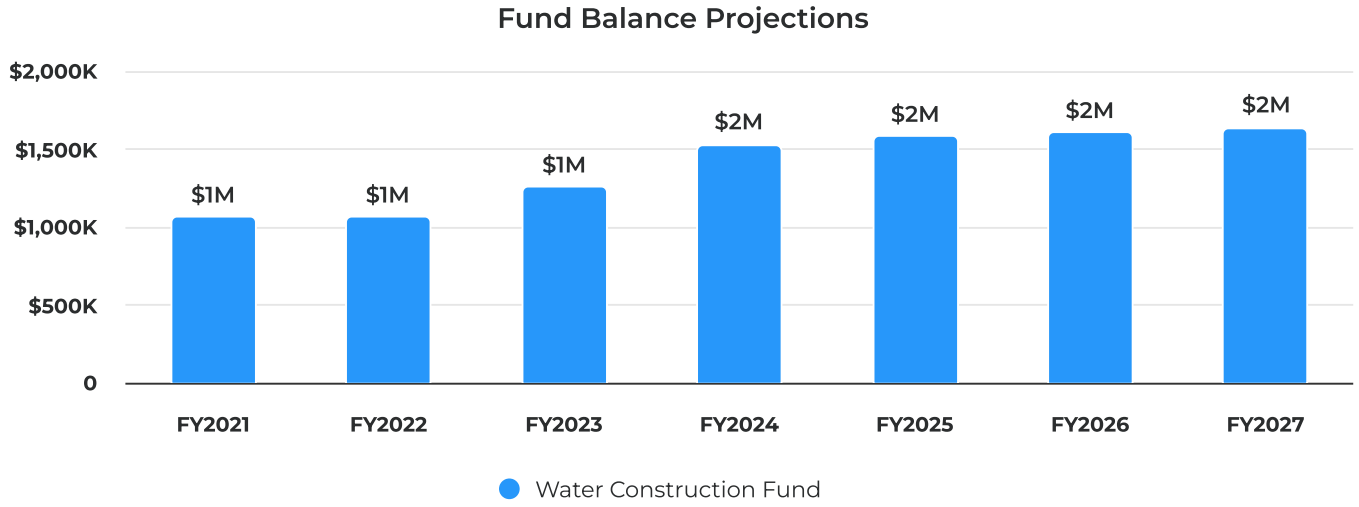


Capital Projects	**$4,020,000**	95.26%
Water & Wastewater Reserves	**$200,000**	4.74%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	-	$65,763	-	-	-100.00%	-
Water & Wastewater Reserves	-	-	-	$200,000	$200,000	$200,000	0.00%	0.00%
Capital Projects	$16,210	$10,170	$95,565	$5,520,535	$4,020,000	$195,000	-96.47%	1,961.54%
Transfers Out	$1,880,697	$35,016	$70,978	-	-	-	-	-
Total Expenditures	**$1,896,907**	**$45,186**	**$166,543**	**$5,786,297**	**$4,220,000**	**$395,000**	**-93.17%**	**968.35%**

Fund Balance



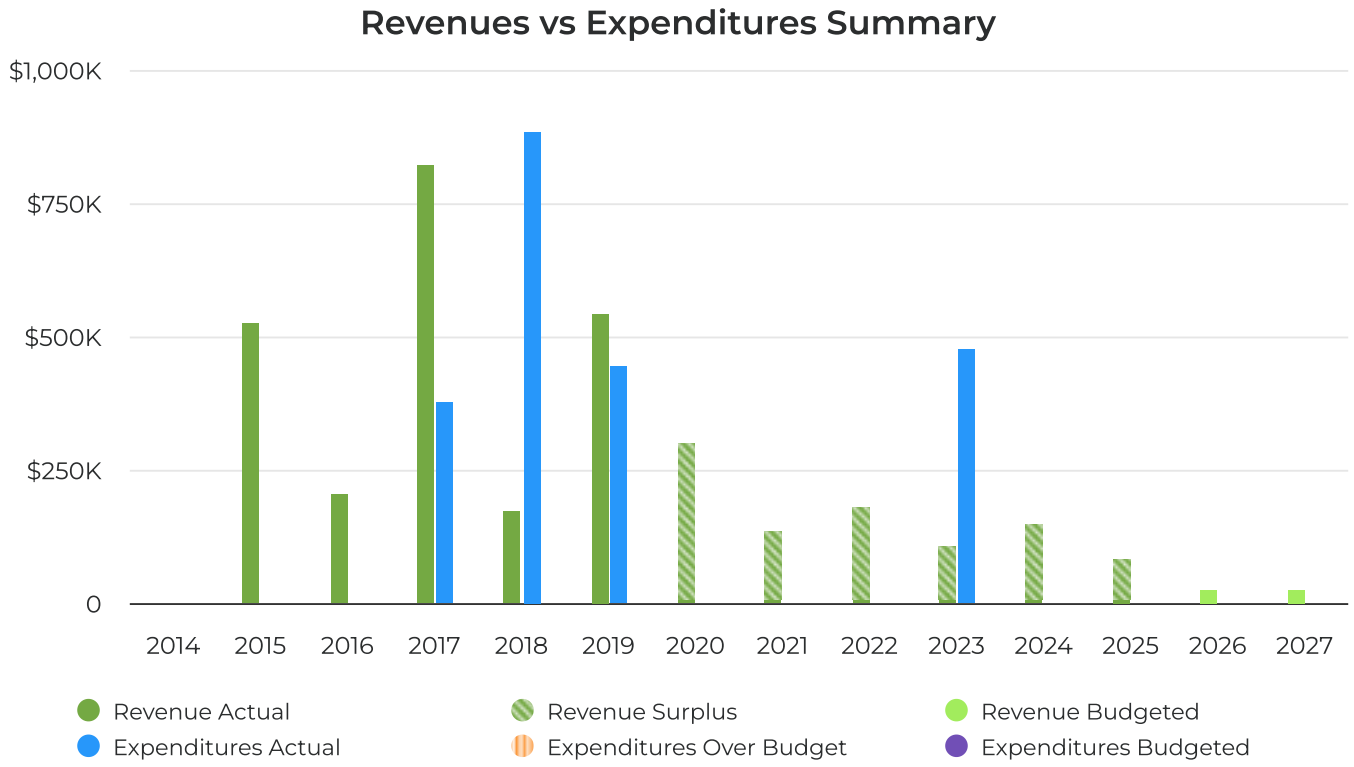
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Water Construction Fund	$1,062,039.99	$1,257,702.61	$1,527,283.68	$1,580,837.14	$1,607,640.14	$1,634,443.14	1.70%	$26,803.00
Total Fund Balance	**$1,062,039.99**	**$1,257,702.61**	**$1,527,283.68**	**$1,580,837.14**	**$1,607,640.14**	**$1,634,443.14**	**1.70%**	**$26,803.00**

Water Expansion Fund

The Water Expansion Fund established in FY 2015 accounts for water development impact fees to protect public health, safety, and general welfare, and implementing the policies of the General Plan, by providing for the provision of adequate water supply to support orderly development. These fees were formerly deposited in the City's Impact Fee Fund, but have all been transferred to this fund. The Water Expansion Fund includes the Central Coast Blue development impact fee.

Summary



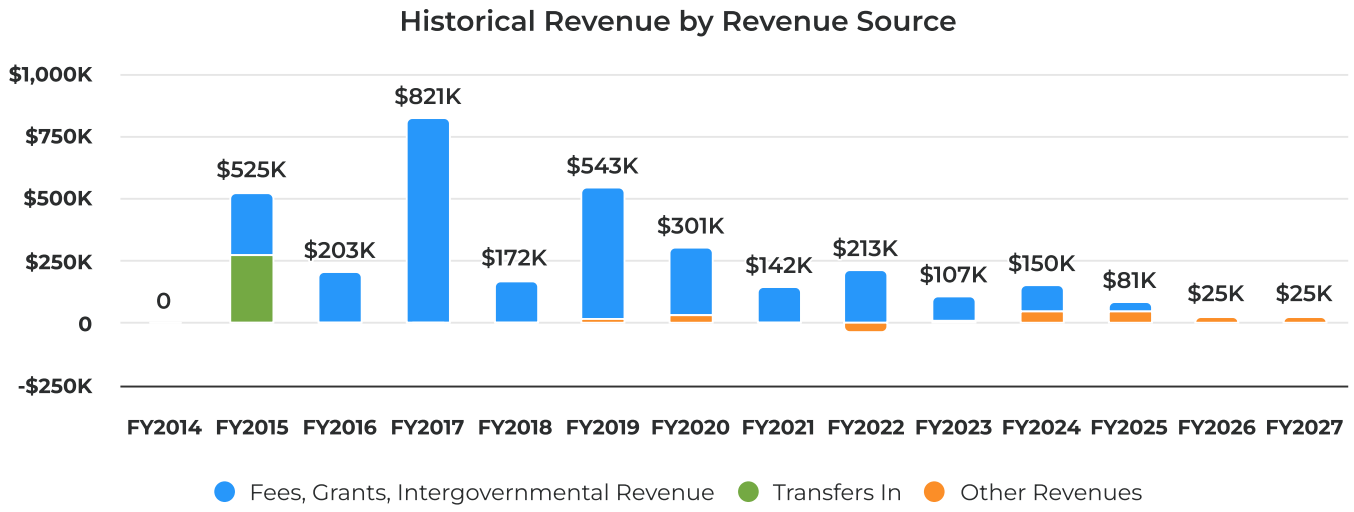
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$994,609**	**$1,177,239**	**$805,404**	**$955,038**	**$1,036,481**	**$1,061,567**	**8.53%**	**2.42%**
Revenues								
Other Revenues	-$34,111	$7,548	$49,362	$8,697	$25,086	$25,086	188.44%	0.00%
Fees, Grants, Intergovernmental Revenue	$212,852	$99,082	$100,273	-	-	-	-	-
Total Revenues	**$178,741**	**$106,630**	**$149,635**	**$8,697**	**$25,086**	**$25,086**	**188.44%**	**0.00%**
Expenditures								
Professional Services	-	$474,577	-	-	-	-	-	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Transfers Out	-	-	-	$364,832	-	-	-100.00%	-
Total Expenditures	**-**	**$474,577**	**-**	**$364,832**	**-**	**-**	**-100.00%**	**-**
Total Revenues Less Expenditures	**$178,741**	**-$367,947**	**$149,635**	**-$356,135**	**$25,086**	**$25,086**	**-107.04%**	**0.00%**
Ending Fund Balance	**$1,173,350**	**$809,292**	**$955,038**	**$598,903**	**$1,061,567**	**$1,086,653**	**77.25%**	**2.36%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Other Revenues **$25,086** 100.00%

FY27 Revenues by Revenue Source

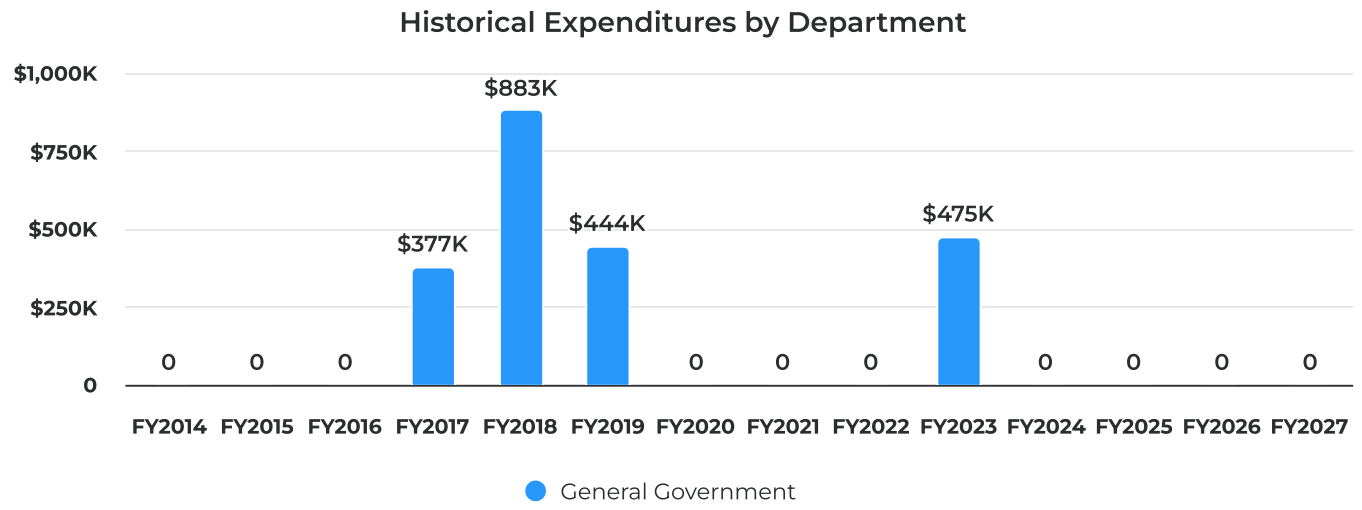


Other Revenues **$25,086** 100.00%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$34,111	$7,548	$49,362	$8,697	$25,086	$25,086	188.44%	0.00%
Fees, Grants, Intergovernmental Revenue	$212,852	$99,082	$100,273	-	-	-	-	-
Total Revenues	**$178,741**	**$106,630**	**$149,635**	**$8,697**	**$25,086**	**$25,086**	**188.44%**	**0.00%**

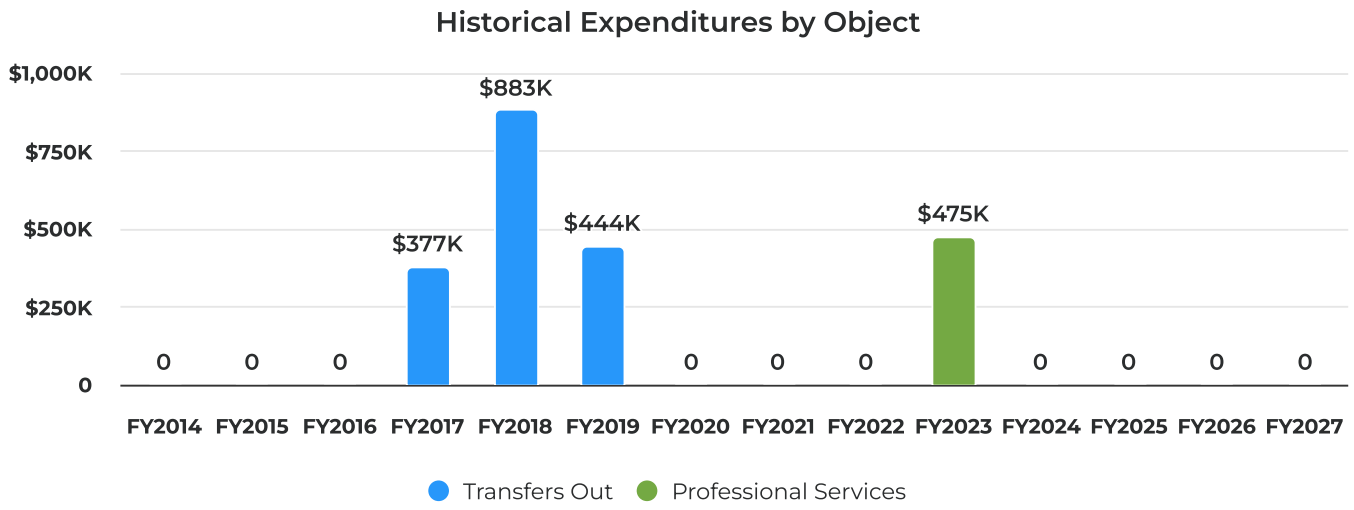
Expenditures by Department

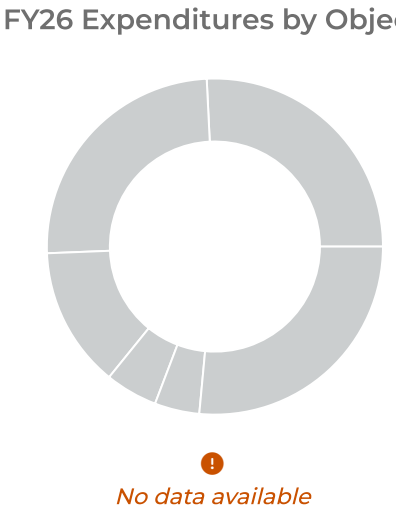


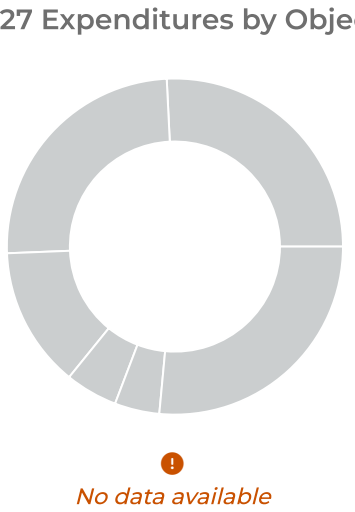
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	-	$474,577	-	$364,832	-	-	-100.00%	-
Total Expenditures	**-**	**$474,577**	**-**	**$364,832**	**-**	**-**	**-100.00%**	**-**

Expenditures by Object Summary



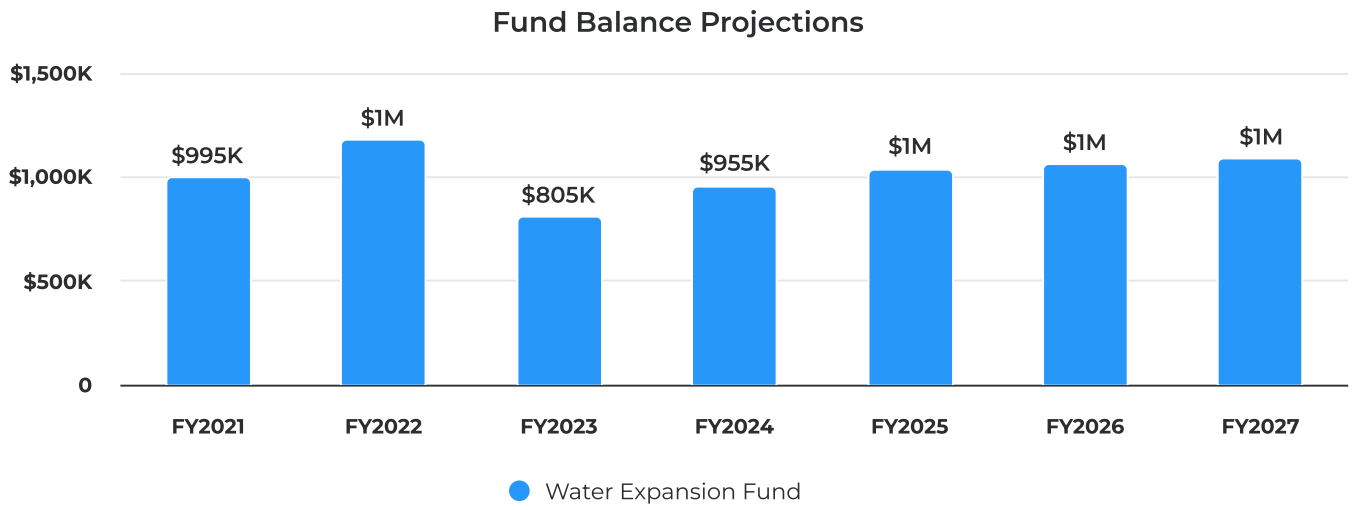




Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	$474,577	-	-	-	-	-	-
Transfers Out	-	-	-	$364,832	-	-	-100.00%	-
Total Expenditures	**-**	**$474,577**	**-**	**$364,832**	**-**	**-**	**-100.00%**	**-**

Fund Balance



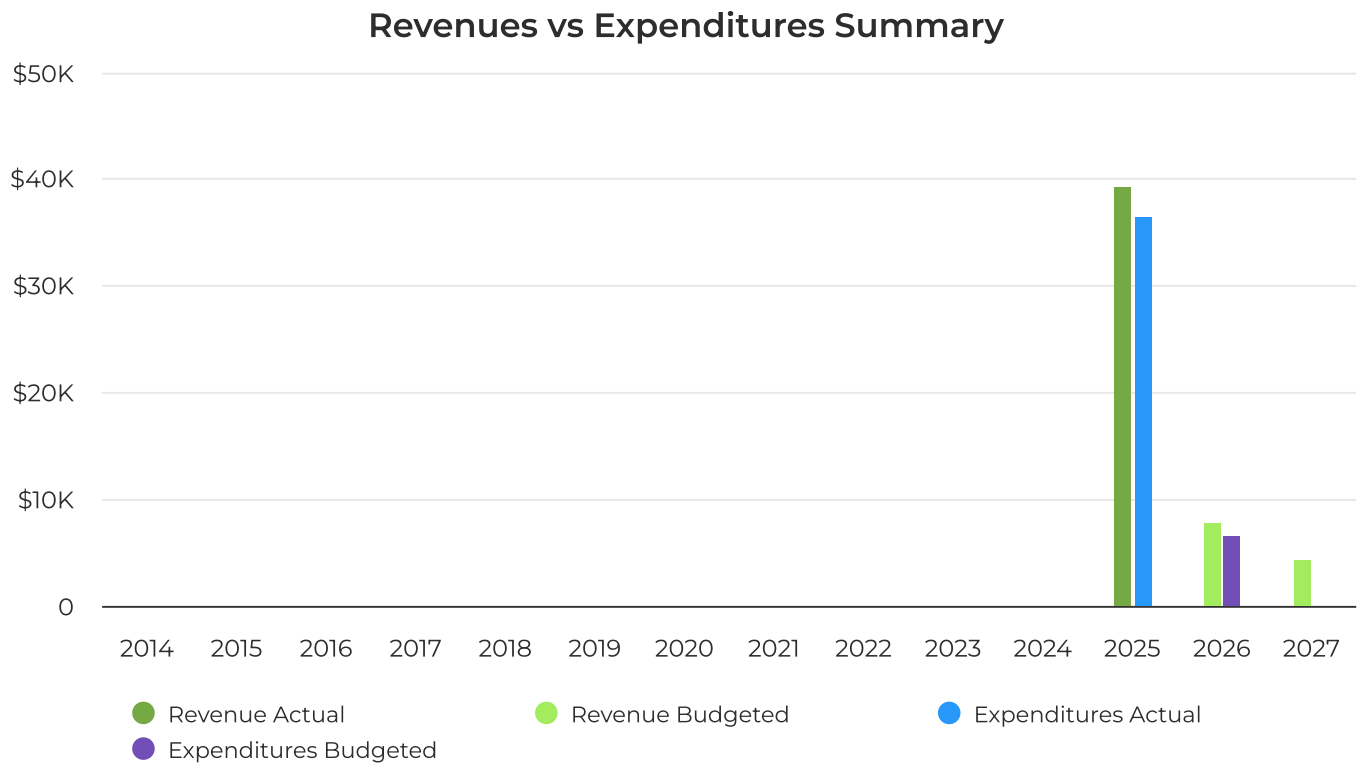
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Water Expansion Fund	$1,177,238.72	$805,403.59	$955,038.33	$1,036,481.23	$1,061,567.23	$1,086,653.23	2.42%	$25,086.00
Total Fund Balance	**$1,177,238.72**	**$805,403.59**	**$955,038.33**	**$1,036,481.23**	**$1,061,567.23**	**$1,086,653.23**	**2.42%**	**$25,086.00**

Water Central Coast Blue JPA

The Central Coast Blue Regional Recycled Water Authority (Central Coast Blue JPA) was formed in September 2022 under a Joint Exercise of Powers Agreement between the City of Pismo Beach, the City of Grover Beach, and the City of Arroyo Grande. This agreement was formed to secure a sustainable, drought-resilient source of water to ensure reliable water supplies for the three cities. The purpose of the Central Coast Blue JPA is to construct a regional recycled water project that will enhance supply reliability by injecting advanced purified water into the Santa Maria Groundwater Basin to protect local groundwater from seawater intrusion. In May 2024, the Cities of Grover Beach and Arroyo Grande elected to divest from the Central Coast Blue JPA due to rising project cost estimates and loss of $12 million in state grant funding. As of July 1, 2025, the City of Pismo Beach has continued as a member of the Central Coast Blue JPA and added the Pismo Beach Financing Agency to the JPA. The project has been scaled down to benefit the City of Pismo Beach and its residents, visitors, and business community, while still providing a sustainable, drought-resilient source of water, and preventing seawater intrusion for the local groundwater basin. The Central Coast Blue project is projected to be financed with a Clean Water State Revolving Fund loan as well as state and federal grants. The City of Pismo Beach created a Water Central Coast Blue JPA fund to support 33% of the project and a Wastewater Central Coast Blue JPA fund to support 67% of the project. These limited funds only support the administration of the project, based on remaining funds from the former three Cities JPA and rental income, primarily used to pay for the audit and minor operating costs. The majority of Central Coast Blue project costs are supported by the City's Water and Wastewater Enterprise Funds.

Summary

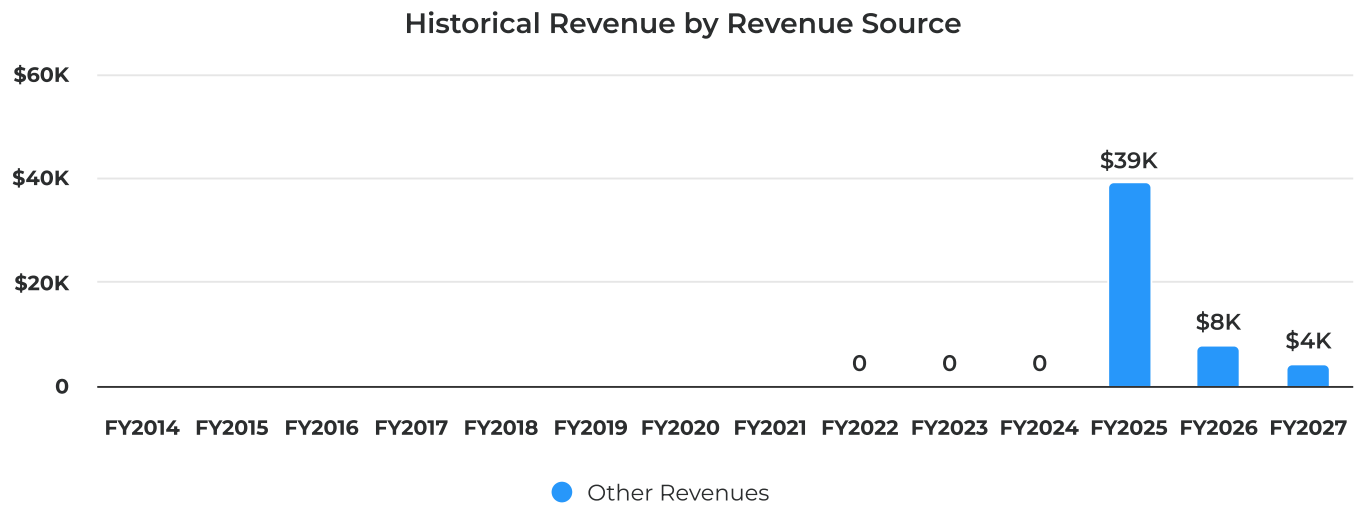


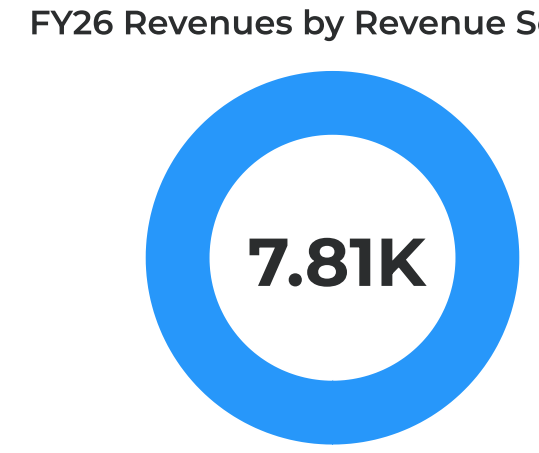
Comprehensive Fund Summary

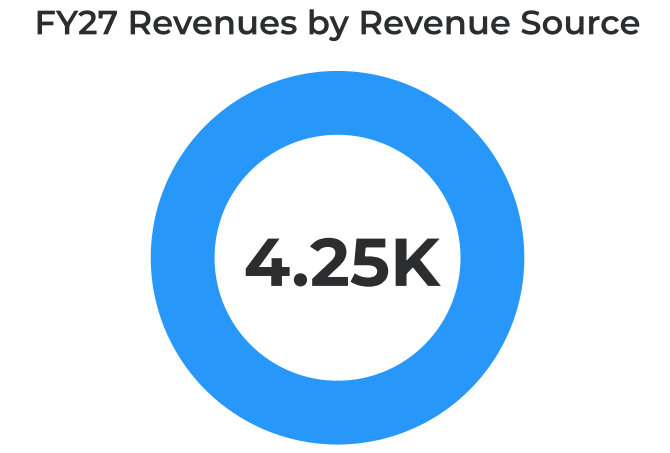
Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	-	-	-	$565	$3,260	$4,474	476.99%	37.24%
Revenues								
Other Revenues	-	-	-	$3,390	$7,814	$4,250	130.50%	-45.61%
Total Revenues	-	-	-	$3,390	$7,814	$4,250	130.50%	-45.61%
Expenditures								
Professional Services	-	-	-	$26,400	$6,600	-	-75.00%	-100.00%
Total Expenditures	-	-	-	$26,400	$6,600	-	-75.00%	-100.00%
Total Revenues Less Expenditures	-	-	-	-$23,010	$1,214	$4,250	-105.28%	250.08%
Ending Fund Balance	-	-	-	-$22,446	$4,474	$8,724	-119.93%	94.99%

Revenues by Revenue Source



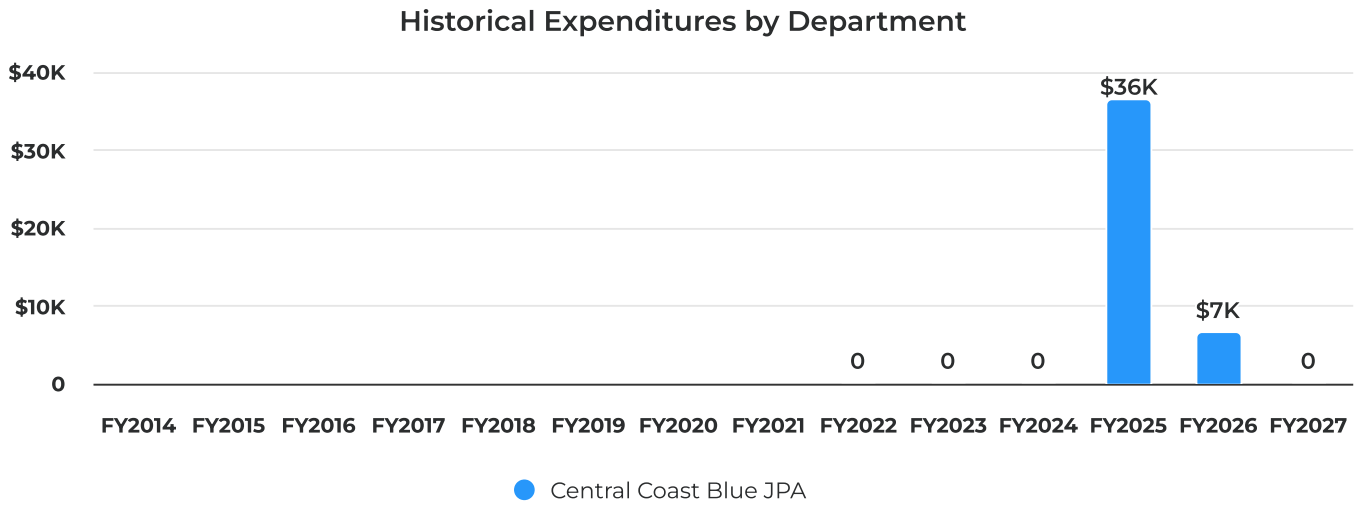




Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-	-	-	$3,390	$7,814	$4,250	130.50%	-45.61%
Total Revenues	**-**	**-**	**-**	**$3,390**	**$7,814**	**$4,250**	**130.50%**	**-45.61%**

Expenditures by Department



FY26 Expenditures by Department



Central Coast Blue JPA	**$6,600**	100.00%

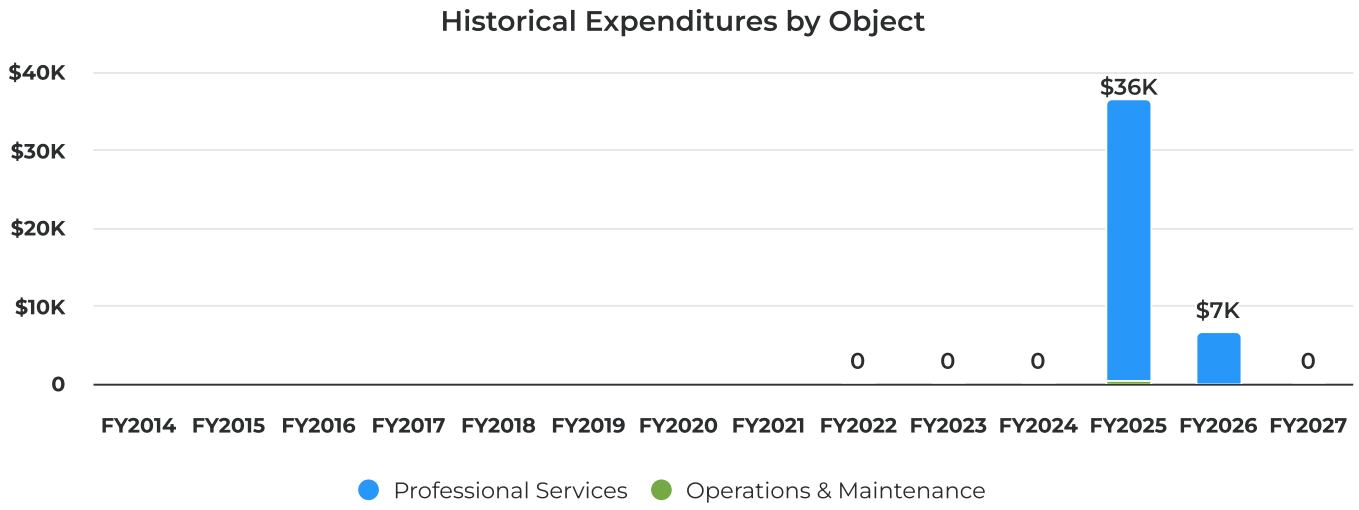
FY27 Expenditures by Department

No data available

Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Central Coast Blue JPA	-	-	-	$26,400	$6,600	-	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$26,400**	**$6,600**	**-**	**-75.00%**	**-100.00%**

Expenditures by Object Summary



FY26 Expenditures by Object



Professional Services	**$6,600**	100.00%

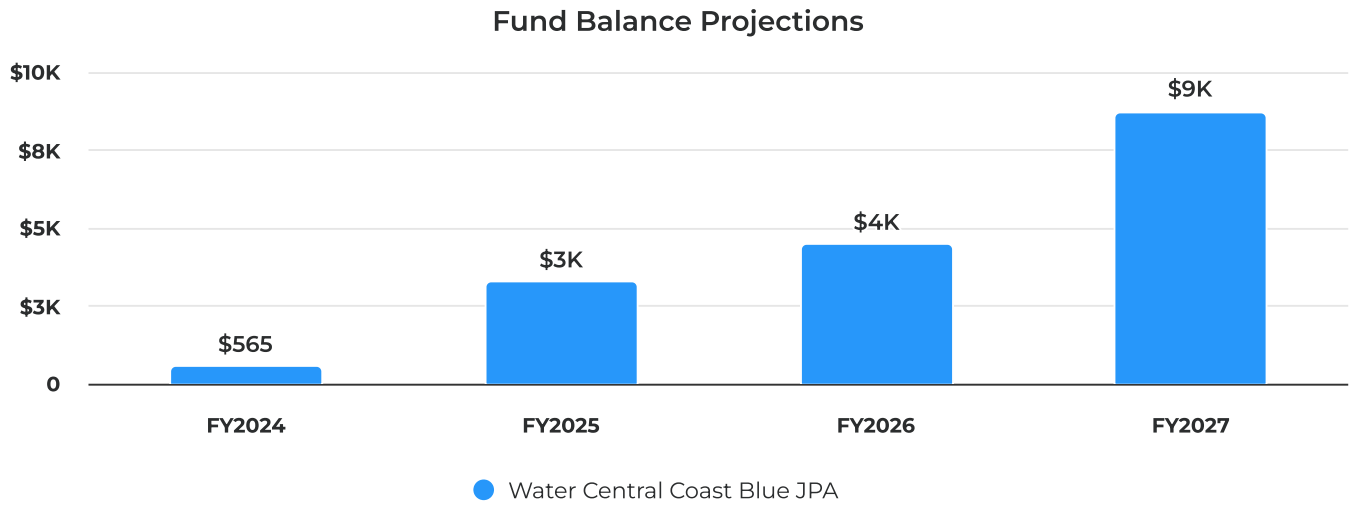
FY27 Expenditures by Object

No data available

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	-	$26,400	-	$6,600	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$26,400**	**-**	**$6,600**	**-75.00%**	**-100.00%**

Fund Balance



Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Water Central Coast Blue JPA	-	-	$564.63	$3,260.20	$4,474.20	$8,724.20	37.24%	$1,214.00
Total Fund Balance	**-**	**-**	**$564.63**	**$3,260.20**	**$4,474.20**	**$8,724.20**	**37.24%**	**$1,214.00**

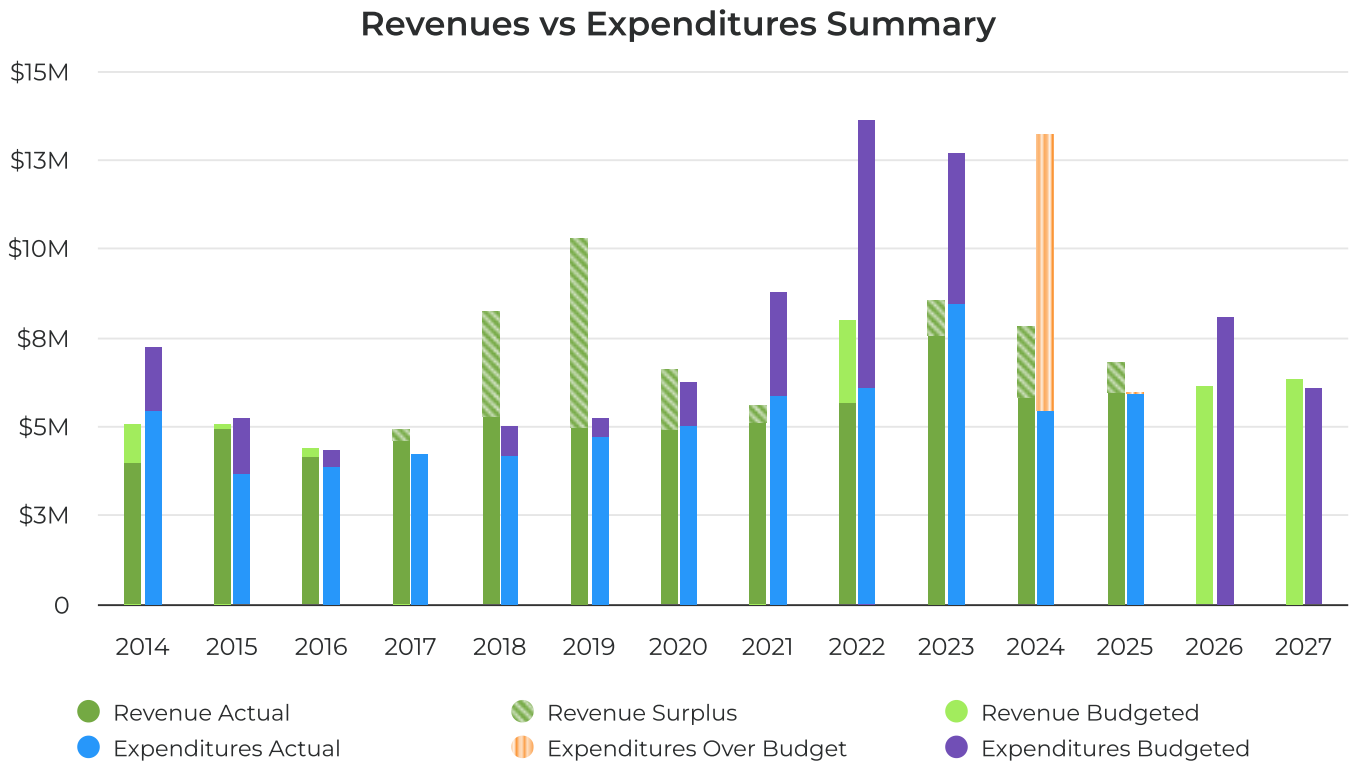
Wastewater Treatment Fund

The Wastewater Enterprise Funds consist of the Wastewater Treatment or Operating Fund, the Wastewater Capital Projects Fund, and the Wastewater Expansion Fund. Each of these funds supports different sources and uses. Looking at all Wastewater Enterprise Funds combined, revenues in the Wastewater Enterprise Funds are from service charges for providing wastewater facilities, and transfers in from other funds. Expenditures in the Wastewater Enterprise Funds include costs for running a wastewater treatment plant, personnel costs, transfers in from other funds, and debt service costs related to the funding of the wastewater treatment plant and other wastewater facilities.

The Wastewater Treatment or Operations Fund shown below includes wastewater operations and billing. The Wastewater Operations Division is responsible for protecting public health and the environment by ensuring that the City's treatment and collection system operations meet all City, federal, and state laws and requirements. This responsibility is accomplished by operation and maintenance of the City's wastewater treatment plant, located on Frady Lane at the City corporation yard, and by operation and maintenance of the wastewater collection facilities including pumps and pipelines.

The Wastewater Billing activity accounts for staff, direct services, and supplies related to wastewater billings. Bills are sent to approximately half of the City's customers each month.

Summary

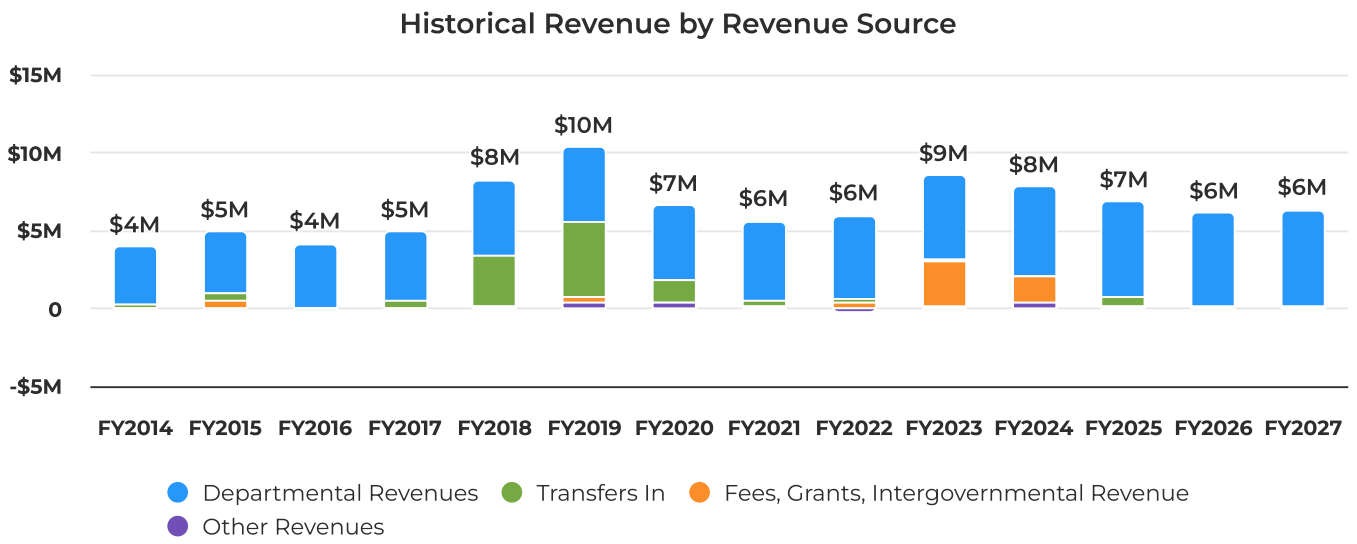


Comprehensive Fund Summary

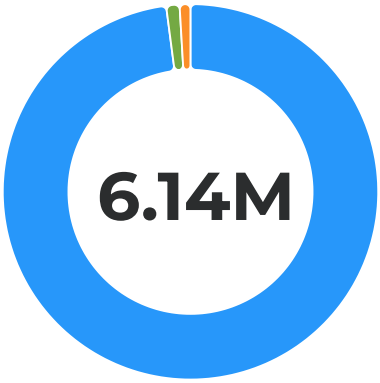
Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$7,576,680**	**$7,743,324**	**$9,219,597**	**$5,229,528**	**$6,036,130**	**$4,117,385**	**15.42%**	**-31.79%**
Revenues								
Other Revenues	-$274,544	$101,694	$376,467	-$207,545	$56,726	$56,726	-127.33%	0.00%
Fees, Grants, Intergovernmental Revenue	$382,424	$2,870,767	$1,629,834	-	-	-	-	-
Departmental Revenues	$5,291,521	$5,460,570	$5,721,253	$5,813,000	$6,012,000	$6,192,000	3.42%	2.99%
Transfers In	$278,400	$102,208	$96,803	$674,558	$70,386	$66,032	-89.57%	-6.19%
Total Revenues	**$5,677,800**	**$8,535,239**	**$7,824,357**	**$6,280,013**	**$6,139,112**	**$6,314,758**	**-2.24%**	**2.86%**
Expenditures								
Personnel	$802,695	$1,056,624	$1,101,082	$1,223,102	$1,169,195	$1,205,496	-4.41%	3.10%
Professional Services	$355,648	$2,520,540	$4,205,977	$2,385,773	$158,358	$191,990	-93.36%	21.24%
Contract Services	$400,892	$443,877	$473,681	$547,712	$561,145	$602,387	2.45%	7.35%
Operations & Maintenance	$491,201	$558,946	$602,362	$985,752	$847,150	$981,129	-14.06%	15.82%
Other Expenses	$2,123,851	$2,206,395	$2,238,208	$1,358,772	$1,491,659	$1,529,646	9.78%	2.55%
Capital Projects	$9,472	$30,889	$5,295	$857,964	$120,800	$120,800	-85.92%	0.00%
Debt Service	$215,116	$192,069	$107,277	$747,414	$720,309	$111,049	-3.63%	-84.58%
Other Financing Uses	$14,677	-	-	-	-	-	-	-
Transfers Out	$1,680,879	$1,455,980	$4,484,464	$2,619,474	$2,989,241	$1,315,108	14.12%	-56.01%
Total Expenditures	**$6,094,431**	**$8,465,319**	**$13,218,346**	**$10,725,963**	**$8,057,857**	**$6,057,606**	**-24.88%**	**-24.82%**
Total Revenues Less Expenditures	**-$416,631**	**$69,920**	**-$5,393,989**	**-$4,445,950**	**-$1,918,745**	**$257,152**	**-56.84%**	**-113.40%**
Ending Fund Balance	**$7,160,049**	**$7,813,244**	**$3,825,608**	**$783,578**	**$4,117,385**	**$4,374,537**	**425.46%**	**6.25%**

Revenues by Revenue Source

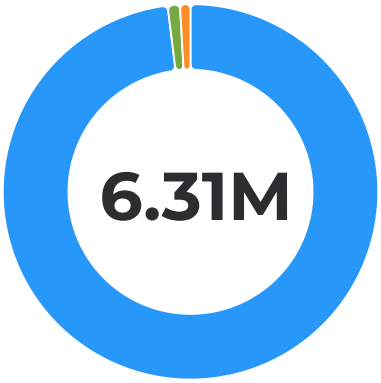


FY26 Revenues by Revenue Source



Departmental Revenues	$6,012,000	97.93%
Transfers In	$70,386	1.15%
Other Revenues	$56,726	0.92%

FY27 Revenues by Revenue Source



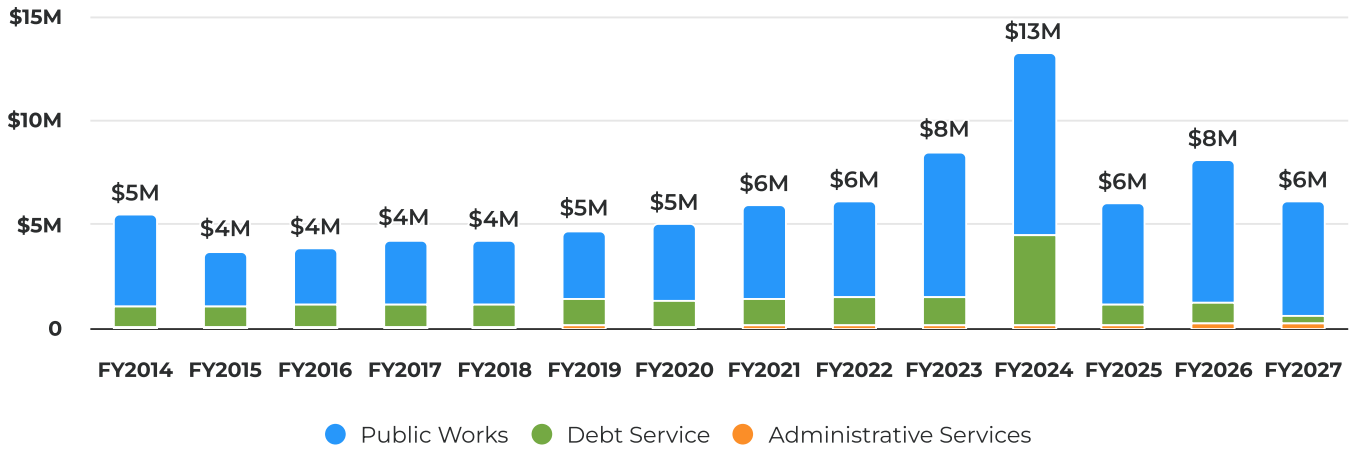
Departmental Revenues	$6,192,000	98.06%
Transfers In	$66,032	1.05%
Other Revenues	$56,726	0.90%

Revenues by Revenue Source

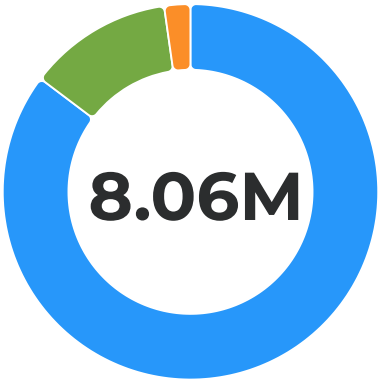
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$274,544	$101,694	$376,467	-$207,545	$56,726	$56,726	-127.33%	0.00%
Fees, Grants, Intergovernmental Revenue	$382,424	$2,870,767	$1,629,834	-	-	-	-	-
Departmental Revenues	$5,291,521	$5,460,570	$5,721,253	$5,813,000	$6,012,000	$6,192,000	3.42%	2.99%
Transfers In	$278,400	$102,208	$96,803	$674,558	$70,386	$66,032	-89.57%	-6.19%
Total Revenues	**$5,677,800**	**$8,535,239**	**$7,824,357**	**$6,280,013**	**$6,139,112**	**$6,314,758**	**-2.24%**	**2.86%**

Expenditures by Department

Historical Expenditures by Department

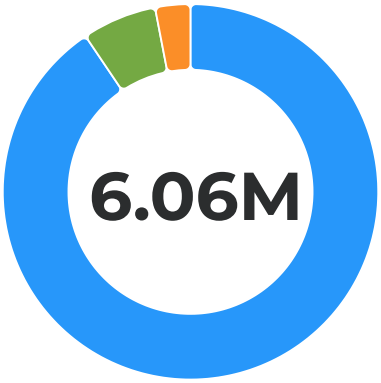


FY26 Expenditures by Department



Public Works	$6,872,343	85.29%
Debt Service	$1,004,579	12.47%
Administrative Services	$180,936	2.25%

FY27 Expenditures by Department



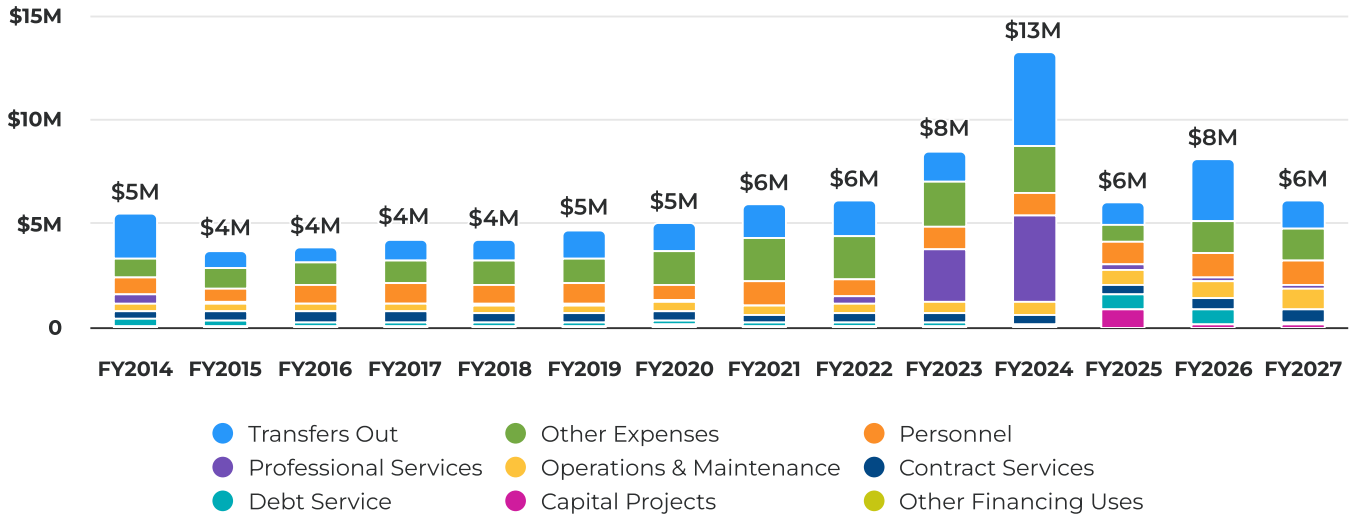
Public Works	$5,485,616	90.56%
Debt Service	$388,187	6.41%
Administrative Services	$183,804	3.03%

Expenditures by Department

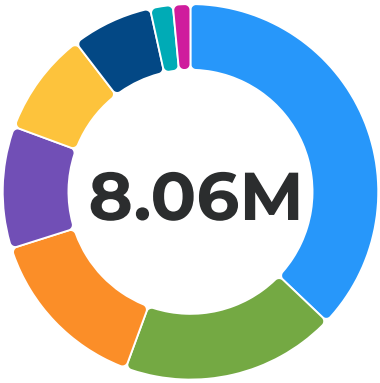
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	-	-	-	$11,327	-	-	-100.00%	-
Administrative Services	$115,596	$140,071	$154,942	$184,594	$180,936	$183,804	-1.98%	1.59%
Public Works	$4,633,216	$6,978,443	$8,725,033	$9,505,193	$6,872,343	$5,485,616	-27.70%	-20.18%
Debt Service	$1,345,619	$1,346,806	$4,338,371	$1,024,850	$1,004,579	$388,187	-1.98%	-61.36%
Total Expenditures	**$6,094,431**	**$8,465,319**	**$13,218,346**	**$10,725,963**	**$8,057,857**	**$6,057,606**	**-24.88%**	**-24.82%**

Expenditures by Object Summary

Historical Expenditures by Object

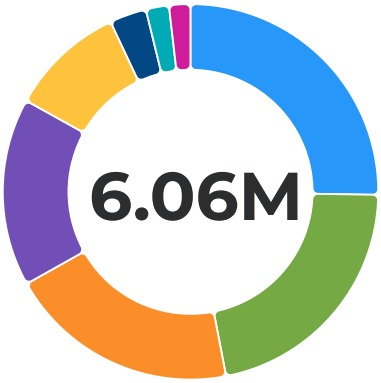


FY26 Expenditures by Object



Transfers Out	**$2,989,241**	37.10%
Other Expenses	**$1,491,659**	18.51%
Personnel	**$1,169,195**	14.51%
Operations & Maintenance	**$847,150**	10.51%
Debt Service	**$720,309**	8.94%
Contract Services	**$561,145**	6.96%
Professional Services	**$158,358**	1.97%
Capital Projects	**$120,800**	1.50%

FY27 Expenditures by Object

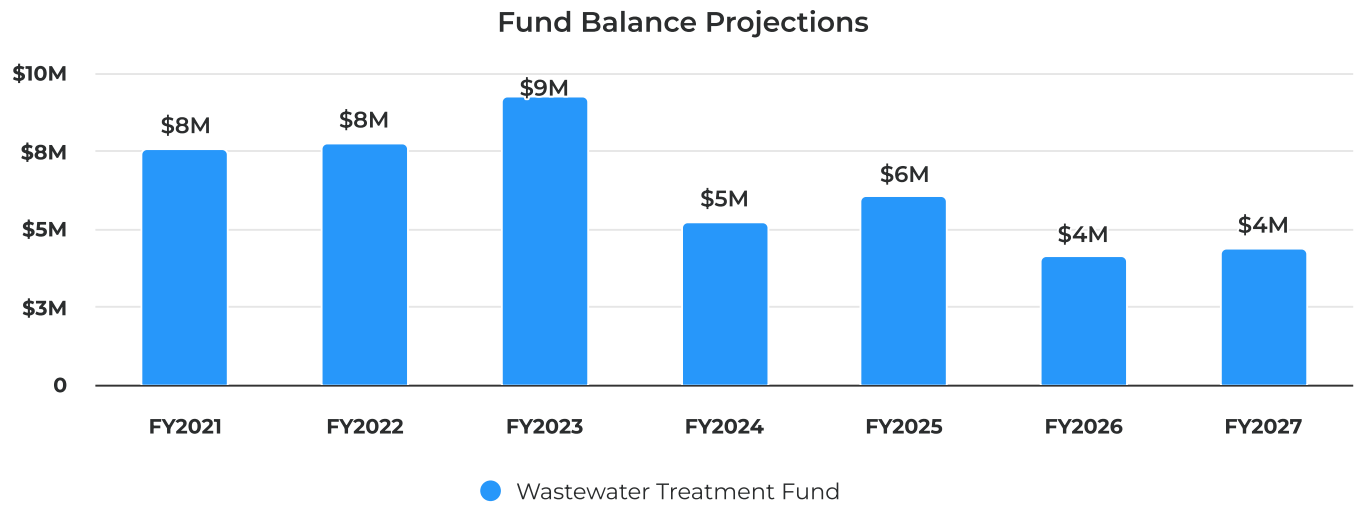


Other Expenses	**$1,529,646**	25.25%
Transfers Out	**$1,315,108**	21.71%
Personnel	**$1,205,496**	19.90%
Operations & Maintenance	**$981,129**	16.20%
Contract Services	**$602,387**	9.94%
Professional Services	**$191,990**	3.17%
Capital Projects	**$120,800**	1.99%
Debt Service	**$111,049**	1.83%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$802,695	$1,056,624	$1,101,082	$1,223,102	$1,205,496	$1,169,195	-4.41%	3.10%
Professional Services	$355,648	$2,520,540	$4,205,977	$2,385,773	$191,990	$158,358	-93.36%	21.24%
Contract Services	$400,892	$443,877	$473,681	$547,712	$602,387	$561,145	2.45%	7.35%
Operations & Maintenance	$491,201	$558,946	$602,362	$985,752	$981,129	$847,150	-14.06%	15.82%
Other Expenses	$2,123,851	$2,206,395	$2,238,208	$1,358,772	$1,529,646	$1,491,659	9.78%	2.55%
Capital Projects	$9,472	$30,889	$5,295	$857,964	$120,800	$120,800	-85.92%	0.00%
Debt Service	$215,116	$192,069	$107,277	$747,414	$111,049	$720,309	-3.63%	-84.58%
Other Financing Uses	$14,677	-	-	-	-	-	-	-
Transfers Out	$1,680,879	$1,455,980	$4,484,464	$2,619,474	$1,315,108	$2,989,241	14.12%	-56.01%
Total Expenditures	**$6,094,431**	**$8,465,319**	**$13,218,346**	**$10,725,963**	**$6,057,606**	**$8,057,857**	**-24.88%**	**-24.82%**

Fund Balance



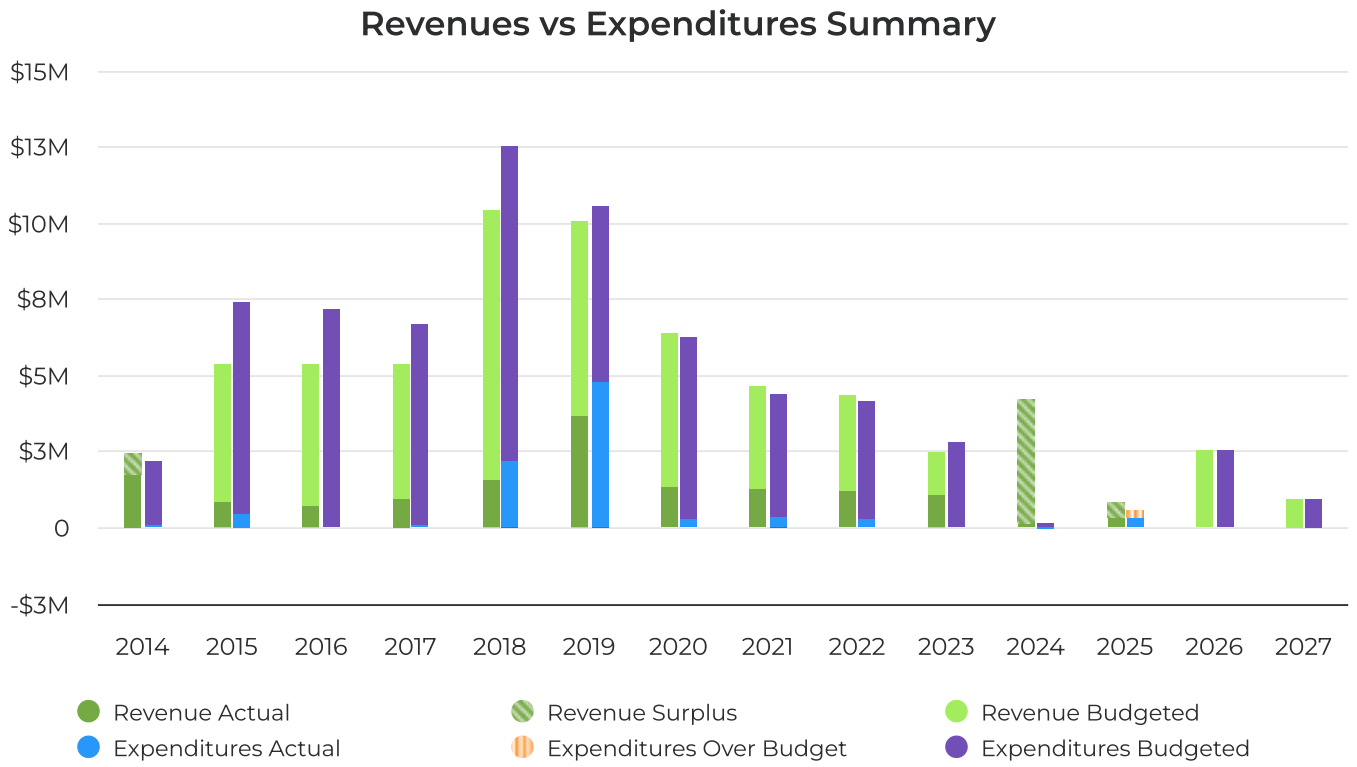
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Wastewater Treatment Fund	$7,743,323.82	$9,219,597.00	$5,229,527.73	$6,036,129.75	$4,117,384.95	$4,374,537.22	-31.79%	-$1,918,744.80
Total Fund Balance	**$7,743,323.82**	**$9,219,597.00**	**$5,229,527.73**	**$6,036,129.75**	**$4,117,384.95**	**$4,374,537.22**	**-31.79%**	**-$1,918,744.80**

Wastewater Capital Projects

The Wastewater Construction Fund was created by Resolution No. R-2002-62, in accordance with the State Water Resources Control Board requirements of the State Revolving Fund Loan Program. The State Water Resources Control Board requires, as a condition of approval of the loan, the establishment of a Wastewater Capital Reserve Fund for future expansion, major repair, or replacement costs. The City created the fund in October 2002. All construction costs for the Wastewater Treatment Plant Project were accounted for in this fund. In addition, beginning in 2008, the City sets aside $111,000 per year from the Wastewater Enterprise Fund as a reserve, as required by the State Water Resources Control Board. Beginning in FY 2014, all wastewater construction projects are tracked in this fund.

Summary



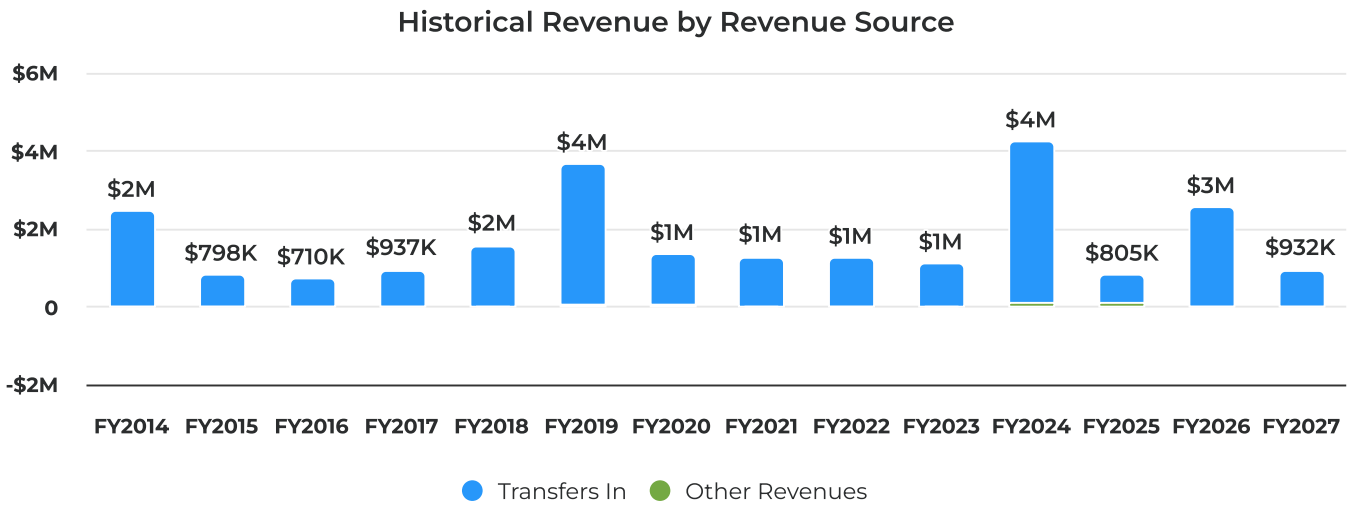
Comprehensive Fund Summary

Comprehensive Fund Summary

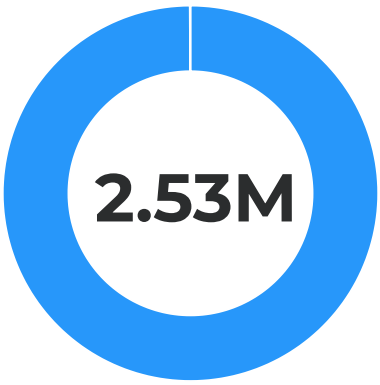
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$861,761**	**$1,158,972**	**$1,349,394**	**$1,815,769**	**$2,029,147**	**$2,030,323**	**11.75%**	**0.06%**
Revenues								
Other Revenues	-$33,837	-$9,578	$81,248	$9,023	$1,176	$1,176	-86.97%	0.00%
Transfers In	$1,240,921	$1,108,122	$4,155,809	$2,246,499	$2,531,000	$931,000	12.66%	-63.22%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues	**$1,207,084**	**$1,098,545**	**$4,237,057**	**$2,255,522**	**$2,532,176**	**$932,176**	**12.27%**	**-63.19%**
Expenditures								
Water & Wastewater Reserves	-	-	-	$131,000	$131,000	$131,000	0.00%	0.00%
Capital Projects	$50,967	$34,635	$53,719	$2,535,369	$2,400,000	$800,000	-5.34%	-66.67%
Debt Service	-$11,896	-$10,018	-$81,592	-	-	-	-	-
Transfers Out	$235,678	-	$16,195	-	-	-	-	-
Total Expenditures	**$274,749**	**$24,617**	**-$11,678**	**$2,666,369**	**$2,531,000**	**$931,000**	**-5.08%**	**-63.22%**
Total Revenues Less Expenditures	**$932,335**	**$1,073,927**	**$4,248,735**	**-$410,847**	**$1,176**	**$1,176**	**-100.29%**	**0.00%**
Ending Fund Balance	**$1,794,097**	**$2,232,899**	**$5,598,129**	**$1,404,922**	**$2,030,323**	**$2,031,499**	**44.51%**	**0.06%**

Revenues by Revenue Source

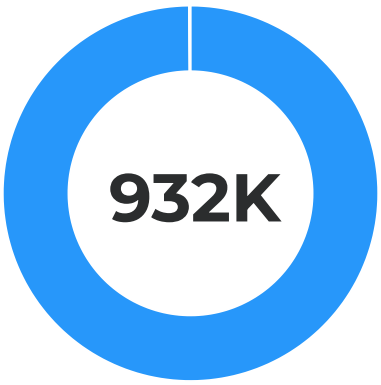


FY26 Revenues by Revenue Source



Transfers In	**$2,531,000**	99.95%
Other Revenues	**$1,176**	0.05%

FY27 Revenues by Revenue Source

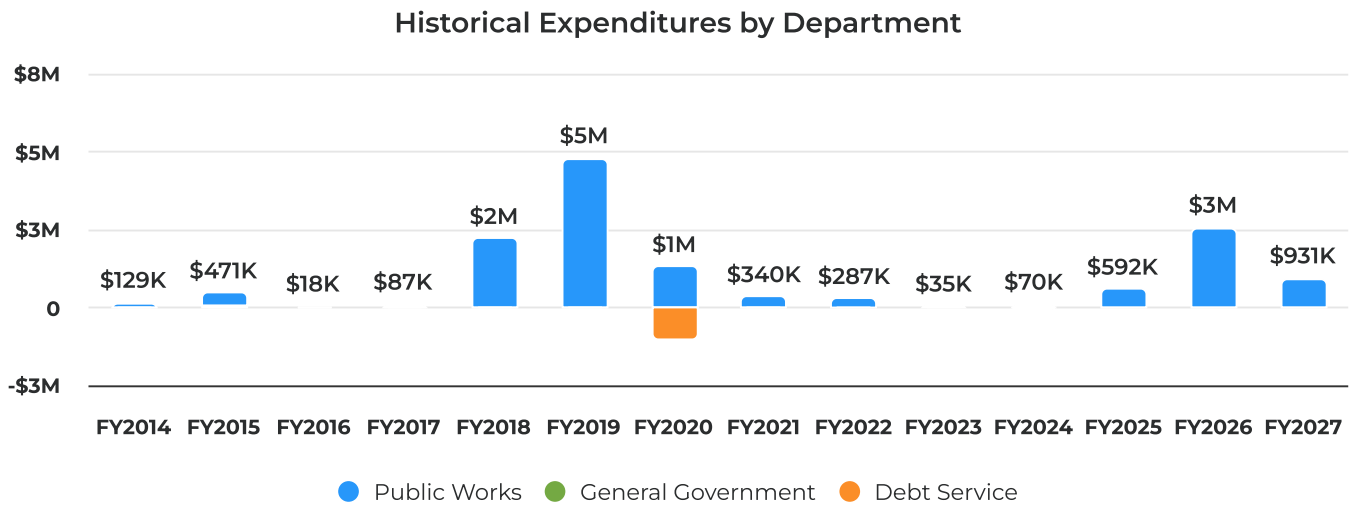


Transfers In	**$931,000**	99.87%
Other Revenues	**$1,176**	0.13%

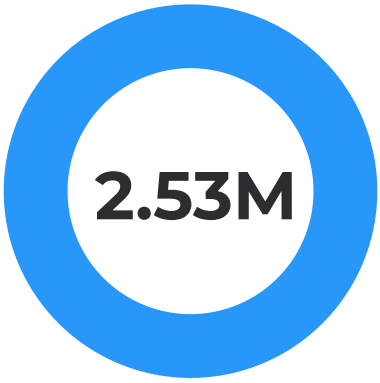
Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$33,837	-$9,578	$81,248	$9,023	$1,176	$1,176	-86.97%	0.00%
Transfers In	$1,240,921	$1,108,122	$4,155,809	$2,246,499	$2,531,000	$931,000	12.66%	-63.22%
Total Revenues	**$1,207,084**	**$1,098,545**	**$4,237,057**	**$2,255,522**	**$2,532,176**	**$932,176**	**12.27%**	**-63.19%**

Expenditures by Department



FY26 Expenditures by Department



Public Works **$2,531,000** 100.00%

FY27 Expenditures by Department

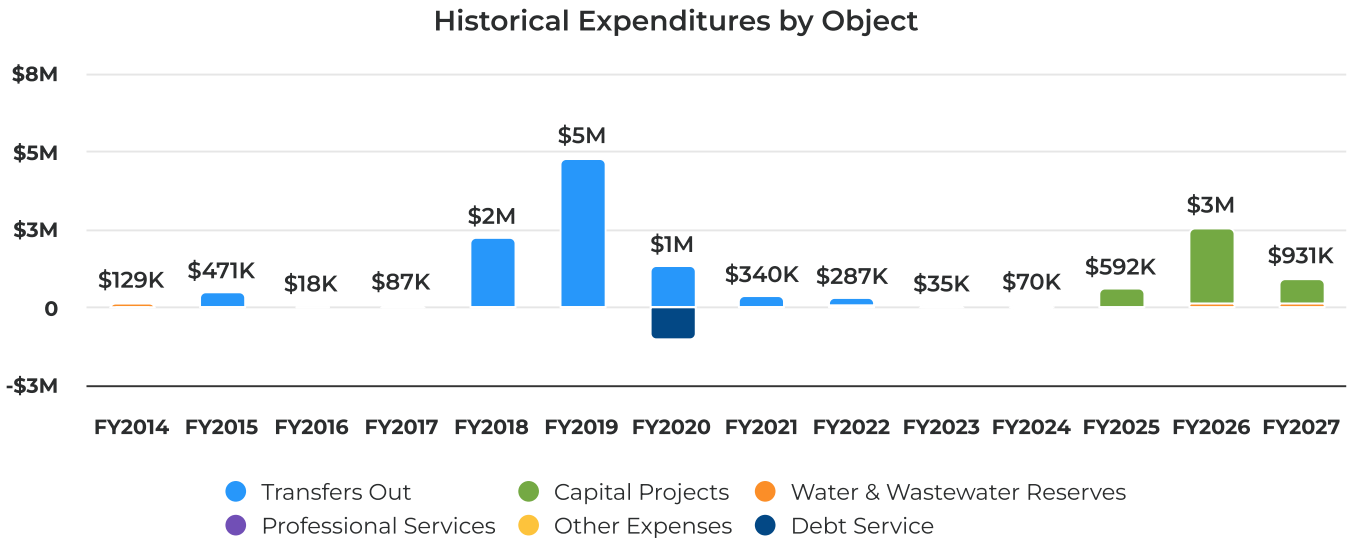


Public Works **$931,000** 100.00%

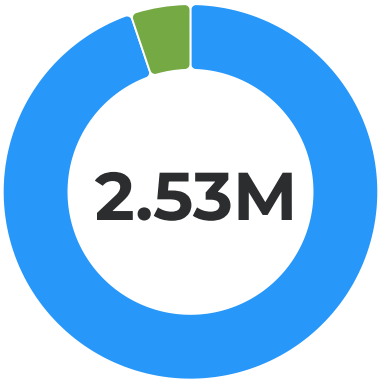
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$286,645	$34,635	$69,914	$2,666,369	$2,531,000	$931,000	-5.08%	-63.22%
Debt Service	-$11,896	-$10,018	-$81,592	-	-	-	-	-
Total Expenditures	**$274,749**	**$24,617**	**-$11,678**	**$2,666,369**	**$2,531,000**	**$931,000**	**-5.08%**	**-63.22%**

Expenditures by Object Summary

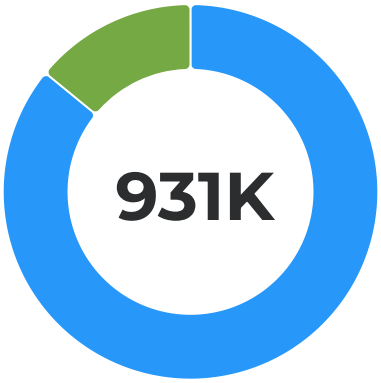


FY26 Expenditures by Object



Capital Projects	**$2,400,000**	94.82%
Water & Wastewater Reserves	**$131,000**	5.18%

FY27 Expenditures by Object

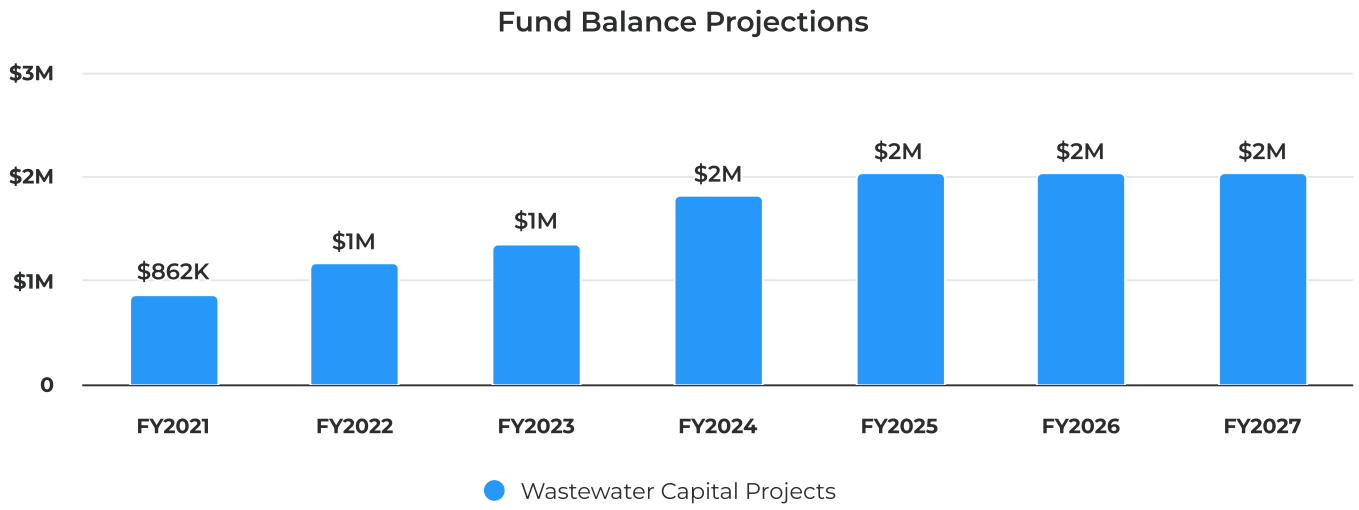


Capital Projects	**$800,000**	85.93%
Water & Wastewater Reserves	**$131,000**	14.07%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Water & Wastewater Reserves	-	-	-	$131,000	$131,000	$131,000	0.00%	0.00%
Capital Projects	$50,967	$34,635	$53,719	$2,535,369	$800,000	$2,400,000	-5.34%	-66.67%
Debt Service	-$11,896	-$10,018	-$81,592	-	-	-	-	-
Transfers Out	$235,678	-	$16,195	-	-	-	-	-
Total Expenditures	**$274,749**	**$24,617**	**-$11,678**	**$2,666,369**	**$931,000**	**$2,531,000**	**-5.08%**	**-63.22%**

Fund Balance



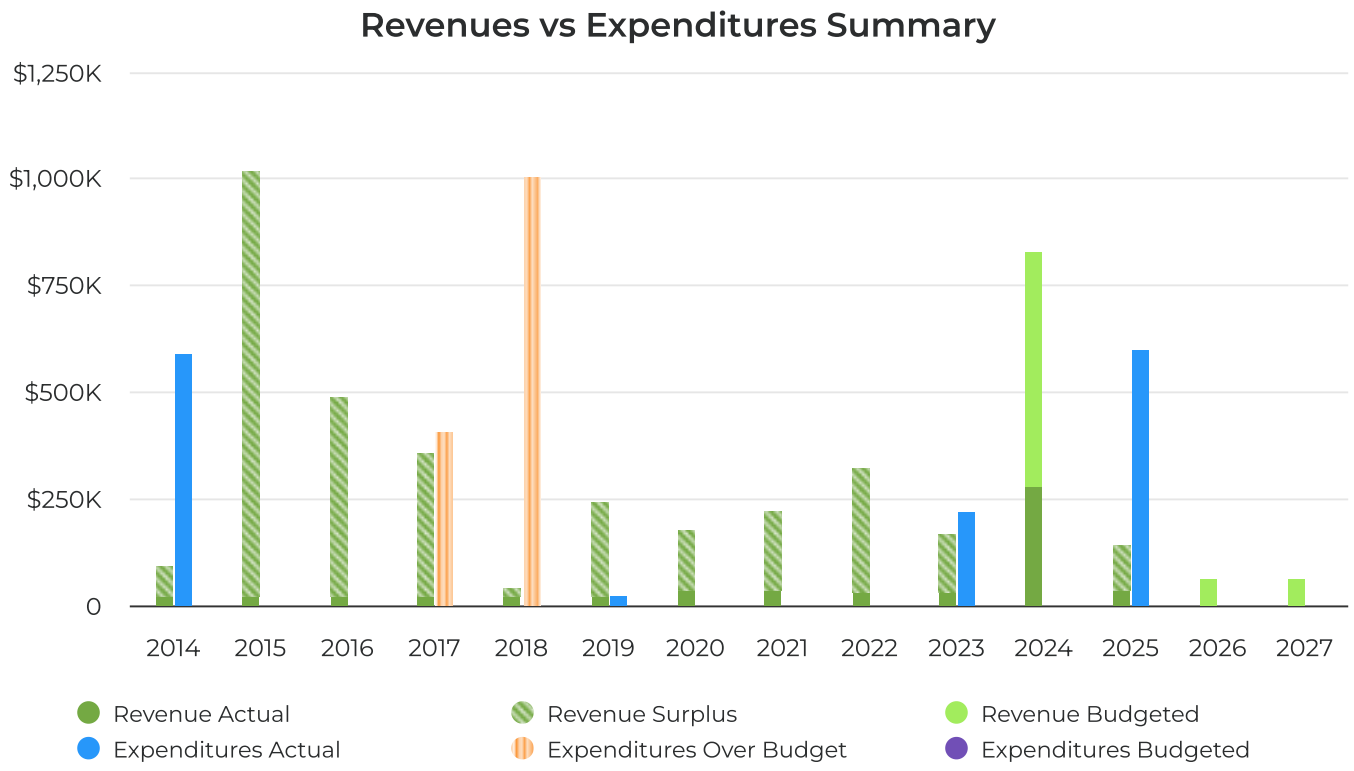
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Wastewater Capital Projects	$1,158,971.50	$1,349,393.68	$1,815,768.84	$2,029,146.95	$2,030,322.95	$2,031,498.95	0.06%	$1,176.00
Total Fund Balance	**$1,158,971.50**	**$1,349,393.68**	**$1,815,768.84**	**$2,029,146.95**	**$2,030,322.95**	**$2,031,498.95**	**0.06%**	**$1,176.00**

Wastewater Expansion Fund

The Wastewater Expansion Fund was established to provide for additional facilities needed to serve additional population. Revenues for this fund consist of development fees on new construction. The Wastewater Expansion Fund includes the Central Coast Blue development impact fee.

Summary



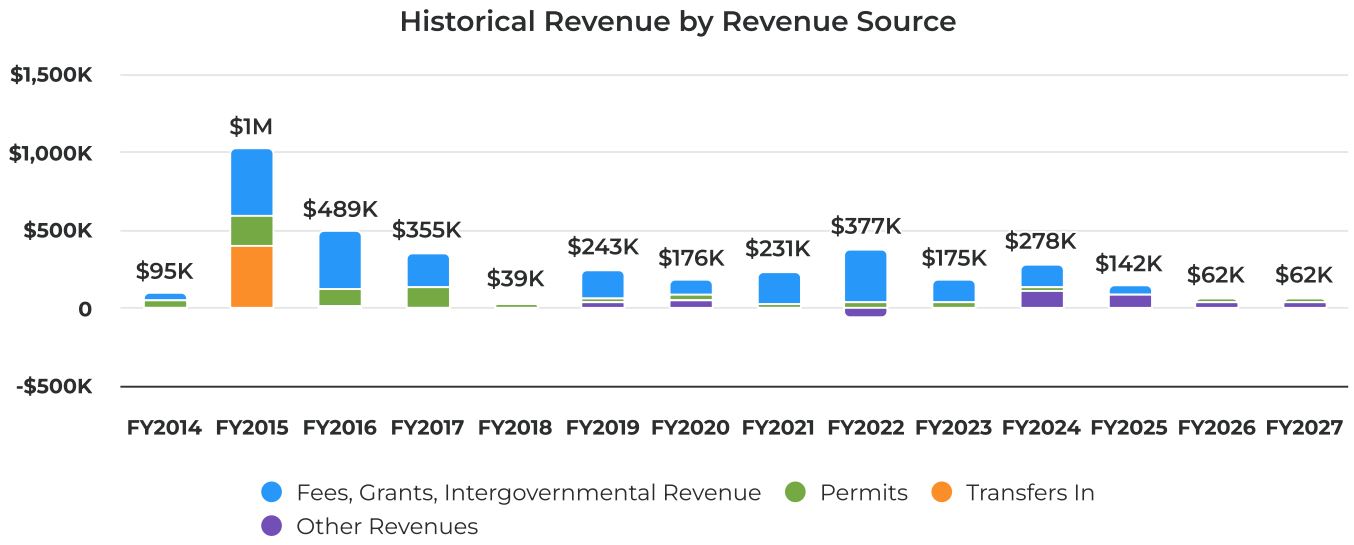
Comprehensive Fund Summary

Comprehensive Fund Summary

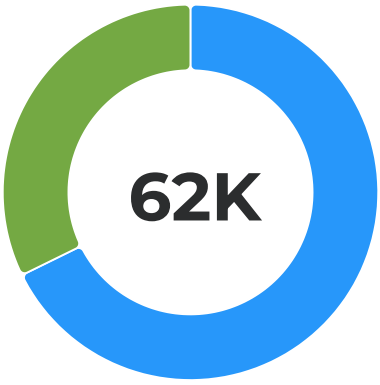
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$1,594,513**	**$1,927,321**	**$1,863,327**	**$2,141,284**	**$1,683,505**	**$1,745,475**	**-21.38%**	**3.68%**
Revenues								
Permits	$34,026	$33,600	$20,200	$20,000	$20,000	$20,000	0.00%	0.00%
Other Revenues	-$55,452	-$7,744	$114,442	$14,290	$41,970	$41,970	193.70%	0.00%
Fees, Grants, Intergovernmental Revenue	$343,472	$141,570	$143,315	-	-	-	-	-
Total Revenues	**$322,046**	**$167,425**	**$277,957**	**$34,290**	**$61,970**	**$61,970**	**80.72%**	**0.00%**
Expenditures								
Professional Services	-	$219,688	-	-	-	-	-	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Expenses	$473	$497	-	-	-	-	-	-
Transfers Out	-	-	-	$600,000	-	-	-100.00%	-
Total Expenditures	**$473**	**$220,185**	**-**	**$600,000**	**-**	**-**	**-100.00%**	**-**
Total Revenues Less Expenditures	**$321,573**	**-$52,760**	**$277,957**	**-$565,710**	**$61,970**	**$61,970**	**-110.95%**	**0.00%**
Ending Fund Balance	**$1,916,087**	**$1,874,561**	**$2,141,284**	**$1,575,574**	**$1,745,475**	**$1,807,445**	**10.78%**	**3.55%**

Revenues by Revenue Source

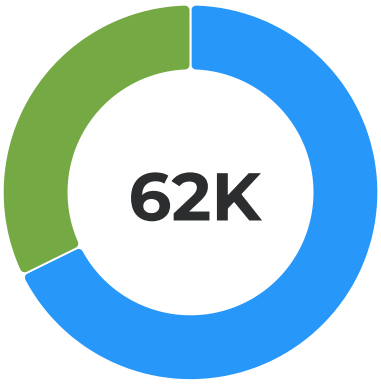


FY26 Revenues by Revenue Source



Other Revenues	**$41,970**	67.73%
Permits	**$20,000**	32.27%

FY27 Revenues by Revenue Source

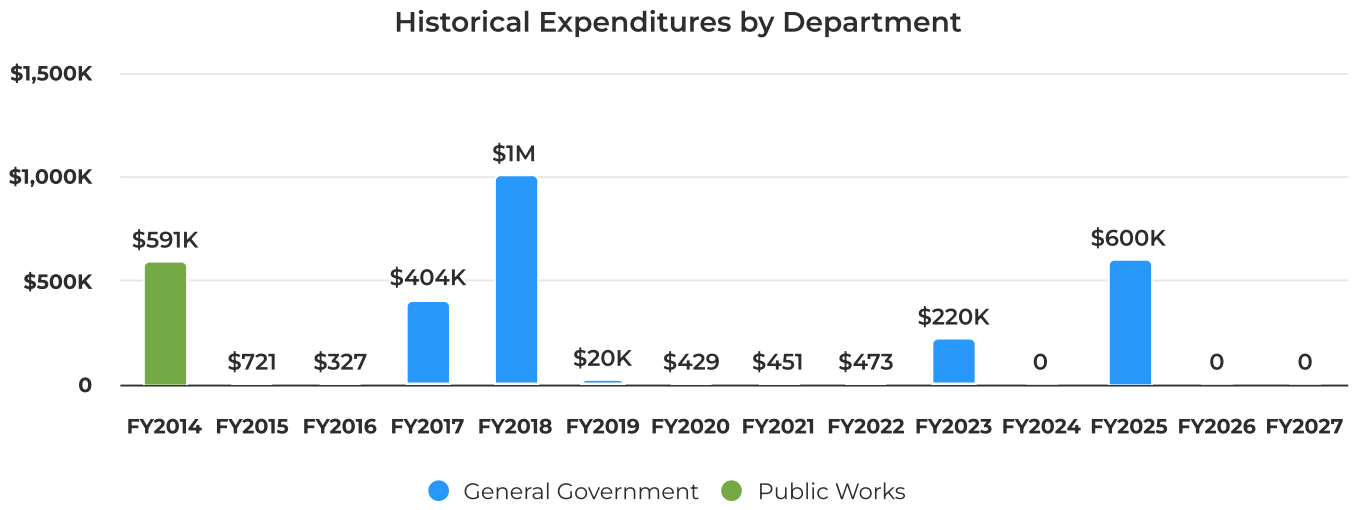


Other Revenues	**$41,970**	67.73%
Permits	**$20,000**	32.27%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Permits	$34,026	$33,600	$20,200	$20,000	$20,000	$20,000	0.00%	0.00%
Other Revenues	-$55,452	-$7,744	$114,442	$14,290	$41,970	$41,970	193.70%	0.00%
Fees, Grants, Intergovernmental Revenue	$343,472	$141,570	$143,315	-	-	-	-	-
Total Revenues	**$322,046**	**$167,425**	**$277,957**	**$34,290**	**$61,970**	**$61,970**	**80.72%**	**0.00%**

Expenditures by Department



FY26 Expenditures by Department

No data available

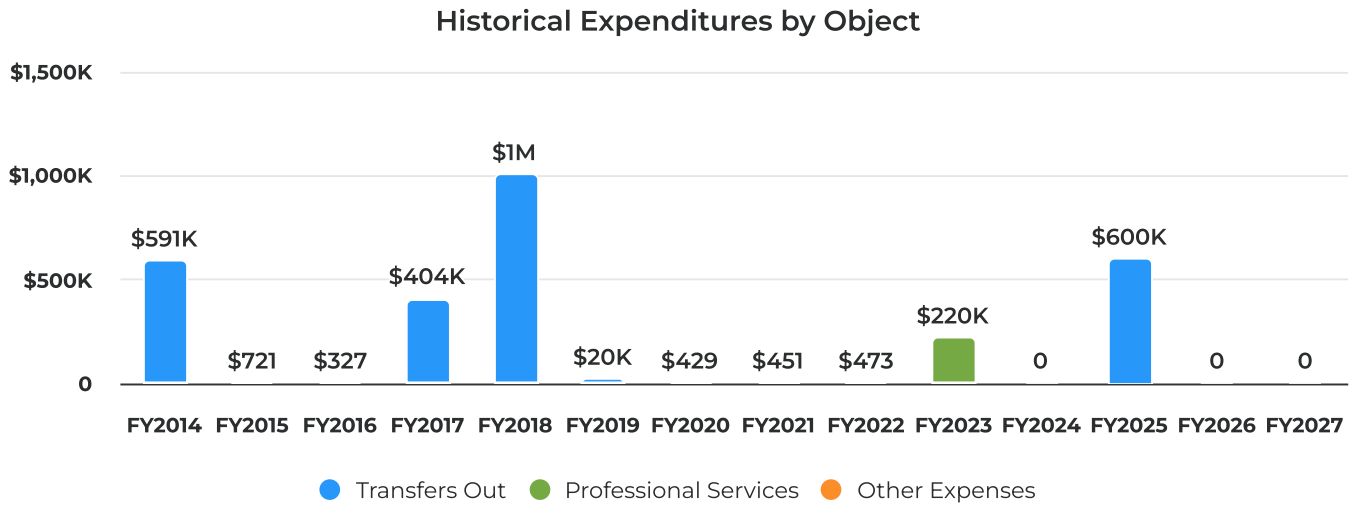
FY27 Expenditures by Department

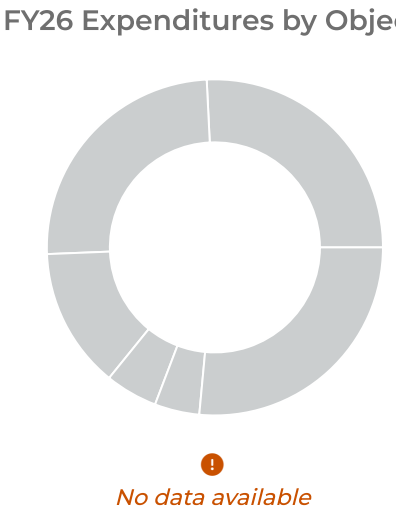
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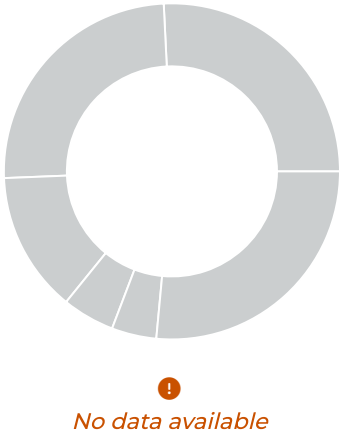
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	-	$219,688	-	$600,000	-	-	-100.00%	-
Public Works	$473	$497	-	-	-	-	-	-
Total Expenditures	**$473**	**$220,185**	**-**	**$600,000**	**-**	**-**	**-100.00%**	**-**

Expenditures by Object Summary



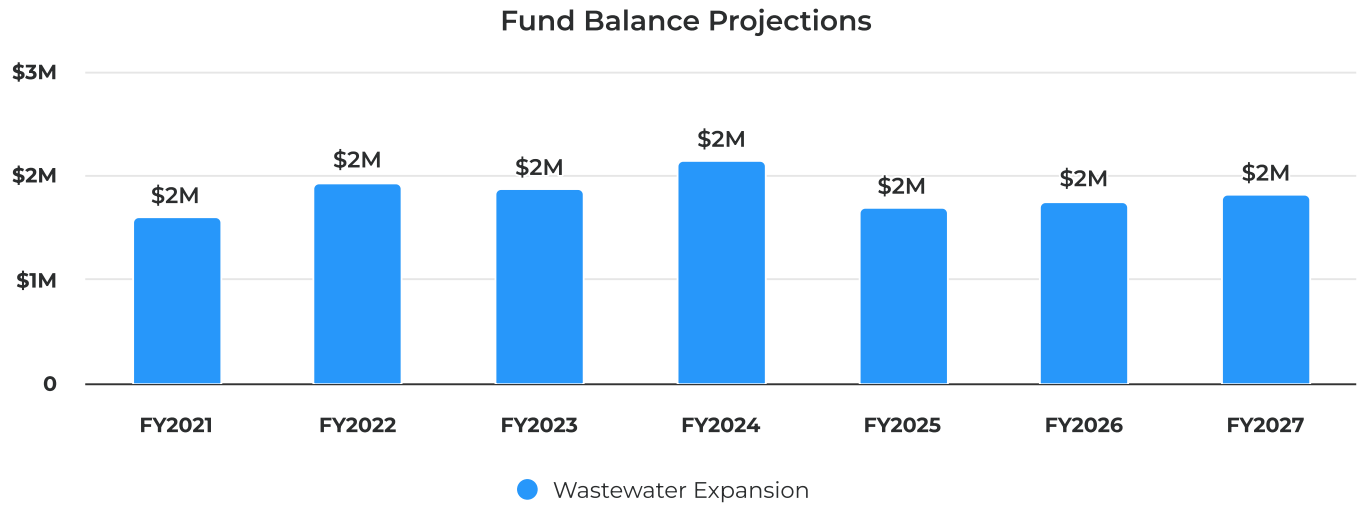




Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	$219,688	-	-	-	-	-	-
Other Expenses	$473	$497	-	-	-	-	-	-
Transfers Out	-	-	-	$600,000	-	-	-100.00%	-
Total Expenditures	**$473**	**$220,185**	**-**	**$600,000**	**-**	**-**	**-100.00%**	**-**

Fund Balance



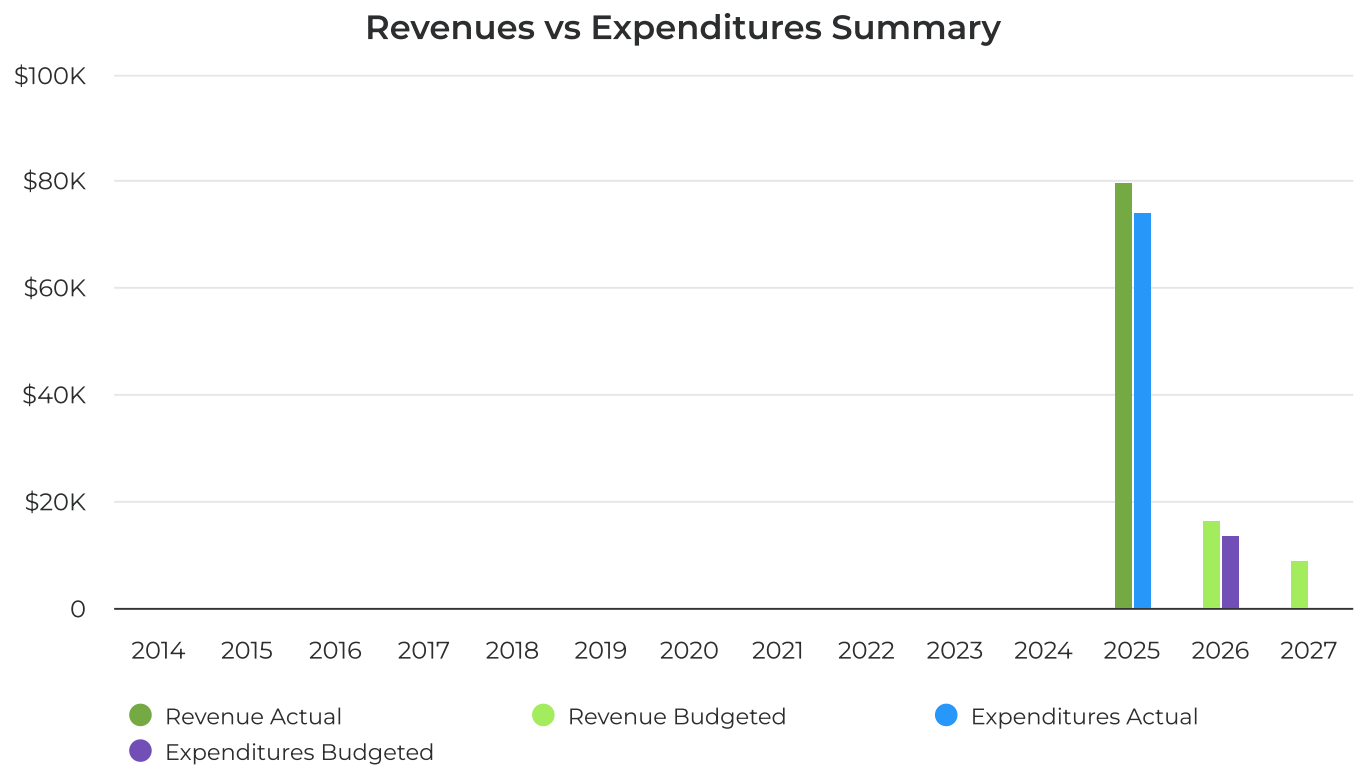
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Wastewater Expansion	$1,927,320.79	$1,863,327.28	$2,141,284.06	$1,683,505.39	$1,745,475.39	$1,807,445.39	3.68%	$61,970.00
Total Fund Balance	**$1,927,320.79**	**$1,863,327.28**	**$2,141,284.06**	**$1,683,505.39**	**$1,745,475.39**	**$1,807,445.39**	**3.68%**	**$61,970.00**

Wastewater Central Coast Blue JPA

The Central Coast Blue Regional Recycled Water Authority (Central Coast Blue JPA) was formed in September 2022 under a Joint Exercise of Powers Agreement between the City of Pismo Beach, the City of Grover Beach, and the City of Arroyo Grande. This agreement was formed to secure a sustainable, drought-resilient source of water to ensure reliable water supplies for the three cities. The purpose of the Central Coast Blue JPA is to construct a regional recycled water project that will enhance supply reliability by injecting advanced purified water into the Santa Maria Groundwater Basin to protect local groundwater from seawater intrusion. In May 2024, the Cities of Grover Beach and Arroyo Grande elected to divest from the Central Coast Blue JPA due to rising project cost estimates and loss of $12 million in state grant funding. As of July 1, 2025, the City of Pismo Beach has continued as a member of the Central Coast Blue JPA and added the City of Pismo Beach Financing Agency to the JPA. The project has been scaled down to benefit the City of Pismo Beach and its residents, visitors, and business community, while still providing a sustainable, drought-resilient source of water, and preventing seawater intrusion for the local groundwater basin. The Central Coast Blue project is projected to be financed with a Clean Water State Revolving Fund loan as well as state and federal grants. The City of Pismo Beach created a Water Central Coast Blue JPA fund to support 33% of the project and a Wastewater Central Coast Blue JPA fund to support 67% of the project. These limited funds only support the administration of the project, based on remaining funds from the former three Cities JPA and rental income, primarily used to pay for the audit and minor operating costs. The majority of Central Coast Blue project costs are supported by the City's Water and Wastewater Enterprise Funds.

Summary

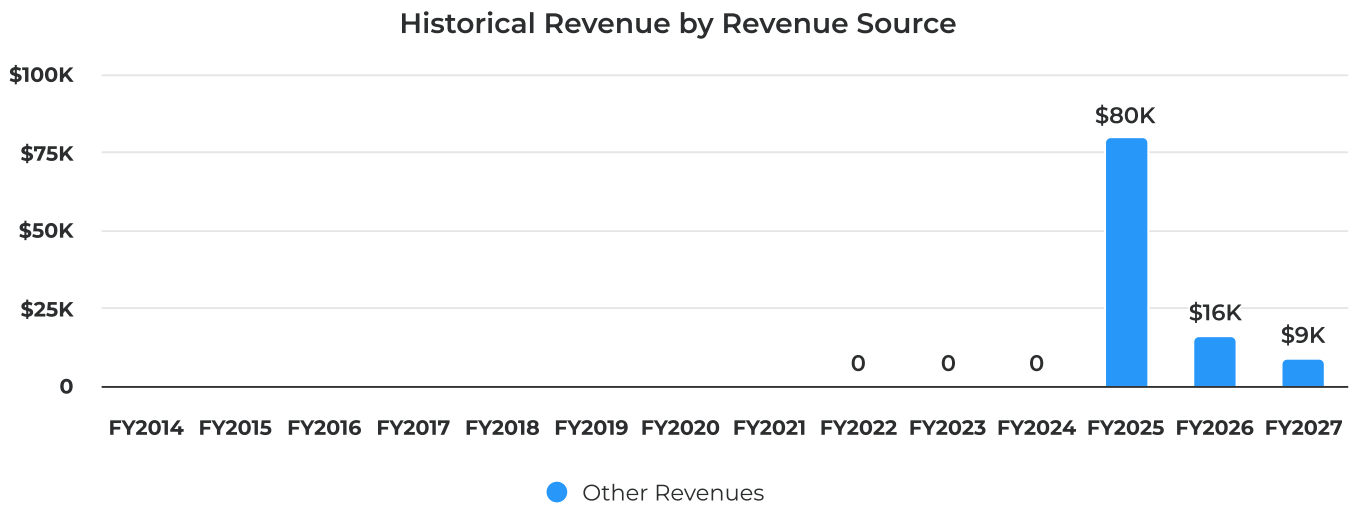


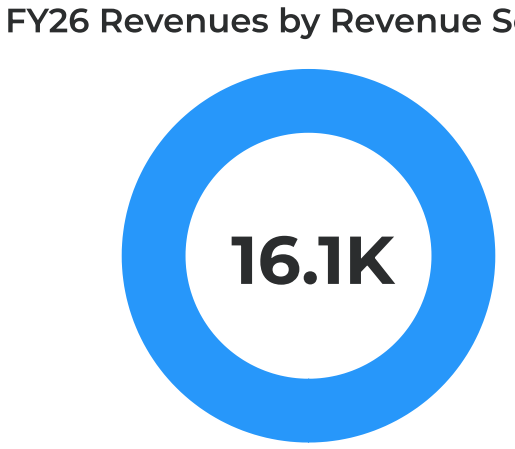
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	-	-	-	**$1,146**	**$6,621**	**$9,280**	**477.75%**	**40.16%**
Revenues								
Other Revenues	-	-	-	$6,882	$16,059	$8,823	133.35%	-45.06%
Total Revenues	-	-	-	**$6,882**	**$16,059**	**$8,823**	**133.35%**	**-45.06%**
Expenditures								
Professional Services	-	-	-	$53,600	$13,400	-	-75.00%	-100.00%
Total Expenditures	-	-	-	**$53,600**	**$13,400**	-	**-75.00%**	**-100.00%**
Total Revenues Less Expenditures	-	-	-	**-$46,718**	**$2,659**	**$8,823**	**-105.69%**	**231.82%**
Ending Fund Balance	-	-	-	**-$45,571**	**$9,280**	**$18,103**	**-120.36%**	**95.08%**

Revenues by Revenue Source







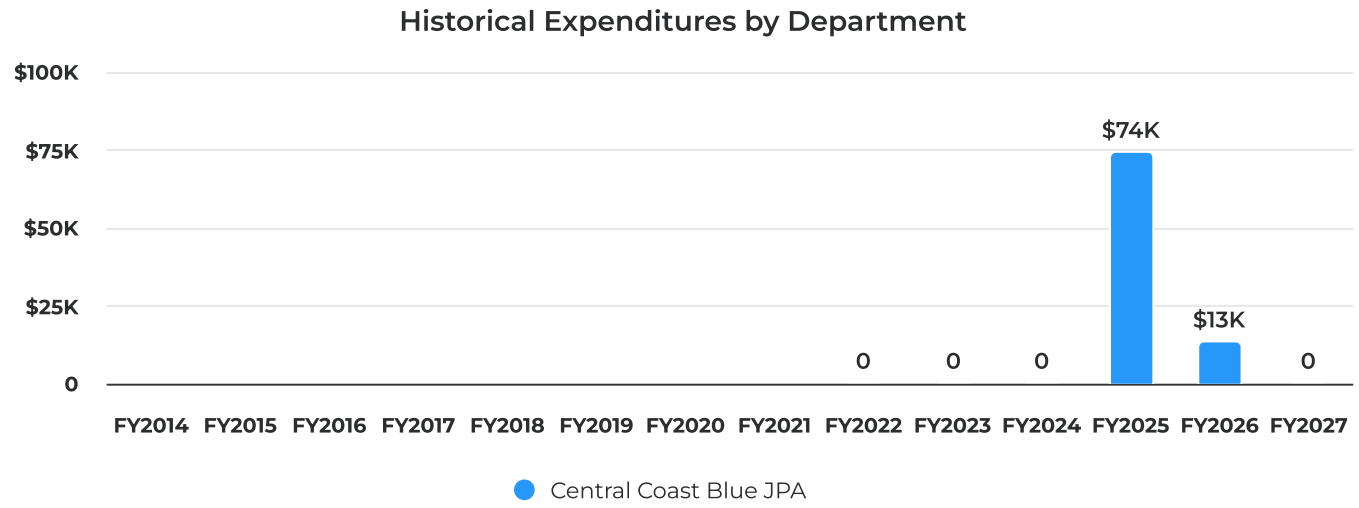
Other Revenues	**$16,059**	100.00%

Other Revenues	**$8,823**	100.00%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-	-	-	$6,882	$16,059	$8,823	133.35%	-45.06%
Total Revenues	**-**	**-**	**-**	**$6,882**	**$16,059**	**$8,823**	**133.35%**	**-45.06%**

Expenditures by Department



FY26 Expenditures by Department



Central Coast Blue JPA **$13,400** 100.00%

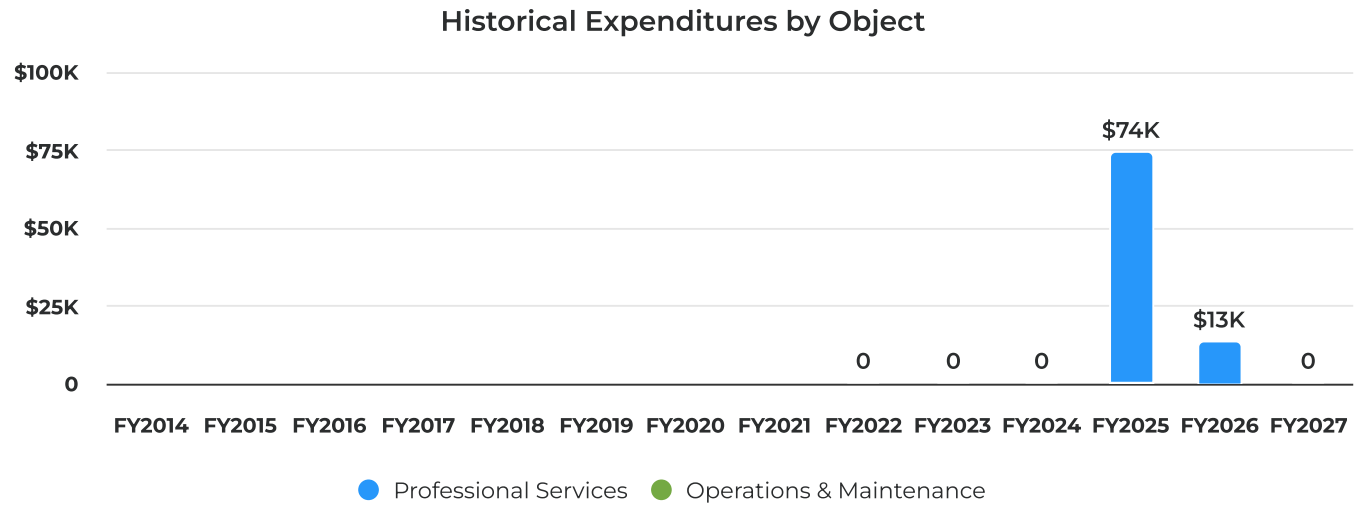
FY27 Expenditures by Department

No data available

Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Central Coast Blue JPA	-	-	-	$53,600	$13,400	-	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$53,600**	**$13,400**	**-**	**-75.00%**	**-100.00%**

Expenditures by Object Summary



FY26 Expenditures by Object



Professional Services	**$13,400**	100.00%

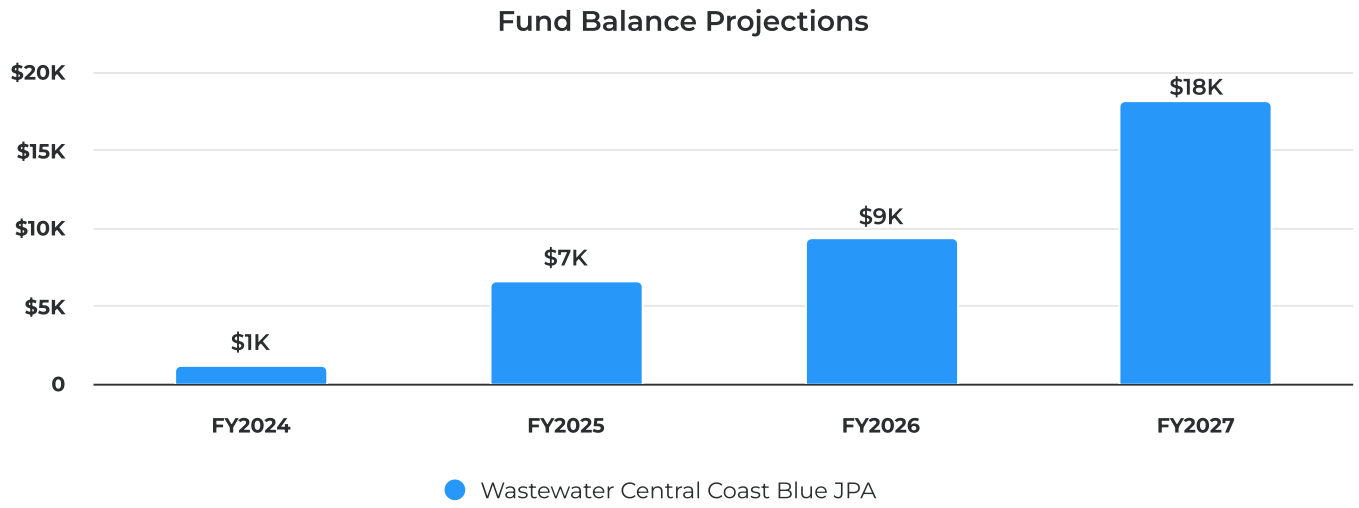
FY27 Expenditures by Object

No data available

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	-	$53,600	-	$13,400	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$53,600**	**-**	**$13,400**	**-75.00%**	**-100.00%**

Fund Balance



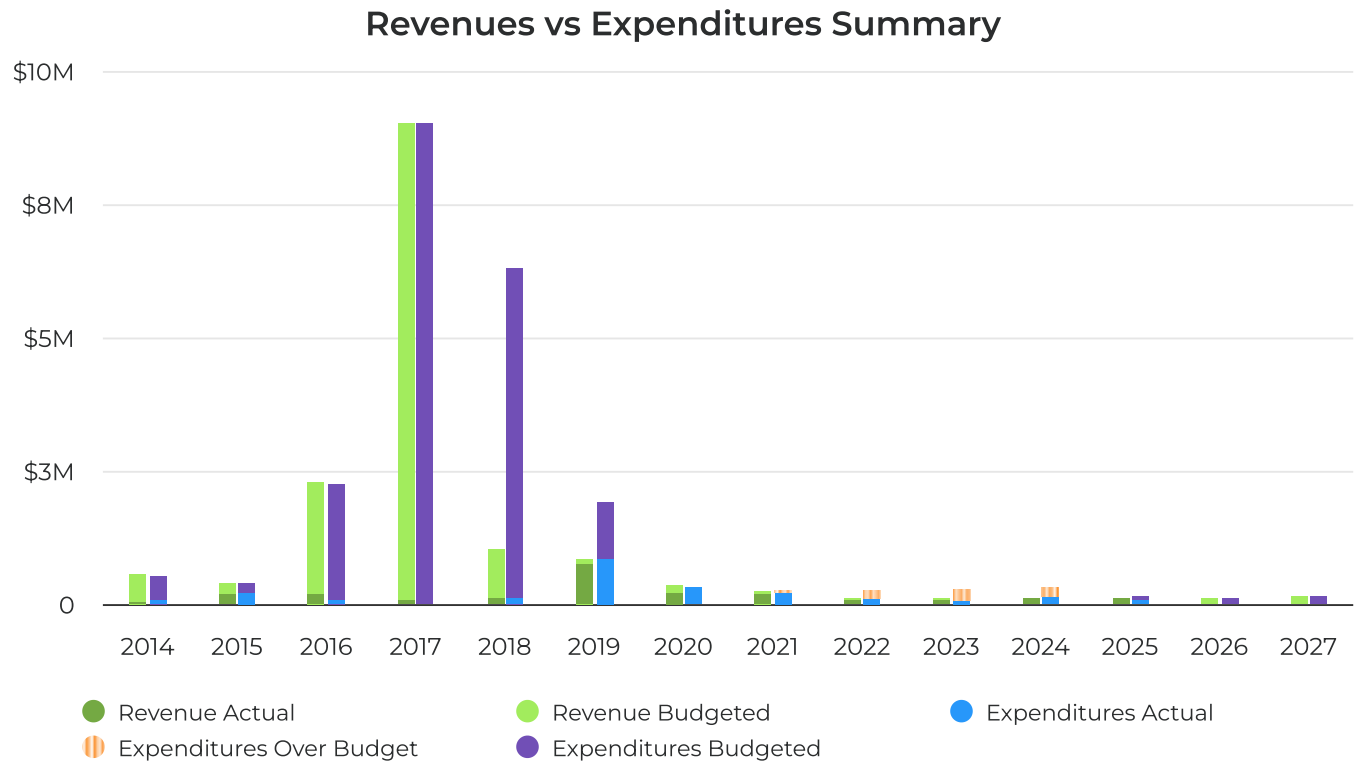
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Wastewater Central Coast Blue JPA	-	-	$1,146.37	$6,621.40	$9,280.40	$18,103.40	40.16%	$2,659.00
Total Fund Balance	**-**	**-**	**$1,146.37**	**$6,621.40**	**$9,280.40**	**$18,103.40**	**40.16%**	**$2,659.00**

Pier Enterprise Fund

The Pier Maintenance activity accounts for expenditures for repair and maintenance of the Pier, Promenade, and nearby facilities. This is established as an enterprise fund because income derived from the City's leases of two vending Airstreams on the Pier must be spent solely for maintenance and improvement of such properties. Currently, the City receives lease revenue from the Bait Shack and from Sunsets on the Pier. These revenues support annual maintenance expenses and the General Fund also provides annual transfers to the Pier Enterprise Fund for these expenses. Note that FY 2019 revenues and expenditures include a transfer in from the General Fund to support the expenditure for the disposal and loss of the City's Pier. The Pier was rehabilitated in FY 2019 using bond proceeds.

Summary



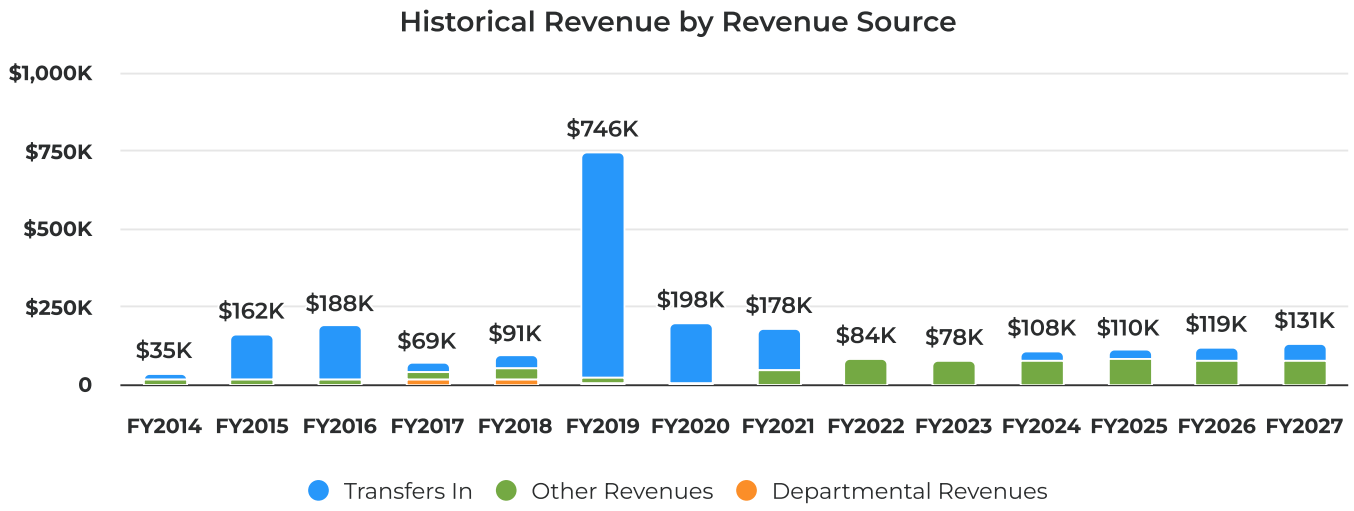
Comprehensive Fund Summary

Comprehensive Fund Summary

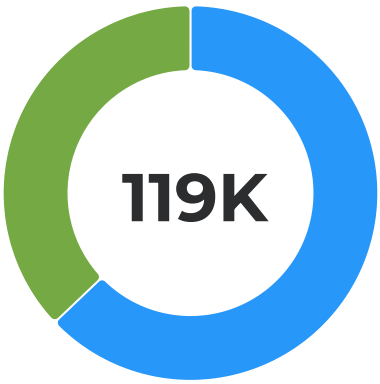
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$93,600**	**$85,844**	**$97,885**	**-**	**$24,638**	**$26,624**	**-**	**8.06%**
Revenues								
Other Revenues	$83,192	$77,591	$77,627	$82,665	$74,582	$76,750	-9.78%	2.91%
Transfers In	$513	-	$30,000	$85,000	$44,000	$54,000	-48.24%	22.73%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues	**$83,706**	**$77,591**	**$107,627**	**$167,665**	**$118,582**	**$130,750**	**-29.27%**	**10.26%**
Expenditures								
Contract Services	$18,107	$19,960	$18,944	$53,042	$26,596	$30,156	-49.86%	13.39%
Operations & Maintenance	$49,054	$66,072	$107,949	$110,000	$90,000	$106,000	-18.18%	17.78%
Other Expenses	$184,948	$184,948	$184,948	-	-	-	-	-
Capital Projects	$513	-	-	-	-	-	-	-
Total Expenditures	**$252,622**	**$270,980**	**$311,841**	**$163,042**	**$116,596**	**$136,156**	**-28.49%**	**16.78%**
Total Revenues Less Expenditures	**-$168,917**	**-$193,389**	**-$204,214**	**$4,623**	**$1,986**	**-$5,406**	**-57.04%**	**-372.21%**
Ending Fund Balance	**-$75,317**	**-$107,545**	**-$106,329**	**$4,623**	**$26,624**	**$21,218**	**475.90%**	**-20.30%**

Revenues by Revenue Source

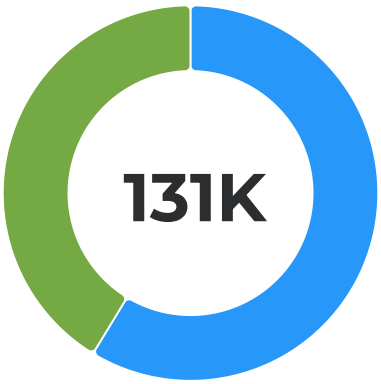


FY26 Revenues by Revenue Source



Other Revenues	**$74,582**	62.89%
Transfers In	**$44,000**	37.11%

FY27 Revenues by Revenue Source

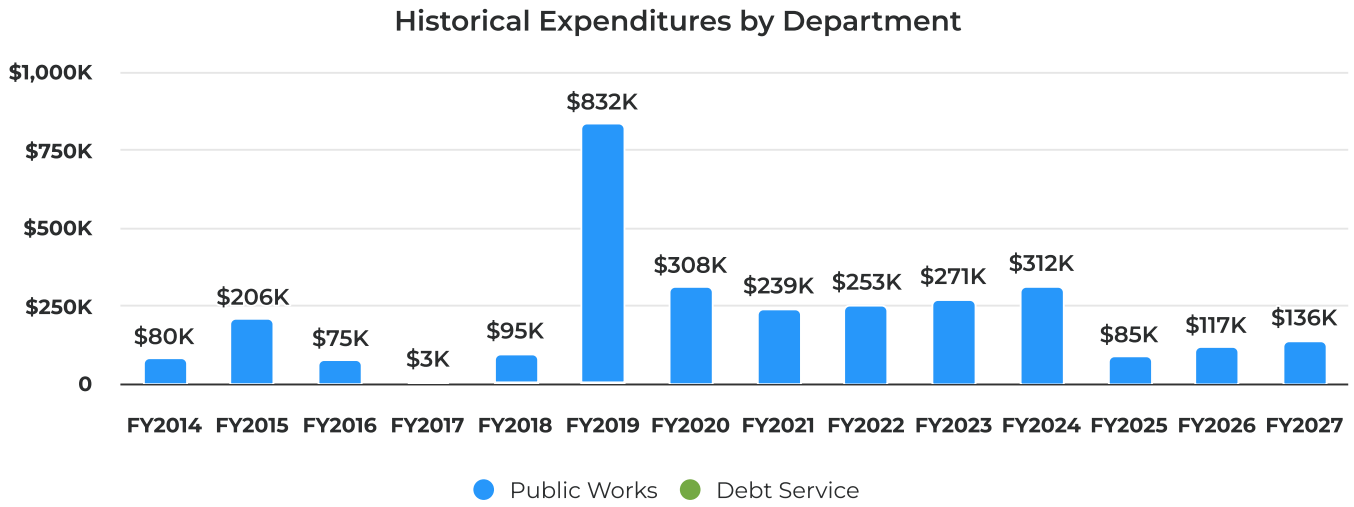


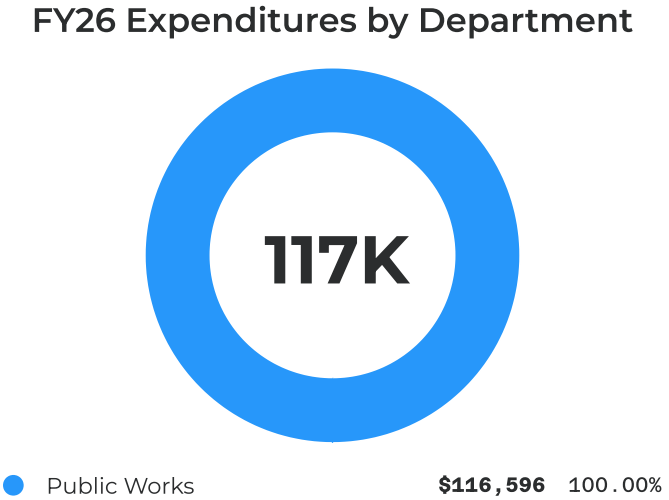
Other Revenues	**$76,750**	58.70%
Transfers In	**$54,000**	41.30%

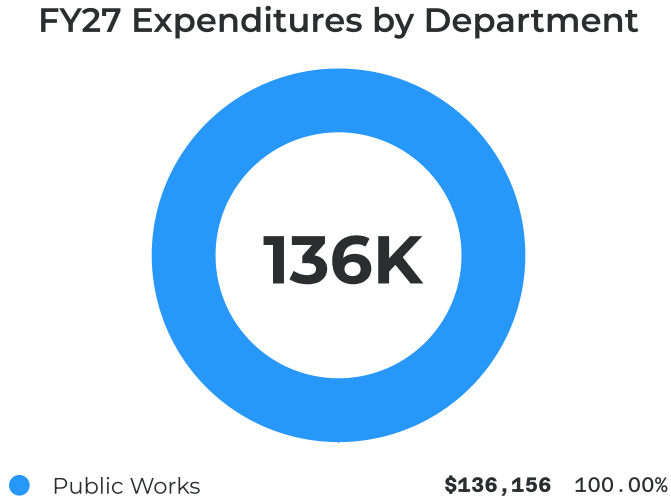
Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	$83,192	$77,591	$77,627	$82,665	$74,582	$76,750	-9.78%	2.91%
Transfers In	$513	-	$30,000	$85,000	$44,000	$54,000	-48.24%	22.73%
Total Revenues	**$83,706**	**$77,591**	**$107,627**	**$167,665**	**$118,582**	**$130,750**	**-29.27%**	**10.26%**

Expenditures by Department



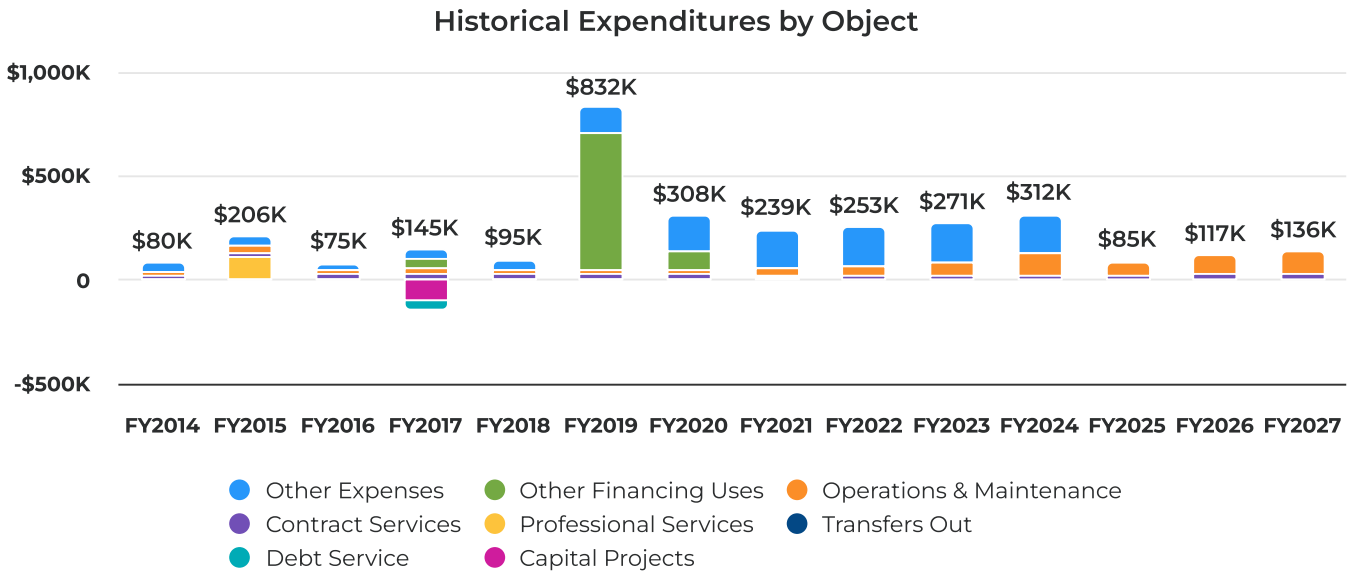




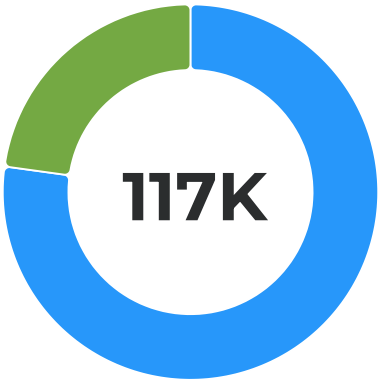
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$252,622	$270,980	$311,841	$163,042	$116,596	$136,156	-28.49%	16.78%
Total Expenditures	**$252,622**	**$270,980**	**$311,841**	**$163,042**	**$116,596**	**$136,156**	**-28.49%**	**16.78%**

Expenditures by Object Summary

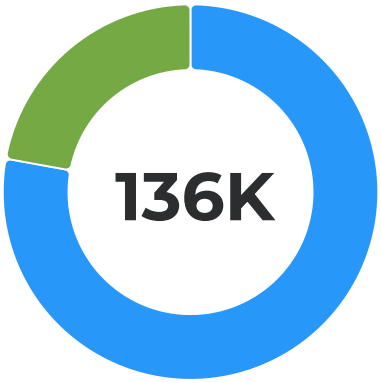


FY26 Expenditures by Object



Operations & Maintenance	**$90,000**	77.19%
Contract Services	**$26,596**	22.81%

FY27 Expenditures by Object

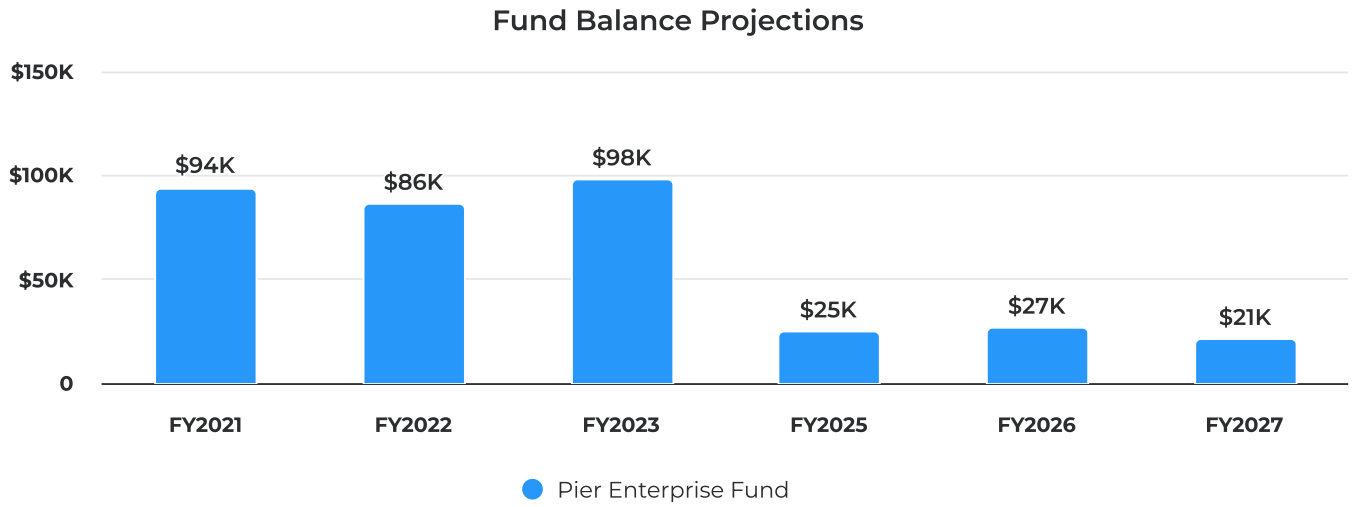


Operations & Maintenance	**$106,000**	77.85%
Contract Services	**$30,156**	22.15%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Contract Services	$18,107	$19,960	$18,944	$53,042	$30,156	$26,596	-49.86%	13.39%
Operations & Maintenance	$49,054	$66,072	$107,949	$110,000	$106,000	$90,000	-18.18%	17.78%
Other Expenses	$184,948	$184,948	$184,948	-	-	-	-	-
Capital Projects	$513	-	-	-	-	-	-	-
Total Expenditures	**$252,622**	**$270,980**	**$311,841**	**$163,042**	**$136,156**	**$116,596**	**-28.49%**	**16.78%**

Fund Balance



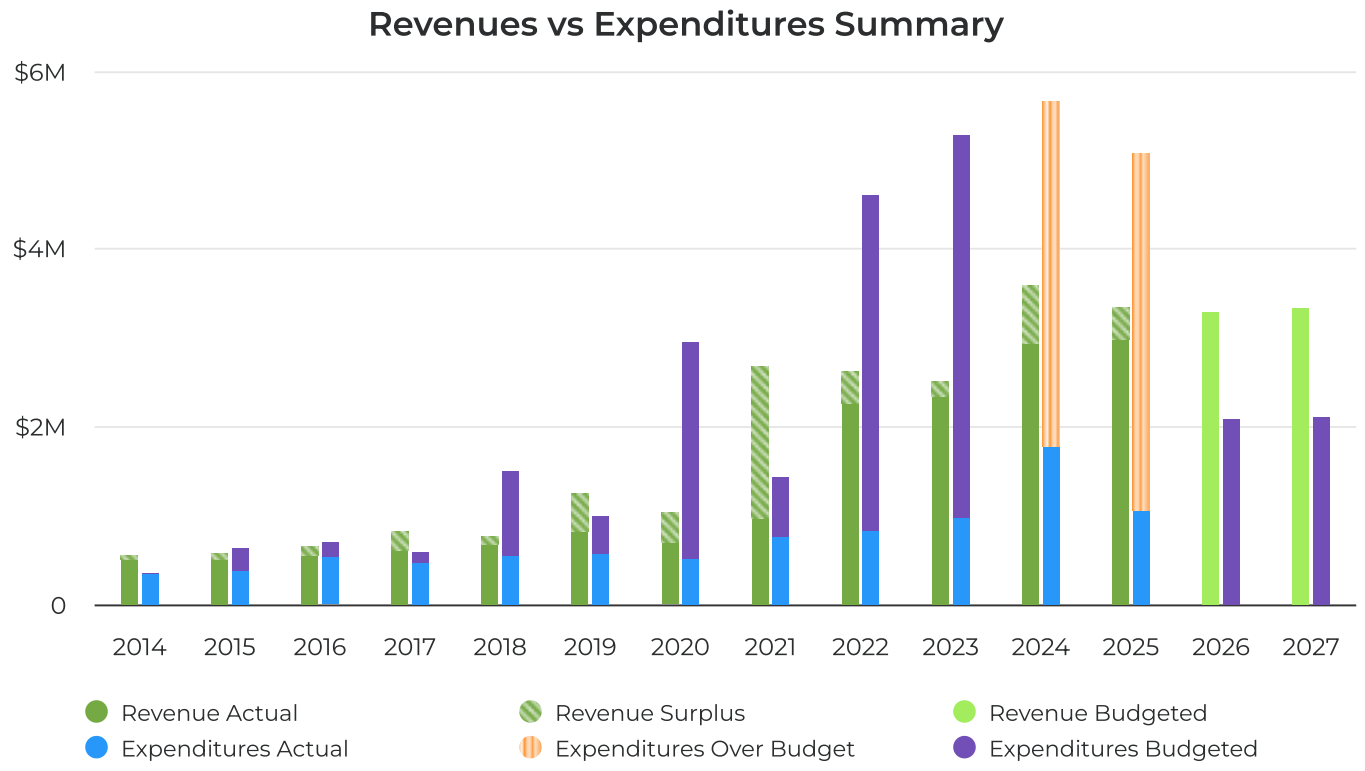
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Pier Enterprise Fund	$85,844.17	$97,884.66	-	$24,638.15	$26,624.15	$21,218.15	8.06%	$1,986.00
Total Fund Balance	**$85,844.17**	**$97,884.66**	**-**	**$24,638.15**	**$26,624.15**	**$21,218.15**	**8.06%**	**$1,986.00**

Parking Enterprise Fund

The Parking Enterprise Fund reflects revenues from parking kiosks and meters located in the downtown core area and from parking citations. Expenditures in the Parking Enterprise Fund are primarily personnel costs and the cost of maintaining the parking kiosks and meters. It is anticipated that the accumulated fund balance will be used to enhance parking, including acquiring and paving future parking lots, as part of the City's focus on and investment on traffic, circulation, and parking.The City continues to grow its parking revenues with demand-driven hourly rates designed to ensure 80% to 85% occupancy of parking lots and meter spaces.

Summary



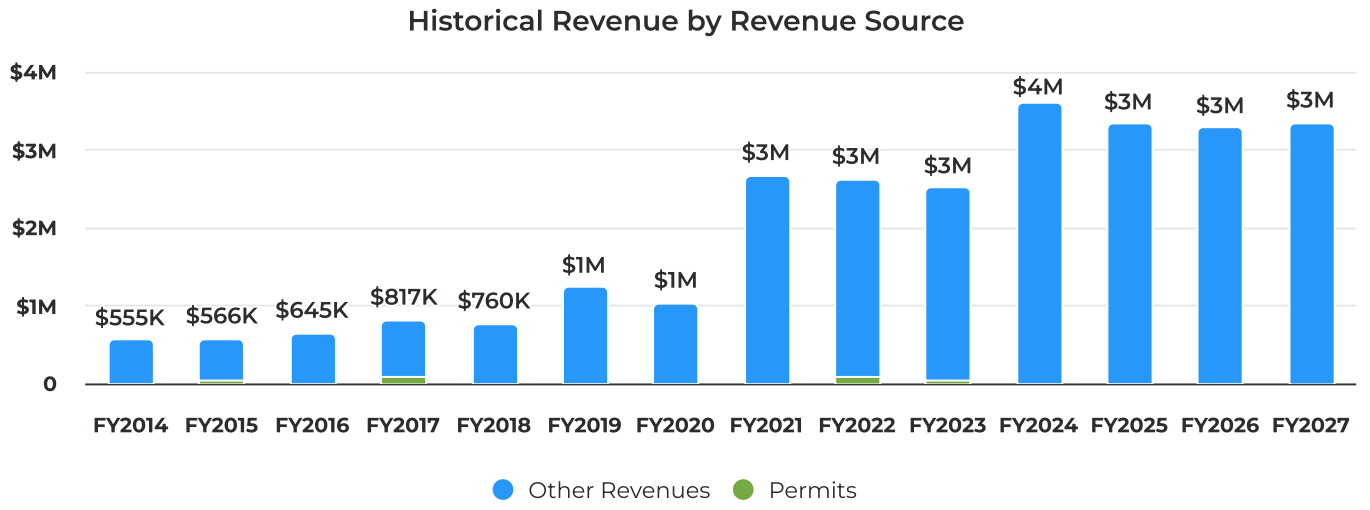
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$3,409,461**	**$5,565,297**	**$5,846,885**	**$3,713,836**	**$1,572,627**	**$2,770,074**	**-57.65%**	**76.14%**
Revenues								
Permits	$73,248	$44,298	-	-	-	-	-	-
Other Revenues	$2,550,546	$2,467,955	$3,602,092	$2,984,278	$3,287,454	$3,337,454	10.16%	1.52%
Total Revenues	**$2,623,794**	**$2,512,253**	**$3,602,092**	**$2,984,278**	**$3,287,454**	**$3,337,454**	**10.16%**	**1.52%**

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Expenditures								
Personnel	$238,082	$250,435	$249,259	$390,650	$381,515	$385,239	-2.34%	0.98%
Professional Services	$3,042	$33,378	$3,562	$13,213	$13,488	$13,133	2.08%	-2.63%
Contract Services	$73,592	$70,727	$14,086	$37,728	$37,745	$37,345	0.05%	-1.06%
Operations & Maintenance	$23,601	$30,793	$18,766	$175,544	$99,442	$100,250	-43.35%	0.81%
Other Expenses	$361,860	$374,174	$518,025	$478,071	$543,451	$540,156	13.68%	-0.61%
Capital Projects	$3,600	$5,819	$4,131	$3,421,900	$328,000	$348,000	-90.41%	6.10%
Transfers Out	$122,300	$201,799	$4,859,573	$1,218,172	$686,366	$686,366	-43.66%	0.00%
Total Expenditures	**$826,077**	**$967,124**	**$5,667,402**	**$5,735,277**	**$2,090,007**	**$2,110,489**	**-63.56%**	**0.98%**
Total Revenues Less Expenditures	**$1,797,717**	**$1,545,129**	**-$2,065,310**	**-$2,750,999**	**$1,197,447**	**$1,226,965**	**-143.53%**	**2.47%**
Ending Fund Balance	**$5,207,178**	**$7,110,426**	**$3,781,575**	**$962,837**	**$2,770,074**	**$3,997,039**	**187.70%**	**44.29%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Other Revenues	**$3,287,454**	100.00%

FY27 Revenues by Revenue Source

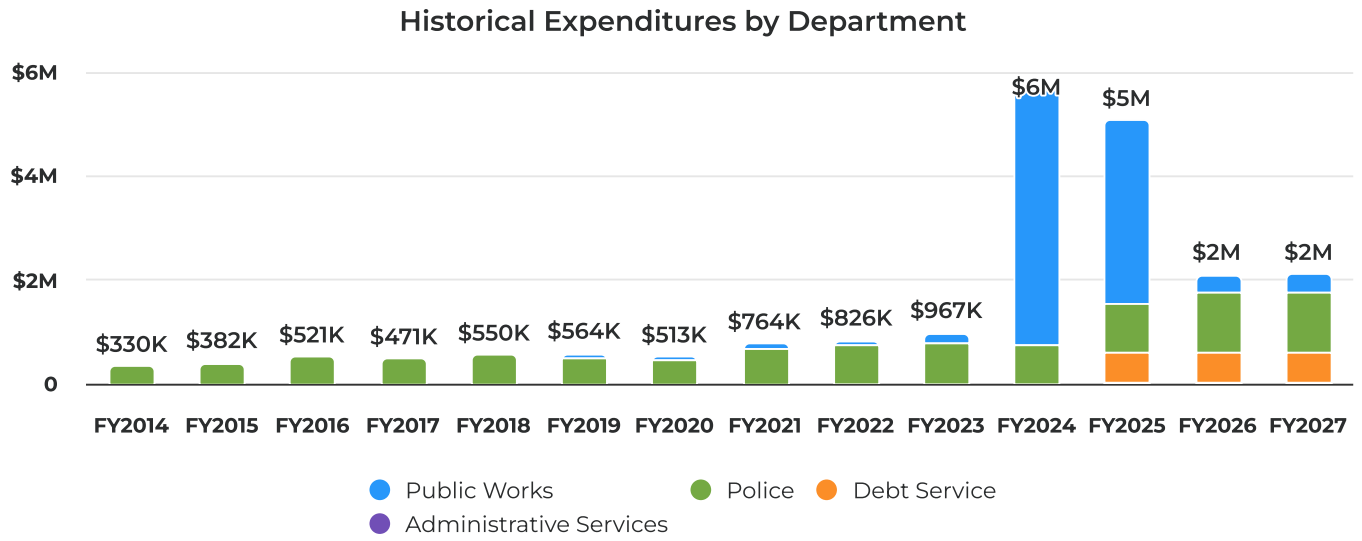


Other Revenues	**$3,337,454**	100.00%

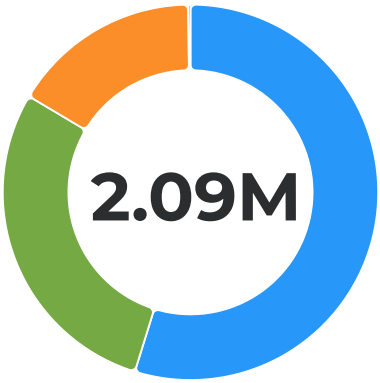
Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Permits	$73,248	$44,298	-	-	-	-	-	-
Other Revenues	$2,550,546	$2,467,955	$3,602,092	$2,984,278	$3,287,454	$3,337,454	10.16%	1.52%
Total Revenues	**$2,623,794**	**$2,512,253**	**$3,602,092**	**$2,984,278**	**$3,287,454**	**$3,337,454**	**10.16%**	**1.52%**

Expenditures by Department

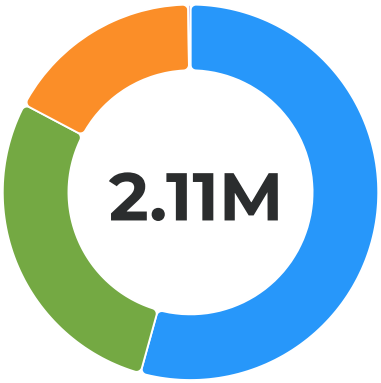


FY26 Expenditures by Department



Police	**$1,145,157**	54.79%
Debt Service	**$600,850**	28.75%
Public Works	**$340,000**	16.27%
Administrative Services	**$4,000**	0.19%

FY27 Expenditures by Department

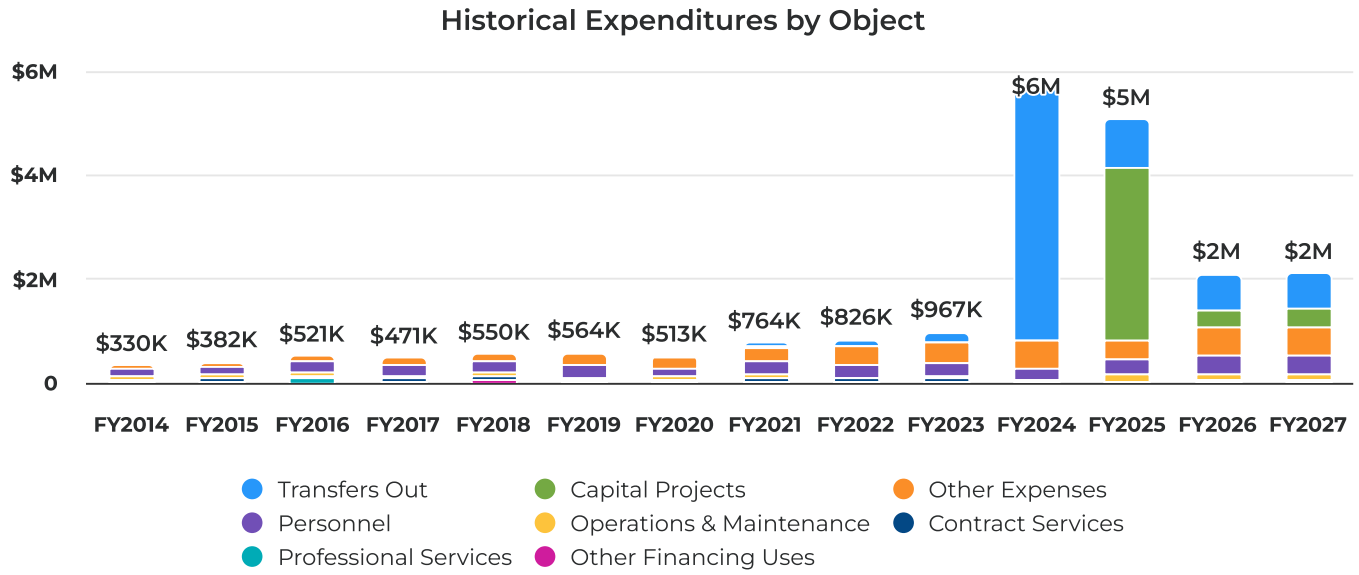


Police	**$1,145,994**	54.30%
Debt Service	**$600,375**	28.45%
Public Works	**$360,000**	17.06%
Administrative Services	**$4,120**	0.20%

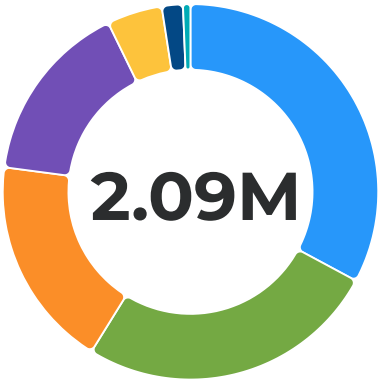
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Government	-	-	-	$2,492	-	-	-100.00%	-
Administrative Services	-	-	-	$4,000	$4,000	$4,120	0.00%	3.00%
Police	$755,237	$793,121	$728,516	$1,242,470	$1,145,157	$1,145,994	-7.83%	0.07%
Public Works	$70,840	$174,003	$4,938,887	$3,885,740	$340,000	$360,000	-91.25%	5.88%
Debt Service	-	-	-	$600,575	$600,850	$600,375	0.05%	-0.08%
Total Expenditures	**$826,077**	**$967,124**	**$5,667,402**	**$5,735,277**	**$2,090,007**	**$2,110,489**	**-63.56%**	**0.98%**

Expenditures by Object Summary

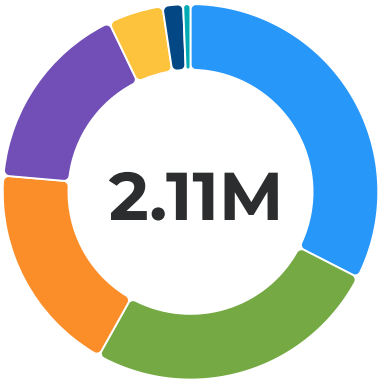


FY26 Expenditures by Object



Transfers Out	**$686,366**	32.84%
Other Expenses	**$543,451**	26.00%
Personnel	**$381,515**	18.25%
Capital Projects	**$328,000**	15.69%
Operations & Maintenance	**$99,442**	4.76%
Contract Services	**$37,745**	1.81%
Professional Services	**$13,488**	0.65%

FY27 Expenditures by Object

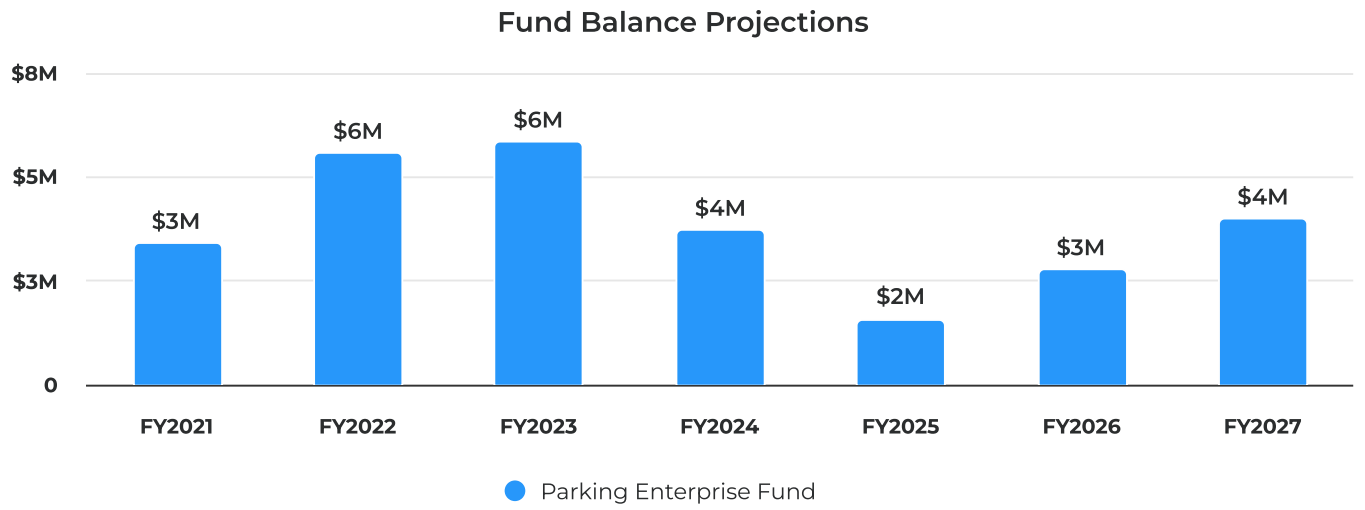


Transfers Out	**$686,366**	32.52%
Other Expenses	**$540,156**	25.59%
Personnel	**$385,239**	18.25%
Capital Projects	**$348,000**	16.49%
Operations & Maintenance	**$100,250**	4.75%
Contract Services	**$37,345**	1.77%
Professional Services	**$13,133**	0.62%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$238,082	$250,435	$249,259	$390,650	$385,239	$381,515	-2.34%	0.98%
Professional Services	$3,042	$33,378	$3,562	$13,213	$13,133	$13,488	2.08%	-2.63%
Contract Services	$73,592	$70,727	$14,086	$37,728	$37,345	$37,745	0.05%	-1.06%
Operations & Maintenance	$23,601	$30,793	$18,766	$175,544	$100,250	$99,442	-43.35%	0.81%
Other Expenses	$361,860	$374,174	$518,025	$478,071	$540,156	$543,451	13.68%	-0.61%
Capital Projects	$3,600	$5,819	$4,131	$3,421,900	$348,000	$328,000	-90.41%	6.10%
Transfers Out	$122,300	$201,799	$4,859,573	$1,218,172	$686,366	$686,366	-43.66%	0.00%
Total Expenditures	**$826,077**	**$967,124**	**$5,667,402**	**$5,735,277**	**$2,110,489**	**$2,090,007**	**-63.56%**	**0.98%**

Fund Balance



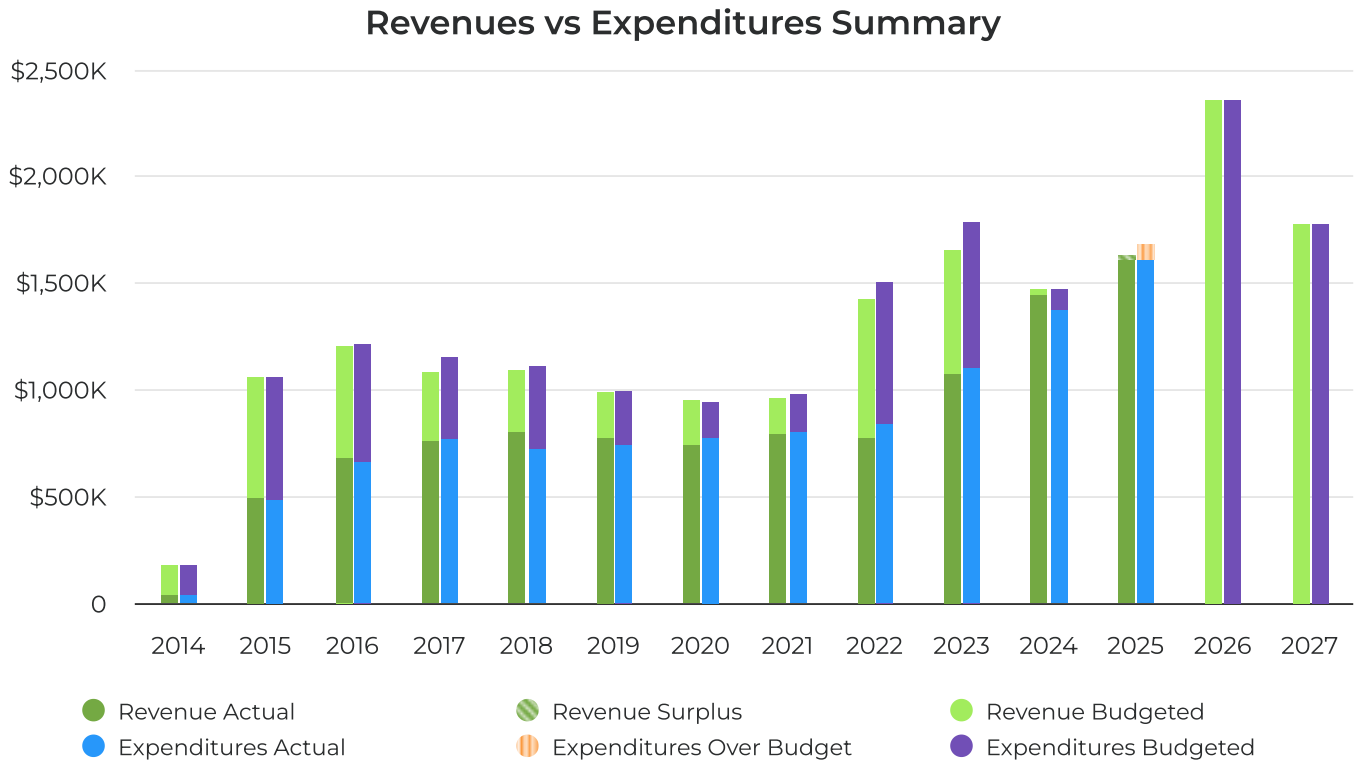
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Parking Enterprise Fund	$5,565,297.16	$5,846,884.81	$3,713,835.90	$1,572,626.76	$2,770,073.76	$3,997,038.76	76.14%	$1,197,447.00
Total Fund Balance	**$5,565,297.16**	**$5,846,884.81**	**$3,713,835.90**	**$1,572,626.76**	**$2,770,073.76**	**$3,997,038.76**	**76.14%**	**$1,197,447.00**

Technology Service Fund

The Technology Service Fund is an internal service fund. This division is part of the Administrative Services Department and is responsible for Information Technology implementation and management. Responsibilities include information security, monitoring contracted information technology (IT) services, overseeing IT infrastructure (data, telecommunications, radio, SCADA), managing technology projects and supporting all technology initiatives.

Summary



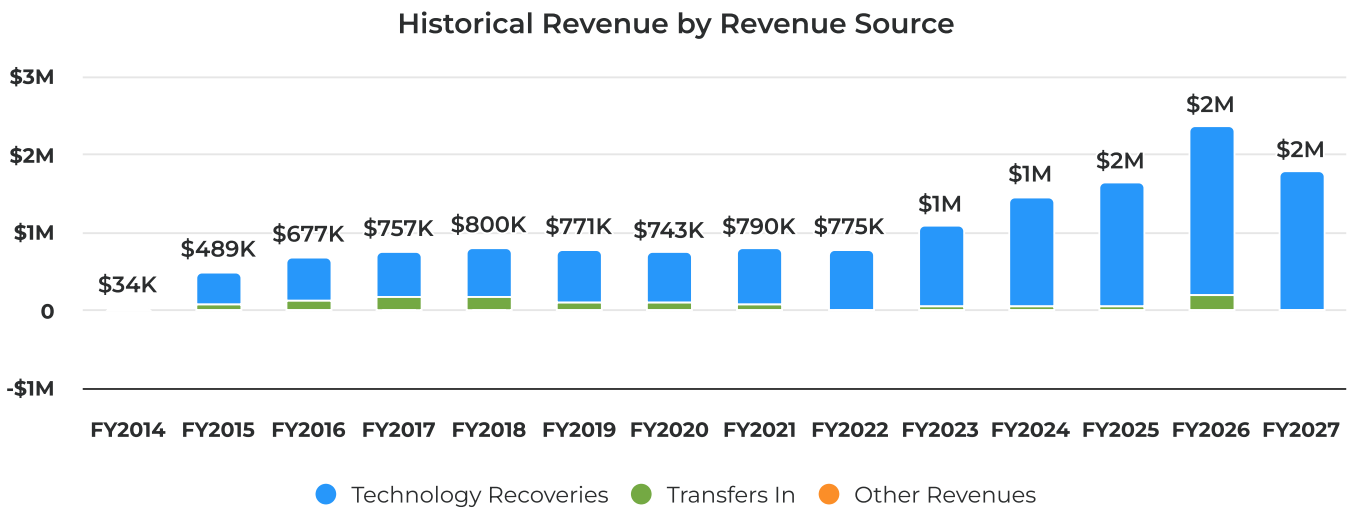
Comprehensive Fund Summary

Comprehensive Fund Summary

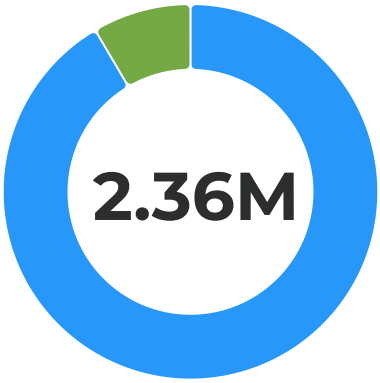
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$129,023**	**$479,061**	**$114,799**	**$59,512**	**$13,254**	**$13,254**	**-77.73%**	**0.00%**
Revenues								
Other Revenues	-$2,984	$1,923	$2,224	$565	-	-	-100.00%	-
Technology Recoveries	$768,187	$1,021,509	$1,388,124	$1,621,974	$2,160,174	$1,781,791	33.18%	-17.52%
Transfers In	$6,550	$52,976	$56,960	$453,424	$200,000	-	-55.89%	-100.00%
Total Revenues	**$771,753**	**$1,076,408**	**$1,447,308**	**$2,075,963**	**$2,360,174**	**$1,781,791**	**13.69%**	**-24.51%**
Expenditures								

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$159,587	$232,642	$271,586	$278,992	$300,016	$304,266	7.54%	1.42%
Professional Services	$51,229	$58,502	$58,712	$175,171	$257,470	$107,470	46.98%	-58.26%
Contract Services	$504,347	$664,568	$866,557	$1,311,968	$1,042,780	$1,057,767	-20.52%	1.44%
Operations & Maintenance	$54,536	$105,364	$152,375	$233,022	$272,908	$260,288	17.12%	-4.62%
Other Expenses	$35,602	$29,538	$13,674	-	-	-	-	-
Capital Projects	$33,658	$9,453	$13,302	$121,578	$487,000	$52,000	300.57%	-89.32%
Total Expenditures	**$838,959**	**$1,100,068**	**$1,376,205**	**$2,120,731**	**$2,360,174**	**$1,781,791**	**11.29%**	**-24.51%**
Total Revenues Less Expenditures	**-$67,206**	**-$23,660**	**$71,103**	**-$44,767**	**-**	**-**	**-100.00%**	**-**
Ending Fund Balance	**$61,818**	**$455,400**	**$185,902**	**$14,745**	**$13,254**	**$13,254**	**-10.11%**	**0.00%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Technology Recoveries	**$2,160,174**	91.53%
Transfers In	**$200,000**	8.47%

FY27 Revenues by Revenue Source

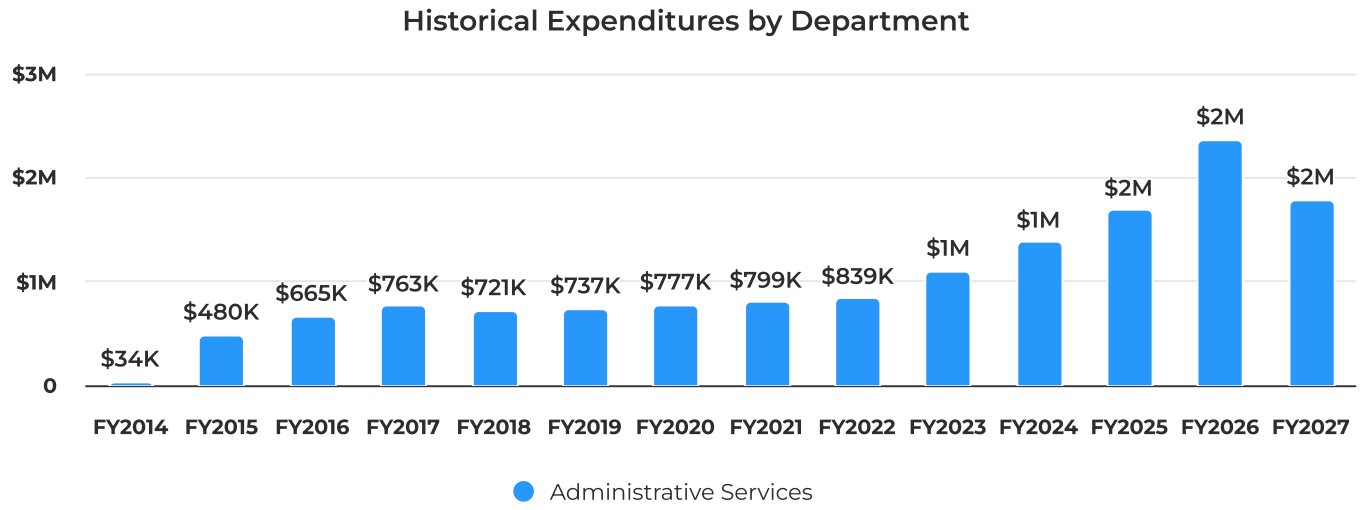


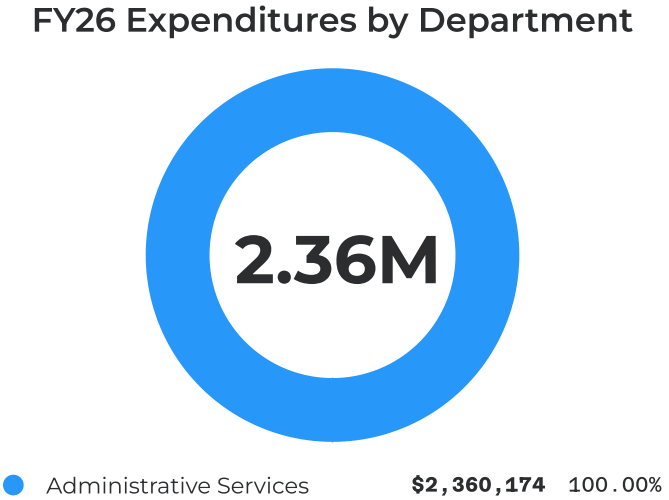
Technology Recoveries	**$1,781,791**	100.00%

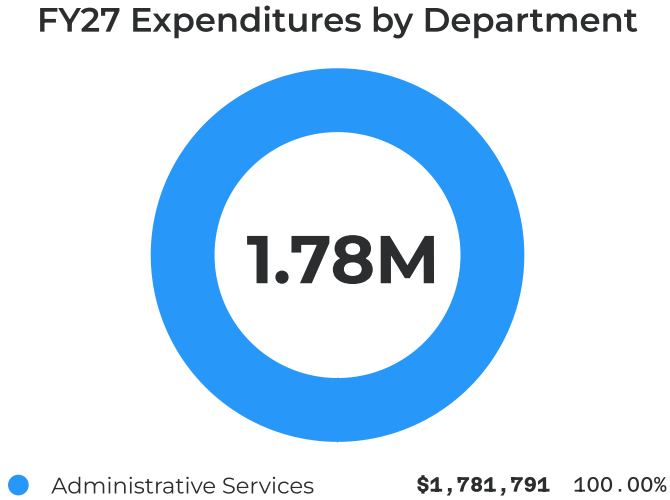
Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$2,984	$1,923	$2,224	$565	-	-	-100.00%	-
Technology Recoveries	$768,187	$1,021,509	$1,388,124	$1,621,974	$2,160,174	$1,781,791	33.18%	-17.52%
Transfers In	$6,550	$52,976	$56,960	$453,424	$200,000	-	-55.89%	-100.00%
Total Revenues	**$771,753**	**$1,076,408**	**$1,447,308**	**$2,075,963**	**$2,360,174**	**$1,781,791**	**13.69%**	**-24.51%**

Expenditures by Department



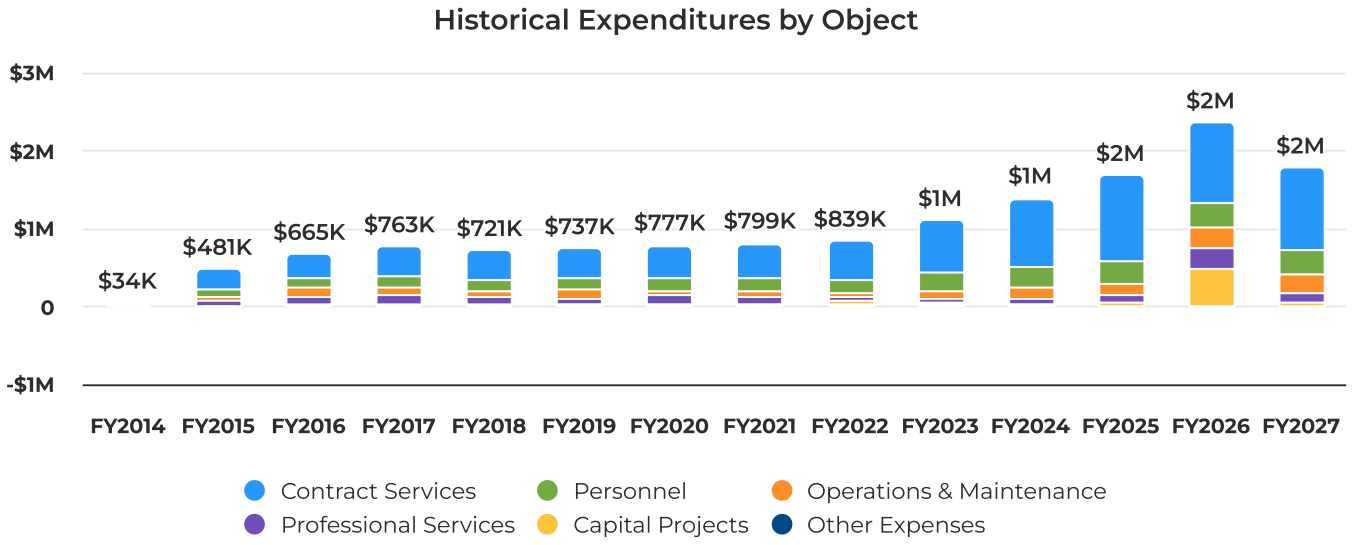




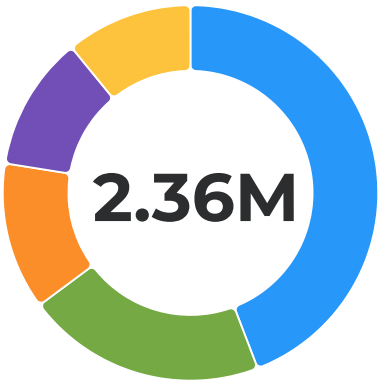
Expenditures by Department

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Administrative Services	$838,959	$1,100,068	$1,376,205	$2,120,731	$2,360,174	$1,781,791	11.29%	-24.51%
Total Expenditures	**$838,959**	**$1,100,068**	**$1,376,205**	**$2,120,731**	**$2,360,174**	**$1,781,791**	**11.29%**	**-24.51%**

Expenditures by Object Summary

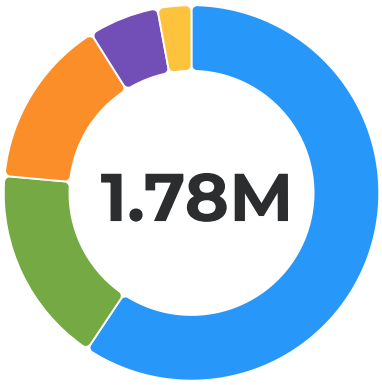


FY26 Expenditures by Object



Contract Services	**$1,042,780**	44.18%
Capital Projects	**$487,000**	20.63%
Personnel	**$300,016**	12.71%
Operations & Maintenance	**$272,908**	11.56%
Professional Services	**$257,470**	10.91%

FY27 Expenditures by Object

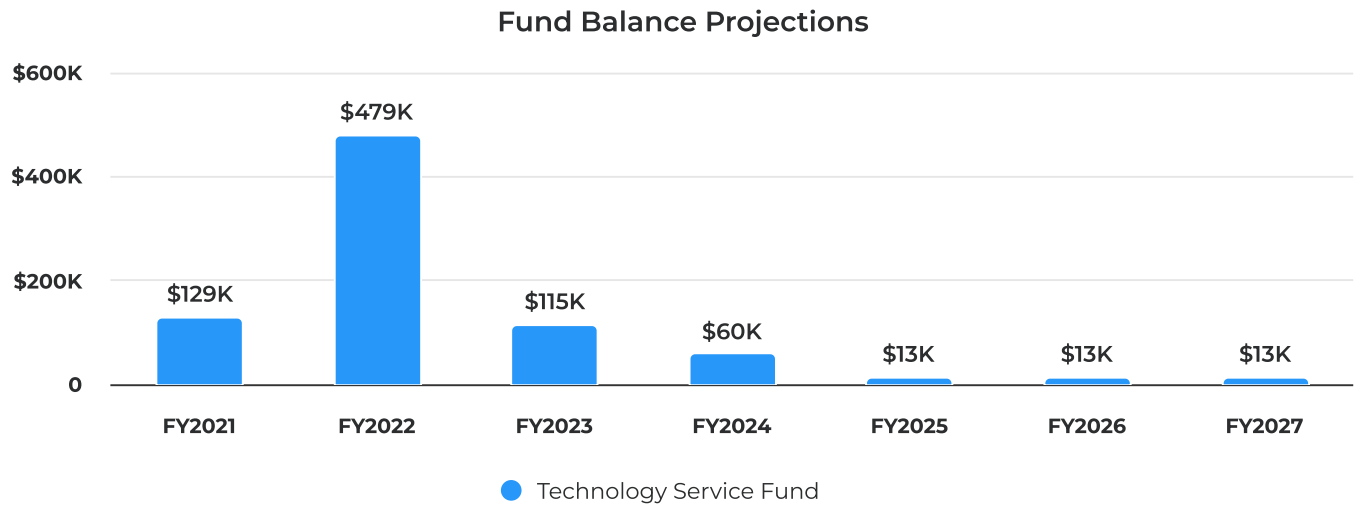


Contract Services	**$1,057,767**	59.37%
Personnel	**$304,266**	17.08%
Operations & Maintenance	**$260,288**	14.61%
Professional Services	**$107,470**	6.03%
Capital Projects	**$52,000**	2.92%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$159,587	$232,642	$271,586	$278,992	$304,266	$300,016	7.54%	1.42%
Professional Services	$51,229	$58,502	$58,712	$175,171	$107,470	$257,470	46.98%	-58.26%
Contract Services	$504,347	$664,568	$866,557	$1,311,968	$1,057,767	$1,042,780	-20.52%	1.44%
Operations & Maintenance	$54,536	$105,364	$152,375	$233,022	$260,288	$272,908	17.12%	-4.62%
Other Expenses	$35,602	$29,538	$13,674	-	-	-	-	-
Capital Projects	$33,658	$9,453	$13,302	$121,578	$52,000	$487,000	300.57%	-89.32%
Total Expenditures	**$838,959**	**$1,100,068**	**$1,376,205**	**$2,120,731**	**$1,781,791**	**$2,360,174**	**11.29%**	**-24.51%**

Fund Balance



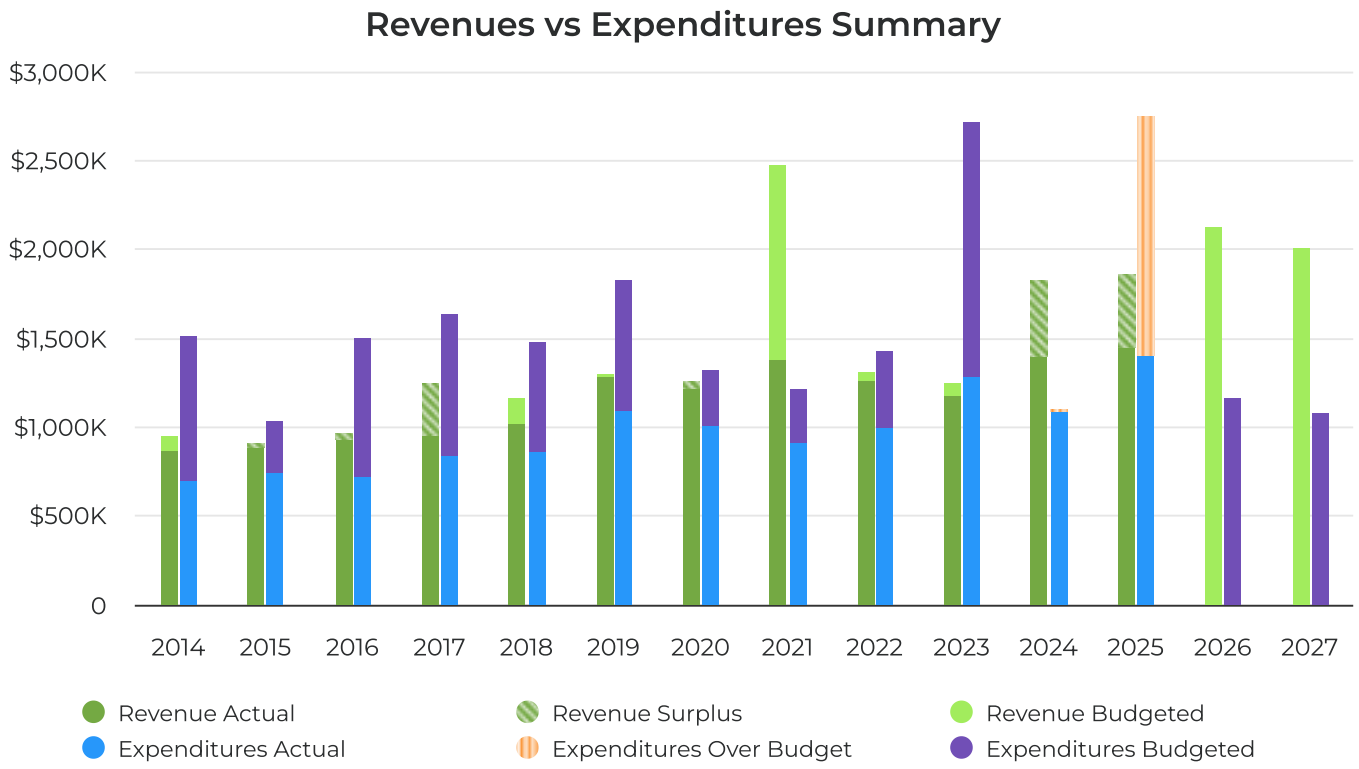
Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Technology Service Fund	$479,060.56	$114,798.89	$59,512.17	$13,254.16	$13,254.16	$13,254.16	0.00%	-
Total Fund Balance	**$479,060.56**	**$114,798.89**	**$59,512.17**	**$13,254.16**	**$13,254.16**	**$13,254.16**	**-**	**-**

Motor Vehicle Fund

The Motor Vehicle Operations & Replacement Fund is an internal service fund. This division is responsible for assuring that City vehicles and equipment are maintained in a safe and reliable condition. Responsibilities include inspecting, servicing, and maintaining vehicles, heavy equipment, and generators, while obtaining the highest rating on all state inspections. Service records are established and maintained for each vehicle, piece of heavy equipment, trailer, and generator that is owned by the City of Pismo Beach.

Summary



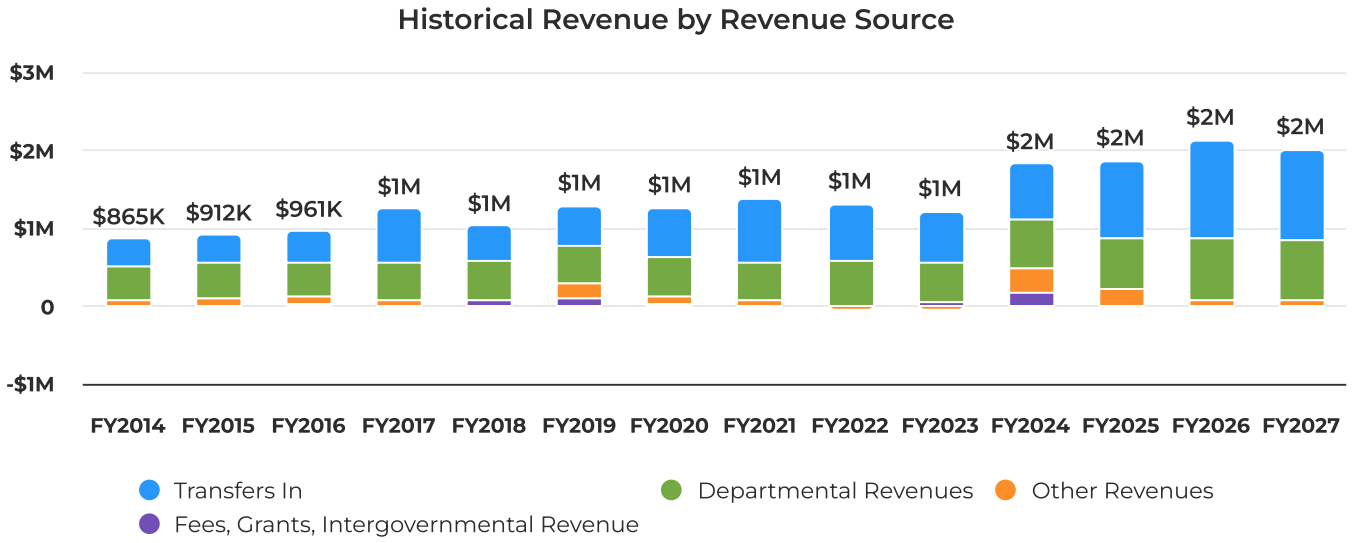
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Beginning Fund Balance	**$2,154,880**	**$3,613,438**	**$4,681,754**	**$5,155,518**	**$4,201,370**	**$5,162,825**	**-18.51%**	**22.88%**
Revenues								
Other Revenues	-$49,535	-$42,640	$322,203	$36,765	$78,368	$78,368	113.16%	0.00%
Fees, Grants, Intergovernmental Revenue	-	$46,000	$161,086	$187,726	-	-	-100.00%	-
Departmental Revenues	$567,626	$518,976	$614,352	$699,528	$787,974	$768,354	12.64%	-2.49%
Transfers In	$734,178	$649,045	$729,756	$1,015,853	$1,256,090	$1,156,090	23.65%	-7.96%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues	**$1,252,268**	**$1,171,381**	**$1,827,397**	**$1,939,872**	**$2,122,432**	**$2,002,812**	**9.41%**	**-5.64%**
Expenditures								
Personnel	$148,976	$160,802	$138,244	$165,929	$198,233	$207,577	19.47%	4.71%
Contract Services	$1,483	$7,045	$11,015	$17,290	$13,020	$13,020	-24.70%	0.00%
Operations & Maintenance	$412,287	$482,082	$456,145	$519,229	$519,910	$534,622	0.13%	2.83%
Other Expenses	$411,689	$397,861	$394,334	$8,602	$16,813	$13,134	95.45%	-21.88%
Capital Projects	$14,386	$6,019	$20,836	$2,452,413	$413,000	$307,430	-83.16%	-25.56%
Other Financing Uses	-	$220,525	$81,806	-	-	-	-	-
Total Expenditures	**$988,821**	**$1,274,334**	**$1,102,379**	**$3,163,463**	**$1,160,977**	**$1,075,783**	**-63.30%**	**-7.34%**
Total Revenues Less Expenditures	**$263,447**	**-$102,953**	**$725,018**	**-$1,223,591**	**$961,455**	**$927,029**	**-178.58%**	**-3.58%**
Ending Fund Balance	**$2,418,327**	**$3,510,486**	**$5,406,771**	**$3,931,927**	**$5,162,825**	**$6,089,854**	**31.31%**	**17.96%**

Revenues by Revenue Source

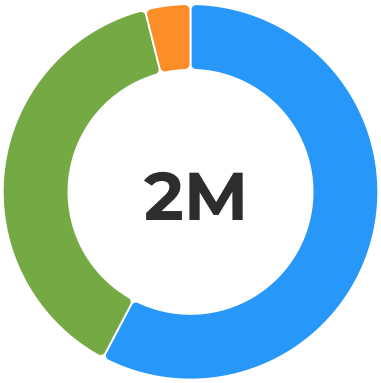


FY26 Revenues by Revenue Source



Transfers In	$1,256,090	59.18%
Departmental Revenues	$787,974	37.13%
Other Revenues	$78,368	3.69%

FY27 Revenues by Revenue Source



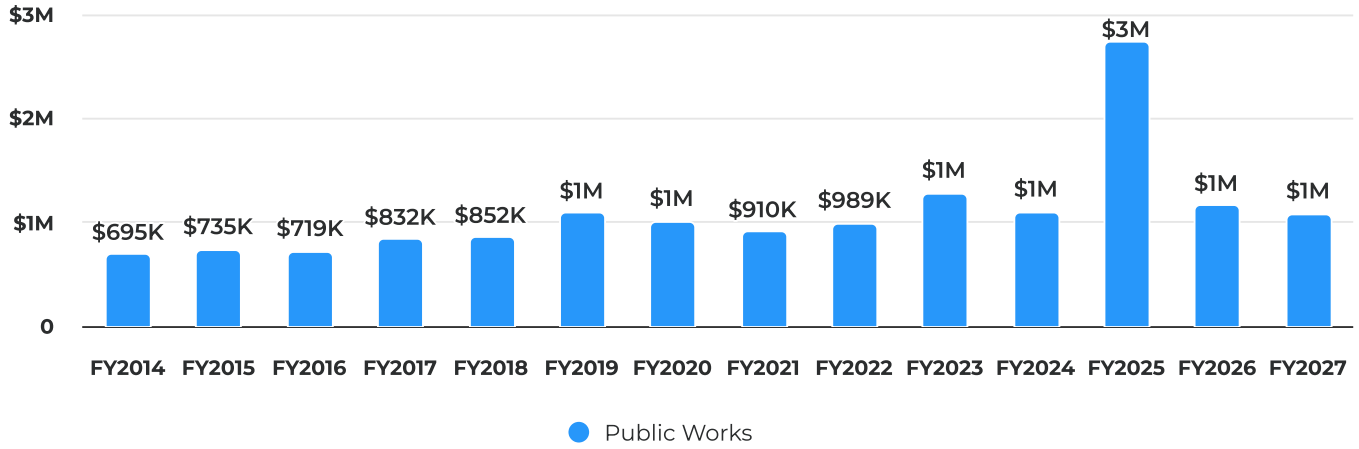
Transfers In	$1,156,090	57.72%
Departmental Revenues	$768,354	38.36%
Other Revenues	$78,368	3.91%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$49,535	-$42,640	$322,203	$36,765	$78,368	$78,368	113.16%	0.00%
Fees, Grants, Intergovernmental Revenue	-	$46,000	$161,086	$187,726	-	-	-100.00%	-
Departmental Revenues	$567,626	$518,976	$614,352	$699,528	$787,974	$768,354	12.64%	-2.49%
Transfers In	$734,178	$649,045	$729,756	$1,015,853	$1,256,090	$1,156,090	23.65%	-7.96%
Total Revenues	**$1,252,268**	**$1,171,381**	**$1,827,397**	**$1,939,872**	**$2,122,432**	**$2,002,812**	**9.41%**	**-5.64%**

Expenditures by Department

Historical Expenditures by Department



FY26 Expenditures by Department



Public Works **$1,160,977** 100.00%

FY27 Expenditures by Department



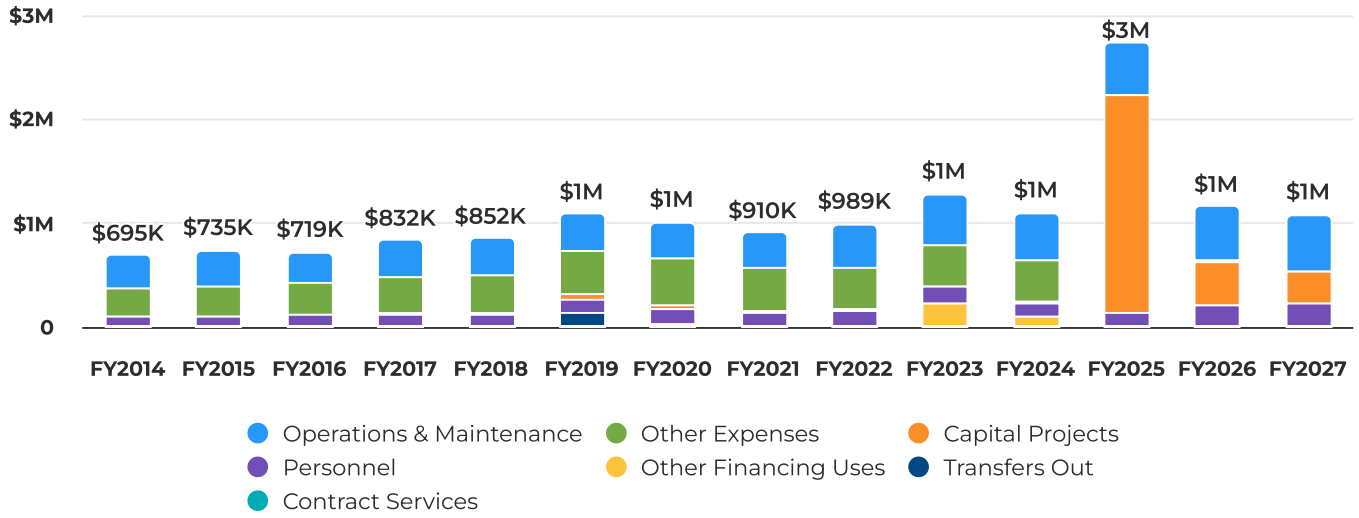
Public Works **$1,075,783** 100.00%

Expenditures by Department

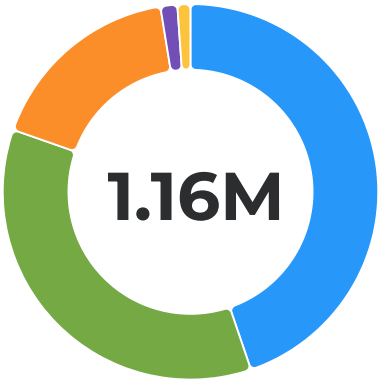
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$988,821	$1,274,334	$1,102,379	$3,163,463	$1,160,977	$1,075,783	-63.30%	-7.34%
Total Expenditures	**$988,821**	**$1,274,334**	**$1,102,379**	**$3,163,463**	**$1,160,977**	**$1,075,783**	**-63.30%**	**-7.34%**

Expenditures by Object Summary

Historical Expenditures by Object

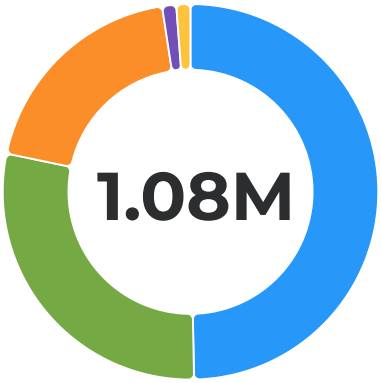


FY26 Expenditures by Object



Operations & Maintenance	**$519,910**	44.78%
Capital Projects	**$413,000**	35.57%
Personnel	**$198,233**	17.07%
Other Expenses	**$16,813**	1.45%
Contract Services	**$13,020**	1.12%

FY27 Expenditures by Object

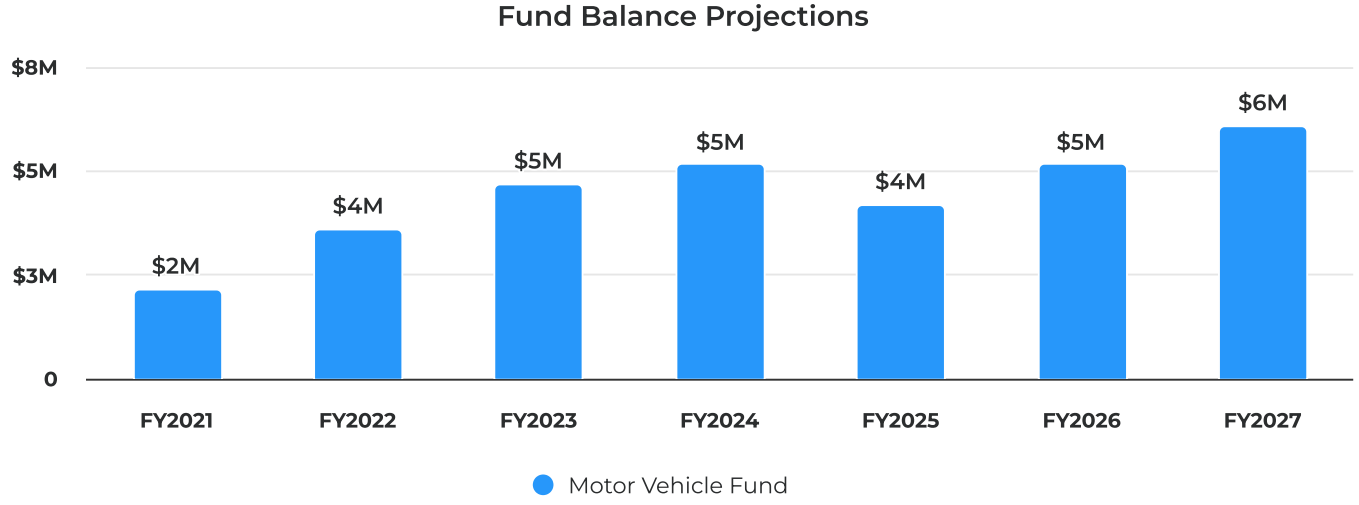


Operations & Maintenance	**$534,622**	49.70%
Capital Projects	**$307,430**	28.58%
Personnel	**$207,577**	19.30%
Other Expenses	**$13,134**	1.22%
Contract Services	**$13,020**	1.21%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$148,976	$160,802	$138,244	$165,929	$207,577	$198,233	19.47%	4.71%
Contract Services	$1,483	$7,045	$11,015	$17,290	$13,020	$13,020	-24.70%	0.00%
Operations & Maintenance	$412,287	$482,082	$456,145	$519,229	$534,622	$519,910	0.13%	2.83%
Other Expenses	$411,689	$397,861	$394,334	$8,602	$13,134	$16,813	95.45%	-21.88%
Capital Projects	$14,386	$6,019	$20,836	$2,452,413	$307,430	$413,000	-83.16%	-25.56%
Other Financing Uses	-	$220,525	$81,806	-	-	-	-	-
Total Expenditures	**$988,821**	**$1,274,334**	**$1,102,379**	**$3,163,463**	**$1,075,783**	**$1,160,977**	**-63.30%**	**-7.34%**

Fund Balance



Financial Summary

Fund Balance	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2025 vs. FY 2026 (% Change)	FY 2025 vs. FY 2026 ($ Change)
Motor Vehicle Fund	$3,613,438.45	$4,681,753.53	$5,155,517.80	$4,201,369.92	$5,162,825.29	$6,089,853.91	22.88%	$961,455.37
Total Fund Balance	**$3,613,438.45**	**$4,681,753.53**	**$5,155,517.80**	**$4,201,369.92**	**$5,162,825.29**	**$6,089,853.91**	**22.88%**	**$961,455.37**

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FUNDING SOURCES

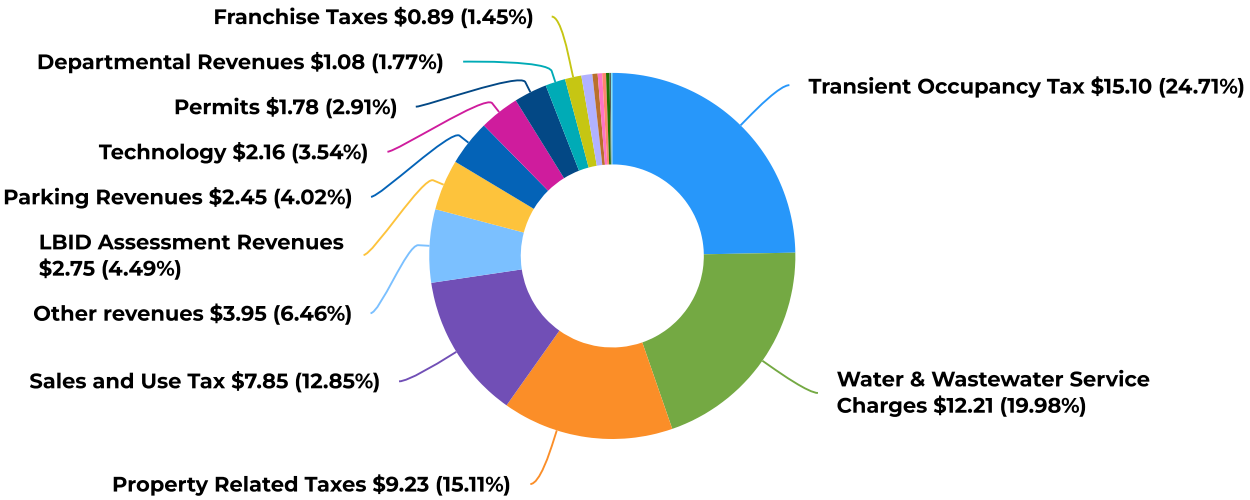


All Funds Operating Revenues Summary

The following charts and tables illustrate the categories of revenues that make up the City's FY 2026 Adopted Operating Budget, net of transfers between funds. The components of the FY 2026 and FY 2027 Adopted Operating Budgets are similar and the percentages in FY 2027 are almost identical. Operating revenues include all the ongoing revenues necessary to maintain or enhance current operations and do not include one-time revenues.

- The largest component, or 24.71%, of the City's revenues is TOT revenues, budgeted at $15.10 million. These revenues are equal to 11% of the gross rent charged by all lodging businesses for a person exercising occupancy for 30 consecutive calendar days or less.
- The second-largest component, or 19.98%, of the City's revenues is water & wastewater service charges from residential and non-residential customers, which is about $12.21 million.
- Property-related taxes make up 15.11% of the City's revenues, or $9.23 million, and include property taxes from assessed property values, property tax in lieu of vehicle license fees, and a special water tax on property owners.
- Sales and Use tax revenues make up 12.85% of the City's revenues, or $7.85 million, and include the 1.0% Bradley Burns sales tax, public safety sales tax, and the 1.0% Transaction sales tax.
- Lodging Business Improvement District (LBID) assessment revenues make up 4.49% of the City's revenues, or $2.75 million, and represent 2% of the gross rent charged by all lodging businesses for a person exercising occupancy for 30 consecutive calendar days or less. Of this 2%, 1% is for promotion of the City's lodging properties and 1% is for visitor serving improvements that promote the City's lodging properties.
- Parking Revenues make up 4.02% of the City's revenues, or $2.45 million, and includes parking kiosk and meter revenues.
- Technology Recoveries make up 3.54% of the City's revenues, or $2.16 million, and includes recoveries from various funds for technology services provided in the Technology Services Fund.
- Permit Revenues make up 2.91% of the City's revenues, or $1.78 million, and various City permit revenues.
- The remaining components contribute 12.39%, or $7.57 million, of the City's revenues, and includes other revenues, departmental revenues, franchise taxes, business taxes, and other taxes, rents & leases, impact fees, grants, other financing sources, and intergovernmental revenue.

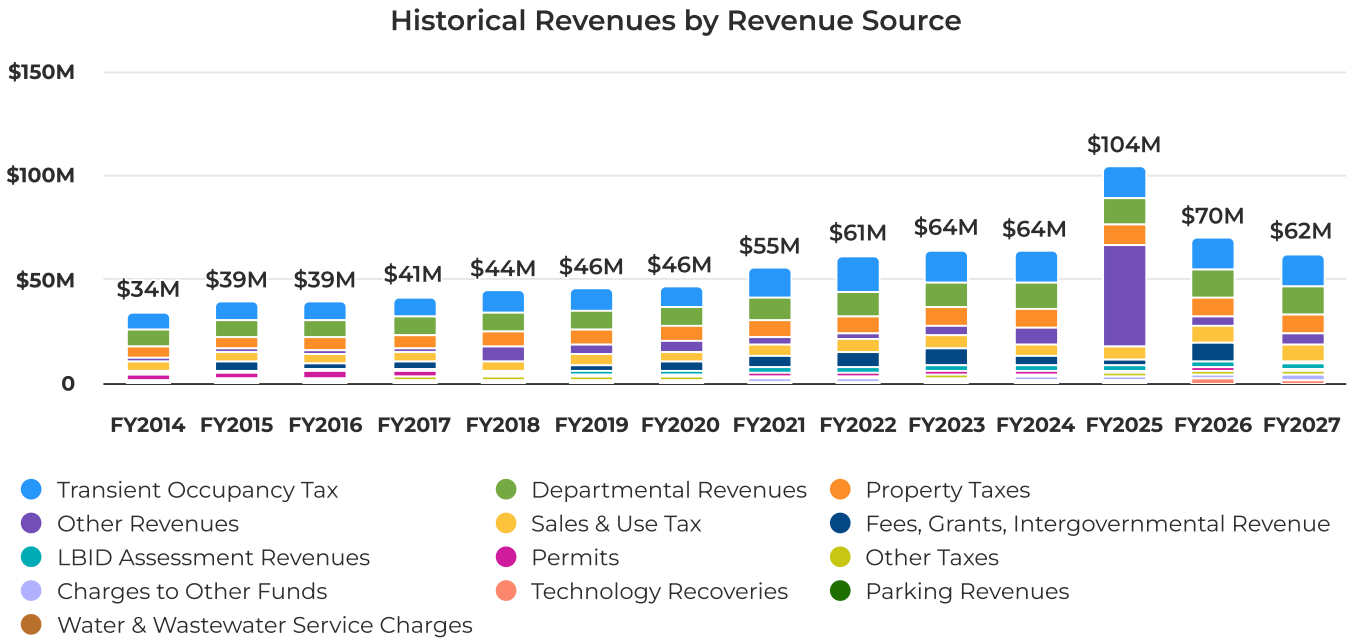
FY 2026 All Fund Operating Revenue by Source



All Funds One-time and Operating Revenues by Source

The following charts and tables illustrate the categories of revenues that make up the City's FY 2026 and FY 2027 Adopted Operating and One-time Budget, net of transfers between funds.

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Transient Occupancy Tax	**$15,097,000**	21.65%
Departmental Revenues	**$13,291,664**	19.06%
Property Taxes	**$9,230,100**	13.24%
Fees, Grants, Intergovernmental Revenue	**$9,075,273**	13.01%
Sales & Use Tax	**$7,850,500**	11.26%
Other Revenues	**$5,005,450**	7.18%
LBID Assessment Revenues	**$2,746,000**	3.94%
Technology Recoveries	**$2,160,174**	3.10%
Permits	**$1,780,890**	2.55%
Other Taxes	**$1,758,244**	2.52%
Charges to Other Funds	**$1,742,653**	2.50%

FY27 Revenues by Revenue Source



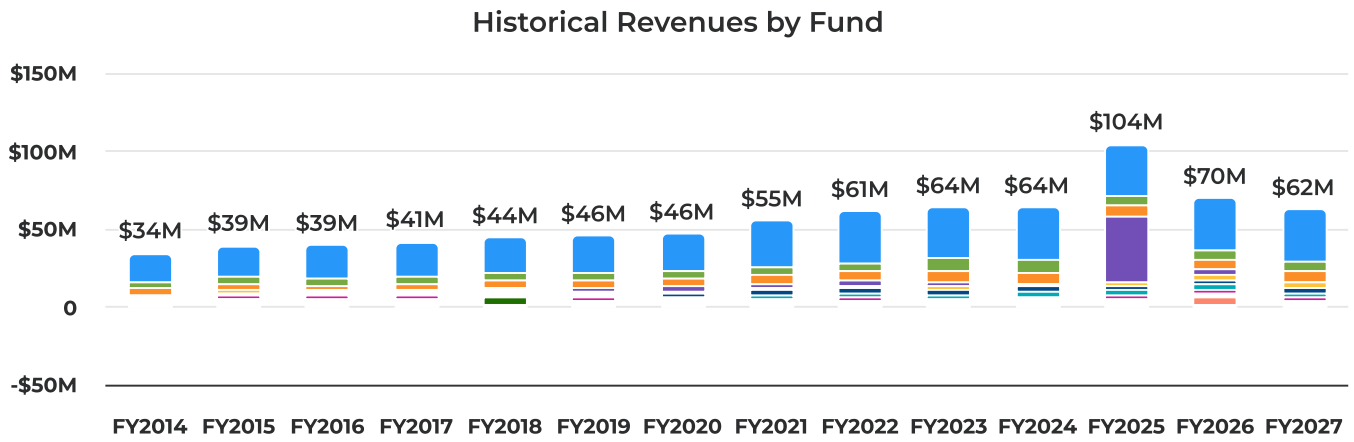
Transient Occupancy Tax	**$15,624,000**	25.11%
Departmental Revenues	**$13,698,085**	22.01%
Property Taxes	**$9,383,200**	15.08%
Sales & Use Tax	**$7,967,510**	12.80%
Other Revenues	**$5,024,503**	8.07%
LBID Assessment Revenues	**$2,842,000**	4.57%
Charges to Other Funds	**$1,897,716**	3.05%
Technology Recoveries	**$1,781,791**	2.86%
Other Taxes	**$1,778,744**	2.86%
Permits	**$1,263,837**	2.03%
Fees, Grants, Intergovernmental Revenue	**$961,956**	1.55%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Charges to Other Funds	$1,157,625	$1,215,506	$1,341,504	$1,601,180	$1,742,653	$1,897,716	8.84%	8.90%
Other Revenue	$1,157,625	$1,215,506	$1,341,504	$1,601,180	$1,742,653	$1,897,716	8.84%	8.90%
Property Taxes	$7,962,497	$8,550,248	$8,972,649	$8,779,203	$9,230,100	$9,383,200	5.14%	1.66%
Property Related Taxes	$7,962,497	$8,550,248	$8,972,649	$8,779,203	$9,230,100	$9,383,200	5.14%	1.66%
Sales & Use Tax	$6,127,110	$6,074,484	$5,857,109	$6,001,250	$7,850,500	$7,967,510	30.81%	1.49%
Sales And Use Tax	$6,127,110	$6,074,484	$5,857,109	$6,001,250	$7,850,500	$7,967,510	30.81%	1.49%
Transient Occupancy Tax	$17,010,748	$15,481,136	$15,083,303	$14,919,034	$15,097,000	$15,624,000	1.19%	3.49%
Transient Occupancy Tax	$17,010,748	$15,481,136	$15,083,303	$14,919,034	$15,097,000	$15,624,000	1.19%	3.49%
Other Taxes	$1,553,879	$1,715,920	$1,680,153	$1,574,160	$1,758,244	$1,778,744	11.69%	1.17%
Franchise Taxes	$727,916	$840,529	$849,847	$748,431	$886,200	$906,100	18.41%	2.25%
Business Tax	$241,062	$290,669	$282,113	$246,501	$282,000	$282,000	14.40%	0.00%
Other Taxes	$584,902	$584,723	$548,193	$579,228	$590,044	$590,644	1.87%	0.10%
LBID Assessment Revenues	$3,090,688	$2,813,544	$2,740,782	$2,712,552	$2,746,000	$2,842,000	1.23%	3.50%
Lbid Assessment Revenues	$3,090,688	$2,813,544	$2,740,782	$2,712,552	$2,746,000	$2,842,000	1.23%	3.50%
Permits	$1,463,648	$1,439,866	$1,381,771	$1,364,950	$1,780,890	$1,263,837	30.47%	-29.03%
Building Permits	$1,014,896	$1,100,059	$1,111,162	$983,831	$1,444,251	$926,354	46.80%	-35.86%
Planning Fees	$303,350	$199,577	$145,687	$303,000	$258,000	$258,000	-14.85%	0.00%
Engineering Permits	$91,699	$111,686	$82,839	$47,000	$40,000	$40,000	-14.89%	0.00%
Spec Event Permits	$53,703	$28,544	$42,082	$31,119	$38,639	$39,483	24.17%	2.18%
Other Revenues	$2,949,070	$4,681,000	$7,883,143	$46,547,266	$5,005,450	$5,024,503	-89.25%	0.38%
Fines & Forfeitures	$778,114	$665,324	$830,215	$746,400	$742,400	$742,400	-0.54%	0.00%

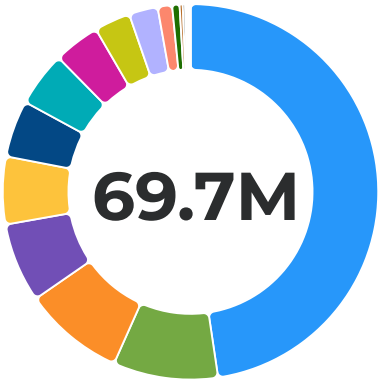
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Use Of Money & Property	$712,484	$1,293,571	$2,453,685	$2,030,729	$1,281,859	$1,281,859	-36.88%	0.00%
Other Revenue	-$1,219,277	-$29,404	$1,752,108	$168,600	$196,195	$175,269	16.37%	-10.67%
Other Services	$2,745	$12,655	$11,527	$6,300	$9,000	$9,000	42.86%	0.00%
Parking Kiosk & Meter Revenues	$1,995,513	$1,840,758	$2,486,269	$4,300	$4,300	$4,300	0.00%	0.00%
Other Finan Sources	$95,671	$332,466	$89,564	$41,200,617	$78,207	$73,369	-99.81%	-6.19%
Rents & Leases	$583,821	$565,631	$259,776	$2,390,319	$2,693,489	$2,738,306	12.68%	1.66%
Fees, Grants, Intergovernmental Revenue	$7,185,360	$8,649,923	$4,169,614	$6,041,455	$9,075,273	$961,956	50.22%	-89.40%
Intergovernmental Revenue	$667,178	$4,370,103	$950,215	$658,735	$75,810	$76,633	-88.49%	1.09%
Federal Govt Grants	$2,987,895	$2,913,917	$1,759,872	$1,567,583	$3,364,140	-	114.61%	-100.00%
State Govt Grants	$1,816,390	$336,651	$613,331	$2,425,803	$5,250,000	$500,000	116.42%	-90.48%
Transportation Funds	$353,501	$322,393	$267,225	$1,309,334	$184,334	$184,334	-85.92%	0.00%
Impact Fees	$218,970	$136,921	$112,042	$20,000	$50,989	$50,989	154.95%	0.00%
Circulation Impact Fees	$150,440	$65,852	$63,178	-	-	-	-	-
Wastewater Impact Fees	$343,472	$141,570	$143,315	-	-	-	-	-
Water Impact Fees	$463,737	$256,868	$186,009	$60,000	$150,000	$150,000	150.00%	0.00%
Fire Impact Fees	$86,342	$47,265	$38,582	-	-	-	-	-
Gen Gov'T Impact Fees	$97,434	$58,386	$35,845	-	-	-	-	-
Departmental Revenues	$11,762,357	$12,131,776	$13,023,945	$12,829,747	$13,291,664	$13,698,085	3.60%	3.06%
Police Dept Services	$399,195	$627,501	$704,308	$46,019	$54,740	$54,781	18.95%	0.07%
Fire Dept Services	$12,796	$13,545	$12,517	$12,500	$13,000	$13,000	4.00%	0.00%
Recreational Programs	$213,289	$223,456	$230,754	$205,400	$225,650	$225,650	9.86%	0.00%
Public Works Services	$11,137,077	$11,267,274	$12,076,367	$12,565,828	$12,998,274	$13,404,654	3.44%	3.13%
Technology Recoveries	$768,187	$1,021,509	$1,388,124	$1,621,974	$2,160,174	$1,781,791	33.18%	-17.52%
Technology Services	$768,187	$1,021,509	$1,388,124	$1,621,974	$2,160,174	$1,781,791	33.18%	-17.52%
Parking Revenues	$52,295	$31,138	$25,424	-	-	-	-	-
Police Impact Fees	$52,295	$31,138	$25,424	-	-	-	-	-
Total Revenues	**$61,083,464**	**$63,806,051**	**$63,547,521**	**$103,992,771**	**$69,737,948**	**$62,223,342**	**-32.94%**	**-10.78%**

Revenues by Fund



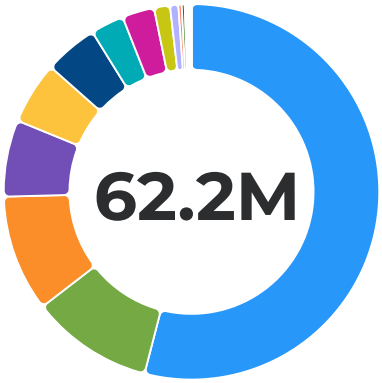
- General Fund
- Capital Projects
- Parking Enterprise Fund
- Motor Vehicle Fund
- Gas Tax Fund
- Water Expansion Fund
- Impact Fees
- Pier Enterprise Fund
- Water Construction Fund
- Local Transportation Transit Fund
- Underground Utility Fund
- Assessment District Fwy Fthlls 92-1
- Wastewater Treatment Fund
- Transaction Sales Tax Fund
- Water Tax Lopez State
- Housing In Lieu Fee
- Public Financing Authority Debt Service
- Park Development Fund
- Grants - Non-Capital
- Circulation Fees
- Wastewater Capital Projects
- Water Central Coast Blue JPA
- DIF Sunset Palisades Stairs
- Public Facilities Fund
- Water Enterprise Fund
- Lodging Business Improvement
- Technology Service Fund
- Public Financing Agency
- Wastewater Expansion
- Local Transportation
- Chapman Estate Fund
- Public Education Government Fund
- Wastewater Central Coast Blue JPA
- Visalia Street
- Assessment District Indio Portal

FY26 Revenues by Fund



General Fund	$33,228,340	47.65%
Water Enterprise Fund	$6,292,681	9.02%
Wastewater Treatment Fund	$6,068,726	8.70%
Housing In Lieu Fee	$4,762,144	6.83%
Transaction Sales Tax Fund	$4,063,717	5.83%
Capital Projects	$3,410,497	4.89%
Parking Enterprise Fund	$3,287,454	4.71%
Lodging Business Improvement	$2,776,328	3.98%
Technology Service Fund	$2,160,174	3.10%
Water Tax Lopez State	$1,725,143	2.47%
Motor Vehicle Fund	$866,342	1.24%
Gas Tax Fund	$449,988	0.65%
Local Transportation	$182,037	0.26%
Grants - Non-Capital	$150,086	0.22%
Pier Enterprise Fund	$74,582	0.11%
Wastewater Expansion	$61,970	0.09%
Park Development Fund	$51,186	0.07%
Public Education Government Fund	$37,058	0.05%
Water Construction Fund	$26,803	0.04%
Water Expansion Fund	$25,086	0.04%
Wastewater Central Coast Blue JPA	$16,059	0.02%
Impact Fees	$12,246	0.02%
Water Central Coast Blue JPA	$7,814	0.01%
Wastewater Capital Projects	$1,176	0.00%
Circulation Fees	$311	0.00%

FY27 Revenues by Fund



General Fund	$33,622,509	54.04%
Water Enterprise Fund	$6,538,681	10.51%
Wastewater Treatment Fund	$6,248,726	10.04%
Transaction Sales Tax Fund	$4,103,717	6.60%
Parking Enterprise Fund	$3,337,454	5.36%
Lodging Business Improvement	$2,872,328	4.62%
Technology Service Fund	$1,781,791	2.86%
Water Tax Lopez State	$1,725,143	2.77%
Motor Vehicle Fund	$846,722	1.36%
Gas Tax Fund	$449,988	0.72%
Local Transportation	$182,037	0.29%
Grants - Non-Capital	$150,086	0.24%
Pier Enterprise Fund	$76,750	0.12%
Wastewater Expansion	$61,970	0.10%
Park Development Fund	$51,186	0.08%
Capital Projects	$46,357	0.07%
Public Education Government Fund	$37,058	0.06%
Water Construction Fund	$26,803	0.04%
Water Expansion Fund	$25,086	0.04%
Impact Fees	$12,246	0.02%
Housing In Lieu Fee	$12,144	0.02%
Wastewater Central Coast Blue JPA	$8,823	0.01%
Water Central Coast Blue JPA	$4,250	0.01%
Wastewater Capital Projects	$1,176	0.00%
Circulation Fees	$311	0.00%

Revenues by Fund

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$33,505,422	$32,594,964	$33,907,861	$32,570,191	$33,622,509	$33,228,340	2.02%	1.19%
Charges to Other Funds	$1,157,625	$1,215,506	$1,341,504	$1,601,180	$1,897,716	$1,742,653	8.84%	8.90%
Property Taxes	$6,479,633	$7,046,442	$7,424,287	$7,374,663	$7,808,200	$7,655,100	3.80%	2.00%
Sales & Use Tax	$4,088,556	$4,041,138	$3,861,140	$4,001,250	$3,927,510	$3,850,500	-3.77%	2.00%
Transient Occupancy Tax	$17,010,748	$15,481,136	$15,083,303	$14,919,034	$15,624,000	$15,097,000	1.19%	3.49%
Other Taxes	$1,147,530	$1,260,652	$1,225,071	$1,096,602	$1,291,910	$1,271,410	15.94%	1.61%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Permits	$1,356,373	$1,335,919	$1,361,571	$1,284,950	$1,238,837	$1,755,890	36.65%	-29.45%
Other Revenues	$379,317	$1,024,431	$2,298,095	$1,138,634	$1,109,272	$1,131,587	-0.62%	-1.97%
Fees, Grants, Intergovernmental Revenue	$1,260,359	$325,238	$365,313	$889,959	$431,633	$430,810	-51.59%	0.19%
Departmental Revenues	$625,280	$864,502	$947,578	$263,919	$293,431	$293,390	11.17%	0.01%
Transaction Sales Tax Fund	$1,999,265	$2,134,231	$2,092,019	$2,065,396	$4,103,717	$4,063,717	96.75%	0.98%
Sales & Use Tax	$2,038,554	$2,033,346	$1,995,969	$2,000,000	$4,040,000	$4,000,000	100.00%	1.00%
Other Revenues	-$39,289	$100,886	$96,049	$65,396	$63,717	$63,717	-2.57%	0.00%
Gas Tax Fund	$362,662	$409,920	$431,230	$439,829	$449,988	$449,988	2.31%	0.00%
Other Taxes	$366,555	$415,014	$417,595	$438,558	$449,834	$449,834	2.57%	0.00%
Other Revenues	-$3,893	-$5,094	$13,635	$1,271	$154	$154	-87.88%	0.00%
Local Transportation	$301,028	$271,977	$209,718	$278,240	$182,037	$182,037	-34.58%	0.00%
Other Revenues	-$8,008	-$1,204	$26,265	$5,059	$2,703	$2,703	-46.57%	0.00%
Fees, Grants, Intergovernmental Revenue	$309,036	$273,181	$183,453	$273,181	$179,334	$179,334	-34.35%	0.00%
Public Education Government Fund	$35,333	$41,641	$42,509	$40,187	$37,058	$37,058	-7.79%	0.00%
Other Taxes	$39,794	$40,254	$37,487	$39,000	$37,000	$37,000	-5.13%	0.00%
Other Revenues	-$4,461	$1,386	$5,022	$1,187	$58	$58	-95.11%	0.00%
Grants - Non-Capital	$218,849	$102,203	$195,202	$151,911	$150,086	$150,086	-1.20%	0.00%
Other Revenues	-$7,707	$2,203	$9,043	$1,911	$86	$86	-95.50%	0.00%
Fees, Grants, Intergovernmental Revenue	$226,556	$100,000	$186,159	$150,000	$150,000	$150,000	0.00%	0.00%
Housing In Lieu Fee	-$45,960	$38,293	$111,835	$91,162	$12,144	$4,762,144	5,123.83%	-99.74%
Permits	-	-	-	$50,000	$5,000	$5,000	-90.00%	0.00%
Other Revenues	-$45,960	$38,293	$111,835	$41,162	$7,144	$7,144	-82.64%	0.00%
Fees, Grants, Intergovernmental Revenue	-	-	-	-	-	$4,750,000	-	-100.00%
Lodging Business Improvement	$3,043,443	$2,807,152	$2,857,910	$2,729,543	$2,872,328	$2,776,328	1.71%	3.46%
LBID Assessment Revenues	$3,090,688	$2,813,544	$2,740,782	$2,712,552	$2,842,000	$2,746,000	1.23%	3.50%
Other Revenues	-$47,245	-$6,393	$117,127	$16,991	$30,328	$30,328	78.49%	0.00%
Chapman Estate Fund	$387,830	$11,105	$18,704	$48,839	-	-	-100.00%	-
Other Revenues	$387,830	$11,105	$18,704	$48,839	-	-	-100.00%	-
Capital Projects	$3,461,890	$3,347,713	$254,379	$44,164,197	$46,357	$3,410,497	-92.28%	-98.64%
Other Revenues	$3,995	$433,796	-	$41,117,775	$46,357	$46,357	-99.89%	0.00%
Fees, Grants, Intergovernmental Revenue	$3,457,895	$2,913,917	$254,379	$3,046,422	-	$3,364,140	10.43%	-100.00%
Public Facilities Fund	-$26	-$5	$52	-	-	-	-	-
Other Revenues	-$26	-$5	$52	-	-	-	-	-
Park Development Fund	$178,815	$146,901	$119,572	$32,270	$51,186	$51,186	58.62%	0.00%
Permits	-	$26,049	-	$10,000	-	-	-100.00%	-
Other Revenues	-$12,229	-$1,610	$19,601	$2,270	$197	$197	-91.32%	0.00%
Fees, Grants, Intergovernmental Revenue	$191,044	$122,462	$99,971	$20,000	$50,989	$50,989	154.95%	0.00%
Circulation Fees	$138,524	$73,881	$83,838	$4,440	$311	$311	-93.00%	0.00%
Other Revenues	-$11,917	$8,029	$20,660	$4,440	$311	$311	-93.00%	0.00%
Fees, Grants, Intergovernmental Revenue	$150,440	$65,852	$63,178	-	-	-	-	-
Impact Fees	$272,980	$149,847	$150,677	$12,345	$12,246	$12,246	-0.80%	0.00%
Other Revenues	$8,983	-$1,399	$38,756	$12,345	$12,246	$12,246	-0.80%	0.00%
Fees, Grants, Intergovernmental Revenue	$211,702	$120,108	$86,497	-	-	-	-	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Parking Revenues	$52,295	$31,138	$25,424	-	-	-	-	-
DIF Sunset Palisades Stairs	-$4,923	-$907	$2,300	-	-	-	-	-
Other Revenues	-$4,923	-$907	$2,300	-	-	-	-	-
Underground Utility Fund	-$487	-$90	$979	-	-	-	-	-
Other Revenues	-$487	-$90	$979	-	-	-	-	-
Public Financing Authority Debt Service	$390,988	$392,863	$48,380	-	-	-	-	-
Other Revenues	$390,988	$392,863	$48,380	-	-	-	-	-
Public Financing Agency	-$317	$1,240	$2,456	$1,076,414	-	-	-100.00%	-
Other Revenues	-$317	$1,240	$2,456	$1,076,414	-	-	-100.00%	-
Assessment District Fwy Fthlls 92-1	-$23	-$4	$45	-	-	-	-	-
Other Revenues	-$23	-$4	$45	-	-	-	-	-
Assessment District Indio Portal	-$22	-$4	$44	-	-	-	-	-
Other Revenues	-$22	-$4	$44	-	-	-	-	-
Visalia Street	-$2,977	$1,021	$7,297	-	-	-	-	-
Other Revenues	-$2,977	$1,021	$7,297	-	-	-	-	-
Water Enterprise Fund	$5,333,693	$6,789,820	$6,873,884	$7,525,782	$6,538,681	$6,292,681	-16.39%	3.91%
Other Revenues	-$132,931	$88,132	$322,703	$58,315	$94,381	$94,381	61.85%	0.00%
Fees, Grants, Intergovernmental Revenue	$188,694	$1,413,960	$810,419	$1,414,167	-	-	-100.00%	-
Departmental Revenues	$5,277,930	$5,287,728	$5,740,761	$6,053,300	$6,444,300	$6,198,300	2.40%	3.97%
Water Tax Lopez State	$1,709,729	$1,663,636	$1,662,945	$1,465,761	$1,725,143	$1,725,143	17.70%	0.00%
Property Taxes	$1,482,864	$1,503,806	$1,548,362	$1,404,540	$1,575,000	$1,575,000	12.14%	0.00%
Other Revenues	-$24,020	$2,045	$28,847	$1,221	$143	$143	-88.29%	0.00%
Fees, Grants, Intergovernmental Revenue	$250,885	$157,785	$85,736	$60,000	$150,000	$150,000	150.00%	0.00%
Water Construction Fund	-$58,027	-$4,337	$69,581	$15,025	$26,803	$26,803	78.39%	0.00%
Other Revenues	-$58,027	-$4,337	$69,581	$15,025	$26,803	$26,803	78.39%	0.00%
Water Expansion Fund	$178,741	$106,630	$149,635	$8,697	$25,086	$25,086	188.44%	0.00%
Other Revenues	-$34,111	$7,548	$49,362	$8,697	$25,086	$25,086	188.44%	0.00%
Fees, Grants, Intergovernmental Revenue	$212,852	$99,082	$100,273	-	-	-	-	-
Wastewater Treatment Fund	$5,399,400	$8,433,031	$7,727,554	$5,605,455	$6,248,726	$6,068,726	8.26%	2.97%
Other Revenues	-$274,544	$101,694	$376,467	-$207,545	$56,726	$56,726	-127.33%	0.00%
Fees, Grants, Intergovernmental Revenue	$382,424	$2,870,767	$1,629,834	-	-	-	-	-
Departmental Revenues	$5,291,521	$5,460,570	$5,721,253	$5,813,000	$6,192,000	$6,012,000	3.42%	2.99%
Wastewater Capital Projects	-$33,837	-$9,578	$81,248	$9,023	$1,176	$1,176	-86.97%	0.00%
Other Revenues	-$33,837	-$9,578	$81,248	$9,023	$1,176	$1,176	-86.97%	0.00%
Wastewater Expansion	$322,046	$167,425	$277,957	$34,290	$61,970	$61,970	80.72%	0.00%
Permits	$34,026	$33,600	$20,200	$20,000	$20,000	$20,000	0.00%	0.00%
Other Revenues	-$55,452	-$7,744	$114,442	$14,290	$41,970	$41,970	193.70%	0.00%
Fees, Grants, Intergovernmental Revenue	$343,472	$141,570	$143,315	-	-	-	-	-
Local Transportation Transit Fund	-$856	-$129	-	-	-	-	-	-
Other Revenues	-$856	-$129	-	-	-	-	-	-
Pier Enterprise Fund	$83,192	$77,591	$77,627	$82,665	$76,750	$74,582	-9.78%	2.91%
Other Revenues	$83,192	$77,591	$77,627	$82,665	$76,750	$74,582	-9.78%	2.91%
Parking Enterprise Fund	$2,623,794	$2,512,253	$3,602,092	$2,984,278	$3,337,454	$3,287,454	10.16%	1.52%
Permits	$73,248	$44,298	-	-	-	-	-	-
Other Revenues	$2,550,546	$2,467,955	$3,602,092	$2,984,278	$3,337,454	$3,287,454	10.16%	1.52%
Technology Service Fund	$765,203	$1,023,432	$1,390,348	$1,622,539	$1,781,791	$2,160,174	33.14%	-17.52%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Other Revenues	-$2,984	$1,923	$2,224	$565	-	-	-100.00%	-
Technology Recoveries	$768,187	$1,021,509	$1,388,124	$1,621,974	$1,781,791	$2,160,174	33.18%	-17.52%
Motor Vehicle Fund	$518,091	$522,336	$1,097,641	$924,019	$846,722	$866,342	-6.24%	-2.26%
Other Revenues	-$49,535	-$42,640	$322,203	$36,765	$78,368	$78,368	113.16%	0.00%
Fees, Grants, Intergovernmental Revenue	-	$46,000	$161,086	$187,726	-	-	-100.00%	-
Departmental Revenues	$567,626	$518,976	$614,352	$699,528	$768,354	$787,974	12.64%	-2.49%
Water Central Coast Blue JPA	-	-	-	$3,390	$4,250	$7,814	130.50%	-45.61%
Other Revenues	-	-	-	$3,390	$4,250	$7,814	130.50%	-45.61%
Wastewater Central Coast Blue JPA	-	-	-	$6,882	$8,823	$16,059	133.35%	-45.06%
Other Revenues	-	-	-	$6,882	$8,823	$16,059	133.35%	-45.06%
Total Revenues	**$61,083,464**	**$63,806,051**	**$63,547,521**	**$103,992,771**	**$62,223,342**	**$69,737,948**	**-32.94%**	**-10.78%**

Largest Revenue Categories

The five largest revenue categories (TOT; Water & Wastewater Service Charges; property-related taxes; sales & use tax revenues; and LBID Assessment revenues) make up over 77% of the City's revenues. TOT revenues and the majority of property, and sales & use tax revenues, are deposited in the General Fund. LBID assessment revenues are deposited in the LBID Fund. Water & wastewater service charges are deposited in the Water and Wastewater Enterprise Funds, respectively.

Water & wastewater service charges make up 19.98% of all operating revenues and are used exclusively for water and wastewater operations, maintenance, and utility-related capital projects. Based on a comprehensive water and wastewater rate study performed by an outside consultant, the City Council approved water and wastewater rates on October 17, 2023. Water and wastewater fees are set up to each have a flat service charge and a variable rate based on water consumption. The approved rates that Council are included in the FY 2026 and FY 2027 Adopted Budgets.

The rate increases are intended to fund critical water and wastewater systems infrastructure, support the Central Coast Blue project, support increased operating expenses, and maintain adequate reserves and debt service coverage rations. Water rates are set to increase by 3.1% on January 2026, and on each January thereafter, with the last rate increase in January 2028. Wastewater rates are set to increase by 6.1% on January 2026, and on each January thereafter, with the last rate increase in January 2028.

Transient Occupancy Tax Revenues Summary

Transient Occupancy Tax (TOT) revenues represent the largest component of the City's operating revenues, accounting for 24.71% of all operating revenues across all funds in FY 2026. Within the General Fund, TOT is the single largest revenue source, comprising 40.96% of total General Fund operating revenues. TOT is collected at 11% of the rent charged by lodging businesses for stays of 30 consecutive days or less and is remitted monthly to the City. Prior to January 1, 2021, the TOT rate was 10%, before being increased to 11% during FY 2021.

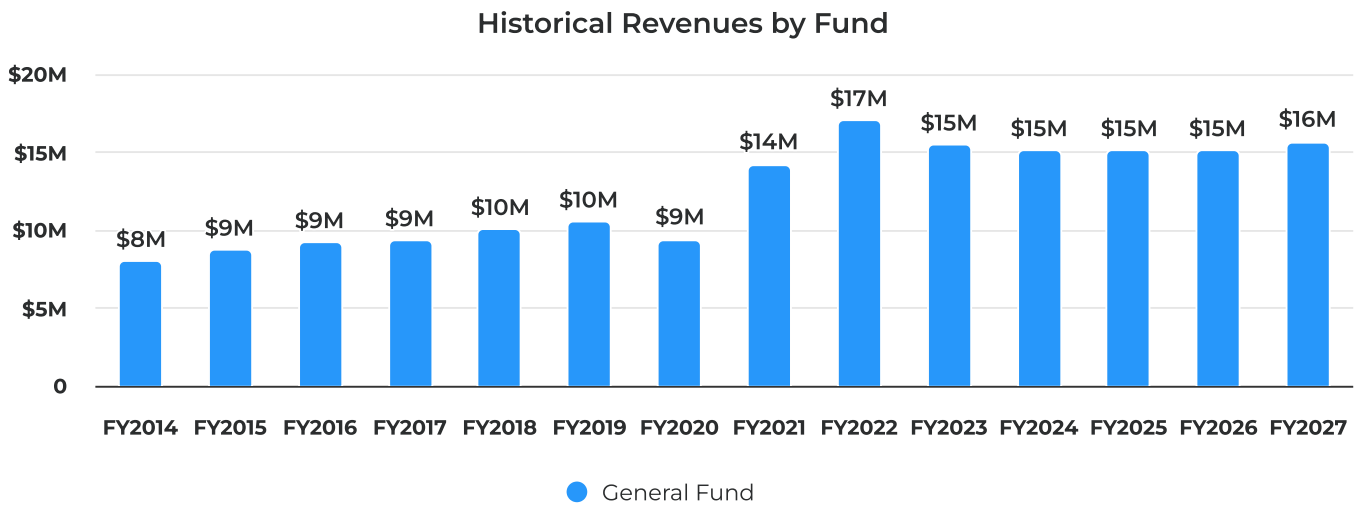
Over the past twelve years (FY 2014–FY 2025), TOT revenues have grown at an average annual rate of 5.46%, inclusive of the mid-FY 2021 rate increase. Over the past five years (FY 2021–FY 2025), however, the average growth rate slowed to 1.24%. This period includes a rebound in FY 2022 as tourism recovered from the COVID-19 pandemic, followed by slower growth from FY 2023 through FY 2025 as travel patterns diversified, and more visitors began exploring other destinations.

Based on data from Smith Travel Research Inc., which provides benchmarking and analysis for the hotel industry, the FY 2025 decline in TOT revenues (excluding the additional 1% rate increase) is primarily attributed to a 3.2% decrease in occupancy rates compared to FY 2024. The average daily rate (ADR) increased by 1.8% overall, with a 1.8% decline in the first half of the year that was more than offset by a 5.4% increase in the second half, relative to the same periods in FY 2024.

The FY 2026 Adopted Budget projects $15.10 million in Transient Occupancy Tax (TOT) revenues, representing a 0.10% decrease from the $15.11 million collected in FY 2025. This minor decline reflects temporary reductions in revenue while several hotels undergo renovations and are temporarily offline. The FY 2027 Adopted Budget anticipates $15.62 million in TOT revenues, a 3.49% increase over FY 2026, indicating a gradual return to the City's five-year average growth rate of approximately 1.24% as hotel renovations are completed and occupancy levels stabilize.

The following table summarizes TOT revenues by fiscal year. Actual revenues are shown for FY 2014 through FY 2025, with FY 2026 and FY 2027 representing the two adopted budget years.

Revenues by Fund



FY26 Revenues by Fund



General Fund **$15,097,000** 100.00%

FY27 Revenues by Fund



General Fund **$15,624,000** 100.00%

Revenues by Fund

Category	FY 2020 Actual	FY 2021 Actual	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Actual vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$9,395,523	$14,209,579	$17,010,748	$15,481,136	$15,083,303	$15,112,396	$15,097,000	$15,624,000	-0.10%	3.49%
Total Revenues	**$9,395,523**	**$14,209,579**	**$17,010,748**	**$15,481,136**	**$15,083,303**	**$15,112,396**	**$15,097,000**	**$15,624,000**	**-0.10%**	**3.49%**

Water and Wastewater Service Charges

Water & wastewater service charges make up 19.98% of all operating revenues in FY 2026 and are used exclusively for water and wastewater operations, maintenance, and utility-related capital projects. Based on a comprehensive water and wastewater rate study performed by an outside consultant, the City Council approved water and wastewater rates on October 17, 2023. Water and wastewater fees are set up to each have a flat service charge and a variable rate based on water consumption. The approved rates that Council are included in the FY 2026 and FY 2027 Adopted Budgets.

The rate increases are intended to fund critical water and wastewater systems infrastructure, support the Central Coast Blue project, support increased operating expenses, and maintain adequate reserves and debt service coverage rations. Water rates are set to increase by 3.1% on January 2026, and on each January thereafter, with the last rate increase in January 2028. Wastewater rates are set to increase by 6.1% on January 2026, and on each January thereafter, with the last rate increase in January 2028.

Water Service Charges Summary

Water service charges are the primary source of revenue received by the City's Water Enterprise Fund. These service charges have fixed and variable components. The fixed charge is based on meter size. The variable component is based on water consumption. Other sources of revenue include account set-up fees, turn on/off fees, penalties and late fees, and interest income.

Historical actual water service charge revenues fluctuate based on customer growth and water sales volume, and includes rate increases. As such, reviewing these historical actual revenue changes alone does not project water service charge revenues for the future. Instead, water service charges are estimated through projections of customer growth and water sales volume.

Customer growth: The City has eight classifications of water customers. These include Single-Family Residential (SFR), Multi-Family Residential (MFR), Mobile Home, Commercial, Irrigation, Construction, Hydrant, and Municipal. Future customer growth in these classifications includes the assumption that there will be 0.25% increase in residential growth and no change in non-residential classifications in FY 2026 and FY 2027.

Water sales volume: Future water sales volume for the City is estimated by multiplying the projected number of customers by future estimates of water use per customer by classification.

The basis for the budgeted water service charge revenues for FY 2026 at $6.20 million includes the 3.1% rate changes in water service rates (including the rate structure changes and the rate increases in January 2026) as well as a projected 0.25% increase in residential customer growth. FY 2027 budgeted water service charge revenues increase to $6.44 million, including the 3.1% rate increase in January 2027 and the projected 0.25% increase in residential customer growth.

The following table illustrates the change in water service charge revenues from FY 2014 through the budgeted FY 2027. It should be noted that FY 2015 and FY 2016 reflect the City's water customers' efforts to reduce water consumption due to the state's emergency drought declaration. On January 17, 2014, California Governor Jerry Brown proclaimed a State of Emergency and asked all Californians to reduce water consumption by 20%. In addition, on April 1, 2015, the State Water Resources Control Board imposed restrictions to achieve a 25% reduction in potable water use and other water conservation measures. In FY 2018, water consumption increased largely from residential irrigation in the January through April months compared to the same time period in FY 2017. FY 2026 and FY 2027 budgeted revenues reflect the new increased rates and a projected 0.25% residential customer growth.

Wastewater Service Charges Summary

Wastewater service charges are the primary source of revenue received by the City's Wastewater Enterprise Fund. These service charges have fixed and variable components. The fixed charge is based on meter size and the variable component is based on non-residential water consumption. Other revenue sources include penalties, interest income, and miscellaneous sources.

Historical actual wastewater service charge revenues fluctuate based on customer growth and waste sales volume, and include rate increases. As such, reviewing these historical actual revenue changes alone does not project wastewater service charge revenues for the future. Instead, wastewater service charges are estimated through projections of customer growth and water sales volume.

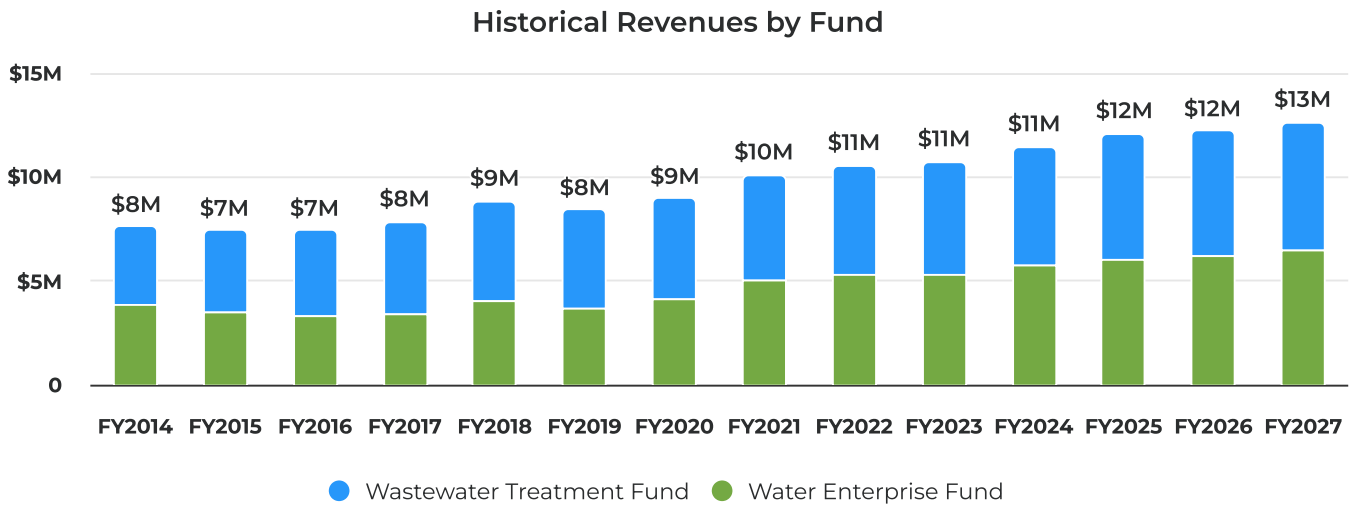
Customer growth: The City classifies wastewater customers into 17 classifications. These include Single-Family Residential (SFR), Multi-Family Residential (MFR), Mobile Home, and various Commercial customers grouped by the cost to treat the wastewater created by those businesses. For example, a school without a cafeteria is charged a different rate than a school with a cafeteria since the cafeteria would increase the cost to treat the wastewater.

Wastewater sales volume: Future wastewater sales volume from non-residential wastewater customers is projected by multiplying the projected number of customers by future estimates of water use per customer by classification.

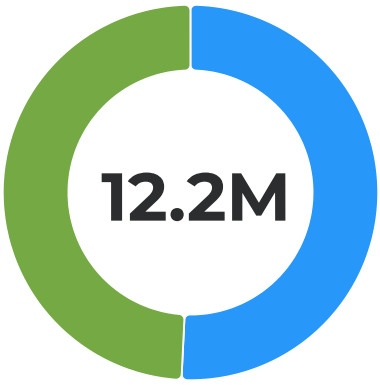
The basis for the budgeted wastewater service charge revenues for FY 2026 at $6.01 million includes the 6.1% rate changes in wastewater service rate increases in January 2026, as well as a projected 0.25% increase in residential customer growth. FY 2027 budgeted wastewater service charge revenues increase to $6.19 million based on historical trends, including the 6.1% rate increase in January 2027 and the projected 0.25% increase in residential customer growth.

The following table illustrates the change in wastewater service charge revenues from FY 2014 through the budgeted FY 2025. It should be noted that FY 2015 and FY 2016 reflect the City's water customers' efforts to reduce water consumption due to the State's emergency drought declaration. On January 17, 2014, California Governor Jerry Brown proclaimed a State of Emergency and asked all Californians to reduce water consumption by 20%. In addition, on April 1, 2015, the State Water Resources Control Board imposed restrictions to achieve a 25% reduction in potable water use and other water conservation measures. In FY 2018, water consumption increased, leading to greater non-residential variable wastewater costs compared to FY 2017. FY 2026 and FY 2027 budgeted revenues reflect the new increased rates and a projected 0.25% residential customer growth, and take into account historical trends.

Revenues by Fund

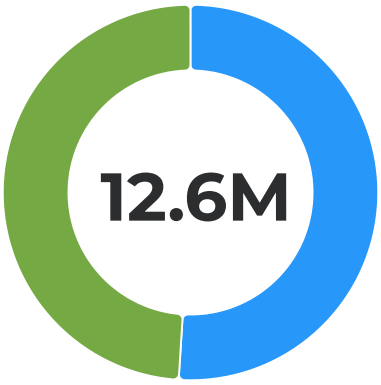


FY26 Revenues by Fund



Water Enterprise Fund	**$6,198,300**	50.76%
Wastewater Treatment Fund	**$6,012,000**	49.24%

FY27 Revenues by Fund

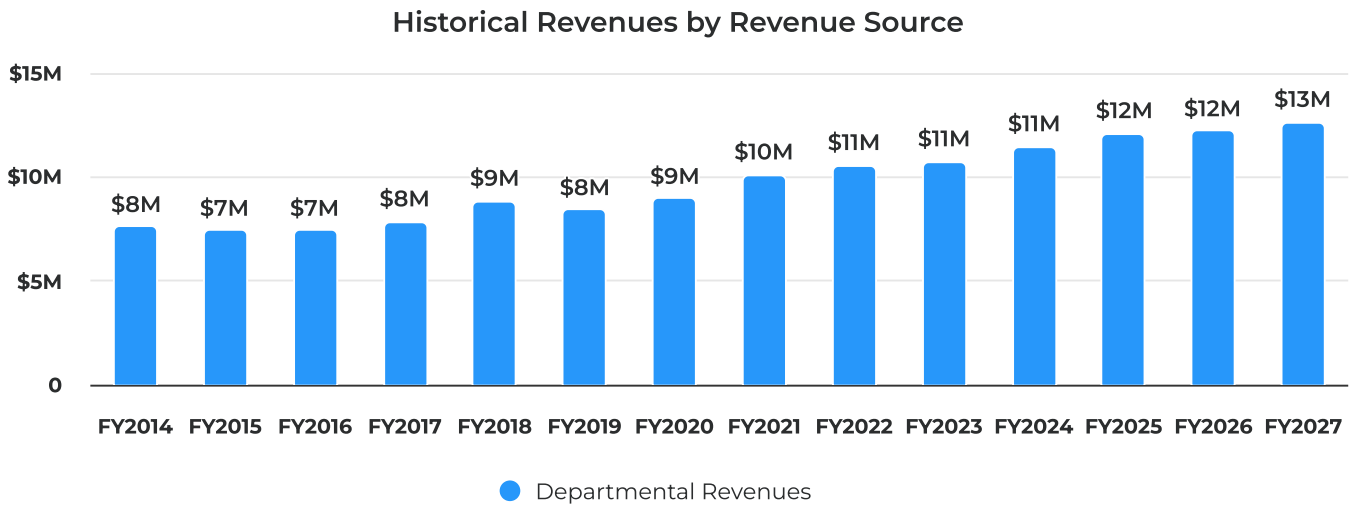


Water Enterprise Fund	**$6,444,300**	51.00%
Wastewater Treatment Fund	**$6,192,000**	49.00%

Revenues by Fund

Category	FY 2020 Actual	FY 2021 Actual	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Water Enterprise Fund	$4,117,681.06	$4,988,633.53	$5,277,929.90	$5,287,728.11	$5,740,761.36	$6,053,300.00	$6,198,300.00	$6,444,300.00	2.40%	3.97%
Wastewater Treatment Fund	$4,829,839.81	$5,100,157.89	$5,291,521.10	$5,460,570.32	$5,721,253.24	$5,813,000.00	$6,012,000.00	$6,192,000.00	3.42%	2.99%
Total Revenues	**$8,947,520.87**	**$10,088,791.42**	**$10,569,451.00**	**$10,748,298.43**	**$11,462,014.60**	**$11,866,300.00**	**$12,210,300.00**	**$12,636,300.00**	**2.90%**	**3.49%**

Revenues by Revenue Source



FY26 Revenues by Revenue Source



Departmental Revenues **$12,210,300** 100.00%

FY27 Revenues by Revenue Source



Departmental Revenues **$12,636,300** 100.00%

Revenues by Revenue Source

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Departmental Revenues	$10,569,451.00	$10,748,298.43	$11,462,014.60	$11,866,300.00	$12,210,300.00	$12,636,300.00	2.90%	3.49%
Water Enterprise Fund	$5,277,929.90	$5,287,728.11	$5,740,761.36	$6,053,300.00	$6,198,300.00	$6,444,300.00	2.40%	3.97%
Water Meter & Install	$9,479.00	$6,173.00	$9,619.65	$8,000.00	$8,000.00	$8,000.00	0.00%	0.00%
New Acct Set-up Fee	$22,680.00	$18,240.00	$18,960.00	$20,000.00	$19,000.00	$19,000.00	-5.00%	0.00%
Water Turn-on Fee	-	-	$1,861.88	$2,500.00	$1,800.00	$1,800.00	-28.00%	0.00%
Water Sales & Svc Chgs	$5,241,541.77	$5,237,325.89	$5,690,269.42	$6,000,000.00	$6,150,000.00	$6,396,000.00	2.50%	4.00%
Misc. Reimbursements	$3,188.50	$432.00	-	-	-	-	-	-
Recovered Util Charges	$56.63	-	$452.47	-	-	-	-	-
Penalty & Interest Fee	-	$24,258.22	$11,972.94	$15,000.00	$12,000.00	$12,000.00	-20.00%	0.00%
48 Hour Notice Fee	-	-	$6,564.00	$7,000.00	$6,500.00	$6,500.00	-7.14%	0.00%
Water Conservation F	$100.00	$100.00	-	-	-	-	-	-
Water Fire Flow Test Fee	$884.00	$1,199.00	$1,061.00	$800.00	$1,000.00	$1,000.00	25.00%	0.00%
Wastewater Treatment Fund	$5,291,521.10	$5,460,570.32	$5,721,253.24	$5,813,000.00	$6,012,000.00	$6,192,000.00	3.42%	2.99%
Recovered Util Charges	$56.62	-	$452.48	-	-	-	-	-
Penalty & Interest Fee	-	$24,258.23	$11,972.93	$15,000.00	$12,000.00	$12,000.00	-20.00%	0.00%
Wastewater Svc Chgs	$5,291,464.48	$5,436,312.09	$5,708,827.83	$5,798,000.00	$6,000,000.00	$6,180,000.00	3.48%	3.00%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Total Revenues	**$10,569,451.00**	**$10,748,298.43**	**$11,462,014.60**	**$11,866,300.00**	**$12,210,300.00**	**$12,636,300.00**	**2.90%**	**3.49%**

Property-Related Tax Revenues Summary

Property-related tax revenues are the third-largest source of operating revenues across all funds, accounting for 15.11% of all operating revenues in FY 2026, or a projected $9.23 million in FY 2026 and $9.38 million in FY 2027. Property-related tax revenues are the third-largest source of General Fund revenues and account for 20.77% of the total General Fund operating revenue budget, or a projected $7.66 million in FY 2026 and $7.81 million in FY 2027. There are three sources of property-related tax revenues:

- Property Tax Assessed Value revenues: This is the largest share, or $6.22 million in FY 2026 and $6.34 million in FY 2027, and is equivalent to 1% of assessed values. This amount follows the San Luis Obispo County Auditor-Controller Treasurer-Tax Collector estimate on assessed valuations.
- Special Water Tax Assessment for State and Lopez Water: This includes the projected special water tax assessments that are placed on Pismo Beach property owners' property tax bill to pay for State and Lopez water and is projected to be $1.58 million in both FY 2026 and FY 2027.
- Property Tax In Lieu of Vehicle License Fees: This is the third-largest share, or $1.44 million in FY 2026 and $1.47 million in FY 2027, which is a 1% tax on the market value of a registered vehicle.
- Former RDA property tax revenues: In FY 2021, the RDA was dissolved, and future revenues are now reflected in the Property Tax Assessed Value revenues source.

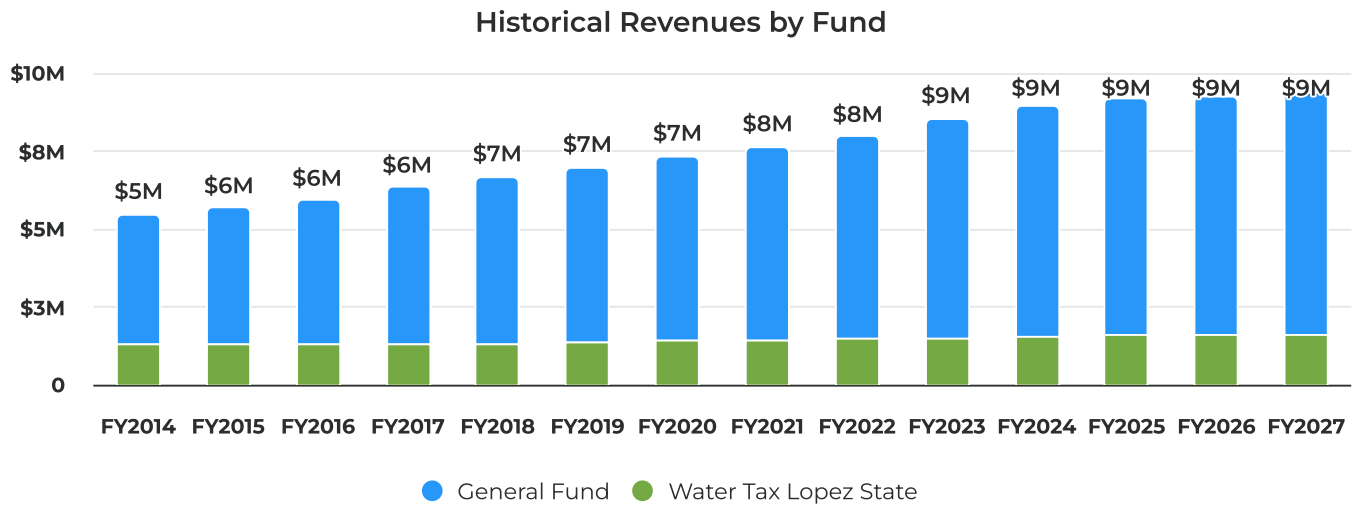
Property Tax Assessed Value Revenues: The FY 2026 and FY 2027 assessed value property tax revenues are $6.22 million and $6.34 million, respectively. This reflects a growth of 0.46% from former FY 2025 property-related tax actual revenues of $6.19 million and potential recapture of parcels that were previously granted a value reduction and have potential for recaptured value per Proposition 8. The net change is an additional 0.46% in FY 2026 and 2.0% in FY 2027. The primary factors used in the projection of this revenue include historical growth in assessed valuation and projected home values. The housing market is projected to grow, although the pace of growth is projected to slow due to the increase in interest rates and tight inventories. In most areas, foreclosure levels are back at historical norms as seen in 2006, before the real estate recession. The assumptions based on these factors are discussed in greater detail below.

- Assessed Valuation: The San Luis Obispo County Assessor provides assessed valuation information and a City-hired specialist reviews and analyzes this information to project future revenues. This recent growth is largely attributable to residential and commercial property valuations increasing in the past few years. The assessed value for most real property is the prior year’s assessed value adjusted by the California Consumer Price Index (CPI), up to 2%. However, if there has been a change in ownership, the new assessed value will be the market value of the property. In addition, as part of California’s Proposition 8, a constitutional amendment to Article XIII A that allows a temporary reduction in assessed value when real property suffers a decline in value, properties were assessed at a lower value during the housing crisis of FY 2010. Over time, the County Assessor has been reassessing those properties at a faster rate than the CPI and has been able to recapture over 97% of the assessed value of Pismo Beach properties. As such, property-related tax revenues can increase beyond the 2% CPI level and have been for the past few years.

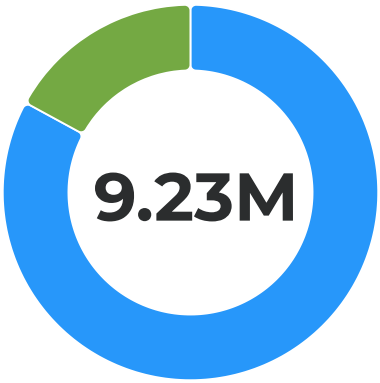
The following table illustrates all three property-related tax revenues by fiscal year, where actual revenues received are reflected in FY 2014 to FY 2025, and FY 2026 and FY 2027 represent the two budget years.

The special water tax assessment is expected to increase by 0.32% from FY 2025 actuals to the FY 2026 Adopted Budget, and remain level in the FY 2027 Adopted Budget. This 0.34% increase in the FY 2026 Adopted Budget compared to FY 2025 actuals reflects a projected increase of 2.0% at the time that the budget was in development over FY 2025 projected actuals. In general, this revenue source reflects the maximum increase in the equivalent dwelling unit amount charged to each property, assuming that the consumer price index used for this rate is at or exceeds 2.0% during FY 2026 and FY 2027.

Revenues by Fund

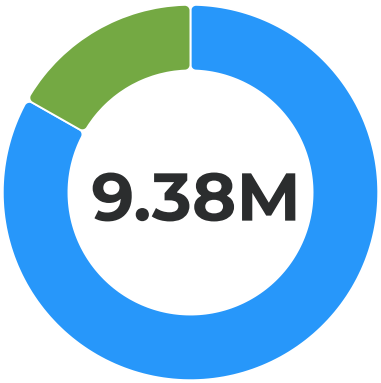


FY26 Revenues by Fund



General Fund	**$7,655,100**	82.94%
Water Tax Lopez State	**$1,575,000**	17.06%

FY27 Revenues by Fund



General Fund	**$7,808,200**	83.21%
Water Tax Lopez State	**$1,575,000**	16.79%

Revenues by Fund

Category	FY 2020 Actual	FY 2021 Actual	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Actual vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$5,935,388	$6,220,595	$6,479,633	$7,046,442	$7,424,287	$7,595,763	$7,374,663	$7,655,100	$7,808,200	0.78%	2.00%
Prop Taxes-Curr Secured	$4,411,913	$4,909,584	$5,121,555	$5,600,682	$5,887,791	$5,978,663	$5,835,483	$6,008,900	$6,129,100	0.51%	2.00%
Prop Taxes-Curr Unsecur	$174,220	$175,697	$166,637	$181,277	$201,048	$211,106	$180,540	$209,200	$213,400	-0.90%	2.01%
Prop Taxes-Prior	-$11,530	-$5,799	-$9,629	-$10,120	-$13,480	-$3,051	-	-	-	-100.00%	-
Prop Taxes-Penalty	$488	$290	$226	$489	$1,400	$242	-	-	-	-100.00%	-
Prop Tax-In Lieu VLF	$1,079,468	$1,140,823	$1,178,942	$1,274,114	$1,347,528	$1,408,803	$1,358,640	$1,437,000	$1,465,700	2.00%	2.00%
Prop Tax - Former RDA	$280,829	-	$21,902	-	-	-	-	-	-	-	-
Water Tax Lopez State	$1,398,622	$1,425,781	$1,482,864	$1,503,806	$1,548,362	$1,569,937	$1,404,540	$1,575,000	$1,575,000	0.32%	0.00%
Spec Water Tax	$1,398,622	$1,425,781	$1,482,864	$1,503,806	$1,548,362	$1,569,937	$1,404,540	$1,575,000	$1,575,000	0.32%	0.00%
Total Revenues	**$7,334,010**	**$7,646,376**	**$7,962,497**	**$8,550,248**	**$8,972,649**	**$9,165,700**	**$8,779,203**	**$9,230,100**	**$9,383,200**	**0.70%**	**1.66%**

Sales & Use Tax Revenues Summary

Sales and use tax revenues are the fourth-largest source of operating revenues across all funds, contributing 15.11% of operating revenues each year. Sales and use tax revenues are the second-largest source of revenue in the General Fund at 21.30% of total General Fund and Transaction Sales Tax Fund revenues. This revenue is projected at $7.85 million in FY 2026 and $7.97 million in FY 2027. There are three sources of sales tax revenues that the City receives:

- The largest source of sales tax revenues is the Transaction Sales Tax, which is a 1.00% transaction sales and use tax that became effective April 1, 2025. This is the third local measure for a transaction sales and use tax approved by the voters as part of Measure F-24 on the November 2024 ballot. Measure F-24 was placed on the November 2024 ballot by the City Council to provide Pismo Beach voters an option to help close the budget gap by renewing the City's existing half-cent sales tax (Measure I, approved by the voters in 2014) and adding a supplementary half-cent sales tax. Measure F-24 includes a 12-year sunset clause and will expire on March 31, 2037. All proceeds of the tax are accounted for in the General Fund and may be used for any lawful purpose as designated by the City Council. Prior to this local measure was the first local measure for a 0.50% transaction sales and use tax effective October 1, 2008 that included a six-and-one-half-year sunset clause and expired on March 31, 2015. On November 4, 2014, the voters approved another Measure, Measure I, the .50% transactions sales and use tax to be effective April 1, 2015. The second local measure included a 12-year sunset clause and was set to expire on March 31, 2037.

  The adopted two-year budget provides vital funding to repair and improve the City's infrastructure. The City of Pismo Beach has set up a separate fund, the Transaction Sales Tax Fund, to track the specific revenues and expenditures that are generated by the transaction sales and use tax. The City receives this sales tax revenue monthly, and it represents a projected $4.00 million per year in FY 2026 and $4.04 million in FY 2027. These revenues are projected to double in FY 2026 compared to the FY 2025 Amended Budget and increase by 1% in FY 2027.

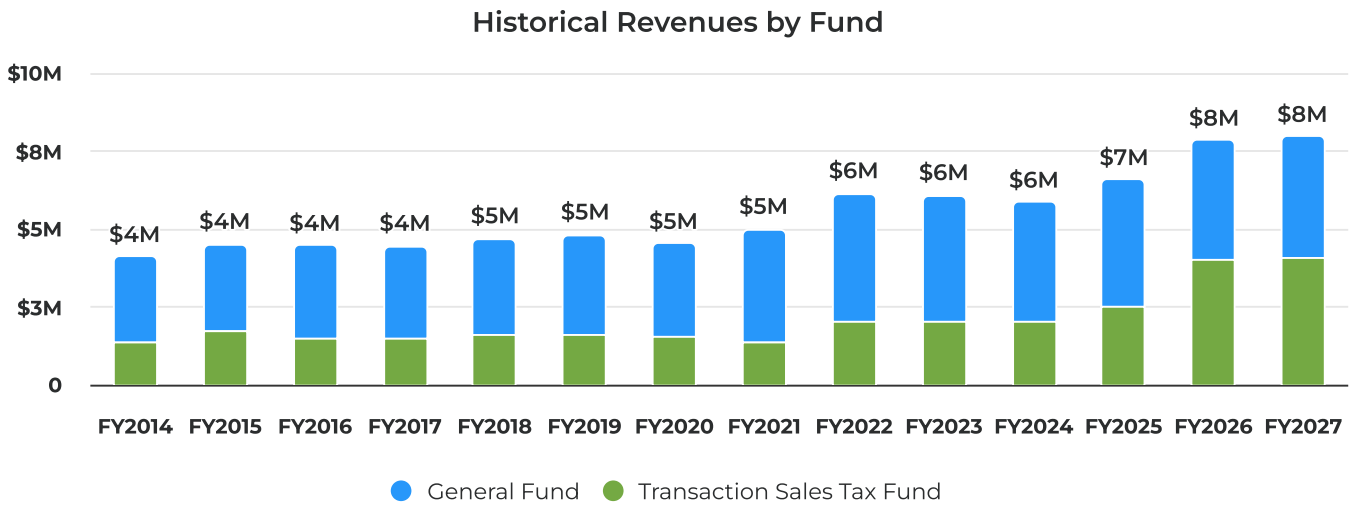
- The second largest source is the Bradley Burns Uniform Sales and Use Tax, which is 1.00% of taxable sales. These revenues are projected to come in at $3.85 million in FY 2026 and at $3.93 million in FY 2027. These revenues are projected to decrease by 3.77% in FY 2026 compared to the FY 2025 Amended Budget based on projections during budget development. The FY 2025 Amended Budget was updated after actual revenues came in higher than expected, but the FY 2026 Adopted Budget was not increased at that time. These revenues are expected to increase by 1.0% in FY 2027 compared to FY 2026.

- The third source of sales tax revenues is the 0.5% Public Safety Tax that provides revenues on the basis of the county's share of statewide taxable sales and a formula based on the amount of property tax lost to the previous state expropriations by the Educational Revenue Augmentation Fund (ERAF). These revenues can only be used for specified public safety purposes. The City receives this sales tax revenue monthly, and it should represent a projected $0.12 million per year in FY 2026 and FY 2027. This revenue source was inadvertently left out of the budget, but will be added during FY 2026 with a mid-year budget adjustment.

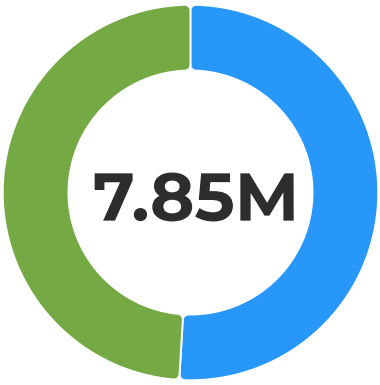
All three sales tax revenues fluctuate from year to year depending on the overall economy. In the past 12 years these revenues have fluctuated between $4.10 million in FY 2014 to $6.58 million in FY 2025, with an average annual growth rate of 4.01%. FY 2016 and FY 2017 included one-time payments that skew this growth rate. As such, a more conservative growth rate of approximately 1% per year was factored into the budget. With inflation ramping up in FY 2021 and FY 2022, plus the amount of visitors purchasing taxable items, the City received a significant growth in revenues that did not continue at that rate into the future. The FY 2025 revised or amended budget and the FY 2026 and FY 2027 Adopted Budgets reflect this return to a more level revenue projection.

The following chart shows actual sales and use tax revenues from FY 2014 through FY 2025, then the FY 2025 revised or amended budget amount, and finally, the budgeted FY 2026 and FY 2027 revenues.

Revenues by Fund

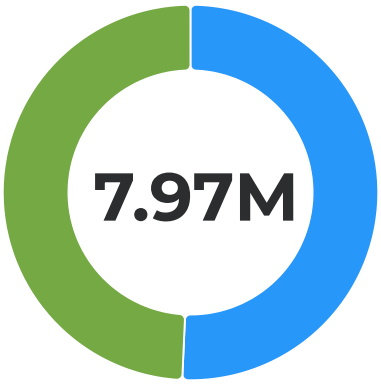


FY26 Revenues by Fund



Transaction Sales Tax Fund	**$4,000,000**	50.95%
General Fund	**$3,850,500**	49.05%

FY27 Revenues by Fund



Transaction Sales Tax Fund	**$4,040,000**	50.71%
General Fund	**$3,927,510**	49.29%

Revenues by Fund

Category	FY 2020 Actual	FY 2021 Actual	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$3,021,448	$3,661,191	$4,088,556	$4,041,138	$3,861,140	$4,096,217	$4,001,250	$3,850,500	$3,927,510	-3.77%	2.00%
Sales Tax	$2,923,620	$3,561,325	$3,964,222	$3,913,228	$3,738,767	$3,974,128	$3,875,000	$3,850,500	$3,927,510	-0.63%	2.00%
Sales Tax-Safety	$97,828	$99,866	$124,334	$127,910	$122,373	$122,089	$126,250	-	-	-100.00%	-
Transaction Sales Tax Fund	$1,515,620	$1,337,294	$2,038,554	$2,033,346	$1,995,969	$2,484,595	$2,000,000	$4,000,000	$4,040,000	100.00%	1.00%
Sales Tax-Half-Cent Tax	$1,515,620	$1,337,294	$2,038,554	$2,033,346	$1,995,969	$2,462,689	$2,000,000	-	-	-100.00%	-
Sales Tax-Transaction Tax F-24	-	-	-	-	-	$21,906	-	$4,000,000	$4,040,000	-	1.00%
Total Revenues	**$4,537,068**	**$4,998,485**	**$6,127,110**	**$6,074,484**	**$5,857,109**	**$6,580,812**	**$6,001,250**	**$7,850,500**	**$7,967,510**	**30.81%**	**1.49%**

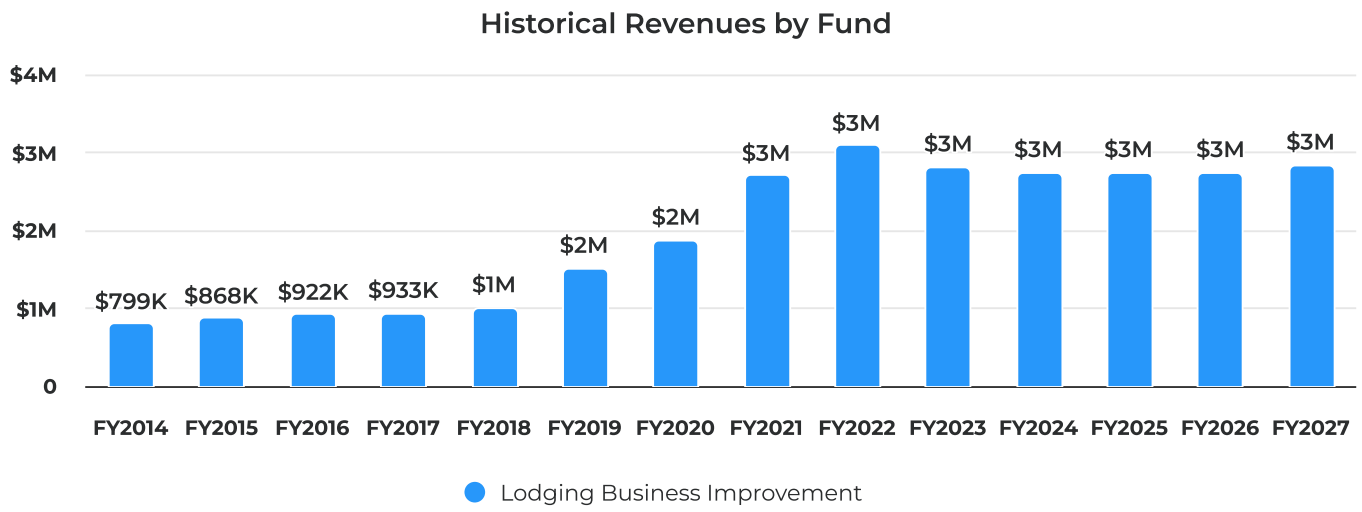
LBID Assessment Revenues

Lodging Business Improvement District (LBID) assessment revenues make up 4.49% of operating revenues across all funds in FY 2026 and is the fifth-largest operating revenue source for the City. The Pismo Beach LBID is an assessment district created by the Pismo Beach City Council on August 4, 2009 via Ordinance No. 2009-008, at the request and approval of a majority of the lodging businesses operating in the City, to raise money by assessing themselves, and then to use that money to promote Pismo Beach lodging businesses. Each year since then, the City Council has approved an annual assessment for lodging properties at 1% of gross lodging revenues. These revenues follow the trends of Transient Occupancy Tax revenues.

In FY 2019, the Conference and Visitors Bureau Board / LBID Advisory Board and City Council approved an additional 1% LBID assessment starting on January 1, 2019 and continuing for 6 years so far, subject to annual approval, to provide the funding to complete some significant community-enhancing projects that will help promote and benefit the lodging businesses in the City of Pismo Beach.

The following table summarizes LBID Assessment revenues from FY 2014 through the FY 2027 Adopted Budget. The table below shows FY 2025 revised or amended budget revenues reaching $2.71 million and FY 2026 and FY 2027 Adopted Budget revenues reaching $2.75 million and $2.84 million, respectively.

Revenues by Fund



FY26 Revenues by Fund



Lodging Business Improvement	**$2,746,000**	100.00%

FY27 Revenues by Fund



Lodging Business Improvement	**$2,842,000**	100.00%

Revenues by Fund

Category	FY 2020 Actual	FY 2021 Actual	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Lodging Business Improvement	$1,877,694	$2,703,948	$3,090,688	$2,813,544	$2,740,782	$2,745,059	$2,712,552	$2,746,000	$2,842,000	1.23%	3.50%
LBID Assessment Revenue	$938,103	$1,349,275	$1,544,208	$1,406,363	$1,369,383	$1,367,248	$1,356,276	$1,373,000	$1,421,000	1.23%	3.50%
LBID Penalty & Interest	$1,496	$5,398	$2,273	$819	$2,016	$10,566	-	-	-	-	-
LBID Assessment-Improvements	$938,095	$1,349,275	$1,544,208	$1,406,363	$1,369,383	$1,367,246	$1,356,276	$1,373,000	$1,421,000	1.23%	3.50%
Total Revenues	**$1,877,694**	**$2,703,948**	**$3,090,688**	**$2,813,544**	**$2,740,782**	**$2,745,059**	**$2,712,552**	**$2,746,000**	**$2,842,000**	**1.23%**	**3.50%**

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DEPARTMENTS



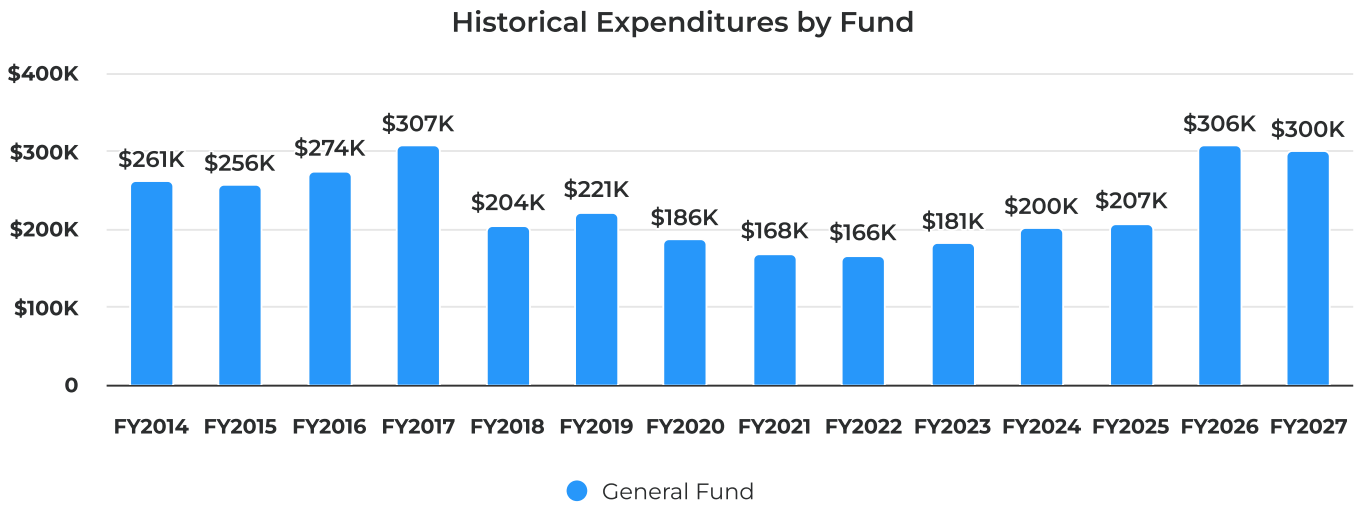
City Council

The City Council is the five-member legislative body of the City of Pismo Beach. Members of the City Council are elected at-large to staggered four-year terms, with the exception of the Mayor who is elected at-large to a two-year term. The City Council establishes policies and laws for the City, which are implemented by staff under the direction of the City Manager. Various advisory bodies comprised of community members appointed by the City Council, also advise the City Council. The City Manager and the City Attorney are directly appointed by the Council.

Organizational Chart



Expenditures by Fund



FY26 Expenditures by Fund



General Fund **$306,137** 100.00%

FY27 Expenditures by Fund

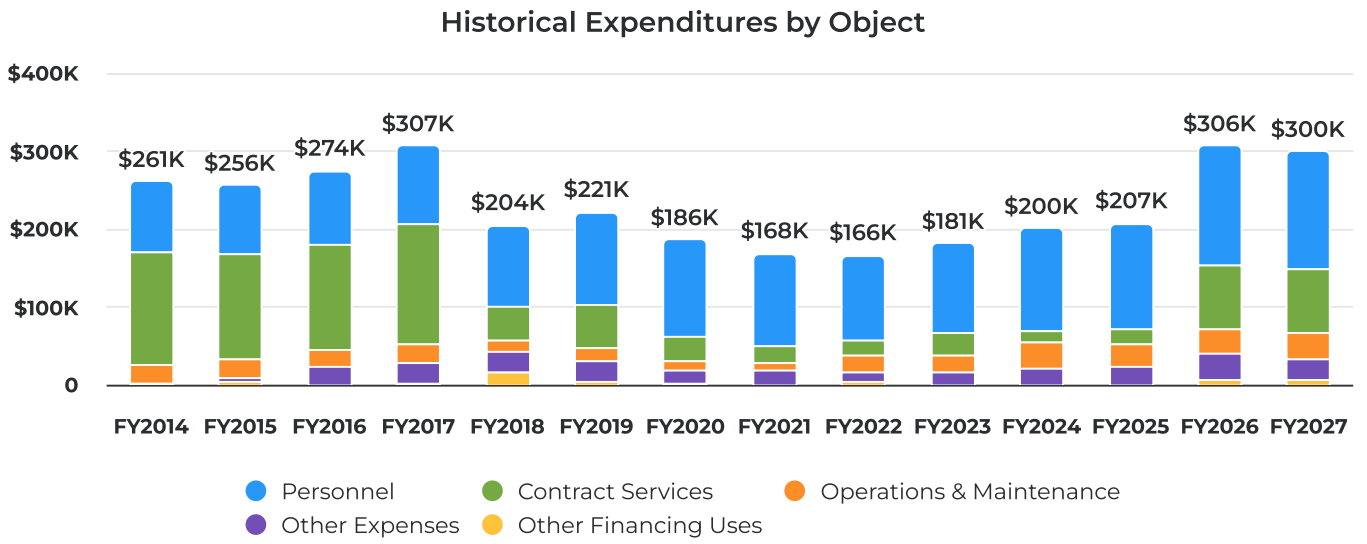


General Fund **$299,548** 100.00%

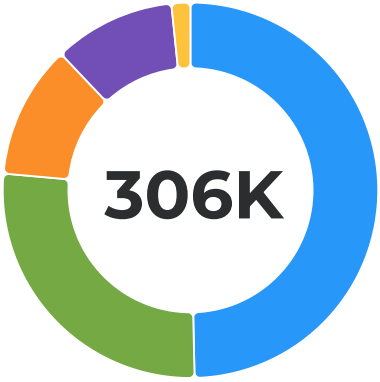
Expenditures by Fund

Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$166,213	$200,213	$181,349	$266,515	$306,137	$299,548	14.87%	-2.15%
Total Expenditures	**$166,213**	**$200,213**	**$181,349**	**$266,515**	**$306,137**	**$299,548**	**14.87%**	**-2.15%**

Expenditures by Object



FY26 Expenditures by Object



Personnel	$152,013	49.66%
Contract Services	$81,953	26.77%
Other Expenses	$35,171	11.49%
Operations & Maintenance	$32,000	10.45%
Other Financing Uses	$5,000	1.63%

FY27 Expenditures by Object



Personnel	$152,013	50.75%
Contract Services	$81,953	27.36%
Operations & Maintenance	$32,000	10.68%
Other Expenses	$28,582	9.54%
Other Financing Uses	$5,000	1.67%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$110,309	$115,752	$131,599	$131,471	$152,013	$152,013	15.62%	0.00%
Contract Services	$17,821	$27,904	$13,695	$71,100	$81,953	$81,953	15.26%	0.00%
Operations & Maintenance	$21,625	$21,519	$33,643	$37,000	$32,000	$32,000	-13.51%	0.00%
Other Expenses	$13,687	$16,175	$21,276	$21,944	$28,582	$35,171	60.28%	-18.73%
Other Financing Uses	$2,771	-	-	$5,000	$5,000	$5,000	0.00%	0.00%
Total Expenditures	**$166,213**	**$181,349**	**$200,213**	**$266,515**	**$299,548**	**$306,137**	**14.87%**	**-2.15%**

Accomplishments in Prior Two-Year Budget

- Improved Traffic Circulation
- Downtown Revitalization
- Continued Planning for Central Coast Blue
- Continued California Cities involvement
- Continuous investment in City infrastructure, maintenance, and improvements
- Maintained strong financial position
- Continued to set ambitious goals and vision for the City

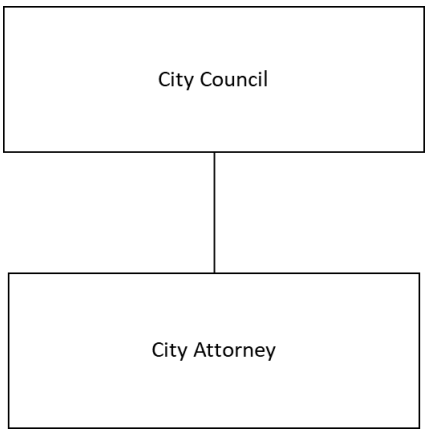
Work Program Highlights for Next Two-Year Budget

- Implement Major City Goals and Priorities
- Continue League of California Cities involvement
- Continuous investment in City infrastructure
- Represent the City effectively on various regional boards and committees
- Enact state and federal legislative platforms

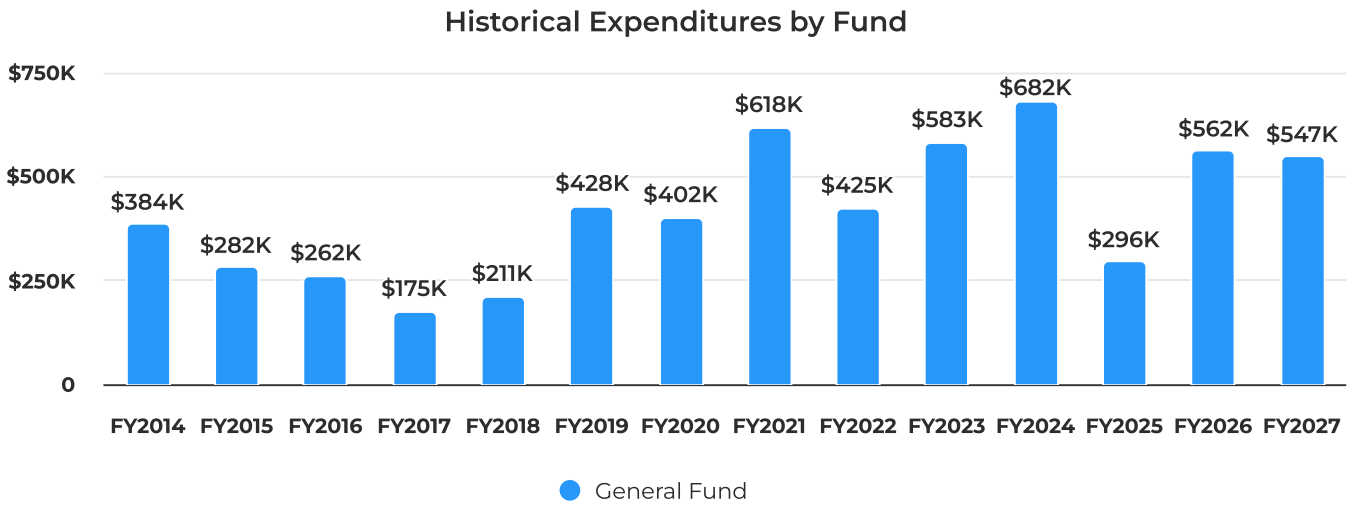
City Attorney

The City Attorney is the chief legal advisor for the City and provides legal services to the City through a contractual arrangement approved by the City Council. The City Attorney's Office manages all aspects of the City's legal affairs; researches, drafts and/or reviews ordinances, resolutions, contracts, bonds and other legal documents supporting the actions of the City Council; advises the Council, City Manager and departments on the legality of various procedural and substantive matters; represents the City in administrative proceedings and court trials; and manages all litigation and oversees outside counsel as appropriate. Actual hours expended per year are dependent on legal service needs of Council, City Manager, and Department Heads.

Organizational Chart



Expenditures by Fund



FY26 Expenditures by Fund



General Fund **$562,000** 100.00%

FY27 Expenditures by Fund

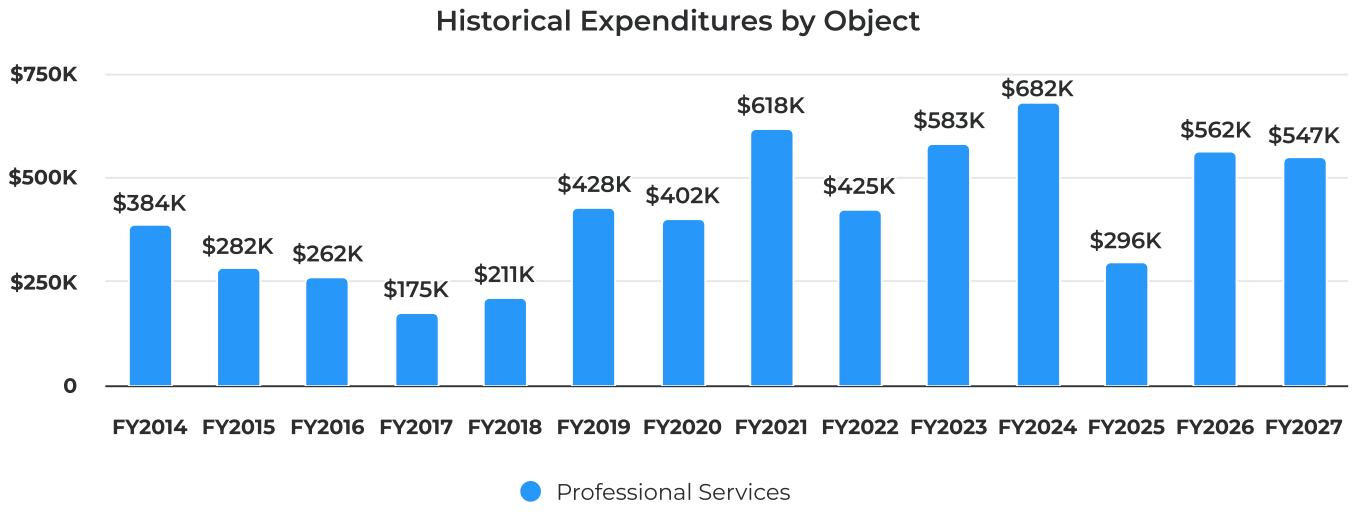


General Fund **$547,000** 100.00%

Expenditures by Fund

Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$424,631	$681,556	$582,637	$493,920	$562,000	$547,000	13.78%	-2.67%
Total Expenditures	**$424,631**	**$681,556**	**$582,637**	**$493,920**	**$562,000**	**$547,000**	**13.78%**	**-2.67%**

Expenditures by Object



FY26 Expenditures by Object



Professional Services **$562,000** 100.00%

FY27 Expenditures by Object



Professional Services **$547,000** 100.00%

Expenditures by Object

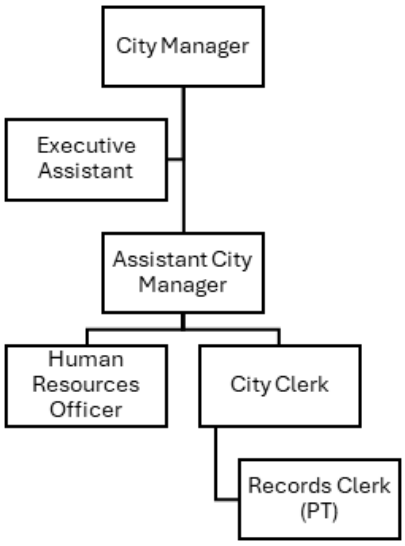
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	$424,631	$582,637	$681,556	$493,920	$547,000	$562,000	13.78%	-2.67%
Professional Services	-	-	-	$12,000	-	-	-100.00%	-
Profess Svc Council & Admin	$125,461	$130,383	$117,428	$138,000	$136,000	$136,000	-1.45%	0.00%
Professional Svc Finance	$6,221	$5,293	$23,373	$19,000	$15,000	$15,000	-21.05%	0.00%
Professional Svc Community Dev	$46,666	$28,810	$26,165	$45,000	$45,000	$45,000	0.00%	0.00%
Professional Svc Public Works	$23,269	$29,777	$5,320	$20,000	$20,000	$35,000	75.00%	-42.86%
Professional Svc Police	$31,662	$24,326	$16,515	$27,120	$27,000	$27,000	-0.44%	0.00%
ProfessSvc Fire & Lifeguards	$115	$60	$104	$2,000	$2,000	$2,000	0.00%	0.00%
Civil Litigation	$191,237	$363,988	$492,652	$228,800	$300,000	$300,000	31.12%	0.00%
Other Legal	-	-	-	$2,000	$2,000	$2,000	0.00%	0.00%
Total Expenditures	**$424,631**	**$582,637**	**$681,556**	**$493,920**	**$547,000**	**$562,000**	**13.78%**	**-2.67%**

City Manager's Office

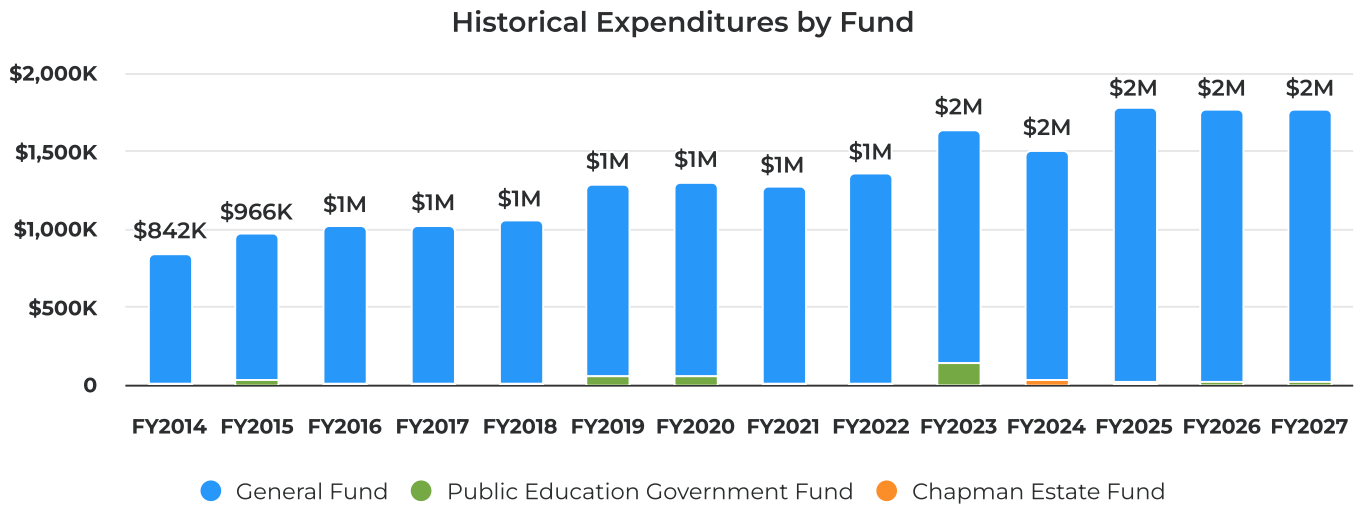
The City Manager’s Office is the executive and administrative arm of the City. With responsibility for implementing the policy direction of the City Council, the City Manager coordinates and directs the work efforts of the various departments of the City; submits for Council review and consideration of the two-year budget and implements the same; interfaces with the public on behalf of the City Council; undertakes special projects of high importance to the City Council; and serves as the City’s personnel and purchasing officer, appointing all employees and enforcing purchasing procedures.

Encompassed within the City Manager’s office are the Human Resources and City Clerk divisions. Specific services include oversight, consistency, customer service, and support for programs including: Human Resources and Staff Development, Risk Management and Safety Programs, Public Outreach, Legislative Affairs, and Public Information. The City Clerk Division assures transparency, compliance with the Brown Act, Public Records Act, Maddy Act, Political Reform Act, and other codes (in cooperation with the City Attorney's Office). The City Clerk is the City's Elections Official, FPPC Filing Officer, Records Manager, and Advisory Body membership administrator.

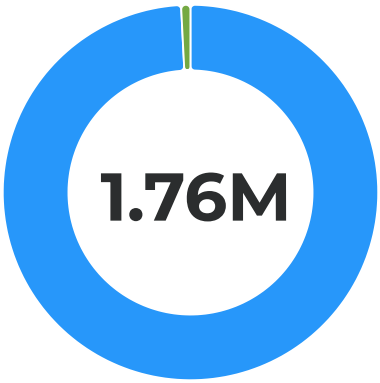
Organizational Chart



Expenditures by Fund

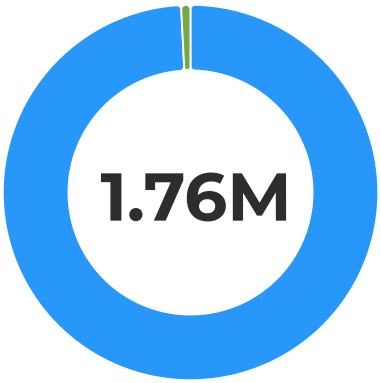


FY26 Expenditures by Fund



General Fund	**$1,747,440**	99.20%
Public Education Government Fund	**$14,123**	0.80%

FY27 Expenditures by Fund

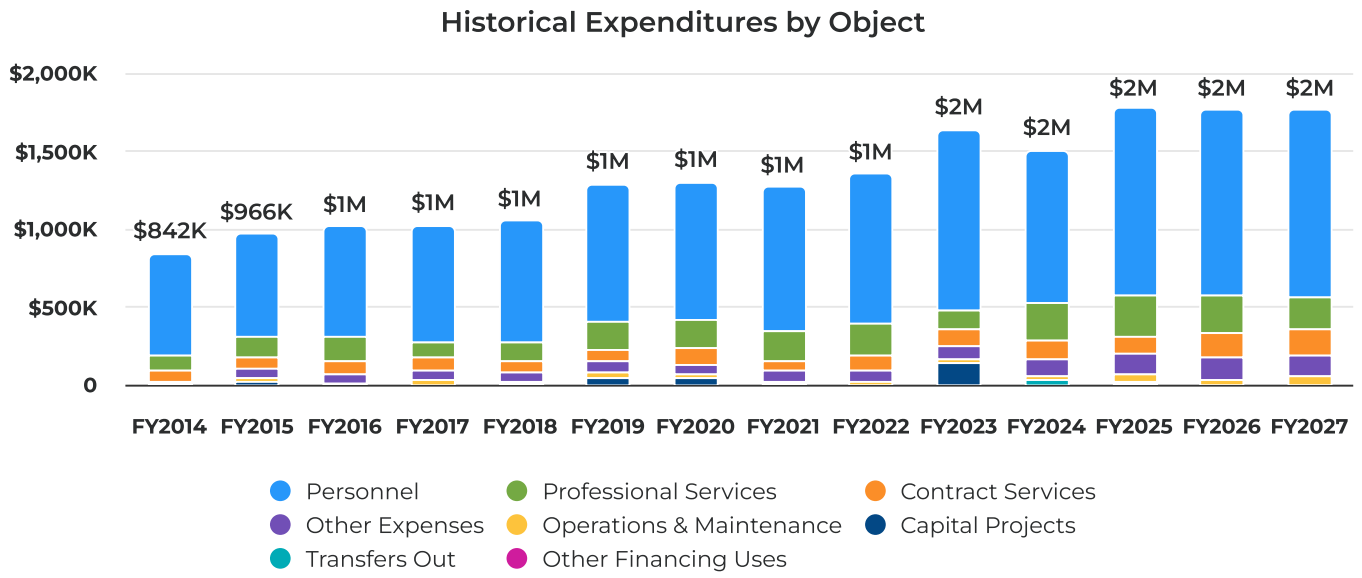


General Fund	**$1,750,223**	99.19%
Public Education Government Fund	**$14,247**	0.81%

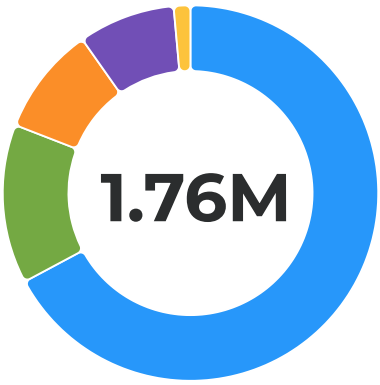
Expenditures by Fund

Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$1,346,499	$1,471,493	$1,504,300	$1,843,432	$1,747,440	$1,750,223	-5.21%	0.16%
Public Education Government Fund	$7,335	$3,893	$134,091	$41,849	$14,123	$14,247	-66.25%	0.88%
Chapman Estate Fund	-	$29,100	-	$7,400	-	-	-100.00%	-
Total Expenditures	**$1,353,834**	**$1,504,486**	**$1,638,391**	**$1,892,681**	**$1,761,563**	**$1,764,470**	**-6.93%**	**0.17%**

Expenditures by Object

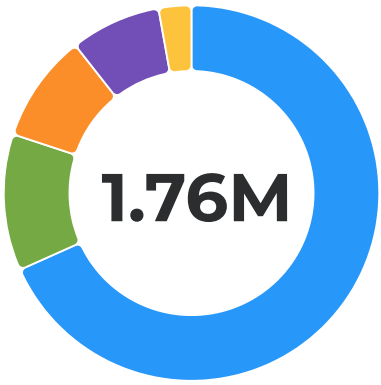


FY26 Expenditures by Object



Personnel	$1,183,571	67.19%
Professional Services	$241,500	13.71%
Contract Services	$164,585	9.34%
Other Expenses	$146,679	8.33%
Operations & Maintenance	$25,228	1.43%

FY27 Expenditures by Object



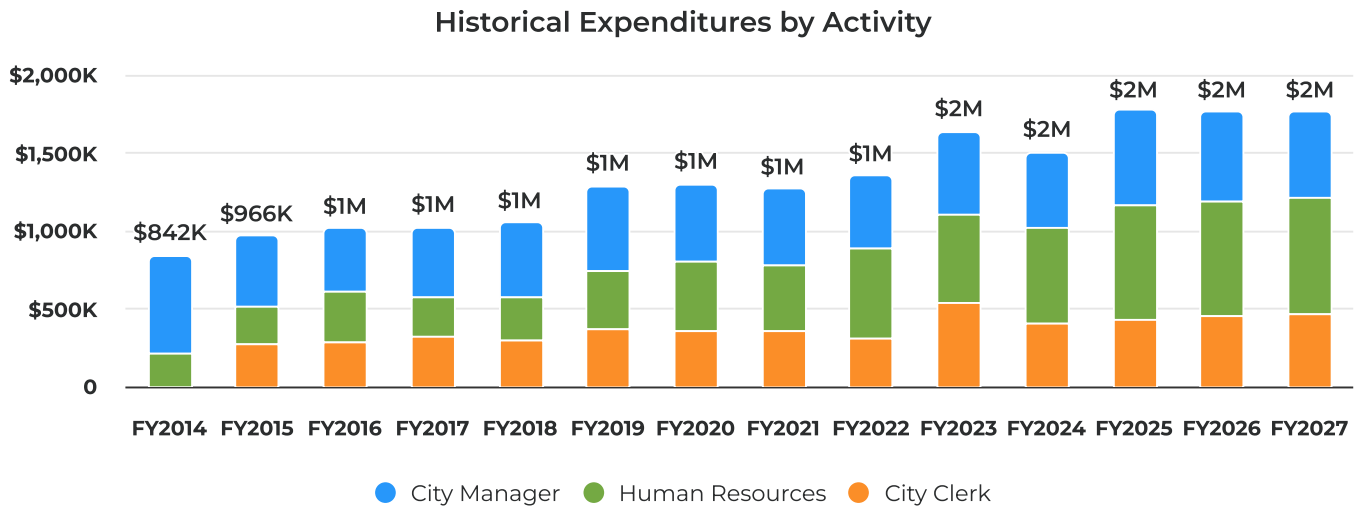
Personnel	$1,205,170	68.30%
Professional Services	$207,500	11.76%
Contract Services	$164,585	9.33%
Other Expenses	$137,487	7.79%
Operations & Maintenance	$49,728	2.82%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$959,518	$1,160,418	$984,440	$1,194,960	$1,205,170	$1,183,571	-0.95%	1.82%
Professional Services	$210,351	$122,028	$242,921	$319,500	$207,500	$241,500	-24.41%	-14.08%
Contract Services	$94,976	$113,414	$110,578	$139,659	$164,585	$164,585	17.85%	0.00%
Operations & Maintenance	$20,623	$28,981	$21,115	$74,575	$49,728	$25,228	-66.17%	97.11%
Other Expenses	$68,367	$79,460	$116,292	$128,741	$137,487	$146,679	13.93%	-6.27%
Capital Projects	-	$134,091	$41	$27,846	-	-	-100.00%	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Transfers Out	-	-	$29,100	$7,400	-	-	-100.00%	-
Total Expenditures	**$1,353,834**	**$1,638,391**	**$1,504,486**	**$1,892,681**	**$1,764,470**	**$1,761,563**	**-6.93%**	**0.17%**

Expenditures by Activity



FY26 Expenditures by Activity



Human Resources	**$744,864**	42.28%
City Manager	**$569,697**	32.34%
City Clerk	**$447,002**	25.38%

FY27 Expenditures by Activity



Human Resources	**$748,000**	42.39%
City Manager	**$549,929**	31.17%
City Clerk	**$466,541**	26.44%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
City Manager	$468,238	$536,174	$480,889	$651,346	$569,697	$549,929	-12.54%	-3.47%
Personnel	$384,657	$452,668	$320,217	$425,021	$401,286	$416,805	-5.58%	3.87%
Professional Services	$45,000	$48,000	$99,000	$136,000	$97,000	$63,000	-28.68%	-35.05%
Contract Services	$23,643	$27,812	$16,204	$31,748	$34,536	$34,536	8.78%	0.00%
Operations & Maintenance	$10,109	$2,013	$1,309	$29,750	$11,750	$11,750	-60.50%	0.00%
Other Expenses	$4,829	$5,682	$15,060	$21,427	$25,125	$23,838	17.26%	-5.12%
Transfers Out	-	-	$29,100	$7,400	-	-	-100.00%	-
City Clerk	$309,555	$534,991	$406,917	$512,402	$447,002	$466,541	-12.76%	4.37%
Personnel	$213,751	$293,128	$310,767	$327,592	$310,448	$311,132	-5.23%	0.22%
Professional Services	$13,417	$1,292	$61	$2,500	$2,500	$2,500	0.00%	0.00%
Contract Services	$31,854	$27,642	$13,886	$40,439	$38,988	$38,988	-3.59%	0.00%
Operations & Maintenance	$3,925	$24,792	$10,258	$37,190	$6,010	$30,510	-83.84%	407.65%
Other Expenses	$46,609	$54,046	$71,904	$76,835	$89,056	$83,411	15.91%	-6.34%
Capital Projects	-	$134,091	$41	$27,846	-	-	-100.00%	-
Human Resources	$576,041	$567,225	$616,680	$728,933	$744,864	$748,000	2.19%	0.42%
Personnel	$361,110	$414,622	$353,456	$442,347	$471,837	$477,233	6.67%	1.14%
Professional Services	$151,934	$72,736	$143,859	$181,000	$142,000	$142,000	-21.55%	0.00%
Contract Services	$39,479	$57,960	$80,488	$67,472	$91,061	$91,061	34.96%	0.00%
Operations & Maintenance	$6,589	$2,176	$9,549	$7,635	$7,468	$7,468	-2.19%	0.00%
Other Expenses	$16,929	$19,732	$29,328	$30,479	$32,498	$30,238	6.62%	-6.95%
Total Expenditures	**$1,353,834**	**$1,638,391**	**$1,504,486**	**$1,892,681**	**$1,761,563**	**$1,764,470**	**-6.93%**	**0.17%**

Staffing Levels

Fund, Department, Division	Positions	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
General Fund, City Manager's Office	City Manager	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, City Manager's Office	Assistant City Manager	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, City Manager's Office, City Clerk	Human Resources Officer	0.00	0.00	1.00	1.00	1.00	1.00
General Fund, City Manager's Office, Human Resources	Management Analyst	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, City Manager's Office	City Clerk	1.00	1.00	0.00	0.00	0.00	0.00
General Fund, City Manager's Office	Executive Assistant	0.00	0.00	0.00	1.00	1.00	1.00
General Fund, City Manager's Office	Administrative Assistant	1.00	1.00	1.00	0.00	0.00	0.00
General Fund, City Manager's Office	**City Manager Department Total**	**5.00**	**5.00**	**5.00**	**5.00**	**5.00**	**5.00**

Accomplishments in Prior Two-Year Budget

- City Goals: Implemented Major City Goals and Priorities
- Conducted 2024 General Municipal Election, including a City-sponsored sales tax ballot measure
- Continued League of California Cities involvement
- Represented the City effectively on various regional boards and committees
- Enacted state and federal legislative platforms, including AB 2302 (Addis)
- Completed Public Works Assessment and restructuring of the department
- Continued to focus on cost-effective and efficient operations
- Further developed meaningful and beneficial partnerships with other governmental, non-profit, and private entities
- Negotiated successor Memorandum of Understanding with labor groups
- Hired 62 employees
- Enhanced quality of life for residents
- Increased community engagement and public information
- Updated the Advisory Body Handbook and Bylaws

Work Program Highlights for Next Two-Year Budget

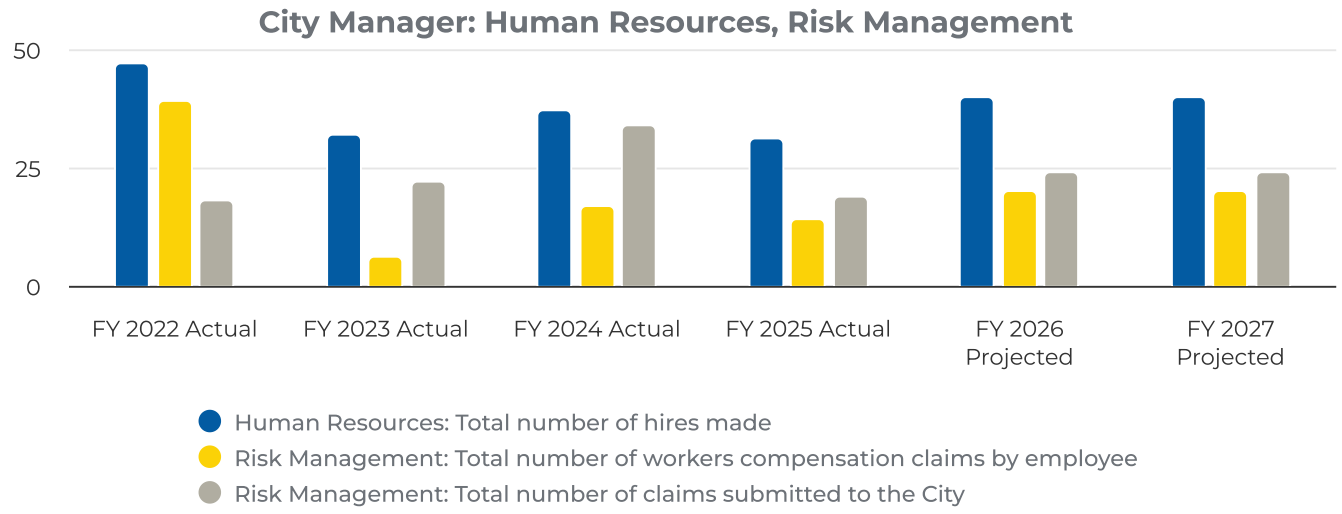
- **Work to accomplish progress and completion of City Council priority goals, including the City's Goals:**
  - **Quality of Life**
  - **Streets & Infrastructure**
  - **Water Resources**
  - **Public Safety**
  - **Parking & Circulation**
  - **Development & Housing Access**
- Conduct 2026 General Municipal Election

- Complete comprehensive Job Classification Study
- **City Goal: Public Safety** - Develop enhanced Communication Plan
- **City Goal: Quality of Life** - Council Chamber improvement design
- Update Records Retention Schedule
- Website redesign
- Contract and agreement template overhaul
- Conduct Manager and Supervisor Academy

Performance Measures: Human Resources Recruitment and Risk Management Workers Comp and City Claims

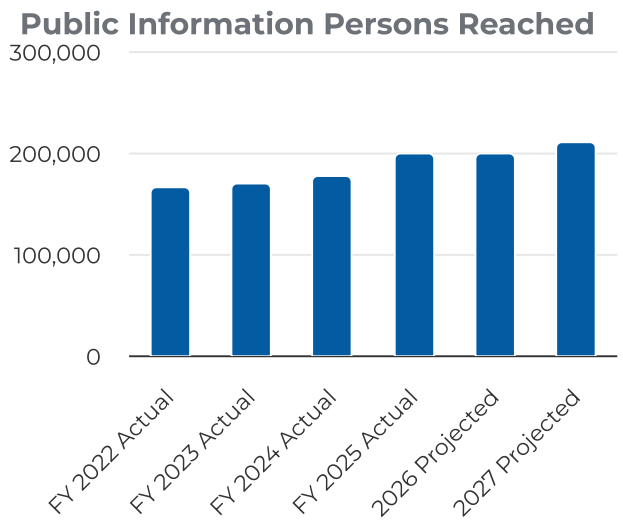
The City Manager's Office Human Resources Division strives to hire qualified employees each year to ensure the City's Goals can be achieved. **This performance measure contributes towards all six City Goals.** The number of hires made per year is dependent on multiple factors, including retention, retirements, and unemployment trends.
The City Manager Department's Risk Management program aims to maintain a healthy workforce by limited number of workplace injuries. This performance measure contributes towards all six City Goals.

The City Manager's Office Risk Management program also aims to limit the City's exposure to claims. This goal helps reduce the overall cost burden on the City's financial resources, while also helping identify any issues where claims are more frequent. **This performance measure contributes towards two City Goals: Quality of Life and Streets & Infrastructure.**

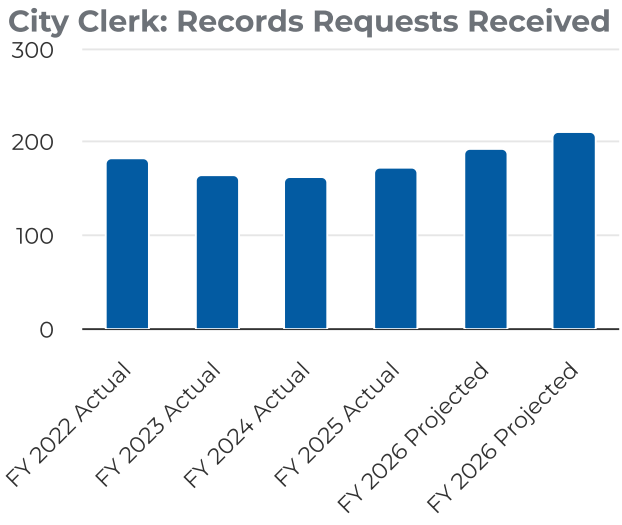


Performance Measure: Public Information Persons Reached

The City Manager's Office Public Information program works to increase the engagement of the community through the use of various media outlets, including social media. The more engaged the public, the more input the Council and City staff have to help move the City toward developing sound City goals. This engagement also helps the community stay informed on various City projects and milestones. **This performance measure contributes towards all six City Goals.** This information comes from the approximate total number of persons reached through Facebook.



Performance Measure: Records Requests



The City Clerk division of the City Manager's Office works to increase transparency and trust in the City by fulfilling requests for records filed under the California Public Records Act. This engagement also helps the community stay informed on various City projects and milestones. This data does not factor in records released under subpoenas, litigation discovery, or other circumstances. **This performance measure contributes towards all six City Goals.**

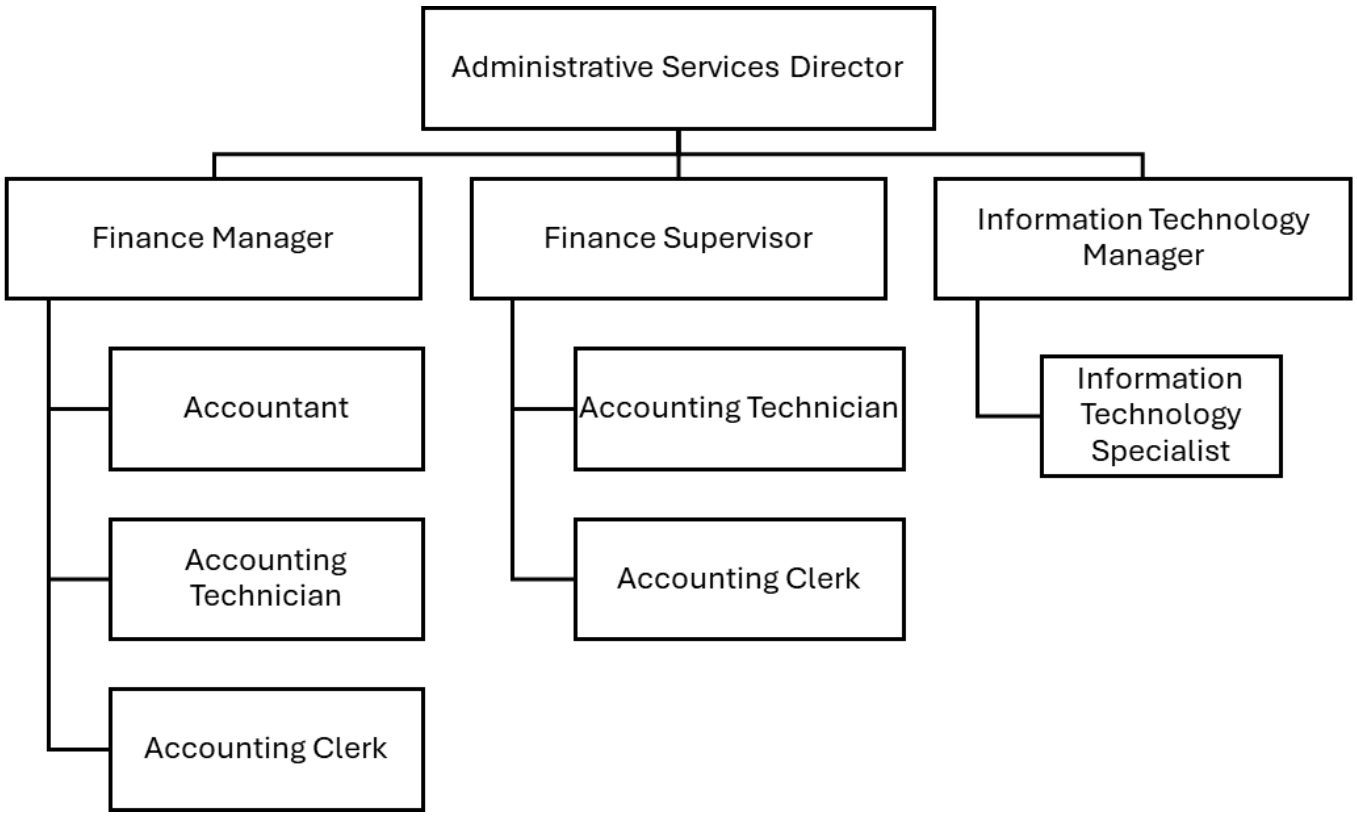
Administrative Services

The Administrative Services Department provides reliable and accurate fiscal information to the citizens, City Council, and management of the City of Pismo Beach in an efficient, cost-effective, and courteous manner. Specific services include accounts receivable, accounts payable, payroll, utility billing, business licenses, collection of TOT revenues and other revenues, investment of the City's idle cash, debt management, timely financial management and reporting, administration and preparation of the City's budget, and Information Technology systems planning, implementation, and management.

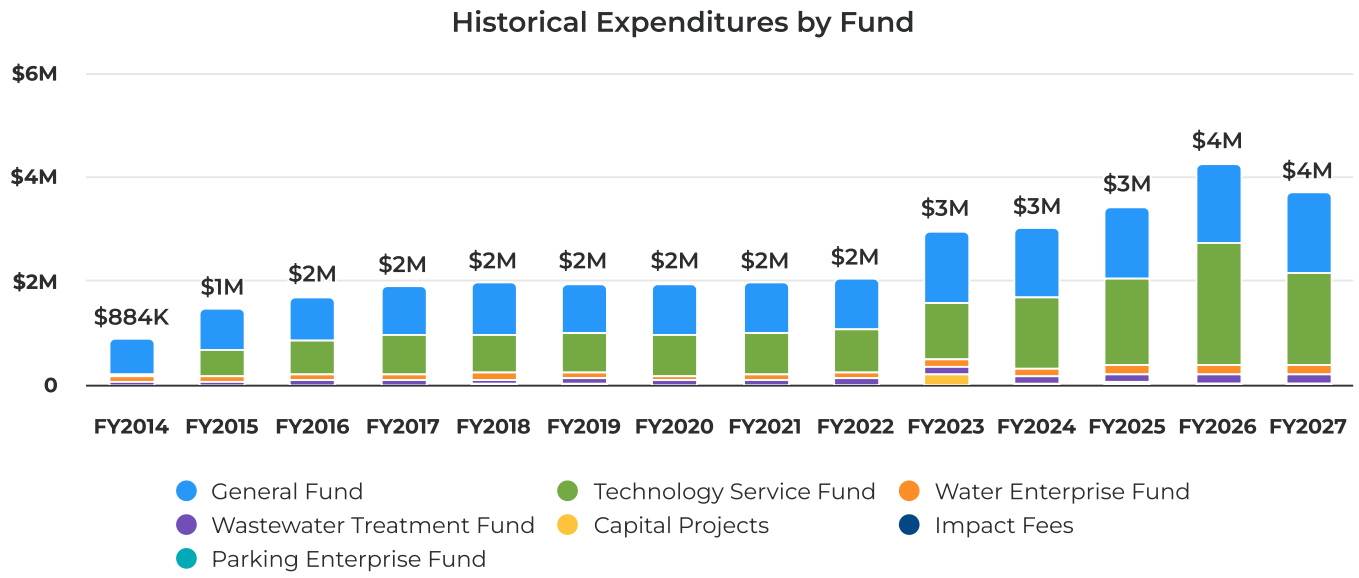
The Water and Wastewater billing activity accounts for staff, contract meter-reading and direct services and supplies related to water billing. Bills are sent to approximately half of the City's customers each month. This unit of the Administrative Services Department also handles public requests for new service and service shutoffs. These costs are budgeted in the Water Enterprise Fund and the Wastewater Treatment Fund.

The Technology Service Fund includes the IT cost for the City. This division is part of the Administrative Services Department and is responsible for Information Systems implementation and management. Responsibilities include information security, monitoring contracted information technology (IT) services, overseeing IT infrastructure (data, telecommunications, radio, SCADA), managing technology projects and supporting all technology initiatives.

Organizational Chart



Expenditures by Fund

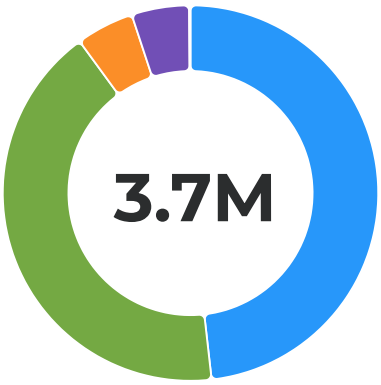


FY26 Expenditures by Fund



Technology Service Fund	**$2,360,174**	55.54%
General Fund	**$1,523,591**	35.86%
Wastewater Treatment Fund	**$180,936**	4.26%
Water Enterprise Fund	**$180,504**	4.25%
Parking Enterprise Fund	**$4,000**	0.09%

FY27 Expenditures by Fund



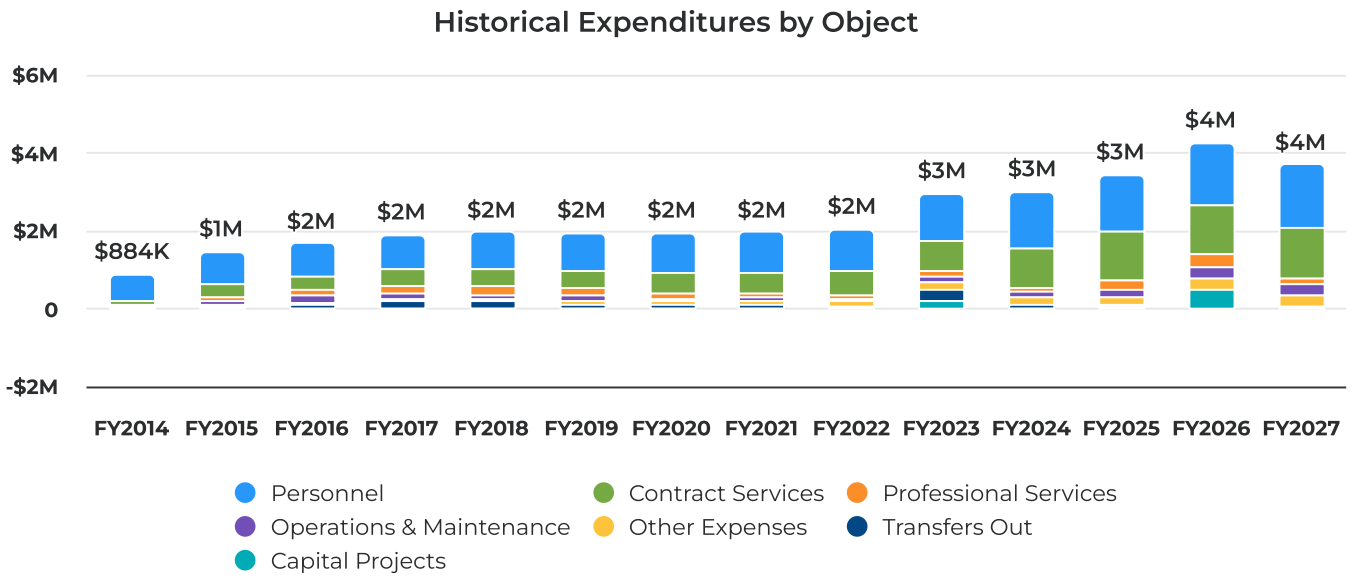
Technology Service Fund	**$1,781,791**	48.20%
General Fund	**$1,543,574**	41.76%
Wastewater Treatment Fund	**$183,804**	4.97%
Water Enterprise Fund	**$183,366**	4.96%
Parking Enterprise Fund	**$4,120**	0.11%

Expenditures by Fund

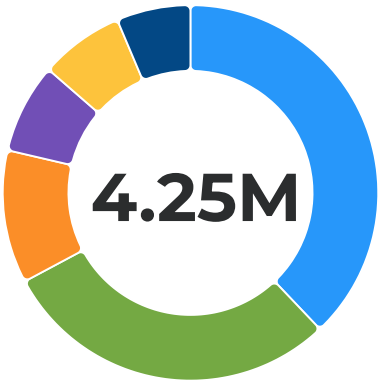
Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$962,549	$1,315,946	$1,360,621	$1,888,184	$1,523,591	$1,543,574	-19.31%	1.31%
Capital Projects	-	$9,559	$206,805	-	-	-	-	-
Impact Fees	-	-	-	$46,000	-	-	-100.00%	-
Water Enterprise Fund	$117,598	$153,282	$140,070	$182,736	$180,504	$183,366	-1.22%	1.59%
Wastewater Treatment Fund	$115,596	$154,942	$140,071	$184,594	$180,936	$183,804	-1.98%	1.59%
Parking Enterprise Fund	-	-	-	$4,000	$4,000	$4,120	0.00%	3.00%

Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Technology Service Fund	$838,959	$1,376,205	$1,100,068	$2,120,731	$2,360,174	$1,781,791	11.29%	-24.51%
Total Expenditures	**$2,034,701**	**$3,009,934**	**$2,947,634**	**$4,426,245**	**$4,249,204**	**$3,696,654**	**-4.00%**	**-13.00%**

Expenditures by Object

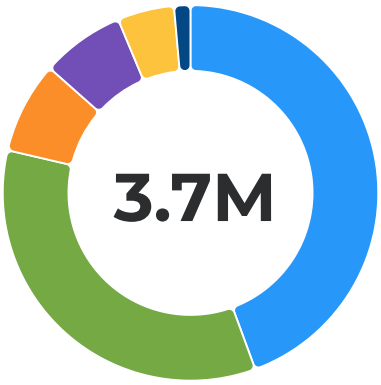


FY26 Expenditures by Object



Personnel	**$1,610,949**	37.91%
Contract Services	**$1,244,211**	29.28%
Capital Projects	**$487,000**	11.46%
Professional Services	**$328,788**	7.74%
Operations & Maintenance	**$307,190**	7.23%
Other Expenses	**$271,067**	6.38%

FY27 Expenditures by Object

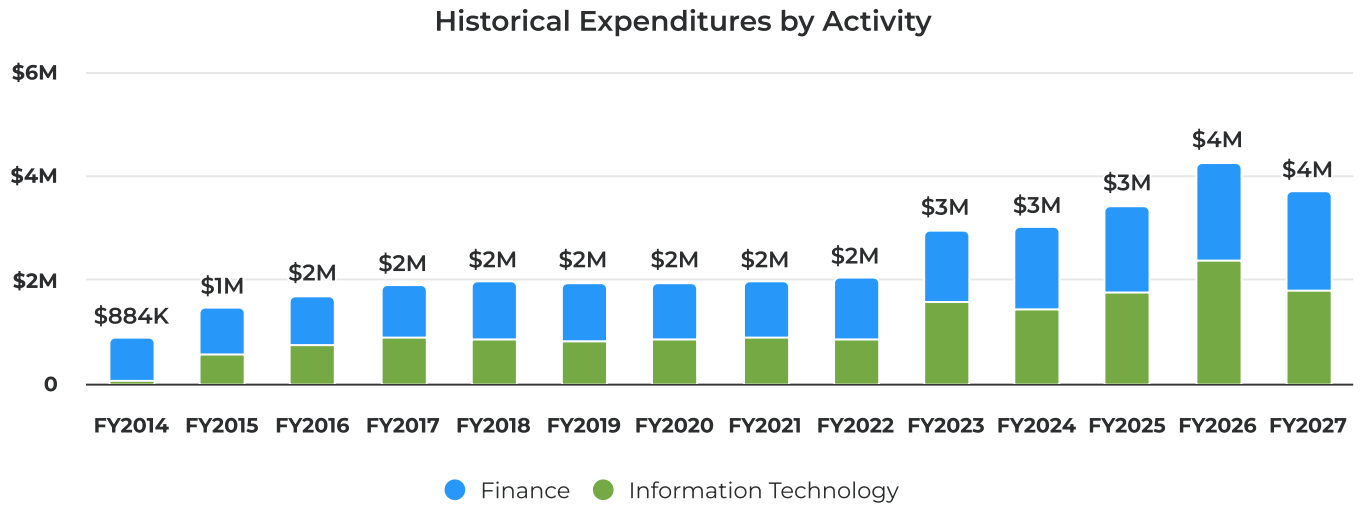


Personnel	**$1,641,084**	44.39%
Contract Services	**$1,266,349**	34.26%
Operations & Maintenance	**$291,709**	7.89%
Other Expenses	**$264,684**	7.16%
Professional Services	**$180,829**	4.89%
Capital Projects	**$52,000**	1.41%

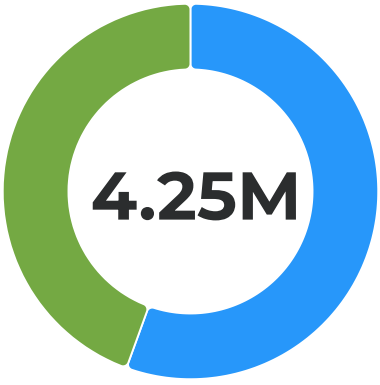
Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$1,066,549	$1,217,650	$1,483,192	$1,558,908	$1,641,084	$1,610,949	3.34%	1.87%
Professional Services	$102,821	$149,637	$92,331	$365,303	$180,829	$328,788	-10.00%	-45.00%
Contract Services	$608,948	$784,137	$1,002,429	$1,501,297	$1,266,349	$1,244,211	-17.12%	1.78%
Operations & Maintenance	$77,937	$119,063	$166,496	$261,311	$291,709	$307,190	17.56%	-5.04%
Other Expenses	$138,238	$201,319	$182,245	$226,656	$264,684	$271,067	19.59%	-2.35%
Capital Projects	$33,658	$216,259	$22,861	$121,578	$52,000	$487,000	300.57%	-89.32%
Transfers Out	$6,550	$259,569	$60,380	$391,191	-	-	-100.00%	-
Total Expenditures	**$2,034,701**	**$2,947,634**	**$3,009,934**	**$4,426,245**	**$3,696,654**	**$4,249,204**	**-4.00%**	**-13.00%**

Expenditures by Activity

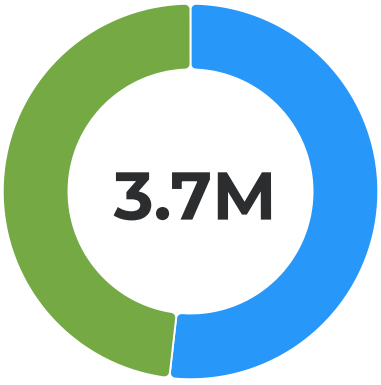


FY26 Expenditures by Activity



Information Technology	**$2,360,174**	55.54%
Finance	**$1,889,030**	44.46%

FY27 Expenditures by Activity



Finance	**$1,914,863**	51.80%
Information Technology	**$1,781,791**	48.20%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Finance	$1,193,192.19	$1,390,307.13	$1,567,603.41	$1,917,084.58	$1,889,030.47	$1,914,863.47	-1.46%	1.37%
Personnel	$906,962.00	$985,008.55	$1,211,605.99	$1,279,916.64	$1,310,932.47	$1,336,817.47	2.42%	1.97%
Professional Services	$51,592.14	$91,134.75	$33,619.00	$190,132.25	$71,318.00	$73,359.00	-62.49%	2.86%
Contract Services	$104,600.37	$119,568.65	$135,872.09	$189,329.00	$201,431.00	$208,582.00	6.39%	3.55%
Operations & Maintenance	$23,401.17	$13,699.31	$14,121.40	$28,288.69	$34,282.00	$31,421.00	21.19%	-8.35%
Other Expenses	$102,636.51	$171,780.75	$168,571.93	$196,656.00	$271,067.00	$264,684.00	37.84%	-2.35%
Transfers Out	$4,000.00	$9,115.12	$3,813.00	$32,762.00	-	-	-100.00%	-
Information Technology	$841,508.87	$1,557,327.07	$1,442,330.57	$2,509,160.01	$2,360,174.00	$1,781,791.00	-5.94%	-24.51%
Personnel	$159,587.16	$232,641.80	$271,585.79	$278,991.70	$300,016.24	$304,266.24	7.54%	1.42%
Professional Services	$51,228.79	$58,501.84	$58,711.89	$175,170.97	$257,470.00	$107,470.00	46.98%	-58.26%
Contract Services	$504,347.44	$664,568.29	$866,557.11	$1,311,967.94	$1,042,779.76	$1,057,766.76	-20.52%	1.44%
Operations & Maintenance	$54,535.75	$105,364.10	$152,374.95	$233,022.16	$272,908.00	$260,288.00	17.12%	-4.62%
Other Expenses	$35,601.57	$29,538.37	$13,673.50	$30,000.00	-	-	-100.00%	-
Capital Projects	$33,658.16	$216,258.69	$22,860.62	$121,577.92	$487,000.00	$52,000.00	300.57%	-89.32%
Transfers Out	$2,550.00	$250,453.98	$56,566.71	$358,429.32	-	-	-100.00%	-
Total Expenditures	**$2,034,701.06**	**$2,947,634.20**	**$3,009,933.98**	**$4,426,244.59**	**$4,249,204.47**	**$3,696,654.47**	**-4.00%**	**-13.00%**

Staffing Levels

Fund, Department, Division	Positions	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Various Funds, Administrative Services, Finance	Administrative Services Director	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Administrative Services, Finance	Finance Manager	1.00	1.00	1.00	1.00	1.00	1.00
Technology Service Fund, Administrative Services, Technology	IT Manager	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Administrative Services, Finance	Finance Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
General Fund, Administrative Services, Finance	Senior Management Analyst	1.00	1.00	1.00	1.00	0.00	0.00
General Fund, Administrative Services, Finance	Accountant/Senior Accountant	0.00	0.00	1.00	1.00	1.00	1.00
Technology Service Fund, Administrative Services, Technology	IT Specialist	0.00	1.00	1.00	1.00	1.00	1.00
General Fund, Administrative Services, Finance	Accounting Technician	2.00	2.00	2.00	2.00	2.00	2.00
Water & Wastewater Enterprise Funds, Administrative Services, Finance	Accounting Clerk	2.00	2.00	2.00	2.00	2.00	2.00
General Fund, Administrative Services, Finance	Office Assistant II	0.00	0.00	0.00	0.00	0.00	0.00
Various Funds, Administrative Services	**Administrative Services Department Total**	**8.00**	**9.00**	**10.00**	**10.00**	**10.00**	**10.00**

Accomplishments in Prior Two-Year Budget

Finance Division

- City Council and City staff achieved a fiscally-sound two-year Budget for FY 2024 and FY 2025. The City received the “Operating Budget Excellence Award” from the California Society of Municipal Finance Officers for the FY 2024 & FY 2025 Adopted Budgets.
- The City Council and City staff maintained the City’s General Fund reserves at 25% of General Fund operating budget expenses. In addition, the General Fund fully contributed to the Risk Management Reserve that has a balance of $250,000. The City maintained the City Facility Reserve of $500,000, and fully funded a 3% General Fund Contingency Budget.
- The Administrative Services Department received the prestigious “Certificate of Achievement for Excellence in Financial Reporting” by the Government Finance Officers Association (GFOA) of the United States and Canada to government units whose Annual Comprehensive Financial Reports (ACFRs) achieved the highest standards in government accounting and financial reporting for FY 2023 and FY 2024. This marks the 23rd year in a row that the City has received this award.
- Updated the Governmental Accounting Standards Board (GASB) measures into the City’s Annual Financial Comprehensive Reports, for Accounting and Financial Reporting
- Updated the City’s water and wastewater fees by conducting a fee study, holding a public hearing and community workshops, working through the Proposition 218 process, and implementing the new fees for FY 2024 through FY 2028
- Issued the Pismo Beach Public Financing Agency 2024 Lease Revenue Bonds to support the Public Safety Facility project, with $41,000,0000 of bond proceeds for the project.
- Implemented the first portion of electronic timesheets, working with a vendor to create a custom solution that integrates with the City’s financial system and meet City departmental needs, Fair Labor Standards Act, labor agreements, and CalPERS requirements.
- Updated the City’s user fees and cost allocation in FY 2025, including issuing request for proposals, selecting a consultant, conducting a fee study, holding a public hearing, and implementing the new fees effective July 1, 2025.
- Updated the City’s development impact fees, including conducting a fee study, holding a public hearing, and implementing the new fees effective July 1, 2025.
- Conducted a TOT/LBID/TMD audit, selecting a consultant, auditing the various lodging properties to ensure compliance with the City’s TOT and LBID ordinances, report findings, and collecting funds if needed
- Achieved compliance with GASB 45 for OPEB, to pre-fund retiree health costs for retirees and their beneficiaries
- Updated the City’s Purchasing Policy to reflect new processes as implemented through updated workflow and automated procedures
- Maintained compliance with various federal and state agencies for the City’s debt portfolio and investment practice

Technology Division

- Implemented the first two full years of the Technology Master Plan for 2023 through 2028.
- Implemented an e-citation program for Police.
- Expanded the City’s Microsoft Teams phone system to the Police Department.
- Supported Police in the migration of staff and systems to temporary locations during the construction of the Public Safety Facility.

- Upgraded the Police Department's body camera and in-car video system and integrated with the computer-aided dispatch and records management system to automatically attach videos to cases.
- Moved all Emergency Operations Center circuits and functionality to the Council Chamber.
- Replaced the City's firewalls to provide the latest cybersecurity defenses to meet best practices for defending law enforcement networks.
- Implemented a managed detection and response solution to provide a new layer of cybersecurity defense.
- Installed new fiber optic cables at the Corporation Yard to improve network performance for office computers and the Utilities Division's Supervisory Control and Data Acquisition (SCADA) system.
- Purchased new Microsoft licensing for Windows Servers, updating all Windows Servers to a supported operating system version.
- Increased the automation of the City's document and records management system.
- Partially implemented online employee time tracking.
- Provided annual security training and make available other software/database application training.
- Conducted a PCI compliance review.
- Completed the decommissioning of the wIntegrate system (former financial management system).

Work Program Highlights for Next Two-Year Budget

Finance Division

- Administer a fiscally-sound two-year Budget maintaining the General Fund Reserve at 25% of General Fund operating budget expenses, maintaining the $250,000 Risk Management Reserve, maintaining the City Facility Reserve of $500,000, and fully funding the General Fund Contingency Budget. The FY 2026 and FY 2027 reflect a 1.5% General Fund Contingency Budget to support unanticipated costs associated with several large General Fund-supported projects
- Complete the implementation of electronic timesheets, seeking vendors that will integrate with the City's financial system and to meet City departmental needs, Fair Labor Standards Act, labor agreements, and CalPERS requirements
- **City Goal: Water Resources** - Work to ensure funding and financing available to support the Central Coast Blue project, including grant funding and Clean Water State Revolving Fund loan financing
- Maintain compliance with the City's Records Retention policy for financial records
- **City Goal: Water Resources** - Update the water and wastewater fees by conducting a fee study, holding a public hearing and community workshops, working through the Proposition 218 process, and implementing the new fees
- Complete the TOT/LBID/TMD audit, auditing the various lodging properties to ensure compliance with the City's TOT and LBID ordinances, report findings, and collecting funds if needed

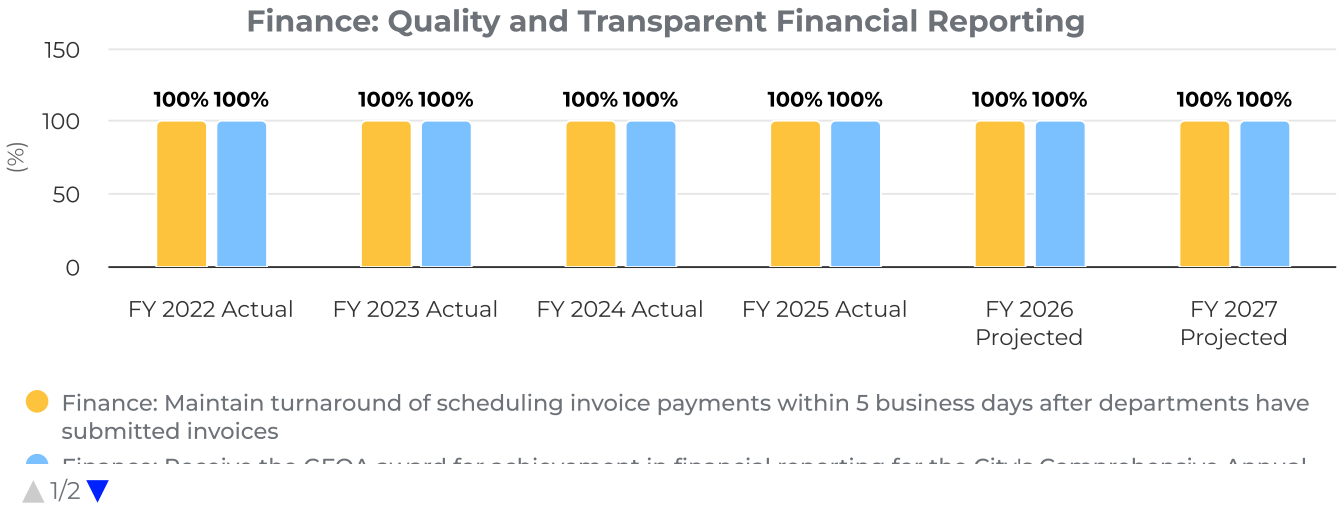
Technology Division

- Implement the next two years of the Technology Master Plan for 2023 through 2028.
- **City Goal: Public Safety** – Complete the decommissioning of the EIS system.
- **City Goal: Public Safety** – Design and install new servers, network switches, firewalls, storage systems, radio systems, monitors, desktops, audiovisual, access control, security cameras, and 911 call system at the new Public Safety Facility.
- **City Goal: Public Safety** – Install systems and infrastructure to support using the City of San Luis Obispo's Emergency Communication Center as a backup dispatch site for the Police Department.
- Improve the City's backup system to provide quicker restoration times.
- **City Goal: Streets & Infrastructure** - Provide annual security training and make available other software/database application training.
- Upgrade the City's SCADA servers to be fully redundant.
- Migrate the City's Laserfiche system, used for document and records management to the cloud.
- Complete cybersecurity incident response and disaster planning.
- Transitioning to a .gov domain name.
- **City Goal: Streets & Infrastructure** - Support the deployment of a new Asset Management System.
- Upgrading the City's wireless access points to provide increased wireless capabilities.
- Upgrade all desktop and laptop computers to Windows 11.

Performance Measure: Financial Reporting and Timely Payments

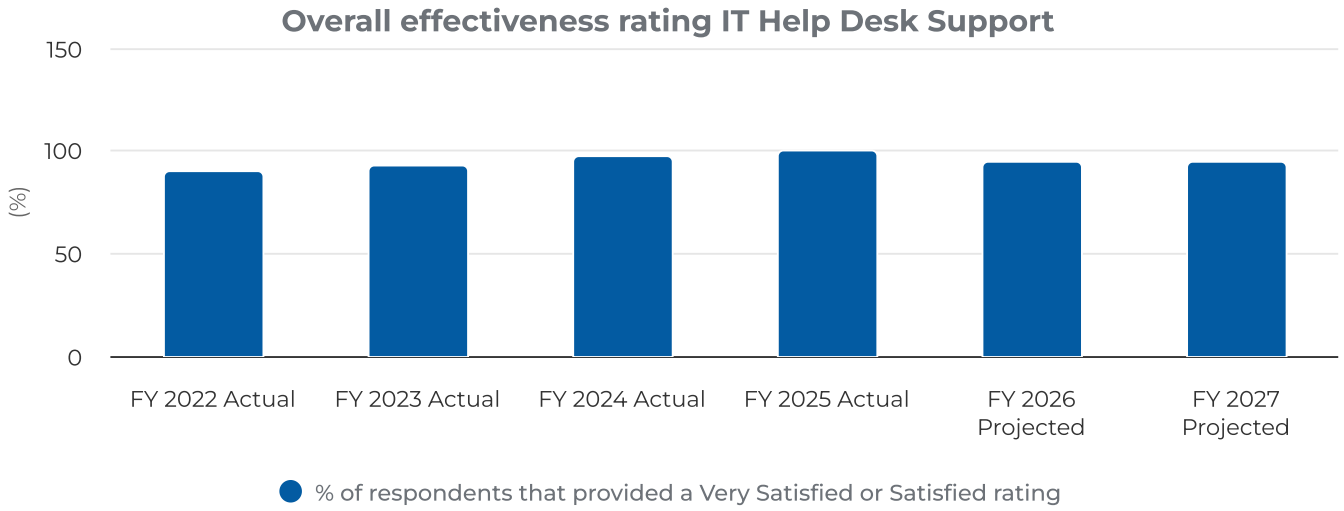
The Administrative Services Department's Finance Division strives to ensure public trust in handling the City's finances by providing transparency with its financial reporting. The City prepares the Comprehensive Annual Financial Statements each year in compliance with the Government Finance Officers Association (GFOA) Excellence in Financial Reporting each year. This reporting includes information so that the reader has consistent information across various agencies to assess the financial situation of agencies, as well as provide a transparent record of the City's finances. The Finance Division aims to receive the GFOA award each year to build that public trust and ensure transparency. **This performance measure contributes towards all six City Goals.**

The Finance Division also works to maintain a turnaround of scheduling invoice payments within 5 business days after Departments have submitted invoices to the Finance Division. This performance measure builds public trust as it provides the City's vendors with a reliable business partner when carrying out the City's business and implementing public projects. **This performance measure contributes towards all six City Goals.**



Performance Measure: Overall Effectiveness of IT Help Desk Support

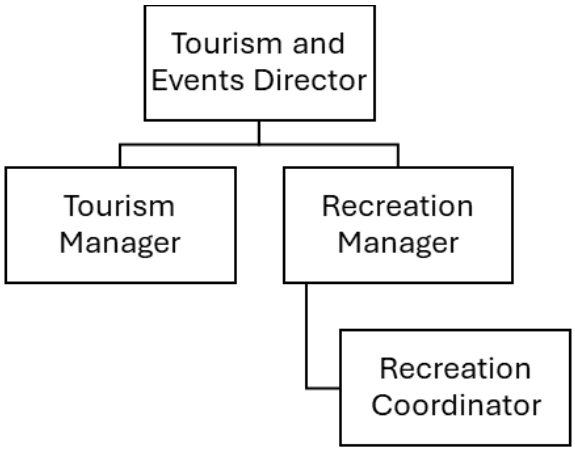
The Administrative Services Department's IT Division supports the efforts by City employees to achieve the City's goals. In order to determine if the City's IT Division is effective at resolving issues, the City conducts an annual survey of all employees on the City's IT Help Desk. The following chart measures the overall effectiveness rating of the IT Help Desk Support, looking at the percentage of respondents that provided a "Very Satisfied" or "Satisfied" rating with the overall effectiveness of the City's IT help desk. **As a support division, this goal contributes towards all six City Goals.**


Overall effectiveness rating IT Help Desk Support
150
100
50
0
(%)
FY 2022 Actual
FY 2023 Actual
FY 2024 Actual
FY 2025 Actual
FY 2026 Projected
FY 2027 Projected
% of respondents that provided a Very Satisfied or Satisfied rating

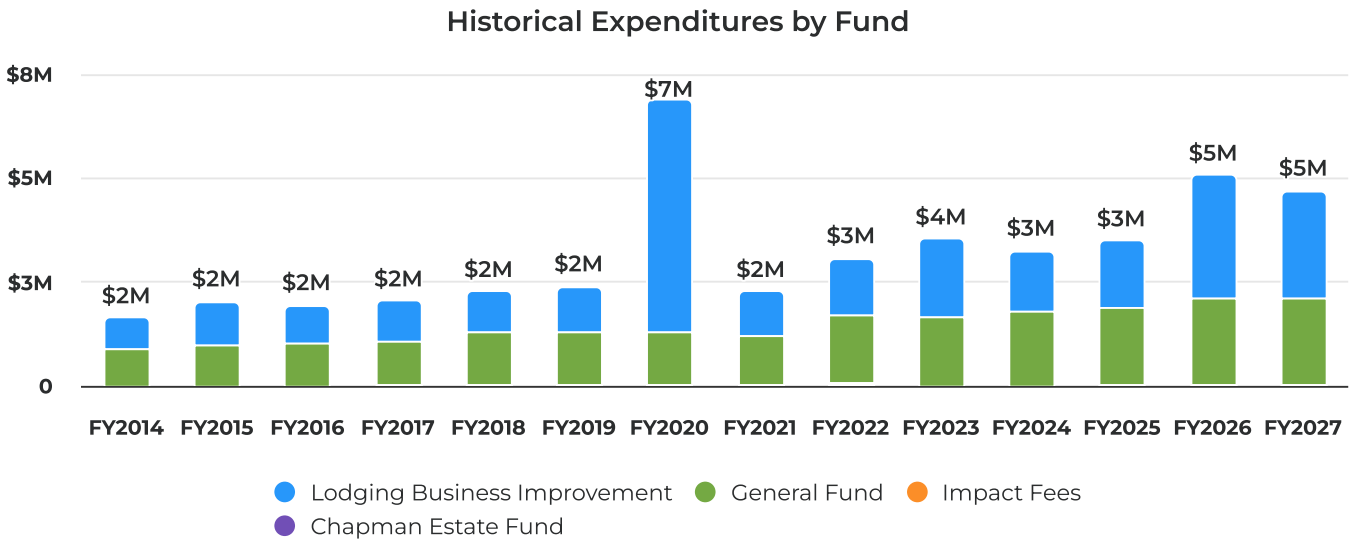
Tourism & Events

The Tourism and Events Department provides residents and visitors with quality events, information, programming, classes and recreational activities to enhance the quality of life in the City. These services are provided through two divisions, the Conference and Visitors Bureau and Recreation.

Organizational Chart

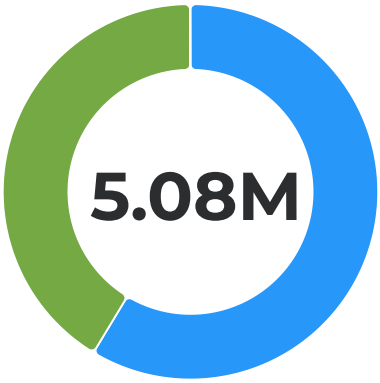


Expenditures by Fund



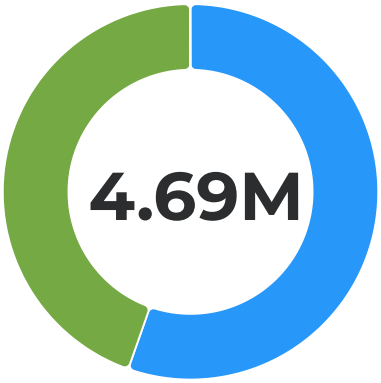
FY 2020 $5.63 million from the LBID Fund includes a one-time payment for the Pier Plaza project.

FY26 Expenditures by Fund



Lodging Business Improvement	$2,978,177	58.65%
General Fund	$2,098,037	41.31%
Chapman Estate Fund	$2,000	0.04%

FY27 Expenditures by Fund



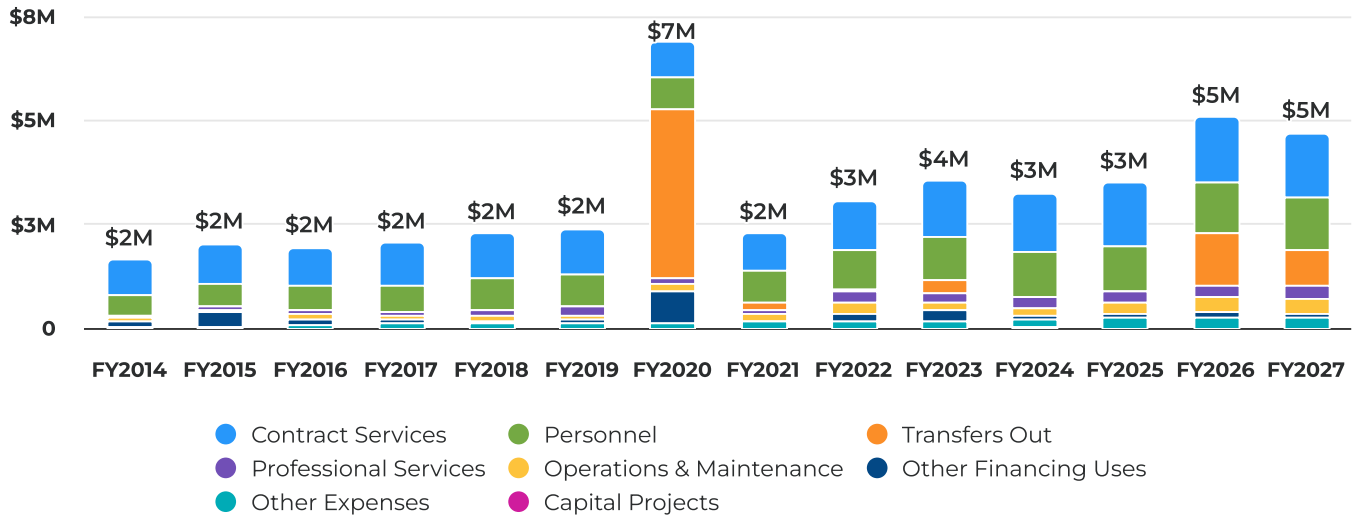
Lodging Business Improvement	$2,599,883	55.39%
General Fund	$2,092,031	44.57%
Chapman Estate Fund	$2,000	0.04%

Expenditures by Fund

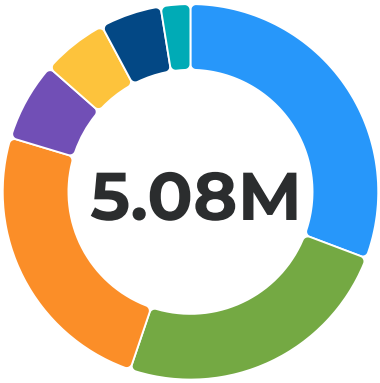
Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$1,613,166	$1,793,068	$1,649,269	$2,757,157	$2,098,037	$2,092,031	-23.91%	-0.29%
Lodging Business Improvement	$1,375,366	$1,456,470	$1,877,705	$1,877,803	$2,978,177	$2,599,883	58.60%	-12.70%
Chapman Estate Fund	$2,864	-	-	$45,660	$2,000	$2,000	-95.62%	0.00%
Impact Fees	$66,999	-	-	-	-	-	-	-
Total Expenditures	**$3,058,395**	**$3,249,538**	**$3,526,975**	**$4,680,620**	**$5,078,215**	**$4,693,915**	**8.49%**	**-7.57%**

Expenditures by Object

Historical Expenditures by Object



FY26 Expenditures by Object



Contract Services	**$1,561,007**	30.74%
Personnel	**$1,242,807**	24.47%
Transfers Out	**$1,241,363**	24.44%
Operations & Maintenance	**$346,667**	6.83%
Professional Services	**$289,556**	5.70%
Other Expenses	**$266,815**	5.25%
Other Financing Uses	**$130,000**	2.56%

FY27 Expenditures by Object

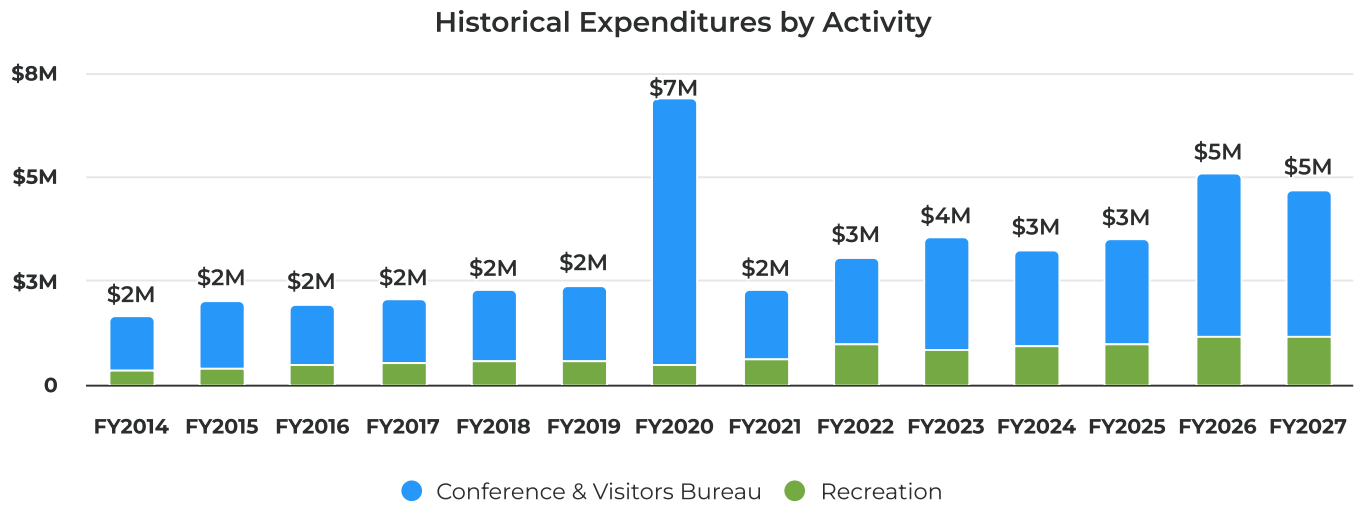


Contract Services	**$1,563,957**	33.32%
Personnel	**$1,252,553**	26.68%
Transfers Out	**$881,363**	18.78%
Operations & Maintenance	**$350,293**	7.46%
Professional Services	**$293,282**	6.25%
Other Expenses	**$252,467**	5.38%
Other Financing Uses	**$100,000**	2.13%

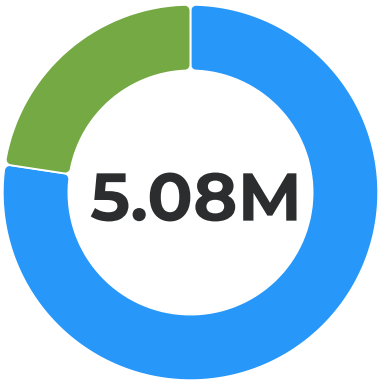
Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$952,054	$1,039,369	$1,098,417	$1,266,836	$1,252,553	$1,242,807	-1.90%	0.78%
Professional Services	$247,247	$210,184	$247,422	$377,793	$293,282	$289,556	-23.36%	1.29%
Contract Services	$1,174,642	$1,335,943	$1,407,216	$1,541,051	$1,563,957	$1,561,007	1.29%	0.19%
Operations & Maintenance	$292,361	$179,749	$185,585	$984,430	$350,293	$346,667	-64.79%	1.05%
Other Expenses	$154,425	$171,602	$213,815	$230,511	$252,467	$266,815	15.75%	-5.38%
Capital Projects	-	-	$7,999	-	-	-	-	-
Other Financing Uses	$167,641	$261,212	$82,000	$180,000	$100,000	$130,000	-27.78%	-23.08%
Transfers Out	$70,026	$328,916	$7,084	$100,000	$881,363	$1,241,363	1,141.36%	-29.00%
Total Expenditures	**$3,058,395**	**$3,526,975**	**$3,249,538**	**$4,680,620**	**$4,693,915**	**$5,078,215**	**8.49%**	**-7.57%**

Expenditures by Activity

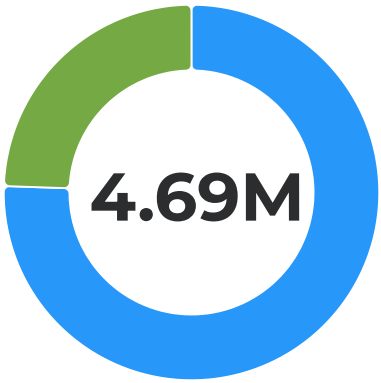


FY26 Expenditures by Activity



Conference & Visitors Bureau	**$3,930,546**	77.40%
Recreation	**$1,147,668**	22.60%

FY27 Expenditures by Activity



Conference & Visitors Bureau	**$3,546,120**	75.55%
Recreation	**$1,147,794**	24.45%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Conference & Visitors Bureau	$2,102,127	$2,680,606	$2,345,689	$2,939,636	$3,930,546	$3,546,120	33.71%	-9.78%
Personnel	$390,514	$420,782	$447,185	$510,742	$459,505	$459,532	-10.03%	0.01%
Professional Services	$247,247	$210,184	$247,422	$368,916	$289,556	$293,282	-21.51%	1.29%
Contract Services	$1,164,087	$1,322,723	$1,391,130	$1,520,363	$1,539,317	$1,542,067	1.25%	0.18%
Operations & Maintenance	$17,496	$13,783	$19,691	$104,562	$90,757	$90,840	-13.20%	0.09%
Other Expenses	$112,115	$123,006	$143,178	$155,053	$186,411	$185,399	20.22%	-0.54%
Capital Projects	-	-	$7,999	-	-	-	-	-
Other Financing Uses	$167,641	$261,212	$82,000	$180,000	$130,000	$100,000	-27.78%	-23.08%
Transfers Out	$3,027	$328,916	$7,084	$100,000	$1,235,000	$875,000	1,135.00%	-29.15%
Recreation	$956,268	$846,369	$903,849	$1,740,984	$1,147,668	$1,147,794	-34.08%	0.01%
Personnel	$561,540	$618,587	$651,232	$756,093	$783,301	$793,020	3.60%	1.24%
Professional Services	-	-	-	$8,877	-	-	-100.00%	-

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Contract Services	$10,554	$13,220	$16,086	$20,688	$21,690	$21,890	4.84%	0.92%
Operations & Maintenance	$274,865	$165,966	$165,894	$879,868	$255,910	$259,453	-70.91%	1.38%
Other Expenses	$42,310	$48,596	$70,636	$75,458	$80,404	$67,068	6.55%	-16.59%
Transfers Out	$66,999	-	-	-	$6,363	$6,363	-	0.00%
Total Expenditures	**$3,058,395**	**$3,526,975**	**$3,249,538**	**$4,680,620**	**$5,078,215**	**$4,693,915**	**8.49%**	**-7.57%**

Staffing Levels

Fund, Department, Division	Positions	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
General Fund, Tourism & Events, Conference & Visitors Bureau/Recreation	Tourism & Events Director	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Tourism & Events, Recreation	Recreation Manager	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Tourism & Events, Conference & Visitors Bureau	Tourism Manager	0.00	0.00	0.00	0.00	1.00	1.00
General Fund, Tourism & Events, Conference & Visitors Bureau	CVB Tourism Coordinator	1.00	1.00	1.00	1.00	0.00	0.00
General Fund, Tourism & Events, Recreation	Recreation Coordinator	0.00	1.00	1.00	1.00	1.00	1.00
General Fund, Tourism & Events, Recreation	**Tourism & Events Department Total**	**3.00**	**4.00**	**4.00**	**4.00**	**4.00**	**4.00**

Accomplishments in Prior Two-Year Budget

Conference and Visitors Bureau

- Worked with five of the most influential lodging leaders to participate on the CVB/LBID Board to build a strong City lodging relationship and to direct marketing and event strategy.
- Updated 3-year Marketing Plan collaborating with TJA Advertising following the Strategic Plan Initiatives of Smart Tourism Growth, Collaborative Partnerships, Expanding the Brand and Building Strong Visitor and Resident Satisfaction, with the main focus being to drive traffic to the Experience Pismo Beach Website.
- Provided lodging information and trends of consumer confidence, pacing and booking changes.
- Used social media to promote local activities and events to support local public relations.
- Stewardship has become an important effort of Tourism and Events. We have promoted beach cleanups, Pollinator Month and Wine and Whales resident focused receptions, Clam Preservation funding with Cal Poly, education for elementary and middle schools through our Stewardship Activity and Coloring Book and guest speaker assemblies. We also work closely with our other State and environmental agencies at the Clam Festival and include them in our activities.
- Worked directly with all departments on the successful implementation of the Special Events Committee (SEC), processing over 70 applications.
- Successfully ran 5 citywide celebrations. These celebrations included Car Show, 4th of July, Pier Centennial, Clam Festival and Band Review.
- Acted as Liaison with the Chapman Estate. Provide directions on the License Agreement and rental activities that occur on the property and inside the house. Oversee access and as a go between for City services.
- Extended the 1% LBID2 agreement with the Lodging Community for the next 5 years for Tourism Beautification and Infrastructure. Over $7 million has already been authorized to be spent with an additional $7.5 million over the next 5 years.
- Worked with the Lodging Business Improvement District to provide $125,000 of improvements to the Christmas decorations for the holiday season.
- Helped to facilitate an LBID funded purchase of a street sweeper for the promenade, pressure washer for the public restrooms and sidewalks and a beach rake attachment for use on the beach.
- Promoted lodging industries approval of 1% increase of TOT increase to build the Public Safety Facility and to support the sales tax initiative.
- Directed website changes on the Experience Pismo Beach Website to make the site more usable and to refer more referrals to the Lodging Properties. The photography and navigation were upgraded for translation and ADA access.
- Tracked website landing pages to evaluate the success of page visits for Taste of Pismo, Clam Festival, Monarch Butterflies, and 4th of July.
- Utilized geolocation monthly tracking to identify visitor trends. Aggressive and targeted marketing to top identified California State Cities outside our 4- to 6-hour drive area to encourage visitors that will visit our Experience Pismo Beach website. Over 69,800 annual referrals were made to our lodging website partners. We converted 45% referrals, which generated over 31,500 room nights with an average night stay of two nights. (31.5K @ 2-night average stay) and $13.9M in Rooms Revenue ($220.00 average Rate per STR) or 1.5M in TOT. This TOT return from our website represents 10% of annual TOT revenue.
- Social Media efforts were made to drive Pismo Beach Public Relations and Awareness. Social media drove visitors to visit our website. All of our social media channels saw marked increases year over year. It was also instrumental in driving fans to vote for Pismo Beach as USA Today's Best Small Coastal Beach City and also the USA Today Second-Best California Beach.
- Attended Tourism trade shows and represented Pismo Beach, including Go West Summit Palm Springs, IPW Los Angeles, Visit CA Outlook Forum Palm Springs, Central Coast Tourism Council Retreat Big Sur, SLO Cal Marketing Retreat Paso Robles, SLO CAL Marketing Summit San Luis Obispo.

Recreation

- Provided high-quality, low-cost recreation programs throughout the community that are fun, educational, accessible, and safe for people of all ages and abilities.
- Continued management and oversight of City Recreation and Visitor Events. Work closely with Recreation Supervisor to provide support and leadership
- Presented park signage, James Way Beautification bench artwork and Palisades sports court renovation to the City Council.
- Oversaw the Parks Recreation and Beautification Committee (PRBC). Worked with LBID2 to fund artwork and to provide leadership.
- Provided high-quality, low-cost recreation programs throughout the community that are fun, educational, accessible, and safe for people of all ages and abilities.
- Managed 30 instructor contracts for year-round recreational programming.
- Continue to recruit new instructors and expand program offerings throughout the year — added 8 new instructors in FY 2025.
- Oversee ACTIVE program registration software, managing over 6,000 participant registrations in FY 2025. Maintain up-to-date class listings, input new offerings each season, and generate current rosters. Add or remove programs as needed upon completion and process instructor payments through ACTIVE. In FY 2025., implemented mandatory online waiver during registration.
- Successfully coordinated major community events including *Pumpkins in the Park, Holiday Harmony, Father-Daughter Dance, Egg-Stravaganza, Pacific Breeze Concert Series, Stride with the Tide,* and *Movies in the Park*. Responsibilities included volunteer recruitment, securing sponsorships, vendor outreach and contract management, event promotion, and coordination with Public Works, Fire, and Police Departments for larger-scale events.
- Event attendance continues to grow, increasing the need for volunteer support. In FY 2025, the City partnered with new volunteer groups to meet this demand and expanded our sponsor base to help support event costs and enhance experiences.
- Stride with the Tide drew a record-breaking 419 participants, including both locals and tourists. Community engagement reached new levels, with an increase in prize donations and more organizations expressing interest in contributing and participating on the day of the event.
- Successfully implemented ten neighborhood events during FY 2025, fostering local connections and community spirit through smaller, more personalized gatherings.
- Oversaw a wide range of youth recreational programs, including weekly summer camps that served over 200 participants per week. Camp themes included art, drama, science, surf, volleyball, and ocean adventure. In addition to summer offerings, coordinated camps during spring and winter breaks to provide year-round enrichment opportunities for youth.
- Adult Programs - Managed a diverse lineup of adult classes, including Tai Chi, Qi Gong, Tennis, Pickleball, Latin and Ballroom Dance, Watercolor, and Yoga. Adult programs continue to thrive, serving over 2,000 participants annually and reflecting strong community interest and engagement.
- Coordinated a monthly Senior Dance event, which saw increased attendance from 30 to 45 participants over the year, highlighting growing interest from the senior community.
- Created public art opportunities by issuing a call for artists to refresh 20 utility boxes along Shell Beach Road and the downtown corridor.
- Refreshed six stop signs along Shell Beach Road to enhance community aesthetics.
- Completed a public art project as part of the James Way beautification initiative.
- Staffed PRBC, which selected playground designs for Chumash and Palisades parks in FY 2024.
- Designed and installed an updated kiosk for Dinosaur Caves Park, featuring new photos and enhanced descriptions as part of a public art project.
- Collaborated with Public Works, Engineering, and PRBC to create and install new park signs, determining optimal locations and including addresses to assist the public during emergencies.
- Create and design three activity guides per year, distributed to 23,000 homes, collaborating closely with Grover Beach and Arroyo Grande on the project.

- Expanded program advertising through city social media channels and Dimes Media.
- Recreation oversees the management of all parks and hall rentals. In FY 2025, the department processed over 700 general rentals, in addition to 40 athletic field rentals.
- Serves as the liaison for the Parks, Recreation & Beautification Commission (PRBC), supporting and assisting the Commission in fulfilling its responsibilities to review and provide recommendations to the City Council regarding recreation programming, community events, and beautification efforts in Pismo Beach.
- Continue to host volleyball tournaments throughout the summer in partnership with the California Beach Volleyball Association (CBVA), strengthening our ongoing collaboration and promoting active, community-focused recreation.

Work Program Highlights for Next Two-Year Budget

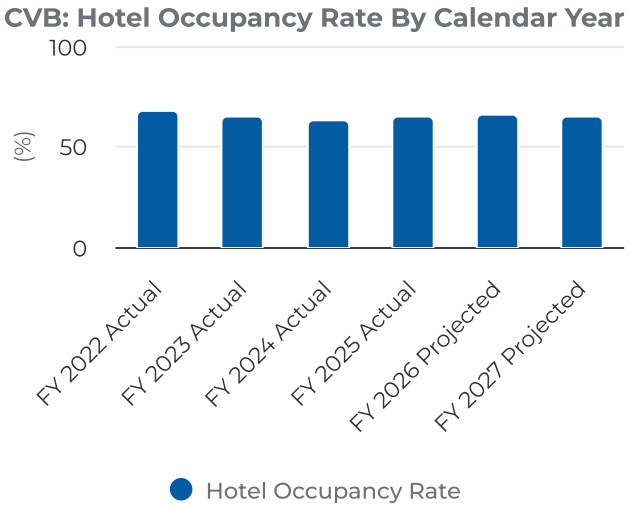
Conference and Visitors Bureau:

- Special Event Seed Funding: Funding to encourage off-season activities that benefit both residents and tourists.
- **City Goal: Quality of Life** - Pismo Beach Information Center: Establish a modern Pismo Beach Information Center in the downtown area to assist residents and tourists.
- **City Goal: Quality of Life** -Pismo Beach Stewardship Banner Program: New banner program to educate on sustainability and beautify the community.
- **City Goal: Quality of Life** - LBID Fund support of City-wide Christmas Decorations
- **City Goal: Quality of Life** - LBID Fund support of the annual beautification funding
- **City Goal: Quality of Life** - LBID Fund support of Butterfly Grove Enhanced Parking and Crosswalk Construction
- **City Goal: Parking & Circulation** - LBIF Fund support of the Downtown Strategic Plan update
- **City Goal: Quality of Life** - LBID Fund support of the sports courts lighting
- **City Goal: Quality of Life** - LBID Fund support of the beach cleaning equipment
- **City Goal: Quality of Life** - LBID Fund support ofhte Pier Promenade Transformation

Recreation:

- Annual Beautification Fund: Continue fostering public art throughout the City by creating a comprehensive master plan, including a detailed map of existing artworks with installation dates.

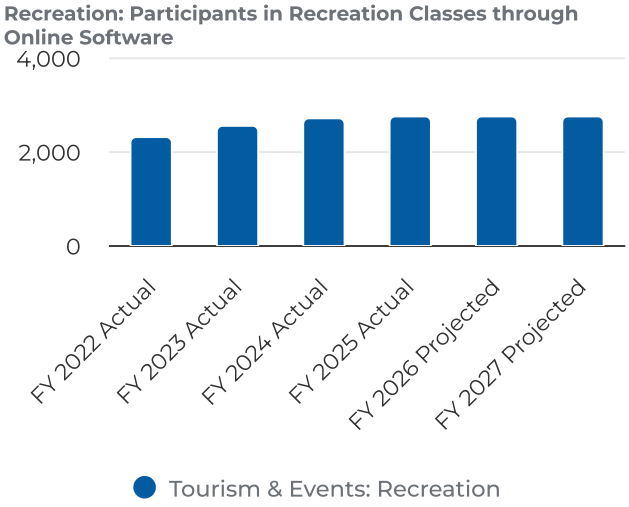
Performance Measure: CVB, Hotel Occupancy Rates



The Tourism & Events Department's Conference & Visitors Bureau (CVB) Division promotes the City's lodging businesses and the City. One way to measure if the CVB Division is effective and promoting the City and its lodging businesses is by measuring the occupancy rate of hotels in the City. **This performance measure contributes towards the two City Goals: Community Character and Quality of Life for Residents and Public Safety. Occupancy rates at hotels contribute towards more transient occupancy tax (TOT) revenues, which helps support both of these goals.** Note that due to the COVID-19 global pandemic and stay at home orders, occupancy dropped from 69% to 60.0% in 2020. After COVID, we had a bounce in occupancies due to pent-up demand for travel in 2021 and 2022. Occupancies during 2023 and 2024 have consistently flattened to 65%. For FY 2025, the City faced a heated national election, international wars, as well as tariffs around the world that dropped international sentiment and travel to 63%. Looking forward to the years 2026 and 2027 California is hosting the FIFA and Olympic Games. Both these events will bolster occupancies along the Highway 1 and 101 corridors between Santa Clara and Los Angeles.

Performance Measure: Recreation Participants

The Tourism & Events Department's Recreation Division provides quality recreation services, classes, and opportunities for the community. One way to measure if the Recreation Division is reaching this objective is by measuring the number of participants in recreation classes through the City's online recreation software. **This performance measure contributes towards the City Goal: Quality of Life.** The City experienced a continual increase from 2023 through 2025 and expects 2026 and 2027 to flatten out at the 2025 level of 2,750 participants.



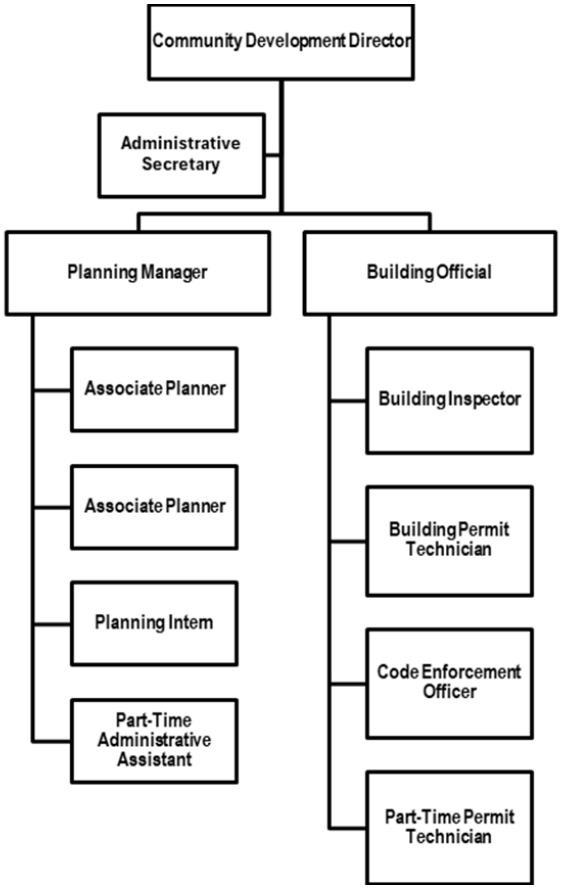
Community Development

The Community Development Department is dedicated to ensuring a safe and enjoyable living environment for residents and visitors. Services are provided through two main operating divisions - planning and building.

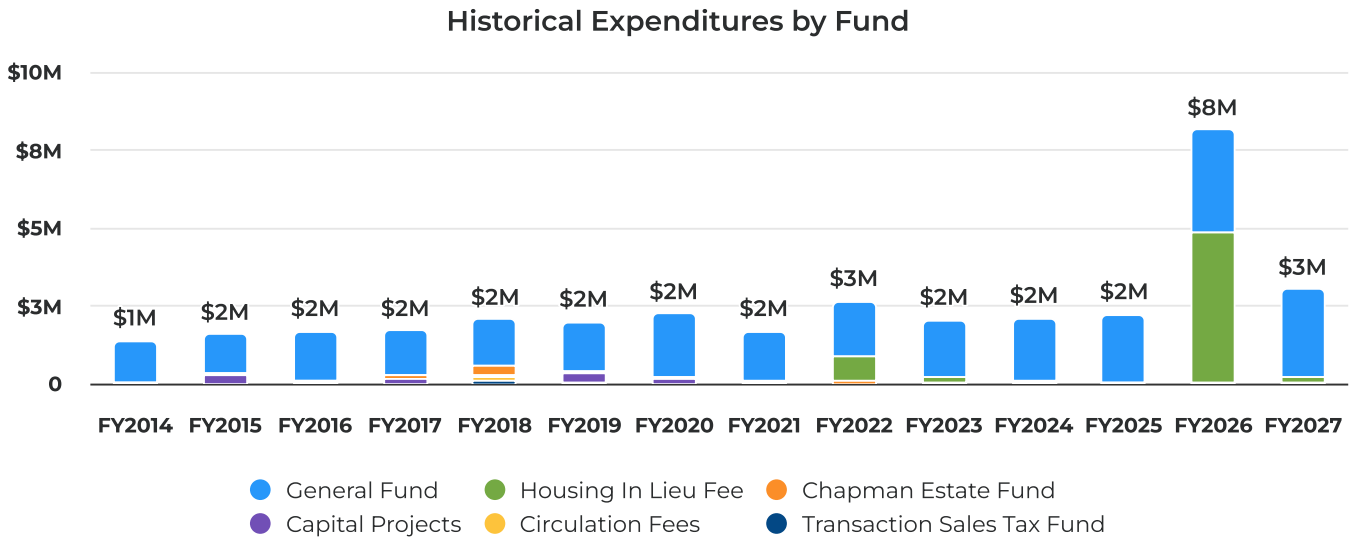
The Planning Division is charged with protection and enhancement of the City's natural resources while overseeing the development and preservation of the City's residential, commercial, open space, and public areas along with other projects that are intended to enhance the City's unique character. Engaging and informing the community beyond current efforts is a growing component of the Division. The Division provides support to two of the City Council's advisory bodies and offers guidance and assistance to these groups as they evaluate and implement long-range plans for the City's future growth and enhancement. Development review consistent with City, state and federal policies and regulations is also the responsibility of the Planning Division. This includes an evaluation of each project's potential for negative impacts to the environment. Consistent with City Council goals, the Planning Division also develops and administers a variety of projects, such as oversight of park and open space planning, development of amendments and updates to land use or development regulations, grant writing, public art, affordable housing programs, and downtown enhancement, among others.

The Building Division is responsible for the protection of life, health, and property through the promotion of public safety in the construction, alteration, and repair of buildings. This responsibility is accomplished by accurate and efficient plan review, permit issuance, construction inspection, and conflict resolution involving contractors, homeowners, and the general public. The Building Division is also responsible for some of the City's code enforcement efforts.

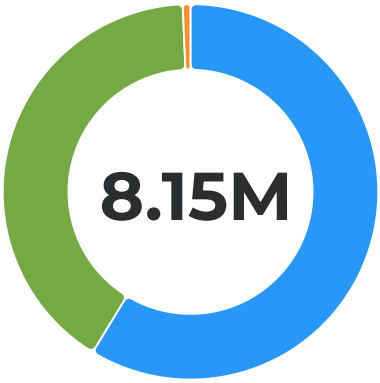
Organizational Chart



Expenditures by Fund

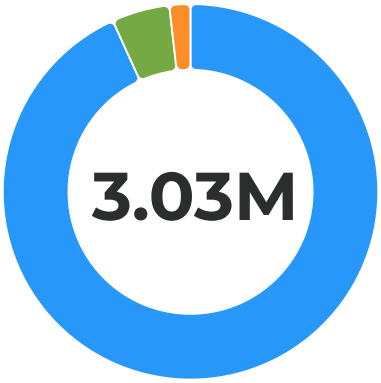


FY26 Expenditures by Fund



Housing In Lieu Fee	**$4,788,179**	58.73%
General Fund	**$3,310,419**	40.60%
Chapman Estate Fund	**$54,274**	0.67%

FY27 Expenditures by Fund



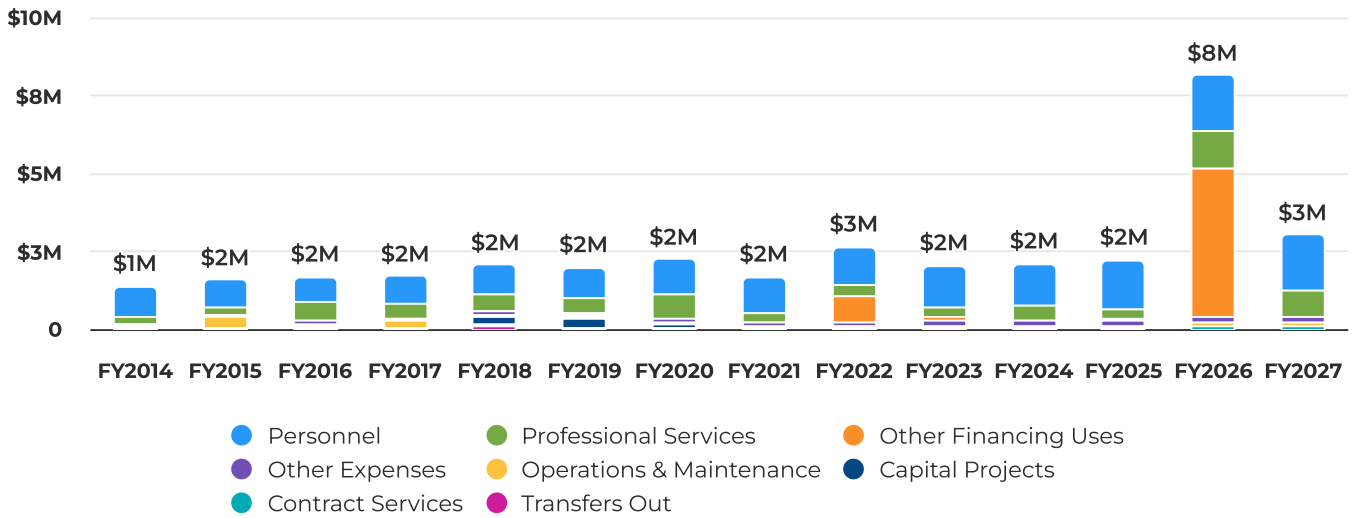
General Fund	**$2,828,828**	93.21%
Housing In Lieu Fee	**$151,451**	4.99%
Chapman Estate Fund	**$54,654**	1.80%

Expenditures by Fund

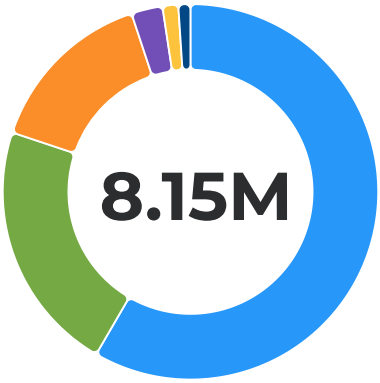
Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$1,753,157	$2,023,993	$1,831,911	$2,919,707	$3,310,419	$2,828,828	13.38%	-14.55%
Housing In Lieu Fee	$831,920	$21,190	$142,708	$49,368	$4,788,179	$151,451	9,598.95%	-96.84%
Chapman Estate Fund	$60,408	$54,619	$56,648	$90,047	$54,274	$54,654	-39.73%	0.70%
Impact Fees	-	-	-	$100,626	-	-	-100.00%	-
Total Expenditures	**$2,645,485**	**$2,099,802**	**$2,031,267**	**$3,159,748**	**$8,152,872**	**$3,034,933**	**158.02%**	**-62.77%**

Expenditures by Object

Historical Expenditures by Object

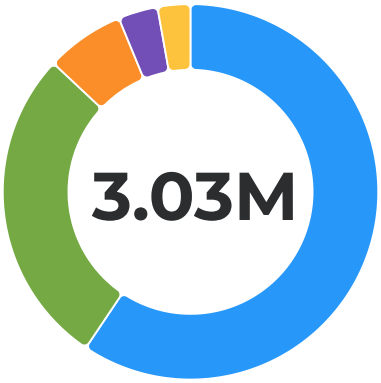


FY26 Expenditures by Object



Other Financing Uses	$4,759,200	58.37%
Personnel	$1,773,099	21.75%
Professional Services	$1,206,570	14.80%
Other Expenses	$219,412	2.69%
Contract Services	$109,190	1.34%
Operations & Maintenance	$85,401	1.05%

FY27 Expenditures by Object



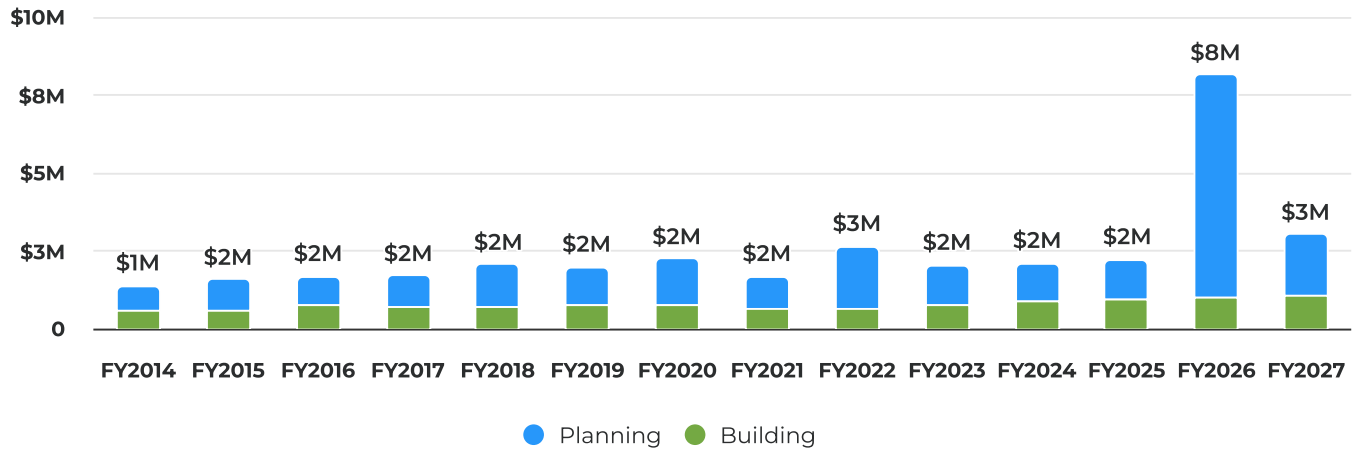
Personnel	$1,802,802	59.40%
Professional Services	$837,400	27.59%
Other Expenses	$205,457	6.77%
Contract Services	$103,660	3.42%
Operations & Maintenance	$85,614	2.82%

Expenditures by Object

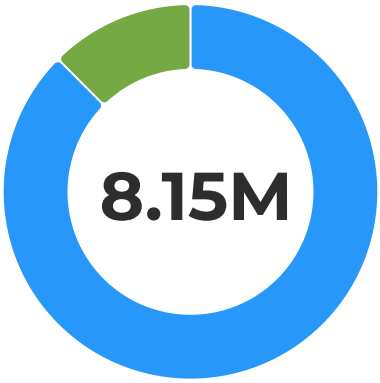
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$1,230,156	$1,331,123	$1,357,535	$1,602,775	$1,802,802	$1,773,099	10.63%	1.68%
Professional Services	$354,339	$309,126	$450,835	$988,508	$837,400	$1,206,570	22.06%	-30.60%
Contract Services	$32,730	$43,994	$36,427	$90,815	$103,660	$109,190	20.23%	-5.06%
Operations & Maintenance	$80,890	$69,598	$71,087	$110,610	$85,614	$85,401	-22.79%	0.25%
Other Expenses	$116,857	$135,984	$164,469	$192,162	$205,457	$219,412	14.18%	-6.36%
Other Financing Uses	$830,513	$141,231	$15,700	$38,000	-	$4,759,200	12,424.21%	-100.00%
Transfers Out	-	$212	$3,748	$136,878	-	-	-100.00%	-
Total Expenditures	**$2,645,485**	**$2,031,267**	**$2,099,802**	**$3,159,748**	**$3,034,933**	**$8,152,872**	**158.02%**	**-62.77%**

Expenditures by Activity

Historical Expenditures by Activity

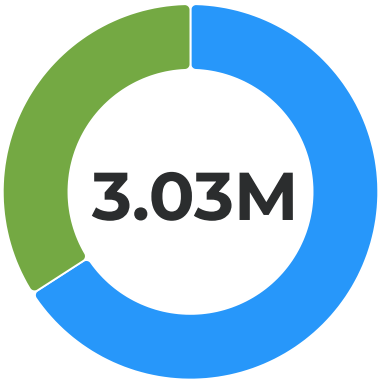


FY26 Expenditures by Activity



Planning	**$7,135,061**	87.52%
Building	**$1,017,811**	12.48%

FY27 Expenditures by Activity



Planning	**$1,999,548**	65.88%
Building	**$1,035,385**	34.12%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Planning	$2,019,561	$1,262,243	$1,205,364	$1,959,873	$7,135,061	$1,999,548	264.06%	-71.98%
Personnel	$763,003	$773,314	$769,717	$976,721	$1,100,355	$1,119,489	12.66%	1.74%
Professional Services	$282,143	$194,235	$244,804	$566,678	$1,028,570	$654,200	81.51%	-36.40%
Contract Services	$24,185	$33,457	$25,634	$62,390	$72,480	$61,985	16.17%	-14.48%
Operations & Maintenance	$58,976	$50,029	$48,242	$78,500	$54,498	$53,674	-30.58%	-1.51%
Other Expenses	$60,740	$69,977	$99,393	$118,832	$119,958	$110,200	0.95%	-8.13%
Other Financing Uses	$830,513	$141,231	$15,700	$38,000	$4,759,200	-	12,424.21%	-100.00%
Transfers Out	-	-	$1,874	$118,752	-	-	-100.00%	-
Building	$625,924	$769,024	$894,438	$1,199,875	$1,017,811	$1,035,385	-15.17%	1.73%
Personnel	$467,153	$557,809	$587,817	$626,054	$672,744	$683,313	7.46%	1.57%
Professional Services	$72,196	$114,891	$206,031	$421,830	$178,000	$183,200	-57.80%	2.92%
Contract Services	$8,545	$10,537	$10,794	$28,425	$36,710	$41,675	29.15%	13.52%
Operations & Maintenance	$21,914	$19,568	$22,846	$32,110	$30,903	$31,940	-3.76%	3.36%
Other Expenses	$56,116	$66,007	$65,076	$73,330	$99,454	$95,257	35.63%	-4.22%
Transfers Out	-	$212	$1,874	$18,126	-	-	-100.00%	-
Total Expenditures	**$2,645,485**	**$2,031,267**	**$2,099,802**	**$3,159,748**	**$8,152,872**	**$3,034,933**	**158.02%**	**-62.77%**

Staffing Levels

Fund, Department, Division	Positions	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
General Fund, Community Development, Planning	Community Development Director	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Community Development, Building	Building Official	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Community Development, Planning	Planning Manager	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Community Development, Planning	Associate Planner	2.00	2.00	2.00	2.00	2.00	2.00
General Fund, Community Development, Building	Building Inspector II	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Community Development, Building	Permit Technician	0.00	0.00	0.00	1.00	1.00	1.00
General Fund, Community Development, Building	Building Permit Technician	1.00	1.00	1.00	0.00	0.00	0.00
General Fund, Community Development, Planning	Administrative Secretary	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Community Development, Building	Code Enforcement	0.00	1.00	1.00	1.00	1.00	1.00
General Fund, Community Development	**Community Development Total:**	**8.00**	**9.00**	**9.00**	**9.00**	**9.00**	**9.00**

Accomplishments in Prior Two-Year Budget

Planning Division

- Parking Management Plan was approved on October 17, 2023
- Hired new Planning Manager, Administrative Secretary, and Community Development Director
- Prepared and submitted a Coastal Commission grant application for $900,000 to update the City's Safety and Parks and Recreation Elements
- Successfully processed a Coastal Development Permit (CDP) for the Cliff Avenue seawall/outfall repair project, working closely with Coastal Commission staff to avoid appeal.
- Implemented ArcGIS server and hired a GIS consultant to assist in updating City GIS layers and for creation of General Plan exhibits.
- Updated the Parking In lieu fee, reducing the fee from $36,000 to $9,000 per space.
- Processed CDP for Pier Avenue stair closure and removal, working closely with Coastal Commission staff to avoid appeal.
- Successfully coordinated with People's Self Help Housing and HCD on a $4,750,000 grant application for rehabilitation of the Sea Haven affordable housing project on Addie Street.
- Successfully coordinated/facilitated CDP application and approval for Shell Beach Elementary school upgrade project.
- Implemented the Citizenserve permit portal to allow for electronic submittal of planning permit applications, including use of electronic plan check options.
- Implemented the 2023 vacation rental ordinance permit requirements. The STR and VR webpage has been updated, and the permitting process has been incorporated into the City's permit portal.
- Revised and significantly streamlined façade improvement program application and overall process. Updated application is now posted on Planning Division Website.
- Integrated Docusign, and Laserfiche into planning permit process to shorten and streamline project processing timelines.

Building

- Permits issued: 1,174
- Plan Reviews completed: 1,044
- Inspections completed: 4,763
- Staff attended multiple CALBO and ICC training opportunities, both in person and online.
- Staff updated the Building webpage including creation of online fillable forms and construction related handouts.
- Public Safety Facility: Executed contracts for plan check and inspector of record services and issued building permits for the PSF.
- Hired new Building Official and part time Permit Technician
- Implemented SolarAPP+ to allow electronic submittal of solar permits, including associated panel upgrades and batteries allowing for automatic permit issuance of same.
- Implemented the Citizenserve permit portal to allow for electronic submittal of building permit applications, including use of electronic plan check options.
- Integrated Docusign, and Laserfiche into building permit processes to shorten and streamline project processing timelines.

Work Program Highlights for Next Two-Year Budget

Planning Division

- **City Goal: Quality of Life** - Issue CDP for Ventana Sports Courts project in August 2025.
- **City Goal: Development & Housing Access** - Complete General Plan/Local Coastal Program/Zoning code update (Excluding Safety Element).
- Prepare Ocean Protection Council Grant application for additional funds to assist in update of the Safety Element. Start Safety and Parks and Recreation Element update.
- **City Goal: Parking & Circulation** - Update Downtown Strategic Plan.
- **City Goal: Development & Housing Access** - Start Housing Element update in 2027.
- Complete environmental work and permitting for Shell Beach Multi Use Path project.
- Update City GIS information in Citizenserve including addition of current owner information.
- **City Goal: Quality of Life** - Continue work with State Parks on updating the Beach Lease agreement (anticipated to take three years)
- Take Surplus Lands Act Resolution of Exemption to City Council in August 2025, followed by issuance of the Notice of Availability (NOA) for the Chapman Estate property.
- **City Goal: Quality of Life** - Take Addie Street bathroom project to PC for CDP approval in Sept/Oct 2025.
- Complete 4th of July fireworks CDP extension application and submit to California Coastal Commission for approval.
- Obtain CDP from the Coastal Commission for implementation of mechanical beach cleaning program.
- **City Goal: Water Resources** - Complete environmental work and complete CDP process for the updated Central Coast Blue project.
- **City Goal: Water Resources** - Coordinate with Public Works Department and environmental consultant on environmental review requirements for the Charles St. Tank Replacement project.

Building Division

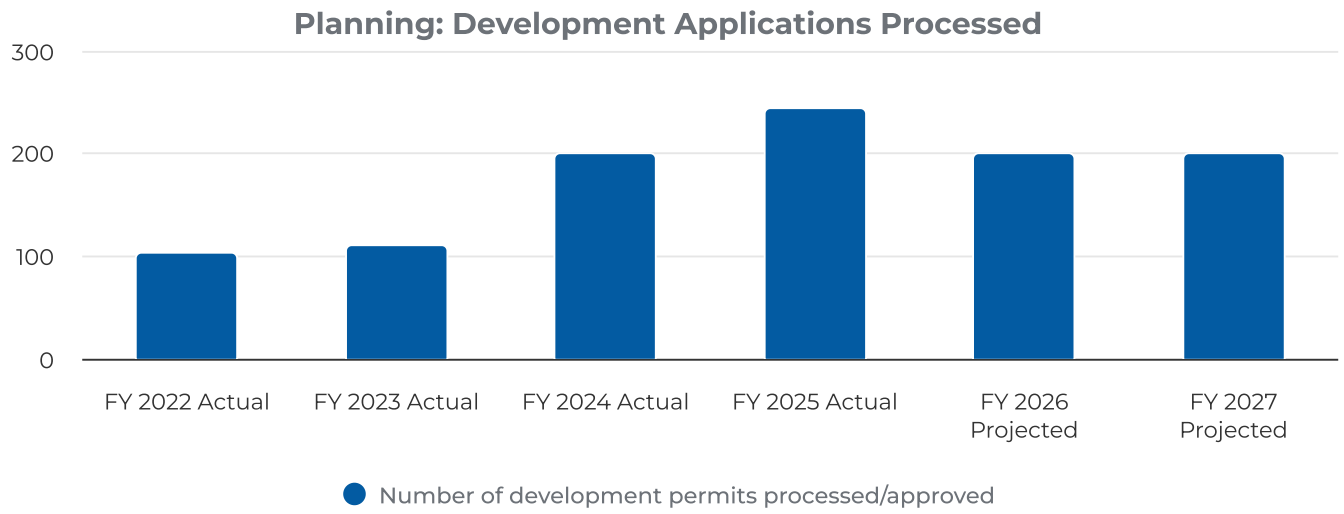
- **City Goal: Development & Housing Access** - Take 2025 Building Code update (ordinance) to City Council for adoption in Oct/Nov of 2025.
- **City Goal: Public Safety** - Implement Phoenix admin citation processing service for code enforcement
- Complete Docusign/Laserfiche/Citizenserve integration
- **City Goal: Public Safety** - Complete permitting and inspection of the Public Safety Facility project.
- **City Goal: Quality of Life** - Develop and launch automated permitting for eligible over-the-counter permit types to reduce processing times and improve customer experience.
- **City Goal: Development & Housing Access** - Review and update internal procedures, public handouts, and checklists to align with 2025 Code changes and best practices.

Performance Measure: Planning: Process of Development Applications

The Community Development Department's Planning Division appropriately processes coastal and non-coastal development permits. One way to measure if the Planning Division is reaching this objective is by measuring the number of development permits processed or approved through the City's permit system software. **This performance measure contributes towards the City Goals:**

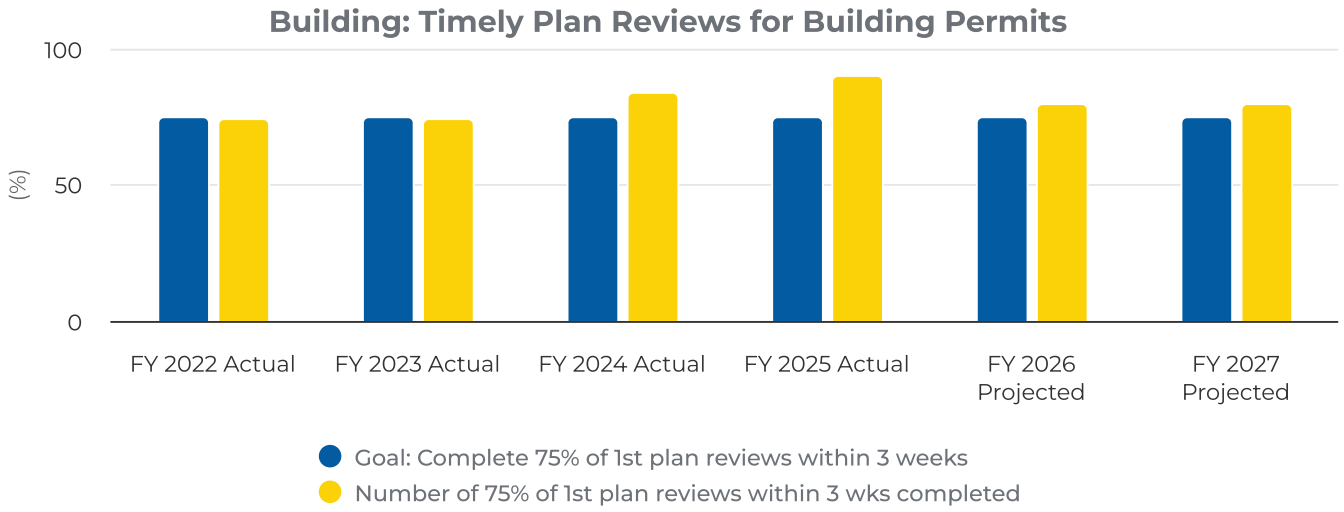
- **Quality of Life** to provide excellent customer service to the community;

- Parking and Circulation to ensure adequate planning of these areas in compliance with the City's General Plan



Performance Measure: Building: Timely Plan Reviews for Building Permits

The Community Development Department's Building Division provides timely plan reviews for building permits. The Building Division strives to complete 75% of the first plan reviews within 3 weeks, which is tracked through the City's permit system software. **This performance measure contributes towards the City Goal of Quality of Life** to provide excellent customer service to the community and ensure buildings are safe and accessible.



Public Works

The Public Works Department is responsible for the design, construction and maintenance of City facilities and infrastructure including streets, public buildings, the pier, promenades, beach access stairways, beach, parks, public parking lots, vehicles, water system and wastewater system. These services are provided through three main divisions — Engineering, Facilities and Utilities. These service areas are funded through the General Fund and a series of enterprise funds.

Engineering Division

The principal responsibility of the Engineering Division is protection of the public. This is accomplished by assuring that properly registered professional engineers design and oversee construction of facilities that are built and maintained for public usage. The primary areas of activity are project management, design and construction of capital improvements by the City, and review and inspection of improvements constructed as conditions of private development by developers. Ancillary services include keeping records of infrastructure improvements for use by the Public Works Department and by the general public, and representing the City on several regional technical advisory committees.

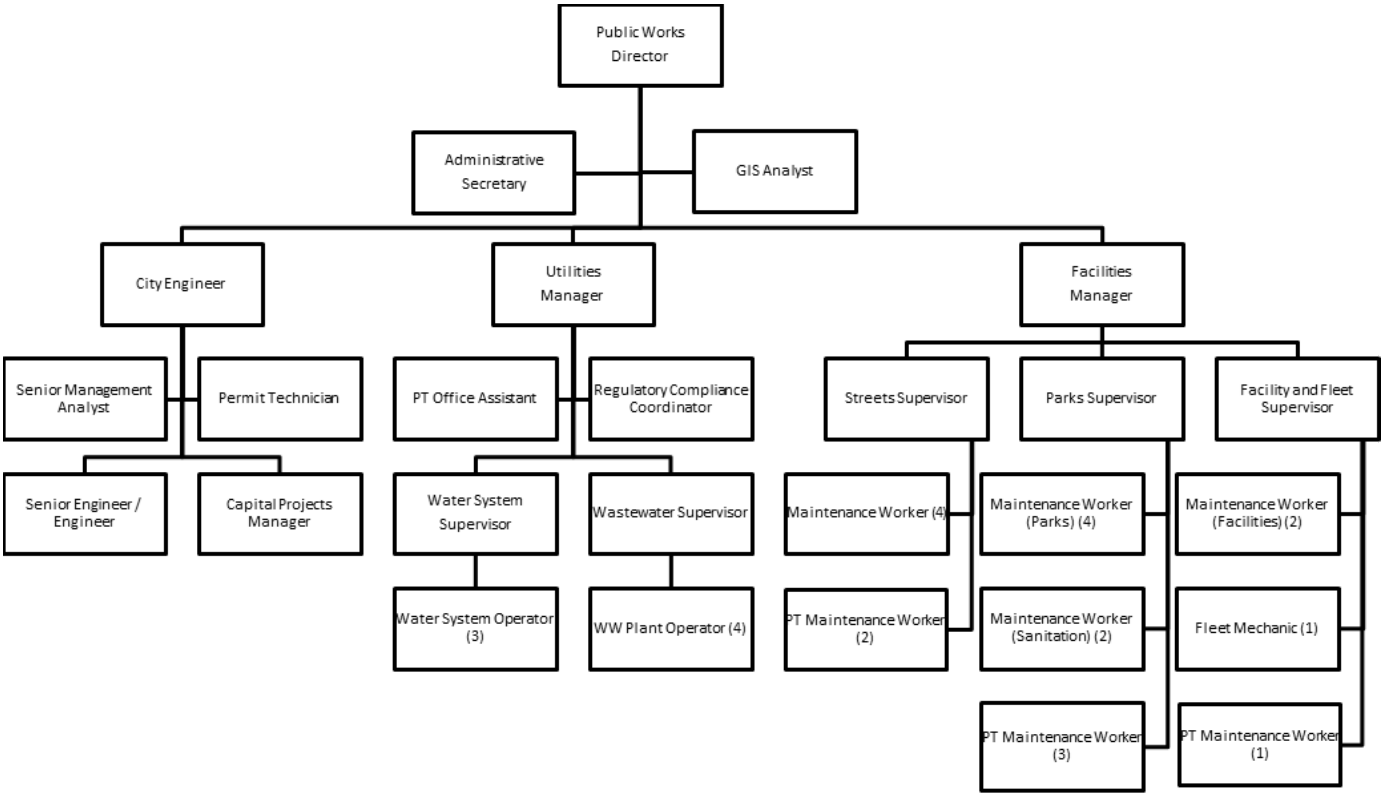
Facilities Division

The Public Facilities Division oversees the maintenance of streets, government buildings and parks and City-owned vehicles. The division is responsible for inspecting, repairing, and maintaining the City's streets, parking lots, sidewalks and beaches, as well as public buildings and maintaining all City-owned parks, rights-of-way, medians, playground equipment, irrigation and other landscaped areas for public use. Activities include overseeing the street sweeping contract, pothole patching, and installation and maintenance of street signs and markings to ensure safe driving and walking conditions. This division also maintains all City stairways and ramps to the beach, monitors all City trees for disease and public safety, oversees the cleaning and maintenance of City restrooms and portable toilets, and maintains the mutt mitt program throughout the City. Public buildings that the division is responsible for operating and maintaining include City Hall, the Veterans' Halls, the Police Department facility, the Visitor Information Center/Parking Bureau building, two Fire Stations, 10 public restrooms, and the Public Works Maintenance buildings.

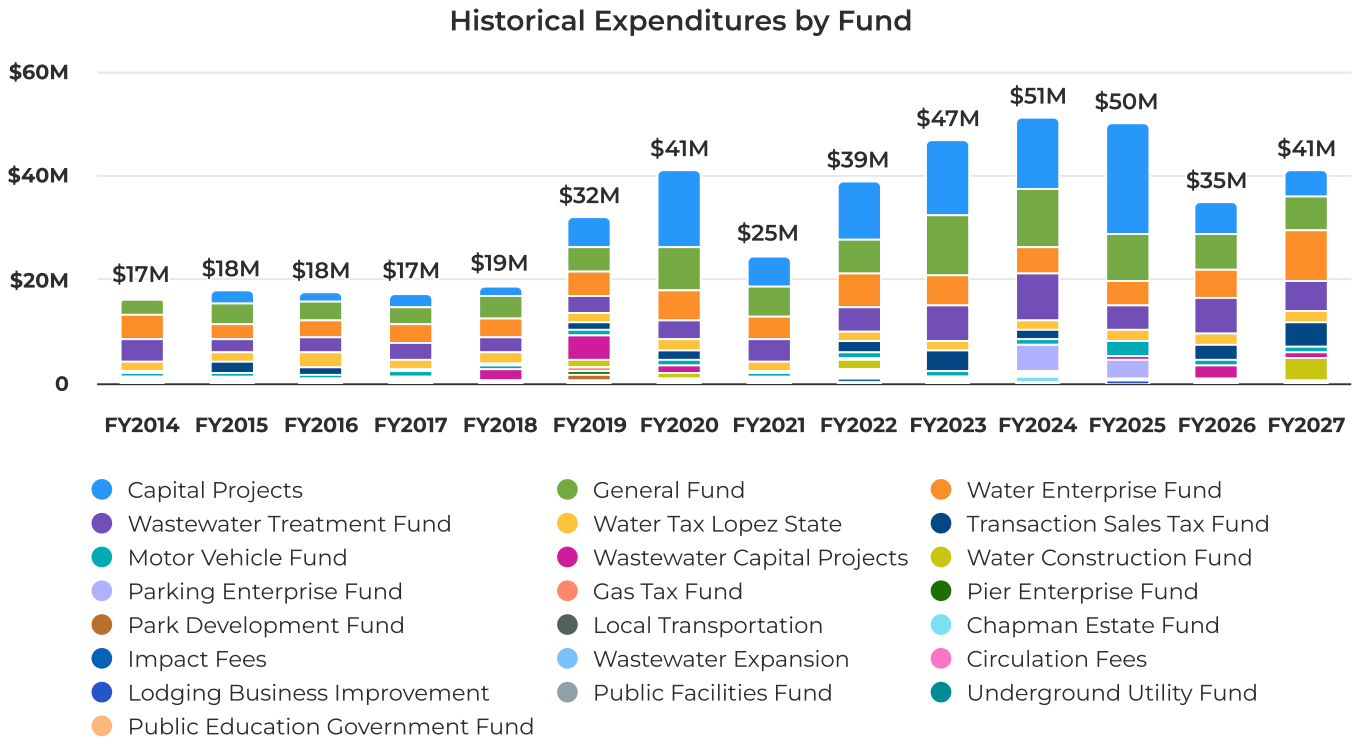
Utilities Division

The Utilities Division includes water and wastewater operations. The Water Operations division is responsible for ensuring that a safe, drinkable supply of water is provided to Pismo Beach. This responsibility is accomplished through ongoing inspection, repair and maintenance of the City's wells, tanks, booster stations, hydro-pneumatic system, and water distribution system components. The City's water distribution system and supply are sampled in accordance with California Department of Public Health regulations and guidelines. Tasks also include educating water customers on water quality, cost, and conservation issues. The Wastewater Operations Division is responsible for protecting public health and the environment by ensuring that the City's treatment and collection system operations meet all City, federal, and state laws and requirements. This responsibility is accomplished by operation and maintenance of the City's wastewater treatment plant, located on Frady Lane at the City corporation yard, and by operation and maintenance of the wastewater collection facilities including pumps and pipelines, and operation and maintenance of the City's storm drain collection system and infrastructure.

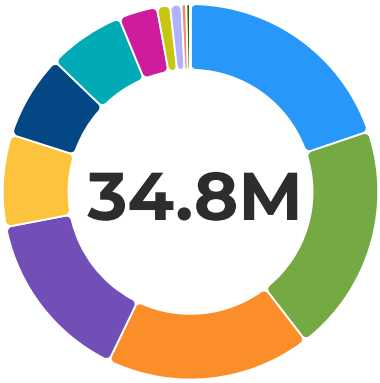
Organizational Chart



Expenditures by Fund

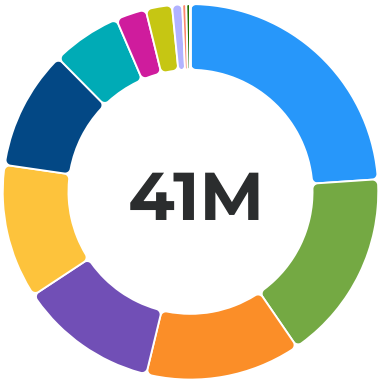


FY26 Expenditures by Fund



General Fund	**$6,890,603**	19.79%
Wastewater Treatment Fund	**$6,872,343**	19.74%
Capital Projects	**$6,140,000**	17.64%
Water Enterprise Fund	**$5,163,394**	14.83%
Transaction Sales Tax Fund	**$2,757,460**	7.92%
Wastewater Capital Projects	**$2,531,000**	7.27%
Water Tax Lopez State	**$2,297,202**	6.60%
Motor Vehicle Fund	**$1,160,977**	3.33%
Water Construction Fund	**$395,000**	1.13%
Parking Enterprise Fund	**$340,000**	0.98%
Gas Tax Fund	**$142,358**	0.41%
Pier Enterprise Fund	**$116,596**	0.33%
Park Development Fund	**$6,579**	0.02%
Local Transportation	**$895**	0.00%
Circulation Fees	**$42**	0.00%

FY27 Expenditures by Fund



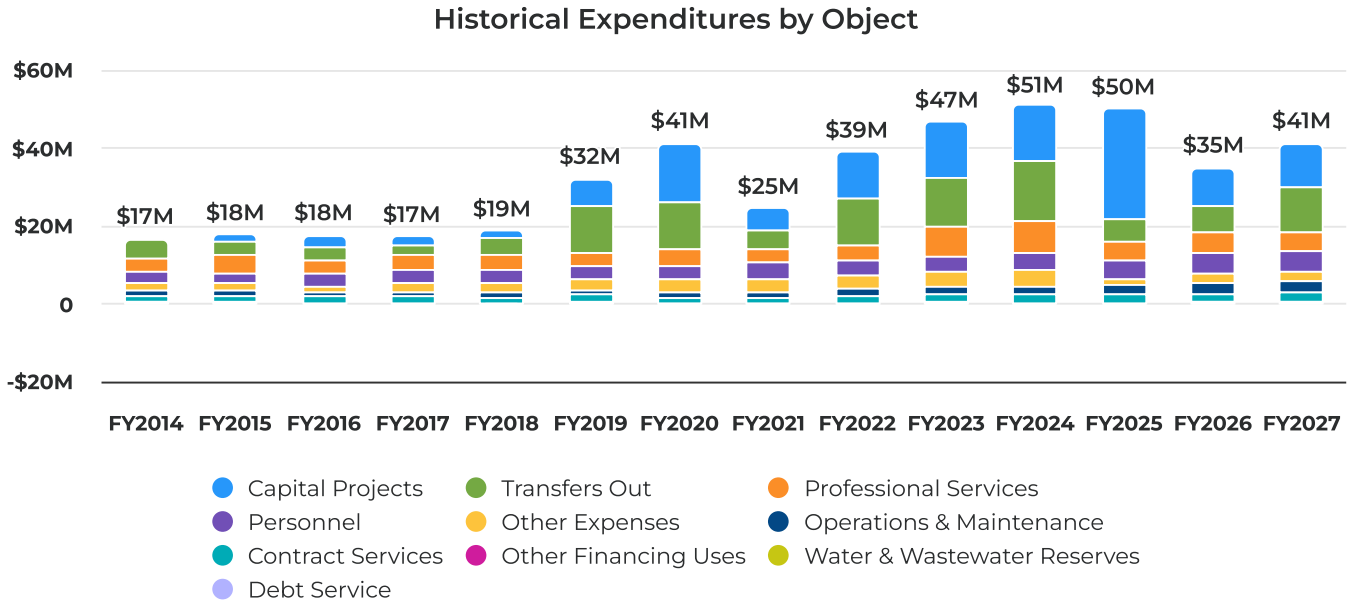
Water Enterprise Fund	**$9,820,586**	23.94%
General Fund	**$6,759,175**	16.48%
Wastewater Treatment Fund	**$5,485,616**	13.37%
Capital Projects	**$4,900,000**	11.94%
Transaction Sales Tax Fund	**$4,743,870**	11.56%
Water Construction Fund	**$4,220,000**	10.29%
Water Tax Lopez State	**$2,439,652**	5.95%
Motor Vehicle Fund	**$1,075,783**	2.62%
Wastewater Capital Projects	**$931,000**	2.27%
Parking Enterprise Fund	**$360,000**	0.88%
Gas Tax Fund	**$142,429**	0.35%
Pier Enterprise Fund	**$136,156**	0.33%
Park Development Fund	**$7,237**	0.02%
Local Transportation	**$985**	0.00%
Circulation Fees	**$43**	0.00%

Expenditures by Fund

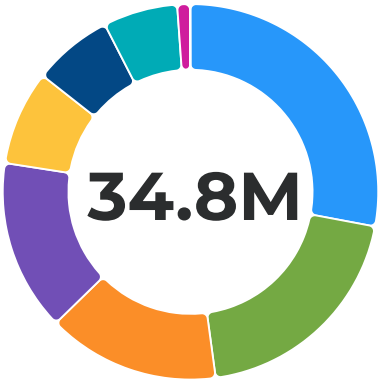
Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$6,562,060	$11,312,242	$11,498,330	$20,130,149	$6,890,603	$6,759,175	-65.77%	-1.91%
Transaction Sales Tax Fund	$2,200,006	$1,552,888	$3,664,615	$4,079,829	$2,757,460	$4,743,870	-32.41%	72.04%
Gas Tax Fund	$399,769	$460,732	$205,231	$492,289	$142,358	$142,429	-71.08%	0.05%
Local Transportation	$387,491	$305,476	$173,388	$5,829	$895	$985	-84.65%	10.06%
Lodging Business Improvement	-	-	-	$1,684,219	-	-	-100.00%	-
Chapman Estate Fund	$387,259	$877,220	$83,389	$23,040	-	-	-100.00%	-
Capital Projects	$11,175,738	$13,460,453	$14,295,991	$62,656,969	$6,140,000	$4,900,000	-90.20%	-20.20%
Park Development Fund	$483,376	$85,436	$100,926	$221,010	$6,579	$7,237	-97.02%	10.00%
Circulation Fees	$115,270	$73,965	$121,040	$166,071	$42	$43	-99.97%	2.38%
Impact Fees	$616,067	$250,000	-	-	-	-	-	-
Visalia Street	-	-	-	$85,000	-	-	-100.00%	-
Water Enterprise Fund	$6,642,032	$5,245,987	$5,910,544	$11,953,595	$5,163,394	$9,820,586	-56.80%	90.20%
Water Tax Lopez State	$1,739,645	$2,076,448	$1,881,265	$2,439,365	$2,297,202	$2,439,652	-5.83%	6.20%
Water Construction Fund	$1,896,907	$166,543	$45,186	$5,786,297	$395,000	$4,220,000	-93.17%	968.35%
Wastewater Treatment Fund	$4,633,216	$8,725,033	$6,978,443	$9,505,193	$6,872,343	$5,485,616	-27.70%	-20.18%
Wastewater Capital Projects	$286,645	$69,914	$34,635	$2,666,369	$2,531,000	$931,000	-5.08%	-63.22%
Wastewater Expansion	$473	-	$497	-	-	-	-	-
Pier Enterprise Fund	$252,622	$311,841	$270,980	$163,042	$116,596	$136,156	-28.49%	16.78%
Parking Enterprise Fund	$70,840	$4,938,887	$174,003	$3,885,740	$340,000	$360,000	-91.25%	5.88%

Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Motor Vehicle Fund	$988,821	$1,102,379	$1,274,334	$3,163,463	$1,160,977	$1,075,783	-63.30%	-7.34%
Total Expenditures	**$38,838,238**	**$51,015,444**	**$46,712,798**	**$129,107,469**	**$34,814,448**	**$41,022,532**	**-73.03%**	**17.83%**

Expenditures by Object

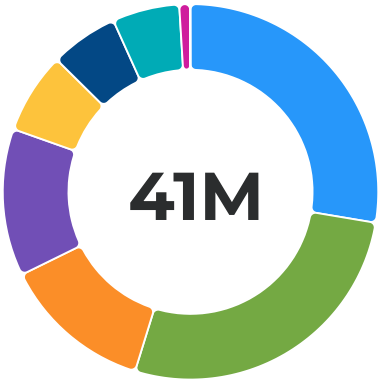


FY26 Expenditures by Object



Capital Projects	**$9,736,800**	27.97%
Transfers Out	**$6,921,494**	19.88%
Personnel	**$5,170,088**	14.85%
Professional Services	**$5,139,197**	14.76%
Operations & Maintenance	**$2,836,314**	8.15%
Other Expenses	**$2,389,959**	6.86%
Contract Services	**$2,224,596**	6.39%
Water & Wastewater Reserves	**$381,000**	1.09%
Other Financing Uses	**$15,000**	0.04%

FY27 Expenditures by Object



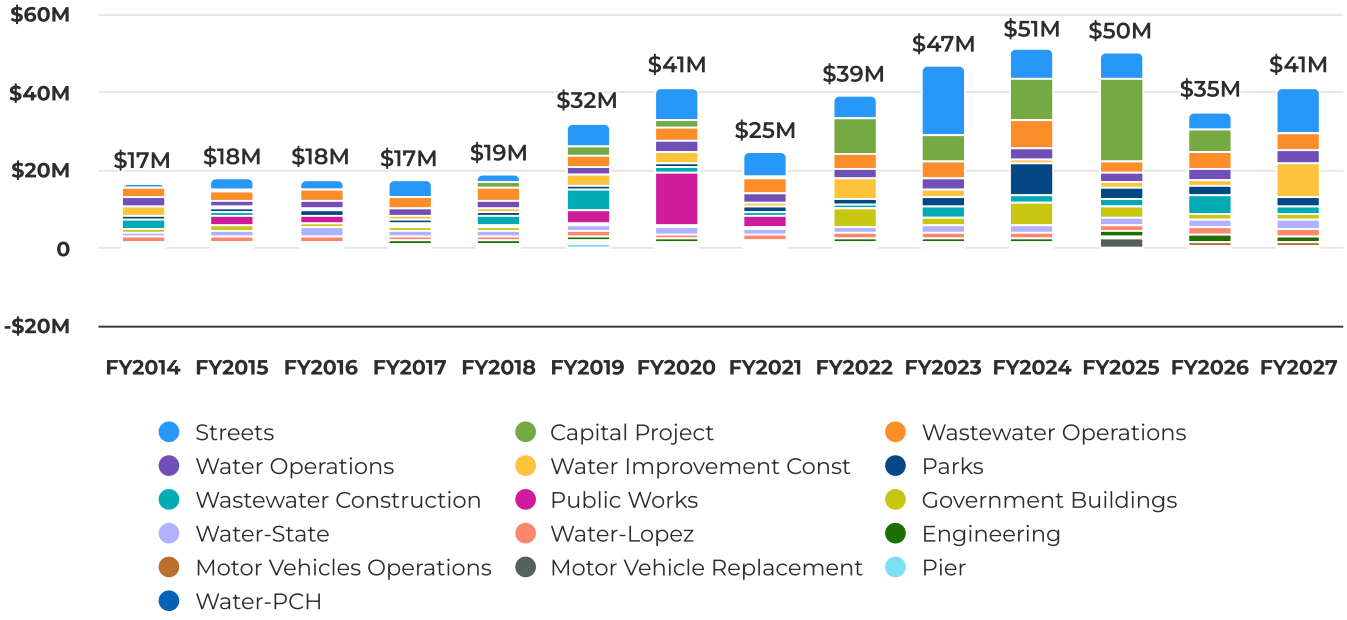
Transfers Out	**$11,338,904**	27.64%
Capital Projects	**$11,131,230**	27.13%
Personnel	**$5,317,728**	12.96%
Professional Services	**$5,199,496**	12.67%
Operations & Maintenance	**$2,871,447**	7.00%
Other Expenses	**$2,399,917**	5.85%
Contract Services	**$2,367,810**	5.77%
Water & Wastewater Reserves	**$381,000**	0.93%
Other Financing Uses	**$15,000**	0.04%

Expenditures by Object

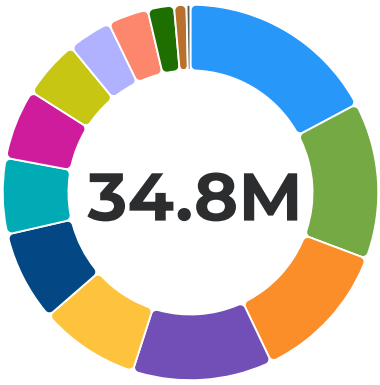
Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$3,559,271	$4,170,173	$4,313,294	$4,953,121	$5,317,728	$5,170,088	4.38%	2.86%
Professional Services	$4,171,203	$7,533,932	$8,472,899	$10,182,944	$5,199,496	$5,139,197	-49.53%	1.17%
Contract Services	$1,781,806	$1,968,801	$2,167,325	$2,589,803	$2,367,810	$2,224,596	-14.10%	6.44%
Operations & Maintenance	$1,919,478	$1,930,562	$2,309,397	$3,308,618	$2,871,447	$2,836,314	-14.27%	1.24%
Other Expenses	$3,690,541	$3,823,881	$4,005,252	$2,127,631	$2,399,917	$2,389,959	12.33%	0.42%
Water & Wastewater Reserves	-	-	-	$331,000	$381,000	$381,000	15.11%	0.00%
Capital Projects	$11,829,761	$14,517,251	$14,306,557	$75,890,654	$11,131,230	$9,736,800	-87.17%	14.32%
Other Financing Uses	$29,821	$267,904	$101,281	$64,034	$15,000	$15,000	-76.57%	0.00%
Transfers Out	$11,856,357	$12,500,293	$15,339,440	$29,659,664	$11,338,904	$6,921,494	-76.66%	63.82%
Total Expenditures	**$38,838,238**	**$46,712,798**	**$51,015,444**	**$129,107,469**	**$41,022,532**	**$34,814,448**	**-73.03%**	**17.83%**

Expenditures by Activity

Historical Expenditures by Activity

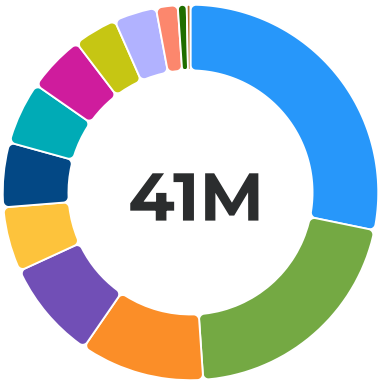


FY26 Expenditures by Activity



Capital Project	$5,995,860	17.22%
Wastewater Construction	$4,700,960	13.50%
Streets	$4,244,120	12.19%
Wastewater Operations	$4,202,383	12.07%
Water Operations	$2,999,983	8.62%
Parks	$2,718,777	7.81%
Water-State	$2,275,049	6.53%
Engineering	$2,100,154	6.03%
Water-Lopez	$1,761,524	5.06%
Water Improvement Const	$1,319,040	3.79%
Government Buildings	$1,219,027	3.50%
Motor Vehicles Operations	$787,977	2.26%
Motor Vehicle Replacement	$373,000	1.07%
Pier	$116,596	0.33%

FY27 Expenditures by Activity



Streets	$11,581,231	28.23%
Water Improvement Const	$8,485,540	20.69%
Wastewater Operations	$4,382,156	10.68%
Water Operations	$3,507,726	8.55%
Parks	$2,292,499	5.59%
Water-State	$2,275,049	5.55%
Water-Lopez	$2,211,923	5.39%
Wastewater Construction	$2,034,460	4.96%
Engineering	$1,541,950	3.76%
Government Buildings	$1,498,060	3.65%
Motor Vehicles Operations	$768,353	1.87%
Motor Vehicle Replacement	$307,430	0.75%
Pier	$136,156	0.33%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Public Works	$192,962	$4,688	-	-	-	-	-	-
Capital Projects	$21,877	$4,688	-	-	-	-	-	-
Transfers Out	$171,085	-	-	-	-	-	-	-
Engineering	$905,504	$939,509	$987,512	$1,625,915	$2,100,154	$1,541,950	29.17%	-26.58%
Personnel	$689,603	$724,243	$653,845	$868,972	$944,820	$962,823	8.73%	1.91%
Professional Services	$108,098	$102,748	$180,158	$435,420	$826,600	$384,500	89.84%	-53.48%
Contract Services	$10,910	$21,963	$17,880	$23,130	$20,260	$22,440	-12.41%	10.76%
Operations & Maintenance	$30,725	$13,335	$20,931	$37,639	$56,772	$56,336	50.83%	-0.77%
Other Expenses	$66,169	$77,220	$112,824	$142,628	$119,102	$115,851	-16.49%	-2.73%
Capital Projects	-	-	-	$50,000	-	-	-100.00%	-
Transfers Out	-	-	$1,874	$68,126	$132,600	-	94.64%	-100.00%
Capital Project	$9,099,669	$6,603,349	$10,689,419	$67,504,938	$5,995,860	-	-91.12%	-100.00%
Professional Services	-	-	$185,147	$1,210,522	-	-	-100.00%	-
Operations & Maintenance	-	-	$154,226	$241,993	-	-	-100.00%	-
Other Expenses	$67,240	$67,240	$101,317	-	-	-	-	-
Capital Projects	$5,281,606	$4,409,317	$5,028,854	$54,797,575	$4,680,000	-	-91.46%	-100.00%
Transfers Out	$3,750,823	$2,126,792	$5,219,875	$11,254,849	$1,315,860	-	-88.31%	-100.00%
Pier	$252,622	$270,980	$311,841	$163,042	$116,596	$136,156	-28.49%	16.78%
Contract Services	$18,107	$19,960	$18,944	$53,042	$26,596	$30,156	-49.86%	13.39%
Operations & Maintenance	$49,054	$66,072	$107,949	$110,000	$90,000	$106,000	-18.18%	17.78%
Other Expenses	$184,948	$184,948	$184,948	-	-	-	-	-
Capital Projects	$513	-	-	-	-	-	-	-
Government Buildings	$4,831,663	$2,087,974	$5,878,378	$5,017,263	$1,219,027	$1,498,060	-75.70%	22.89%
Personnel	$213,474	$249,586	$382,325	$247,638	$448,549	$469,288	81.13%	4.62%
Professional Services	-	-	-	$366,399	-	-	-100.00%	-
Contract Services	$291,611	$333,243	$357,869	$447,249	$366,248	$380,648	-18.11%	3.93%
Operations & Maintenance	$190,210	$226,763	$214,428	$358,824	$345,316	$217,136	-3.76%	-37.12%
Other Expenses	$18,165	$21,089	$31,032	$42,048	$36,914	$30,988	-12.21%	-16.05%
Capital Projects	$2,428,060	$791,750	$2,517,201	$1,717,927	-	$200,000	-100.00%	-
Transfers Out	$1,690,142	$465,543	$2,375,523	$1,837,177	$22,000	$200,000	-98.80%	809.09%
Parks	$1,585,347	$2,841,373	$8,057,117	$3,962,414	$2,718,777	$2,292,499	-31.39%	-15.68%
Personnel	$830,596	$870,085	$1,054,752	$1,076,635	$1,295,138	$1,340,262	20.29%	3.48%
Contract Services	$385,029	$384,758	$416,647	$560,318	$530,745	$574,815	-5.28%	8.30%
Operations & Maintenance	$244,402	$190,112	$210,182	$203,459	$323,946	$212,936	59.22%	-34.27%
Other Expenses	$12,536	$13,741	$25,068	$26,618	$80,118	$41,786	200.99%	-47.84%
Capital Projects	$40,060	$679,514	$3,268,162	$1,046,828	$195,000	-	-81.37%	-100.00%
Transfers Out	$72,723	$703,161	$3,082,306	$1,048,555	$293,830	$122,700	-71.98%	-58.24%
Streets	$5,782,731	$17,840,021	$7,704,875	$15,055,396	$4,244,120	$11,581,231	-71.81%	172.88%
Personnel	$300,206	$319,465	$169,697	$534,281	$232,780	$233,065	-56.43%	0.12%
Professional Services	$5,000	$4,565	$4,732	$1,013,015	-	-	-100.00%	-
Contract Services	$430,099	$538,920	$602,707	$611,473	$408,825	$423,385	-33.14%	3.56%
Operations & Maintenance	$286,839	$155,244	$192,973	$433,906	$277,260	$278,410	-36.10%	0.41%
Other Expenses	$6,166	$6,936	$15,156	$15,461	$14,567	$17,683	-5.78%	21.39%
Water & Wastewater Reserves	-	-	-	-	$50,000	$50,000	-	0.00%
Capital Projects	$3,948,479	$8,537,790	$3,316,348	$6,276,326	$1,650,000	$5,600,000	-73.71%	239.39%
Transfers Out	$805,941	$8,277,102	$3,403,261	$6,170,933	$1,610,688	$4,978,688	-73.90%	209.10%
Motor Vehicles Operations	$568,280	$655,956	$613,887	$737,690	$787,977	$768,353	6.82%	-2.49%
Personnel	$148,976	$160,802	$138,244	$165,929	$198,233	$207,577	19.47%	4.71%
Contract Services	$1,483	$7,045	$11,015	$17,290	$13,020	$13,020	-24.70%	0.00%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Operations & Maintenance	$412,287	$482,082	$456,145	$519,229	$519,910	$534,622	0.13%	2.83%
Other Expenses	$5,534	$6,027	$8,484	$8,602	$16,813	$13,134	95.45%	-21.88%
Capital Projects	-	-	-	$26,639	$40,000	-	50.16%	-100.00%
Motor Vehicle Replacement	$420,541	$618,378	$488,492	$2,689,993	$373,000	$307,430	-86.13%	-17.58%
Other Expenses	$406,155	$391,834	$385,850	-	-	-	-	-
Capital Projects	$14,386	$6,019	$20,836	$2,425,774	$373,000	$307,430	-84.62%	-17.58%
Other Financing Uses	-	$220,525	$81,806	-	-	-	-	-
Transfers Out	-	-	-	$264,219	-	-	-100.00%	-
Water Operations	$2,083,800	$2,765,117	$3,186,481	$4,022,049	$2,999,983	$3,507,726	-25.41%	16.92%
Personnel	$617,014	$841,183	$866,308	$901,286	$940,683	$958,531	4.37%	1.90%
Professional Services	$75,403	$137,732	$137,178	$473,470	$102,937	$104,937	-78.26%	1.94%
Contract Services	$277,732	$257,629	$311,746	$380,267	$352,529	$377,564	-7.29%	7.10%
Operations & Maintenance	$215,759	$238,060	$350,280	$421,006	$378,942	$487,860	-9.99%	28.74%
Other Expenses	$826,495	$885,882	$951,155	$581,705	$682,597	$703,539	17.34%	3.07%
Capital Projects	$12,335	$12,236	-	$232,235	$83,000	$83,000	-64.26%	0.00%
Other Financing Uses	$15,144	$47,379	$19,475	$64,034	$15,000	$15,000	-76.57%	0.00%
Transfers Out	$43,919	$345,017	$550,340	$968,046	$444,295	$777,295	-54.10%	74.95%
Water Improvement Const	$5,260,010	$1,927,465	$844,851	$12,283,192	$1,319,040	$8,485,540	-89.26%	543.31%
Professional Services	$706,765	$1,636,850	$311,188	$438,639	$29,040	$45,540	-93.38%	56.82%
Water & Wastewater Reserves	-	-	-	$200,000	$200,000	$200,000	0.00%	0.00%
Capital Projects	$22,004	$10,414	$96,143	$5,924,018	$445,000	$4,020,000	-92.49%	803.37%
Transfers Out	$4,531,241	$280,202	$437,521	$5,720,535	$645,000	$4,220,000	-88.72%	554.26%
Water-State	$1,412,697	$1,651,013	$1,897,856	$2,275,049	$2,275,049	$2,275,049	0.00%	0.00%
Professional Services	$1,412,697	$1,651,013	$1,897,856	$2,275,049	$2,275,049	$2,275,049	0.00%	0.00%
Water-PCH	$118,293	$50,290	-	-	-	-	-	-
Professional Services	$118,293	$50,290	-	-	-	-	-	-
Water-Lopez	$1,403,784	$1,443,109	$1,559,790	$1,598,968	$1,761,524	$2,211,923	10.17%	25.57%
Professional Services	$1,403,784	$1,443,109	$1,559,790	$1,598,968	$1,761,524	$2,211,923	10.17%	25.57%
Wastewater Operations	$3,847,375	$4,337,453	$6,961,463	$5,813,168	$4,202,383	$4,382,156	-27.71%	4.28%
Personnel	$759,402	$1,004,810	$1,048,123	$1,158,379	$1,109,885	$1,146,182	-4.19%	3.27%
Professional Services	$53,414	$106,913	$2,614,150	$1,743,100	$85,087	$85,087	-95.12%	0.00%
Contract Services	$366,834	$405,283	$430,518	$497,034	$506,373	$545,782	1.88%	7.78%
Operations & Maintenance	$490,201	$558,894	$602,284	$982,560	$844,168	$978,147	-14.08%	15.87%
Other Expenses	$2,096,660	$2,168,467	$2,189,418	$1,310,569	$1,439,848	$1,476,936	9.86%	2.58%
Capital Projects	-	$25,247	$338	$40,800	$40,800	$40,800	0.00%	0.00%
Other Financing Uses	$14,677	-	-	-	-	-	-	-
Transfers Out	$66,186	$67,840	$76,632	$80,726	$176,221	$109,221	118.30%	-38.02%
Wastewater Construction	$1,072,959	$2,676,122	$1,833,483	$6,358,393	$4,700,960	$2,034,460	-26.07%	-56.72%
Professional Services	$287,750	$2,400,713	$1,582,699	$628,363	$58,960	$92,460	-90.62%	56.82%
Other Expenses	$473	$497	-	-	-	-	-	-
Water & Wastewater Reserves	-	-	-	$131,000	$131,000	$131,000	0.00%	0.00%
Capital Projects	$60,439	$40,277	$58,675	$3,352,532	$2,230,000	$880,000	-33.48%	-60.54%
Transfers Out	$724,297	$234,635	$192,109	$2,246,499	$2,281,000	$931,000	1.54%	-59.18%
Total Expenditures	**$38,838,238**	**$46,712,798**	**$51,015,444**	**$129,107,469**	**$34,814,448**	**$41,022,532**	**-73.03%**	**17.83%**

Staffing Levels

Fund, Department, Division	Positions	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Various Funds, Public Works, Engineering	Public Works Director/City Engineer	1.00	1.00	1.00	0.00	0.00	0.00
Various Funds, Public Works,	Public Works Director	0.00	0.00	0.00	1.00	1.00	1.00
Various Funds, Public Works,	City Engineer	0.00	0.00	0.00	1.00	1.00	1.00
Various Funds, Public Works,	Engineering Manager	0.00	0.00	1.00	0.00	0.00	0.00
Various Funds, Public Works,	Senior Engineer	1.00	1.00	1.00	1.00	1.00	1.00
Various Funds, Public Works,	Engineer	1.00	1.00	1.00	0.00	0.00	0.00
Various Funds, Public Works,	Capital Projects Manager	0.00	0.00	0.00	1.00	1.00	1.00
Various Funds, Public Works,	Senior Management Analyst	0.00	0.00	1.00	1.00	1.00	1.00
Various Funds, Public Works,	GIS Analyst	0.00	0.00	0.00	1.00	1.00	1.00
Various Funds, Public Works,	Management Analyst	1.00	1.00	0.00	0.00	0.00	0.00
Various Funds, Public Works,	Permit Technician	0.00	0.00	0.00	1.00	1.00	1.00
Various Funds, Public Works,	Administrative Secretary	1.00	1.00	1.00	1.00	1.00	1.00
Various Funds, Public Works,	Engineering Technician	1.00	1.00	0.00	0.00	0.00	0.00
Water & Wastewater Enterprise Funds, Public Works, Utilities	Utilities Manager	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Public Works, Facilities	Facilities Manager	1.00	1.00	1.00	1.00	1.00	1.00
Various Funds, Public Works, Facilities	Facility and Fleet Supervisor	0.00	0.00	0.00	1.00	1.00	1.00
General Fund, Public Works, Facilities	Streets Maintenance Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
General Fund, Public Works, Facilities	Lead Worker Streets/Govt Build.	1.00	1.00	1.00	1.00	0.00	0.00
General Fund, Public Works, Facilities	Park Maintenance Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
General Fund, Public Works, Facilities	Lead Worker Parks	1.00	1.00	1.00	1.00	0.00	0.00
General Fund, Public Works, Facilities	Maintenance Worker II	4.00	5.00	5.00	5.00	5.00	5.00
General Fund, Public Works, Facilities	Maintenance Worker I	5.00	6.00	6.00	6.00	6.00	6.00
Water Enterprise Fund, Public Works, Water	Water Systems Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Water Enterprise Fund, Public Works, Water	Lead Worker Water	1.00	1.00	1.00	1.00	0.00	0.00
Water Enterprise Fund, Public Works, Water	Water Operator I	2.00	2.00	2.00	2.00	2.00	2.00
Water Enterprise Fund, Public Works, Water	Water Operator II	1.00	1.00	1.00	1.00	1.00	1.00
Wastewater Enterprise Fund, Public Works, Wastewater	Wastewater Systems Supervisor	0.00	0.00	0.00	0.00	1.00	1.00
Wastewater Enterprise Fund, Public Works, Wastewater	Lead Worker Wastewater	1.00	1.00	1.00	1.00	0.00	0.00
Wastewater Enterprise Fund, Public Works, Wastewater	Treatment Plant Operator II	4.00	4.00	4.00	4.00	4.00	4.00
Wastewater Enterprise Fund, Public Works, Wastewater	Treatment Plant Operator I	0.00	0.00	0.00	0.00	0.00	0.00
Wastewater Enterprise Fund, Public Works, Wastewater	Regulatory Compliance	1.00	1.00	1.00	1.00	1.00	1.00
Motor Vehicle Replacement Fund, Public Works, Facilities	Fleet Mechanic	1.00	1.00	1.00	1.00	1.00	1.00
Various Funds, Public Works	**Public Works Total**	**30.00**	**32.00**	**32.00**	**35.00**	**35.00**	**35.00**

Accomplishments in Prior Two-Year Budget

Engineering Division

- Palisades and Chumash Park Playground Improvements
- Wadsworth Ave. Storm Drain
- Windward Ave./Reef Ct./Encanto Ave. Storm Drain Project
- Bello Bridge Trail Extension
- Ocean Boulevard Improvement Project
- Spyglass Drive Sidewalk under US 101
- Paving Project
- Oak Park Medical Plaza Parking Lot Repair
- James Way Beautification
- Drainage Master Plan – Heights, Downtown and Shell Beach

Public Facilities

- Police Department Parking Division Annex
- Chapman Estate ADA Restroom Remodel and Addition
- City Hall Exterior Improvements
- City Hall Window Treatments
- Vets Hall Window Replacement
- HVAC Maintenance
- Replace Beach Wheelchairs
- Water Bottle Filling Stations – Palisades and Spyglass Parks

Water

- Install VFDs at Bello Booster Station
- Oak Park Medical Plaza Valve Repairs
- Video Inspection of Well #5 and Well #23
- Replace Pump and Motor at Well #5
- Install Tank Mixer at Shell Beach Tank #2
- Dive Inspection and Condition Report for all remaining City Reservoirs
- Reservoir Vent Rehab for all Steel Tanks per State Recommendations

Wastewater

- Toucan Terrace Pipeline Recoating
- Digester #1 Demolition
- El Portal Outfall Abandonment
- Five Cities Lift Station Fire Response and Repairs

Work Program Highlights for Next Two-year Budget

Engineering

- **City Goal: Public Safety** - Public Safety Facility (In Progress)
- **City Goal: Streets and Infrastructure** - Pavement Management Plan Update (In Progress)
- **City Goal: Streets and Infrastructure** - Pier and Bridge Inspections (In Progress)
- **City Goal: Quality of Life** - James Way Landscaping Electrical Upgrades (In Progress)
- **City Goal: Streets and Infrastructure** - Cliff/Ocean Storm Drain Repair
- **City Goal: Quality of Life** - Cliff/Ocean Utility Undergrounding
- **City Goal: Parking and Circulation -** Dinosaur Caves/Cliff Ave Parking
- **City Goal: Quality of Life** - Ventana Sports Courts
- Pier Avenue Stair Removal
- **City Goal: Streets and Infrastructure** - Shell Beach Road Shared Use Path Phase 2 – Avila Beach Dr. to Spyglass Dr.
- **City Goal: Quality of Life** - Vista Del Mar Stairs Foundation Repair
- **City Goal: Streets and Infrastructure** - Pier Avenue Storm Drain Repair
- ADA Transition Plan Update
- Vision Zero Action Plan
- **City Goal: Streets and Infrastructure** - Price St and Oceanview Ave Improvements
- **City Goal: Parking and Circulation -** 320/330 Main Street Parking Lot
- Speed Survey Update
- **City Goal: Parking and Circulation -** Bello/Price Canyon Intersection and Corridor Study
- **City Goal: Streets and Infrastructure** - Street Maintenance Project (FY 2026)
- **City Goal: Streets and Infrastructure** - Paving and Drainage Project (FY 2027)
- **City Goal: Quality of Life** - Pier Promenade Transformation
- **City Goal: Parking and Circulation -** Butterfly Grove Enhanced Parking and Crosswalk
- **City Goal: Quality of Life** - Price Street and Dolliver Parking Lot Lighting
- **City Goal: Quality of Life** - Shell Beach Sports Courts Lighting

Public Facilities

- **City Goal: Streets and Infrastructure** - Public Facilities Assessment (In Progress)
- **City Goal: Streets and Infrastructure** - Downtown Sidewalk Assessment (In Progress)
- Park Sign Update (In Progress)
- **City Goal: Quality of Life** - Addie Street Restrooms (In Progress)
- **City Goal: Streets and Infrastructure** - Resurface Shell Beach Sports Courts (In Progress)
- **City Goal: Quality of Life** - Dinosaur Caves Sign Electrical Addition
- **City Goal: Quality of Life** - Shell Beach Sports Courts Landscaping (In Progress)
- **City Goal: Quality of Life** - Dinosaur Caves Park Path Enhancements
- **City Goal: Streets and Infrastructure** - Resurface Soft fall at Boosinger Park
- **City Goal: Streets and Infrastructure** - Eldwayen Park Sidewalk Re-route
- Paint Pier Plaza letters (FY 2026)
- Paint Pier Plaza Restroom (FY 2026)

Water

- **City Goal: Water Resources** - Central Coast Blue (In Progress)
- **City Goal: Water Resources** - Charles Street Reservoir Replacement (In Progress)
- Urban Water Management Plan & Water Master Plan Updates
- **City Goal: Water Resources** - New Production Well
- Install remaining VFDs

Wastewater

- **City Goal: Water Resources** - Central Coast Blue (In Progress)
- **City Goal: Streets and Infrastructure** - Clarifier Replacement Project (In Progress)
- **City Goal: Streets and Infrastructure** - Sewer System Master Plan and Sewer Management Plan Updates (In Progress)
- **City Goal: Streets and Infrastructure** - Sunset Palisades Lift Station Rehab and Relocation of Force main in Sea ridge Ct (In Progress)
- **City Goal: Streets and Infrastructure** - Sunset Palisades Lift Station Rehab and Relocation of Force main in Searidge Ct (In Progress)
- Air-vac replacements (ongoing)
- Manhole rehabilitation (ongoing)
- **City Goal: Streets and Infrastructure** - Addie Wet Well Improvements
- Paint Wastewater Building
- Stratford and Wadsworth Relining
- Toucan Terrace Pipeline Relining
- **City Goal: Streets and Infrastructure** - Pismo Oaks Lift Station Rehab
- Install Valve in Addie St. Force Main

Performance Measures: Public Works: Engineering, Facilities, Utilities

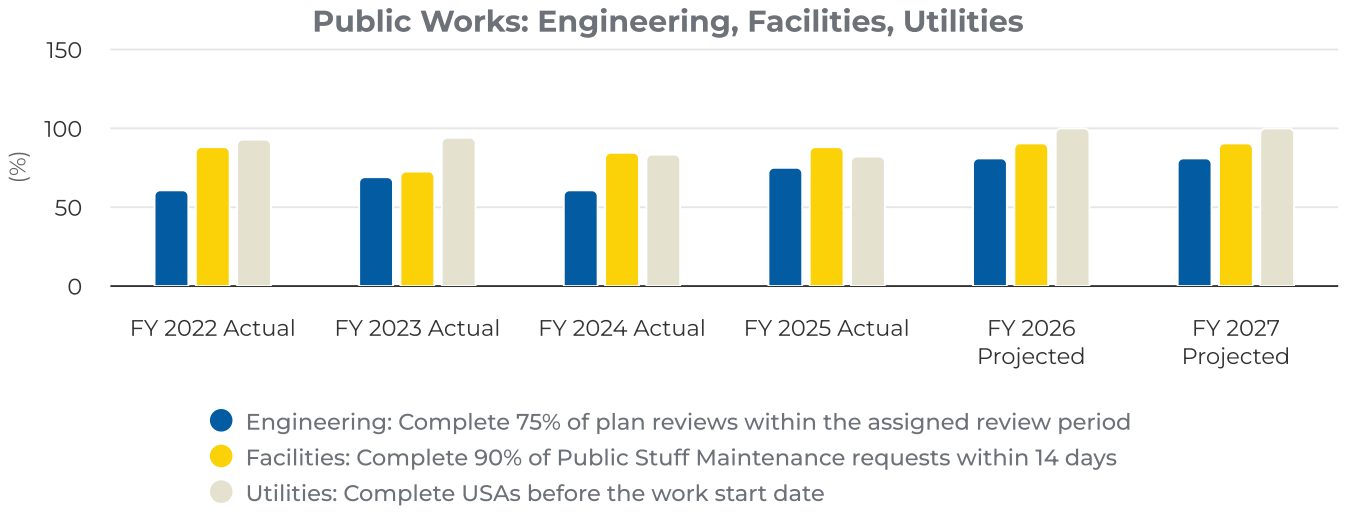
The Engineering Division of the Public Works Department is committed to completing plan reviews within established timelines, based on the type and complexity of each submittal. The Division's goal is to complete at least 75% of all plan reviews within the assigned review period, as tracked through the City's permit management software. **This performance measure contributes towards the City Goals of:**

- **Quality of Life** to provide excellent customer service to the community and ensure development plans meet the City's specifications;

- **Water Resources** to ensure that development includes adequate water supply, meets conservation efforts, and helps contribute towards Central Coast Blue

The Public Works Department's Facilities Division strives to complete Public Stuff (community feedback online platform) maintenance requests sent to Public Works within 14 days. The Facilities Division aims to complete 90% of these requests for maintenance work within 14 days, which is tracked through the City's Public Stuff software. **This performance measure contributes towards the City Goal of Quality of Life** to provide excellent customer service to the community and ensure the community is kept clean and free of litter, trash cans are emptied, public restrooms are serviced, parks and

streets are maintained, beautification standards are met, and the City's facilities are kept in good repair due to ongoing maintenance.



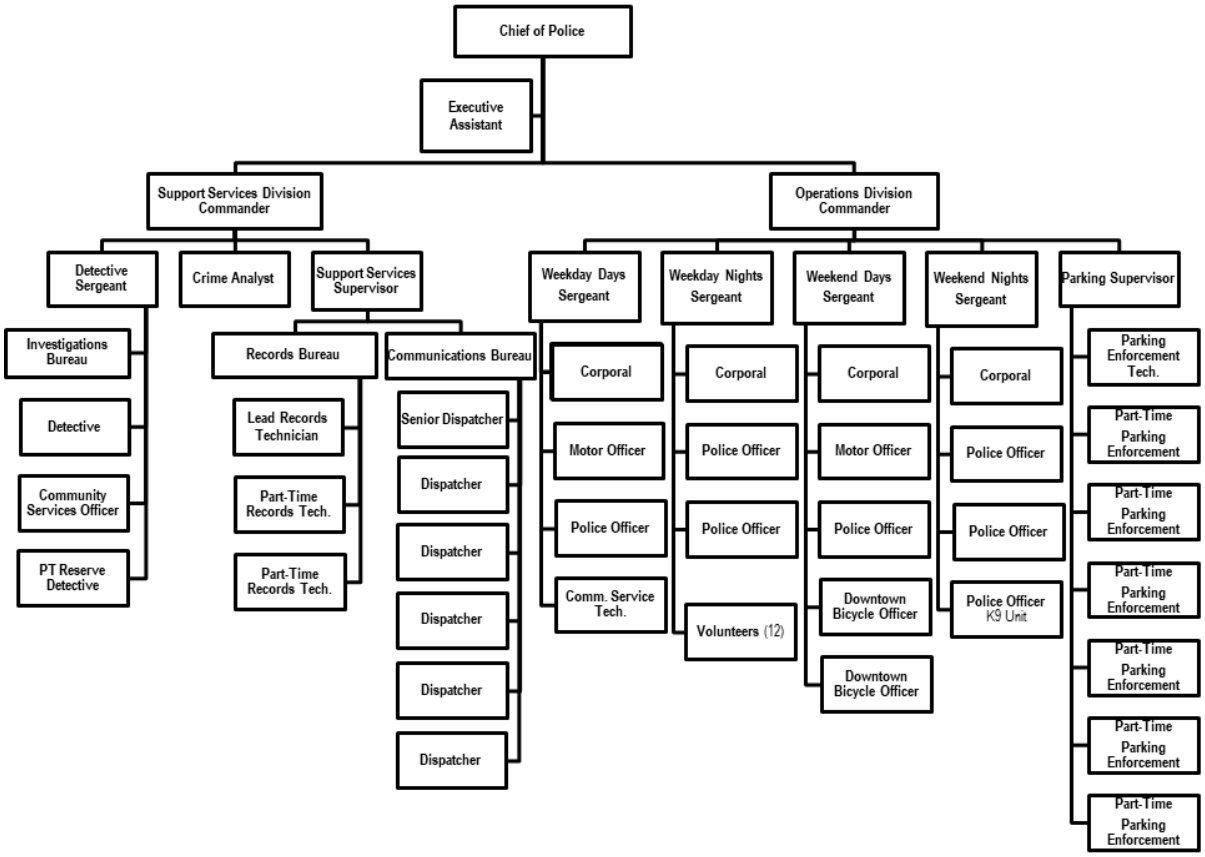
Police

The Police Department provides a multifaceted public safety service that creates an atmosphere and environment of social order and safety. The department places a high value on providing public safety services that significantly contribute to the high quality of life enjoyed by both residents of and visitors to the City. Supporting this objective, the department's policing efforts function under a philosophy of collaboration and partnership with the community. Organizationally, the department consists of two major divisions: Operations and Support. The Operations Division consists of patrol, traffic operations, reserve officers, K-9 Unit, citizen volunteer patrol, and the downtown/special problems unit. The Support Division oversees records, communication center, investigations bureau, training, administrative services, and DARE/crime prevention.

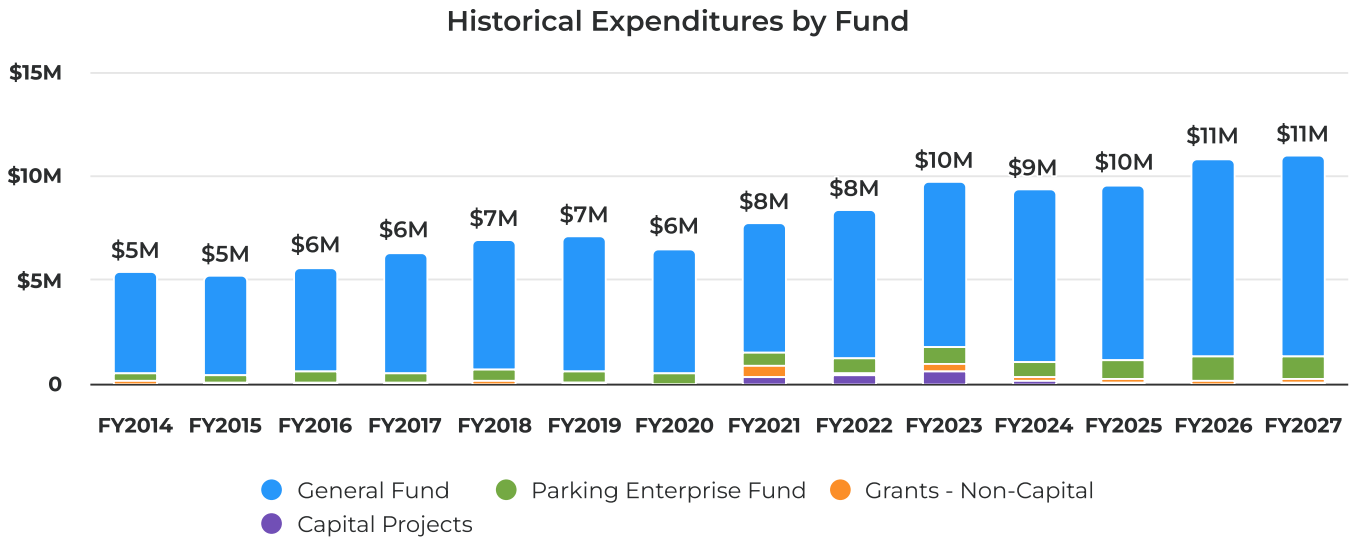
The Police Department also staffs the Parking Division, which is responsible for implementing the goals of the Pismo Beach Parking Management Plan as follows:

- Administer existing parking more efficiently
- Provide more parking to support future demand and downtown businesses
- Improve enforcement and parking management
- Improve financial operations related to parking
- Establish a financing program for a future parking structure
- Implement Phase I of the Parking Management Plan, modified over time to address changes

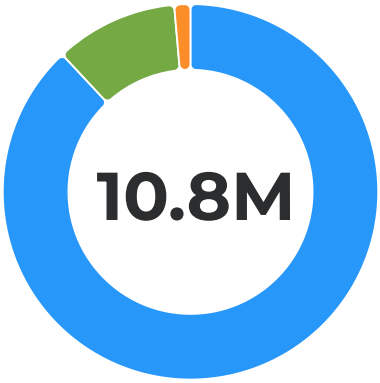
Organizational Chart



Expenditures by Fund

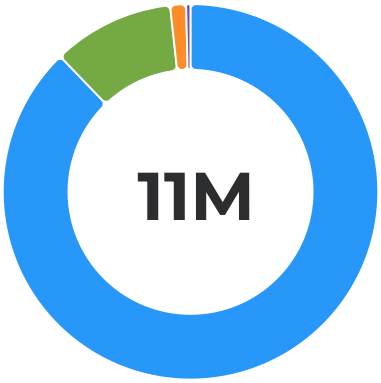


FY26 Expenditures by Fund



General Fund	$9,536,354	88.04%
Parking Enterprise Fund	$1,145,157	10.57%
Grants - Non-Capital	$150,943	1.39%

FY27 Expenditures by Fund



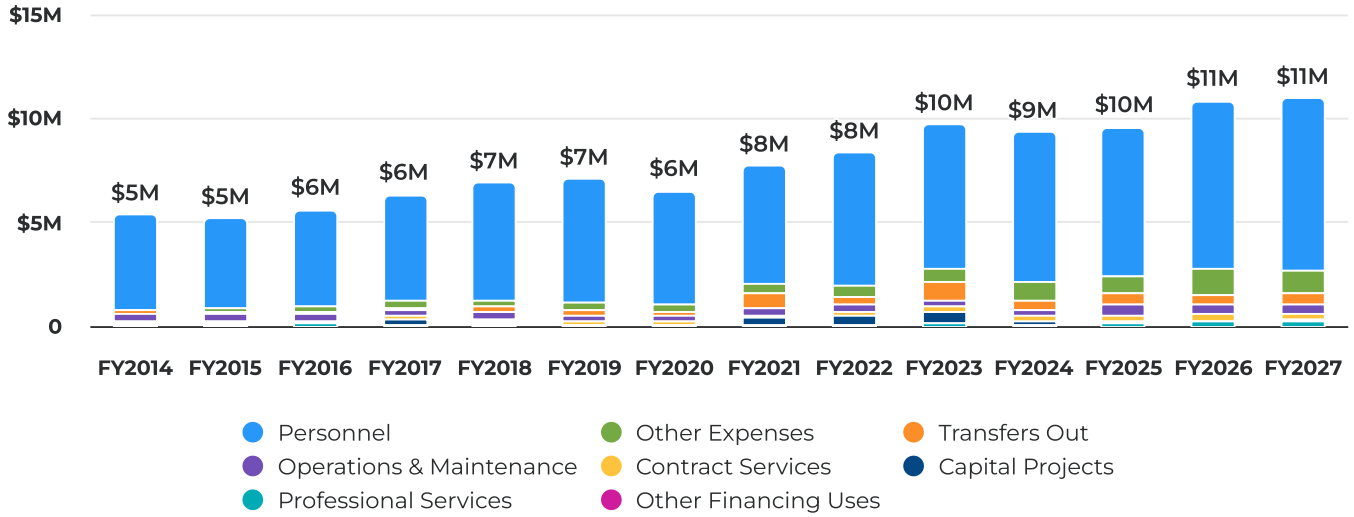
General Fund	$9,628,841	87.81%
Parking Enterprise Fund	$1,145,994	10.45%
Grants - Non-Capital	$150,971	1.38%
Capital Projects	$40,000	0.36%

Expenditures by Fund

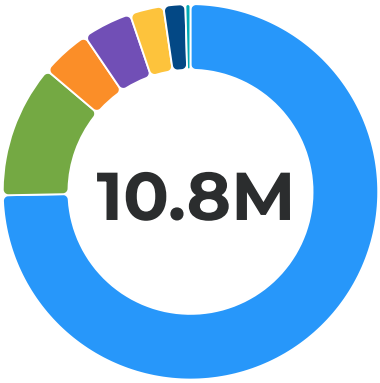
Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$7,104,696	$8,320,262	$7,919,410	$9,564,593	$9,536,354	$9,628,841	-0.30%	0.97%
Grants - Non-Capital	$84,259	$151,145	$366,984	$150,916	$150,943	$150,971	0.02%	0.02%
Capital Projects	$386,144	$145,643	$604,963	$184,788	-	$40,000	-100.00%	-
Parking Enterprise Fund	$755,237	$728,516	$793,121	$1,242,470	$1,145,157	$1,145,994	-7.83%	0.07%
Total Expenditures	**$8,330,336**	**$9,345,564**	**$9,684,478**	**$11,142,767**	**$10,832,454**	**$10,965,806**	**-2.78%**	**1.23%**

Expenditures by Object

Historical Expenditures by Object

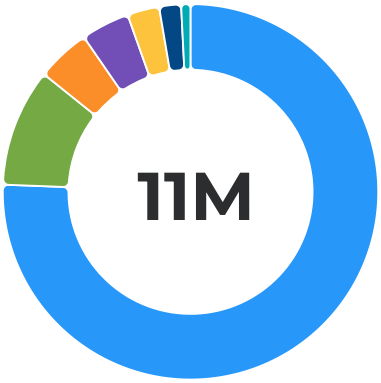


FY26 Expenditures by Object



Personnel	**$8,091,665**	74.70%
Other Expenses	**$1,243,949**	11.48%
Transfers Out	**$466,936**	4.31%
Operations & Maintenance	**$463,388**	4.28%
Contract Services	**$315,916**	2.92%
Professional Services	**$202,600**	1.87%
Capital Projects	**$48,000**	0.44%

FY27 Expenditures by Object

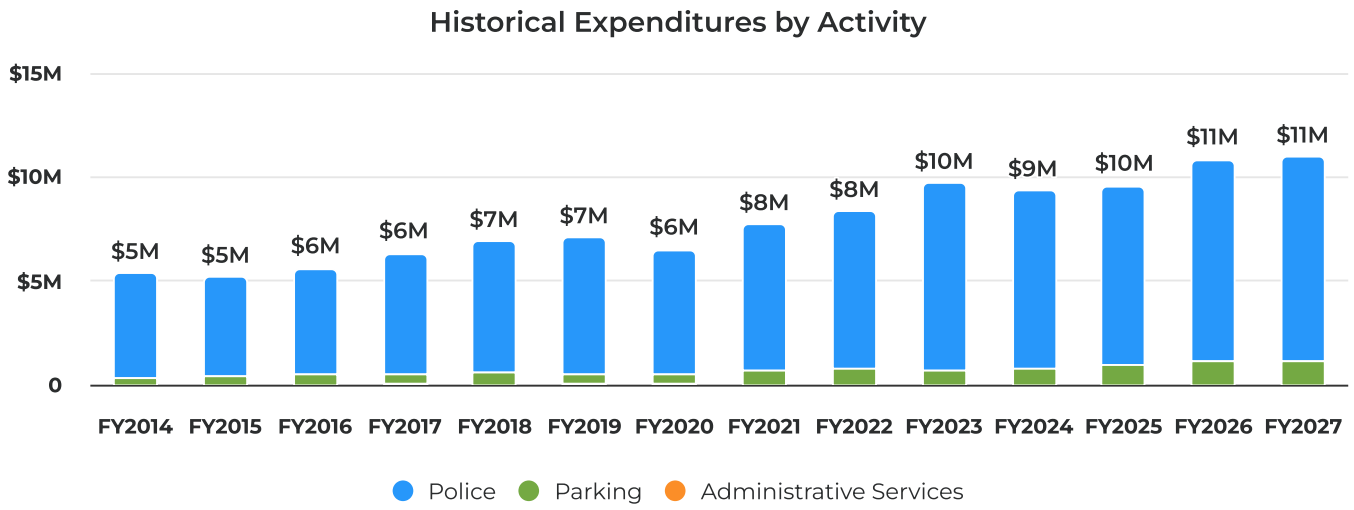


Personnel	**$8,291,838**	75.62%
Other Expenses	**$1,113,877**	10.16%
Transfers Out	**$506,936**	4.62%
Operations & Maintenance	**$457,748**	4.17%
Contract Services	**$300,956**	2.74%
Professional Services	**$206,451**	1.88%
Capital Projects	**$88,000**	0.80%

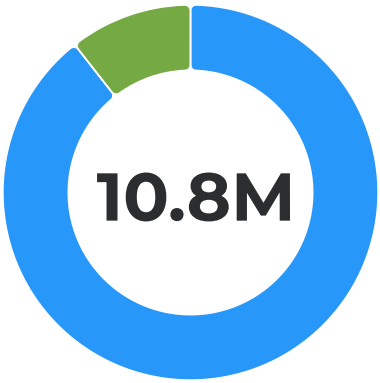
Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$6,364,353	$6,953,293	$7,226,347	$8,040,157	$8,291,838	$8,091,665	0.64%	2.47%
Professional Services	$70,388	$109,772	$84,314	$159,197	$206,451	$202,600	27.26%	1.90%
Contract Services	$233,258	$224,248	$195,406	$454,199	$300,956	$315,916	-30.45%	-4.74%
Operations & Maintenance	$368,450	$294,832	$299,321	$576,903	$457,748	$463,388	-19.68%	-1.22%
Other Expenses	$529,475	$626,122	$929,789	$1,020,031	$1,113,877	$1,243,949	21.95%	-10.46%
Capital Projects	$386,144	$604,963	$184,395	$225,768	$88,000	$48,000	-78.74%	83.33%
Transfers Out	$378,267	$871,248	$425,993	$666,512	$506,936	$466,936	-29.94%	8.57%
Total Expenditures	**$8,330,336**	**$9,684,478**	**$9,345,564**	**$11,142,767**	**$10,965,806**	**$10,832,454**	**-2.78%**	**1.23%**

Expenditures by Activity

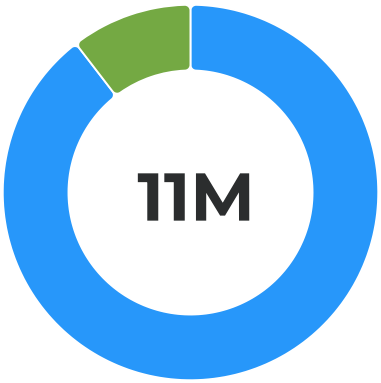


FY26 Expenditures by Activity



Police	**$9,687,297**	89.43%
Parking	**$1,145,157**	10.57%

FY27 Expenditures by Activity



Police	**$9,819,812**	89.55%
Parking	**$1,145,994**	10.45%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Police	$7,575,099	$8,992,211	$8,617,049	$9,900,297	$9,687,297	$9,819,812	-2.15%	1.37%
Personnel	$6,126,270	$6,702,858	$6,977,088	$7,651,999	$7,710,150	$7,906,599	0.76%	2.55%
Professional Services	$67,346	$76,394	$80,752	$150,559	$193,962	$197,813	28.83%	1.99%
Contract Services	$159,667	$153,521	$181,320	$416,471	$278,171	$263,611	-33.21%	-5.23%
Operations & Maintenance	$344,849	$264,040	$280,555	$401,360	$363,946	$357,498	-9.32%	-1.77%
Other Expenses	$234,856	$319,188	$487,463	$541,960	$700,498	$573,721	29.25%	-18.10%
Capital Projects	$386,144	$604,963	$184,395	$194,291	-	$40,000	-100.00%	-
Transfers Out	$255,967	$871,248	$425,476	$543,657	$440,570	$480,570	-18.96%	9.08%
Parking	$755,237	$692,267	$728,516	$1,242,470	$1,145,157	$1,145,994	-7.83%	0.07%
Personnel	$238,082	$250,435	$249,259	$388,158	$381,515	$385,239	-1.71%	0.98%
Professional Services	$3,042	$33,378	$3,562	$8,638	$8,638	$8,638	0.00%	0.00%
Contract Services	$73,592	$70,727	$14,086	$37,728	$37,745	$37,345	0.05%	-1.06%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Operations & Maintenance	$23,601	$30,793	$18,766	$175,544	$99,442	$100,250	-43.35%	0.81%
Other Expenses	$294,620	$306,934	$442,325	$478,071	$543,451	$540,156	13.68%	-0.61%
Capital Projects	-	-	-	$31,477	$48,000	$48,000	52.49%	0.00%
Transfers Out	$122,300	-	$517	$122,855	$26,366	$26,366	-78.54%	0.00%
Total Expenditures	**$8,330,336**	**$9,684,478**	**$9,345,564**	**$11,142,767**	**$10,832,454**	**$10,965,806**	**-2.78%**	**1.23%**

Staffing Levels

Fund, Department, Division	Positions	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
General Fund, Police, Operations	Police Chief	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Police, Operations	Police Commander	2.00	2.00	2.00	2.00	2.00	2.00
Parking Enterprise Fund, Police, Parking	Parking Supervisor	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Police, Operations	Police Corporal	4.00	4.00	4.00	4.00	4.00	4.00
General Fund, Police, Operations	Police Sergeant	5.00	5.00	5.00	5.00	5.00	5.00
General Fund, Police, Operations	Police Officer	10.00	11.00	11.00	11.00	11.00	11.00
General Fund/COPs Grant, Police, Operations	Police Officer - Grant	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Police, Operations	Community Services Officer	0.00	0.00	0.00	1.00	1.00	1.00
General Fund, Police, Operations	Community Services Technician	0.00	0.00	0.00	1.00	1.00	1.00
General Fund, Police, Support	Support Services Supervisor	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Police, Support	Crime Analyst	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Police, Support	Dispatcher/Records Technician	9.00	9.00	9.00	5.00	5.00	5.00
General Fund, Police, Support	Senior Public Safety Dispatcher	1.00	1.00	1.00	1.00	1.00	1.00
General Fund, Police, Support	Executive Assistant	0.00	0.00	1.00	1.00	1.00	1.00
General Fund, Police, Support	Administrative Secretary	1.00	1.00	0.00	0.00	0.00	0.00
General Fund, Police, Support	Lead Records Coordinator	0.00	0.00	1.00	1.00	1.00	1.00
General Fund, Police, Support	Police Records Technician	0.00	1.00	0.00	0.00	0.00	0.00
Parking Enterprise Fund, Police, Parking	Parking Enforcement Officer	0.00	1.00	1.00	1.00	1.00	1.00
	POLICE TOTAL:	**37.00**	**40.00**	**40.00**	**38.00**	**38.00**	**38.00**

Accomplishments in Prior Two-Year Budget

Police Operations and Support

City Goal: Maintain a Focus on Public Safety

- Awarded CALEA Accreditation – Successfully advanced through the 3rd and 4th years of the Law Enforcement and Communications re-accreditation, sustaining continuous accreditation since 2007.
- Expanded Community Camera Program – Added new modular community cameras at priority locations identified through needs assessments, increasing coverage in vulnerable and high-profile areas. The enhanced network now supports traffic monitoring, emergency planning, criminal investigations, and crime reduction efforts.
- Enhanced Officer Wellness Program – Applied California Board of State and Community Corrections Officer Wellness Grant funding to expand officer wellness resources and initiatives.
- Implemented Satellite Internet Capability – Acquired and deployed high-speed satellite internet for the Mobile Command Vehicle, ensuring reliable communications during large-scale events and critical incidents where cellular service is degraded.
- Achieved DUI Enforcement Goals – Completed the Office of Traffic Safety DUI Grant program, meeting all targets for specialized training, DUI patrols/checkpoints, and traffic enforcement.
- Deployed Electronic Ticketing System – Implemented an OIS platform-based e-citation system, including the purchase of iPhone patrol phones, printers, protective cases, and chargers. The system has improved efficiency, reduced errors, and fully integrated with the RMS upgrade.
- Upgraded Body-Worn and In-Car Cameras – Replaced end-of-life body-worn and in-car cameras with new models, maintaining transparency and evidentiary quality for investigations.
- Installed 22 new License Plate Readers (LPRs) strategically throughout the city, enhancing investigative capabilities and contributing to both crime deterrence and successful case resolutions.
- Researched, procured, and implemented the state-of-the-art InTime electronic scheduling system, streamlining shift management, improving operational efficiency, and enhancing schedule accessibility for officers.

Parking

City Goal: Traffic, Circulation, and Parking

- Completed the Parking Management Plan.
- Maintained and improved the citation records and fine collection system.
- Identified and evaluated opportunities for additional parking throughout the city.
- Completed the Price Street parking meter installation project.
- Conducted a comprehensive evaluation of paid parking along Dolliver Street following the Caltrans transfer to the City.

Work Program Highlights for Next Two-Year Budget

Police Operations and Support

City Goal: Public Safety

- Procure and deploy the latest Axon Taser 10 devices to all sworn personnel, enhancing officer safety, expanding de-escalation capabilities, and ensuring our department remains equipped with cutting-edge less-lethal technology.
- Administer the Cannabis Tax Fund Grant Program (CTFGP), securing over $300,000 in funding to enhance public safety through targeted overtime saturation patrols, advanced officer training in impaired driving enforcement, and the acquisition of a new Ford F-150 dedicated to DUI enforcement efforts.
- Implement the Office of Traffic Safety (OTS) DUI Grant, securing approximately $30,000 to support DUI checkpoints and targeted saturation enforcement operations.
- Support the transition to the department's new facility by addressing operational and equipment needs, ensuring the location is fully outfitted to enhance efficiency, accommodate growth, and provide a modern, functional workspace for personnel.

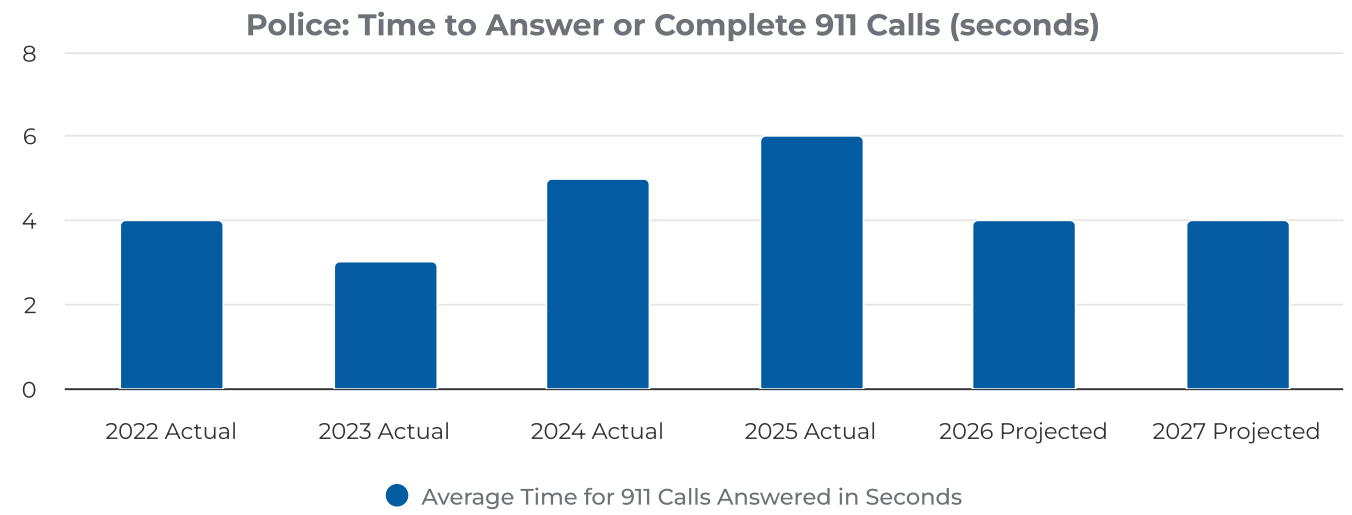
Parking

City Goal: Parking & Circulation

- Replace and upgrade parking meters throughout the downtown corridor, improving reliability, enhancing user convenience, and supporting efficient parking management.
- Research and implement the consolidation of parking operations under a single company to manage both enforcement and billing, streamlining processes and integrating current technology for improved efficiency and service delivery.
- Replace and replenish parking enforcement supplies, as well as parts inventory for meters and kiosks, to ensure reliable operation and uninterrupted service in high-demand areas.
- Recruit and deploy additional part-time parking enforcement officers to enhance coverage, improve compliance, and provide a visible presence in high-traffic areas. These additional personnel will support efficient turnover of parking spaces, promote equitable access, and ensure consistent enforcement across the city.

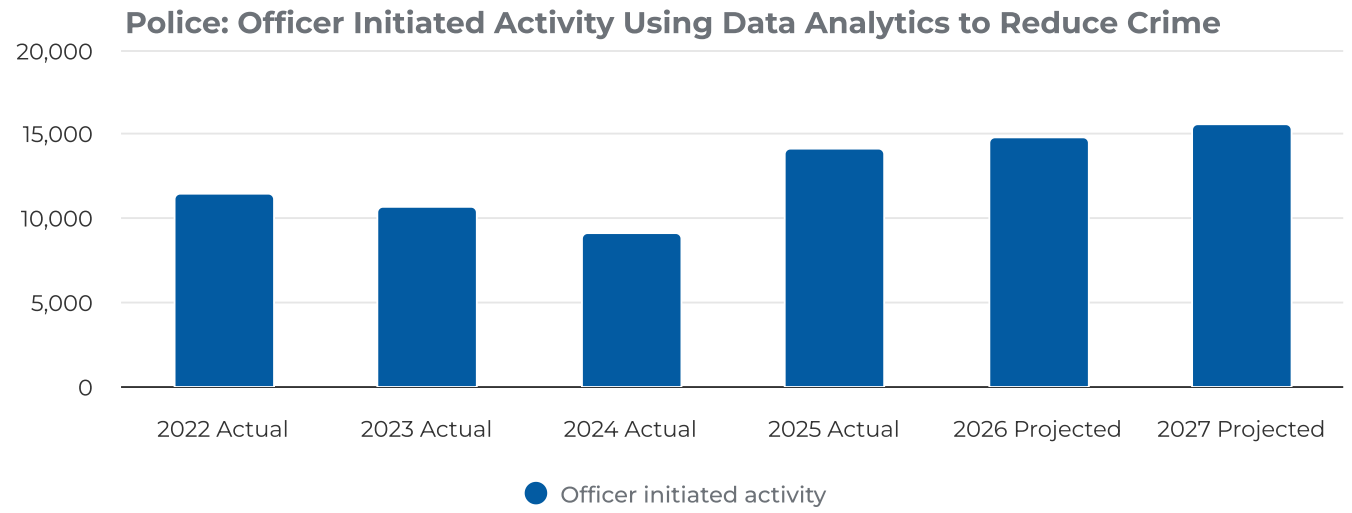
Performance Measure: Police Time to Answer 911 Calls

The Police Department Operations Division strives to provide the highest level of communication service to exceed the needs of callers by ensuring prompt dispatch services by maintaining or exceeding Cal OES 911 call time standards of 15 seconds. The Department uses technology and the computer-aided dispatch system to efficiently track and route pertinent information correctly. The Department aims to meet or exceed the national standard. **This performance measure contributes towards the City Goal of Public Safety to address and respond to calls for service efficiently.**



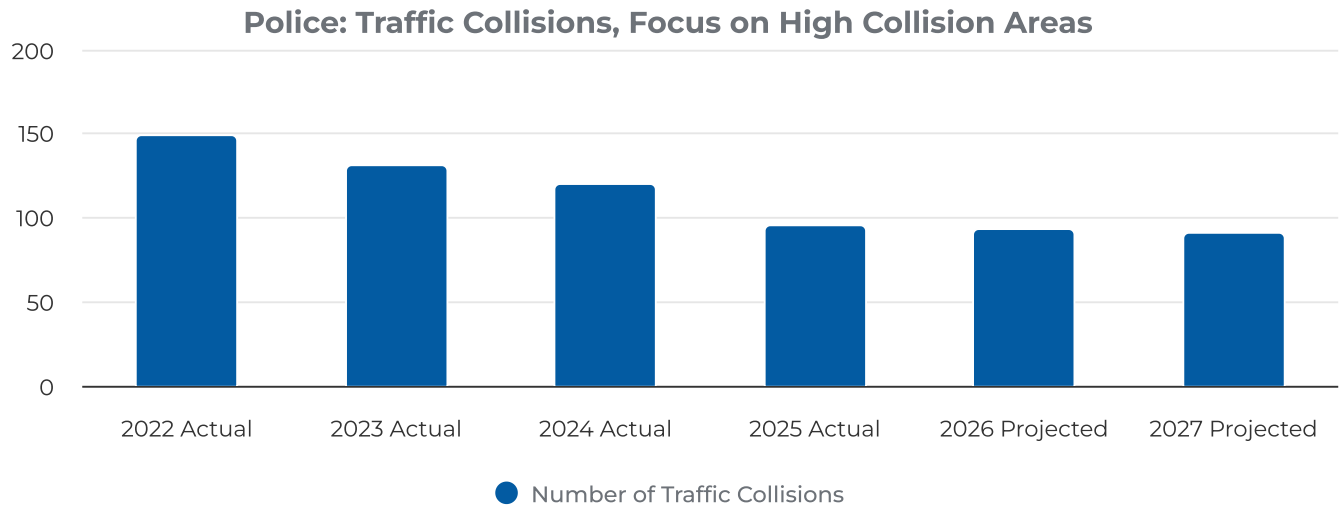
Performance Measure: Police Officer Initiated Activity to Reduce Crime

The Police Department Operations Division strives to reduce crime through intelligence-led policing by increasing its proactive officer-initiated activity. The Department focuses patrol operation resources on high crime areas through the use of data analytics. The Department aims to increase its officer initiated activity by 5% each year. **This performance measure contributes towards the City Goal of Public Safety to help reduce crime.**



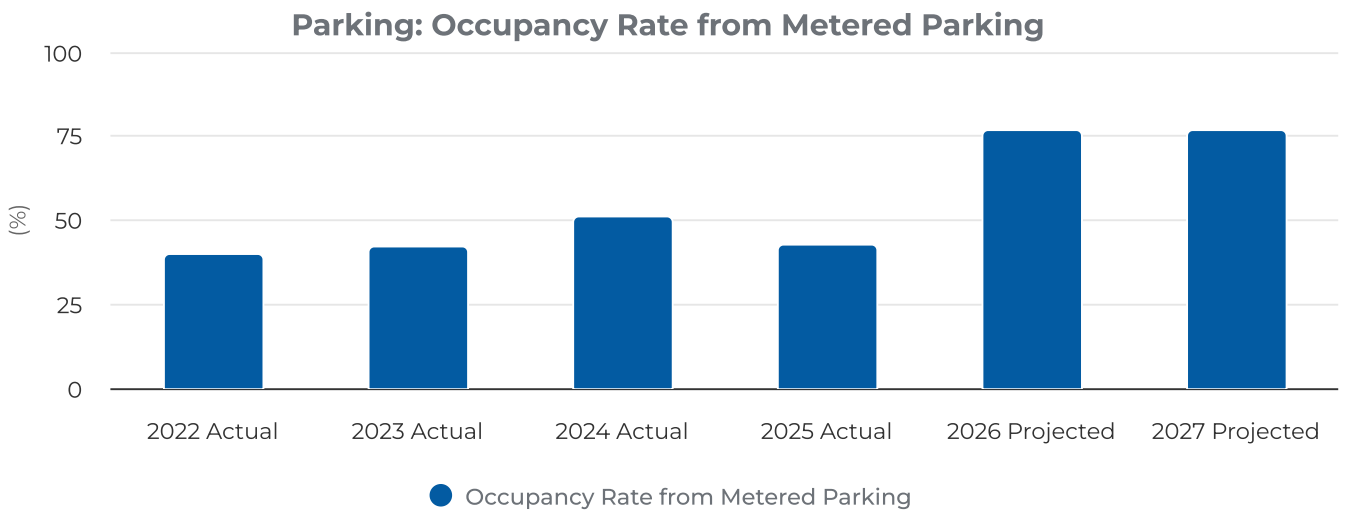
Performance Measures: Police: Traffic Collisions

The Police Department Operations Division strives to provide a high level of traffic safety within the City. The Department conducts selective traffic enforcement, focusing on primary collision factors in high collision areas. The Department aims to decrease traffic collisions by 2% each year. **This performance measure contributes towards the City Goal of Public Safety to help improve traffic safety.**



Performance Measure: Parking, Metered Parking Occupancy Rate

The Police Department Parking Division implements demand-based pricing for its parking meters to ensure no more than 85% of metered parking is occupied so that there is available parking. Metered parking occupancy rates fluctuate throughout the year depending on the season and various events. The Department reviews monthly occupancy rates and adjusts the hourly parking rate to increase parking meter usage using data analytics. **This performance measure contributes towards the City Goal of Parking and Circulation by helping visitors reduce traffic and improve circulation by providing available parking. The demand-based pricing helps the Parking Division to meet its objectives.**


Parking: Occupancy Rate from Metered Parking
100
75
50
25
0
(%)
2022 Actual
2023 Actual
2024 Actual
2025 Actual
2026 Projected
2027 Projected
Occupancy Rate from Metered Parking

Fire

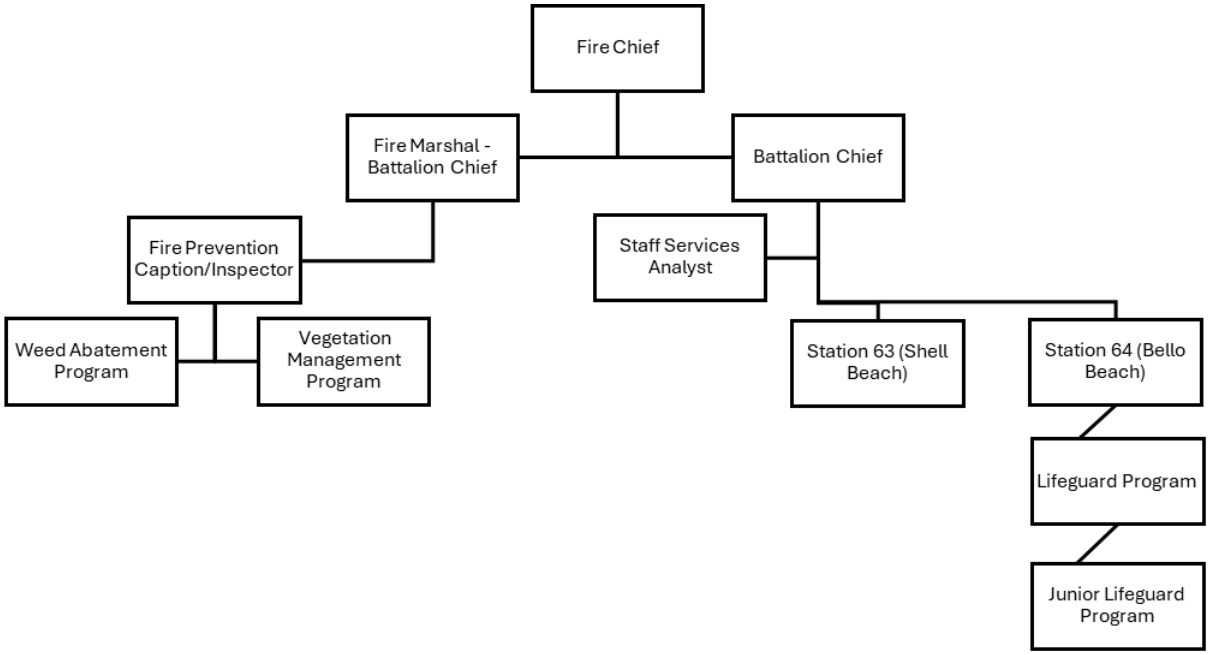
The Fire Department is responsible for protecting life, property, and the environment. The primary services the Fire Department provides include responding to emergency medical incidents, traffic collisions, hazardous material responses, fires, and rescues. Staff also provides fire prevention, enforcement, and public education services. Seasonally, the department is responsible for the provision of lifeguard services along the beach and weed abatement as a wildfire safety precaution.

The Fire Operations Division is responsible for the staffing and operation of two fire stations within the City–-the Bello Street Fire Station (#64) and the Shell Beach Fire Station (#63). The primary services provided include responding to emergency medical incidents, traffic collisions, hazardous material incidents, fires, and rescues. Staff also provides fire prevention, enforcement, and public education services. Fire services are currently provided through a contract with Cal Fire (California Department of Forestry and Fire Protection), with paid staff operating out of both the Bello Street (#64) and Shell Beach (#63) Fire Stations.

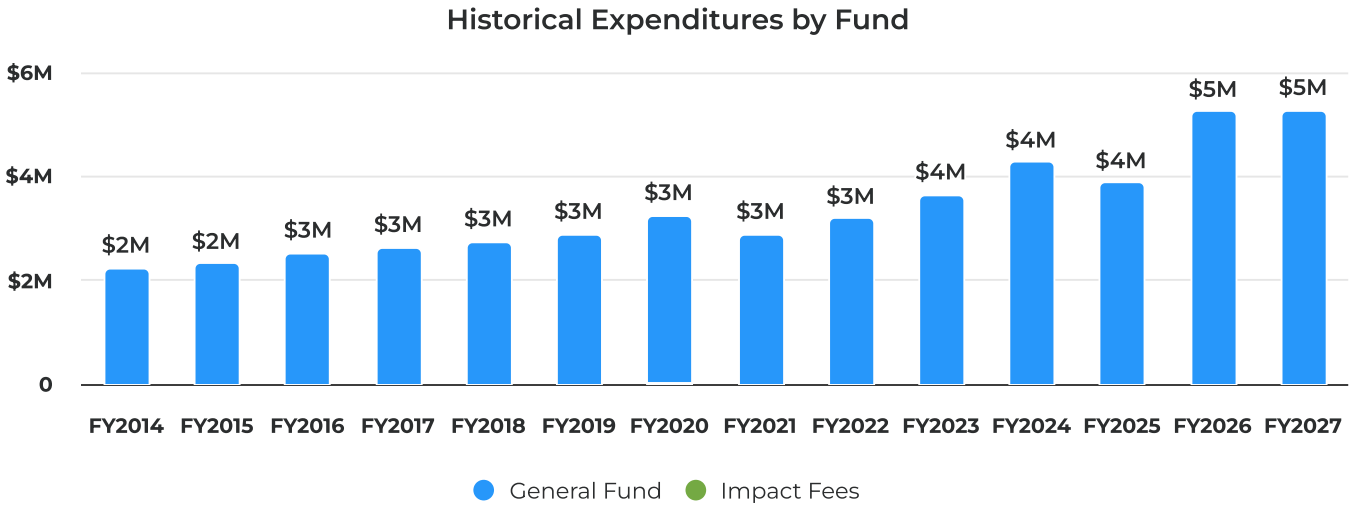
The Weed Abatement program is responsible for managing vegetation to assist in mitigating fire hazards in the interface between urban and wildland areas. To achieve this goal, specific responsibilities include: inspecting the entire city each spring for designated fire hazards; notifying affected property owners and giving them the opportunity to remove the hazards on their own; administering the bid process to hire a contractor to remove hazards on City property and on private property where the property owner does not mitigate hazards by the established deadline; and preparing and submitting property tax bill liens for reimbursement of the City's costs of removing fire hazards on private property.

The Lifeguard Program is responsible for providing elevated life and beach safety to the residents of and visitors to Pismo Beach. To meet this responsibility, five lifeguard towers are staffed throughout the tourist season from Memorial Day through Labor Day. Staff within this program are, likewise, actively involved in administering and supervising the Junior Lifeguard program.

Organizational Chart



Expenditures by Fund



FY26 Expenditures by Fund



General Fund **$5,248,558** 100.00%

FY27 Expenditures by Fund



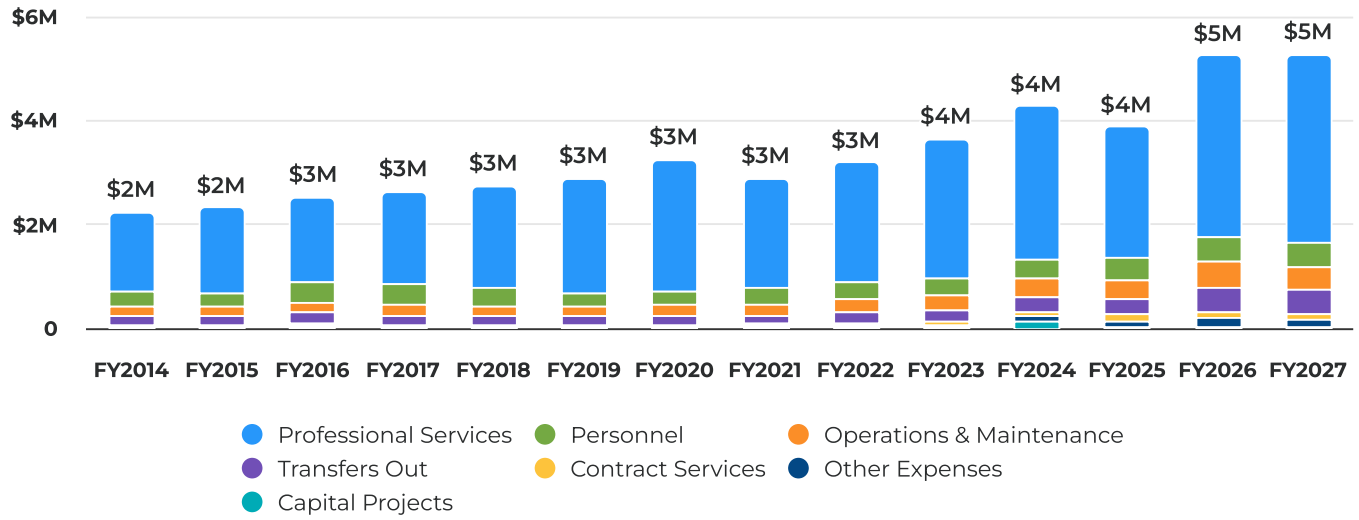
General Fund **$5,264,169** 100.00%

Expenditures by Fund

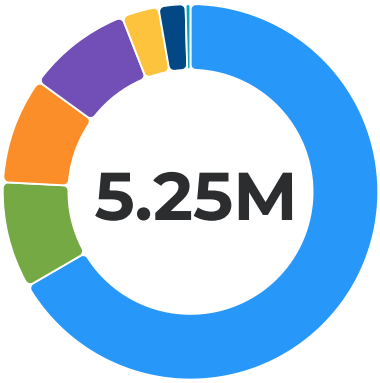
Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
General Fund	$3,181,291	$4,283,070	$3,645,896	$3,881,851	$5,248,558	$5,264,169	35.21%	0.30%
Total Expenditures	**$3,181,291**	**$4,283,070**	**$3,645,896**	**$3,881,851**	**$5,248,558**	**$5,264,169**	**35.21%**	**0.30%**

Expenditures by Object

Historical Expenditures by Object

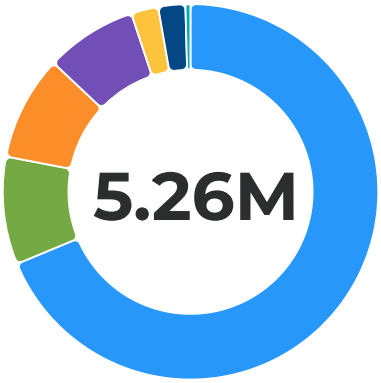


FY26 Expenditures by Object



Professional Services	**$3,496,367**	66.62%
Personnel	**$483,266**	9.21%
Operations & Maintenance	**$481,846**	9.18%
Transfers Out	**$474,757**	9.05%
Other Expenses	**$168,352**	3.21%
Contract Services	**$121,770**	2.32%
Capital Projects	**$22,200**	0.42%

FY27 Expenditures by Object

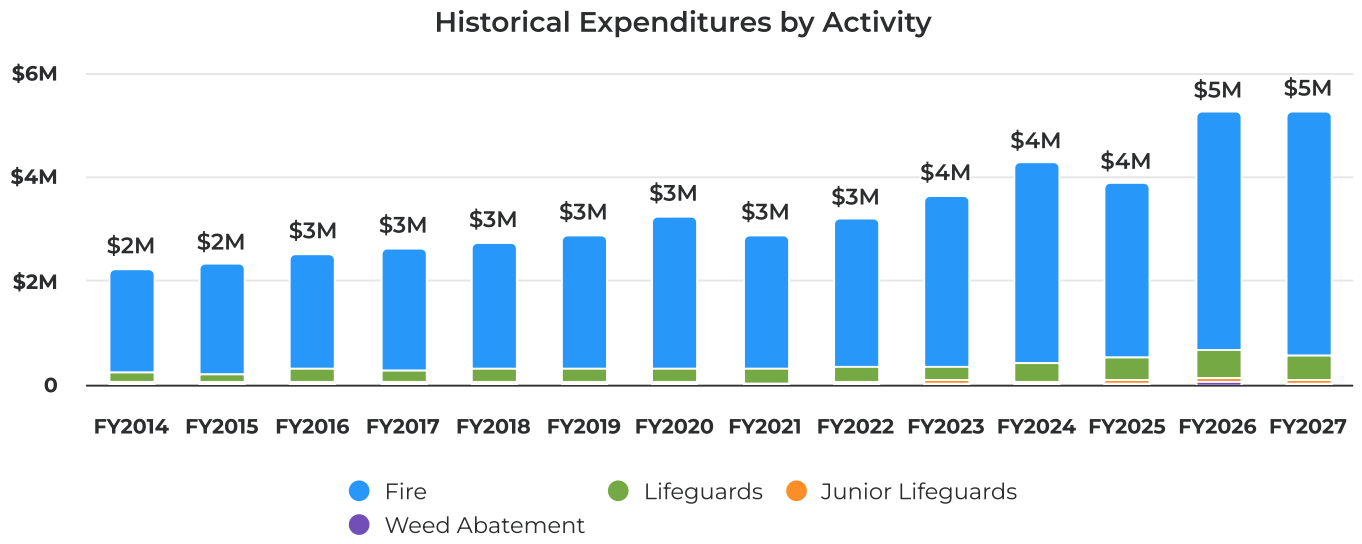


Professional Services	**$3,618,037**	68.73%
Personnel	**$488,602**	9.28%
Transfers Out	**$474,757**	9.02%
Operations & Maintenance	**$414,384**	7.87%
Contract Services	**$123,070**	2.34%
Other Expenses	**$122,319**	2.32%
Capital Projects	**$23,000**	0.44%

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Personnel	$318,466	$329,061	$353,728	$415,588	$488,602	$483,266	16.28%	1.10%
Professional Services	$2,312,656	$2,686,927	$2,961,764	$2,528,377	$3,618,037	$3,496,367	38.29%	3.48%
Contract Services	$61,304	$82,449	$87,586	$107,130	$123,070	$121,770	13.67%	1.07%
Operations & Maintenance	$241,824	$282,156	$355,877	$364,590	$414,384	$481,846	32.16%	-14.00%
Other Expenses	$33,591	$38,937	$103,964	$130,190	$122,319	$168,352	29.31%	-27.34%
Capital Projects	$10,558	$17,226	$116,347	$23,066	$23,000	$22,200	-3.75%	3.60%
Transfers Out	$202,892	$209,141	$303,804	$312,910	$474,757	$474,757	51.72%	0.00%
Total Expenditures	**$3,181,291**	**$3,645,896**	**$4,283,070**	**$3,881,851**	**$5,264,169**	**$5,248,558**	**35.21%**	**0.30%**

Expenditures by Activity

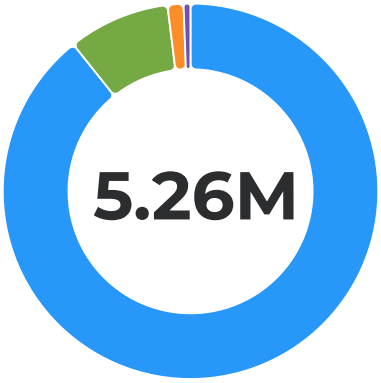


FY26 Expenditures by Activity



Fire	**$4,595,776**	87.56%
Lifeguards	**$509,364**	9.70%
Junior Lifeguards	**$71,918**	1.37%
Weed Abatement	**$71,500**	1.36%

FY27 Expenditures by Activity



Fire	**$4,700,256**	89.29%
Lifeguards	**$460,495**	8.75%
Junior Lifeguards	**$71,918**	1.37%
Weed Abatement	**$31,500**	0.60%

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Fire	$2,854,455	$3,293,787	$3,861,203	$3,376,315	$4,595,776	$4,700,256	36.12%	2.27%
Personnel	$134,531	$146,867	$136,138	$144,896	$163,769	$169,100	13.03%	3.26%
Professional Services	$2,312,656	$2,686,927	$2,961,764	$2,528,377	$3,496,367	$3,618,037	38.29%	3.48%
Contract Services	$39,925	$51,411	$70,554	$71,005	$85,795	$87,095	20.83%	1.52%
Operations & Maintenance	$155,326	$179,606	$217,727	$251,338	$299,398	$274,628	19.12%	-8.27%
Other Expenses	$22,302	$26,192	$82,332	$83,445	$95,193	$96,142	14.08%	1.00%
Capital Projects	$5,490	$12,779	$114,768	$11,000	$14,700	$14,700	33.64%	0.00%
Transfers Out	$184,224	$190,006	$277,920	$286,254	$440,554	$440,554	53.90%	0.00%
Weed Abatement	$20,292	$30,942	$15,520	$31,500	$71,500	$31,500	126.98%	-55.94%
Contract Services	$20,292	$30,532	$14,544	$30,500	$30,500	$30,500	0.00%	0.00%

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Operations & Maintenance	-	$410	$976	$1,000	$41,000	$1,000	4,000.00%	-97.56%
Lifeguards	$282,140	$263,692	$367,124	$405,300	$509,364	$460,495	25.68%	-9.59%
Personnel	$179,351	$155,901	$217,591	$236,061	$284,034	$284,039	20.32%	0.00%
Contract Services	$1,087	$506	$2,487	$5,625	$5,475	$5,475	-2.67%	0.00%
Operations & Maintenance	$67,384	$71,876	$99,111	$79,177	$106,023	$103,331	33.91%	-2.54%
Other Expenses	$10,583	$11,827	$20,472	$45,715	$72,129	$25,147	57.78%	-65.14%
Capital Projects	$5,068	$4,447	$1,579	$12,066	$7,500	$8,300	-37.84%	10.67%
Transfers Out	$18,668	$19,135	$25,884	$26,656	$34,203	$34,203	28.31%	0.00%
Junior Lifeguards	$24,403	$57,474	$39,223	$68,736	$71,918	$71,918	4.63%	0.00%
Personnel	$4,583	$26,293	-	$34,631	$35,463	$35,463	2.40%	0.00%
Operations & Maintenance	$19,114	$30,263	$38,064	$33,075	$35,425	$35,425	7.11%	0.00%
Other Expenses	$706	$918	$1,160	$1,030	$1,030	$1,030	0.00%	0.00%
Total Expenditures	**$3,181,291**	**$3,645,896**	**$4,283,070**	**$3,881,851**	**$5,248,558**	**$5,264,169**	**35.21%**	**0.30%**

Accomplishments in Prior Two-Year Budget

- Continue to work with City staff and Contractors on construction of new Public Safety Facility.
- Purchased Fire Engine and placed into service
- Received Lifeguard Tower and placed into service
- Updated State Equipment Typing of Rescue 64
- Implemented Vegetation Management Projects at Bluffs/Cave VMP, Chumash Park VMP, Ontario VMP, Pismo Preserve VMP, Squire/Shell Beach tie-in, Lighthouse RX, Gragg Canyon VMP and RX

Work Program Highlights for Next Two-Year Budget

City Goal: Public Safety

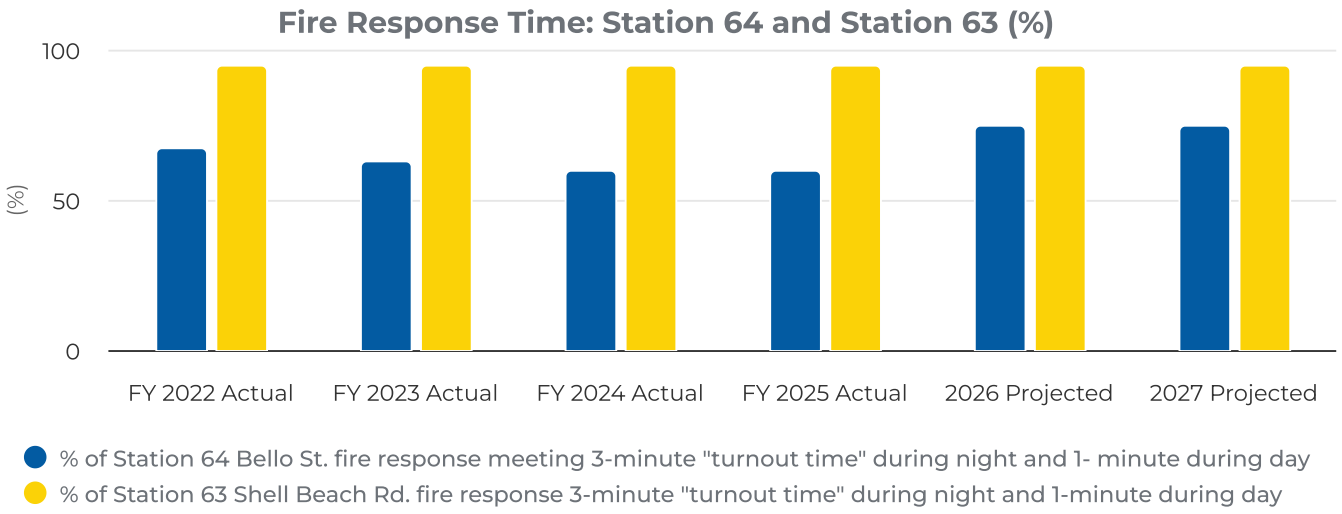
- Purchase Stokes Litter Wheel for Rescue 64
- Purchase new Rescue 64
- Purchase new Cart 64
- Purchase new Boat 64
- Junior Lifeguard Scholarship
- Community Risk Reduction Public Education Mailer
- Secure grant funding for Heights VMP
- Continue Vegetation Management Projects (VMP) including Regional Projects for:
    - Heights VMP
    - 1000 Hills VMP
    - Ontario Ridge VMP
    - Pismo Preserve VMP
    - Gragg Canyon VMP and RX

Performance Measure: Fire Response Time

The Fire Department's Fire Prevention Division provides emergency response within designated times set by the National Fire Protection Association (NFPA). The NFPA industry standard response time is a 3-minute "turnout time" during the night and 1-minute during the day. **This performance measure contributes towards the City Goals of:**

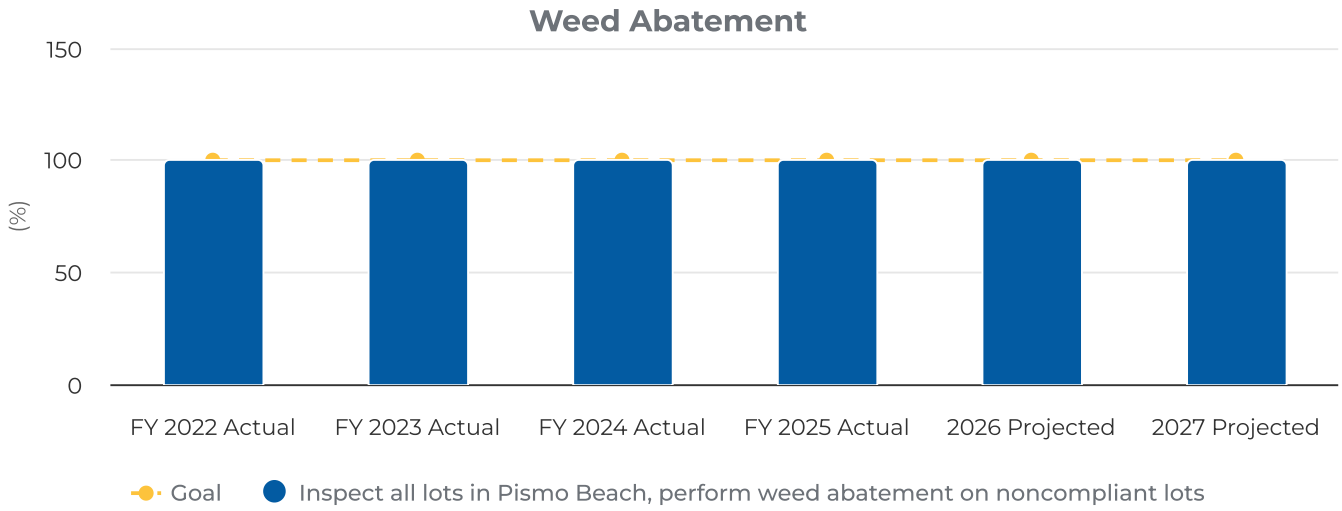
- **Public Safety** by helping residents, visitors, public and private facilities, and open spaces be safe from fire and helping our residents and visitors have a high level of emergency response.
- **Quality of Life** to provide excellent customer service to the community and fire and emergency medical response times preserve quality of life for residents.

Until the Public Safety Facility is completed in the latter half of FY 2026, Fire staff anticipate slightly longer response times from Station 64 during FY 2026. During this temporary period, operations are split among multiple buildings, with living quarters separate from the apparatus bay, resulting in additional time needed to respond to emergencies.



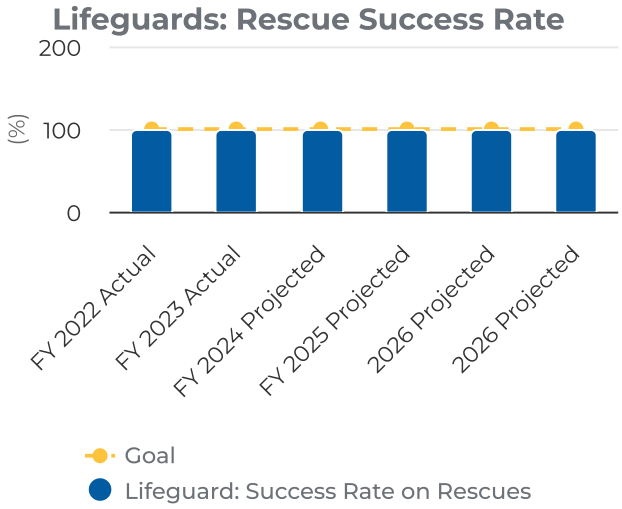
Performance Measure: Weed Abatement for Fire Prevention

The Fire Department's Fire Prevention Division Weed Abatement Program includes the proactive inspection of all lots in Pismo Beach and performs weed abatement on all non-compliant lots. **This performance measure contributes towards the City Goal of Public Safety** by helping residents, visitors, public and private facilities, and open spaces be safe from fire. The objective is to inspect all 4,600 lots and ensure compliance. The Fire Department anticipates continuing to maintain its 100% success rate.



Performance Measure: Lifeguard Rescue Success Rate

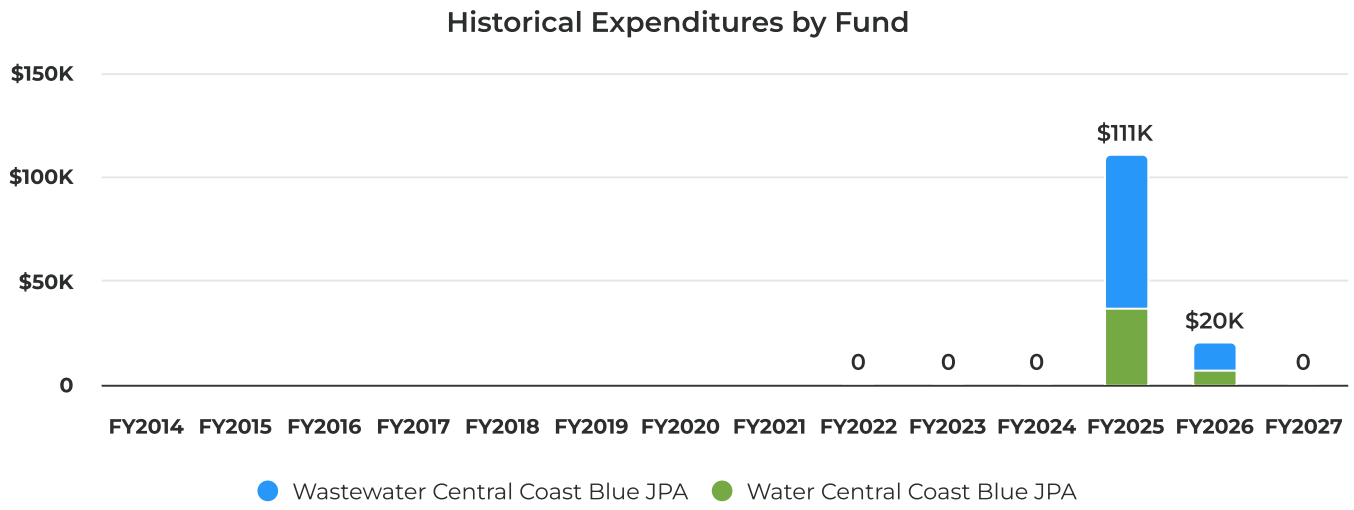
The Fire Department's Lifeguard Program aims to staff and manage the City of Pismo Beach Lifeguard Program, maintain lifeguard skills and proficiency that meet or exceed USLA standards, and educate the public regarding beach and water safety. In order to keep the public safe while in the surf zone by preventing any irreversible injury, the lifeguards track a daily log of the success rate of all rescues, which is 100%. **This performance measure contributes towards the City Goal of Public Safety** by keeping the public safe while in the surf zone by preventing any irreversible injury.



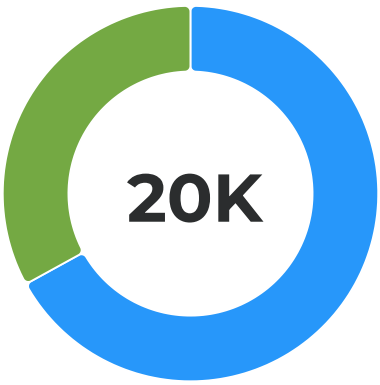
Central Coast Blue JPA

The Central Coast Blue Regional Recycled Water Authority (Central Coast Blue JPA) was formed in September 2022 under a Joint Exercise of Powers Agreement between the City of Pismo Beach, the City of Grover Beach, and the City of Arroyo Grande. This agreement was formed to secure a sustainable, drought-resilient source of water to ensure reliable water supplies for the three cities. The purpose of the Central Coast Blue JPA is to construct a regional recycled water project that will enhance supply reliability by injecting advanced purified water into the Santa Maria Groundwater Basin to protect local groundwater from seawater intrusion. In May 2024, the Cities of Grover Beach and Arroyo Grande elected to divest from the Central Coast Blue JPA due to rising project cost estimates and loss of $12 million in state grant funding. As of July 1, 2025, the City of Pismo Beach has continued as a member of the Central Coast Blue JPA and added the Pismo Beach Financing Agency to the JPA. The project has been scaled down to benefit the City of Pismo Beach and its residents, visitors, and business community, while still providing a sustainable, drought-resilient source of water, and preventing seawater intrusion for the local groundwater basin. The Central Coast Blue project is projected to be financed with a Clean Water State Revolving Fund loan as well as state and federal grants. The City of Pismo Beach created a Water Central Coast Blue JPA fund to support 33% of the project and a Wastewater Central Coast Blue JPA fund to support 67% of the project.

Expenditures by Fund



FY26 Expenditures by Fund



Wastewater Central Coast Blue JPA	**$13,400**	67.00%
Water Central Coast Blue JPA	**$6,600**	33.00%

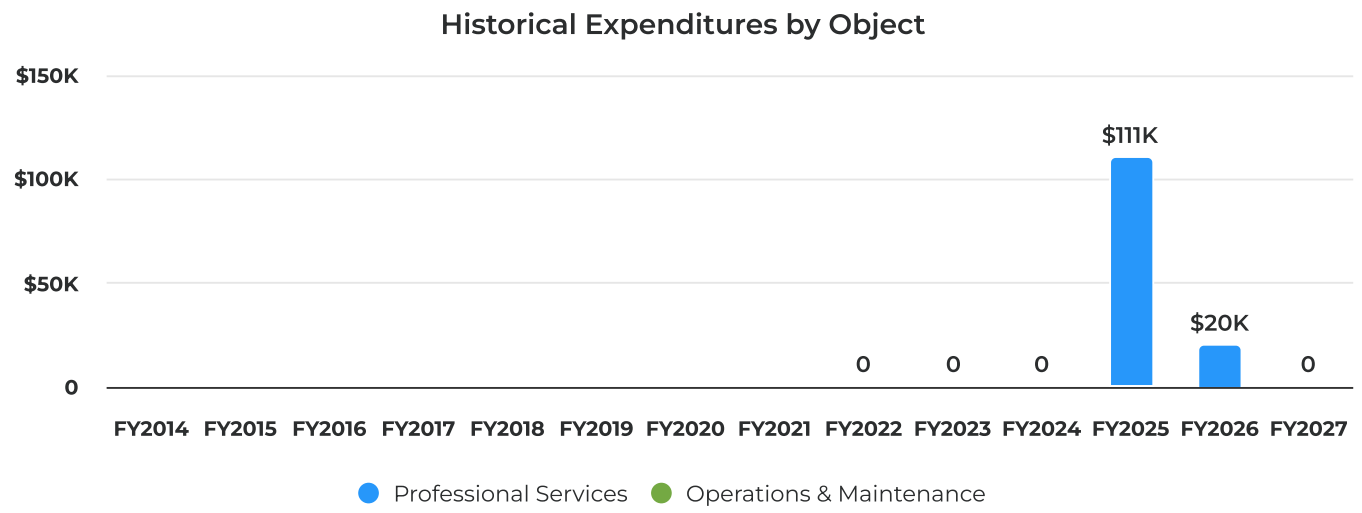
FY27 Expenditures by Fund

No data available

Expenditures by Fund

Category	FY 2022 Actual	FY 2024 Actual	FY 2023 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Water Central Coast Blue JPA	-	-	-	$26,400	$6,600	-	-75.00%	-100.00%
Wastewater Central Coast Blue JPA	-	-	-	$53,600	$13,400	-	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$80,000**	**$20,000**	**-**	**-75.00%**	**-100.00%**

Expenditures by Object



FY26 Expenditures by Object



Professional Services	**$20,000**	100.00%

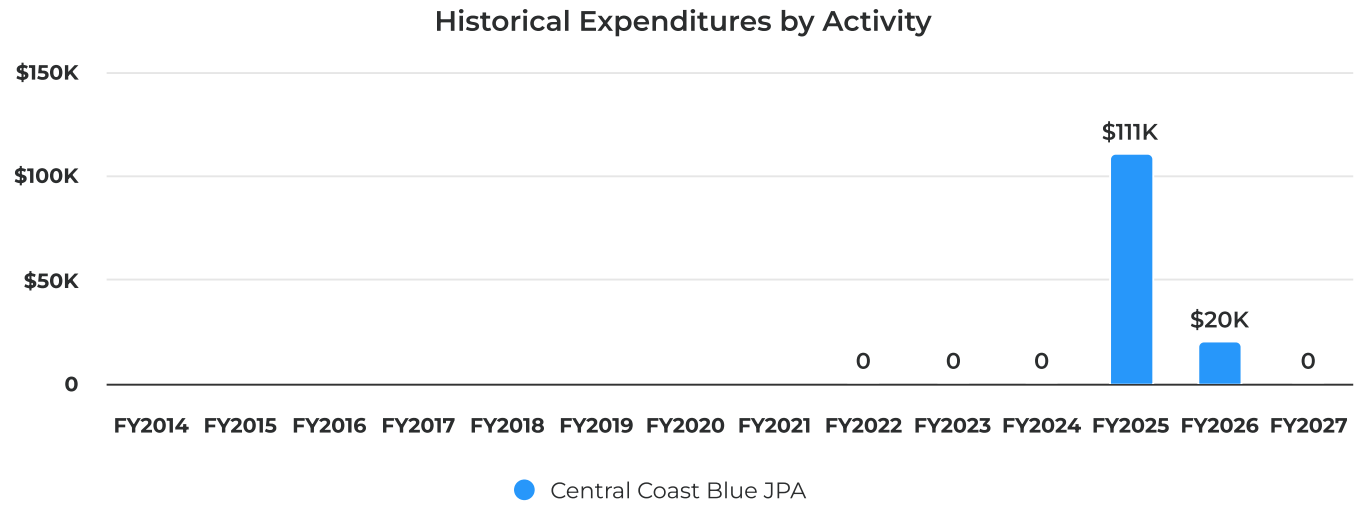
FY27 Expenditures by Object

No data available

Expenditures by Object

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2027 Adopted Budget	FY 2026 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Professional Services	-	-	-	$80,000	-	$20,000	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$80,000**	**-**	**$20,000**	**-75.00%**	**-100.00%**

Expenditures by Activity



FY26 Expenditures by Activity



Central Coast Blue JPA	**$20,000**	100.00%

FY27 Expenditures by Activity

No data available

Expenditures by Activity

Category	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Amended Budget	FY 2026 Adopted Budget	FY 2027 Adopted Budget	FY 2025 Amended Budget vs. FY 2026 Adopted Budget (% Change)	FY 2026 Adopted Budget vs. FY 2027 Adopted Budget (% Change)
Central Coast Blue JPA	-	-	-	$80,000	$20,000	-	-75.00%	-100.00%
Professional Services	-	-	-	$80,000	$20,000	-	-75.00%	-100.00%
Total Expenditures	**-**	**-**	**-**	**$80,000**	**$20,000**	**-**	**-75.00%**	**-100.00%**

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CAPITAL IMPROVEMENTS



Capital Improvement Projects Overview

Key objectives of the 10-year Capital Improvement Plan (CIP) include:

- **Preserving and enhancing the City's infrastructure** through strategic investment in capital construction, rehabilitation, and maintenance;
- **Extending the useful life of capital assets** by scheduling renovations and upgrades at appropriate points in their lifecycle;
- **Identifying and prioritizing infrastructure needs** to ensure resources are allocated where they provide the greatest community benefit; and
- **Strengthening long-term financial planning** by forecasting major expenditures and aligning them with potential funding sources.

Ultimately, the CIP serves as the City Council's primary tool for planning, funding, and implementing capital projects in a way that supports the City's long-term goals and community priorities.

Capital Project Definition

Capital projects are typically projects that lead to the acquisition, construction, improvement or extension of the useful life of capital assets. Capital assets include but are not limited to land, facilities, buildings, parks, playground equipment, streets, bridges, water, wastewater and storm drain infrastructure, technology systems and equipment, traffic control devices and many other items that deliver a public benefit for a prolonged period of time. Capital expenditures and operating expenditures are primarily differentiated by two characteristics: the dollar amount of the expenditure and the useful life of the asset acquired, constructed, or maintained. Capital expenditures typically enhance, acquire or extend the useful life of assets through a variety of activities. Activities that are associated with capital projects include: land acquisition, feasibility and design studies, planning, design, construction, rehabilitation, enterprise technology acquisition, and project implementation. In general, capital projects in the CIP:

- Have a total project cost in the range of $50,000 or more;
- Consists of construction, renovation, rehabilitation, conversion or demolition of infrastructure or facilities;
- Have a minimum useful life of three years, significantly extend the useful life of a capital asset, or significantly alter the nature, character or use of an asset.

The specific capital improvement projects adopted as additions to the budget are listed in the Capital Improvement Projects section as part of the overall capital improvements budget, including projects in all City funds. Brief project descriptions are provided on the capital improvement project detail pages.

Total new capital improvement projects are $9,917,000 in FY 2026 and $10,847,200 in FY 2027, for a total of $20,764,200 over both years. This does not include capital projects that are included in the baseline budget. Baseline capital projects include scheduled replacement vehicle purchases and other previously approved ongoing capital projects and account for $175,800 in FY 2026 and $175,800in FY 2027. The following two Capital Project tables list the total amount of capital projects by category. The first table includes all capital projects by category, including new (Work Plan) capital projects. The second table includes just the baseline capital projects.

Work Plan (Nonrecurring) Capital Projects for FY 2026 & FY 2027

Category	Project	FY 2026	FY 2027
Drainage	Cliff/Ocean Storm Drain	$ 3,800,000.00	
Drainage Total		**3,800,000.00**	
Utilities	Addie Street Wet Well Improvements	150,000.00	
	New Production Well		4,020,000.00
	Air-vac replacements	20,000.00	20,000.00
	Manhole Rehabilitation city wide	60,000.00	60,000.00
	Oxidation Reduction		60,000.00
	Pismo Oak Pac Estate Well 5 Variable Frequency Drive	165,000.00	
	Pismo Oaks Lift Station Rehab		600,000.00
	Stratford and Wadsworth lining		140,000.00
	Sunset Palisades Lift Station Rehab/Relocation of Searidg	2,000,000.00	
	Toucan Terrace Pipe Relining	250,000.00	
	Valve Turning Machine	30,000.00	
Utilities Total		**2,675,000.00**	**4,900,000.00**
Streets and Transportation	Paving and Drainage Project		3,000,000.00
	Price/Ocean View Improvements	250,000.00	
	Routine Street Maintenance	1,000,000.00	1,700,000.00
Streets and Transportation Total		**1,250,000.00**	**4,700,000.00**
Parking	320/330 Main St Parking Lot	150,000.00	
	Dino Caves/Cliff Ave Parking	400,000.00	
	Replace Parking Meters on Hinds and Cypress	48,000.00	48,000.00
Parking Total		**598,000.00**	**48,000.00**
Public Facilities	City Hall Elevator Update		200,000.00
	Cliff/Ocean Utility Undergrounding	200,000.00	
	Add second vehicle lift/rack for vehicle repairs	40,000.00	
	Price/Dolliver Parking Lot Light	130,000.00	300,000.00
	Sports Courts Lighting	60,000.00	600,000.00
	Trash Cans at Bus Stops	60,000.00	
Public Facilities Total		**490,000.00**	**1,100,000.00**

Category	Project	FY 2026	FY 2027
Technology	Backup Dispatch Connection to Bello Tower	250,000.00	
	City Hall Primary Storage Server Replacement	80,000.00	
	Radio Encryption	30,000.00	
	SCADA Redundancy	75,000.00	
	Public Safety Cameras		40,000.00
Technology Total		**435,000.00**	**40,000.00**
Promenade and Beach Access	Pier Ave Stair removal	180,000.00	
	Vista Del Mar Stair Foundation maintenance	100,000.00	
Promenade and Beach Access Total		**280,000.00**	
Parks	Boosinger Park Softfall	75,000.00	
	Eldwayen Park Sidewalk Re-route	75,000.00	
	Replace outdated riding mower	30,000.00	
	Replace outdated walk behind mower	15,000.00	
Parks Total		**195,000.00**	
Vehicles	Beach Cleaning Equipment - purchase of equipment	100,000.00	
	Community Services Technician Ford Ranger	54,000.00	
	Public Works Director Vehicle	40,000.00	
	Replace Dump Truck Bed on Water Truck (WT122)		52,000.00
	Replace outdated paint trailer		7,200.00
Vehicles Total		**194,000.00**	**59,200.00**
Total All Categories		**$ 9,917,000.00**	**$ 10,847,200.00**

Baseline (Recurring) Capital Project Budgets for FY 2026 & FY 2027

Category	Project	FY 2026	FY 2027
Utilities	Water pump replacement program	$ 40,800.00	$ 40,800.00
	Replace aging water meters	50,000.00	50,000.00
	Replace six valves per year in water distribution system	33,000.00	33,000.00
Utilities Total		**123,800.00**	**123,800.00**
Technology	Network switch replacements	24,000.00	24,000.00
	Server replacements	28,000.00	28,000.00
Technology Total		**52,000.00**	**52,000.00**
Total All Categories		**$ 175,800.00**	**$ 175,800.00**

CIP Planning Process

Capital projects originate from a variety of sources. City Council-appointed commissions, advisory groups, and task forces typically advise the City Council or develop long-term plans that recommend certain types of improvements. In some cases, individual residents request improvements to their streets, playgrounds or other City facilities. Neighborhood associations and business groups may also suggest projects and work with City staff on projects. Some projects are initiated by staff based on City-adopted master plans, such as the Complete Streets Master Plan or the Storm Water Master Plan, while other projects are brought forward by staff based on knowledge of the City's needs or other needs identified while working on another project. Typically, more projects are proposed than the availability of resources to complete them. Therefore, the projects are often prioritized based on the City Council's goals, directions and visions, along with the City's ability to fund them coupled with staff's ability to complete them in a timely manner.

The CIP was drafted largely by the Director of Public Works and then distributed to the Department Head team for review. This gave every department in the City the opportunity to weigh in on the projects included in the CIP as well as their priorities. Once the Department Head team finished their reviews and their comments were incorporated into the plan, it was presented to the Planning Commission in order to ensure consistency with the City's General Plan. This also allowed for the Planning Commission and the public a chance to provide comments before the CIP was presented to the City Council. These final comments were then considered and incorporated into the plan prior to the plan being presented to the City Council. The City Council, as well as the public, then had a chance to provide comments to be included in the plan prior to potential adoption by the City Council. Once the projects are identified, the Administrative Services Director and City Manager determine priorities for these projects through the budget development process. Project funding is identified, including various funds, grants, and financing if needed. The first two years of the 10-year CIP are equal to the FY 2026 and FY 2027 Adopted Budgets. The future fiscal years include estimated costs and potential funding sources. All projects and studies are included as pay-as-you-go funding at this time but is not guaranteed to be supported by those funds depending on their availability. If a funding source can not be identified, the project will be listed in the General Fund. However, this is subject to change depending on the projects that the Council ultimately approves and the funds that are available. Please note that grant funds will need to be secured and do not include actual grant awards. The Capital Improvement Plan - Expenditures table lists the various potential funding sources for all the capital projects.

CIP Impact on Current and Future Operating Budgets

In calculating year-end fund balances, staff assumed that each capital improvement project budgeted in FY 2025 will either be completed by June 30, 2025 or that City funds allocated for the projects will be transferred to the appropriate construction fund or carried forward at fiscal year-end. Many of those budgeted projects from FY 2025 and prior have been completed, several have begun with contract encumbrances and expenditures recorded against them, and others have been delayed without any expenditure. By completing transfers to the construction funds for those projects that are underway, the amounts allocated from the General Fund or other funds are secured and reserved to pay for the specific projects. Uncommitted project budget amounts for projects not yet under way will be carried forward in the fund from which the project is being financed. Ultimately, the City Council maintains control of expenditures by virtue of the requirement that all construction contracts and all professional services contracts in excess of $100,000 be approved by Council.

Nonrecurring capital projects are essential to maintaining the City's infrastructure and minimizing long-term maintenance costs. For example, while ongoing repairs to a reservoir can be expensive, delaying these improvements due to funding or other priorities can ultimately lead to the need for a full reservoir replacement, which is a far greater cost than performing timely maintenance.

The 10-Year CIP includes a description of each project by category, and the operating costs and funding source for each project.

Funding the Capital Improvement Plan

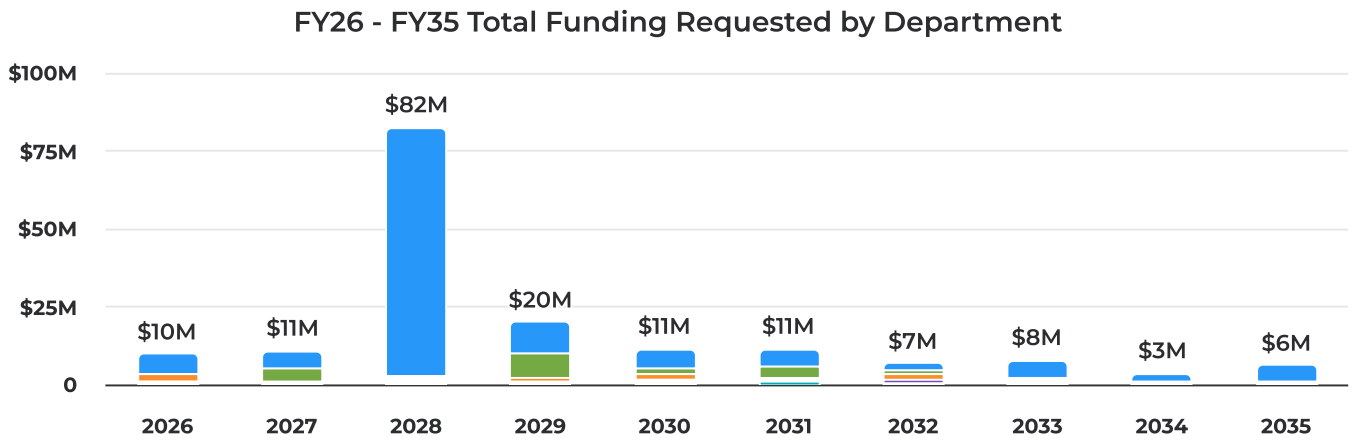
There are two distinct strategies for financing capital projects, each with their advantages and disadvantages. One method is pay-as-you-go (pay-go or cash), the other is pay-as-you-use (pay-use or debt). Under the pay-go model, projects are completed with funds that are currently available rather than borrowing the funds or financing the project through some form of debt service. Typically, under a pay-go financial model, a project is identified by the City and funds are saved specifically for that project. Once sufficient funds have been saved, the City will commence with the project. Pay-go financing is a funding strategy that is useful for lower-cost repairs and maintenance projects or the purchase of lower-cost equipment. Under the pay-use model, projects are completed based on their priority and the availability of the City to borrow the necessary funds to complete the project.

Pay-go generally saves the City financing charges as well as staff time to acquire the funding, whereas pay-use can stabilize tax rates and improve “generational equality” (that is, all users of a long-term capital project help to pay its costs, not just the current users). Grants can be and often are used in conjunction with both models. The City of Pismo Beach uses a mix of the two methods depending on various factors, including but not limited to: interest rates, availability of debt service, the City’s annual revenue and the size and scope of the proposed projects.

The City has four enterprise funds that contribute to capital projects, which are: water, wastewater, pier, and parking. Typically, projects related to those areas are funded by their enterprise fund, easing the burden of the general fund and making the users of those assets pay for their installation and maintenance. In addition, the City has two internal service funds, the motor vehicle and technology service fund, both of which are supported by transfers from other City funds.

The City also benefits from the various special revenue funds designated for specific uses to support various capital projects. One prominent special revenue fund that supports several capital improvement projects includes the Lodging Business Improvement District 1% assessment. This funding source supports significant community-enhancing projects that would help promote and benefit the lodging businesses in the City of Pismo Beach.

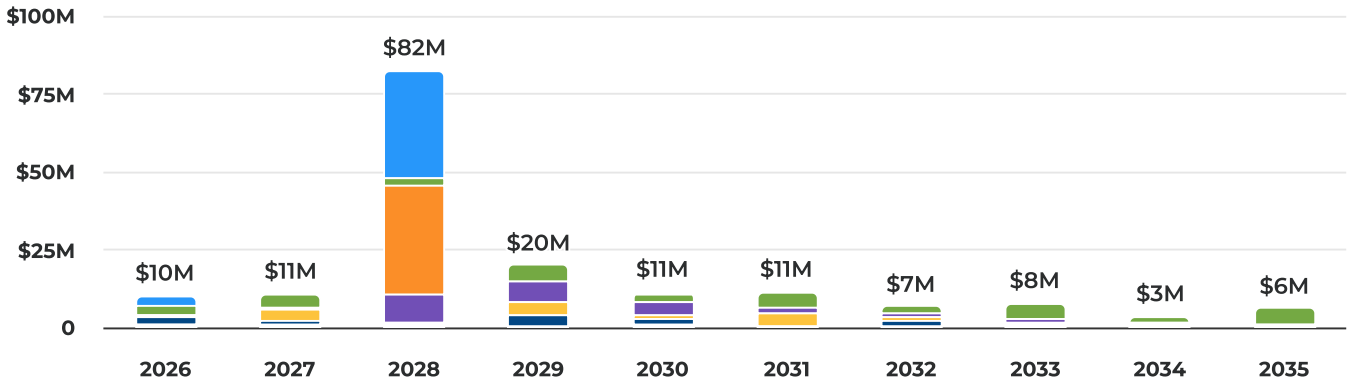
Capital Improvement Multi-Year Plan



Funding by Department Totals (all years)

PW-Engineering	**$129,147,000**	76.27%
PW-Water	**$20,881,100**	12.33%
PW-Wastewater	**$9,116,000**	5.38%
PW-Facilities	**$2,265,000**	1.34%
Administrative Services	**$2,230,000**	1.32%
Tourism & Events	**$2,015,000**	1.19%
Police	**$1,741,000**	1.03%
Community Development	**$1,065,000**	0.63%
City Manager	**$575,000**	0.34%
Non-Department	**$285,000**	0.17%

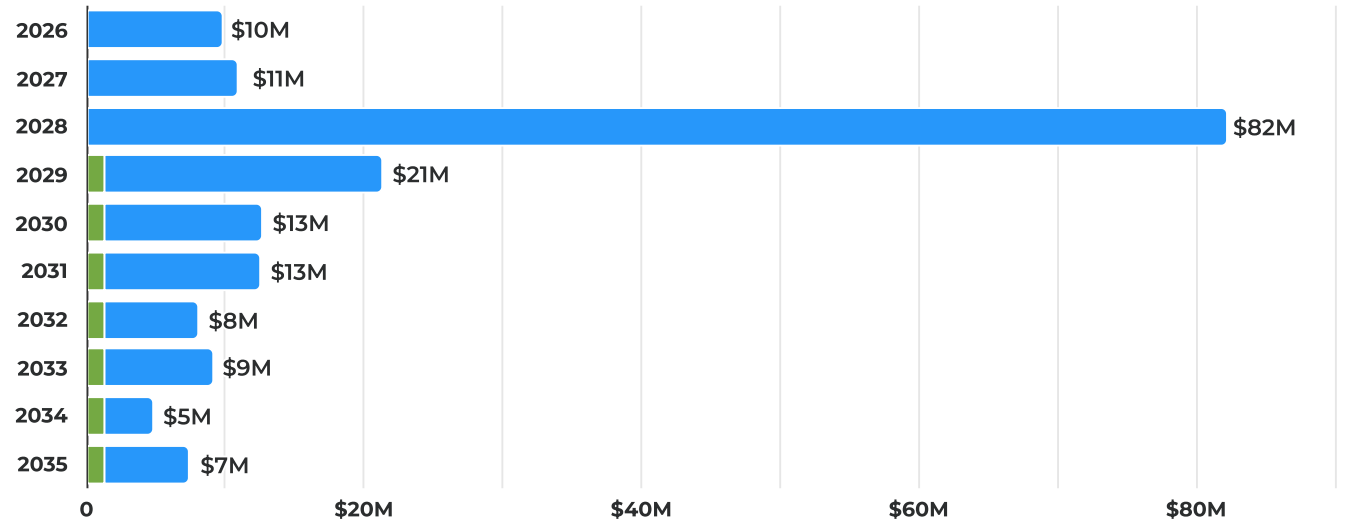
FY26 - FY35 Total Funding Requested by Source



Funding by Source Totals (all years)

Grants	**$38,359,140**	22.60%
Transaction Sales Tax	**$36,035,860**	21.23%
Clean Water State Revolving Loan Fund	**$35,296,000**	20.80%
General Fund	**$24,929,000**	14.69%
Water Enterprise Fund	**$17,303,100**	10.20%
Wastewater Enterprise Fund	**$11,806,000**	6.96%
Technology Services Fund	**$2,125,000**	1.25%
LBID 2 Fund	**$1,460,000**	0.86%
Parking Enterprise Fund	**$1,317,000**	0.78%
Park Development Fund	**$535,000**	0.32%
Pier Enterprise Fund	**$500,000**	0.29%
Motor Vehicle Replacement Fund	**$54,000**	0.03%

FY26 - FY35 Capital Cost Breakdown

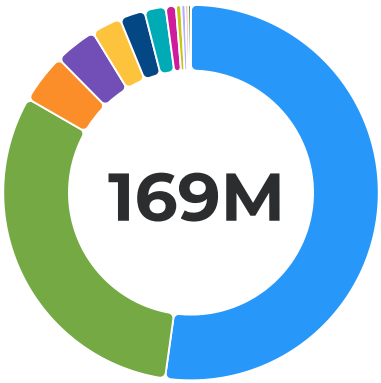


Capital Cost Totals (all years)

Capital Costs	**$169,320,100**	94.78%
Operational Costs	**$9,328,870**	5.22%

Capital Improvement Plan - Project Types

FY26 - FY35 Capital Costs By Project Type



Utilities	**$88,420,100**	52.22%
Streets and Transportation	**$52,640,000**	31.09%
Drainage	**$7,250,000**	4.28%
Promenade and Beach Access	**$6,180,000**	3.65%
Public Facilities	**$4,365,000**	2.58%
Parks	**$3,680,000**	2.17%
Technology	**$3,105,000**	1.83%
Parking	**$1,487,000**	0.88%
Vehicles	**$793,000**	0.47%
Restrooms	**$600,000**	0.35%
Bluff Protection	**$400,000**	0.24%
Studies	**$400,000**	0.24%

Utilities

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Utilities	$2,645,000	$4,900,000	$60,114,000	$8,779,300	$3,511,000	$3,862,800	$2,352,000	$752,000	$752,000	$752,000	$88,420,100

Streets and Transportation

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Streets and Transportation	$1,250,000	$4,700,000	$19,580,000	$5,030,000	$2,930,000	$5,030,000	$2,030,000	$5,030,000	$2,030,000	$5,030,000	$52,640,000

Drainage

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Drainage	$3,800,000	$0	$0	$0	$3,000,000	$450,000	$0	$0	$0	$0	$7,250,000

Promenade and Beach Access

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Promenade and Beach Access	$280,000	$0	$0	$5,200,000	$250,000	$0	$0	$200,000	$250,000	$0	$6,180,000

Public Facilities

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Public Facilities	$450,000	$1,100,000	$1,200,000	$515,000	$1,000,000	$0	$100,000	$0	$0	$0	$4,365,000

Parks

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Parks	$650,000	$0	$405,000	$140,000	$100,000	$895,000	$1,445,000	$45,000	$0	$0	$3,680,000

Technology

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Technology	$80,000	$0	$600,000	$175,000	$270,000	$580,000	$0	$1,000,000	$250,000	$150,000	$3,105,000

Parking

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Parking	$448,000	$48,000	$250,000	$50,000	$136,000	$275,000	$130,000	$50,000	$50,000	$50,000	$1,487,000

Vehicles

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Vehicles	$154,000	$52,000	$0	$0	$0	$0	$587,000	$0	$0	$0	$793,000

Restrooms

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Restrooms	$0	$0	$0	$0	$0	$0	$0	$600,000	$0	$0	$600,000

Bluff Protection

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Bluff Protection	$0	$0	$50,000	$50,000	$50,000	$50,000	$50,000	$50,000	$50,000	$50,000	$400,000

Studies

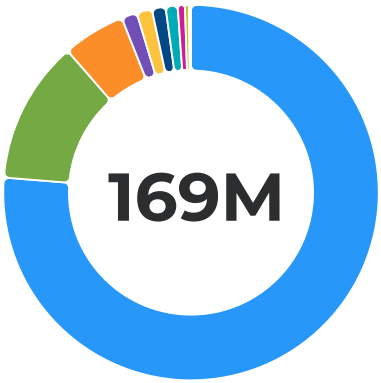
	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Studies	$0	$0	$50,000	$50,000	$50,000	$50,000	$50,000	$50,000	$50,000	$50,000	$400,000

Grand Total

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Grand Total	$9,757,000	$10,800,000	$82,249,000	$19,989,300	$11,297,000	$11,192,800	$6,744,000	$7,777,000	$3,432,000	$6,082,000	$169,320,100

Capital Improvement Plan - Departments

FY26 - FY35 Capital Costs by Department



PW-Engineering	**$129,147,000**	76.27%
PW-Water	**$20,881,100**	12.33%
PW-Wastewater	**$9,116,000**	5.38%
PW-Facilities	**$2,265,000**	1.34%
Administrative Services	**$2,230,000**	1.32%
Tourism & Events	**$2,015,000**	1.19%
Police	**$1,741,000**	1.03%
Community Development	**$1,065,000**	0.63%
City Manager	**$575,000**	0.34%
Non-Department	**$285,000**	0.17%

PW-Engineering

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total PW-Engineering	$6,195,000	$5,600,000	$79,592,000	$10,330,000	$6,280,000	$5,580,000	$2,130,000	$5,930,000	$2,380,000	$5,130,000	$129,147,000

PW-Water

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total PW-Water	$165,000	$4,072,000	$710,000	$7,637,300	$1,549,000	$3,720,800	$1,197,000	$610,000	$610,000	$610,000	$20,881,100

PW-Wastewater

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total PW-Wastewater	$2,480,000	$880,000	$342,000	$1,142,000	$1,962,000	$142,000	$1,742,000	$142,000	$142,000	$142,000	$9,116,000

PW-Facilities

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total PW-Facilities	$235,000	$200,000	$100,000	$345,000	$0	$45,000	$1,295,000	$45,000	$0	$0	$2,265,000

Administrative Services

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Administrative Services	$80,000	$0	$525,000	$175,000	$120,000	$80,000	$0	$1,000,000	$250,000	$0	$2,230,000

Tourism & Events

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Tourism & Events	$500,000	$0	$170,000	$245,000	$0	$850,000	$250,000	$0	$0	$0	$2,015,000

Police

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Police	$102,000	$48,000	$50,000	$50,000	$286,000	$775,000	$130,000	$50,000	$50,000	$200,000	$1,741,000

Community Development

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Community Development	$0	$0	$0	$65,000	$1,000,000	$0	$0	$0	$0	$0	$1,065,000

City Manager

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total City Manager	$0	$0	$575,000	$0	$0	$0	$0	$0	$0	$0	$575,000

Non-Department

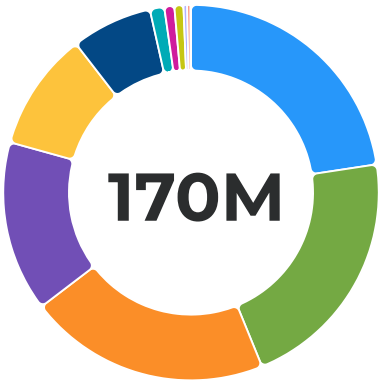
	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Non-Department	$0	$0	$185,000	$0	$100,000	$0	$0	$0	$0	$0	$285,000

Grand Total

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Grand Total	$9,757,000	$10,800,000	$82,249,000	$19,989,300	$11,297,000	$11,192,800	$6,744,000	$7,777,000	$3,432,000	$6,082,000	$169,320,100

Capital Improvement Plan - Expenditures

FY26 - FY35 Expenditures by Fund



Grants	**$38,359,140**	22.60%
Transaction Sales Tax	**$36,035,860**	21.23%
Clean Water State Revolving Loan Fund	**$35,296,000**	20.80%
General Fund	**$24,929,000**	14.69%
Water Enterprise Fund	**$17,303,100**	10.20%
Wastewater Enterprise Fund	**$11,806,000**	6.96%
Technology Services Fund	**$2,125,000**	1.25%
LBID 2 Fund	**$1,460,000**	0.86%
Parking Enterprise Fund	**$1,317,000**	0.78%
Park Development Fund	**$535,000**	0.32%
Pier Enterprise Fund	**$500,000**	0.29%
Motor Vehicle Replacement Fund	**$54,000**	0.03%

Grants

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Grants	$3,364,140	$0	$34,095,000	$0	$900,000	$0	$0	$0	$0	$0	$38,359,140

Transaction Sales Tax

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Transaction Sales Tax	$2,595,860	$4,700,000	$2,530,000	$5,030,000	$2,030,000	$5,030,000	$2,030,000	$5,030,000	$2,030,000	$5,030,000	$36,035,860

Clean Water State Revolving Loan Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Clean Water State Revolving Loan Fund	$0	$0	$35,296,000	$0	$0	$0	$0	$0	$0	$0	$35,296,000

General Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total General Fund	$580,000	$200,000	$8,541,000	$6,723,000	$4,250,000	$1,845,000	$1,495,000	$945,000	$100,000	$250,000	$24,929,000

Water Enterprise Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Water Enterprise Fund	$165,000	$4,072,000	$410,000	$4,269,300	$1,549,000	$3,760,800	$1,197,000	$610,000	$660,000	$610,000	$17,303,100

Wastewater Enterprise Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Wastewater Enterprise Fund	$2,480,000	$880,000	$342,000	$3,742,000	$1,962,000	$182,000	$1,742,000	$142,000	$192,000	$142,000	$11,806,000

Technology Services Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Technology Services Fund	$80,000	$0	$600,000	$175,000	$120,000	$0	$0	$1,000,000	$150,000	$0	$2,125,000

LBID 2 Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total LBID 2 Fund	$660,000	$600,000	$200,000	$0	$0	$0	$0	$0	$0	$0	$1,460,000

Parking Enterprise Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Parking Enterprise Fund	$178,000	$348,000	$50,000	$50,000	$136,000	$275,000	$130,000	$50,000	$50,000	$50,000	$1,317,000

Park Development Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Park Development Fund	$0	$0	$185,000	$0	$100,000	$100,000	$150,000	$0	$0	$0	$535,000

Pier Enterprise Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Pier Enterprise Fund	$0	$0	$0	$0	$250,000	$0	$0	$0	$250,000	$0	$500,000

Motor Vehicle Replacement Fund

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Total Motor Vehicle Replacement Fund	$54,000	$0	$0	$0	$0	$0	$0	$0	$0	$0	$54,000

Grand Total

	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Total
Grand Total	$10,157,000	$10,800,000	$82,249,000	$19,989,300	$11,297,000	$11,192,800	$6,744,000	$7,777,000	$3,432,000	$6,082,000	$169,720,100

Capital Projects

Capital Projects

Project No. / Project Name		Years	Departments	Type	Total
--	ADA Improvements	2028	City Manager	Streets and Transportation	$500,000
261014	Addie Street Wet Well Improvements	2026	PW-Wastewater	Utilities	$150,000
--	Air-Vac Replacements	2026 - 2035	PW-Wastewater	Utilities	$200,000
--	Automated Meter Reading	2029	PW-Water	Utilities	$5,000,000
--	Beach Cleaning Equipment	2026	PW-Facilities	Vehicles	$100,000
--	Bello Booster Station Upgrade Design	2029	PW-Water	Utilities	$200,000
--	Bello Reservoir Replacement	2028 - 2029	PW-Water	Utilities	$1,268,000
--	Bello Water Main	2028	PW-Water	Utilities	$300,000
--	Bello-Price/Hwy 101 Waterline Upgrade	2031	PW-Water	Utilities	$1,700,000
231001	Bello/Price Canyon Intersection Improvements	2028	PW-Engineering	Streets and Transportation	$3,200,000
--	Bluff Erosion Control	2028 - 2035	PW-Engineering	Bluff Protection	$400,000
--	Boosinger Park Play Equipment Replacement	2032	Tourism & Events	Parks	$150,000
251005	Butterfly Grove Enhanced Parking and Crosswalk Construction	2026	Tourism & Events	Parks	$500,000
--	CCTV gravity sewer mains	2029 - 2030	PW-Wastewater	Utilities	$1,000,000
001044	Central Coast Blue Advanced Water Purification Treatement Plant	2028	PW-Engineering	Utilities	$59,062,000
--	City Data Storage Systems	2030	Administrative Services	Technology	$120,000
271003	City Hall Elevator Modernization	2027	PW-Facilities	Public Facilities	$200,000
--	City Hall Primary Storage Server Replacement	2026	Administrative Services	Technology	$80,000
181010	Cliff/Ocean Storm Drain	2026	PW-Engineering	Drainage	$3,800,000
261001	Cliff/Ocean Utility Undergrounding	2026	PW-Engineering	Public Facilities	$200,000
--	Community Service Technician Ford Ranger	2026	Police	Vehicles	$54,000
--	Diesel Fuel Tank	2029	PW-Facilities	Public Facilities	$300,000
261006	Dinosaur Caves/Cliff Avenue Parking	2026	PW-Engineering	Parking	$800,000
261011	Dolliver and Price Street Parking Lot Lighting	2026 - 2027	PW-Engineering	Public Facilities	$430,000
--	Dump Truck Bed on Water Truck (WT122)	2027	PW-Water	Vehicles	$52,000

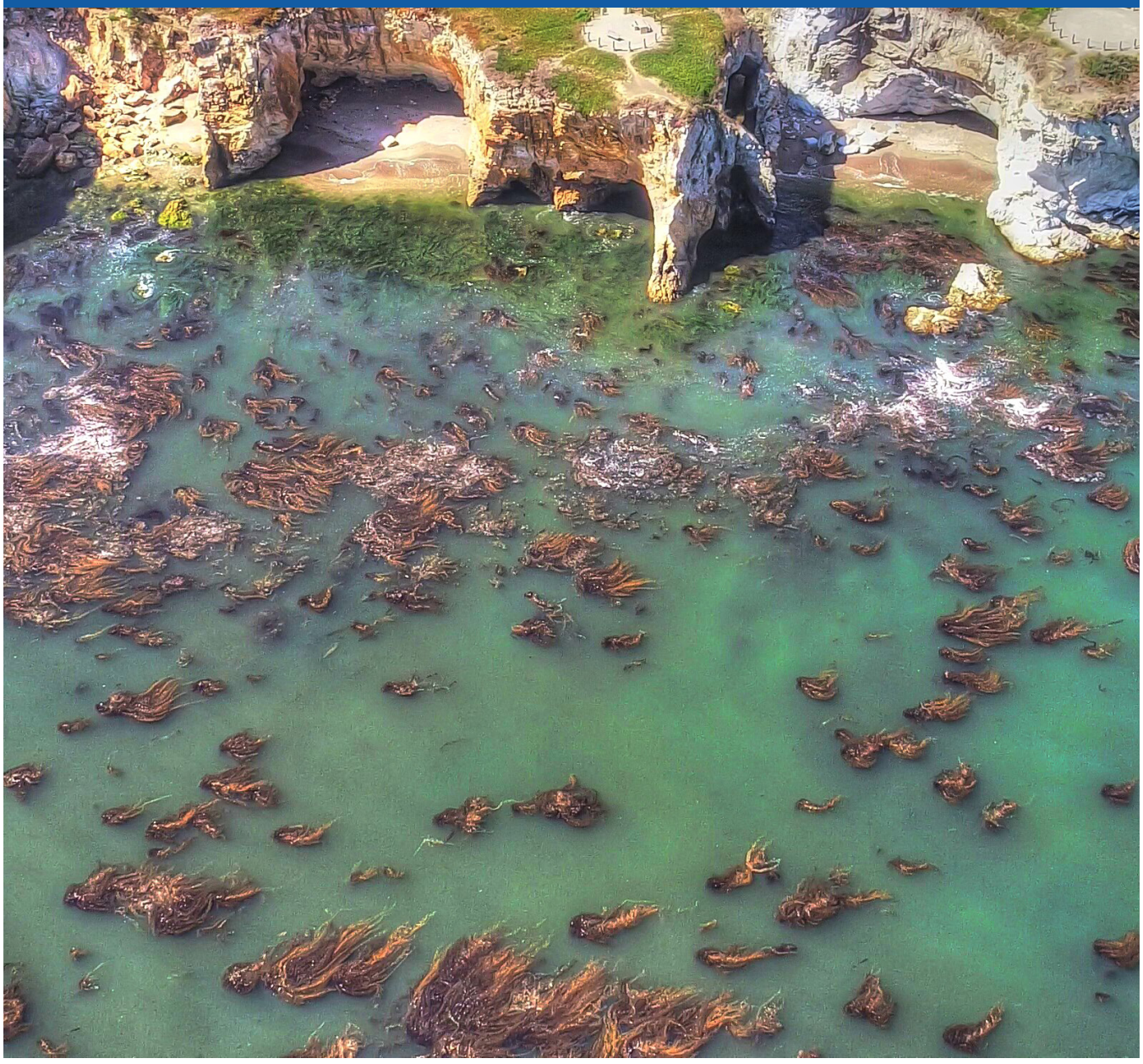
Project No. / Project Name		Years	Departments	Type	Total
261009	Eldwayen Park Sidewalk Re-route	2026	PW-Engineering	Parks	$75,000
--	Frady Lane Sports Complex Upgrades	2032	PW-Facilities	Parks	$750,000
--	Freeway Foothills Lift Station	2029	PW-Wastewater	Utilities	$300,000
--	Highland Park Playground Replacement	2031	Tourism & Events	Parks	$850,000
--	Human Resources System	2028	City Manager	Technology	$75,000
261017	Install Trash Cans at Bus Stops	2026	PW-Facilities	Public Facilities	$60,000
--	Interpretive panels	2029	Community Development	Public Facilities	$65,000
--	Kiosks	2028 - 2029	Administrative Services	Technology	$50,000
--	Lift Station Maintenance	2030	PW-Wastewater	Utilities	$820,000
--	Main Line Valve Replacement	2028 - 2035	PW-Water	Utilities	$400,000
--	Manhole Rehabilitation	2026 - 2035	PW-Wastewater	Utilities	$600,000
231007	New Production Well	2027	PW-Water	Utilities	$4,020,000
--	Outlet Center Ramp Waterlines	2031	PW-Water	Utilities	$410,800
271005	Oxidation Reduction	2027	PW-Wastewater	Utilities	$60,000
--	Pacific Estates Reservoir Maintenance	2029 - 2030	PW-Water	Utilities	$1,798,300
--	Paint Exterior of Public Works Barn	2028	PW-Facilities	Public Facilities	$100,000
--	Palisades Sports Courts Resurfacing	2028	Tourism & Events	Parks	$70,000
--	Parking Meter Replacement	2026 - 2035	Police	Parking	$887,000
271001	Paving and Drainage Project	2027 - 2035	PW-Engineering	Streets and Transportation	$15,000,000
--	PGE Lift Station	2030	PW-Wastewater	Utilities	$500,000
221015	Pier Avenue Stairs Removal	2026	PW-Engineering	Promenade and Beach Access	$180,000
--	Pier Plaza Playground Replacement	2032	PW-Facilities	Parks	$500,000
--	Pier Repairs	2030 - 2034	PW-Engineering	Promenade and Beach Access	$500,000
--	Pier Structural Analysis Report Update	2029 - 2033	PW-Engineering	Promenade and Beach Access	$400,000
--	Pismo Beach (Bello) Veterans Hall Rehabilitation	2029 - 2032	Tourism & Events	Public Facilities	$250,000
--	Pismo Marsh Ecological Preserve trail project	2030	Community Development	Public Facilities	$1,000,000
261013	Pismo Oaks and Pac Estates, Well 5 VFD	2026	PW-Water	Utilities	$165,000
261002	Pismo Oaks Lift Station Rehabilitation	2027	PW-Wastewater	Utilities	$600,000
--	Pismo Oaks Reservoir Maintenance	2031	PW-Water	Utilities	$1,000,000
--	Pismo Preserve Additional Parking Shell Beach Road	2028	PW-Engineering	Parking	$200,000
--	Plant water / outfall pumping upgrades	2028 - 2029	PW-Wastewater	Utilities	$400,000
--	Price Historic Park Improvements	2028 - 2030	Non-Department	Parks	$285,000

Project No. / Project Name		Years	Departments	Type	Total
--	Price House Park	2028	PW-Engineering	Parks	$150,000
--	Price Street Sidewalk Pavers	2028	PW-Engineering	Public Facilities	$1,000,000
261012	Price/Ocean View Improvements	2026	PW-Engineering	Streets and Transportation	$250,000
--	Promenade Extension	2029	PW-Engineering	Promenade and Beach Access	$5,000,000
--	Public Safety Facility Technology Replacement	2031	Police	Technology	$500,000
--	Public Safety Mobile Data Computers & In-car Video Systems	2030 - 2035	Police	Technology	$300,000
--	Public Works and Public Safety Radio System - Repeaters	2028	Administrative Services	Technology	$500,000
--	Public Works and Public Safety Radio System Antennas	2033	Administrative Services	Technology	$1,000,000
261016	Resurface Softfall at Boosinger Park	2026	PW-Facilities	Parks	$75,000
--	Resurface/Restripe Courts	2029 - 2033	PW-Facilities	Parks	$180,000
261005	Routine Street Maintenance	2026 - 2035	PW-Engineering	Streets and Transportation	$18,700,000
--	SCADA Radio Replacement	2034	Administrative Services	Technology	$100,000
--	SCADA Server Replacement	2031	Administrative Services	Technology	$80,000
--	Server Replacement	2029 - 2034	Administrative Services	Technology	$300,000
--	Shell Beach Drainage Improvements	2030	PW-Engineering	Drainage	$3,000,000
--	Shell Beach Road Multi Use Path Phase 3	2030	PW-Engineering	Streets and Transportation	$900,000
--	Shell Beach Road Multi-Use Path Phase 2	2028	PW-Engineering	Streets and Transportation	$13,000,000
--	Shell Beach Road Sidewalk	2028	PW-Engineering	Streets and Transportation	$850,000
--	Shell Beach Veterans Hall Rehabilitation	2028	Tourism & Events	Public Facilities	$100,000
--	Sludge Handling Upgrades	2032	PW-Wastewater	Utilities	$1,600,000
261010	Sports Courts Lighting	2026 - 2027	PW-Engineering	Public Facilities	$660,000
--	Spyglass Park Pavilion and Soft Fall Repair	2029	Tourism & Events	Parks	$95,000
--	Storm Drain on Wadsworth from Bello to Judkins Middle School	2031	PW-Engineering	Drainage	$450,000
001025	Stormwater Management Plan	2028 - 2035	PW-Engineering	Studies	$400,000
271004	Stratford and Wadsworth Lining	2027	PW-Wastewater	Utilities	$140,000
--	Street Striping	2028 - 2035	PW-Engineering	Streets and Transportation	$240,000
261003	Sunset Palisades Lift Station Rehab and Relocation of Force Main in Searidge	2026	PW-Wastewater	Utilities	$2,000,000
261004	Toucan Terrace Pipe Relining	2026	PW-Wastewater	Utilities	$250,000
--	Vaccuum Trailer	2032	PW-Water	Vehicles	$87,000
261007	Vista Del Mar Stairs Foundation Maintenance	2026	PW-Engineering	Promenade and Beach Access	$100,000

Project No. / Project Name	Years	Departments	Type	Total
-- Wadsworth Avenue Restroom	2033	PW-Engineering	Restrooms	$600,000
-- Wastewater System Pump Replacement	2028 - 2035	PW-Wastewater	Utilities	$496,000
-- Water Meter Replacement	2028 - 2035	PW-Water	Utilities	$480,000
-- Water Vacuum Truck	2032	PW-Water	Vehicles	$500,000
-- Waterline Replacement	2029 - 2035	PW-Water	Utilities	$3,500,000



DEBT



Debt Service Overview

The City of Pismo Beach allocates a prudent amount each year for various capital projects for replacement, maintenance, and other capital infrastructure. This type of spending is critical to the City maintaining its vital infrastructure, maintaining safe streets, ensuring clean water quality, and providing wastewater services. The City typically uses built-up unassigned fund balances or net assets to fund these capital projects on a pay-as-you-go basis. However, there are times in which it is appropriate to consider debt financing.

Debt financing is for one-time capital improvement projects, not ongoing operating expenses. The term of the debt issuance should not exceed the useful life expectancy of the asset acquired, constructed, or improved. A funding source for the debt service payments must be identified, including project financing paid for directly by the users of the facility. It is also economical to issue debt if the benefit of the capital improvement will last more than 10 years. The debt service payments would come out of payments by the current residents or visitors benefitting from the project.

The City is subject to California Government Code, of which Section 43605 sets debt limit at 15 percent of the assessed value of all real and personal property of the City. This Code section was enacted prior to the change in basing assessed value to full market value when it was previously 25 percent of market value. Thus, one-fourth of the limit is adjusted and is calculated to be 3.75 percent (15%/4) to show assessed valuation at full cash value. This legal debt margin applies to General Obligation debt.

Based upon the assessed value of $4.46 billion for FY 2024 the City is limited to general obligation indebtedness of $167.13 million. As the City does not have any general obligation debt, the City is within the legal debt limit as described by Government Code.

FY 2024 Legal Debt Margin

Gross Assessed Valuation $4,456,799,247
Debt Margin Ratio (1) 0.0375
Debt Margin $167,129,972
Less: Outstanding General Obligations $ 0.00
Net Debt Margin $167,129,972

General Obligation Debt: The City presently has no general obligation debt.

Lease Revenue Bonds: The City issued Lease Revenue Bonds for the Pier Rehabilitation Project in June 2017. The outstanding principal balance of these bonds as of June 30, 2025 is $6,365,000. These **bonds were rated AA+.**

The City issued New Clean Renewable Energy Bonds (CREBs) for the Energy Efficiency Project in December 2017. The outstanding principal balance of these bonds as of June 30, 2025 is $3,020,580.

The City issued Lease Revenue Bonds for the Public Safety Facility Project in July 2024. The outstanding principal balance of these bonds as of June 30, 2025 is $39,475,000. These **bonds were rated AA+.**

State Revolving Fund Loans: The City has three State Revolving Fund (SRF) loans for various wastewater capital improvement projects. SRF loans are low-interest loans for investments in water and sanitation infrastructure. The City's SRF loans include a principal outstanding loan amount of $598,469 for the Wastewater Treatment Plant, $160,335 for the Pismo Oaks lift station project, and $1,677,924 for the Five Cities Lift Station project as of June 30, 2025.

The following debt service tables show (a) the annual payment information and maturity dates for the City's outstanding debt obligations without compensated absences, (b) outstanding debt service and liabilities by fund with compensated

absences, and (c) total outstanding debt service by debt obligation and liability. These tables reflect balances as of June 30, 2025.

City of Pismo Beach
Outstanding Debt Service Table
Annual Payment Information and Maturity Dates
As of June 30, 2025

Fund	Description	Principal Balance June 30, 2025	Annual P&I* Debt Service Payment	Date Matured	No. of Pmts Remaining
Pier	2017 (A) Series Bonds (Pier Rehabilitation Project)	$ 6,365,000	$ 408,613	12/1/2047	22
CREBS	2017 (B) Series Bonds (CREBS)	$ 3,020,580	$ 313,038	12/1/2037	12
Public Safety Facility	2024 (A) Series Bonds (Public Safety Facility)	$ 39,475,000	$ 1,522,974	12/1/2054	30
Wastewater					
	SRF Loan 2004 (New Wastewater Treatment Plant)	$ 598,470	$ 612,856	2/26/2026	1
	SRF Loan 2006 (Park/Cypress Interceptor Project)	$ -	$ 14,646	2/26/2026	1
	SRF Loan 2009 (Pismo Oaks Lift Station Project)	$ 160,334	$ 43,352	1/1/2029	4
	SRF Loan 2019 (Five Cities Lift Station Project)	$ 1,398,675	$ 69,143	6/30/2050	25
	Total Wastewater Fund	$ 2,157,480	$ 739,997		
	Total	$ 11,543,059	$ 1,461,647		

*P&I represents Principal and Interest payments for future year
** Excludes Compensated Absences

City of Pismo Beach
Outstanding Debt Service By Fund
As of June 30, 2025

Fund	Description	July 1, 2024 Beginning Balance	Additions	Retirements	June 30, 2025 Ending Balance	Date Matured	No. of Pmts Remaining
General	Compensated Absences (Employee Leave Balances)	$ 750,652	$ 38,566	$ -	$ 789,218		
	Total General Fund	$ 750,652	$ 38,566	$ -	$ 789,218		
	2024 Public Safety Facility Bonds	-	$ 39,475,000	$ -	$ 39,475,000		
	Total PSF Debt	$ -	$ 39,475,000	$ -	$ 39,475,000		
Water	Compensated Absences (Employee Leave Balances)	$ 34,167	$ (373)	$ -	$ 33,794		
	Total Water Fund	$ 34,167	$ (373)	$ -	$ 33,794		
Wastewater							
	SRF Loan (New Wastewater Treatment Plant)	1,186,340		(587,870)	598,470	2/26/2026	1
	SRF Loan (Park/Cypress Interceptor Project)	14,374		(14,374)	-	2/26/2026	1
	SRF Loan (Pismo Oaks Lift Station Project)	198,659		(38,325)	160,334	1/1/2029	4
	SRF Loan (Five Cities Lift Station Project)	1,443,282	-	(44,607)	1,398,675	6/30/2050	25
	Compensated Absences (Employee Leave Balances)	$ 39,557	-	(387)	$ 39,170		
	Total Wastewater Fund	$ 2,882,212	$ -	(685,562)	$ 2,196,650		
Pier	2017 (A) Series Bonds (Pier Rehabilitation Project)	6,535,000	-	(170,000)	6,365,000	12/1/2047	22
	Total Pier Debt	$ 6,535,000	-	(170,000)	$ 6,365,000		
CREBS	2017 (B) Series Bonds (CREBS)	3,190,627		(170,047)	3,020,580	12/1/2037	12
	Total CREBS Debt	$ 3,190,627	-	(170,047)	$ 3,020,580		
Parking	Compensated Absences (Employee Leave Balances)	$ 6,785	$ -	$ (4,713)	$ 2,072		
	Total Parking Fund	$ 6,785	$ -	$ (4,713)	$ 2,072		
MVR	Compensated Absences (Employee Leave Balances)	$ 1,635	$ -	$ (7,531)	$ (5,896)		
IT	Compensated Absences (Employee Leave Balances)	$ 5,293	$ 1,803	$ -	$ 7,096		
	Total	$ 13,406,371	$ 39,996	$ (1,037,854)	$ 12,408,514		

Appendix

Acronyms

Acronym	Description
ACA	Affordable Care Act
ACFR	Annual Comprehensive Financial Report
ADA	Americans with Disabilities Act
APCD	Air Pollution Control District
ARC	Other Post Employment Benefit Annual Retired Contributions
CALEA	Commission on Accreditation for Law Enforcement Agencies
CALFEMA	California Federal Emergency Management Agency
CALFIRE	California Department of Forestry and Fire Protection
CalPERS	California Public Employees' Retirement System
CASp	Certified Access Specialist Program
CCC	California Coastal Commission
CIP	Capital Improvement Program
CJPIA	California Joint Powers Insurance Authority
COPS	Community Oriented Policing Services
CPI	Consumer Price Index
CRM	Customer Relationship Management
CSMFO	California Society of Municipal Finance Officers
CVB	Conference and Visitors Bureau
EDU	Equivalent Dwelling Unit
FAM	Familiarization trip
FTE	Full-time Equivalent Position
FY	Fiscal Year
GAAP	Generally Accepted Accounting Principles
GASB	Governmental Accounting Standards Board
GDP	Gross Domestic Product

GF	General Fund
GFOA	Government Finance Officers Association
IT	Information Technology
LAFCO	Local Agency Formation Commission
LBID	Lodging Business Improvement District
MFR	Multi-Family Residential
MOU	Memorandum of Understanding
NFPA	National Fire Protection Agency
OPEB	Other Post Employment Benefits
PB	Pismo Beach
PD	Police Department
PEG	Public Educational and Governmental
PEPRA	Public Employees' Pension Reform Act of 2013
PERS	Public Employees Retirement System
PFA	Public Financing Authority
PFA2	Public Financing Agency
PIO	Public Information Officer
POA	Police Officers Association
RDA	Redevelopment Agency
RevPAR	Hotel Revenue Per Available Room
SCAT	South County Area Transit
SEIU	Service Employees International Union, Local 620
SFR	Single Family Residential
SLO	San Luis Obispo
SLOCOG	San Luis Obispo County Council of Governments
SLORTA	San Luis Obispo Regional Transit Authority
SRF	State Revolving Fund
SWMP	Storm Water Management Plan

TED	Tourism & Events Department
TOT	Transient Occupancy Tax
TMD	Tourism Marketing District
VFD	Variable Frequency Drive

Glossary

Abatement: A reduction or elimination of a real or personal property tax, motor vehicle excise, a fee, charge, or special assessment imposed by a governmental unit. Granted only on application of the person seeking the abatement and only by the committing governmental unit.

Account: A subdivision within a fund for the purpose of classifying transactions.

Account number: A numeric identification of the account, typically, a unique number or series of numbers. The City of Pismo Beach's number structure is comprised of 6 fields of characters. The first field is 4 characters long and identifies the various unique FUNDS within the account system. The next three fields identify the Departments (2 characters), Divisions (3 characters), and Activities (4 characters) within the City. The fifth field contains 5 characters and identifies the OBJECT CODE of the account number. The final field contains six (6) characters and identifies the PROJECT or if there is no project. The combination of the six fields makes up the account number.

Accounting System: The total structure of records and procedures that identify record, classify, and report information on the financial position and operations of a governmental unit or any of its funds, account groups, and organizational components.

Accrual basis or accrual method: Accounting method whereby income and expense items are recognized as they are earned or incurred, even though they may not have been received or actually paid in cash. The alternative is Cash Basis. The City of Pismo Beach uses the widely recognized method of Modified Accrual Basis of accounting.

Accrued Interest: The amount of interest that has accumulated on the debt since the date of the last interest payment, and on the sale of a bond, the amount accrued up to but not including the date of delivery (settlement date). (See Interest)

Actual: The recorded expenditure for a specific account number. The *actual* columns, referenced in this document, report the expenditures as audited by an independent auditor.

Adopted Budget: A budget which typically has been reviewed by the public and adopted (approved) by the City Council prior to the start of the fiscal year. The Adopted Budget is the legal authority to expend money for specified purposes in the fiscal year time period.

Amortization: The gradual repayment of an obligation over time and in accordance with a predetermined payment schedule.

Appropriate: Set apart for, or assign to, a particular purpose or use.

Appropriate expenditure: A budget amount set-aside for a specific acquisition or purpose.

Appropriation: An authorization by the City Council to make expenditures and to incur obligation for specific amounts and purposes. For most local governments, the Adopted Budget document is the source for all or most appropriations. All annual appropriations lapse at the end of the fiscal year.

Arbitrage: As applied to municipal debt, the investment of tax-exempt bonds or note proceeds in higher yielding, taxable securities. Section 103 of the Internal Revenue Service (IRS) Code restricts this practice and requires (beyond certain limits) that earnings be rebated (paid) to the IRS.

Assessed Valuation: A value assigned to real estate or other property by a government as the basis for levying taxes.

Assessments: Charges made to parties for actual services or benefits received.

Audit: An examination of a community's financial systems, procedures, and data by a certified public accountant (independent auditor), and a report on the fairness of financial statements and on local compliance with statutes and regulations. The audit serves as a valuable management tool in evaluating the fiscal performance of a community.

Audit Report: Prepared by an independent auditor, an audit report includes: (a) a statement of the scope of the audit; (b) explanatory comments as to application of auditing procedures; (c) findings and opinions. It is almost always accompanied by a management letter which contains supplementary comments and recommendations.

Authority: A governmental or public agency created to perform a single function or a restricted group of related activities.

Authorized positions: Employee positions, which are authorized in the Adopted Budget, to be filled during the year.

Available Funds: Balances in the various fund types that represent non-recurring revenue sources. As a matter of sound practice, they are frequently appropriated to meet unforeseen expenses, for capital expenditures or other one-time costs.

Available Fund Balance: Funds remaining from prior years that are available for appropriation and expenditure in the current year.

Balance Sheet: A statement that discloses the assets, liabilities, reserves and equities of a fund or governmental unit at a specified date.

Base budget: Cost of continuing the existing levels of service in the current budget year.

Betterments (Special Assessments): Whenever a specific area of a community receives benefit from a public improvement (e.g., water, sewer, sidewalk, etc.), special property taxes may be assessed to reimburse the governmental entity for all or part of the costs it incurred. Each parcel receiving benefit from the improvement is assessed for its proportionate share of the cost of such improvements. The proportionate share may be paid in full or the property owner may request that the assessors apportion the betterment over 20 years. Over the life of the betterment, one year's apportionment along with one year's committed interest computed from October 1 to October 1 is added to the tax bill until the betterment has been paid.

Bond: A means to raise money through the issuance of debt. A bond issuer/borrower promises in writing to repay a specified sum of money, alternately referred to as face value, par value or bond principal, to the buyer of the bond on a specified future date (maturity date), together with periodic interest at a specified rate. The term of a bond is always greater than one year. (See Note)

Bond and Interest Record: (Bond Register) – The permanent and complete record maintained by a treasurer for each bond issue. It shows the amount of interest and principal coming due each date and all other pertinent information concerning the bond issue.

Bonds Authorized and Unissued: Balance of a bond authorization not yet sold. Upon completion or abandonment of a project, any remaining balance of authorized and unissued bonds may not be used for other purposes, but must be rescinded by the community's legislative body to be removed from the community's books.

Bond Issue: Generally, the sale of a certain number of bonds at one time by a governmental unit.

Bond Rating (Municipal): A credit rating assigned to a municipality to help investors assess the future ability, legal obligation, and willingness of the municipality (bond issuer) to make timely debt service payments. Stated otherwise, a rating helps prospective investors determine the level of risk associated with a given fixed-income investment. Rating agencies, such as Moody's and Standard and Poor's, use rating systems, which designate a letter or a combination of letters and numerals where AAA is the highest rating and C1 is a very low rating.

Budget: A plan for allocating resources to support particular services, purposes and functions over a specified period of time. (See Performance Budget, Program Budget)

Budget amendments / revisions: The City Council has the sole responsibility for adopting the City's budget, and may amend or supplement the budget at any time after adoption by majority vote. The City Manager and Administrative Services Director have joint authority to approve line item budgetary transfers between expenditure objects of the budget, as long as transfers occur in the same fund and within the same division.

Budgetary basis: The basis of accounting used to estimate financing sources and uses in the budget. The budgetary basis generally takes one of three forms: GAAP, cash, or modified accrual.

Budget message: The opening section of the budget that provides the City Council and the public with a general summary of the most important aspects of the budget and changes from previous years, and presents recommendations made by the City Manager.

Budget year: The fiscal year for which the budget is being considered.

Budgetary unit: An organizational component budgeted separately, usually a department or a division.

Capital Assets: All real and tangible property used in the operation of government, which is not easily converted into cash, and has an initial useful live extending beyond a single financial reporting period. Capital assets include land and land improvements; infrastructure such as roads, bridges, water and sewer lines; easements; buildings and building improvements; vehicles, machinery and equipment. Communities typically define capital assets in terms of a minimum useful life and a minimum initial cost. (See Fixed Assets)

Capital Budget: An appropriation or spending plan that uses borrowing or direct outlay for capital or fixed asset improvements. Among other information, a capital budget should identify the method of financing each recommended expenditure, i.e., tax levy or rates, and identify those items that were not recommended. (See Capital Assets, Fixed Assets)

Capital expenditures: An acquisition or improvement (as distinguished from a repair) that will have a life of more than one year.

Capital improvement budget: Financial plans or authorized expenditures for tangible, long-term construction of, or improvement to, physical public facilities.

Capital Improvement Program or Plan (CIP): A long-term plan for multi-year projects such as street or park improvements, building construction, and various kinds of major facility maintenance. The projects set out in the plan usually require funding beyond the one-year period of the annual budget and the plan details funding sources and expenditure amounts.

Capitalization policy: The criteria used by a government to determine which outlays should be reported as fixed assets.

Capital outlay: Expenditures that result in the acquisition of, or addition to, fixed assets. A capital item is tangible, durable, and non-consumable, costs $5,000 or more, and has a useful life of more than one year.

Carryover: Process of carrying a budgeted and encumbered item from the current fiscal year to the next fiscal year. For example, a purchase order for a budgeted computer purchase is placed in FY 2021. However due to backlog at the computer factory, the computer is shipped in the 2022 Fiscal Year. The budget for FY 2022 did not include a purchase of a computer. The unspent FY 2021 budget for this item is carried over to the next fiscal year and the FY 2022 budget is adjusted (increased) for this purchase.

Cash: Currency, coin, checks, postal and express money orders and bankers' drafts on hand or on deposit with an official or agent designated as custodian of cash and bank deposits.

Cash basis: A basis of accounting in which transactions are recognized only when cash is increased or decreased.

Cash Management: The process of monitoring the ebb and flow of money in an out of municipal accounts to ensure cash availability to pay bills and to facilitate decisions on the need for short-term borrowing and investment of idle cash.

Certificate of Deposit (CD): A bank deposit evidenced by a negotiable or non-negotiable instrument, which provides on its face that the amount of such deposit plus a specified interest payable to a bearer or to any specified person on a certain specified date, at the expiration of a certain specified time, or upon notice in writing.

Classification of Real Property: Assessors are required to classify all real property according to use into one of four classes: residential, open space, commercial, and industrial. Having classified their real property, local officials are permitted to determine locally, within limitations established by statute and the Commissioner of Revenue, what percentage of the tax burden is to be borne by each class of real property and by personal property owners.

Collective Bargaining: The process of negotiating workers' wages, hours, benefits, working conditions, etc., between an employer and some or all of its employees, who are represented by a recognized labor union, regarding wages, hours and working conditions.

Consumer Price Index: The statistical measure of changes, if any, in the overall price level of consumer goods and services. The index is often called the "cost-of-living index." A measure of change in consumer prices as determined by a monthly survey of the U.S. Bureau of Labor Statistics. Many pension and employment contracts are tied to changes in consumer prices as protection against inflation and reduced purchasing power. Among the CPI components are the costs of housing, transportation, and electricity. Also known as the Cost-of-Living Index.

Contingency: A budgetary reserve set aside for emergencies or unforeseen expenditures not otherwise budgeted.

Contract services: Services rendered to a government by private firms, individuals, or other governmental agencies. Examples include maintenance agreements, professional contracts, and tree trimming agreements.

Cost-Benefit Analysis: A decision-making tool that allows a comparison of options based on the level of benefit derived and the cost to achieve the benefit from different alternatives.

Debt Burden: The amount of debt carried by an issuer usually expressed as a measure of value (i.e., debt as a percentage of assessed value, debt per capita, etc.). Sometimes debt burden refers to debt service costs as a percentage of the total annual budget.

Debt Service: The repayment cost, usually stated in annual terms and based on an amortization schedule, of the principal and interest on any particular bond issue.

Deficit: The excess of an entity’s liabilities over its assets, or the excess of expenditures or expenses over revenues during a single accounting period.

Department: A basic organizational unit of government that is functionally unique in its delivery of services. The components are hierarchically arranged as follows: department (such as Public Works), and division (such as Utilities Division).

Depreciation: The loss in value of an asset over time due to physical changes, obsolescence, or factors outside of the asset.

Designated fund balance: A portion of unreserved fund balance designed by City policy for a specific future use.

Development-related fees: Fees and charges generated by building, development, and growth in a community. Included in development-related fees are building permits, development review fees, and zoning and subdivision fees.

Disbursement: The expenditure of monies from an account.

Division: An organizational component of a department.

Encumbrance: A reservation of funds to cover obligations arising from purchase orders, contracts, or salary commitments that are chargeable to, but not yet paid from, a specific appropriation account.

Enterprise Funds: An enterprise fund is a separate accounting and financial reporting mechanism for municipal services for which a fee is charged in exchange for goods or services. It allows a community to demonstrate to the public the portion of total costs of a service that is recovered through user charges and the portion that is subsidized by the tax levy, if any. With an enterprise fund, all costs of service delivery—direct, indirect, and capital costs—are identified. This allows the community to recover total service costs through user fees if it chooses. Enterprise accounting also enables communities to reserve the "surplus" or net assets unrestricted generated by the operation of the enterprise rather than closing it out to the general fund at year-end. Services that may be treated as enterprises include, but are not limited to, water, sewer, hospital, and airport services.

Equalized Valuations (EQVs): The determination of the full and fair cash value of all property in the community that is subject to local taxation.

Estimated Receipts: A term that typically refers to anticipated local revenues often based on the previous year's receipts and represent funding sources necessary to support a community's annual budget. (See Local Receipts)

Exemptions: A discharge, established by statute, from the obligation to pay all or a portion of a property tax. The exemption is available to particular categories of property or persons upon the timely submission and approval of an application to the assessors. Properties exempt from taxation include hospitals, schools, houses of worship, and cultural institutions. Persons who may qualify for exemptions include disabled veterans, blind individuals, surviving spouses, and seniors.

Expenditure: An outlay of money made by municipalities to provide the programs and services within their approved budget.

Fiduciary Funds: Repository of money held by a municipality in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and other funds. These include pension (and other employee benefit) trust funds, investment trust funds, private- purpose trust funds, and agency funds.

Fiscal Year (FY): The 12-month period for recording financial transactions specified by the City of Pismo Beach as beginning July 1st and ending June 30th.

Fixed Assets: Long-lived, assets such as buildings, equipment and land obtained or controlled as a result of past transactions or circumstances.

Fixed Costs: Costs that are legally or contractually mandated such as retirement, FICA/Social Security, insurance, debt service costs or interest on loans.

Float: The difference between the bank balance for a local government’s account and its book balance at the end of the day. The primary factor creating float is clearing time on checks and deposits. Delays in receiving deposit and withdrawal information also influence float.

Franchise fee: A franchise fee is charged for the privilege of using public rights-of-way and property within the City for public or private purposes. The City currently assesses franchise fees on cable television and utilities.

Full Faith and Credit: A pledge of the general taxing powers for the payment of governmental obligations. Bonds carrying such pledges are usually referred to as general obligation or full faith and credit bonds.

Full-Time Equivalent Position (FTE): Personnel position or fractions thereof based on the full-time definition of forty hours of work per week.

Fund: An accounting entity with a self-balancing set of accounts that are segregated for the purpose of carrying on identified activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations.

Fund Accounting: Organizing financial records into multiple, segregated locations for money. A fund is a distinct entity within the municipal government in which financial resources and activity (assets, liabilities, fund balances, revenues, and expenditures) are accounted for independently in accordance with specific regulations, restrictions or limitations. Examples of funds include the general fund and enterprise funds. Communities whose accounting records are organized according to the Uniform Municipal Accounting System (UMAS) use multiple funds.

Fund balance: The excess of assets of a fund over liabilities, reserves and carry-overs.

GASB 34: A major pronouncement of the Governmental Accounting Standards Board that establishes new criteria on the form and content of governmental financial statements. GASB 34 requires a report on overall financial health, not just on individual funds. It requires more complete information on the cost of delivering value estimates on public infrastructure assets, such as bridges, road, sewers, etc. It also requires the presentation of a narrative statement the government's financial performance, trends and prospects for the future.

GASB 45: This is another Governmental Accounting Standards Board major pronouncement that each public entity accounts for and reports other post-employment benefits in its accounting statements. Through actuarial analysis, municipalities must identify the true costs of the OPEB earned by employees over their estimated years of actual service.

General Fund: The fund used to account for most financial resources and activities governed by the normal appropriation process.

General Obligation Bonds: Bonds issued by a municipality for purposes allowed by statute that are backed by the full faith and credit of its taxing authority.

Governing Body: A council, board, committee, commission, or other executive or policymaking body of a municipality or school district.

Indirect Cost: Costs of a service not reflected in the operating budget of the entity providing the service. An example of an indirect cost of providing water service would be the value of time spent by non-water department employees processing water bills. A determination of these costs is necessary to analyze the total cost of service delivery. The matter of indirect costs arises most often in the context of enterprise funds.

Interest: Compensation paid or to be paid for the use of money, including amounts payable at periodic intervals or discounted at the time a loan is made. In the case of municipal bonds, interest payments accrue on a day-to-day basis, but are paid every six months.

Interest Rate: The interest payable, expressed as a percentage of the principal available for use during a specified period of time. It is always expressed in annual terms.

Investments: Securities and real estate held for the production of income in the form of interest, dividends, rentals or lease payments. The term does not include fixed assets used in governmental operations.

Line Item Budget: A budget that separates spending into categories, or greater detail, such as supplies, equipment, maintenance, or salaries, as opposed to a program budget.

Local Aid: Revenue allocated by the state or counties to municipalities and school districts.

Maturity Date: The date that the principal of a bond becomes due and payable in full.

Modified accrual basis or modified accrual method: Accounting method whereby income and expense items are recognized as they are available and measurable.

Municipal(s): (As used in the bond trade) "Municipal" refers to any state or subordinate governmental unit. "Municipals" (i.e., municipal bonds) include not only the bonds of all political subdivisions, such as cities, towns, school districts, special districts, counties but also bonds of the state and agencies of the state.

Net working capital: Net working capital is the aggregate amount of all current assets and current liabilities. It is used to measure the short-term liquidity of a business/enterprise fund.

Note: A short-term loan, typically with a maturity date of a year or less.

Objects of Expenditures: A classification of expenditures that is used for coding any department disbursement, such as “personal services,” “expenses,” or “capital outlay.”

Official Statement: A document prepared for potential investors that contains information about a prospective bond or note issue and the issuer. The official statement is typically published with the notice of sale. It is sometimes called an offering circular or prospectus.

Operating Budget: A plan of proposed expenditures for personnel, supplies, and other expenses for the coming fiscal year.

Overlapping Debt: A community's proportionate share of the debt incurred by an overlapping government entity, such as a regional school district, regional transit authority, etc.

Performance Budget: A budget that stresses output both in terms of economy and efficiency.

Principal: The face amount of a bond, exclusive of accrued interest.

Program: A combination of activities to accomplish an end.

Program Budget: A budget that relates expenditures to the programs they fund. The emphasis of a program budget is on output.

Proprietary funds: These funds account for records of operations similar to those found in a business, such as enterprise funds and internal service funds.

Public Employees' Retirement System (PERS): The state retirement system for city and other public employees that provides its members with benefits at retirement or upon disability or death.

Purchased Services: The cost of services that are provided by a vendor.

Refunding of Debt: Transaction where one bond issue is redeemed and replaced by a new bond issue under conditions generally more favorable to the issuer.

Reserve Fund: An amount set aside annually within the budget of a town to provide a funding source for extraordinary or unforeseen expenditures.

Revaluation: The assessors of each community are responsible for developing a reasonable and realistic program to achieve the fair cash valuation of property in accordance with constitutional and statutory requirements. The nature and extent of that program will depend on the assessors’ analysis and consideration of many factors, including, but not limited to, the status of the existing valuation system, the results of an in-depth sales ratio study, and the accuracy of existing property record information.

Revenue Anticipation Note (RAN): A short-term loan issued to be paid off by revenues, such as tax collections and state aid. RANs are full faith and credit obligations.

Revenue Bond: A bond payable from and secured solely by specific revenues and thereby not a full faith and credit obligation.

Revolving Fund: Allows a community to raise revenues from a specific service and use those revenues without appropriation to support the service.

Sale of Real Estate Fund: A fund established to account for the proceeds of the sale of municipal real estate other than proceeds acquired through tax title foreclosure.

Stabilization Fund: A fund designed to accumulate amounts for capital and other future spending purposes, although it may be appropriated for any lawful purpose.

Surplus Revenue: The amount by which cash, accounts receivable, and other assets exceed liabilities and reserves.

Tax Rate: The amount of property tax stated in terms of a unit of the municipal tax base; for example, $14.80 per $1,000 of assessed valuation of taxable real and personal property.

Tax Title Foreclosure: The procedure initiated by a municipality to obtain legal title to real property already in tax title and on which property taxes are overdue.

Transient Occupancy Tax (TOT): A tax collected by the operators of hotels and motels located within the city, on behalf of the City. This tax is then remitted to the City.

Trust Fund: In general, a fund for money donated or transferred to a municipality with specific instructions on its use. As custodian of trust funds, the treasurer invests and expends such funds as stipulated by trust agreements, as directed by the commissioners of trust funds or by the community's legislative body. Both principal and interest may be used if the trust is established as an expendable trust. For non-expendable trust funds, only interest (not principal) may be expended as directed.

Unassigned fund balance: Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

Uncollected Funds: Recently deposited checks included in an account's balance but drawn on other banks and not yet credited by the Federal Reserve Bank or local clearinghouse to the bank cashing the checks. (These funds may not be loaned or used as part of the bank's reserves and they are not available for disbursement.)

Undesignated Fund Balance: Monies in the various government funds as of the end of the fiscal year that are neither encumbered nor reserved, and are therefore available for expenditure once certified as part of free cash.

Unreserved Fund Balance (Surplus Revenue Account): The amount by which cash, accounts receivable, and other assets exceed liabilities and restricted reserves. It is akin to a "stockholders' equity" account on a corporate balance sheet. It is not, however, available for appropriation in full because a portion of the assets listed as "accounts receivable" may be taxes receivable and uncollected. (See Free Cash)

Work Plan budget items: Programs and services which departments and Council have added over their base budget, primarily to implement City goals.

Valuation (100 Percent): The legal requirement that a community's assessed value on property must reflect its market, or full and fair cash value.