

Proposed Fiscal Year 2027 Budget Type B



Board Presentation
June 8, 2026



Budget Overview- Economic Development

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Beginning Fund Balance	14,760,259	7,630,448	9,466,302	9,466,302	4,146,175
Total Revenue	5,075,826	4,787,483	4,787,483	4,850,936	4,842,443
Total Expenditures	10,369,784	8,809,091	12,022,642	10,171,063	3,850,978
Ending Fund Balance	9,466,302	3,608,840	2,231,143	4,146,175	5,137,640



Proposed Revenue Economic Development

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Sales Tax*	4,599,013	4,576,371	4,576,371	4,620,388	4,666,591
Interest and Investment Income	476,813	211,112	211,112	230,548	175,852
Total	5,075,826	4,787,483	4,787,483	4,850,936	4,842,443

*50% of 1/8 cent voter approved sales tax



Proposed Expenses Economic Development

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Economic Development	313,456	346,284	346,284	344,706	346,284
Major Business Incentive Project	766,742	3,450,000	5,637,374	3,787,374	900,000
Small Business Projects	2,131,266	1,175,225	2,161,018	2,161,018	1,226,750
Administration	57,469	10,000	50,383	50,383	62,000
Type B Incentives	835,000	-	-	-	-
Operating Transfers Out	-	-	-	-	968,400
Transfer to General Fund	114,408	238,932	238,932	238,932	347,544
Transfer to Streets Fund	2,380,000	-	-	-	-
Transfer to CIP	1,350,625	3,588,650	3,588,650	3,588,650	-
Transfer to Streets CIP	2,420,818	-	-	-	-
Total	10,369,784	8,809,091	12,022,642	10,171,063	3,850,978



Major Business Incentives

Projects	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
NEXT Sports Complex	1,850,000	1,850,000	-	-
Texas A & M Drones	-	187,374	187,374	-
South Texas Military Housing	500,000	500,000	500,000	500,000
Homewood Suites Hotel	400,000	400,000	400,000	400,000
Air Service Minimum Revenue Guarantee	700,000	700,000	700,000	-
Texas State Aquarium Parking Lot	-	2,000,000	2,000,000	-
Total	3,450,000	5,637,374	3,787,374	900,000



Small Business Projects

	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Texas A&M Internship	200,000	246,201	246,201	199,500
Del Mar College Internship	150,000	208,061	208,061	150,000
Del Mar College - PTAC/APEX	160,000	193,411	193,411	160,000
Del Mar College - CRC	150,000	209,041	209,041	150,000
Del Mar College - SBDC	150,000	150,000	150,000	198,750
Del Mar College: Enhanced Skills Training	-	748,228	748,228	-
Del Mar College: Cyber Center	195,000	235,851	235,851	195,000
Lift Fund	75,000	75,000	75,000	75,000
SCORE	95,225	95,225	95,225	98,500
Total	1,175,225	2,161,018	2,161,018	1,226,750



Budget Overview-Housing

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Beginning Fund Balance	2,908,895	2,473,105	2,500,729	2,500,729	2,011,210
Total Revenue	811,846	575,107	575,107	585,857	563,830
Total Expenditures	1,220,011	75,376	1,075,376	1,075,376	1,101,728
Ending Fund Balance	2,500,729	2,972,836	2,000,460	2,011,210	1,473,312



Proposed Revenue-Housing

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Sales Tax*	500,000	500,000	500,000	500,000	500,000
Interest and Investment Income	141,286	63,830	63,830	73,202	63,830
Transfer from Type A	170,560	11,277	11,277	12,655	-
Total	811,846	575,107	575,107	585,857	563,830

*First 500k of 50% of 1/8 cent voter approved sales tax; remaining goes to Type B - Streets



Proposed Expenses-Housing

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Affordable Housing	1,160,100	-	1,000,000	1,000,000	1,000,000
Administration	55	10,000	10,000	10,000	10,000
Transfer to General Fund	59,856	65,376	65,376	65,376	91,728
Total	1,220,011	75,376	1,075,376	1,075,376	1,101,728



Affordable Housing

Projects	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Future Projects	-	-	-	1,000,000
Palo Verde Senior Apartments	-	1,000,000	1,000,000	-
Palms at Morris	1,160,100	-	-	-
Total	1,160,100	1,000,000	1,000,000	1,000,000



Budget Overview-Streets

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Beginning Fund Balance	-	87,394	123,223	123,223	76,478
Total Revenue	4,175,746	4,099,884	4,099,884	4,137,871	4,166,591
Total Expenditures	4,052,523	4,187,278	4,187,278	4,184,616	4,243,069
Ending Fund Balance	123,223	-	35,829	76,478	-



Proposed Revenue-Streets

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Sales Tax*	4,099,013	4,076,371	4,076,371	4,120,387	4,166,591
Interest and Investment Income	76,733	23,513	23,513	17,484	-
Total	4,175,746	4,099,884	4,099,884	4,137,871	4,166,591

*50% of 1/8 cent voter approved sales tax after first 500k to Type B - Housing



Proposed Expenses-Streets

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
BJD - Administration	341	10,000	10,000	7,338	10,000
Transfer to Street CIP	3,980,182	4,112,226	4,112,226	4,112,226	4,120,761
Transfer to General Fund	72,000	65,052	65,052	65,052	112,308
Total	4,052,523	4,187,278	4,187,278	4,184,616	4,243,069



FY27 Proposed CIP Projects

Alameda Street	\$4,120,761
Total FY 2027 Proposed Projects	\$4,120,761



Budget Overview-Facilities Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Beginning Fund Balance	-	-	-	-	5,219
Total Revenue	-	4,579,871	1,877,218	1,877,218	4,670,091
Total Expenditures	-	78,872	1,873,372	1,871,999	4,463,364
Ending Fund Balance	-	4,500,999	3,846	5,219	211,946



Proposed Revenue- Facilities Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Sales Tax*	-	4,576,371	1,873,718	1,873,718	4,666,591
Interest and Investment Income	-	3,500	3,500	3,500	3,500
Total	-	4,579,871	1,877,218	1,877,218	4,670,091

*50% of 1/8 cent voter approved sales tax



Proposed Expenses- Facilities Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Facilities Administration	-	5,000	5,000	3,627	5,000
Facilities Maintenance	-	-	-	-	100,000
Transfer to General Fund	-	73,872	73,872	73,872	158,364
Transfer to CIP Fund	-	-	1,794,500	1,794,500	4,200,000
Total	-	78,872	1,873,372	1,871,999	4,463,364



FY27 Proposed CIP Projects

Museum of Science & History HVAC	\$1,200,000
Art Museum HVAC System	\$1,168,000
Harbor Playhouse – Building & HVAC	\$882,000
Hilliard Center Struct. Repair & Life Safety	\$500,000
Museum of Science & History Improv.	\$450,000
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Total FY 2027 Proposed Projects	\$4,200,000



Budget Streets Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Beginning Fund Balance	-	-	-	-	1,872,574
Total Revenue	-	4,579,871	1,877,218	1,877,218	4,670,091
Total Expenditures	-	4,644	4,644	4,644	6,455,577
Ending Fund Balance	-	4,575,227	1,872,574	1,872,574	87,088



Proposed Revenue- Streets Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Sales Tax*	-	4,576,371	1,873,718	1,873,718	4,666,591
Interest and Investment Income	-	3,500	3,500	3,500	3,500
Total	-	4,579,781	1,877,218	1,877,218	4,670,091

*50% of 1/8 cent voter approved sales tax



Proposed Expenses- Streets Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Street Administration	-	-	-	-	5,000
Transfer to General Fund	-	4,644	4,644	4,644	11,508
Transfer to CIP Fund	-	-	-	-	6,439,069
Total	-	4,644	4,644	4,644	6,455,577



FY27 Proposed CIP Projects

Alameda Street	\$ 5,939,069
Sam Rankin Street	\$500,000
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Total FY 2027 Proposed Projects	\$6,439,069



Budget Seawall & Citywide Flood Control Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Beginning Fund Balance	-	-	-	-	3,713,367
Total Revenue	-	4,539,530	3,764,463	3,764,463	9,340,182
Total Expenditures	-	52,700	52,700	51,096	11,952,112
Ending Fund Balance	-	4,486,830	3,711,763	3,713,367	1,101,437



Proposed Revenue- Seawall & Citywide Flood Control Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Sales Tax*	-	4,536,030	3,760,963	3,760,963	9,333,182
Interest and Investment Income	-	3,500	3,500	3,500	7,000
Total	-	4,539,530	3,764,463	3,764,463	9,340,182

*1/8 cent voter approved sales tax



Proposed Expenses- Seawall & Citywide Flood Control Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Seawall & Flood Control Administration	-	5,000	5,000	3,396	5,000
Transfer to General Fund	-	47,700	47,700	47,700	128,112
Transfer to CIP Fund	-	-	-	-	11,819,000
Total	-	52,700	52,700	51,096	11,952,112



FY27 Proposed CIP Projects

Coastal Resiliency Analysis & Master Plan	\$5,324,000
Floodwall Upgrades at Science Museum	\$4,255,000
Marina Breakwater	\$1,120,000
Marina Bulkheads	\$1,120,000
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Total FY 2027 Proposed Projects	\$11,819,000