

# Proposed Fiscal Year 2027 Budget Type B



Board Presentation  
May 18, 2026



# Budget Overview- Economic Development

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	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
<b>Beginning Fund Balance</b>	<b>14,760,259</b>	<b>7,630,448</b>	<b>9,466,302</b>	<b>9,466,302</b>	<b>4,145,502</b>
Total Revenue	5,075,826	4,787,483	4,787,483	4,850,936	4,620,388
Total Expenditures	10,369,784	8,809,091	12,022,642	10,171,735	2,834,663
<b>Ending Fund Balance</b>	<b>9,466,302</b>	<b>3,608,840</b>	<b>2,231,143</b>	<b>4,145,502</b>	<b>5,931,228</b>

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# 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	4,620,388
Interest and Investment Income	476,813	211,112	211,112	230,548	-
<b>Total</b>	<b>5,075,826</b>	<b>4,787,483</b>	<b>4,787,483</b>	<b>4,850,936</b>	<b>4,620,388</b>

\*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	3,788,046	900,000
Small Business Projects	2,131,266	1,175,225	2,161,018	2,161,018	1,275,500
Administration	57,469	10,000	50,383	50,383	62,000
Type B Incentives	835,000	-	-	-	-
Transfer to General Fund	114,408	238,932	238,932	238,932	250,879
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	-	-	-	-
<b>Total</b>	<b>10,369,784</b>	<b>8,809,091</b>	<b>12,022,642</b>	<b>10,171,735</b>	<b>2,834,663</b>



# 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	188,046	-
South Texas Military Housing	500,000	500,000	500,000	500,000
Courtyard & Residence Inn	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	-
<b>Total</b>	<b>3,450,000</b>	<b>5,637,374</b>	<b>3,788,046</b>	<b>900,000</b>



# 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	198,750
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
<b>Total</b>	<b>1,175,225</b>	<b>2,161,018</b>	<b>2,161,018</b>	<b>1,275,500</b>



# Budget Overview-Housing

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
<b>Beginning Fund Balance</b>	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	78,645
<b>Ending Fund Balance</b>	2,500,729	2,972,836	2,000,460	2,011,210	2,496,395



# 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	-
<b>Total</b>	<b>811,846</b>	<b>575,107</b>	<b>575,107</b>	<b>585,857</b>	<b>563,830</b>

\*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	-
Administration	55	10,000	10,000	10,000	10,000
Transfer to General Fund	59,856	65,376	65,376	65,376	68,645
<b>Total</b>	<b>1,220,011</b>	<b>75,376</b>	<b>1,075,376</b>	<b>1,075,376</b>	<b>78,645</b>



# Affordable Housing

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



# Budget Overview-Streets

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
<b>Beginning Fund Balance</b>	-	87,394	123,223	123,223	76,478
Total Revenue	4,175,746	4,099,884	4,099,884	4,137,871	4,120,387
Total Expenditures	4,052,523	4,187,278	4,187,278	4,184,616	4,196,865
<b>Ending Fund Balance</b>	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	4,120,387
Interest and Investment Income	76,733	23,513	23,513	17,484	-
<b>Total</b>	<b>4,175,746</b>	<b>4,099,884</b>	<b>4,099,884</b>	<b>4,137,871</b>	<b>4,120,387</b>

\*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	4,118,560
Transfer to General Fund	72,000	65,052	65,052	65,052	68,305
<b>Total</b>	<b>4,052,523</b>	<b>4,187,278</b>	<b>4,187,278</b>	<b>4,184,616</b>	<b>4,196,865</b>



# Budget Overview-Facilities Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
<b>Beginning Fund Balance</b>	-	-	-	-	<b>5,219</b>
Total Revenue	-	4,579,871	1,877,218	1,877,218	4,576,371
Total Expenditures	-	78,872	1,873,372	1,871,999	2,582,566
<b>Ending Fund Balance</b>	-	<b>4,500,999</b>	<b>3,846</b>	<b>5,219</b>	<b>1,999,024</b>



# 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	4,576,371
Interest and Investment Income	-	3,500	3,500	3,500	-
<b>Total</b>	-	<b>4,579,871</b>	<b>1,877,218</b>	<b>1,877,218</b>	<b>4,576,371</b>

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



# Proposed Expenses- Facilities Fund (New)

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	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
Transfer to General Fund	-	73,872	73,872	73,872	77,566
Transfer to CIP Fund	-	-	1,794,500	1,794,500	2,500,000
<b>Total</b>	<b>-</b>	<b>78,872</b>	<b>1,873,372</b>	<b>1,871,999</b>	<b>2,582,566</b>

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# Budget Streets Fund (New)

	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
<b>Beginning Fund Balance</b>	-	-	-	-	<b>1,872,574</b>
Total Revenue	-	4,579,781	1,877,218	1,877,218	4,576,371
Total Expenditures	-	4,644	4,644	4,644	4,876
<b>Ending Fund Balance</b>	-	<b>4,575,227</b>	<b>1,872,574</b>	<b>1,872,574</b>	<b>6,444,069</b>



# 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	4,576,371
Interest and Investment Income	-	3,500	3,500	3,500	-
<b>Total</b>	-	<b>4,579,781</b>	<b>1,877,218</b>	<b>1,877,218</b>	<b>4,576,371</b>

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



# Proposed Expenses- Streets Fund (New)

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	FY 2025 Actual	FY 2026 Adopted Budget	FY 2026 Amended Budget	FY 2026 Estimated Actuals	FY 2027 Proposed Budget
Transfer to General Fund	-	4,644	4,644	4,644	4,876
<b>Total</b>	<b>-</b>	<b>4,644</b>	<b>4,644</b>	<b>4,644</b>	<b>4,876</b>



# 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
<b>Beginning Fund Balance</b>	-	-	-	-	<b>3,713,367</b>
Total Revenue	-	4,539,530	3,764,463	3,764,463	9,152,742
Total Expenditures	-	52,700	52,700	51,096	55,085
<b>Ending Fund Balance</b>	-	<b>4,486,830</b>	<b>3,711,763</b>	<b>3,713,367</b>	<b>12,811,024</b>



# 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	9,152,742
Interest and Investment Income	-	3,500	3,500	3,500	-
<b>Total</b>	<b>-</b>	<b>4,539,530</b>	<b>3,764,463</b>	<b>3,764,463</b>	<b>9,152,742</b>

\*1/8 cent voter approved sales tax



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

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	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	50,085
<b>Total</b>	-	<b>52,700</b>	<b>52,700</b>	<b>51,096</b>	<b>55,085</b>