



# CITY OF HUNTINGTON BEACH

**To:** Honorable Mayor and City Council

**From:** Travis Hopkins, City Manager

**Date:** June 16, 2026

**Subject:** **Supplemental Communication for the Public Hearing Item 9. 26-537: Consider Adopting Resolutions 2026-20, 22, 23, 24, 30, and 31 to Approve the FY 2026/27 Budget, Policies, Taxes, and Fees**

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Revisions to the Public Hearing Item 9. 26-537: Consider Adopting Resolutions 2026-20, 22, 23, 24, 30, and 31 to Approve the FY 2026/27 Budget, Policies, Taxes, and Fees includes:

- FY 2026/27 Proposed Budget for Adoption - Presentation

## SUPPLEMENTAL COMMUNICATION

**Meeting Date:** 6/16/2026

**Agenda Item No.** 9 (26-537)



# **City of Huntington Beach FY 2026/27 Budget Adoption**

# Items Included

- Fiscal Year 2026/27 Proposed Budget
  - All Funds
  - General Fund
  - Crosswalk
- Professional Services Listing
- Master Fee and Charges Schedule
- Revised Financial Policy & Repeal Pension Funding Policy
- GANN Appropriation Limit & Employee Tax Override
- Classification of Wellness Coordinator



# Fiscal Year 2026/27 Proposed Budget

## All Funds

| Revenues                     |                      |
|------------------------------|----------------------|
| Category                     | Amount               |
| Property Taxes               | \$147,798,932        |
| Sales Tax                    | 52,426,499           |
| Franchises                   | 9,076,892            |
| Transient Occupancy Tax      | 16,488,230           |
| Transient Occ Tax-STVR       | 967,767              |
| Utility Users Tax            | 24,358,696           |
| License And Permits          | 10,985,087           |
| Fines And Forfeitures        | 4,180,756            |
| Use Of Money And Prop        | 30,161,960           |
| Revenue From Other Agencies  | 36,220,333           |
| Charges For Current Services | 152,375,699          |
| Other Revenue                | 3,249,303            |
| Non-Operating Revenue        | 104,075,863          |
| <b>Total Revenues</b>        | <b>\$592,366,017</b> |

| Expenditures                 |                      |
|------------------------------|----------------------|
| Department                   | Amount               |
| City Council                 | \$486,364            |
| City Attorney                | 4,159,913            |
| City Clerk                   | 1,575,073            |
| City Treasurer               | 3,841,176            |
| City Manager                 | 4,152,211            |
| Community Development        | 25,406,575           |
| Community & Library Services | 22,198,699           |
| Finance                      | 13,543,970           |
| Fire                         | 76,019,507           |
| Human Resources              | 26,889,067           |
| Police                       | 99,178,549           |
| Public Works                 | 188,006,631          |
| Non-Departmental             | 116,917,376          |
| Information Technology       | 9,990,906            |
| <b>Total Expenditures</b>    | <b>\$592,366,017</b> |

# Fiscal Year 2026/27 Proposed Budget

## General Fund

| Revenues                     |                      |
|------------------------------|----------------------|
| Category                     | Amount               |
| Property Taxes               | \$116,953,606        |
| Sales Tax                    | 52,426,499           |
| Franchises                   | 9,076,892            |
| Transient Occupancy Tax      | 16,488,230           |
| Transient Occ Tax-STVR       | 967,767              |
| Utility Users Tax            | 24,358,696           |
| License And Permits          | 10,855,976           |
| Fines And Forfeitures        | 4,180,756            |
| Use Of Money And Prop        | 27,273,165           |
| Revenue From Other Agencies  | 5,873,710            |
| Charges For Current Services | 34,935,402           |
| Other Revenue                | 2,193,113            |
| Non-Operating Revenue        | 22,697,219           |
| <b>Total Revenues</b>        | <b>\$328,281,031</b> |

| Expenditures                 |                      |
|------------------------------|----------------------|
| Department                   | Amount               |
| City Council                 | \$486,364            |
| City Attorney                | 4,159,913            |
| City Clerk                   | 1,575,073            |
| City Treasurer               | 3,841,176            |
| City Manager                 | 4,049,211            |
| Community Development        | 10,884,742           |
| Community & Library Services | 17,124,863           |
| Finance                      | 5,467,111            |
| Fire                         | 74,612,659           |
| Human Resources              | 2,614,289            |
| Police                       | 98,182,579           |
| Public Works                 | 26,247,419           |
| Non-Departmental             | 70,089,044           |
| Information Technology       | 8,946,588            |
| <b>Total Expenditures</b>    | <b>\$328,281,031</b> |

# Fiscal Year 2026/27 Proposed Budget Crosswalk

Fiscal Year 2026/27 Proposed Budget Crosswalk

| All Funds     | General Fund  | Explanation                                                                                |
|---------------|---------------|--------------------------------------------------------------------------------------------|
| \$589,984,308 | \$327,293,719 | <b>FY 2026/27 Proposed Budget Expenditures Presented During Study Sessions - Beginning</b> |
| 715,808       | 715,808       | Navigation Center (Mercy House)                                                            |
| 618,000       | -             | Streets Maintenance                                                                        |
| 392,901       | 21,504        | Personnel - 2 Additional FTEs - Water Utility Crew Leader - Field Services Representative  |
| 335,000       | -             | Batting Cages                                                                              |
| 250,000       | 250,000       | Helicopter Maintenance                                                                     |
| 70,000        | -             | Irrigation Master Plan                                                                     |
| \$592,366,017 | \$328,281,031 | <b>FY 2026/27 Proposed Budget Expenditures- Ending</b>                                     |
| \$(529,200)   | \$(529,200)   | Revenue from the Navigation Center from the City of Newport Beach                          |
| \$1,852,509   | \$458,112     | <b>Cumulative Variance</b>                                                                 |

# Professional Services Listing

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- As part of the annual budget development process, department heads submit:



A general description of the professional services



The estimated or exact amount needed



The line-item where the funds are budgeted



# Master Fee and Charges Schedule



## New Fees

|  |                                                   |                        |
|--|---------------------------------------------------|------------------------|
|  | Passport Photograph Package                       | \$25                   |
|  | Life Certification                                | \$10                   |
|  | Bicycle Training Fee                              | \$25                   |
|  | Calls for Service (Every 5 Calls)                 | \$5                    |
|  | Booking Reports (Every 5 Reports)                 | \$5                    |
|  | Miscellaneous Records Per Page                    | \$0.25                 |
|  | Certification of Records                          | \$18                   |
|  | Citation Sign-Offs                                | \$15                   |
|  | Evidence Firearms                                 | \$125                  |
|  | Found & Safekeeping Firearms                      | \$75 + Additional Fees |
|  | Classroom #3 / 12-22 – Safety                     | \$41/hour              |
|  | Classroom #3 / 12-22 – Commercial                 | \$46/hour              |
|  | Residential/Multi Family Conex (R/M F C) – Safety | \$67                   |
|  | R/M F C – Commercial                              | \$72                   |
|  | R/M F C Box & Burn Rooms – Safety                 | \$134                  |
|  | R/M F C Box & Burn Rooms – Commercial             | \$144                  |
|  | Main Street Branch Library                        | \$85                   |



## Increased Fees

- Inflation (3%)
- According to Fee Study
- No Increase
  - Determined by Resolutions
  - Court Orders
  - Fee Study



## Fee Study Evaluation Performed in 2023/24

- Recommend Updated Study Every 5 Years
- Next Evaluation Due Fiscal Year 2028/29



# Revised Financial Policy & Repeal Funding Pension Policy

## Direct Deficit Mitigation

Matches Revenue  
To Operational  
Needs

## Enhanced Operational Flexibility

Eliminates Rigid  
Surplus Allocation  
Silos

## Strategic Liquidity Preservation

Halts Voluntary  
Pension  
Prepayments  
Maximize

## Cost Avoidance & Reserve Protection

Protects Reserves  
Avoids Short-Term  
Debt

## Multi-Year Fiscal Stabilization

Surpluses Absorb  
Future Budget  
Déficits

# GANN Appropriation Limit & Employee Tax Override



## GANN Appropriation Limit

- Limits Annual Tax Spending Growth
- Returns Excess Revenue To Taxpayers
- \$1,357,734,424



## Employee Tax Override

- Funds Employee Retirement Obligations Directly
- Secures Restricted Long-Term Revenues
- \$0.015 per \$100 of Assessed Property Values



# Classification of Wellness Coordinator



**Defines Official  
Role And Duties**



**Sets Structured  
Salary Ranges**



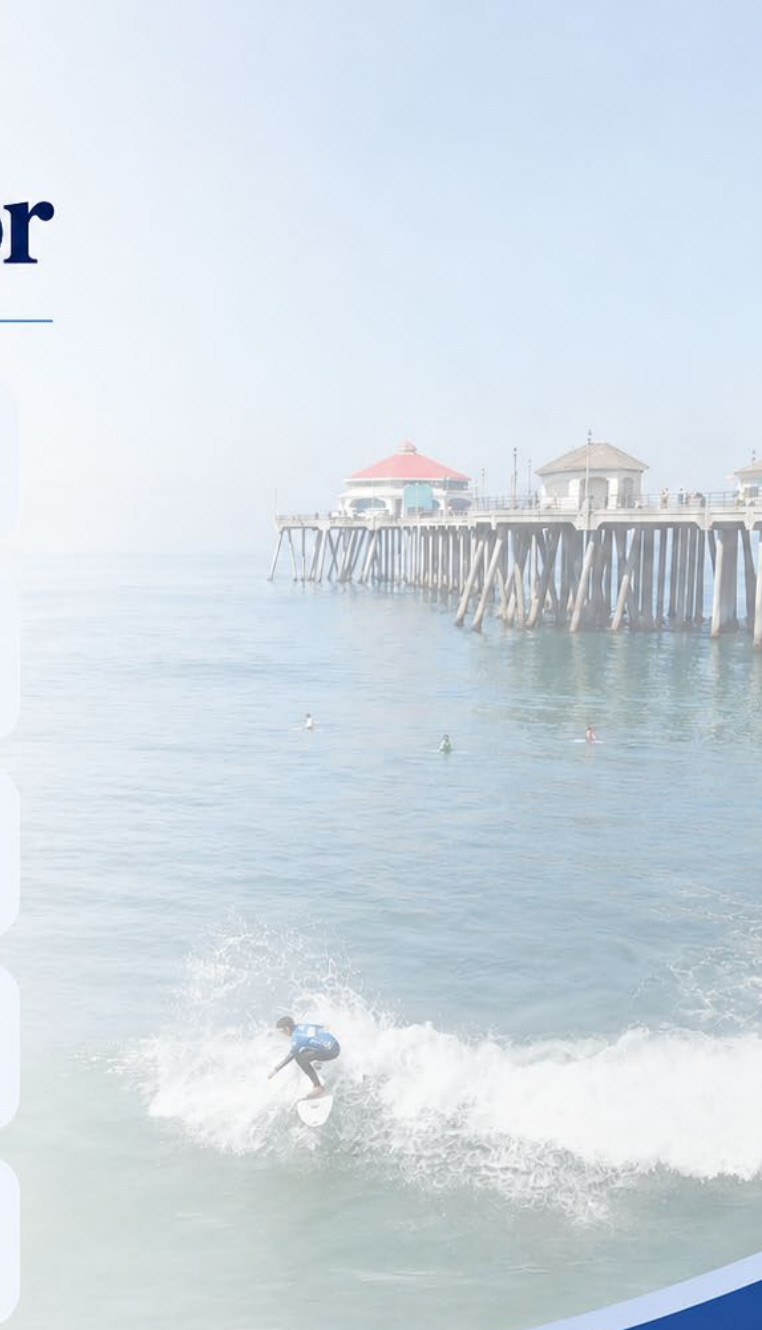
**Establishes Clear  
Organizational Hierarchy**



**Enhances Employee  
Health Programs**



**Promotes Organizational  
Wellness Culture**



# Questions?

