

FY 2025-26 & FY 2026-27 Capital Budget



Office of Resilience and Capital Planning | May 5, 2025

CPC AGENDA

General Fund Dept Capital Budget

Action Item

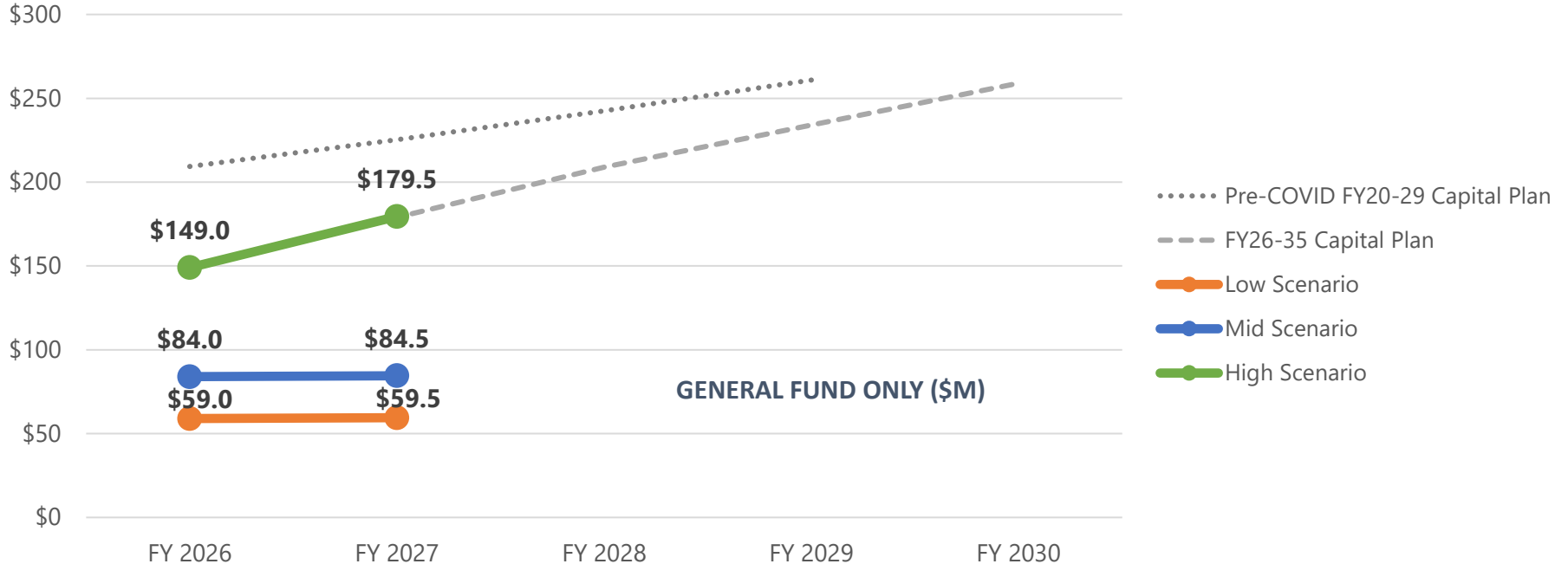
- Approve the FY26 & FY27 Proposed General Fund Dept Capital Budget for recommendation to Board of Supervisors;
- Approve the recommended FY26 & FY27 Certificates of Participation for Streets
 - Admin Code Section 3.21: CPC reviews the Capital Budget to ensure it aligns with recommendations in Capital Plan

CAPITAL BUDGET

Scenario Recap

	CAPITAL PLAN RECOMMENDATION					
	High Scenario (\$M)		Mid Scenario (\$M)		Low Scenario (\$M)	
	FY26	FY27	FY26	FY27	FY26	FY27
General Fund Total	149.0	179.5	84.0	84.5	59.0	59.5
Certificates of Participation	-	-	-	-	-	-
TOTAL	149.0	179.5	84.0	84.5	59.0	59.5

Comparison of Budget Scenarios with Capital Plan (\$M)



CAPITAL BUDGET

Changes to Mid Scenario since April 21

- Addition of two HSH projects to the mid scenario
 - Partial roof replacement at 1001 Polk Street Shelter
 - Elevator repair at 260 Golden Gate Shelter

- Reduced, removed, or delayed funding for projects to fund the shelter projects
 - DT Fiber projects reduced in Y2
 - FAM De Young BMS Replacement reduced
 - SCI Life Support System Equipment project (delayed to Y2)

- Adjustments to two elevator projects with more accurate Y1/Y2 breakdowns
 - YGC Admin Building Elevator Modernization
 - Opera House Elevator Modernization

CAPITAL BUDGET

Changes to Mid & Low Scenarios since April 21

- RED Fund Balance Allocations
 - City Hall Dome project no longer funded
 - 25 Van Ness Elevator Project may not be funded

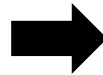
- Small project re-allocations
 - Police projects reduced to fund the POL Stables and Paddocks work
 - FAM adjustments to projects
 - DPH high priority renewal added back to low

CAPITAL BUDGET

Changes to Mid & Low Scenario since April 21

- COP capacity identified and ORCP Staff recommends this capacity allocated to Street Resurfacing work

	ORIGINAL Mid (\$M)		ORIGINAL Low (\$M)	
	FY26	FY27	FY26	FY27
GF (Non-Streets)	75.6	75.7	59	59.5
GF for Streets	8.4	8.8	-	-
GF Total	84.0	84.5	59	59.5
COPs	-	-	-	-
Total	84.0	84.5	59	59.5



	NEW Mid (\$M)		NEW Low (\$M)	
	FY26	FY27	FY26	FY27
GF (Non-Streets)	75.6	75.7	59	59.5
GF for Streets	8.4	8.8	-	-
GF Total	84.0	84.5	59	59.5
COPs	20	20	20	20
Total	104	104.5	79	79.5

CAPITAL BUDGET

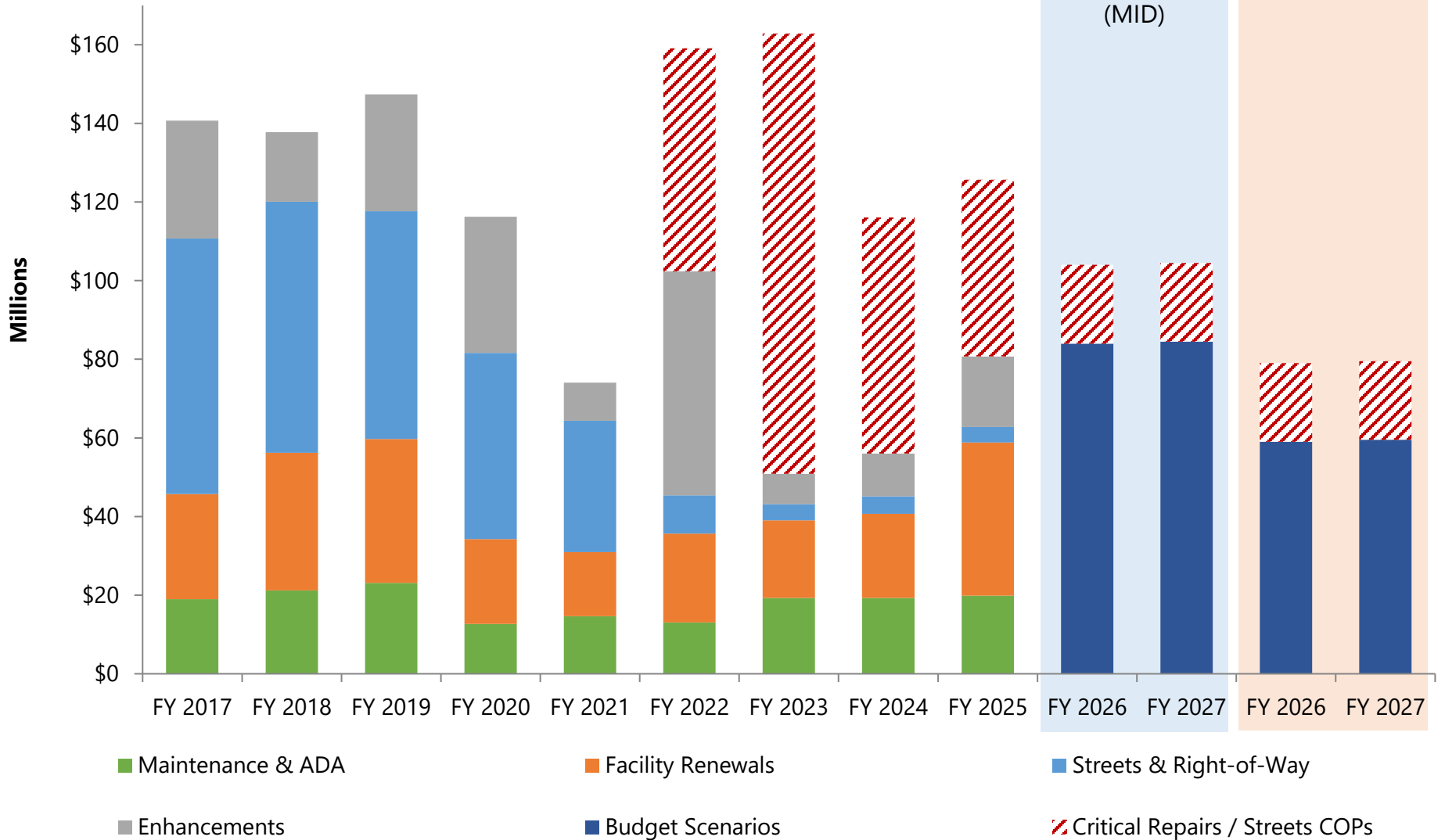
Recommended FY26 & FY27 Certificates of Participation

\$ in millions

Dept	Project	FY26	FY27
PW	Street Resurfacing	20	20
TOTAL		20	20

CAPITAL BUDGET

Past Budgets vs. Mid and Low Scenarios



CAPITAL BUDGET

COP Re-allocation included in Budget Proposal

- Budget will also include a COP re-allocation for SHF COPs approved in prior years

Project	Year of COP funding	Current COP Budget	Proposed Re-allocation	Rationale
CJ2 Elevators CR	FY22 CR	4,000,000	2,000,000	Enables DPW to work on all 4 elevators, increasing efficiency (initial budgeted amount was only enough to do 2 of the 4 elevators).
425 7th Street - Building Management System	FY23 CR	1,400,000	1,200,000	Increase accounts for the increase in costs from the new quote and the 30% for project management costs.
425 7th St. Roof Replacement	FY23 CR	3,425,000	-3,200,000	Current funding is not sufficient for full replacement (roof + equipment). Completed major repairs with roofing money in prior year, which extended the life of roof. Reserving \$225k for minor repairs. Working with DPW to do a full roof assessment.

- No change in the total COP allocation for SHF projects (under the Critical Repairs and Recovery Stimulus Program)

CAPITAL BUDGET

Recommendation

- ORCP Staff recommend that CPC recommends **Mid Scenario** to Board of Supervisors
 - With the COPs shown below for Street Resurfacing
 - With the COP Re-allocation for SHF projects
- The Mayor's Office may determine that revenue is not available to fund the Mid Scenario, and fund the Low Scenario

	Medium Scenario (\$M)		Low Scenario (\$M)	
	FY25	FY26	FY25	FY26
General Fund	84	84.5	59	59.5
Certificates of Participation	20	20	20	20
TOTAL	104	104.5	79	79.5

CAPITAL BUDGET

Projects Eliminated / Reduced in Low Scenario

- 51 projects (which are funded in the Mid Scenario) are either eliminated or reduced in the Low Scenario
- 12 departments impacted
- DPW has the largest cuts
 - Street Resurfacing general fund dollars are eliminated in low
 - The Curb Ramps program is cut by 50% from mid to low
 - Pothole repair cut 25% from mid to low
- DPH also has very large cuts
 - Y2 funded cut for the high priority LHH – Nurse Call Replacement
 - LHH – Emergency Power (Gap Funding) eliminated in Low

Dept	# of Projects	Total \$M Reduction
DPW	10	24.7
DPH	7	11.9
JUV	2	3.6
FIR	4	2.3
SHF	5	2.0
ART	5	1.2
FAM	7	1.1
HOM	2	1.0
SCI	2	0.7
AAM	2	0.7
TIS	2	0.7
POL	3	0.3
Total	51	50.0

CAPITAL BUDGET

Top priority projects reduced / eliminated in Low

HIGHEST PRIORITY PROJECTS, RANKED BY SIZE OF REDUCTION

Dept	Project	Total Reduction (both years combined)
DPW	Street Resurfacing and Reconstruction	17,220,000
DPH	LHH - Nurse Call Replacement	5,500,000
DPH	LHH - Emergency Power (Gap Funding)	4,500,000
DPW	Curb Ramps Program	4,000,000
JUV	YGC Admin Building Elevator Modernization	3,000,000
FIR	Roof Replacements	1,500,000
DPW	Public Works - Pothole Repair	1,000,000
SHF	CJ2 and CJ3 Infrastructure Reinforcement and Safety Upgrades	1,000,000
DPH	LHH - Kitchen Dishwasher Replacement	600,000
DPH	DPH System Wide Security Improvements	600,000
FIR	Emergency Generator Replacements & Maintenance	500,000
HOM	1001 Polk Next Door Adult Shelter roof replacement	500,000
SHF	San Bruno CJ3 Water Heaters	500,000
ART	Civic Art Collection - Restoration Program	350,000
TIS	DT Fiber Backbone	250,000
FIR	Boiler System Replacement	100,000

CAPITAL BUDGET

Summary

- 2-Year GF Investment: **\$168.5M** (*\$118.5M in Low Scenario*)
 - 2-Year Certificates of Participation: **\$40.0M**
 - 2-Year Other Sources Investment: **\$221.2M**
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- TOTAL 2-Year Proposed Investment: **\$429.7M** (*\$389.7M in Low Scenario*)

Questions & Comments

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CAPITAL BUDGET

Recommended Non-General Fund Capital Sources

\$ in millions

Funding Source	Dept. receiving funds	FY25	FY26	2-Year Total
State	DPW	46.3	46.6	92.9
Other*	REC	2.3	71.9	74.2
Library Preservation Fund	LIB	12.6	1.9	14.5
RED Fund Balance	ADM	12.9	0.0	12.9
Open Space Fund	REC	6.4	6.3	12.7
MOS Fund Balance	ADM	5.0	2.5	7.5
Marina Fees	REC	3.2	0.9	4.1
Golf Fund	REC	0.6	0.6	1.1
Developer Funds	REC	0.3	0.3	0.6
Area Plan Impact Fees	REC	0.2	0.2	0.4
Lease Revenue	REC	0.1	0.1	0.2
TOTAL		89.9	131.3	221.2

*Other includes \$70M for the SF Marina Remediation and Improvement Project, along with four smaller REC projects