



## Local Revenue Measure

### FY 2026-27 Supplemental Budget

The Local Revenue Measure (LRM) is a 1.5 percent local sales tax approved by City voters in November 2020 that went into effect on April 1, 2021. It replaced the previous 0.5 percent local sales tax approved by City voters in November 2014. The revenue provided by this measure has become instrumental in maintaining public infrastructure and delivering critical operating programs to address emerging needs identified by the community.

#### Local Revenue Measure Ballot Language (G-20)

*“To protect City of San Luis Obispo’ s financial stability; maintain fire/community safety, health emergency/disaster preparedness; protect creeks from pollution; address homelessness; keep public areas clean/ safe; retain local businesses; maintain youth/senior services, streets, open space/natural areas, and other general services, by extending voter- approved funding at a 1.5¢ rate, providing approximately \$21,600,000 annually until ended by voters; requiring audits/ all funds used locally”*

#### Revenue Forecast

The Local Revenue Measure forecast was provided by the City’s sales tax consultants in April 2026 based on actual results through December 2025. This forecast is based on data segmented at the industry group level with unique growth rates for each, and factors in known business openings and closures.

The forecast, detailed below, assumes modest growth rates in the current fiscal year and the next after several years of sub inflationary growth.

	Actuals		Budget	
	FY 2024-25	FY 2025-26	FY 2026-27	
Local Revenue Measure	\$ 30,926,285	\$ 31,572,000	\$ 32,284,000	
YoY Growth	1.1%	2.1%	2.3%	

#### Budget by Priority

The City strives to align funding allocations with community priorities. These allocations change year to year based on emerging needs, large scale projects, and project readiness. The total allocations of Local Revenue Measure funds for operating and capital expenditures are detailed in the table below:

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Total Budget by Priority	FY 2026-27	% of Total
Street Maintenance and Transportation	\$ 8,048,580	25%
Community Safety and Emergency Preparedness	5,658,993	18%
Creek and Flood Protection	5,594,083	17%
Protect Financial Stability	4,753,592	15%
Youth/Senior Services and Recreational Facilities	2,969,779	9%
Open Space/Natural Areas Preservation and Maintenance	1,805,634	6%
Other Services and Projects	1,038,945	3%
Address Homelessness	992,462	3%
Economic Development and Business Retention	774,420	2%
Safe and Clean Public Areas	647,511	2%
<b>Total</b>	<b>\$ 32,284,000</b>	<b>100%</b>

These priorities also receive funding from other sources including the General Fund and in some cases, certain enterprise funds.

### Changes from Financial Plan

The priority allocations above reflect the community's feedback from development of the 2025-27 Financial Plan. Changes to recommended operating budget allocations since plan development reflect typical year to year changes in salaries and benefits and employee turnover. Changes to Capital Improvement Program (CIP) budget allocations are based project readiness and available resources.

Detailed budget allocations are listed in the tables below.

### Capital Expenditures Budget:

Capital expenditures create or maintain long term assets for community benefit. The tables below detail funding by project for capital expenditures:

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<b>Capital Expenditures</b>	<b>FY 2026-27</b>
<b>LRM Priority: Community Safety and Emergency Preparedness</b>	<b>\$ 1,901,133</b>
Fire Station 3&4 Remodel	350,000
1042 Walnut (Police Station) EV Charging Station	300,000
Station 5 Fire Apparatus	240,000
1106 Walnut HVAC Controls	200,000
Fire Station 1 Vehicle Wash Area	150,000
Various City Facilities EV Charging Stations	115,000
Police Building - 1042 TI (Hydronic System)	115,000
Patrol - Type VI Fire Engine	106,133
Police Building - 1042 TI (HVAC Package Unit Replacement)	70,000
Corporation Yard EV Charging Station	65,000
Public Safety Center Programming	60,000
Police Patrol Electric SUV (1 -2 Vehicles Per Year) EV	50,000
City Hall Fire Alarm Fire Alarm Control Panel	30,000
Investigations Mini Van (1614) Hybrid	30,000
Investigations SUV (1535)	20,000
<b>LRM Priority: Creek and Flood Protection</b>	<b>5,318,315</b>
Pismo Street Retaining Wall Adjacent to Vista Grande	1,900,000
Mitigation Planting (Storm Response and Recovery)	1,583,315
Drainage Infrastructure Replacement	1,235,000
Laguna Lake Golf Course Repairs Bridge Replacement	600,000
<b>LRM Priority: Economic Development and Business Retention</b>	<b>440,000</b>
Public Art Coordination	110,000
Public Art Installations	100,000
Public Art Procurement	100,000
Recycling-Solid Waste Big Belly in Downtown (15 locations per year)	85,000
Banner Arms, Bench Arm Rests, Signs	25,000
Downtown Zig-Zag Lighting	20,000
<b>LRM Priority: Open Space/Natural Areas Preservation and Maintenance</b>	<b>743,500</b>
Urban Forest Maintenance	400,000
Open Space Acquisition	150,000
General Open Space Maintenance	75,000
Urban Forest Pickup (0852) EV	68,500
Open Space Fencing	50,000
<b>LRM Priority: Protect Financial Stability</b>	<b>4,000,000</b>
CIP Reserve	3,213,000
Replenish Infrastructure Investment Fund - Righetti Park	787,000

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<b>Capital Expenditures</b>	<b>FY 2026-27</b>
<b>LRM Priority: Safe and Clean Public Areas</b>	<b>430,000</b>
Sidewalk Replacement and Cleaning	250,000
City Hall Drought Tolerant Landscaping and Restroom	75,000
Neighborhood Traffic Improvements	35,000
Mission Plaza Railing Upgrade	35,000
Facility Roll Up Door Replacements - Various Locations	20,000
Concrete Bench & Table Replacement Various Locations	15,000
<b>LRM Priority: Street Maintenance and Transportation</b>	<b>7,205,000</b>
2026 Paving Project	3,000,000
California & Taft Roundabout	2,250,000
Vision Zero Program Implementation	250,000
Traffic Signal Asset Maintenance and Replacements (ADA)	200,000
ATP - Higuera Complete Street Project	200,000
Ramona Crossing Improvements	200,000
Streets- Sweeper (1703) (no later than a year 3 purchase) EV	200,000
Traffic Signs & Striping Maintenance	130,000
No Parking Sign Installations	100,000
Bicycle Facility Improvements	100,000
Streetlights	80,000
Facilities Maintenance 3/4 ton Pickup with Utility Bed (0829) EV	75,000
Engineering Compact Pickup (0905)	65,000
Transportation Monitoring & Modeling Update	55,000
Corp Yard Material Storage Stalls	50,000
Pedestrian Crossing Improvements	250,000
<b>LRM Priority: Youth/Senior Services &amp; Recreation Facilities</b>	<b>1,822,500</b>
Righetti Community Park - Play Structure and Fields	300,000
Parks Play Surfacing	285,000
Golf Course Pro Shop Flood Damage	250,000
Parks and Recreation Roofing Siding and Exterior Painting	170,000
Landscape Controller System Upgrade to Calsense	150,000
Devaul Ranch Playground	100,000
Parks Maint Refuse Truck F450 (1015)	80,000
Streets Maint Compact Pickup (0223) (GPR Truck) EV	80,000
Golf Course Truck (0819) EV	68,500
Parks Maintenance 3/4 ton Pickup (0832)(0903) EV	68,500
Irrigation Mainline Leak Repair	50,000
Sinsheimer Park Playground Turf	50,000
Islay Park Flatwork Replacement	40,000
Parks Maintenance Compact Pickup (0848) Hybrid/EV	38,500
Senior Center Paint and Window	35,000
Swim Center Multipurpose Room flooring	25,000
Laguna Lake Golf Course Maintenance	10,000
Parks Maint Turf Tender (0609)	22,000
<b>Total</b>	<b>\$ 21,860,448</b>

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### Operating Expenditures Budget:

Operating expenditures support the services and programs provided by the City. These include staff positions, contracted services provided by third parties, and other tools used by staff. The tables below detail operating expenditures by priority:

Operating Expenditures	FY 2026-27
<b>Priority: Address Homelessness</b>	<b>\$ 992,462</b>
Administrative Specialist (FTE=1)	89,561
Homelessness Response Manager (FTE=1)	153,081
Hotel voucher program	52,605
Mobile Crisis Unit Operating Expenditures	119,000
Parks and Open Space Environmental Clean-Up Resources	100,000
Police Community Service Officer (FTE=4)	478,215
<b>Priority: Community Safety and Emergency Preparedness</b>	<b>3,757,860</b>
Emergency Manager (FTE=1)	161,649
Public Safety Dispatcher (FTE=1)	122,453
Fire Captain (FTE=1)	261,742
Fire Marshal (FTE=1)	196,769
Firefighter (FTE=9)	1,506,211
Police Officer (FTE=5)	978,561
Police Sergeant (FTE=1)	264,249
Public Safety Equipment Replacement	236,226
Station Alerting System	30,000
<b>Priority: Creek and Flood Protection</b>	<b>275,768</b>
City Biologist (FTE=1)	173,695
Sweeper Operator (FTE=1)	102,073
<b>Priority: Open Space Preservation and Maintenance</b>	<b>1,062,134</b>
Tree and Vegetation Management	120,000
Maintenance Worker II Parks (FTE=1)	73,198
Maintenance Worker III Parks (FTE=1)	100,622
Open Space Technician (FTE=1)	82,377
Ranger Service Worker SBP (FTE=6)	544,107
Sustainability and Natural Resources Analyst (FTE=1)	141,830
<b>Priority: Other Services and Projects</b>	<b>901,122</b>
Capital Improvement Program Administrative Manager (FTE=1)	158,115
Capital Projects Manager III (FTE=1)	144,459
Centralized Resident Inquiry Platform (AskSLO)	40,000
Engineering Inspector IV (FTE=1)	160,180
Maintenance Contract Coordinator (FTE=2)	215,946
Supervising Civil Engineer (FTE=1)	182,421

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Operating Expenditures	FY 2026-27
<b>Priority: Protect Financial Stability</b>	<b>753,592</b>
Financial Analyst (FTE=2)	260,258
Financial Specialist (FTE=2)	185,830
System Application Specialist I (FTE=1)	130,144
Technology Project Manager (FTE=1)	177,360
<b>Priority: Economic Development and Business Retention</b>	<b>334,420</b>
Economic Development Analyst (FTE=1)	107,420
Downtown Holiday Activation Support	150,000
Enhanced Downtown Cleaning	60,000
Downtown Sidewalk Pressure Washing	17,000
<b>Priority: Safe and Clean Public Areas</b>	<b>217,511</b>
Beautification Gardener (FTE=1)	111,724
Streets Crew Coordinator (FTE=1)	105,787
<b>Priority: Street Maintenance and Transportation</b>	<b>981,403</b>
Active Transportation Manager (FTE=1)	156,136
Signal and Street Lighting Technician (FTE=1)	111,119
Streets Maintenance Operator (FTE=4)	441,286
Engineering Inspector III (FTE=1)	137,823
Transportation Planner Engineer II (FTE=1)	135,039
<b>Priority: Youth/Senior Services and Recreational Facilities</b>	<b>1,147,279</b>
Aquatics Coordinator (FTE=1)	115,198
Childcare Teacher (Temporary Staff)	290,835
Parks Maintenance Specialist (FTE=2)	197,786
Recreation Coordinator Community Services (FTE=1)	82,577
Volunteer Coordinator (FTE=1)	94,476
Youth Services Coordinator (FTE=1)	118,849
Youth Services Program Specialist Childcare Site Director (FTE=3)	247,558
<b>Total</b>	<b>\$ 10,423,552</b>