



FY 2025/26 Recommended Budget – Board of Library Trustees



May 20, 2025

FY 2025/26 Budget Principles

- ☒ Supports Council Policy and Strategic Priorities
- ☒ Focused on capital projects
- ☒ Optimizes revenue sources and uses
- ☒ Meets all legal requirements
- ☒ All funds balanced to the ten and twenty years per City Charter and Council Policy

Legal Framework and Community Values

- 10-Year Balanced Budget Mandate
(City Charter, Article 1302)
- 20-Year Resource Allocation Plan Requirement
(City Council Policy 7.1.1)
- Reserve Policies
(City Council Policy 7.1.E)
- User Fees
(City Council Policy 7.1.B5)

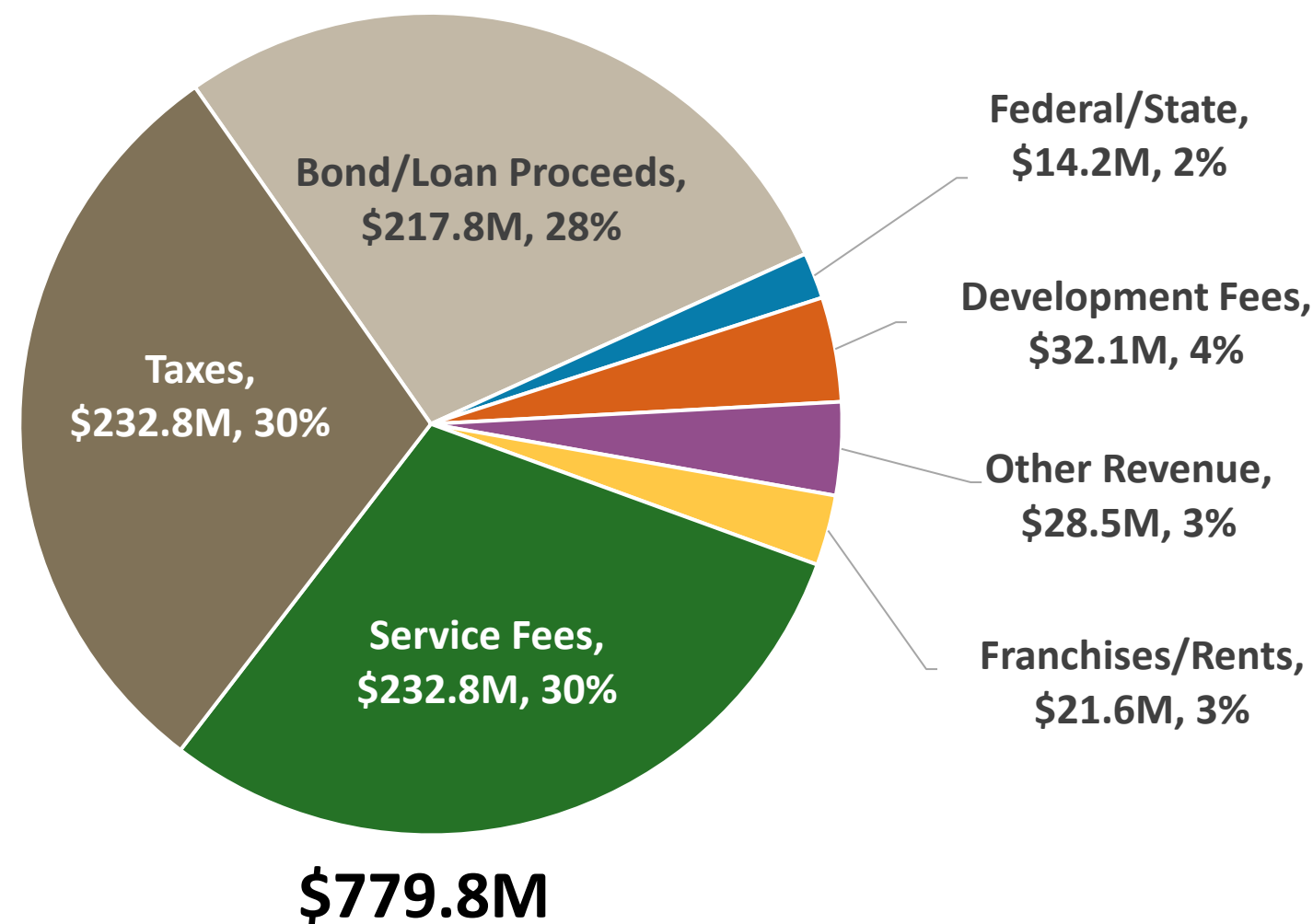
Budget Approval Process

- **May 22** – Council Direction on:
 - Budget Supplement 1 – Study Issues and Budget Proposals
 - Budget Supplement 2 – Other Additional Service or Reduction Options
 - Budget Supplement 3, 4, 5, 6 – Budget Proposals referred to the Recommended Budget by Council
- **June 3** – Public hearing on Budget and Fee Schedule
- **June 17** – Adoption of Budget and Fee Schedule
- **June 17** – Adoption of Utility Rates

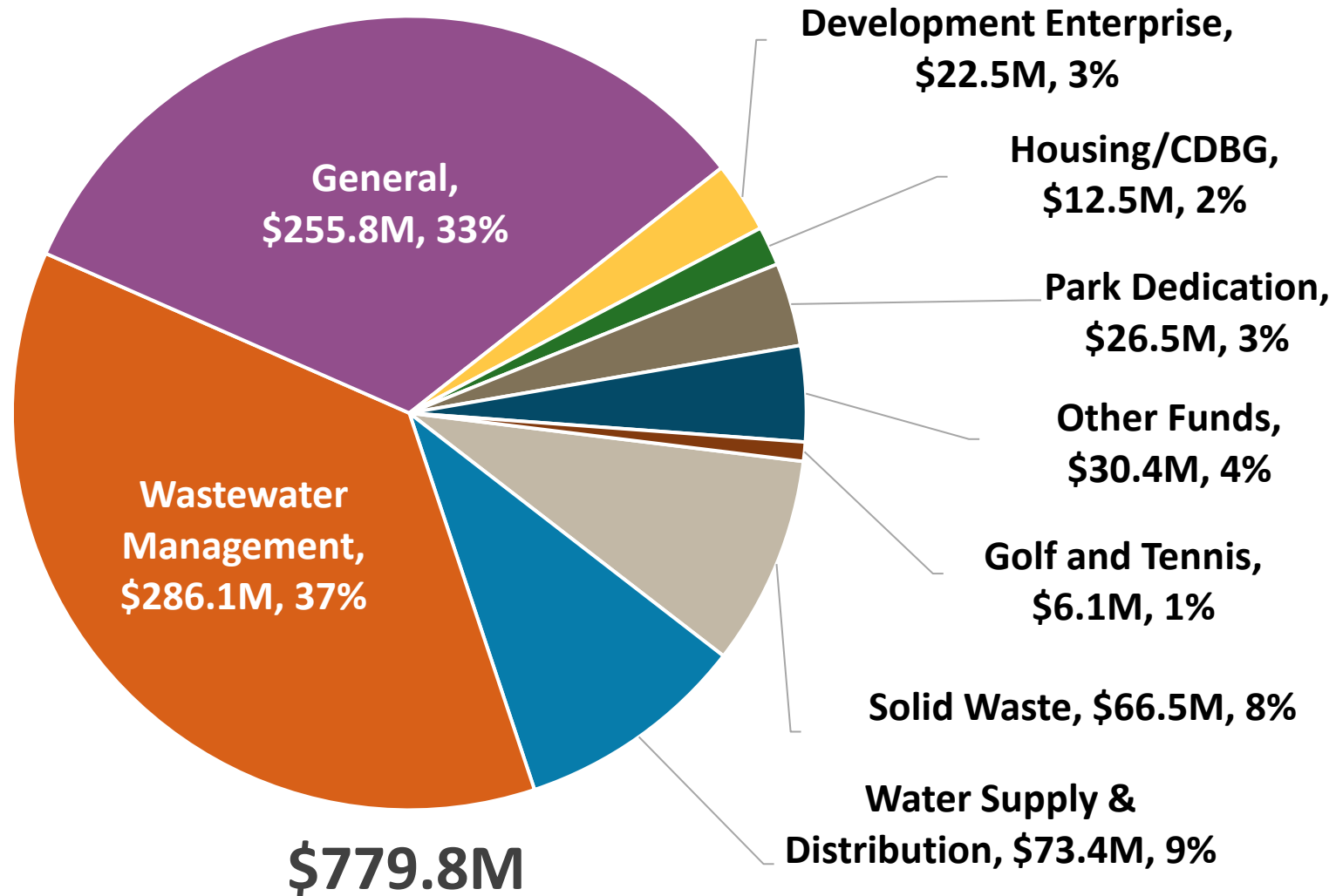
FY 2025/26 Budget Summary

	<u>All Funds</u>
Total Revenue	\$779.8M
<u>Expenses</u>	
Operating	\$392.2M
Total Projects	234.3M
Other	<u>78.1M</u>
Total Expenses	\$704.6M
 Contribution to Reserves	 <u>\$75.2M</u>

Citywide Revenues by Source – All Funds



Citywide Revenues by Fund

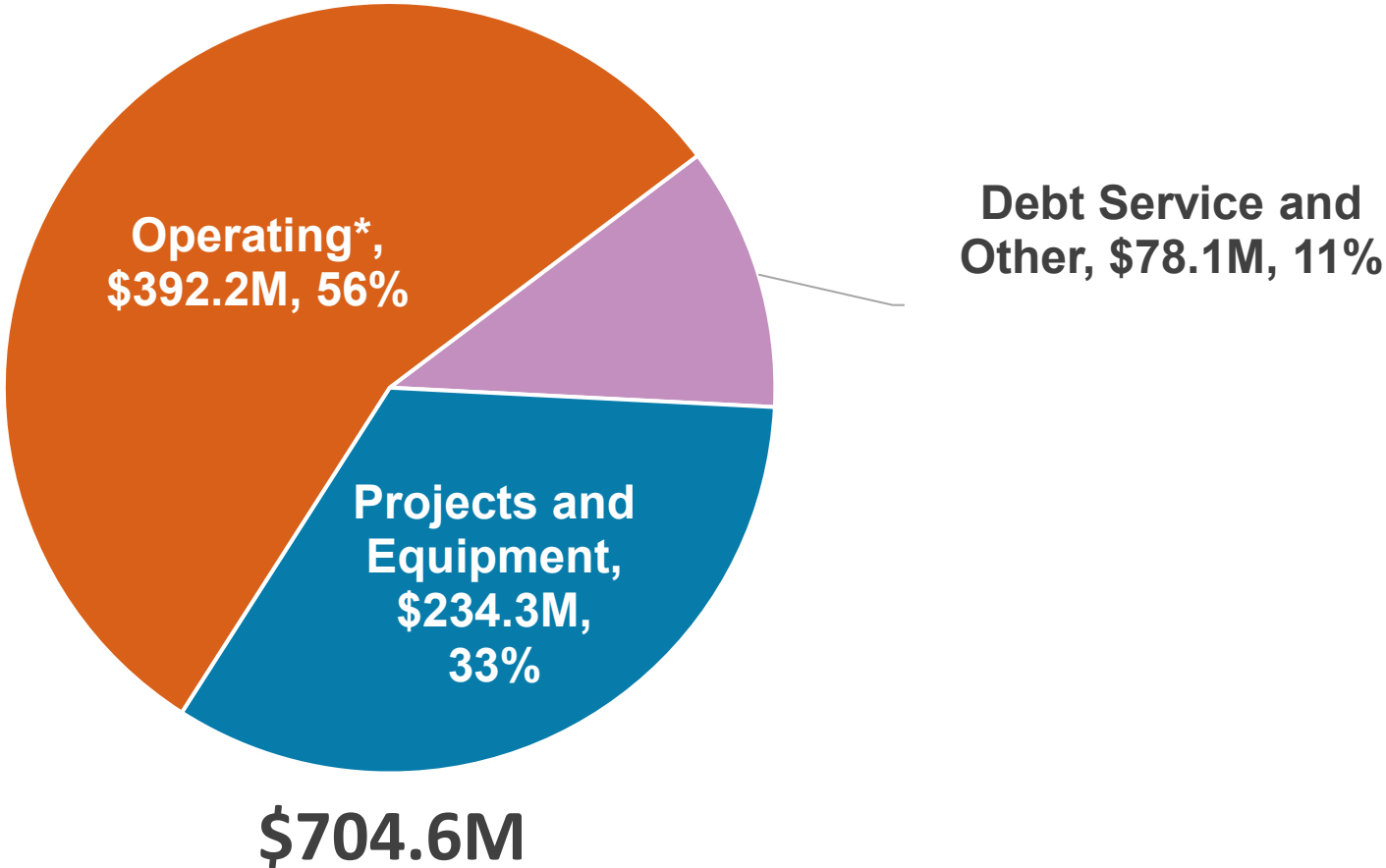


Top Tax Revenues

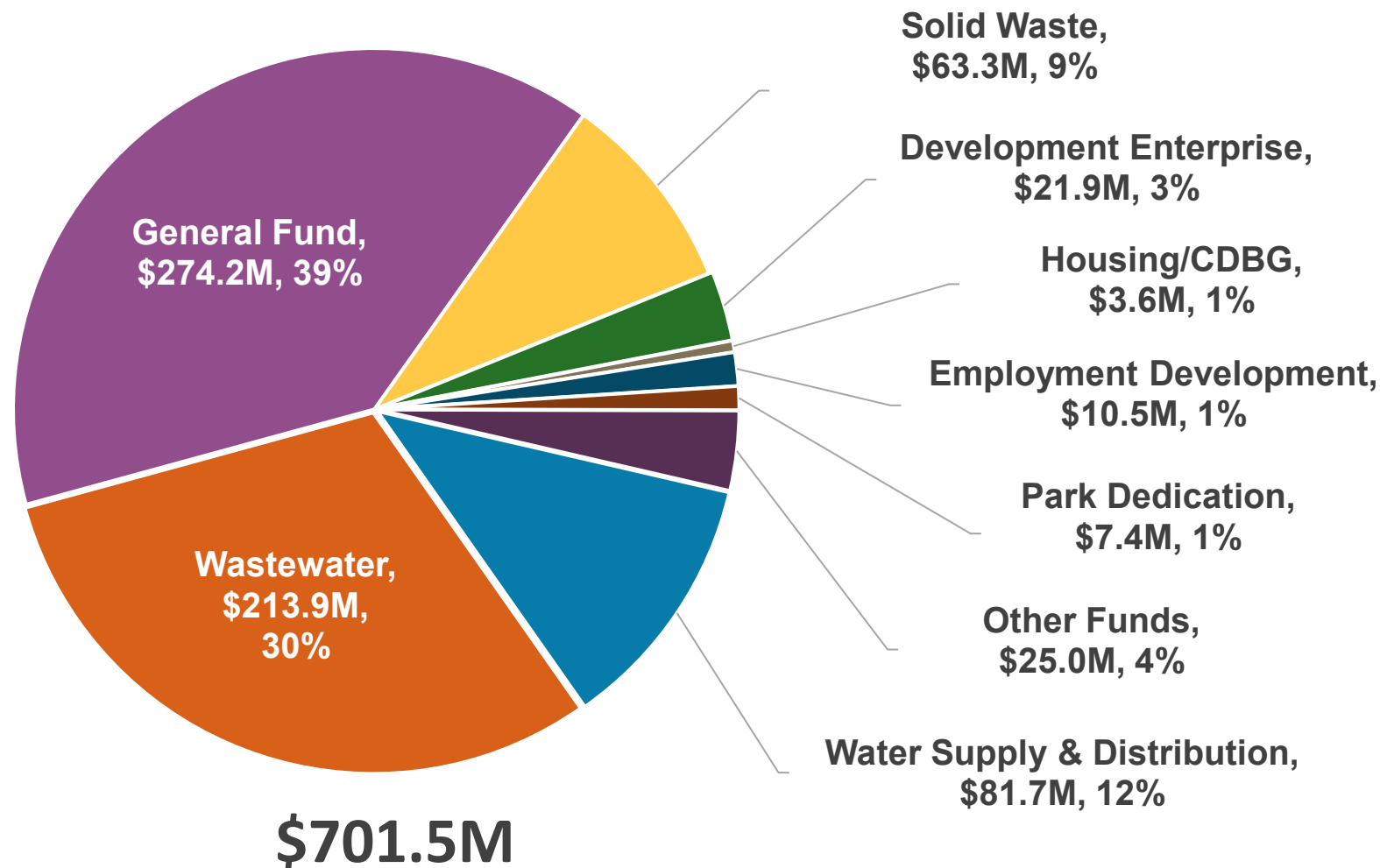
Revenue Source	2022/23 Actual	2023/24 Actual	2024/25 Budget	2024/25 Revised Projection	2025/26 Proposed Projection
Property Tax	\$120.1M	\$129.1M	\$131.8M	\$134.5M	\$138.6M
Sales Tax	38.4	40.7	37.4	40.8	40.5
Transient Occupancy Tax	17.0	18.9	17.4	20.2	20.6
Utility Users Tax	10.4	10.8	11.7	11.6	11.3
Construction Tax	3.8	3.3	3.0	3.0	3.4
Streets Funding*	10.1	11.9	12.3	12.6	13.5
Total Top Tax Revenues	\$199.8	\$214.7	\$213.6	\$222.7	\$227.9

* Streets Funding includes Gas Tax, Road Maintenance and Rehabilitation Fund (Senate Bill 1), and Measure B half cent County-Wide sales tax for transportation funding

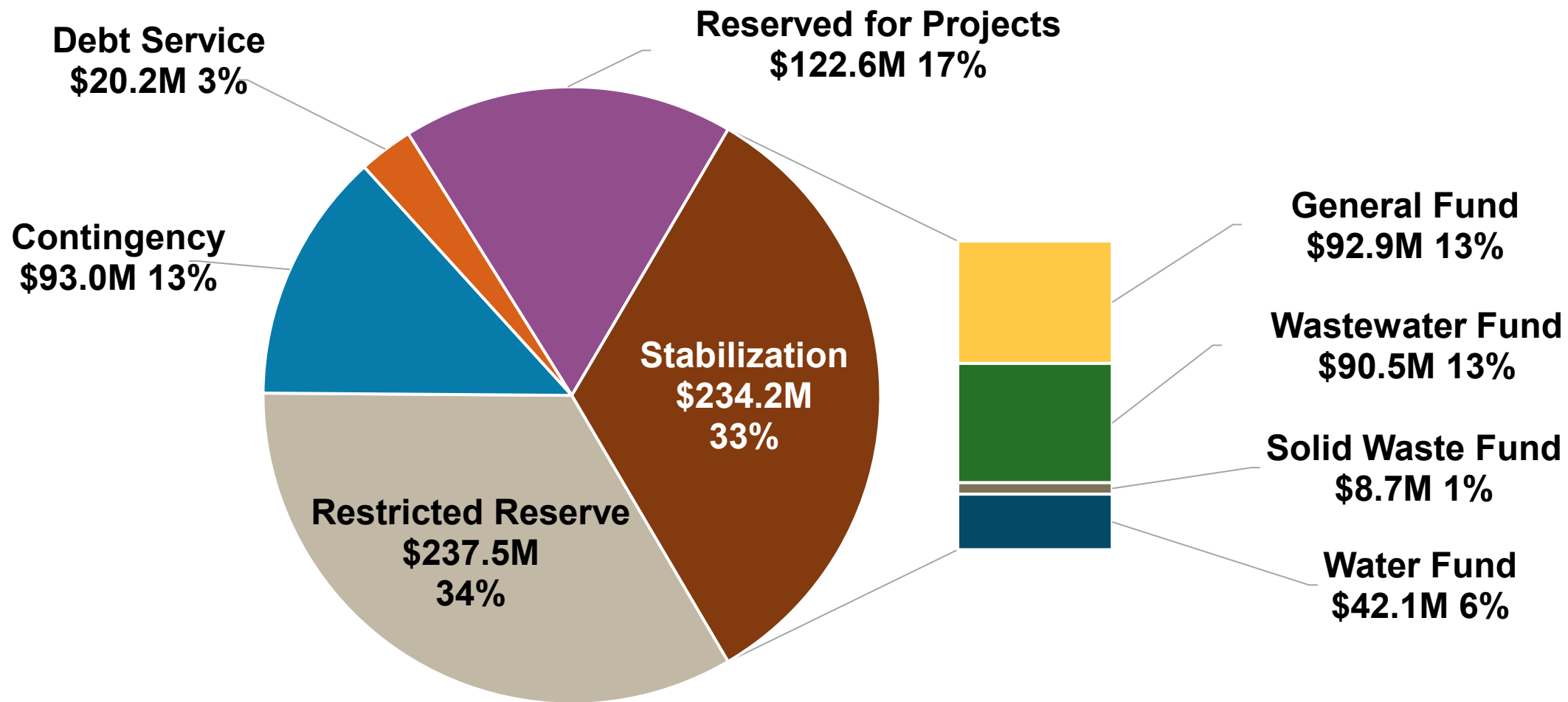
Expenditures by Type – All Funds



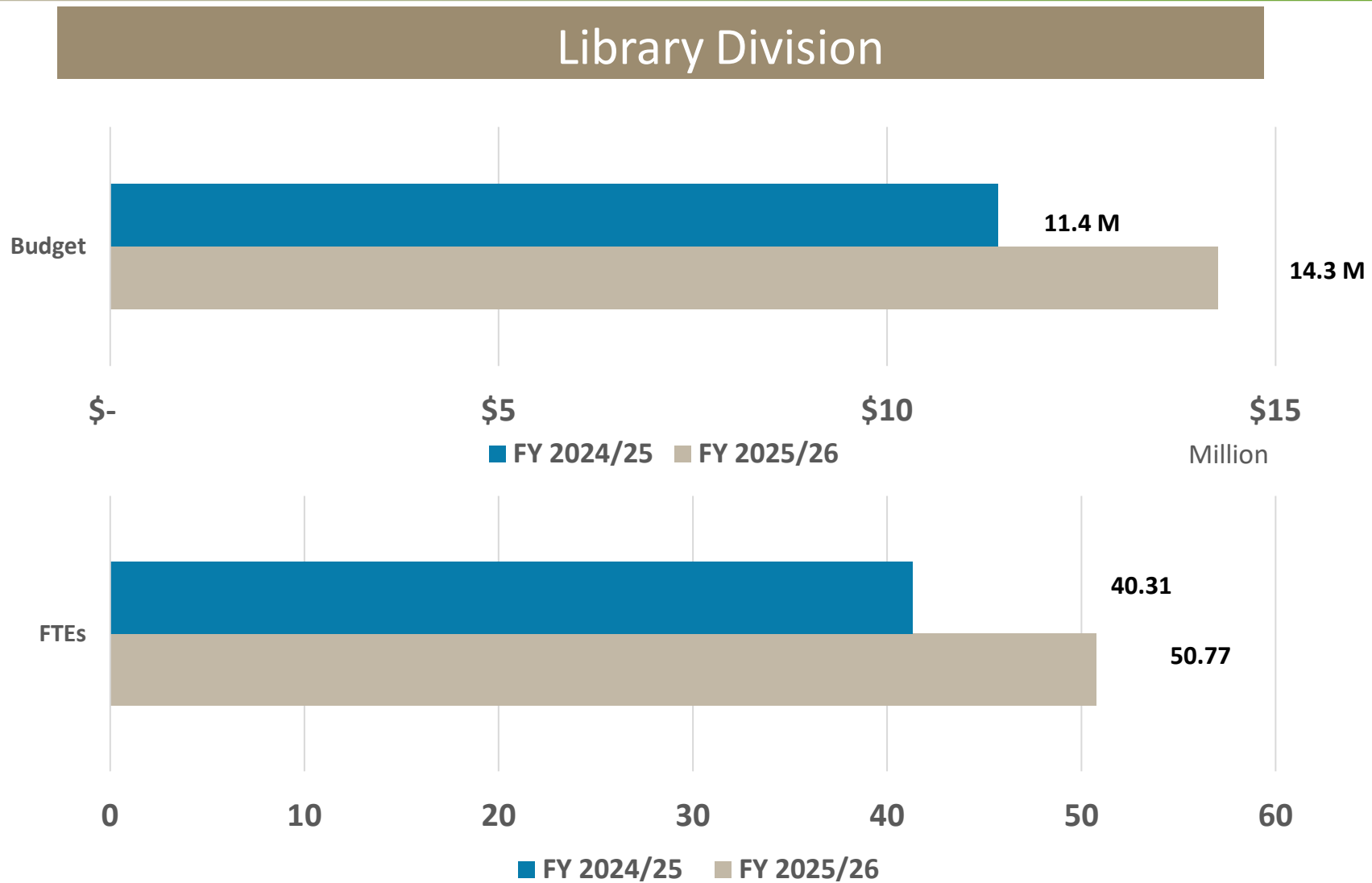
Expenditures by Fund



Reserve Balances by Type – All Funds



FY 2025/26 Recommended Budget



Library Positions Added

New Positions (8 Positions, 6.3 FTE)

- 1 Library Assistant
- 1 Librarian I
- 1 Librarian II
- 1 Part Time Facilities Attendant 2
- 2 Part Time Library Specialist 2
- 1 Part Time Library Specialist 3
- 1 Term-Limited Senior Library Assistant for Adult Literacy Program

Unfrozen Positions (5 Positions, 3.12 FTE)

- 1 Administrative Librarian
- 4 Part-Time Library Specialist

Lakewood Branch Library & Learning Center

- **Project Status:** In construction
- **Project Budget: \$31.6M**
 - ◆ Includes \$3M Contributions each from Fremont Union High School District & Sunnyvale Elementary School District
- **Project Completion:** January 2026
- **Size:** 20,068 sq. ft.



Civic Center Phase II Planning

- Library Bond Tax Measure on the November 2024 election did not pass
- \$15.3 million remains in project budget to serve as City's initial investment for project
- \$420,000 remains to address current Main Library bathroom repairs
- City is evaluating other revenue and library service delivery options

