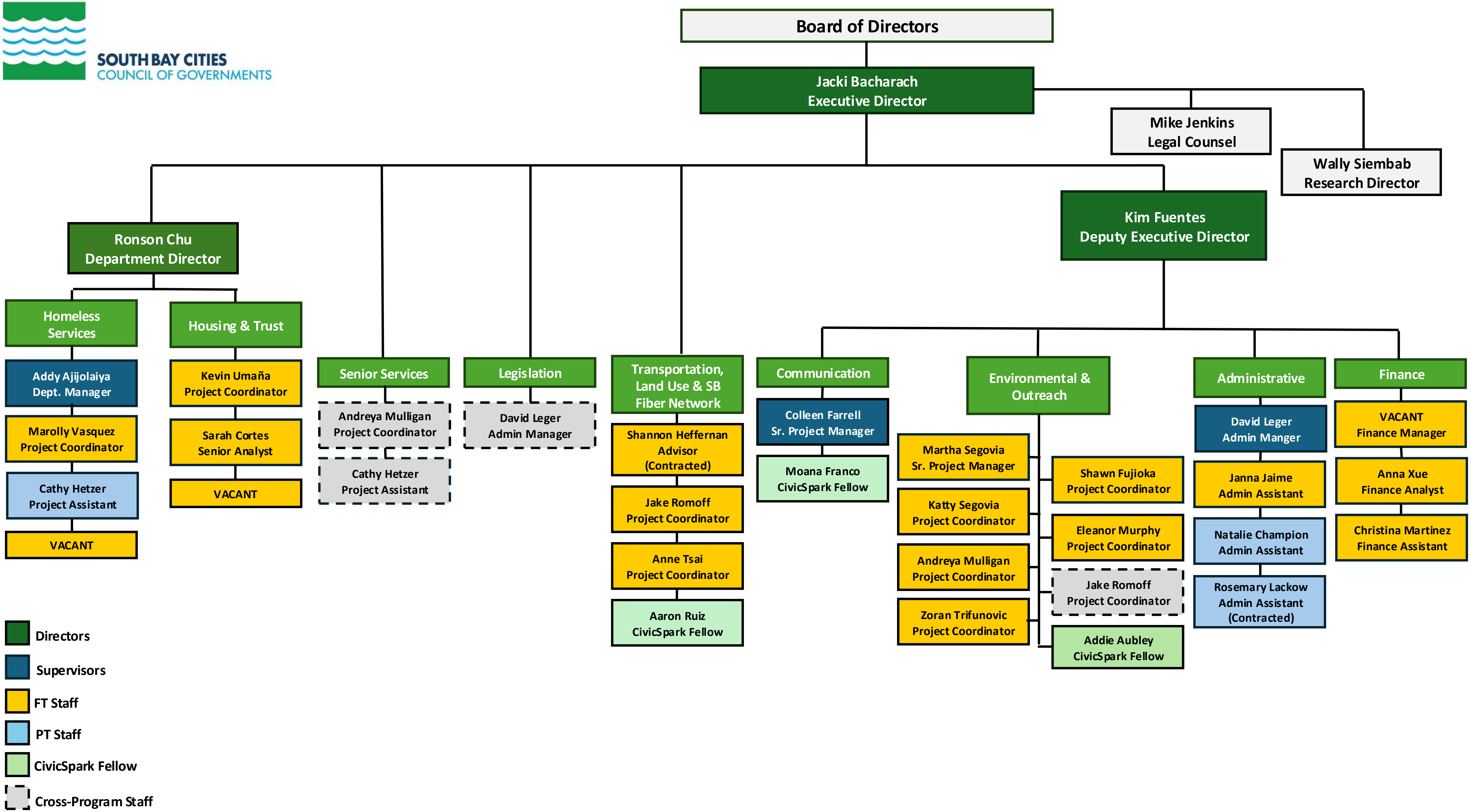
SOUTH BAY CITIES
COUNCIL OF GOVERNMENTS

# ADOPTED BUDGET
# FISCAL YEAR
# 2026-2027
# June 25, 2026

**SOUTH BAY CITIES**
COUNCIL OF GOVERNMENTS



# SBCCOG
## BUDGET SUMMARY
## PROPOSED BUDGET
## FISCAL YEAR 2026-2027

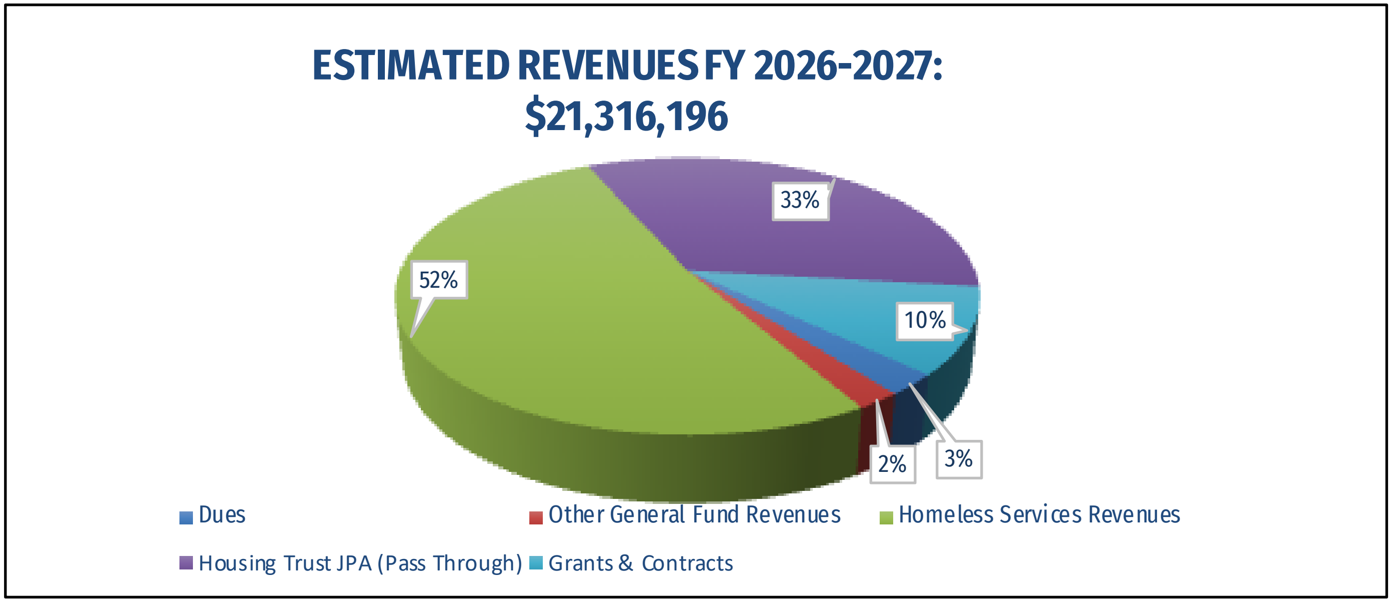
| | ACTUAL FY 24-25 | ADOPTED BUDGET FY 25-26 | YTD AS OF 12/31/25 | MID-YEAR BUDGET FY 25-26 | YTD AS OF 03/31/26 | PROPOSED BUDGET FY 26-27 | INCREASE (DECREASE) PROPOSED BUDGET FY 26-27 / MID-YEAR BUDGET FY 25-26 AMOUNT | PERCENT |
|---|---|---|---|---|---|---|---|---|
| **ESTIMATED REVENUES:** | | | | | | | | |
| Membership Dues | $ 502,300 | $ 518,876 | $ 518,875 | $ 518,875 | $ 518,875 | $ 535,479 | $ 16,604 | 3.2% |
| Other General Fund Revenues | 451,098 | 350,064 | 312,769 | 423,255 | 312,769 | 439,604 | 16,349 | 4.7% |
| Homeless Services Revenues | 2,537,740 | 4,248,158 | 2,072,294 | 6,662,470 | 2,072,294 | 11,077,236 | 4,414,767 | 103.9% |
| *Housing Trust JPA (Pass Through)* | - | - | - | - | - | *7,154,798* | *7,154,798* | - |
| Grants & Contracts Revenues | 2,054,863 | 2,721,023 | 1,477,387 | 2,679,970 | 1,477,387 | 2,159,079 | (520,891) | -19.1% |
| **Total Revenues** | **$ 5,546,001** | **$ 7,838,121** | **$ 4,381,325** | **$ 10,284,571** | **$ 4,381,325** | **$ 21,366,196** | **$ 11,081,625** | **141.4%** |
| **ESTIMATED EXPENDITURES:** | | | | | | | | |
| Salaries & Benefits | $ 1,806,686 | $ 2,188,106 | $ 1,568,914 | $ 2,260,496 | $ 1,568,914 | $ 2,888,662 | $ 628,166 | 28.7% |
| Professional/Contractual Services | 621,399 | 1,208,010 | 1,034,258 | 1,331,677 | 1,034,258 | 965,782 | (365,895) | -30.3% |
| Homeless Services Expenditures | 2,047,122 | 3,848,204 | 1,457,145 | 6,087,928 | 1,457,145 | 9,498,829 | 3,410,901 | 88.6% |
| *Housing Trust JPA (Pass Through)* | - | - | - | - | - | *7,154,798* | *7,154,798* | - |
| Supplies & Services | 351,052 | 548,062 | 424,138 | 559,477 | 424,138 | 639,462 | 79,985 | 14.6% |
| Non-Operating Expenses | 104,958 | 35,400 | 111,466 | 111,466 | 111,466 | - | (111,466) | -314.9% |
| **Total Expenditures** | **$ 4,931,218** | **$ 7,827,782** | **$ 4,595,920** | **$ 10,351,044** | **$ 4,595,920** | **$ 21,147,533** | **$ 10,796,490** | **137.9%** |
| **Revenues less Expenditures** | **$ 614,783** | **$ 10,339** | **$ (214,595)** | **$ (66,473)** | **$ (214,595)** | **$ 218,663** | **$ 285,136** | **2758.0%** |
| *Board Authorized Use of Reserves* | - | - | - | *117,235* | *117,235* * | - | *(117,235)* | N/A |
| **Budget Surplus (Deficit)** | **$ 614,783** | **$ 10,339** | **$ (214,595)** | **$ 50,761** | **$ (97,360)** | **$ 218,663** | **$ 167,901** | **1624.0%** |

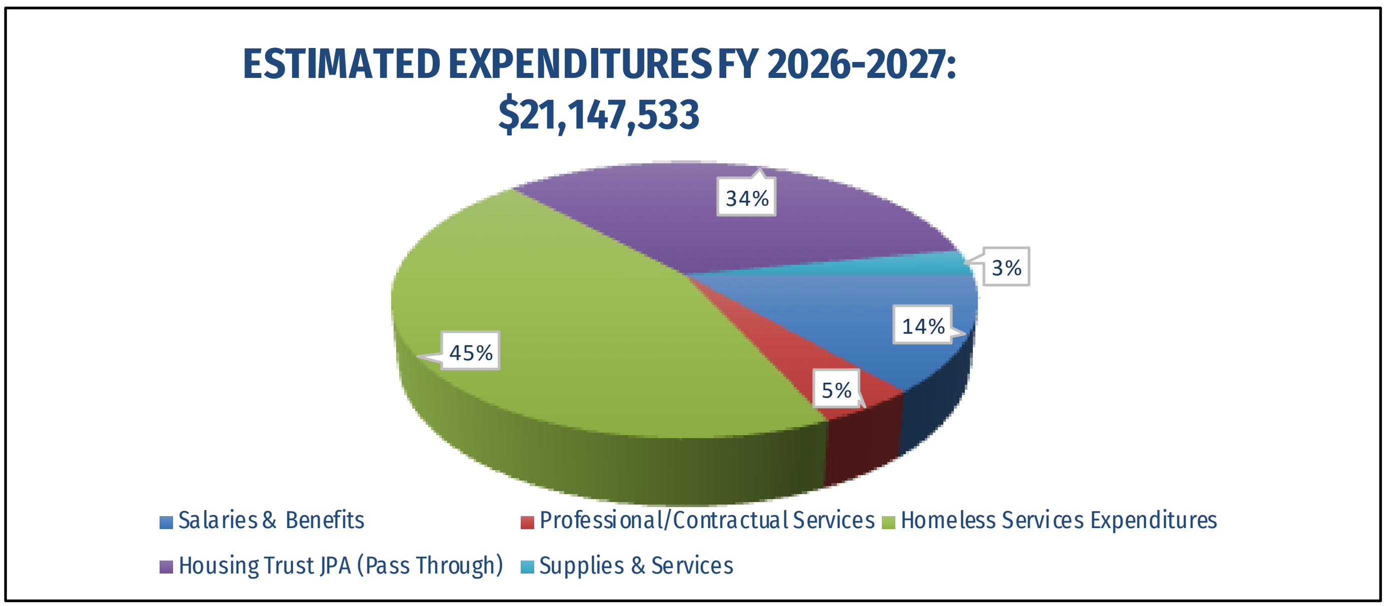
| | |
|---|---|
| **RESTRICTED RESERVE COMMITMENT:** | $ 651,001 |
| *Reserve to be evaluated and revised FY 2028-29* | |

***FY 25-26 BOARD AUTHORIZED USE OF RESERVE:**

| | |
|---|---|
| AV Board Room | 75,095 |
| Classification & Compensation Study | 42,140 |
| | **$ 117,235** |

# SBCCOG
# ESTIMATED REVENUES / EXPENDITURES CHARTS
# PROPOSED BUDGET
# FISCAL YEAR 2026-2027



# REVENUE DETAILS BY ACCOUNT
# PROPOSED BUDGET
# FISCAL YEAR 2026-2027

| REVENUE SOURCE: | ACCOUNT CODE | ACTUAL FY 24-25 | MID-YEAR BUDGET FY 25-26 | YTD AS OF 03/31/26 | PROPOSED BUDGET FY 26-27 | INCREASE (DECREASE) PROPOSED BUDGET FY 26-27 / MID-YEAR BUDGET FY 25-26 AMOUNT | PERCENT |
|---|---|---|---|---|---|---|---|
| Membership Dues | 4020 | $ 502,300 | $ 518,875 | $ 518,875 | $ 535,479 | $ 16,604 | 3.2% |
| **Subtotal Membership Dues** | | **$ 502,300** | **$ 518,875** | **$ 518,875** | **$ 535,479** | **(0)** | **0.0%** |
| General Assembly Sponsorship | 4050 | 66,498 | 60,000 | 65,000 | 60,000 | - | - |
| MTA South Bay Deputy | 4070 | 123,508 | 126,543 | 86,194 | 130,339 | 3,796 | 3.0% |
| LACAHSA Deputy | 4075 | - | 75,000 | - | 77,500 | 2,500 | 3.3% |
| Interest Income | 4090 | 165,061 | 90,000 | 131,427 | 100,000 | 10,000 | 11.1% |
| Green Business Assist Program | 4125 | 7,500 | 7,500 | 7,500 | 7,500 | - | - |
| CIMP Dominguez Channel Admin Fee | 4035 | 83,370 | 63,005 | 63,005 | 63,265 | 260 | 0.4% |
| City Staff Refreshment Reimbursements | 4195 | 516 | 207 | 57 | - | (207) | -99.8% |
| Room Usage/Rentals | 4899 | 2,725 | 1,000 | 463 | 1,000 | - | - |
| Miscellaneous Revenue | 4999 | 1,920 | - | - | - | - | - |
| **Subtotal Other General Fund Revenues** | | **$ 451,098** | **$ 423,255** | **$ 353,645** | **$ 439,604** | **73,191** | **17.3%** |
| Homeless: Street to Housing (formerly PATH) | 4600 | 542,894 | 35,000 | 38,000 | - | (35,000) | -100.0% |
| Homeless: LSF (Measure H) | 4604 | 1,994,846 | 1,366,524 | 382,169 | 1,236,586 | (129,938) | -9.5% |
| Housing: LACAHSA (Measure A) | 4605 | - | 2,751,909 | 598,187 | 5,208,264 | 2,456,355 | 89.3% |
| Homeless: LSF (Measure A) | 4606 | - | 2,509,036 | 1,091,938 | 3,853,058 | 1,344,022 | 53.6% |
| Housing Trust SBCCOG Contracted | New | - | - | - | 779,328 | 779,328 | N/A |
| Housing Trust JPA (Pass Through) | New | - | - | - | 7,154,798 | 7,154,798 | N/A |
| **Subtotal Homeless Services Revenues** | | **$ 2,537,740** | **$ 6,662,470** | **$ 2,110,294** | **$ 18,232,034** | **$ 11,569,565** | **173.7%** |
| SoCalGas - Energy | 4513 | 109,828 | 150,279 | 95,518 | 94,496 | (55,783) | -37.1% |
| SoCalGas - LADWP | 4517 | 40,000 | 20,000 | - | 20,000 | - | - |
| WBMWD Contract | 4520 | 163,240 | 171,370 | 143,360 | 174,950 | 3,580 | 2.1% |
| Sanitation District | 4525 | 61,250 | 49,000 | 36,750 | 49,000 | - | 0.0% |
| Water Replenishment District | 4610 | 72,000 | 72,000 | 54,000 | 72,000 | - | - |
| Metro Express Lane | 4546 | 48,000 | 40,500 | 18,000 | 54,000 | 13,500 | 33.3% |
| Measure R Hwy | 4570 | 23,474 | 22,612 | 11,306 | 22,000 | (612) | -2.7% |
| Measure R Transit/Transfer | 4571 | 11,207 | 10,000 | 5,925 | 11,000 | 1,000 | 10.0% |
| Measure M MSP | 4611 | 54,594 | 42,000 | 19,101 | 50,000 | 8,000 | 19.0% |
| Measure M LTN | 4572 | 121,337 | 98,000 | 44,269 | 352,031 | 254,031 | 259.2% |
| Integrated Pest Management | 4589 | 10,450 | 10,800 | 3,850 | 10,800 | - | - |
| LA County REN | 4594 | 323,987 | 493,852 | 367,258 | 475,000 | (18,852) | -3.8% |
| REN Cool Roofs Feasibility & Identification Analysis | 4595 | 8,491 | 102,531 | 102,531 | - | (102,531) | -100.0% |
| REN Pilot | 4596 | - | 30,000 | - | 30,000 | - | - |
| LA County - Decarbonization Direct Install | 4582 | - | 10,000 | 6,094 | 72,500 | 62,500 | 625.0% |
| South Bay Fiber Network (SBFN)/Broadband | 4612 | 346,459 | 42,588 | 67,048 | 120,000 | 77,412 | 181.8% |
| Fiber - State of CA | 4613 | 52,220 | 50,000 | 20,306 | 50,000 | - | - |
| SCAG REAP 2.0 - Housing Trust | 4012 | 70,322 | 198,792 | 84,848 | - | (198,792) | -100.0% |
| SCAG REAP 2.0 - Commercial Redevelopment | 4013 | 26,926 | 309,959 | 173,757 | - | (309,959) | -100.0% |
| METRO REAP 2.0 | 4014 | - | 385,302 | 144,886 | 100,000 | (285,302) | -74.0% |
| Caltrans Carson to the Sea Gap Study | 4544 | 34,533 | 246,000 | 112,788 | 246,282 | 282 | 0.1% |
| Rolling Hills Organic Waste | 4526 | 20,051 | 64,783 | 34,928 | 20,020 | (44,763) | -69.1% |
| Outreach for Lomita LTN | 4576 | - | 9,604 | - | 15,000 | 5,396 | 56.2% |
| SBWIB Expanding Flexible Apprenticeship in CA | 4577 | - | 50,000 | - | - | (50,000) | -100.0% |
| Safe Streets 4 All (SS4A) | NEW | - | - | - | 70,000 | 70,000 | N/A |
| Bio-diversilty | New | | | | 50,000 | | |
| **Subtotal Grant Revenues** | | **$ 2,054,863** | **$ 2,679,970** | **$ 1,546,523** | **$ 2,159,079** | **(520,891)** | **-19.4%** |
| **Total Estimated Revenues** | | **$ 5,546,001** | **$ 10,284,571** | **$ 4,529,338** | **$ 21,366,196** | **11,081,625** | **107.75%** |

## EXPENDITURE DETAILS BY ACCOUNT
## PROPOSED BUDGET
## FISCAL YEAR 2026-2027

| EXPENDITURE CATEGORY | ACCOUNT CODE | ACTUAL FY 24-25 | MID-YEAR BUDGET FY 25-26 | YTD AS OF 03/31/26 | PROPOSED BUDGET FY 26-27 | INCREASE (DECREASE) PROPOSED BUDGET FY 26-27 / MID-YEAR BUDGET FY 25-26 AMOUNT | PERCENT |
|---|---|---|---|---|---|---|---|
| Salaries/Regular | 6010 | $ 1,425,023 | $ 1,814,907 | $ 1,251,970 | $ 2,350,032 | $ 535,125 | 29.5% |
| Salaries/Part-Time | 6030 | 81,558 | 61,437 | 47,797 | 58,581 | (2,856) | -4.6% |
| Overtime | 6011 | 4,265 | 7,779 | 4,390 | 4,000 | (3,779) | -48.6% |
| Medical/Deferred Comp | 6012 | 126,365 | 159,939 | 109,839 | 201,600 | 41,661 | 26.0% |
| Life Insurance | 6013 | 2,700 | 2,093 | 1,471 | 2,707 | 614 | 29.3% |
| Social Security | 6014 | 94,899 | 117,204 | 82,330 | 165,898 | 48,695 | 41.5% |
| Medicare | 6015 | 22,736 | 27,893 | 19,737 | 34,925 | 7,032 | 25.2% |
| FUTA | 6016 | 2,457 | 9,240 | 3,245 | 10,920 | 1,680 | 18.2% |
| California SUI-ER | 6017 | 11,100 | 10,544 | 9,268 | 11,284 | 740 | 7.0% |
| Workers' Comp | 6018 | 12,751 | 11,532 | 8,205 | 11,555 | 23 | 0.2% |
| Employee Phone Stipends | 6019 | 10,309 | 13,619 | 8,763 | 17,160 | 3,541 | 26.0% |
| Vacation/Floating Holiday Payoff | 6020 | 12,522 | 24,308 | 21,899 | 20,000 | (4,308) | -17.7% |
| **Subtotal Salaries & Benefits** | | **$ 1,806,686** | **$ 2,260,496** | **$ 1,568,914** | **$ 2,888,662** | **$ 628,166** | **28.7%** |
| Contractual Services - Programs | 6210 | 371,123 | 1,059,764 | 785,242 | 728,803 | (330,961) | -31.2% |
| Contractual Services - COG General | 6410 | 250,276 | 271,913 | 203,659 | 236,979 | (34,934) | -12.8% |
| **Subtotal Professional/Contractual Services** | | **$ 621,399** | **$ 1,331,677** | **$ 988,901** | **$ 965,782** | **$ (365,895)** | **-30.3%** |
| Contractual Services - Homeless Services | 6310 | 1,171,890 | 3,813,200 | 855,537 | 6,149,396 | 2,336,196 | 61.3% |
| City Reimbursements - Homeless Services | 6222 | 660,181 | 1,150,000 | 391,799 | 3,003,552 | 1,853,552 | 161.2% |
| Client Aid | 6223 | 215,051 | 1,124,728 | 231,409 | 345,881 | (778,847) | -69.2% |
| Housing Trust JPA | | - | - | - | 7,154,798 | 7,154,798 | N/A |
| **Subtotal Homeless & Housing** | | **$ 2,047,122** | **$ 6,087,928** | **$ 1,478,745** | **$ 16,653,627** | **$ 10,565,699** | **173.6%** |
| Office Supplies | 6201 | 10,192 | 21,265 | 12,776 | 21,000 | (265) | -1.2% |
| Postage | 6202 | 387 | 400 | 88 | 400 | - | - |
| Refreshments | 6203 | 22,182 | 22,500 | 13,391 | 23,175 | 675 | 3.0% |
| Dues to Outside Organizations | 6204 | 17,295 | 13,000 | 3,954 | 15,500 | 2,500 | 19.2% |
| Mileage & Parking Reimbursements | 6205 | 4,715 | 6,000 | 4,944 | 6,000 | - | - |
| Meetings/Conferences | 6206 | 7,768 | 10,000 | 7,322 | 10,000 | - | - |
| Special Events/General Assembly | 6224 | 50,490 | 50,000 | 82,320 | 58,000 | 8,000 | 16.0% |
| Staff Training/Development | 6207 | 8,739 | 10,000 | 2,300 | 10,000 | - | - |
| Newsletter | 6208 | 14,442 | 16,000 | 13,971 | 9,939 | (6,061) | -37.9% |
| Audit Fees | 6209 | 6,642 | 15,000 | 15,400 | 16,538 | 1,538 | 10.3% |
| Rent | 6212 | 57,602 | 228,841 | 169,652 | 244,980 | 16,139 | 7.1% |
| Equipment Lease | 6213 | 8,914 | 10,000 | 5,759 | 10,000 | - | - |
| Telephone | 6214 | 9,205 | 8,470 | 4,245 | 11,500 | 3,030 | 35.8% |
| IT Services/Maintenance | 6215 | 65,854 | 52,390 | 38,567 | 52,517 | 127 | 0.2% |
| Software/Hardware | 6216 | 21,307 | 38,397 | 25,417 | 86,891 | 48,494 | 126.3% |
| Liability Insurance | 6217 | 3,074 | 4,397 | 9,511 | 10,022 | 5,625 | 127.9% |
| Subscription/Advertising | 6218 | 3,584 | 2,817 | 2,800 | 3,000 | 183 | 6.5% |
| Specialty Legal Services | 6220 | 38,178 | 50,000 | 11,722 | 50,000 | - | - |
| Miscellaneous Expenses | 6225 | 483 | - | - | - | - | - |
| **Subtotal Supplies & Services** | | **$ 351,052** | **$ 559,477** | **$ 424,138** | **$ 639,462** | **$ 11,415** | **2.0%** |
| Moving Expenses | 6221 | 6,055 | 111,466 | 111,466 | - | (111,466) | -100.0% |
| Debt Service - Principal | 6227 | 98,209 | - | - | - | - | - |
| Debt Service - Interest | 6228 | 694 | - | - | - | - | - |
| **Subtotal Non-Operating Expenses** | | **$ 104,958** | **$ 111,466** | **$ 111,466** | **$ -** | **$ 76,066** | **68.2%** |
| **Total Estimated Expenditures** | | **$ 4,931,218** | **$ 10,351,044** | **$ 4,572,163** | **$ 21,147,533** | **$ 2,523,262** | **24.4%** |

**SBCCOG**
**APPROVED SALARY SCHEDULE BY POSITION /**
**LABOR AND SERVICES DISTRIBUTION**
**PROPOSED BUDGET**
**FISCAL YEAR 2026-2027**

| POSITION | RANGE | |
|---|---|---|
| Administrative Assistant | $ 50,467 | $ 72,096 |
| Administrative Manager | 106,556 | 152,223 |
| Analyst | 71,184 | 101,691 |
| Department Director | 117,211 | 167,445 |
| Department Manager | 106,556 | 152,223 |
| Deputy Executive Director | 158,076 | 225,822 |
| Executive Director | 181,790 | 259,700 |
| Finance Analyst | 77,612 | 110,874 |
| Finance Assistant | 50,467 | 72,096 |
| Finance Manager | 106,556 | 152,223 |
| Intern - $20/hr | - | 41,600 |
| Project Assistant | 55,732 | 79,617 |
| Project Coordinator | 74,880 | 90,150 |
| Project Manager | 79,828 | 114,040 |
| Senior Analyst | 78,302 | 111,860 |
| Senior Project Coordinator | 82,307 | 99,165 |
| Senior Project Manager | 96,754 | 138,271 |

| Class | CONTRACTUAL SERVICES | MID-YEAR FY2025-26 | YTD AS OF 3/31/2026 | PROPOSED FY2026-27 | AMOUNT IN/DECREASE | PERCENTAGE IN/DECREASE |
|---|---|---|---|---|---|---|
| Program | Additional Consultants or Staff | $ 70,000 | | $ 70,000 | $ - | 0% |
| Program | American Dark Fiber (Broadband/Measure M Fiber) | 17,250 | 34,500 | 100,000 | 82,750 | 480% |
| Program | CivicSpark (3 Fellows) (Public Health Institute) | 101,354 | 101,354 | 112,500 | 11,146 | 11% |
| Program | Cool Roofs Contractor (Alternative Energy Systems) | 93,262 | 93,262 | - | (93,262) | -100% |
| Program | EcoNomics & Pails (Organic Waste Consultant) | 7,000 | 4,601 | - | (7,000) | -100% |
| Program | Jon Rodman (GIS Services) | 6,500 | 4,158 | 15,000 | 8,500 | 131% |
| Program | Metro REAP 2.0 (Mobility Hubs) (Fehr and Peers) | 50,302 | 65,093 | 84,000 | 33,699 | 67% |
| Program | SCAG-REAP 2.0 Commercial Redevelopment (Studio One Eleven) | 255,000 | 156,694 | - | (255,000) | -100% |
| Program | SCAG-REAP 2.0 Housing Trust (CivicHome) | 108,679 | 81,708 | - | (108,679) | -100% |
| Program | Shannon Heffernan (Planning Principal at Dudek) | 96,000 | 57,600 | - | (96,000) | -100% |
| Program | Siembab Corporation (Research Director) | 75,000 | 53,810 | 75,000 | - | 0% |
| Program | SoCal Ren - Training, City Partnerships | 20,000 | - | 18,000 | (2,000) | -10% |
| Program | Green Building Education Services (SoCal Ren Training) | 10,000 | - | 10,000 | - | 0% |
| Program | Toole Design (Caltrans Carson to the Sea Gap Study) (TGD Eng.) | 149,418 | 132,463 | 104,303 | (45,115) | -30% |
| Program | Measure M LTN Consultant | - | - | 130,000 | 130,000 | N/A |
| Program | Safe Streets 4 All (SS4A) Consultant | - | - | 10,000 | 10,000 | N/A |
| **6210** | **Contractual Services - Program Total** | **$ 1,059,764** | **$ 785,242** | **$ 728,803** | **$ (330,961)** | **-31%** |
| | | | | | | |
| General | CPS (HR Consulting Firm) | $ 45,730 | $ 28,913 | $ 10,000 | $ (35,730) | -78% |
| General | Eide Bailly (Accounting Services) | 49,120 | 36,700 | 50,839 | 1,719 | 3% |
| General | Eide Bailly (Additional Accounting Ser. as needed plus Mid-Year Budget) | 33,500 | 28,697 | 27,200 | (6,300) | -19% |
| General | Graphic Design (Vincent Rios Creative) | 7,020 | 8,036 | 8,600 | 1,580 | 23% |
| General | Mike Bohlke (Metro Deputy) | 126,543 | 94,907 | 130,340 | 3,796 | 3% |
| General | Rosemary Lackow (Technical Support Contractor) | 10,000 | 6,406 | 10,000 | - | 0% |
| **6410** | **Contractual Services - General Total** | **$ 271,913** | **$ 203,659** | **$ 236,979** | **$ (34,935)** | **-13%** |
| | | | | | | |
| Homeless | Eide Bailly (Finance Analyst) | $ 43,200 | $ 21,600 | $ 13,600 | $ (29,600) | -69% |
| Homeless | Homeless Services Contractors | 3,770,000 | 833,937 | 6,115,796 | 2,345,796 | 62% |
| Homeless | LACAHSA Annual Audit | - | - | 20,000 | 20,000 | N/A |
| **6310** | **Contractual Services - Homeless Total** | **$ 3,813,200** | **$ 855,537** | **$ 6,149,396** | **$ 2,336,196** | **61%** |
| | | | | | | |
| | **All Contractual Services** | **$ 5,144,877** | **$ 1,844,438** | **$ 7,115,178** | **$ 1,970,300** | **56%** |

# SBCCOG
# CALCULATION OF ESTIMATED FUND BALANCE
# FOR JUNE 30, 2027

| | | | |
|---|---|---|---|
| **Fund Balance for June 30, 2025 per Audited Financial Statement** | | **$** | **1,032,287** |
| Retention & Receivables Not Collected Within 90 Days of the Fiscal Year-End | | | 137,415 |
| Restricted Reserve Commitment: | | | (651,001) |
| Unrestricted Fund Balance for June 30, 2025 | | $ | 518,701 |
| Adopted Mid-Year Revenue Budget FY 25-26 | 10,284,571 | | |
| Adopted Mid-Year Expenditure Budget FY 25-26 | (10,351,044) | | |
| Estimated Change in Fund Balance FY 25-26 | | | (66,473) |
| Estimated Fund Balance June 30, 2026 | | | 452,228 |
| Proposed Revenue Budget FY 26-27 | 21,366,196 | | |
| Proposed Expenditure Budget FY 26-27 | (21,147,533) | | |
| Estimated Change in Fund Balance FY 26-27 | | | 218,663 |
| **Estimated Unrestricted Fund Balance for June 30, 2027** | | **$** | **670,890** |
| Restricted Reserve Commitment: | | | 651,001 |
| **Estimated Fund Balance for June 30, 2027** | | **$** | **1,321,891** |
| **Percentage of Estimated Fund Balance compared to Proposed Expenditure Budget** | | | **6.3%** |

# SBCCOG
# LIST OF ACRONYMS USED
# PROPOSED BUDGET
# FISCAL YEAR 2026-2027

| ACRONYM | DEFINITION |
|---|---|
| BHSA | Behavioral Health Services Act |
| CALCOG | California Council of Governments |
| CAP | Climate Action Plan |
| CA-SUI | California State Unemployment Insurance |
| CEC | California Energy Commission |
| CIMP | Coordinated Integrated Monitoring Program |
| CPUC | California Public Utilities Commission |
| DCWMG | Dominguez Channel Watershed Management Area Group |
| DWP | Department of Water & Power |
| ETRM | Electronic Reference Technical Manual |
| EUC | Energy Upgrade California |
| EV | Electric Vehicle |
| EWMP | Enhanced Watershed Management Plan |
| FTE | Full Time Equivalent |
| FUTA | Federal Unemployment Tax Act |
| FY | Fiscal Year |
| GA | General Assembly |
| GBC | Green Building Challenge |
| GBN | Green Business Network |
| GSW | Golden State Water |
| HERO | Home Energy & Resources Organization |
| HLE | Holiday Light Exchange |
| ICLEI | International Council for Local Environmental Initiatives |

| ACRONYM | DEFINITION |
|---|---|
| LAIF | Local Agency Investment Fund |
| LARC | Los Angeles Regional Coalition |
| LATA | Local Agency Technical Assistance |
| LGSEC | Local Government Sustainability Energy Coalition |
| LTN | Local Travel Network |
| MEL | Metro Express Lanes |
| MTA | Metropolitan Transportation Authority |
| NPDES | National Pollutant Discharge Elimination System |
| ODC | Other Direct Costs |
| PACE | Property Assessed Clean Energy |
| PATH | People Assisting the Homeless |
| PUC | Public Utilities Commission |
| REAP | Regional Early Action Planning |
| REN | Regional Energy Network |
| SB | South Bay |
| SBCCOG | South Bay Cities Council of Governments |
| SBFN | South Bay Fiber Network |
| SBWIB | South Bay Work Investment Board |
| SCAG | Southern California Association of Governments |
| SCE | Southern California Edison |
| SCG | Southern California Gas |
| SPA | Service Planning Area |
| SS4A | Safe Streets and Roads for All |

**Budget Summary**

The FY2026-2027 Proposed Budget reflects a balanced budget. Both revenues and expenditures are anticipated to increase compared to FY2025-2026 mid-year budget: Revenues - $21,366,196 (+141.4%) and expenditures - $21,147,533 (+137.9%), resulting in a "revenues less expenditures" balance of $218,663.

Increases in revenues and expenditures are primarily due to new LACAHSA funding for Renter Protection and Homelessness Prevention (RPHP) funding as well as the LACAHSA funding dedicated to the new Housing Trust established on April 1, 2026, which flows through the SBCCOG budget.

The narrative below highlights overall budget changes with explanations for significant variances (+/-10%).

**Revenue**

The following are explanations of the revenue changes with the corresponding account codes and descriptions of the revenue categories:

- 4090: Interest Income – Increased by $10,000 to conservatively align with actual interest income received in current and prior year.
- 4195: City Staff Refreshment Reimbursements – Decreased by $207 to $0. Procedure changed and there is no need for outside agency staff to reimburse SBCCOG for the cost of refreshments at IWG meetings since attendees bring their own refreshments.
- 4600: Homeless: Street to Housing – Decreased by $35,000 as this program has ended.
- 4605: Homeless: LACAHSA (Measure A) – Increased by $2,456,355 as FY2026-27 is a full year of LACAHSA funding, compared to the current year being a partial year of funding.
- 4606: Homeless LSF (Measure A) - Increased by $1,344,022 due to a delayed start to contracts in FY2025-26; funding is being carried into the new fiscal year.
- New: Housing Trust SBCCOG Contracted – Increased by $779,328 to capture first year of SBCCOG expenses supporting the Housing Trust administration including staffing costs and other administrative and overhead expenses necessary to support Housing Trust functions.
- New: Housing Trust JPA (Pass Through) - Increased by $7,154,798 to capture the first year of Housing Trust revenue less the administrative costs captured under the new Housing Trust SBCCOG Contract.
- 4513: SoCalGas – Energy – Decreased by $55,783 to capture the remainder of the contract which will end in 2027.
- 4546: Metro Express Lane – Increased by $13,500 due to new increased contract amount.
- 4571: Measure R Transit/Transfer – Increased by $1,000 due to a slight increase in the anticipated workload and billable hours.
- 4611: Measure M MSP – Increased by $8,000 as a result of increased program management tasks and new policy development related work.
- 4572: Measure M LTN – Increased by $254,031 due to increased funding for an intersection safety analysis task.

- 4595: REN Cool Roofs Feasibility & Identification Analysis – Decreased by $102,531 due to completion of the project.
- 4582: LA County Decarbonization Direct Install – Increased by $62,500 due to increased workload for program implementation.
- 4612: South Bay Fiber Network (SBFN)/Broadband – Increased by $77,412 for the Beach Cities Health District work to connect to a new building.
- 4012: SCAG REAP 2.0 – Housing Trust – Decreased by $198,792 as this program has ended.
- 4013: SCAG REAP 2.0 – Commercial Redevelopment – Decreased by $309,959 as this program has ended.
- 4014: METRO REAP 2.0 – Decreased by $285,302 to represent remaining amount as this program will be completed by the end of FY2026-27.
- 4526: Rolling Hills Organic Waste – Decreased by $44,762 to represent remaining amount as this program will be completed by the end of FY2026-27.
- 4576: Outreach for Lomita LTN – Increased by $5,396 to represent a full year. Prior year was a partial year.
- 4577: SBWIB Expanding Flexible Apprenticeship in CA – Decreased by $50,000 as this funding was a limited-term contract in FY2026-27.
- New: Safe Streets 4 All (SS4A) - Increased by $70,000 to represent the first year of this new program and estimated revenue in FY2026-27.
- New: Biodiversity - Increased by $50,000 to represent the first year of this new program and estimated revenue in FY2026-27. Full funding is 1,600,000 for a three-year period and includes city project reimbursement.

**Expenditure**
The following are explanations of the expenditure changes with the corresponding account codes and descriptions of the expenditure categories:

Salaries and benefits increased by $628.166 (28.7%) to account for staffing needs and projected cost escalations. In addition, two project coordinator positions were added to support the LACAHSA Housing Trust and LACAHSA Renter Prevention program. as well as one Senior Project Manager position to support the transportation programs (this work was previously done by a consultant). A few positions that were adjusted to align with new proposed salary ranges. All costs associated with these changes are offset by additional revenues.

For increased transparency and tracking, 6210: Contractual Services has been broken down into three accounts: 6210: Contractual Services-Programs, 6310: Contractual Services-Homeless, and 6410: Contractual Services-COG General.

6210: Contractual Services, Programs – overall decrease of $330,961 (31.2%)
- American Dark Fiber (Broadband/Measure M Fiber) – Increased by $86,750 for the Beach Cities Health District work to connect to a new building.

- CivicSpark (Public Health Institute) – Increased by $11,146 due to program cost increases.
- Alternative Energy Systems Consulting (Cool Roofs Study) – Decreased by $93,262 as project has been completed.
- Economics & Pails (Organic Waste Consultant) – Decreased by $7,000 as contract work on this project has ended.
- Jon Rodman (GIS Services) – Increased by $8,500 to reflect the anticipated need for the fiscal year.
- Metro REAP 2.0 (Mobility Hubs) – Increased by $33,699 to complete work for this project.
- Studio One Eleven (SCAG REAP 2.0 – Commercial Redevelopment) – Decreased by $255,000 as this program has ended.
- Civic Home (SCAG REAP 2.0 – Housing Trust)– Decreased by $108,679 as this program has ended.
- Shannon Heffernan (Planning Principal at Dudek) – Decreased by $96,000 as the contract ended.
- SoCal Ren Training - Decreased by $2,000 to reflect actual costs as mid-year budget was an estimate.
- Toole Design (Caltrans Carson to the Sea Gap Study) – Decreased by $45,115 to reflect work to be done in FY2026-27.
- New Measure M LTN Consultant – Added for $130,000 for new work associated with this program.
- New Safe Streets 4 All (SS4A) Consultant added at $10,000 to reflect anticipated consulting work in FY2026-27.

6410: Contractual Services, COG General – overall decrease of $34,935 (12.8%)

- CPS (HR Consulting) – Decreased by $35,730 due to completion of one-time classification and compensation study.
- Eide Bailly (Accounting Services) – Decreased by $6,300 to reflect anticipated work for supplemental accounting assistance in FY2026-27.
- Vincent Rios (Graphic Design) Increase by $1,580 to reflect updated rates.

6310: Contractual Services, Homeless – overall increase of $2,336,196 (61.3%)

- Eide Bailly (Finance Analyst Services) – Decreased by $29,600 as new fulltime SBCCOG staff person has absorbed the majority of this work.
- Homeless Services Contractors – Increased by $2,345,796 for full year of LACAHSA implementation.
- New LACAHSA Annual Audit added for $20,000.

6222: City Reimbursements (Homeless Services) – Increased by $1,853,552 due to new LACAHSA funding received as well as LSF Measure A funds reallocated from contract services.

6223: Client Aid – Decreased by $778,847 due to anticipated need for FY2026-27.

New: Housing Trust JPA added at $7,154,798 to capture the revenue passed through to the Housing Trust JPA from LACAHSA.

Supplies & Services – overall increase of $11,415 (2.08%)

- 6204: Dues to Outside Organizations – Increased by $2,500 to fund increases for outside organizations' dues.
- 6224: Special Events General Assembly – Increased by $8,000 to capture increased costs of food.
- 6208: Newsletter – Decreased by $6,170 as costs for graphic design previously charged here have been moved to 6410: Contractual Services, COG General.
- 6209: Audit Fees – Increased by $16,538 to capture increased audit costs as established in current contract with the Pun Group.
- 6214: Telephone – Increased by $3,030 to capture increased lines for new additional staff.

- 6215: IT Services/Maintenance – Decreased by $6,890 as certain expenses were moved to 6216: Software/Hardware where they are more properly aligned.
- 6216: Software/Hardware – Increased by $48,494 as certain expenses were moved from 6215: IT Services/Maintenance and software costs associated with the LACAHSA program were added.
- 6217: Liability Insurance – Increased by $5,625 to capture three-year liability insurance policy and business owner insurance.

6221: Moving Expenses – Decreased by $111,466 as prior year funding was a one-time need.

**Restricted Reserve Commitment**

The current restricted reserve commitment is **$651,001**, which is based on three months of estimated FY2025–26 operational expenses.