

# Mayor's Proposed Budget

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FY 2025-27

June 11, 2025

# Overview: FY25-27

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Mayor Lurie's FY25-27 budget takes a first step towards long-term fiscal responsibility while continuing to invest in the core city services will drive the City's financial recovery.

- *FY 2025-26: \$15.9B (no change from CY)*  
*FY 2026-27: \$16.3B*
- Closes an \$817M two-year deficit
- Nearly \$300M reduction in the structural deficit
- \$400M Federal and State Uncertainty Reserve
- *Position Reduction: 1400 positions*

# Budget Goals

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**Sustain  
Core Services**



**Improve  
Fiscal Stability**



**Drive  
Service Delivery**

*The Mayor's budget is focused on creating the conditions  
for economic recovery & future revenue growth*

# Invest in Core Services

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## Clean and Safe Streets

### Public Safety

- Sustained service levels for sworn officers
- Restructured command for street outreach teams
- Streamlined public safety ambassadors under DEM

### Clean Streets

- Maintains funding for street cleaners, inspectors
- Dedicated street cleaning resources for neighborhood streets teams

# Invest in Core Services

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## Direct Services for Residents

### Youth Services

- Continues **\$105M** grant portfolio through DCYF
- Directs over **\$190M** to SFUSD for enrichment, educational support, and general operations
- Launches 400 housing interventions for TAY experiencing homelessness

### Housing & Care

- Expands Rapid Rehousing and hotel-based shelter for families
- Plans for known federal cuts to Emergency Housing vouchers

### Food Access

- Over **\$60M** in food-access related funding across DPH, HSA, and OEWD

### Legal Services

- Fully funds tenant right to counsel
- Continues over **\$13M** for direct immigrant legal services
- Maintains funding for victims of GBV, including legal and housing services

# Improve Fiscal Stability

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## **Federal & State Uncertainty Reserve**

Creates \$400M reserve to protect against significant revenue shocks to state & federal revenues

## **One-Time Sources**

Limits new uses of non-recurring revenues to capital, technology, and one-time costs

## **Capital Investments**

Invests in city property through facilities maintenance, road resurfacing, ADA access, etc.

# Drive Service Delivery

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New Agencies & Department Realignment

## **City Arts Agency (*Film, Grants, and Arts Agency*)**

Drives economic recovery through city's cultural institutions by offering better customer service for artists and arts organization

## **Agency on Human Rights**

Aligns charter-mandated and back-office functions for Human Rights Commission, Status of Women, and Office of Trans Initiatives with complimentary missions to advance civil rights & oversight in SF

# Drive Service Delivery

Breaking the Cycle, RV programs, and Mental Health

## Interim Housing & Healthcare expansion

Over \$160M 2-year investment, coordinated across DPH and HSH, to expand access to interim housing, sober living, and hotel vouchers

## Street Teams

Invests in additional personnel, technology, and equipment to improve coordination and outcomes for both pro-active and responsive street teams

## Oversized Vehicle program

Funds coordinated HSH + MTA initiative for outreach, case management, vehicle buybacks, parking enforcement, and placements

## Mental & Behavioral Health

Reallocates over **\$50M** DPH dollars + **\$20M** of Prop C annually to increase treatment, including: Psych emergency Service capacity, Detox & Withdrawl Management, Board and Care facilities, and 5150 follow-up

Reallocation Strategy:  
Proposed legislation reallocates \$88.5M of fund balance & earned interest to fund the types of beds needed for the people living on our streets



# Trailing Legislation

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- Our Children Our Families Earned interest credit
- Our City, Our Home \$88.5M redistribution
- 12 Continuing Prop Js
- 6 DPH items
  - Includes HHIP grants, patient revenues, state grants, and code amendment
- Revenue policy changes at DPW, RPD, and ADM
- A&Es for RPD, PDR, LIB