Mayor’s Office of Housing & Community Development and Office of the Mayor

Proposed Budget

June 11, 2026

MAYOR’S OFFICE OF
HOUSING & COMMUNITY DEVELOPMENT

OFFICE OF **MAYOR DANIEL LURIE**





MISSION

Support San Franciscans with affordable housing opportunities and essential services to build strong communities.

FY 2026-27
PROPOSED BUDGET
$218.0 million

FY 2026-27
POSITIONS
115 (+4 SFHA)

DIVISIONS

Housing

Community Development

Homeownership and Below Market Rate (HBMR)

Finance and Administration

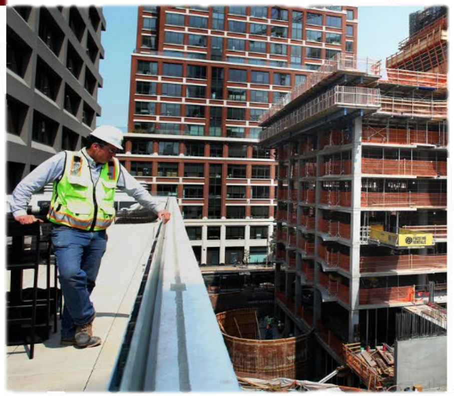
DIVISIONS

HOUSING division focuses on funding affordable housing development and creates housing policies and programs that build safe, stable, and affordable housing.

COMMUNITY DEVELOPMENT division invests in community-based organizations and leads cross-departmental programs and initiatives to advance equitable outcomes for San Francisco residents.

HOMEOWNERSHIP AND BELOW MARKET RATE (HBMR) division delivers affordable homeownership opportunities, implements inclusionary programs, and ensures that all City-sponsored affordable housing is accessible to the people it is intended to serve.

FINANCE AND ADMINISTRATION division ensures that the department has the financial, human, and technological resources necessary to manage our investments and policies.



BUDGET OVERVIEW

MOHCD FY 24-25

(most recent complete fiscal year)

APPROXIMATELY 45% of MOHCD's budget does not go through the Board's annual budget process (AAO) and is appropriated at other times.

FUND SOURCES NOT INCLUDED IN THE AAO*:*

GO BONDS & OTHER DEBT	FY 24-25: 19% of expenditures
FEDERAL AND STATE GRANTS	FY 24-25: 13% of expenditures
DEVELOPMENT IMPACT FEES	FY 24-25: 8% of expenditures
LOAN REPAYMENTS	FY 24-25: 1% of expenditures
OTHER (fees supporting bond issuance and monitoring; legal settlements; development agreements)	FY 24-25: 1% of expenditures

AAO BUDGET

MOHCD FY 25-26

TOTAL BUDGET OF $176.6M, INCLUDING:
$55.0M General Fund grants to CBOs, of which $2.6M is one-time
$48.8M Housing Trust Fund (HTF)
$43.0M Local Operating Subsidy Program (LOSP)
$8.7M housing impact fees and former SFRA housing assets
$8.6M debt service
$3.1M Cultural Districts
$2.6M payments to other City departments
$1.9M one-time market-rate housing developer contributions

PROPOSED BUDGET

MOHCD FY 26-27

TOTAL PROPOSED BUDGET OF APPROXIMATELY $218.0M, an increase of $41.4M from FY 25-26

MAJOR INCREASES INCLUDE:
$8.25M Affordable Housing Opportunity Fund (Nov 2024 Prop G)
$7.7M Treasure Island developer contributions
$7.7M 2015 GO Bond loan repayments (one time)
$6.3M debt service for HOPE SF + Afford Housing & Comm Facilities
$5.3M increase in workorders, primarily from HSH
$5.0M Housing Trust Fund per existing Charter requirements
$4.5M LOSP due to new buildings coming online
$2.0M one-time HOPE SF playground improvements

PROPOSED BUDGET

MOHCD FY 26-27

TOTAL PROPOSED BUDGET OF APPROXIMATELY $218.0M, an increase of $41.4M from FY 25-26

MAJOR DECREASES INCLUDE:
$2.6M CBO grants previously budgeted as one-time
$3.7M (net) community-based services grants to CBOs
$1.2M in on-budget position savings from deleting three vacant positions, three layoffs, and reduction in services provided to OCII

PROPOSED BUDGET

MOHCD FY 27-28

TOTAL PROPOSED BUDGET OF APPROXIMATELY $198.5M, a decrease of $19.4M from FY 26-27.

MAJOR DECREASES:

$7.7M 2015 GO Bond loan repayments
$3.4M TI developer contributions
$3.3M community-based services grants 2nd year reduction
$2M HOPE SF playground enhancements
$1.2M prior year addbacks expiring; funded by HSH via workorder

MAJOR INCREASES:

$4.7M LOSP

MOHCD'S CONTINUED INVESTMENT
IN CORE SAFETY NET PROGRAMS

The Mayor's Proposed Budget continues the City's existing commitments to core MOHCD Community Development programs, including for example:

EVICTION PREVENTION & HOUSING STABILIZATION
including Tenant Right to Counsel and Emergency Rental Assistance
$55.0 million

IMMIGRANT LEGAL SERVICES
$14.3 million

GENDER-BASED VIOLENCE PREVENTION
$9.3 million

The majority of the above is directly funded through MOHCD's budget, while the remainder is allocated to HSH and work-ordered to MOHCD.

BUDGET INSTRUCTIONS

“**Operational Backbone**” included ongoing, essential functions the department must continue delivering, such as:

- Debt service on existing debt
- Maintaining & developing the DAHLIA housing portal for use with the existing housing portfolio
- Data, compliance and reporting needs mandated by the City, State, and Federal governments
- Asset management and monitoring of MOHCD’s existing 35,000 affordable units, including loan servicing
- Affordable housing operating subsidies under existing contracts

In response to the Mayor’s Budget Instructions, MOHCD made the following determinations:

“**Strategic, Discretionary, or Legally-Mandated**” included everything else, including:

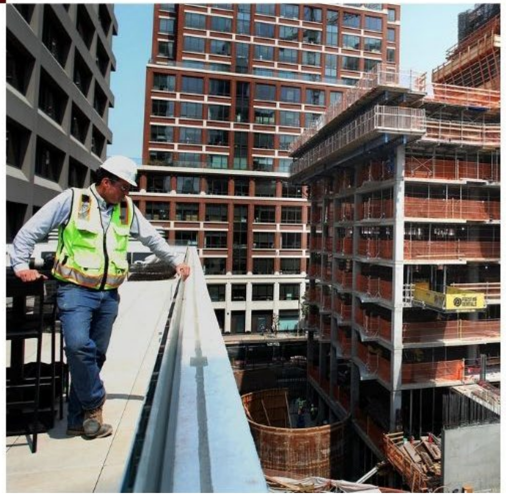
- New housing development
- Small sites and other housing preservation
- First-time homeowner loans
- Grants to nonprofit organizations in all program areas

REDUCTIONS TO MEET TARGET

To meet the required reduction targets, MOHCD is preparing to stop work on the following program areas:

- Community-Based Services grantmaking (one strategy area administered by the CD team)
- Digital equity
- Community facility capital improvements

While the bulk of the above savings comes from reduced grantmaking to CBOs, MOHCD also laid off three (3) staff and reassigned others previously working in these areas. In addition, MOHCD deleted three (3) vacant positions, resulting in a combined total of approximately $1.2M of on-budget cost savings.



MAYOR'S OFFICE

OVERVIEW

THE MAYOR'S ADMINISTRATION supports the Office of the Mayor through policy, budget, communications, and some constituent services.

FY 2026-27 BUDGET

$12.2 million

POSITIONS

47

DIVISIONS

Mayor

Policy

Budget

Communications & Public Affairs

Administration & Operations

MAYOR'S OFFICE

BUDGET SUMMARY

Spending Category	FY 25-26 (Current Year)	FY 26-27	FY 27-28
Salaries and Benefits	$9.4	$9.8	$10.7
Non-Personnel, Projects, M&S	$1.4	$1.4	$1.4
Services of Other Departments	$0.8	$0.8	$0.8
TOTAL	$11.6 million	$12.1 million	$12.9 million

Proposed Budget for FY 26-27 & FY 27-28 includes salary and benefit increases due to MOU changes and minimal citywide workorder changes.

THANK YOU