

Police and Fire Departments
Measure W - 200 (a)
FY 2026-27 Annual Budget

	<u>FY 2023-24</u> <u>Actual</u>	<u>FY 2024-25</u> <u>Actual</u>	<u>FY 2025-26</u> <u>Projected</u>	<u>FY 2026-27</u> <u>Budget</u>
Beginning Available Balance	\$ 13,420,616	\$ 13,589,829	\$ 14,055,692	\$ 12,114,138
Revenues				
Police				
Measure W Sales Tax	7,703,437	7,871,901	7,596,145	7,727,320
Investment Proceeds	124,977	189,935	-	-
	<u>7,828,414</u>	<u>8,061,836</u>	<u>7,596,145</u>	<u>7,727,320</u>
Fire				
Measure W Sales Tax	7,703,437	7,871,901	7,596,145	7,727,320
Investment Proceeds	114,011	159,257	-	-
	<u>7,817,448</u>	<u>8,031,158</u>	<u>7,596,145</u>	<u>7,727,320</u>
	<u>15,645,862</u>	<u>16,092,994</u>	<u>15,192,290</u>	<u>15,454,640</u>
Expenditures				
Police				
Salary & Benefits	6,593,294	6,675,547	6,728,674	7,034,676
Services & Supplies	1,060,075	1,101,024	1,228,143	1,211,609
Administration	107,729	113,183	151,081	151,081
	<u>7,761,098</u>	<u>7,889,754</u>	<u>8,107,898</u>	<u>8,397,366</u>
Fire				
Salary & Benefits	6,592,897	6,777,452	7,994,950	8,869,206
Services & Supplies	504,166	429,377	462,012	450,928
Administration	416,918	426,158	557,984	926,984
Equipment & Maintenance	201,570	104,390	11,000	10,000
	<u>7,715,551</u>	<u>7,737,377</u>	<u>9,025,946</u>	<u>10,257,118</u>
	<u>15,476,649</u>	<u>15,627,131</u>	<u>17,133,844</u>	<u>18,654,484</u>
Transfers				
Transfer In	-	-	-	-
Transfer Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Annual Activity				
Police	67,316	172,082	(511,753)	(670,046)
Fire	101,897	293,781	(1,429,801)	(2,529,798)
	<u>169,213</u>	<u>465,863</u>	<u>(1,941,554)</u>	<u>(3,199,844)</u>
Ending Available Balance	<u>\$ 13,589,829</u>	<u>\$ 14,055,692</u>	<u>\$ 12,114,138</u>	<u>\$ 8,914,294</u>

(a) The portion of Measure W Fund - 200 relating to Fire is also presented in Fire on page E-17.

POLICE DEPARTMENT

MEASURE W SUBFUND (200-201)

PROGRAM DESCRIPTION

Stockton's voters approved Measure W in November 2004, which authorized a one-quarter percent Transaction and Use Tax to provide additional public safety services. The proceeds were split equally between the Police and Fire Departments. The program guidelines include an Economic Uncertainty fund reserve to be funded at 25% of annual budgeted revenues. This reserve is currently fully funded.

The Police Department uses the funds primarily to pay for Police officers' salaries and benefits. Some Measure W dollars have also been used to purchase equipment, vehicles, and radios for Measure W-funded Police Officers.

KEY CONSIDERATIONS

- Measure W will continue to pay for salaries, benefits, and equipment for 24 Police Officer positions in FY 2026-27 assigned to the Field Operations Division for street patrol.
- *Sales tax revenues have experienced a strong recovery from the previous few years due to the COVID-19 pandemic, combined with staff vacancies, increasing the available fund balance.* The Police and Fire Departments continue to seek ways to leverage Measure W funds with grant funding to enhance public safety services.
- Revenues are closely monitored to ensure the long-term affordability of planned expenditures from tax revenues. In times of revenue declines, the Economic Uncertainty Fund is intended to maintain service levels. The purpose of the fund balance is to use reserves to fund Police Officer salaries, benefits, and associated equipment.
- The budgeted amount in Services and Supplies in FY 2026-27 will fund ammunition, fuel, and basic duty equipment for the Measure W-funded officers.
- The State of California charges a quarterly administration fee for services associated with collecting the Measure W Public Safety Sales Tax. A sales tax audit contract provides auditing/compliance services to ensure sales tax is appropriately managed and distributed.
- FY 2026-27, the Police Department's share of the recommended *Economic Uncertainty reserve is approximately \$2.0 million.* The overall budget projection indicates that the Measure W Economic Uncertainty Fund balance will stay above the program's requirement.

FIRE DEPARTMENT

MEASURE W FUND SUBFUND (200-202)

PROGRAM DESCRIPTION

Stockton's voters approved Measure W in November 2004, which authorized a one-quarter percent Transaction and Use Tax for public safety services. Proceeds are split equally between the Police and Fire Departments. The program guidelines include an Economic Uncertainty fund reserve of 25% of annually budgeted revenues. The Fire portion of this reserve is fully funded.

The Fire Department uses Measure W proceeds to pay for a portion of fire suppression personnel salary and benefits assigned to Fire Company No. 3 (southeast Stockton), Fire Company No. 4 (central Stockton) and Fire Company No. 13 (northeast Stockton). Proceeds have also been used for one-time purchases of fire engines, equipment, and radios. Measure W proceeds currently fund the salary and benefits of 31 firefighting positions that provide fire protection and other emergency services.

KEY CONSIDERATIONS

- Measure W proceeds are expected to increase by approximately 2% from the current year-end projection.
- Measure W tax proceeds will be used for annual water rescue and technical rescue training and will also continue to provide funds for emergency medical supplies and annual maintenance of medical equipment.
- The cost of the required annual health and wellness examinations in accordance with National Fire Protection Agency and the U.S. Occupational Safety and Health Administration for 31 firefighters is incorporated in Fire's Measure W annual budget.
- The State of California charges a quarterly administration fee for services associated with the collection of the Measure W Public Safety Sales Tax. A sales tax audit contract provides auditing/compliance services to ensure sales tax is properly collected and distributed.
- In FY 2026-27, the Fire Department's share of the recommended Economic Uncertainty reserve is approximately \$1.9 million. The overall budget projection indicates that the balance in the Measure W Economic Uncertainty Fund will stay above the program's requirement.