

FISCAL IMPACT REPORT

General Information:

(Check) **Bill:** _____ **Resolution:** X

Short Title(s): Adopting the City of Santa Fe’s Fiscal Year 2026-2027 Operating Budget

Sponsor(s): Mayor Michael J. Garcia

Reviewing Department(s): Finance Department

Staff Completing FIR: Andy Hopkins, Budget Officer **Date:** May 6, 2026 **Phone:** (505) 490-7228

Reviewed by City Attorney: _____ **Date:** _____

Reviewed by Finance Director:  **Date:** 05/08/2026
ANDREA PHILLIPS (May 8, 2026 14:55:07 MDT)

Summary:

This Resolution would adopt the Fiscal Year 2026-2027 (“FY27”) operating budget (“Budget”) for the City of Santa Fe; detail on the Budget is provided in the Proposed FY27 Budget book, included with this Resolution.

Departments Affected:

All City Departments

Consequences of Not Enacting Legislation:

If this legislation is not adopted, the City will not be in compliance with state law, which requires the City “to furnish and file with the [local government] division [of the department of finance and administration], on or before June 1 of each year, a proposed budget for the next fiscal year;” NMSA 1978 § 6-6-2. The absence of a budget would likely render the City ineligible to receive funding from the State and may hamper the City’s ability to expend money as well.

Conflict, Duplication, Companionship, or Relationship to Other Legislation:

N/A

Performance and Administrative Implications:

The FY27 Budget sets a fiscally sustainable course for the City, while making investments to deliver exceptional services for Santa Fe.

Fiscal Implications:

The recommended FY27 All Funds operating expenditure budget of \$521,144,821 is detailed in the Proposed FY27 Budget book included with this Resolution, and in the tables shown below.

Fiscal Impact

_____ Check here if no fiscal impact

Expenditures

Expenditure Type	FYE 2026	FYE 2027	FYE 2028	Require BAR (Y/N)	Recurring (R) or Non-recurring (NR)	Fund	3-Year Total Cost
<u>Personnel Services</u>	<u>\$ 0</u>	<u>\$183,560,816</u>	<u>\$ 0</u>	<u>N</u>	<u>R & NR</u>	<u>various</u>	<u>\$183,560,816</u>
<u>Operating Expenses</u>	<u>\$ 0</u>	<u>\$221,494,390</u>	<u>\$ 0</u>	<u>N</u>	<u>R & NR</u>	<u>various</u>	<u>\$221,494,390</u>
<u>Capital Outlay</u>	<u>\$ 0</u>	<u>\$ 16,171,433</u>	<u>\$ 0</u>	<u>N</u>	<u>R & NR</u>	<u>various</u>	<u>\$ 16,171,433</u>
<u>Debt Service</u>	<u>\$ 0</u>	<u>\$ 21,158,722</u>	<u>\$ 0</u>	<u>N</u>	<u>R & NR</u>	<u>various</u>	<u>\$ 21,158,722</u>
<u>Transfers Out</u>	<u>\$ 0</u>	<u>\$ 78,759,460</u>	<u>\$ 0</u>	<u>N</u>	<u>R & NR</u>	<u>various</u>	<u>\$ 78,759,460</u>
<u>Total:</u>	<u>\$ 0</u>	<u>\$521,144,821</u>	<u>\$ 0</u>				<u>\$521,144,821</u>

Expenditure Narrative:

The FY27 proposed budget meets the City's financial obligations, including pledged debt service and other operating costs, and leverages the City's resources into shared goals. The proposed FY27 all funds expenditures budget of \$521,144,821 reflects an increase of \$40,555,429, or 8.4%, when compared to Fiscal Year 2025-2026 ("FY26") original budgeted levels.

Revenue

Revenue Type	FYE 2026	FYE 2027	FYE 2028	Recurring (R) or Non-recurring (NR)	Fund
<u>Taxes</u>	<u>\$ 0</u>	<u>\$219,704,776</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Licenses & Permits</u>	<u>\$ 0</u>	<u>\$ 4,628,953</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Fees/Service Charges</u>	<u>\$ 0</u>	<u>\$169,571,975</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Fines & Forfeitures</u>	<u>\$ 0</u>	<u>\$ 695,103</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Miscellaneous</u>	<u>\$ 0</u>	<u>\$ 10,982,372</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Intergovernmental</u>	<u>\$ 0</u>	<u>\$ 15,492,357</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Interest Earnings</u>	<u>\$ 0</u>	<u>\$ 12,820,647</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Transfers In</u>	<u>\$ 0</u>	<u>\$ 79,070,300</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>
<u>Total</u>	<u>\$ 0</u>	<u>\$512,966,483</u>	<u>\$ 0</u>	<u>R</u>	<u>various</u>

Revenue Narrative:

The proposed FY27 all funds revenue budget of \$512,966,483 reflects an increase of \$31,443,857, or 6.5%, when compared to FY26 original budgeted levels.

Signature:

Email: