



Capital Improvement Program (CIP)



CIP Overview

PURPOSE

- Evaluate, prioritize and identify funding options for the repair, replacement and expansion of the City's physical infrastructure, facilities and parks

PROCESS

- “Sliding” five-year budgeting process where the first year of five-year program represents the “approved” capital budget, which is incorporated into the City’s annual budget
- Projects programmed for subsequent years are for planning purposes only and do not receive expenditure authority
- City staff develop projects based on community input, needs assessments, focused studies, and consistency with the City Council’s Strategic Plan and long-range plans
- Planning Commission reviews new projects proposed for inclusion in the CIP for conformity with the General Plan prior to City Council approval and budget adoption

CIP Assets

Infrastructure

**Streets
Sidewalks
Pedestrian Curb Ramps
Bicycle Facilities
Streetlights
Traffic Signals
Sewer System
Storm Drains, Open Channels &
Structural BMPs
Communications &
Information Technology**

Parks and Facilities

**City Hall
Public Works Yard
Police Station
Fire Stations
Community & Rec Centers
Public Library
Community Parks
Athletic Fields & Skate Park
Basketball & Tennis Courts
Municipal Swimming Pool
Public Restrooms
Public Safety Cameras
Lighting, Landscaping &
Walking Paths**

CIP Project Prioritization

Evaluation Criteria

Public Health & Safety
Quality of Life
Community Support
Costs & Schedule
Available Funding
Consistency with City Council
Strategic Plan, Focused Studies and
Long-Range Plans
(General Plan, Bike Master Plan, CAP)

Funding Sources

Competitive Grants
State Gas Tax
TransNet
Sewer Service Fund
Development Impact Fees (DIF)
General Fund

Capital Needs Assessment

STREET RESURFACING

- Prioritized based on Pavement Condition Assessments, equitable approach
- Pavement Condition Index (PCI) Target of 75 (scale of 1 to 100)
- Primary Funding – State Gas Tax (SB1 RMRA), *TransNet*, Transportation Grants
- Annual Funding required to maintain Target PCI – \$5 Million

SEWER REPLACEMENT / UPSIZING

- Prioritized based on Sewer System Master Plan (SSMP), analysis and inspections
- Primary Funding – Sewer Service Fund
- Annual Funding required to address capital needs – \$5 Million

STORM WATER SYSTEM IMPROVEMENTS

- Prioritized based on needs assessments and inspections
- Replace deteriorated pipes, improve capacity, mitigate drainage issues
- Implement Stormwater Best Management Practices (BMPs)
- Primary Funding – General Fund, Environmental Grants
- Annual Funding required to address deficiencies and State mandates – \$3 Million

Capital Needs Assessment

FACILITY UPGRADES / MAJOR MAINTENANCE

- Prioritized based on needs assessments and inspections
- Support safety, operations and public services – roof replacement, structural repairs, mechanical, electrical and plumbing (MEP) upgrades, etc.
- Primary Funding – General Fund, DIF
- Annual Funding required to address capital needs / major maintenance – \$2 Million

AMERICANS WITH DISABILITY ACT (ADA) COMPLIANCE

- Prioritized based on ADA Transition Plan and Inspections – Infrastructure, Parks and Facilities assessments for accessibility
- Sidewalks, curb ramps, path of travel, accessible doors and restrooms, etc.
- Primary Funding – State Gas Tax (SB1 RMRA), Grants, DIF, General Fund
- Annual Funding required to address capital needs – \$1 Million

Capital Needs Assessment

TRAFFIC SAFETY AND MOBILITY ENHANCEMENTS

- Prioritized based on needs assessments, inspections and community engagement
- Traffic calming, pedestrian crossing enhancements, bicycle facilities, traffic signal upgrades, safe routes to school, etc.
- Primary Funding – *TransNet*, Transportation Grants, DIF, General Fund
- Annual Funding required to address capital needs – \$2 Million

PARKS, RECREATION AND QUALITY OF LIFE

- Prioritized based on community-based programming needs
- Enhance parks and open spaces with infrastructure, facilities and amenities that support active and passive recreation
- Primary Funding – General Fund, Parks & Recreation Grants, DIF
- Annual Funding required to address capital needs – \$2 Million

ANNUAL CIP FUNDING TARGET TO ADDRESS CAPITAL NEEDS – \$20 MILLION

Grant Opportunities

TRAFFIC SAFETY

- Implement traffic safety enhancements for all roadway users

ACTIVE TRANSPORTATION

- Enhance pedestrian and bicycle safety, access to schools, parks, transit, employment centers and community services

ENVIRONMENTAL

- Implement Stormwater BMPs, restore creeks and wetlands to their natural state

PARKS AND RECREATION

- Enhance parks and open spaces, amenities, recreation facilities

SMART GROWTH DEVELOPMENT

- Infrastructure, mobility and streetscape enhancements that support smart growth, mixed-use development

CIP Projects – Completed (FY25)

Project	Amount
Eastside I-805 Community Greenbelt Project (#22-09)	\$5,020,000
Paradise Creek Water Quality & Community Enhancement Project - Phase II (#19-11)	\$3,800,000
Kimball Park Ballfield Lighting (#24-10)	\$670,000
Emergency Storm Drain Repairs (#24-08, 24-11, 24-12, 24-14, 24-20, 24-21)	\$2,300,000
Police Department Waterproofing (#24-23)	\$50,000
Police Department Firearms Training Facility Upgrades (#20-05)	\$830,000
ARTS Center Roof Replacement (#24-07)	\$120,000
Casa de Salud Roof Replacement (#23-14)	\$70,000
Library Main Entry Door Replacement (#24-06)	\$60,000
Total	\$12,920,000

CIP Projects – Construction

Project	Budget
El Toyon Park Improvements (#22-26)	\$7,000,000
Las Palmas Park Improvements (#24-13, 24-18)	\$4,800,000
Central Community Mobility Enhancements (#19-23)	\$2,750,000
FY24 & FY25 Pavement Rehabilitation (#23-15)	\$6,740,000
FY24 & FY25 ADA Improvements (#24-04)	\$1,320,000
Bicycle Wayfinding (#19-25)	\$940,000
8th St Mobility Hub for FRANC NEV Charging (#22-25)	\$640,000
Police Department Generator and Electrical Upgrades (#20-04)	\$1,930,000
Fire Service Backflow Preventer Replacements (#24-16)	\$270,000
Police Department Roll-up and Sally Port Door Replacements (#24-15)	\$160,000
Fire Station 34 HVAC Rehabilitation (#24-19)	\$100,000
Total	\$26,650,000

CIP Projects – Design

Project	Budget
Bayshore Bikeway and W. 19th Street Connections (#19-24, 21-25)	\$19,000,000
P-2 Sewer Upsizing (#24-03)	\$5,000,000
Paradise Creek Educational Park and Wetlands Expansion (#21-28)	\$1,500,000
8th Street and Roosevelt Avenue Active Transportation Corridor (#19-44)	\$7,500,000
24th Street Transit Center Connections project (#22-13)	\$10,000,000
Citywide Protected Left-Turn Signal Phasing Safety Enhancements (#19-22)	\$2,500,000
Retroreflective Traffic Signal Backplate Safety Enhancements (#23-04)	\$1,200,000
Pedestrian Safety Enhancements at Traffic Signals (#22-16)	\$600,000
Pedestrian Crossing Enhancements at 16th Street & E Avenue	\$400,000
Highland Avenue Inter-City Bicycle Connections (#22-13)	\$2,000,000
8th Street & Harbor Drive Bicycle and Pedestrian Rail Crossing Enhancements (#22-33)	\$2,500,000

CIP Projects – Design

Project	Budget
4th Street Traffic Calming (Traffic Circles)	\$1,000,000
Downtown 8th Street Pedestrian Crossing Enhancements	\$400,000
Neighborhood Traffic Calming (Traffic Circles, Bike Sharrows & Edgeline Striping - N Ave)	\$300,000
Neighborhood Traffic Calming (Edgeline Striping - 16th St, Palm Ave, Harbison Ave)	\$300,000
Library Roof Replacement	\$1,200,000
Fire Station 34 Roof Replacement	\$800,000
Storm Water System Improvements	\$1,000,000
Total	\$57,200,000

FY26 CIP Funding Recommendations

Project	Amount
Facility Upgrades / Major Maintenance	\$500,000
Traffic Safety Enhancements	\$300,000
Storm Water System Improvements	\$200,000
Total	\$1,000,000

City Fleet Overview

PURPOSE

- Fleet management, replacement and modernization is required to allow staff to provide essential services for the Community

EVALUATION CRITERIA

- Age, mileage, rotation schedule
- Maintenance and repair costs
- Operational needs of each department

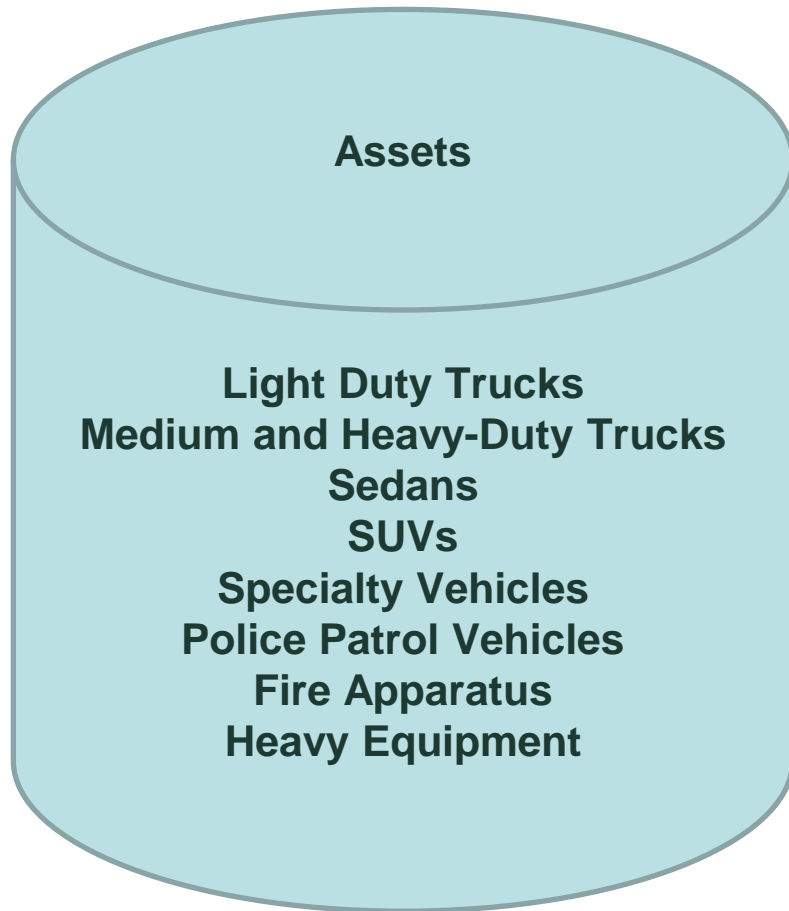
FUNDING

- Fleet replacement and modernization includes a combination of purchase and lease options funded by the Vehicle Replacement Fund through internal service charges
- Budgets are established by calculating the annual depreciation expense based on the estimated life cycle and replacement cost for each asset

ELECTRIC VEHICLE (EV) TRANSITION PLAN

- State regulations require all government fleets to transition to zero-emission vehicles by 2035
- Preliminary EV Transition Plan was prepared in FY 25; will be updated annually

City Fleet Inventory



TOTAL	223
VEHICLES LEASED Plug-in Hybrid Electric – 29 Full Electric – 7	62
VEHICLES PURCHASED Plug-in Hybrid Electric – 6 Hybrid – 19	105
SMALL EQUIPMENT	22
MEDIUM EQUIPMENT	23
LARGE EQUIPMENT	11

FY26 City Fleet Funding Recommendations

Department	Vehicle/Equipment	Lease (Annual Cost)	Purchase (Total Cost)	FY 2026 (Funding Needs)	General Fund (001)	Parks Maint Fund (105)	Sewer Fund (125)	Trash Rate Stabilization Fund (172)	Section 8 Fund (502)	Facilities Maint Fund (626)	Notes
Public Safety											
Police	Medium SUV Patrol (4)		\$400,000	\$400,000	\$400,000						
Police	Medium SUV Lieutenant		\$100,000	\$100,000	\$100,000						
Police	Medium SUV Supervisor		\$100,000	\$100,000	\$100,000						
Police	Detective/Undercover Pool (4)	\$40,000		\$40,000	\$40,000						Replacing city owned; plug-in hybrid electric vehicle
Police	Emergency Lighting (1-time cost)		\$45,000	\$45,000	\$45,000						Build-outs for 8 vehicles
Police	Current Lease Vehicles (19)	\$141,000		\$141,000	\$141,000						
Fire	Light Duty Truck Inspector	\$15,000		\$15,000	\$15,000						New position in FY24; hybrid vehicle
Fire	Aerial Ladder Truck		\$400,000	\$400,000	\$400,000						Replacing 2016 Aerial (10-year front line life cycle); 3-4 year build time; 20% budgeted for FY 26

Replace based on Rotation Schedule

Needs to be Modernized

New addition to Fleet

FY26 City Fleet Funding Recommendations

Department	Vehicle/Equipment	Lease (Annual Cost)	Purchase (Total Cost)	FY 2026 (Funding Needs)	General Fund (001)	Parks Maint Fund (105)	Sewer Fund (125)	Trash Rate Stabilization Fund (172)	Section 8 Fund (502)	Facilities Maint Fund (626)	Notes
<i>Public Works</i>											
Parks	Tractor		\$200,000	\$200,000		\$200,000					Replacing 2009 Tractor (4-in-1 front bucket w/ spreader box in back)
Wastewater	Vactor Truck		\$600,000	\$600,000			\$600,000				Replacing 2016 Vactor
Wastewater	Backup Generator for Sewer Pump Station		\$80,000	\$80,000			\$80,000				
Streets	Street Sweeper		\$700,000	\$700,000	\$500,000			\$200,000			Replacing 2016 Sweeper
Streets	Asphalt Sealer Trailer		\$80,000	\$80,000	\$80,000						
Streets	Water Trailer		\$20,000	\$20,000	\$20,000						
Streets	Dump Body Attachment		\$30,000	\$30,000	\$30,000						
Equipment Maintenance	Portable Light Tower		\$50,000	\$50,000	\$50,000						
Facilities	Utility Van (2)	\$20,000		\$20,000						\$20,000	Support 4 new custodian positions in FY 26
Facilities	Light Duty Truck	\$15,000		\$15,000						\$15,000	Support new building trades position in FY 26; hybrid vehicle
Public Works (All Divisions)	Current Lease Vehicles (19)	\$131,000		\$131,000	\$38,000	\$36,000	\$33,000			\$24,000	9 Parks; 3 WW; 2 Streets; 1 EM; 4 FM

Replace based on Rotation Schedule

Needs to be Modernized

New addition to Fleet

FY26 City Fleet Funding Recommendations

Department	Vehicle/Equipment	Lease (Annual Cost)	Purchase (Total Cost)	FY 2026 (Funding Needs)	General Fund (001)	Parks Maint Fund (105)	Sewer Fund (125)	Trash Rate Stabilization Fund (172)	Section 8 Fund (502)	Facilities Maint Fund (626)	Notes
<i>Other Departments</i>											
Community Services	Light Duty Truck	\$15,000			\$15,000						Replacing City owned vehicle w/ hybrid lease vehicle
Building	Current Lease Vehicles (2)	\$22,000		\$22,000	\$22,000						
Engineering	Current Lease Vehicles (1)	\$7,000		\$7,000	\$7,000						
Housing/Section 8	Current Lease Vehicles (2)	\$12,500		\$12,500					\$12,500		
Neighborhood Services	Current Lease Vehicles (9)	\$39,500		\$39,500	\$39,500						
Pool	Current Lease Vehicles (4)	\$29,000		\$29,000	\$29,000						
FY Totals		\$511,000	\$2,805,000	\$3,301,000	\$2,095,500	\$236,000	\$713,000	\$200,000	\$12,500	\$59,000	
Contingency - 10%		\$51,100	\$280,500	\$330,100	\$209,550	\$23,600	\$71,300	\$20,000	\$1,250	\$5,900	
FY Totals with Contingency		\$562,100	\$3,085,500	\$3,631,100	\$2,305,050	\$259,600	\$784,300	\$220,000	\$13,750	\$64,900	

Replace based on Rotation Schedule

Needs to be Modernized

New addition to Fleet