



Finance & Technology Department

Six-Year Capital Project Review – 3rd Meeting

(FY 2026/27 – FY 2030/32)

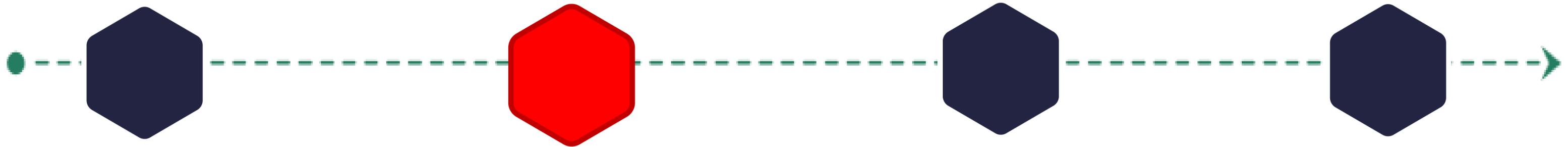
INTRODUCTION

The Capital Improvement Program (CIP) presents a six-year capital plan.

The first two fiscal years (FY 2026/27 and FY 2027/28) are proposed for adoption and appropriation.

The remaining four years are included for planning purposes only to provide long-term visibility into anticipated infrastructure needs and the financial impacts of future policy decisions.

Capital Improvement Review Process



Project Development

Departments identify infrastructure needs, evaluate regulatory requirements, estimate costs, and project alignment

Council Review (February-April)

Capital projects presented to Council by fund category for review and direction.

Council Approval

Staff refines project timing and funding allocations based on Council direction, available revenues, grant opportunities, and grant opportunities.

Final Adoption (June)

The final CIP is adopted by Council in conjunction with the City's annual Operating Budget.

PROJECT OBJECTIVES

1

Protect Public Health & Regulatory Compliance

2

Preserving & Modernizing Core Infrastructure

3

Supporting Strategic Growth & Service Enhancements

The proposed projects represents the City's commitment to:

- Maintaining critical infrastructure;
- Protecting public health and safety; and
- Planning responsibly for future growth.

The CIP proposed this evening reflects a balanced and disciplined investment in transportation infrastructure, roadway maintenance, mobility improvements, and neighborhood infrastructure needs. The proposed two-year appropriations prioritize regulatory compliance, system reliability, and long-term asset preservation while supporting planned growth and community service needs.



Capital Funds for Review

Fund Name	Fund #	2026-27	2027-28	2028-32
Gas Tax	111	4,034,700	3,728,700	20,618,100
SB1 Road Maintenance & Rehabilitation	113	5,403,600	3,900,000	17,028,400
Measure R Local	131	3,800,585	2,529,200	17,961,450
Measure R Regional	133	-	5,000,000	5,000,000
Transportation Impact Fee	241	7,846,250	11,464,400	67,352,250
Landscape & Lighting	273	945,000	745,000	4,140,000
State Transportation	281	275,000	1,833,300	1,100,000
NE Capital Improvement	291	468,700	25,600	805,700
Total Projects		\$22,773,835	\$29,226,200	\$134,005,900

Projects in FY 26/27 & 27/28 are proposed for appropriation with the budget adoption in June 2026.

Gas Tax – 111

Gas Tax revenues are derived from state excise taxes on transportation fuels and distributed to cities based primarily on population and registered vehicles.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	543,300	115,400	10,900	(63,300)	101,400	(880,400)
Gas Tax Apportionment (Sections 2105, 2106, 2107, 2107.5)	2,645,000	2,671,500	2,698,200	2,711,700	2,714,400	2,714,400
Gas Tax Swap (Prop 42) (Sections 2103)	1,370,300	1,390,900	1,404,800	1,418,800	1,433,000	1,447,300
Gas Tax Stp-Str Hwy Exchange (RSTP Funds)	900,000	900,000	900,000	900,000	900,000	900,000
Misc + Interest Earnings	155,800	145,800	100,000	80,000	80,000	80,000
Services Provided - Signal & Street Lights	(570,000)	(570,000)	(570,000)	(570,000)	(570,000)	(570,000)
Services Provided - Traffic Maintenance	(163,200)	(166,500)	(169,800)	(173,200)	(176,700)	(180,200)
Services Provided - Street Sweeping	(683,300)	(697,000)	(710,900)	(725,100)	(739,600)	(754,400)
Other Services Provided/Allocations	(47,800)	(50,500)	(51,500)	(52,500)	(53,600)	(54,700)
Capital Improvements - New Construction, Improv, Admin	(2,124,700)	(1,617,000)	(1,695,000)	(1,445,000)	(2,519,300)	(6,898,800)
Capital Improvement - Street Maintenance	(1,910,000)	(1,910,000)	(1,980,000)	(1,980,000)	(2,050,000)	(2,050,000)
Capital Improvements - Vehicle/Equip Replacement or Addition	0	(201,700)	0	0	0	0
Total Resources Available for Future Projects	115,400	10,900	(63,300)	101,400	(880,400)	(6,246,800)

Gas Tax – 111

#	Project Description	Proposed 2026-27	Proposed 2027-28
<i>Projects for New Construction, Improvements and Administration:</i>			
1	Upgrade Traffic Signal Controllers	50,000	-
5	Annual Traffic Counts, Survey, and Supplemental Services	65,000	65,000
6	Neighborhood Traffic Maintenance	-	30,000
7	Traffic Calming Services & Software	-	17,000
8	Annual Roadway Preliminary Engineering	175,000	175,000
9	Annual Developer Reimbursements	70,000	70,000
10	Annual Bike Plan Implementation	30,000	30,000
11	Road Rehabilitation - RSTP	-	900,000
12	Street Light Replacement - St Johns Parkway	27,700	330,000
13	Stevenson Mill Creek Culvert Replacement	957,000	-
14	Garden Street Settlement Repair: (Construction)	750,000	-
New Construction, Improvements and Administration Total:		\$ 2,124,700	\$ 1,617,000

Gas Tax – 111

#	Project Description	Proposed 2026-27	Proposed 2027-28
<i>Projects for Street Maintenance throughout the City:</i>			
16	Annual Stop Sign Installation	25,000	25,000
17	Annual Traffic Signal Optimization Project (TSOP)	30,000	30,000
18	Annual Street Name Sign Replacement	80,000	80,000
19	Annual Battery Backup Maintenance	30,000	30,000
20	Annual Traffic Signal Maintenance	100,000	100,000
21	Annual Overhead Street Light Upgrade	50,000	50,000
22	Annual Pave Outs	25,000	25,000
23	Annual Traffic Striping	200,000	200,000
24	Annual Pavement Overlay	850,000	850,000
25	Annual Dig Outs	100,000	100,000
26	Annual Pothole Patching	300,000	300,000
27	Annual Replace Traffic Signs	120,000	120,000
Annual Street Maintenance Total:		\$ 1,910,000	\$ 1,910,000

Gas Tax – 111

#	Project Description	Proposed 2026-27	Proposed 2027-28
<i>Projects for Vehicle and Equipment replacements or additions:</i>			
	Replace Ingersol Rand Roller - Asphalt Compactor Budget Year / Unit / Year / Age / Hours 2027-28 / 314855 / 1999 / 26 / 1,111	-	201,700
Equipment Total:		\$ -	\$ 201,700
Gas Tax - Capital Improvement Total:		\$ 4,034,700	\$ 3,728,700

SB 1 was established through the Road Maintenance and Rehabilitation Act (RMRA) with the passage of Senate Bill 1. These revenues are distributed annually to cities to support maintenance and rehabilitation of the local street and road system.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	2,246,700	1,013,300	1,233,400	0	169,800	264,400
SB1 - Road Maintenance and Rehabilitation	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000
Interest Earnings	275,000	225,000	200,000	175,000	100,000	100,000
Operating and Allocations	(4,800)	(4,900)	(5,000)	(5,200)	(5,400)	(5,600)
Capital Improvements	(5,403,600)	(3,900,000)	(5,328,400)	(3,900,000)	(3,900,000)	(3,900,000)
Total Resources Available for Future Projects	1,013,300	1,233,400	0	169,800	264,400	358,800



SB 1 Road Maintenance & Rehabilitation – 113

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Riggin Rehabilitation	1,732,300	-
2	Acequia & Center Rehabilitation	3,671,300	-
3	Annual Pavement Rehabilitation	-	3,900,000
	Total Expenses	\$ 5,403,600	\$ 3,900,000

Measure R Local – 131

Measure R Local funds are derived from voter-approved ½ cent transportation sales tax approved by Tulare County voters in 2006.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	637,200	1,451,915	3,528,015	(2,503,185)	(1,288,335)	1,641,265
Measure R Local Funding	4,213,300	4,255,400	4,298,000	4,341,000	4,384,400	4,428,200
Investment Earnings	450,000	400,000	350,000	300,000	250,000	250,000
Allocations	(48,000)	(50,100)	(51,600)	(53,100)	(54,700)	(56,300)
Capital Improvements	(3,800,585)	(2,529,200)	(10,627,600)	(3,373,050)	(1,650,100)	(2,310,700)
Total Resources Available for Future Projects	1,451,915	3,528,015	(2,503,185)	(1,288,335)	1,641,265	3,952,465

Measure R Local – 131

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Miscellaneous Pedestrian Improvements	150,000	150,000
2	Mill Creek Parkway - Lovers Lane to McAuliff	637,200	-
3	Shirk and Ferguson Traffic Signal	174,635	-
4	Shirk/SR 198 Improvements	66,200	383,300
5	Shirk Street Widening - Walnut to Noble	2,026,450	-
6	Highland Community Connectivity	250,000	-
7	Rd 148 from Tulare Ave to Caldwell Ave	-	57,700
8	Accessibility Upgrades & Barrier Removal	48,200	-
9	NW Quadrant At-Grade Railroad Crossing	217,400	-
10	Plaza Dr & Facility Connectivity	75,000	-
11	Laura Avenue at Garden Street Improvements	-	100,000
12	Traffic Signal Modifications at Lovers Lane and Walnut	-	1,644,600
13	Battery Backup System Traffic Signals	-	170,000
18	Rd148 from Houston Ave to Murray Ave	155,500	23,600
	Total Expenses	\$ 3,800,585	\$ 2,529,200

Measure R Regional – 133

Measure R Regional funds are derived from the voter-approved ½ cent transportation sales tax approved by Tulare County voters in 2006.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	0	0	0	0	0	0
Measure R Regional Funding	0	5,000,000	5,000,000	0	0	0
Capital Improvements	0	(5,000,000)	(5,000,000)	0	0	0
Total Resources Available for Future Projects	0	0	0	0	0	0

Measure R Regional – 133

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Shirk/SR 198 Improvements	-	5,000,000
	Total Expenses	\$ -	\$ 5,000,000

Transportation Impact Fee – 241

Transportation Impact Fees are collected from new development at the time building permits are issued and are used to fund transportation improvements needed to support growth

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	11,712,300	11,950,450	8,518,450	(1,782,300)	(23,042,300)	(24,978,400)
Transportation Impact Fees	7,162,500	7,312,500	7,678,100	8,062,000	8,303,900	8,553,000
Interest Earnings	1,000,000	800,000	633,600	100,000	50,000	50,000
Operating Expenditures and Allocations	(78,100)	(80,100)	(82,500)	(85,000)	(87,600)	(90,200)
Capital Improvements	(7,846,250)	(11,464,400)	(18,529,950)	(29,337,000)	(10,202,400)	(9,282,900)
Total Resources Available for Future Projects	11,950,450	8,518,450	(1,782,300)	(23,042,300)	(24,978,400)	(25,748,500)

Transportation Impact Fee – 241

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Annual Developer Reimbursement	2,000,000	2,000,000
2	Annual Transportation Impact Fee (TIF) Administration	10,000	10,000
3	Santa Fe Street-Houston to Riggin (DESIGN)	646,300	-
4	Kelsey St Modoc Culvert	227,900	652,900
5	Rd 148 from Tulare Ave to Caldwell Ave	1,111,500	1,591,700
6	Rd148 from Houston Ave to Murray Ave	27,000	204,700
7	Rd 148 - St Johns Parkway to Houston Ave	641,400	96,000
8	Linwood Street Extension (North of Riggin)	463,900	3,162,200
9	Shirk Street Widening - Walnut to Noble	2,026,450	-
10	Shirk/SR 198 Improvements	66,200	383,300
11	Shirk Street Widening Over Mill Creek	-	723,900
12	East Side Regional Park (ESRP) On-Site Streets & Site Layout	528,300	-
13	Riggin Widening - Roeben & Akers	-	2,639,700
14	Modoc Basin/Linwood Embankment	97,300	-
	Total Expenses	\$ 7,846,250	\$ 11,464,400

Landscape & Lighting District – 273

Landscape & Lighting District revenues are generated from property assessments within each district and are used to maintain landscaping, lighting, and related improvements within those districts.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	8,048,000	8,382,000	8,920,545	8,998,658	9,471,361	9,613,678
Maintenance Assessments	909,000	913,545	918,113	922,703	927,317	931,953
Landscape Maintenance Assessments for Capital	370,000	370,000	370,000	370,000	245,000	245,000
Capital Improvements	(945,000)	(745,000)	(1,210,000)	(820,000)	(1,030,000)	(1,080,000)
Total Resources Available for Future Projects	8,382,000	8,920,545	8,998,658	9,471,361	9,613,678	9,710,631

Landscape & Lighting District – 273

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Annual Reclamite Landscape & Lighting Districts	200,000	-
2	Annual Crack Seal in Landscape & Lighting Districts	75,000	75,000
3	Annual Street Maintenance in Landscape & Lighting Districts	300,000	300,000
4	Irrigation Controller Replacement Program	125,000	125,000
5	Annual Landscape & Lighting District Enhancement Project	100,000	100,000
6	Pocket Park Amenity Repair and Replacement Project	100,000	100,000
7	Landscape and Lighting District Sidewalk Repair Project	45,000	45,000
	Total Expenses	\$ 945,000	\$ 745,000

State Transportation fund consist primarily of Local Transportation Development Act (LTD) revenues derived from a portion of statewide sales tax returned to counties and distributed to local jurisdiction.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	34,500	34,500	34,500	34,500	34,500	34,500
LTD (Local Transportation Development Funds)	275,000	275,000	275,000	275,000	275,000	275,000
Other Grant Funding:						
STBGP - (Surface Transportation Block Grant Program)		1,308,300				
Other Grant Funding (Various)		250,000				
Capital Improvements	(275,000)	(1,833,300)	(275,000)	(275,000)	(275,000)	(275,000)
Total Resources Available for Future Projects	34,500	34,500	34,500	34,500	34,500	34,500

State & Regional Transportation - 281

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Riggin Widening - Roeben & Akers	-	1,558,300
2	Traffic Signal Modifications at Lovers Lane and Walnut	-	275,000
4	Mill Creek Parkway - Lovers Lane to McAuliff	275,000	-
	Total Expenses	\$ 275,000	\$ 1,833,300

Northeast Capital Improvement - 291

Northeast Capital Improvement revenues are derived from development fees paid by builders and subdividers within the Northeast Specific Plan area.

Cash Balance Summary

	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Beginning Cash Balance	984,400	555,600	572,500	615,900	(145,500)	(100,300)
Revenues (Fees and Interest)	41,100	43,800	44,700	45,600	46,500	47,400
Services Provided/Allocations	(1,200)	(1,300)	(1,300)	(1,300)	(1,300)	(1,300)
Capital Improvements	(468,700)	(25,600)	0	(805,700)	0	0
Total Resources Available for Future Projects	555,600	572,500	615,900	(145,500)	(100,300)	(54,200)

Northeast Capital Improvement - 291

#	Project Description	Proposed 2026-27	Proposed 2027-28
1	Rd148 from Houston Ave to Murray Ave	\$ 168,700	\$ 25,600
2	City Inclusive Park	\$ 300,000	\$ -
	Total Expenses	\$ 468,700	\$ 25,600

Future CIP Presentations

FUND	DESCRIPTION
4/6/26	
103	Corp Yard Impact Fee
401	Building Safety (Changes)
501	Fleet Maintenance
502	Vehicle Replacement
503	Measure T Police Vehicle Replace
504	Measure T Fire Vehicle Replace
505	Measure N Vehicle Replace
511	Information Services
551	Risk

FUND	DESCRIPTION
4/20/26	
001	General Fund
012	Police Unclaimed Funds
104	Library Impact Fee
105	Police Impact Fees
106	Fire Impact Fee
157	Baseball
413	Convention Center

Spring 2026	
*311	CDBG
*141	Measure N

*** Funds marked with an asterisk will be reviewed separately due to program requirements but will be included in the final budget document.**

No Motion is required tonight.



Questions