



CITY OF MENIFEE

SUBJECT: 2025-2030 Capital Improvement Program

MEETING DATE: June 18, 2025

TO: Mayor and City Council

PREPARED BY: Jenny McConville, Management Analyst

REVIEWED BY: Nick Fidler, Public Works Director

APPROVED BY: Armando G. Villa, City Manager

RECOMMENDED ACTION

1. Adopt a resolution approving the Capital Improvement Program Biennial Budget for Fiscal Years 2025/2026 and 2026/2027 and the Five-Year Capital Improvement Program for Fiscal Years 2025-2030.

DISCUSSION

The Capital Improvement Program (CIP) division of the City's Public Works and Engineering Department is tasked with the planning, budgeting, management, and delivery of critical infrastructure projects citywide.

Capital improvements are major physical projects undertaken by the City that are generally not recurring on an annual basis. Components of these improvements include the construction and modification of buildings or facilities, the construction of public infrastructure modifications, the acquisition of necessary right-of-way, and the preparation of studies and plans associated with capital projects. The projects listed in the CIP must conform with the City's General Plan goals and objectives. Projects in the CIP are categorized into the following nine major categories:

- Transportation
- Traffic Signal
- Street Improvement
- Pavement Management Projects (PMP)
- Streetlight
- Drainage
- Public Facility
- Parks, Trails, and Recreation
- Technology Infrastructure

Government Code Section 65401 requires the City to prepare a coordinated program that identifies projects recommended for planning, initiation, or construction during the ensuing fiscal

year. In this CIP, the City endeavors to program and identify projects and their respective biennial budgets for the two upcoming fiscal years (FY) of 2025/2026 and 2026/2027.

In preparation for the adoption of the proposed biennial budget, the CIP division has prepared and updated a comprehensive plan of proposed capital improvement projects and funding allocations for the three fiscal years thereafter, ultimately resulting in the creation of the five-year CIP plan. This document is utilized as a budgeting and fiscal planning tool to determine the extent of available funding sources for the City's future capital improvement needs.

The FY 2025-2030 CIP Budget provides a list of current and future capital improvement needs, detailed project descriptions, cost estimates, and the anticipated means and sources of funding for each project. The proposed FY 2025-2030 CIP identifies a total of 24 projects for funding in FY 2025/2026 and a total of nine projects for funding in FY 2026/2027. Overall, the FY 2025-2030 CIP plan identifies a total of 130 potential projects in the five-year budget period. There are 33 projects proposed for funding in the biennial budget for FY 2025/2026 and FY 2026/2027, which are shown in Table 1 below.

TABLE 1- FY 2025/2026 & 2026/2027 LIST OF PROJECTS

Project Number	Project Name	FY 2025/2026 Request	FY 2026/2027 Request
CIP 14-01	McCall Boulevard / I-215 Interchange	\$500,000	-
CIP 20-01	Scott Road / Bundy Canyon Road Widening	\$500,000	-
CIP 22-03	McCall Boulevard Widening	\$300,000	-
CIP 22-14	Newport Road Raised Medians – Winter Hawk Rd to Bradley Rd - HSIP	\$800,000	-
CIP 22-17	Catch Basin Retrofit Program	\$200,000	\$200,000
CIP 22-28	Beth Drive Street Improvements - Murrieta Rd to Melvin St	\$250,000	-
CIP 23-02	Goetz Road / Vista Way Traffic Signal	\$400,000	-
CIP 23-09	Menifee Road/Fire Station No. 76 Entrance Traffic Signal	\$600,000	-
CIP 23-12	Menifee Road Widening – Scott Rd to Garbani Rd	-	\$400,000
CIP 24-04	Romoland Elementary School – ATP	\$589,000	-
CIP 24-08	Evans Park North Design & Construction	\$300,000	-
CIP 24-09	Gale Webb Action Sports Park Restroom	\$350,000	-
CIP 25-04	Holland Road Widening - Bradley Rd to Haun Rd	\$573,503	-
CIP 25-06	Fire Station No. 68 - Interior Improvements – Ph. II	\$300,000	-
CIP 25-08	Antelope Rd Resurfacing - Holland Rd to Newport Rd	\$116,348	-
CIP 25-09	Garbani Road Drainage Improvements - MDP	\$674,000	\$625,000

CIP 25-12	McLaughlin Drainage Improvements (SD A-8A) – MDP	\$400,000	-
CIP 26-01	Heritage Lakes Fire Station	\$2,500,000	\$7,500,000
NEW	Citywide Guardrail Improvements - HSIP 12	\$111,080	-
NEW	Edgeline Striping Improvements - HSIP 12	\$38,580	-
NEW	Citywide Pedestrian Crossing Improv - HSIP 12	\$37,300	-
NEW	Sun City Blvd /Barnett Rd Sidewalk Improvements	\$400,000	-
NEW	Briggs Road Improvements at Thousand Trails Wilderness	-	\$849,825
NEW	Kay Cenicerros Roof Rehabilitation	\$100,000	
PMP 26-01	FY25/26 Slurry Seal Program	\$900,000	-
PMP 27-01	FY26/27 Slurry Seal Program	-	\$900,000
PW-PMP-04	FY25/26 Local Roads AC Resurfacing Program	\$3,481,583	-
PW-PMP-05	FY26/27 Local Roads AC Resurfacing Program	-	\$2,600,000
PW-PRT-63	Banner Park Playground Enhancements	-	\$587,379
PW-SD-01	Ridgemoor Road Crossing at Salt Creek Tributary Channel		\$800,000
TOTAL		\$13,189,811	\$14,262,204
CIP 22-04	Bailey Park Boulevard Widening	(\$1,231,583)	(\$7,932)
CIP 22-12	Above Ground Fuel Station		(\$192,068)

At the direction of City Council at the April 16, 2025 Budget Workshop, current funding for CIP 22-04 Bailey Park Boulevard Widening and CIP 22-12 Above Ground Fuel Station will be reprogrammed to projects with more immediate needs. In FY 2025/2026, \$1,231,583 will be reprogrammed from CIP 22-04 to the FY2025/2026 Local Roads AC Resurfacing Program. In FY 2026/2027, \$200,000 will be reprogrammed from CIP 22-12 (\$192,068) and CIP 22-04 (\$7,932) to the Banner Park Playground Enhancements. The total new appropriations for the FY 2025/2026 and 2026/2027 biennial budgets are \$13,189,811 and \$14,262,204 respectively.

Staff has reviewed the projects identified in the FY 2025-2030 CIP for consistency with the City's General Plan. The FY 2025-2030 CIP was reviewed by the Planning Commission on May 14, 2025, and was found to be in conformance with the General Plan goals and policies, per attached Resolution No. PC 25-664.

Environmental Review

Staff has reviewed the list of projects identified in the FY 2025-2030 CIP and determined that a number of projects would likely involve the need for preparation of environmental documentation in accordance with the California Environmental Quality Act (Pub. Res. Code 21000 et seq., "CEQA") and its implementing regulations (14 Cal. Code Regs 15000 et seq., "CEQA Regulations"). Environmental review would be conducted on a project-by-project basis, with no

physical activity occurring until environmental requirements and necessary documentation have been completed and accepted by the required regulatory agencies.

Adoption of the Resolution is exempt from CEQA pursuant to Section 15262 of the CEQA Guidelines which covers feasibility or planning studies related to possible future actions. Adoption of the Resolution is further exempt from CEQA pursuant to Section 15061(b)(3) of the CEQA Guidelines in that it can be seen with certainty that there is no possibility that the adoption of this CIP may have a significant effect on the environment. The CIP is a prioritizing and funding allocation program and cannot and does not have the potential to cause a significant effect on the environment. No physical activity will occur until all required environmental reviews are conducted at the time the physical improvements prioritized in the CIP are undertaken at a future unspecified date.

Reserve Funds

In certain circumstances, staff have recommended assigning advance funds by placing them into a reserve fund (“reserves”). This action is a strategic investment for funding future long-term planning initiatives, including capital projects such as public facilities and large infrastructure projects. The funds identified would not be appropriated into the respective project budgets until the intended phase(s) of the projects are initiated. Staff have identified and proposed placing specified funding into reserves with the intention of supporting the future construction costs of the projects outlined in Table 2 below.

TABLE 2 – CIP PROJECT RESERVE FUNDS

Project Number	Project Name	Fund Source	Reserve Amount
CIP 14-01	McCall Boulevard / I-215 Interchange	Measure DD	\$1,200,000
CIP 23-10	New Community Center	Rockport Ranch Mitigation Fee	\$3,906,674
TOTALS			\$5,106,674

The amount of the proposed FY 2025/2026 and FY 2026/2027 CIP Budget exceeds the City Manager’s signing authority. Pursuant to Menifee Municipal Code §3.12.040, any amount that exceeds the City Manager’s signing authority shall be approved by the City Council.

STRATEGIC PLAN OBJECTIVE

Connectivity and Mobility

FISCAL IMPACT

Approval of the proposed FY 2025-2030 CIP would result in the funding allocation of \$14,421,394 for FY 2025/2026 and \$14,462,204 for FY 2026/2027, for a combined total of \$28,883,598, from various revenue sources to support the 33 FY 2025/2026 and FY 2026/2027 projects identified in this staff report. Funding would be appropriated for the individual projects at the commencement of activity.

ATTACHMENTS

1. City Council Resolution Adopting the FY 2025-2030 CIP
2. Draft FY 2025-2030 CIP Plan
3. Planning Commission Resolution No. PC 25-664