



## CITY OF COMMERCE AGENDA REPORT

**TO:** Measure AA Advisory Committee

**FROM:** Shahid Abbas, Director of Public Works

**SUBJECT:** Capital Improvement Program for FY 2026-27 & FY 2027-28

**MEETING DATE:** May 19, 2026

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### **RECOMMENDATION:**

Receive and review the proposed Fiscal Years 2026-27 and 2027-28 Capital Improvement Program (CIP) Budget and provide a recommendation to the City Council for consideration and approval.

### **BACKGROUND AND ANALYSIS:**

Each year, staff presents the Measure AA Advisory Committee with a proposed Capital Improvement Program (CIP) and project summary for review, prioritization, and recommendation to the City Council. The attached CIP list includes both new projects and previously approved projects requiring additional funding.

The proposed CIP prioritizes infrastructure maintenance, facility improvements, and long-term capital investments intended to support service delivery and overall community quality of life.

For Fiscal Years 2026-27 and 2027-28, the City is implementing a two-year CIP budget approach intended to improve long-term planning, project prioritization, and funding alignment across departments. This framework will support more strategic project identification, scheduling, and delivery while establishing funding commitments for both fiscal years.

As part of this process, departments submitted CIP Budget Intake Form for each proposed project. The form included the project scope, requested funding, estimated total project costs, proposed schedules, funding sources, ongoing maintenance impacts, and departmental priority rankings. Projects leveraging external funding sources were placed at a higher priority.

Staff will provide a presentation summarizing the status of current CIP projects and an overview of proposed projects for Fiscal Years 2026-27 and 2027-28.

**FISCAL IMPACT:**

The total Measure AA funding requested for the proposed Fiscal Years 2026-27 and 2027-28 CIP is \$24.2 million, consisting of approximately \$13.0 million for FY 2026-27 and \$11.2 million for FY 2027-28. Current year revenues and available Measure AA fund balance are sufficient to support the proposed appropriations.

**RELATIONSHIP TO STRATEGIC GOALS:**

This agenda item relates to the 2016 Strategic Plan

Infrastructure and Facilities

Guiding Principle #4: Develop and invest in infrastructure and beautification projects that support economic growth.

Economic Growth

Guiding Principle #1: Create and strengthen our identity, as a community that promotes opportunity and success for business that meets the strategic focus for economic growth, will have a positive impact on the quality of life and the City’s financial sustainability.

Community Quality of Life

Guiding Principle #4: Support and evaluate community services, programs and events that promote healthy and quality lifestyles for our residents. Enhance public safety and social services through innovative programs that meet the needs of the residential and business communities.

Recommended by:	Shahid Abbas, Director of Public Works
Fiscal Impact reviewed by:	Alvaro Castellon, Finance Director
Respectfully submitted by:	Ernie Hernandez, City Manager

**ATTACHMENTS:**

1. PowerPoint Presentation
2. Capital Improvement Program Summary for Fiscal Years 2026-28