



**CITY OF
CHULA VISTA**

Fiscal Year 2025-2026

Proposed Budget Overview

Presented

April 16, 2025



Agenda



BUDGET PROCESS
OVERVIEW



GENERAL FUND
OVERVIEW



OTHER FUNDS
OVERVIEW



CAPITAL
IMPROVEMENT
PROJECTS OVERVIEW



BUDGET PROCESS
NEXT STEPS

Why is the
City budget
important?

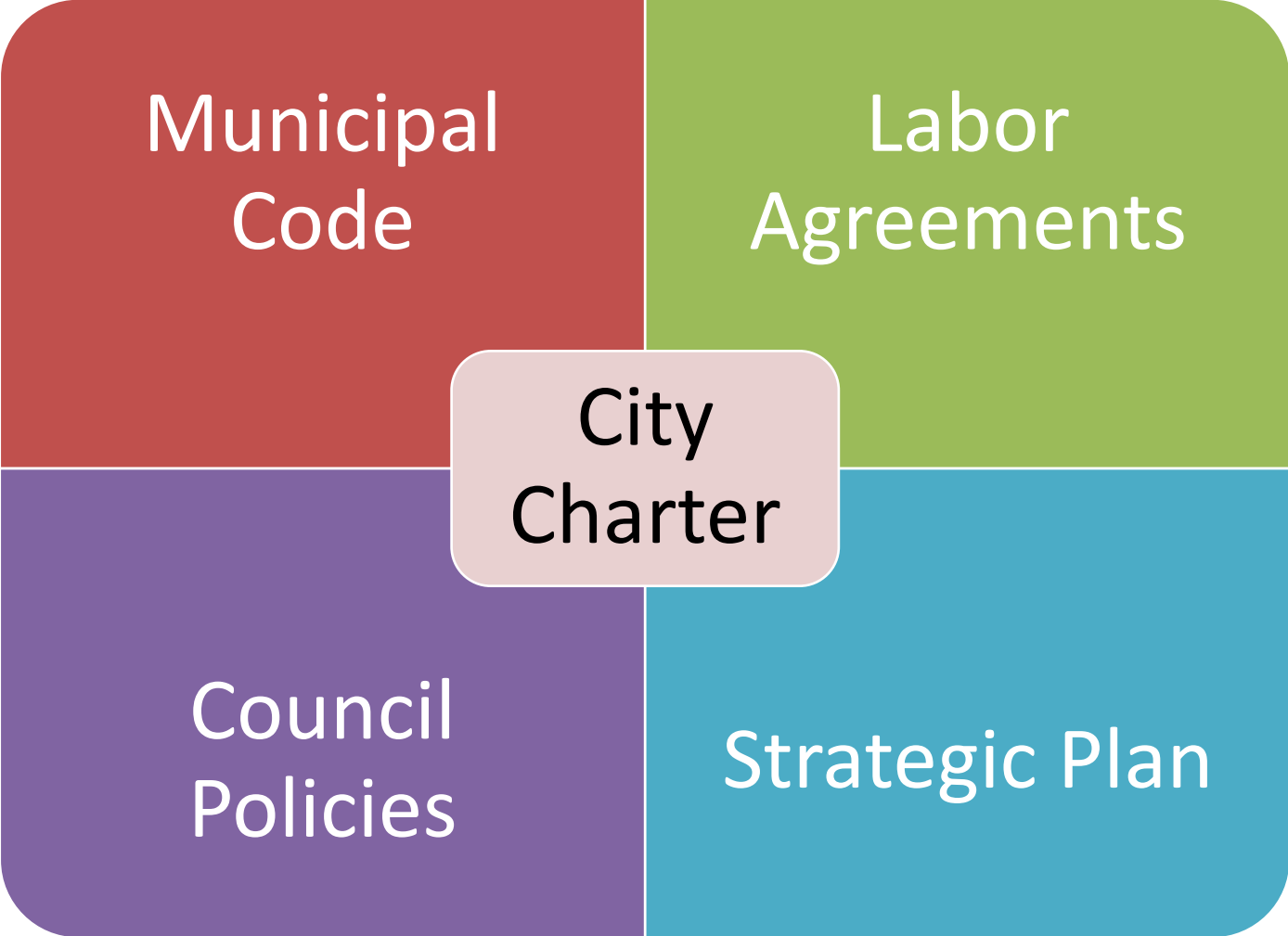
Central policy document

Spending plan

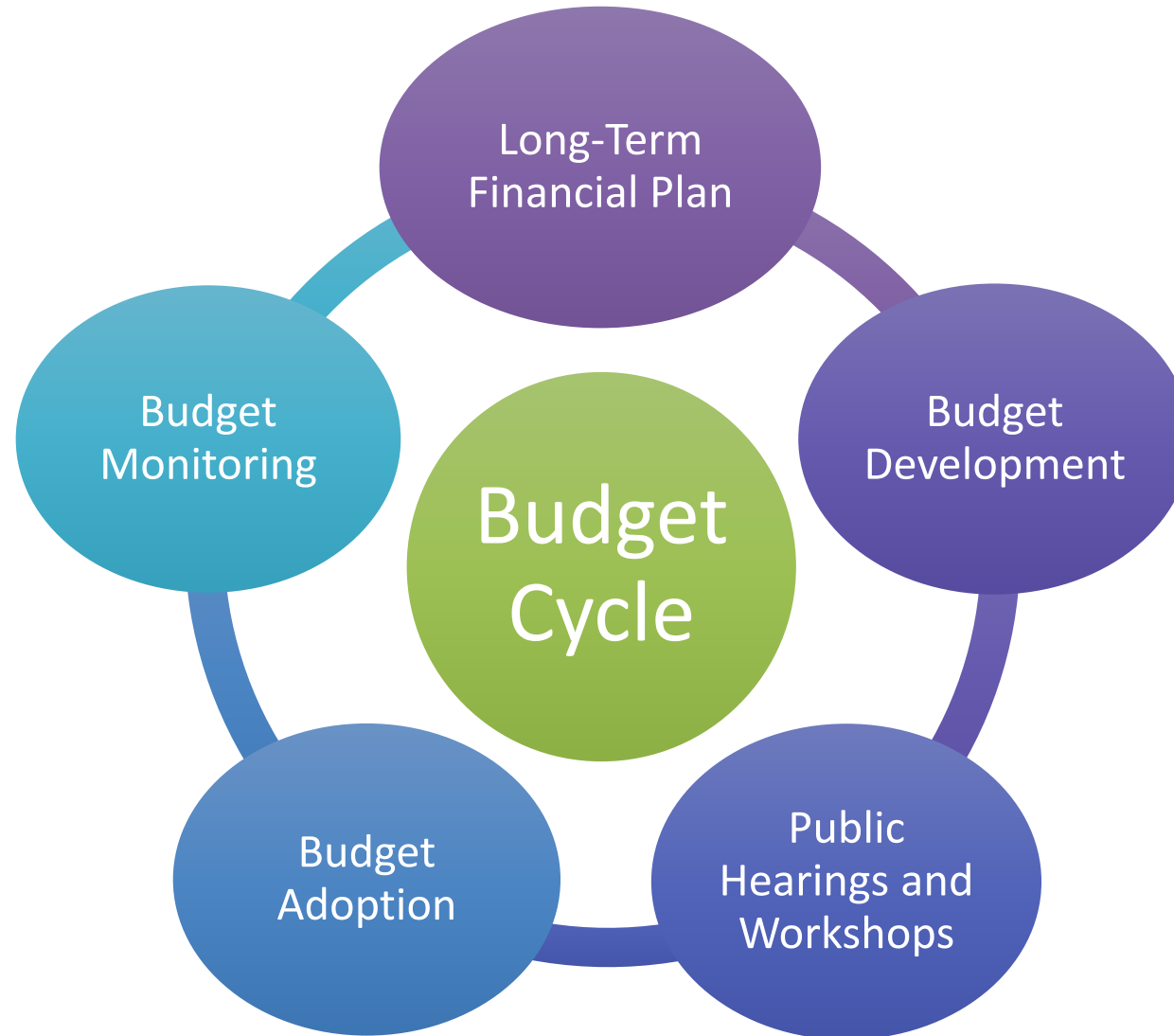
Management and evaluation tool

Communication tool

Guiding Documents



Annual Budget Cycle



Budget Development Timeline

Long-Term Financial Plan

Department Budget
Requests

Mid-Year Review
(Q2 Financial Report)

Public Hearings



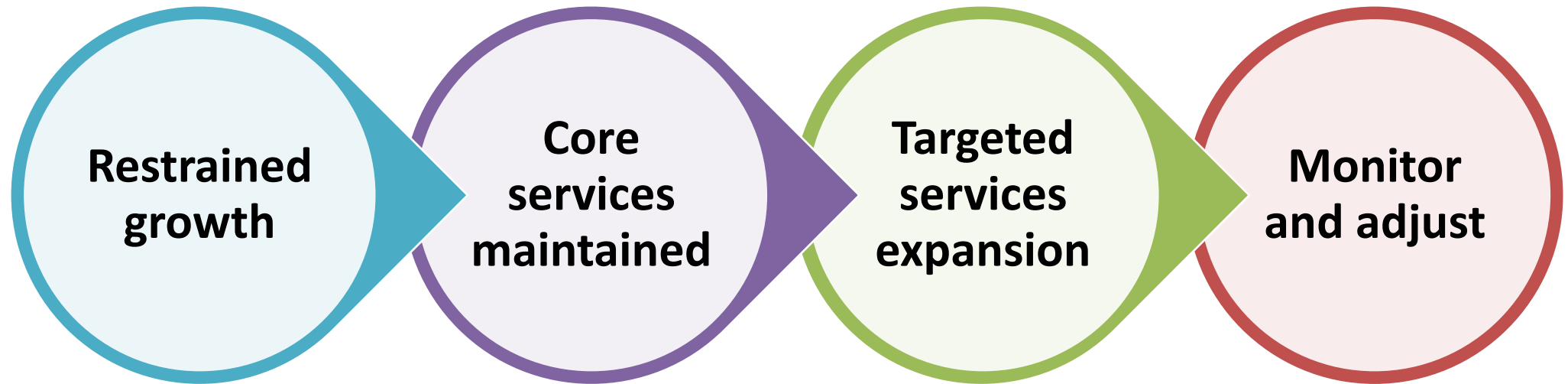
Baseline Budget
Development

Community Budget
Presentations

Budget Adopted by
June 30, annually



Fiscal Year 2025-2026 Outlook



General Fund Revenues & Expenditures (in millions)

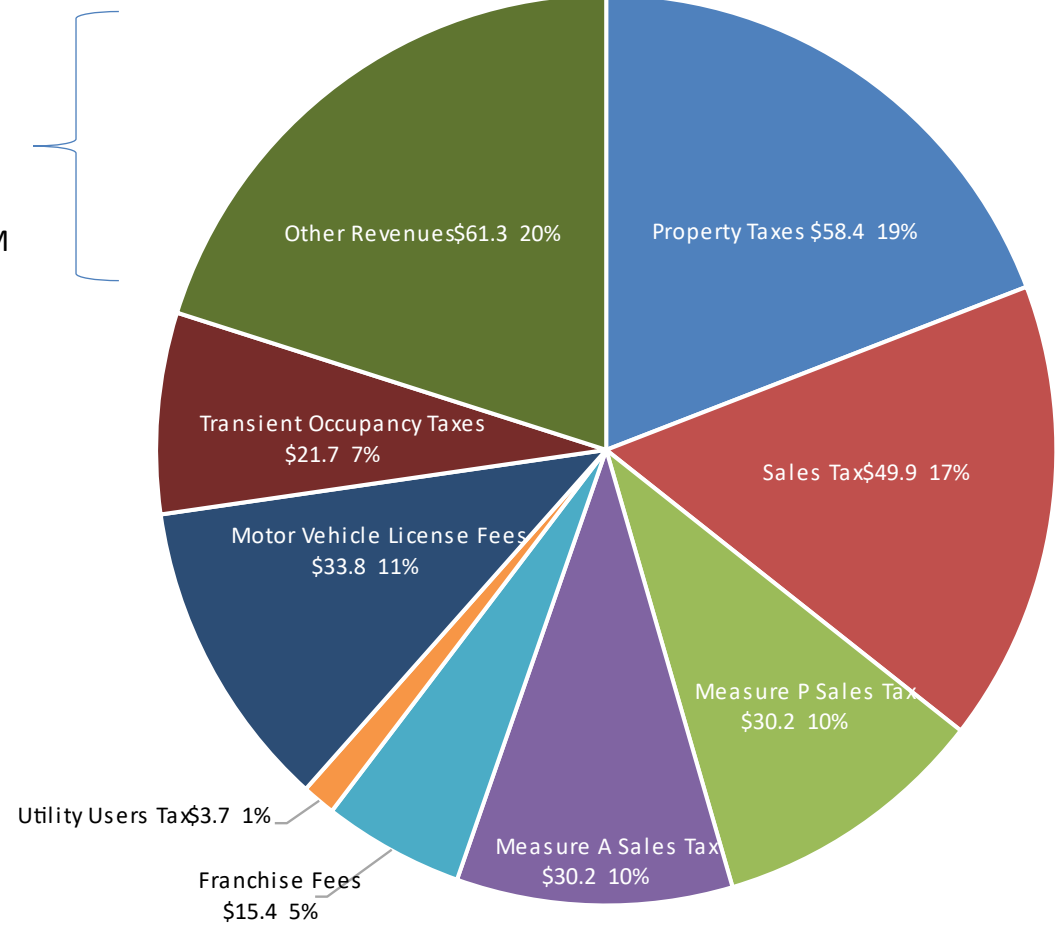
Category	FY2025		FY2026		Change
	Adopted		Proposed		
Revenues	\$ 274.1		\$ 304.6	\$ 30.5	
Expenditures	274.1		304.6	30.5	
Surplus/(Deficit)	\$ -		\$ -	\$ -	

Figures presented are preliminary and subject to change

General Fund Revenues (in millions)

Other Revenues*

- Charges for Services \$13.7M
- Other Revenue \$13.5M
- Transfers In \$15.2M
- Other Local Taxes \$8.5M
- Use of Money/Property \$5.7M



* Other Revenues significant amounts

General Fund Revenues (in millions)

Category	FY2025 Adopted	FY2026 Proposed	Change
Major Revenues			
Property Taxes	\$ 52.0	\$ 58.4	\$ 6.4
Sales Tax	48.0	49.9	1.9
Measure P Sales Tax	29.3	30.2	0.9
Measure A Sales Tax	29.3	30.2	0.9
Franchise Fees	15.1	15.4	0.3
Utility Users Tax	3.9	3.7	(0.2)
Motor Vehicle License Fees	31.4	33.8	2.4
Transient Occupancy Taxes	10.0	21.7	11.7
Major Revenues Total	\$ 218.9	\$ 243.3	\$ 24.4
Other Revenues	55.2	61.3	6.1
General Fund Revenues Total	\$ 274.1	\$ 304.6	\$ 30.5

Figures presented are preliminary and subject to change

General Fund Revenues

Property Taxes
\$6.4M

- Increase projected Assessed Valuations (\$3.9M)
- Bayfront Hotel and Convention Center tax increment (\$2.5M)

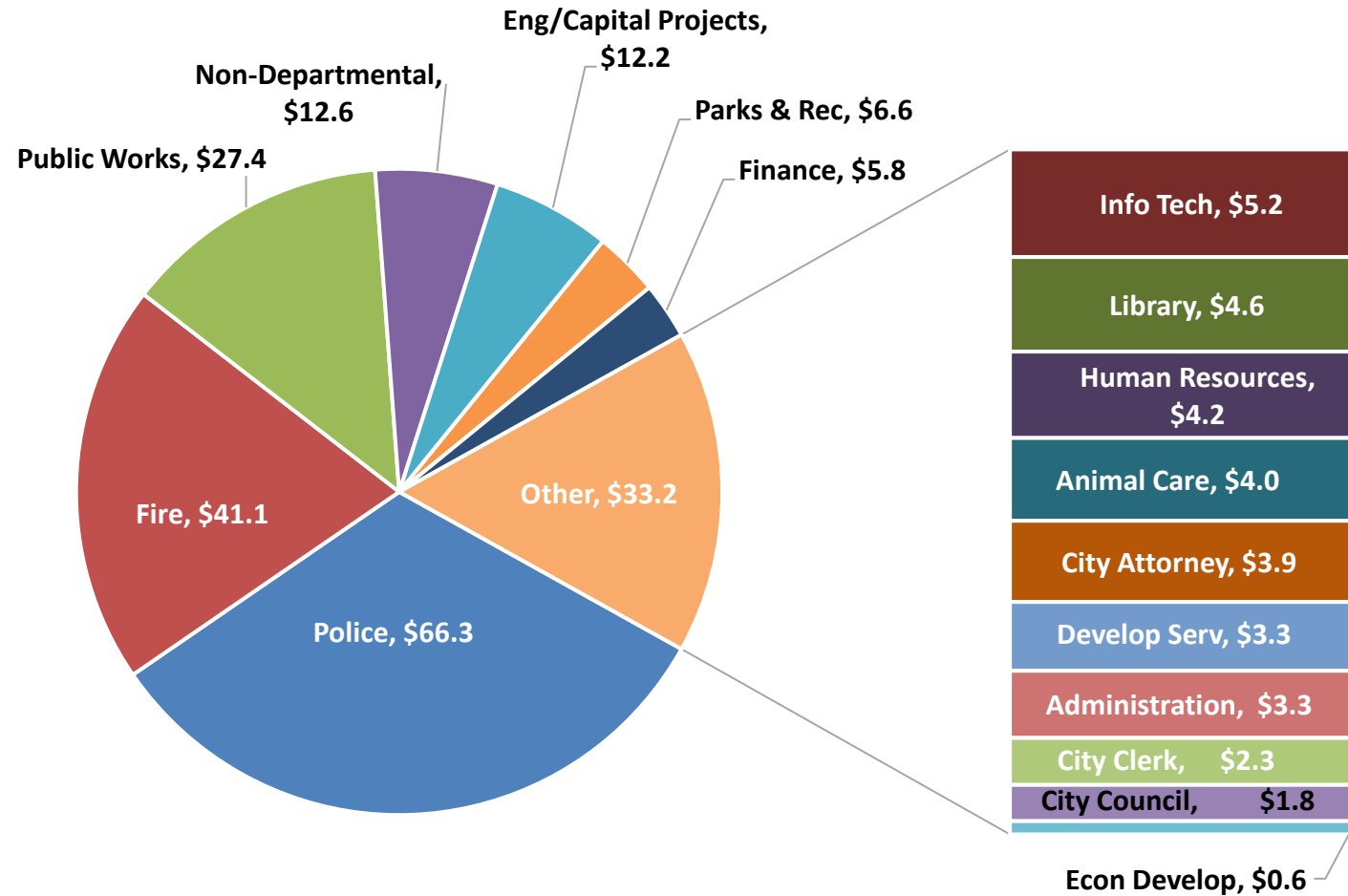
Transient Occupancy
Taxes \$11.7M

- Bayfront Hotel and Convention Center Transient Occupancy Taxes (\$11.1M)

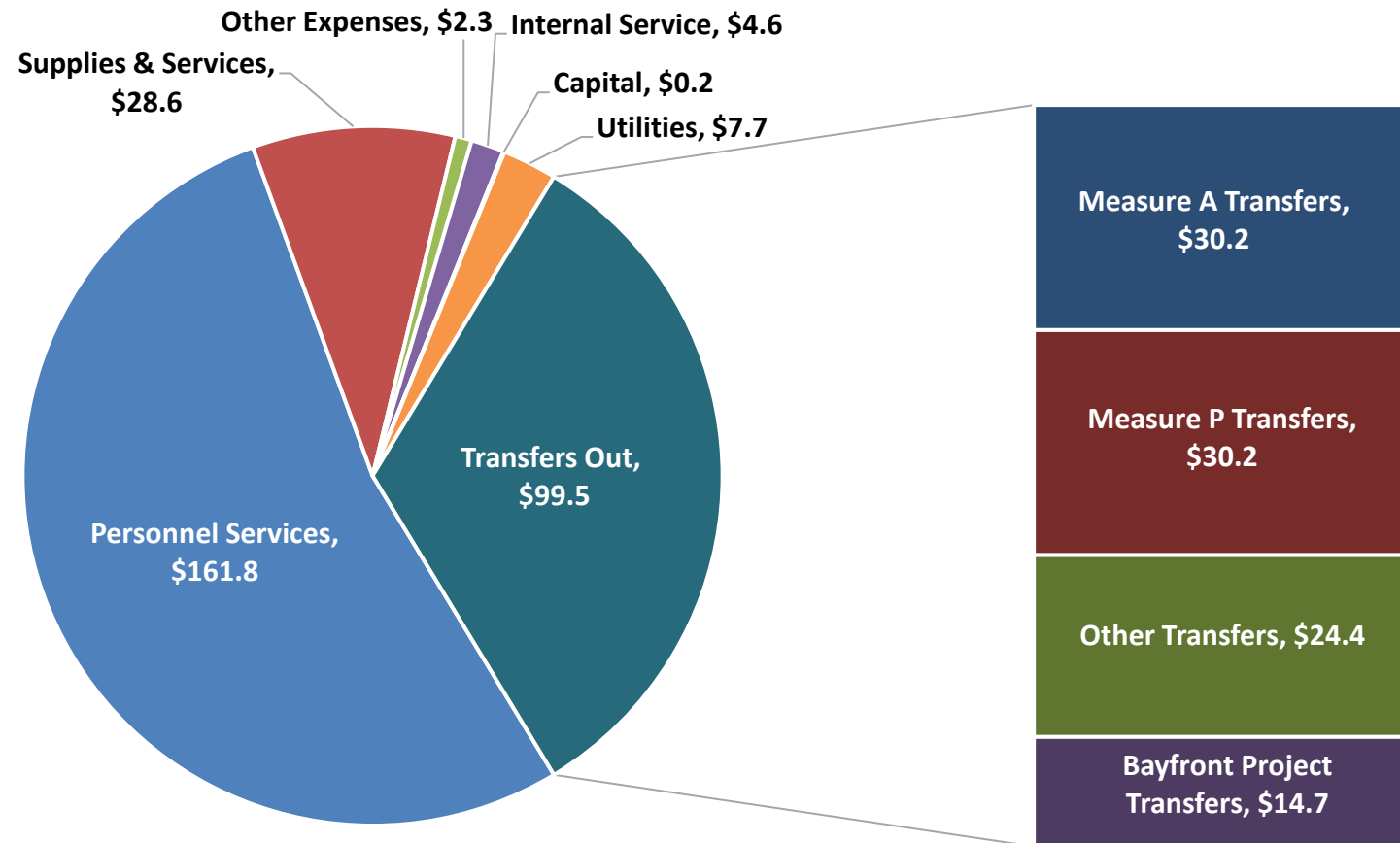
Other Revenues
\$6.1M

- Charges for Services (\$2.2M)
- Other Local Taxes (\$1.6M)
- Transfers In (\$1.1M)

General Fund Expenditures Transfers removed (in millions)



General Fund Expenditures (in millions)



General Fund Expenditures (in millions)

Category	FY2025 Adopted	FY2026 Proposed	Change
Personnel Services			
Personnel Services	\$ 118.0	\$ 128.4	\$ 10.4
Salary Savings	(3.8)	(3.5)	0.3
Retirement Benefits	17.6	21.0	3.4
Health Insurance	15.0	15.9	0.9
Personnel Services Total	\$ 146.9	\$ 161.8	\$ 15.0
Supplies and Services	25.7	28.5	2.8
Other Expenses	2.2	2.2	-
Internal Service	4.6	4.6	-
Capital	0.2	0.2	-
Utilities	6.8	7.7	0.9
Transfers Out	87.7	99.5	11.8
Total General Fund Budget	\$ 274.1	\$ 304.5	\$ 30.5

Figures presented are preliminary and subject to change

General Fund Expenditures

Personnel \$15.0M

- Labor costs tied to MOU agreements
- Pension cost increases
- Health Insurance cost increases

Supplies & Services
\$2.9M

- Increase to insurance premiums (\$1.7M)
- Estimated election costs in June 2026 (\$0.7M)
- Increase to software and supplies costs

Utilities \$0.9M

- Rising gas, electric, and water costs
- Increase in City facilities in operation

Transfers \$11.8M

- Measure A Sales Tax and Measure P Sales Tax transfers
- Bayfront contractual transfers
- Debt Service transfers

General Fund Expenditures by Department (in millions)

Department	FY2025	FY2026	
	Adopted	Proposed	Change
City Council	\$ 1.7	\$ 1.8	\$ 0.1
City Clerk	1.6	2.3	0.7
City Attorney	3.8	3.9	0.1
Administration	3.2	3.3	0.1
Information Technology	4.7	5.2	0.5
Human Resources	4.0	4.2	0.2
Finance	5.1	5.8	0.7
Non-Departmental	98.8	111.9	13.1
Animal Care Services	3.6	4.0	0.4
Economic Development	1.3	0.6	(0.7)
Development Services	3.3	3.3	-
Engineering/Capital Projects	12.0	12.2	0.2
Police	59.5	66.3	6.8
Fire	37.2	41.3	4.1
Public Works	24.3	27.4	3.1
Parks and Recreation	5.9	6.6	0.7
Library	4.2	4.6	0.4
Total General Fund Budget	\$ 274.2	\$ 304.7	\$ 30.5

Figures presented are preliminary and subject to change

General Fund Staffing

Staffing by Department	FY 2025	FY 2026	Change
	Adopted	Proposed	
Administration	13.00	11.00	(2.00)
Animal Care Services	29.30	29.30	-
City Attorney	17.00	17.00	-
City Clerk	10.00	10.00	-
City Council	14.00	14.00	-
Development Services	22.00	21.00	(1.00)
Economic Development	8.00	3.00	(5.00)
Engineering/Capital Projects	60.00	60.00	-
Finance	35.00	35.00	-
Fire	165.00	165.00	-
Human Resources	22.00	22.00	-
Information Technology Services	21.00	21.00	-
Library	22.50	23.50	1.00
Parks and Recreation	20.00	20.00	-
Police	328.00	330.00	2.00
Public Works	128.00	135.00	7.00
General Fund Total	914.80	916.80	2.00

FTE - Full Time Equivalent

General Fund Highlights

Improved community services

- Casa Casillas art center full-year operations
- Expanded Parks & Recreation programming
- Parks maintenance and Open space upkeep

Expanded public safety

Fire

- Bayfront Fire Station services expansion

Police

- Enhanced training and development

Bayfront Hotel and Convention Center

- Transfer of revenues obligated to the Bayfront project

Other Funds



**PROPOSED
BUDGET
2025-26**



CITY OF CHULA VISTA • CALIFORNIA

Other Funds Expenditures by Fund Category (in millions)

Fund Category	FY2025	FY2026	Change
	Adopted	Proposed	
Capital Funds	\$ 0.9	\$ 3.3	\$ 2.4
Debt Funds	33.8	33.9	0.1
Development Funds	44.7	11.0	(33.7)
Enterprise Funds	35.4	40.3	4.9
Gas Tax Fund	14.6	15.6	1.0
Grant Funds	12.2	12.7	0.6
Internal Service Funds	15.3	16.2	0.9
Measure A Sales Tax Fund	43.5	34.0	(9.5)
Measure P Sales Tax Fund	18.8	14.2	(4.6)
Open Space Funds	23.5	30.1	6.6
Other Funds	18.5	34.4	15.9
Pension/Debt Reserve	-	0.2	0.2
Sewer Funds	52.2	52.3	0.1
Successor Agency Funds	8.1	8.1	-
Other Funds Expenditures Total	\$ 321.2	\$ 306.1	\$ (15.1)

Figures presented are preliminary and subject to change

Other Funds Staffing

Staffing by Fund	FY 2025	FY 2026	Change
	Adopted	Proposed	
Advanced Life Support Fund	5.00	5.00	-
CV Housing Authority Fund	11.00	12.00	1.00
Development Services Fund	63.00	65.00	2.00
Environmental Services Fund	9.00	9.00	-
Federal Grants Fund	44.00	42.00	(2.00)
Fleet Management Funds	13.00	13.00	-
Gas Tax Fund	2.00	2.00	-
Measure A Fund	120.00	140.00	20.00
Sewer Fund	50.00	51.00	1.00
Transportation Fund	70.00	70.00	-
Other Funds Total	387.00	409.00	22.00

FTE - Full Time Equivalent

Other Funds Highlights

Development Funds

- Reduction for Heritage Road Bridge Replacement CIP project

Measure P Sales Tax

- Scheduled projects based on Measure P spending plan categories for Public Safety equipment, debt, and infrastructure.

Measure A Sales Tax

- 20 additional positions (8 Police, 12 Fire)
- Reduction of CIP budget for Training facility

Other Funds

- Increase transfer for the Bayfront Lease Revenue Fund.






Fiscal Year 2026 Capital Improvement Program Summary


Department of Engineering & Capital Projects



FISCAL YEAR
2025-26

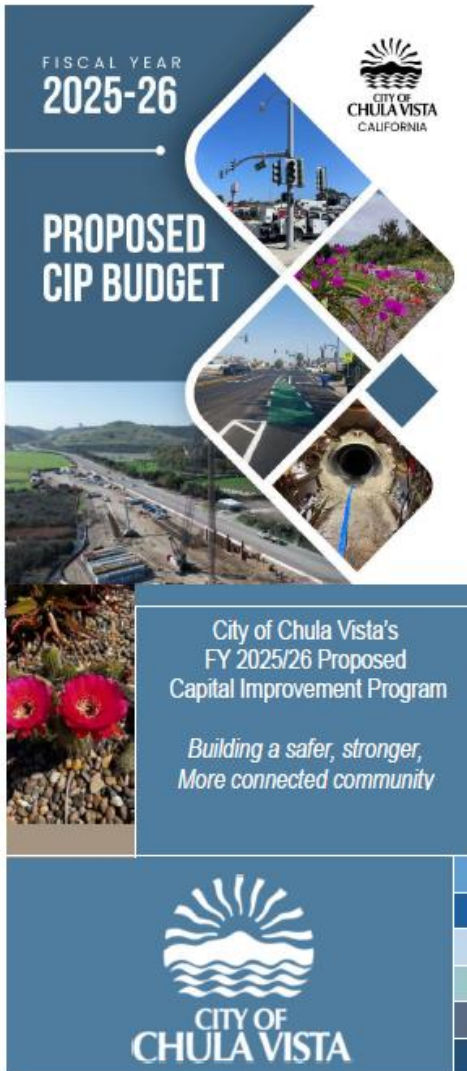


**PROPOSED
CIP BUDGET**



City of Chula Vista Proposed Capital Improvement Program





Ways You Can Follow Along:



Key Presentation Points: Look for the color-coded key icons in the Proposed CIP pamphlet. Each section matches a corresponding slide —*just follow the colors!*



QR Code: Find the Presentation QR Code, and all QR codes from this presentation located on the back of the Proposed CIP pamphlet.

FY 2026 CIP FUNDING



Funding Description

Approved Uses

Gas Tax

Highway User's Tax

Gas tax revenues for roadway projects and maintenance

Road Maintenance and Rehab Account (RMRA/SB-1)

Funded by gas tax with focus on repairing and preserving state roads and bridges

Roadway Maintenance

- Streets • Signals • Signs • Guardrails • Drainage • Traffic control devices • Lighting • Non-motorized traffic facilities • Sidewalks • Transportation-related projects

RMRA must be used for road maintenance and critical safety

TransNet

Voter approved, ½ cent sales tax measure for Transportation Projects in San Diego County

Administered by SANDAG

Compliance oversight by TransNet Independent Taxpayer Oversight Committee (ITOC)

Congestion Relief (Minimum 70%)

- Construct new or expanded facilities • Major roadway rehab • Traffic signal coordination • Traffic improvements

Maintenance (Maximum 30%)

- Pothole repairs • Crack sealing • Resurfacing • Striping • Signage • Bridge maintenance • Routine inspections

Storm Drain Fund

Storm Drain Fee Revenue

Funded by monthly service fees charged to property owners Dedicated exclusively to stormwater-related purposes in compliance with the Federal Clean Water Act and local NPDES permit requirements.

Storm Drain System

- Clean inspect, and maintain storm drain inlets, underground systems, channels, and ditches • Activities for compliance with National Pollutant Discharge Elimination System (NPDES) Permit • Activities required for Clean Water Act compliance • Storm Drain and BMP Inspection and compliance programs

FY 2026 CIP FUNDING



Funding Description

Approved Uses

Highway Bridge Program (HBP)

Federal Grant

First award for Heritage Road Bridge was FY 2016
Covers 88.53% of participating grant expenses
Matching funds (11.47%) funded by Transportation DIF

Highway Bridges

Program provides funding for states to improve the condition of highway bridges through replacement, rehabilitation, and systematic preventive maintenance.

Measure P

Voter approved, 10-year, ½ cent sales tax increase to fund high priority infrastructure needs

Collection began in 2017; Set to end in 2026
Compliance oversight by Citizens' Oversight Committee

Expenditure Plan Priorities

- Pave/repair streets, & equipment
- Upgrade aging public safety facilities
- Replace storm drains
- Repair older libraries, senior center, recreation centers
- Improve traffic signal system

Sewer Enterprise Funds

Funded by monthly service fees, permit and system connection fees, and sewer development impact fees

Sub Funds:

- Sewer Income Fund
- Trunk Sewer Capital Reserve
- Sewer Service Revenue Fund
- Sewer DIFs

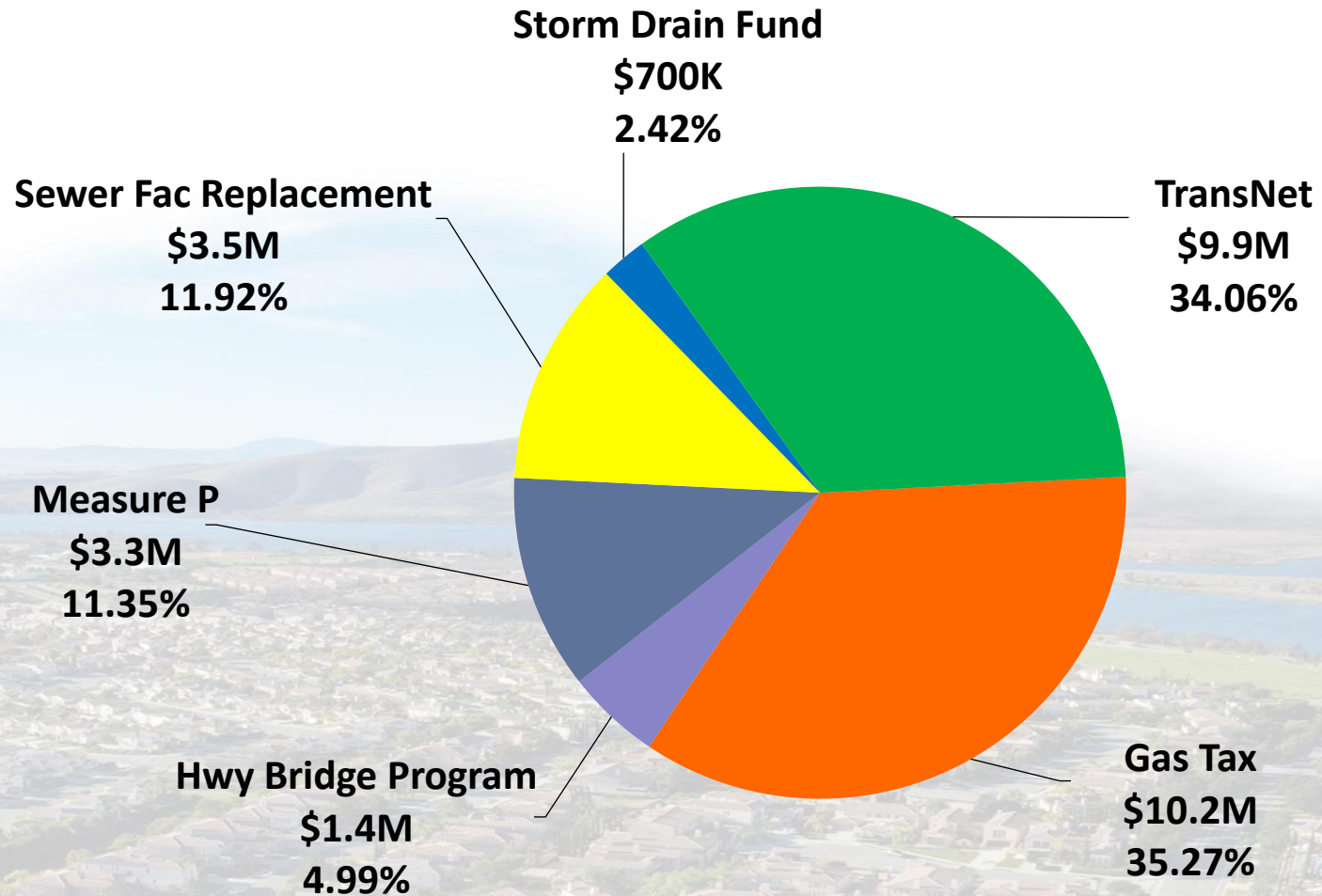
Citywide Sewer Facilities Replacement/Rehabilitation

- Pipe /manhole rehabilitation
- Pipeline upsize
- Sewer Access Road rehabilitation
- Pump/Lift station upgrades
- Sewer structure improvements
- Maintenance/expansion of conveyance system
- Sewer related street repairs

Capital Improvement Program: \$29 Million



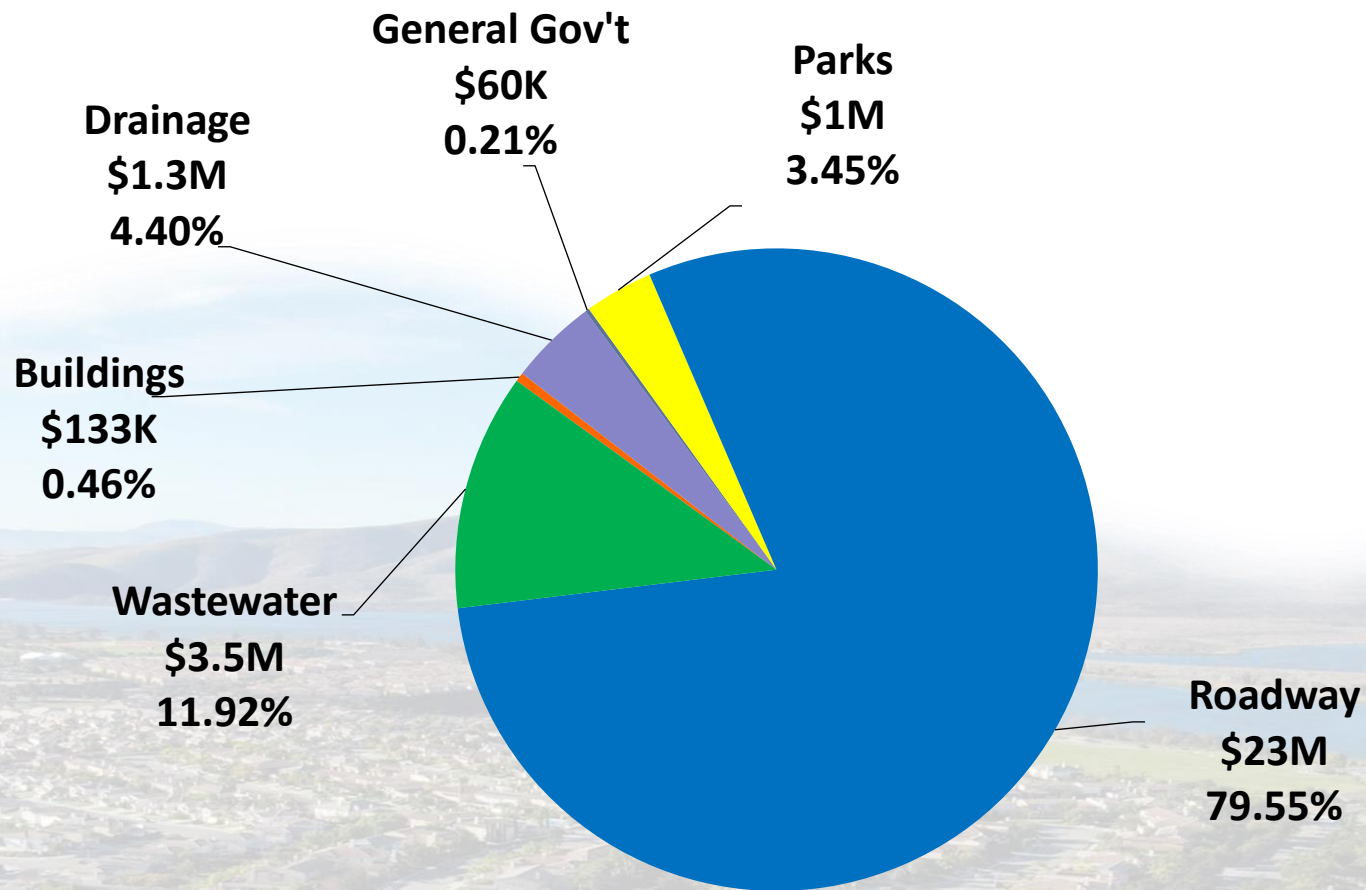
BY FUNDING SOURCE



Capital Improvement Program: \$29 Million



BY ASSET MANAGEMENT SYSTEM



PUBLIC BUILDINGS

- Citywide Public Building Repairs
 - Roof Replacement
 - HVAC
 - General Building Repairs

FY2026 Proposed:

\$ 133k Citywide Building Repairs (Measure P)



Citywide Building Repair Efforts to Continue in FY 26



Building Projects



Measure P Expenditure Plan



PARK IMPROVEMENTS

- Playgrounds
- Sports Courts and Fields
- Irrigation / Plumbing
- Park Lighting
- Park Amenities:
 - BBQ Grills
 - Benches / Picnic Tables
 - Drinking Fountains
 - Pathways / Jogging Trails

FY2026 Proposed:

- \$1M Park Infrastructure (Measure P)

Park Projects



Locate City Parks and Amenities



DRAINAGE

- Inspect, Clean and Repair:

- Storm drain inlets
 - Underground pipes
 - Channels
 - Grates and manholes
- Flood Prevention Measures
 - Activities to ensure compliance with regional stormwater regulations

FY2026 Proposed:

- \$ 1.3M (Storm Drain Fund)

Drainage



Drainage Master Plan



STREET PAVEMENT & REHAB

- Resurfacing
- Pavement Overlays
- Slurry Seals

FY2026 Proposed:

- \$ 15.7M (Gas Tax , TransNet)

Roadway Projects
Pavement



Pavement Management System



TRAFFIC SIGNAL REPAIR AND UPGRADE

- Upgrades
- Modifications
- Traffic Signal System Optimization Program
- Pedestrian Improvements

FY2026 Proposed:

- \$ 3.1M (Gas Tax, TransNet, Measure P)

Roadway Projects
Traffic Signals



Traffic Engineering

- Pedestrian & Bicycle Safety Plan
- Local Road Safety Plan



SIDEWALK REPLACEMENT

- Citywide Panel Replacement
- Sidewalk Replacement Program
- Replaces damaged curb, gutter, sidewalk, and driveway aprons in public right-of-way
- Pedestrian Curb Ramp Program

FY2026 Proposed:

- \$ 2.7M (Measure P, TransNet)

Roadway Projects
Sidewalks



Active Transportation Plan



HERITAGE ROAD BRIDGE REPLACEMENT

- **Widen Heritage Road**
 - Main Street to Entertainment Circle
 - Heritage Road Bridge Replacement
 - 4 Lanes to 6 Lanes
 - Sidewalk
 - Bike Lanes
- **Widen Main Street**
 - Nirvana Avenue to Heritage Road
 - 6-Lane Major

FY2025 Proposed:

- \$ 1.4M (Highway Bridge Program (HBP) Grant)

Major Projects
Roadway



Main Street – Nirvana Ave to Heritage Rd



Heritage Road Bridge Replacement
Construction Began December 2024
Completion Anticipated Summer 2027



SEWER FACILITY REPLACEMENT

- Rehabilitation and Upsizing
- Access Road Rehabilitation
- Manhole Inspections
- CCTV Inspection of Sewer Main

FY2026 Proposed:

- \$ 3.5M (Sewer Facility Replacement Fund)

Major Projects
Wastewater



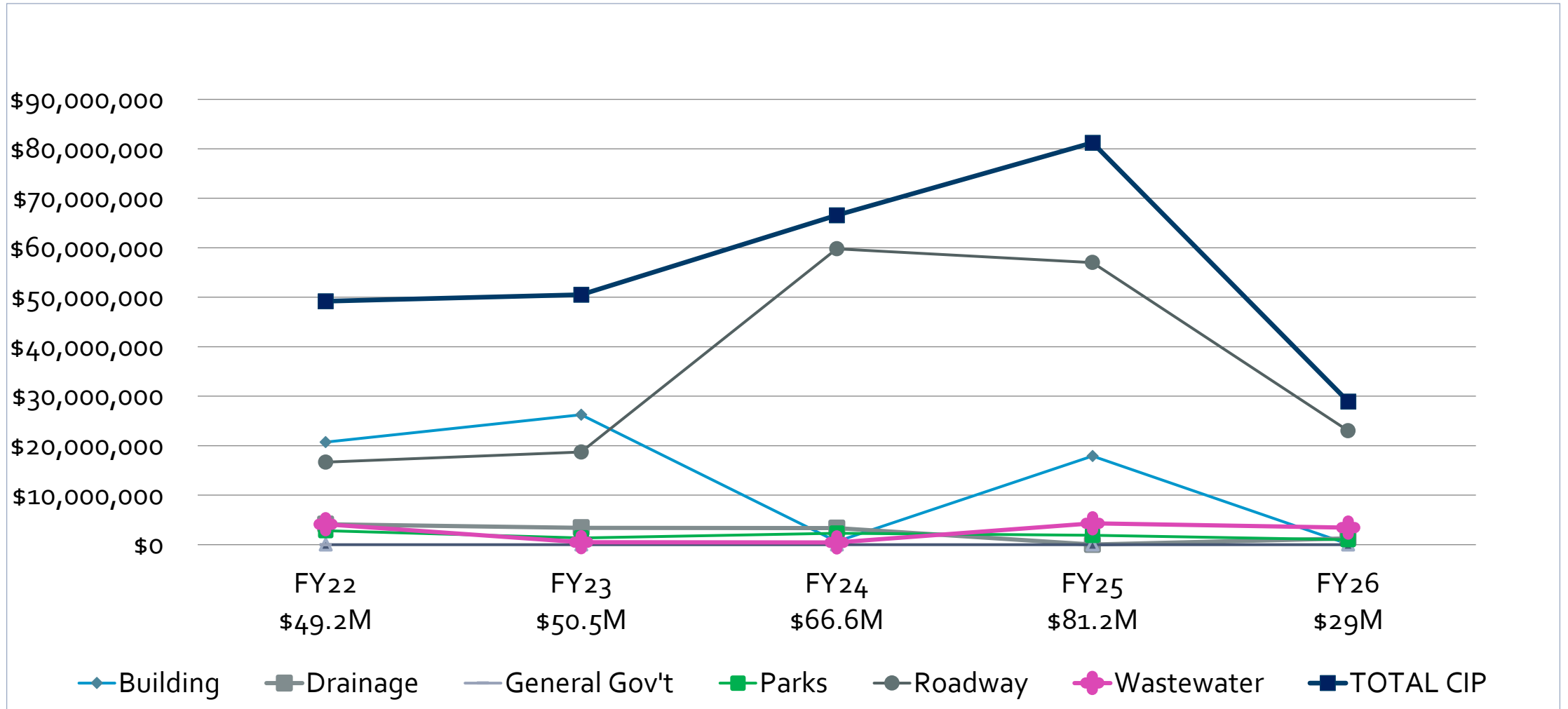
Wastewater Master Plan



5-Year Capital Improvement Program



BY ASSET MANAGEMENT SYSTEM



Next Steps



APRIL 7, 16 & 23

Community Budget Meetings
Overview of FY 2025-26 Proposed
Budget



MAY 6

Present City Manager's FY 2025-26
Proposed Budget and Capital
Improvement Program Budget to the
City Council



MAY 20

City Council public hearing and
adoption of FY 2025-26 Proposed
Budget and Capital Improvement
Program Budget

Thank You

This presentation will be posted on the City's website.

Additional comments can be submitted on the City's website.

(www.chulavistaca.gov/Budget)

