



Trisha Tillotson  
Community Development Agency Director

David Garcia  
Director of Public Works

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## NEVADA COUNTY BOARD OF SUPERVISORS

### Board Agenda Memo

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**MEETING DATE:** March 24, 2026  
**TO:** Board of Supervisors  
**FROM:** David Garcia, Director of Public Works  
**SUBJECT:** Resolution approving the Capital Improvement Plan 2026 Annual Update

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**RECOMMENDATION:** Discuss and approve the Capital Improvement Plan 2026 Annual Update.

**FUNDING:** Not applicable.

**BACKGROUND:** The Capital Improvement Plan (CIP) is updated annually to provide the Board of Supervisors and the community with an outline of the Public Works Department's Road maintenance and capital improvement expenditures and revenue projections. This year's CIP represents a \$121 million program from July 2026 through June 2030.

Highway User Tax Account (HUTA or Gas Tax) and Road Maintenance Rehabilitation Act funds (RMRA), and General Fund Maintenance of Effort (MOE) constitute the primary funding sources for the County's road maintenance activities. Over the past 5 years, HUTA, RMRA, and MOE funds have been stable and predictable. Although HUTA and RMRA revenue are projected to be steady, flat in this CIP, there have been signs of instability over the past year, and we are closely tracking these funds and will adjust as necessary. Additionally, construction and operating costs have increased by approximately 40% over the past 5 years, eroding our ability to maintain roads/infrastructure and replace equipment.

We continue to invest in essential equipment replacement to keep up with regulatory requirements and update our aging fleet. Additionally, we are investing in increased vegetation management activities along County maintained roads. Although we maintain a healthy pavement management program the overall road pavement condition index (PCI) continues to drop by approximately 1 point per year due to limited funding and competing priorities.

Although we have seen and anticipate further federal cuts or funding freezes to transportation programs focused on transit and vehicle electrification projects, we continue to see state and federal grant funding for roadway and safety related capital projects. In this plan, the County expects to receive approximately \$46 million in state and federal grants for a variety of transit, roadway safety, bridge, and road maintenance projects. Additional grant funds have been applied for from the Federal Emergency Management Agency (FEMA), Highway Bridge Program (HBP), and Highway Safety Improvement Program (HSIP). Additional grants will be applied for as opportunities arise.

**Attachments:**

1. Resolution approving the Capital Improvement Plan 2026 Annual Update

2. 2026 CIP Annual Update

**Item Initiated by:** Patrick Perkins, Principal Civil Engineer  
**Approved by:** David Garcia, Director of Public Works