



CITY OF
**CORPUS
CHRISTI**

FISCAL YEAR 2025-2026

PROPOSED OPERATING BUDGET





CITY OF
**CORPUS
CHRISTI**

FISCAL YEAR 2025-2026

PROPOSED
OPERATING BUDGET

Public Works Streets

FY 2025 – 2026 PROPOSED BUDGET

Presented by:

Ernesto De La Garza, P.E.,
Interim Assistant City Manager
August 21, 2025



FY 2025 ACHIEVEMENTS



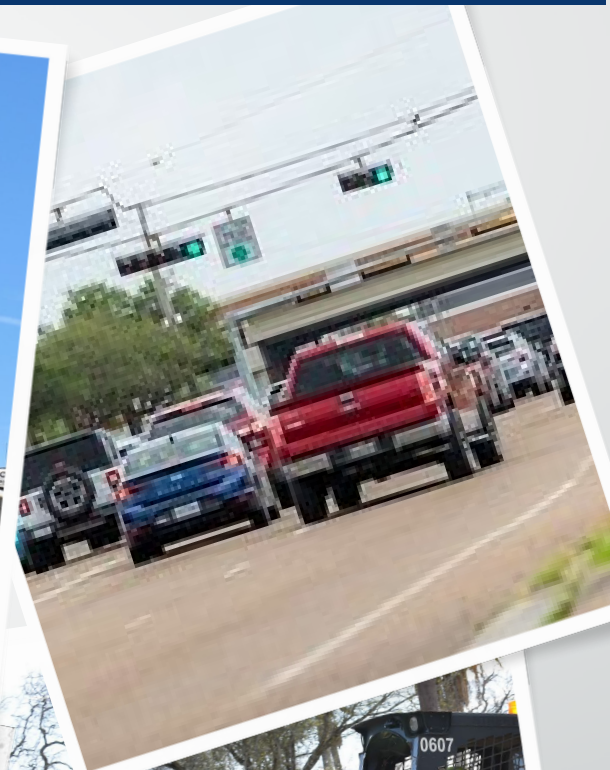
**On track to complete RPP 2025
by end of fiscal year**



**First RPP Bond delivered in 7
months from election to
construction**



**First Ever Street Corridor Signal
Coordination for Staples,
Airline and Rodd Field (more to
follow)**

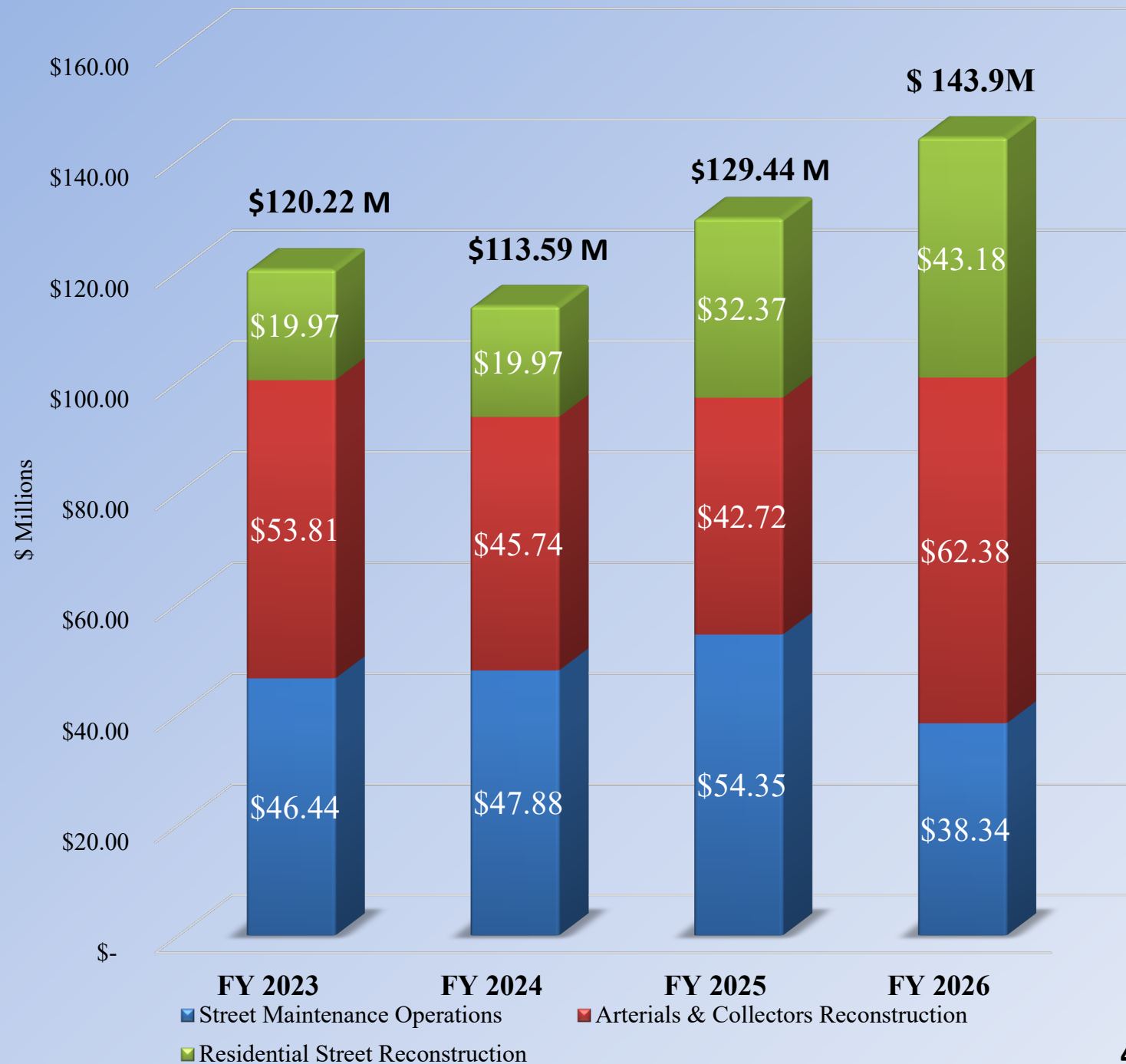




Street Maintenance & Reconstruction

**\$143.9 Million in
FY 2026**

**\$695 Million over
Five Years**



Street Adopted Budget FY 2025 & Proposed FY 2026

Fiscal Year 2025

(\$ in millions)

Fiscal Year 2026

*Street
Maintenance*
\$54.3

*Arterials &
Collectors*
\$42.7

*Residential
Streets*
\$32.4

Total: \$129.4

¹Residential Streets is comprised of General Fund Policy Funding (\$16.4) & Bond 2024 (\$26.8)

*Street
Maintenance
(less transfers)*
\$38.3

*Arterials &
Collectors*
\$62.4

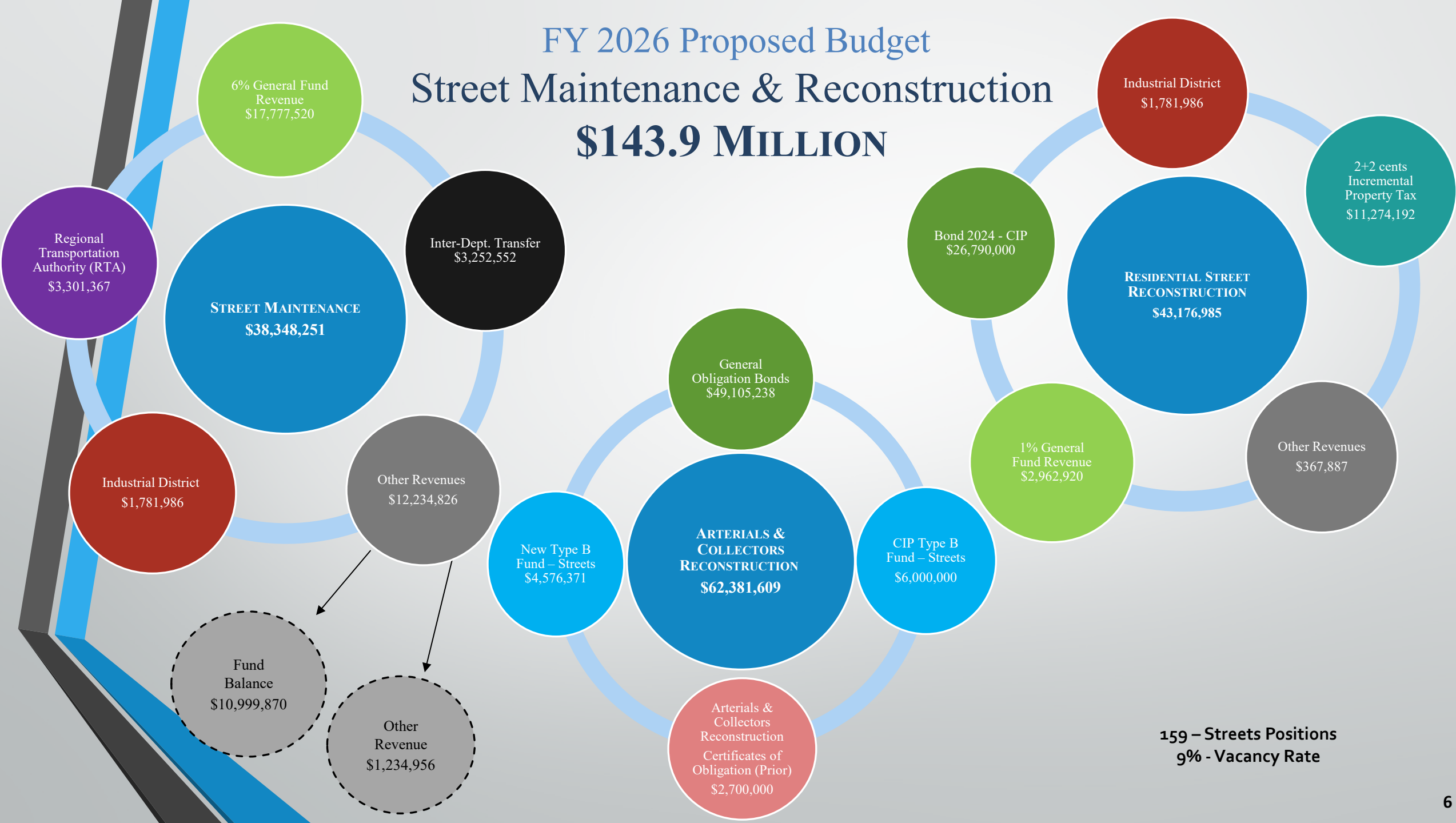
*Residential
Streets¹*
\$43.2

Total: \$143.9

FY 2026 Proposed Budget

Street Maintenance & Reconstruction

\$143.9 MILLION



159 – Streets Positions
9% - Vacancy Rate

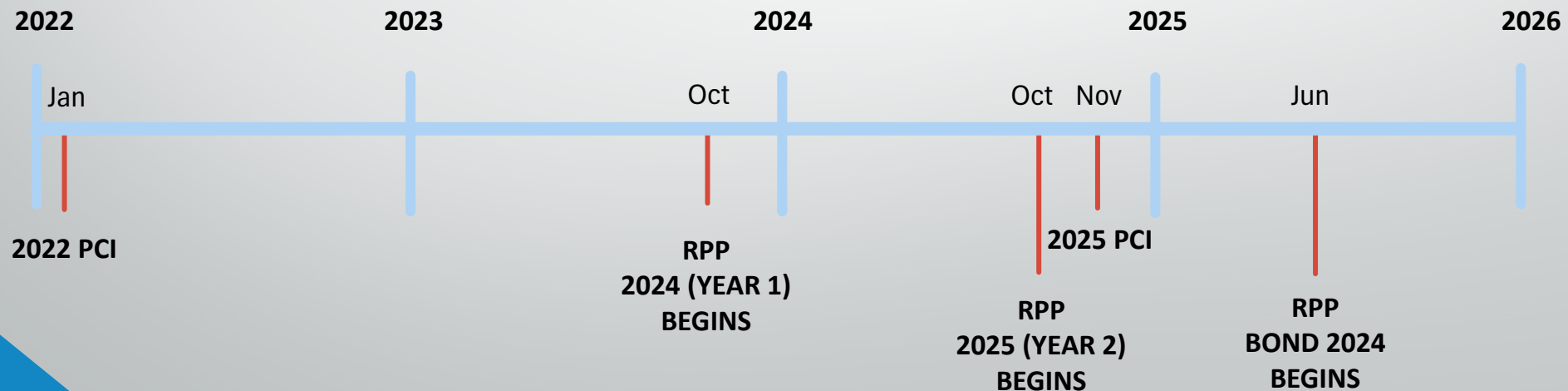


2025 Pavement Condition Index (PCI) Update for Residential Streets

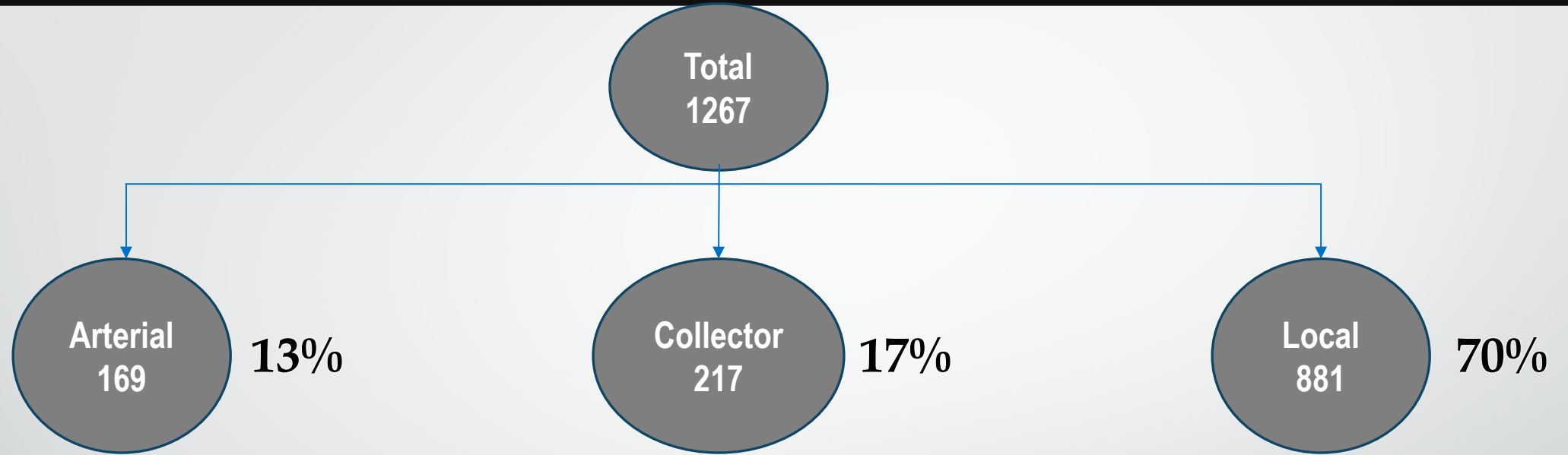


Timeline

- PCI data is collected every 3 years
- PCI data collected in 2022
- 2022 data was used to plan RPP 2024-2028
- 2025 data will be used to add years 2029-2031
- New RPP plan 2027-2031



Total Network Miles



Everhart



Santa Fe



Amherst

Overall PCI Results

2022 VS 2025

OVERALL DATA	2022	2025	PCI IMPROVEMENT
PCI Average	65	69	↑ 4
Percentage of 0-55 PCI Range	37%	33%	
Miles within 0-55 PCI Range	454	417	



Local (Residential) Streets Summary

Residential Streets work completed/planned by District for FY22-28

DISTRICT	FISCAL YEAR							Grand Total	Percent
	2022	2023	2024	2025	2026	2027	2028		
1	6.7	6.5	12.4	18.4	7.9	7.4	10.4	69.7	22%
2	6.1	4.2	12.7	18.0	8.6	9.3	10.9	69.8	23%
3	8.6	6.8	6.2	22.7	9.1	5.1	4.5	63.0	20%
4	2.8	8.4	10.5	14.4	7.7	5.0	6.7	55.6	18%
5	1.2	6.0	12.9	10.3	9.1	3.1	7.9	50.5	16%
DT	1.9		0.7		0.4	0.5		3.6	1%
Grand Total	27.3	31.9	55.5	85.0	42.9	30.4	40.4	313.3	100%

Residential Streets PCI Results by District

Local
881 CLM

Local PCI Average			
DISTRICT	2022	2025	PCI IMPROVEMENT
1	58	63	↑ 5
2	51	54	↑ 3
3	58	65	↑ 7
4	67	73	↑ 6
5	68	75	↑ 7
DT	62	67	↑ 5

2022 – 2025 Residential Street PCI Comparison

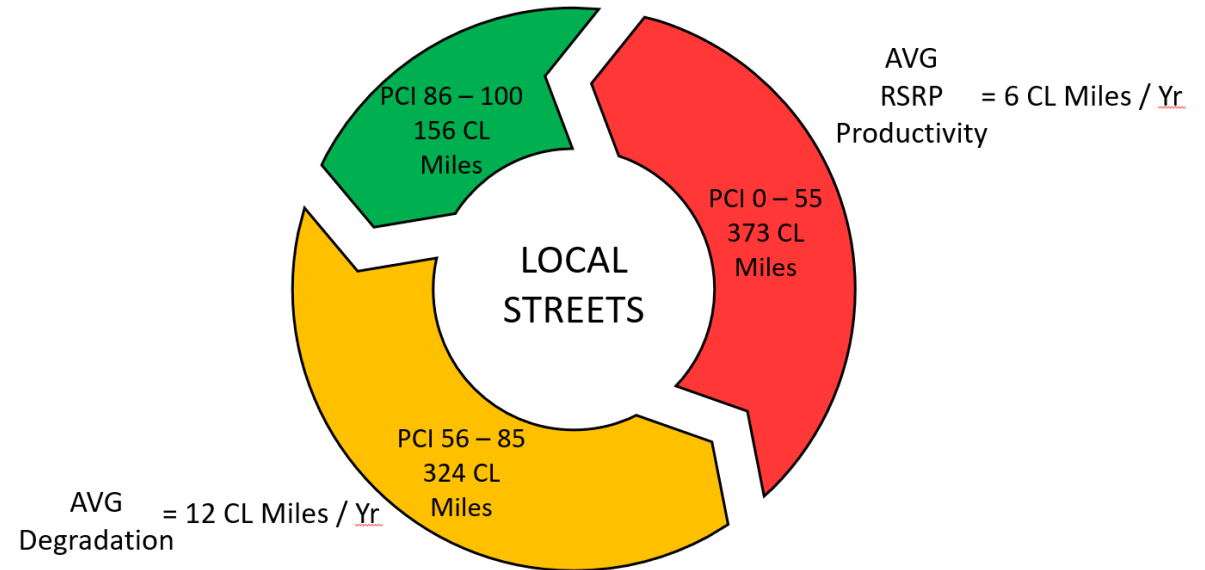
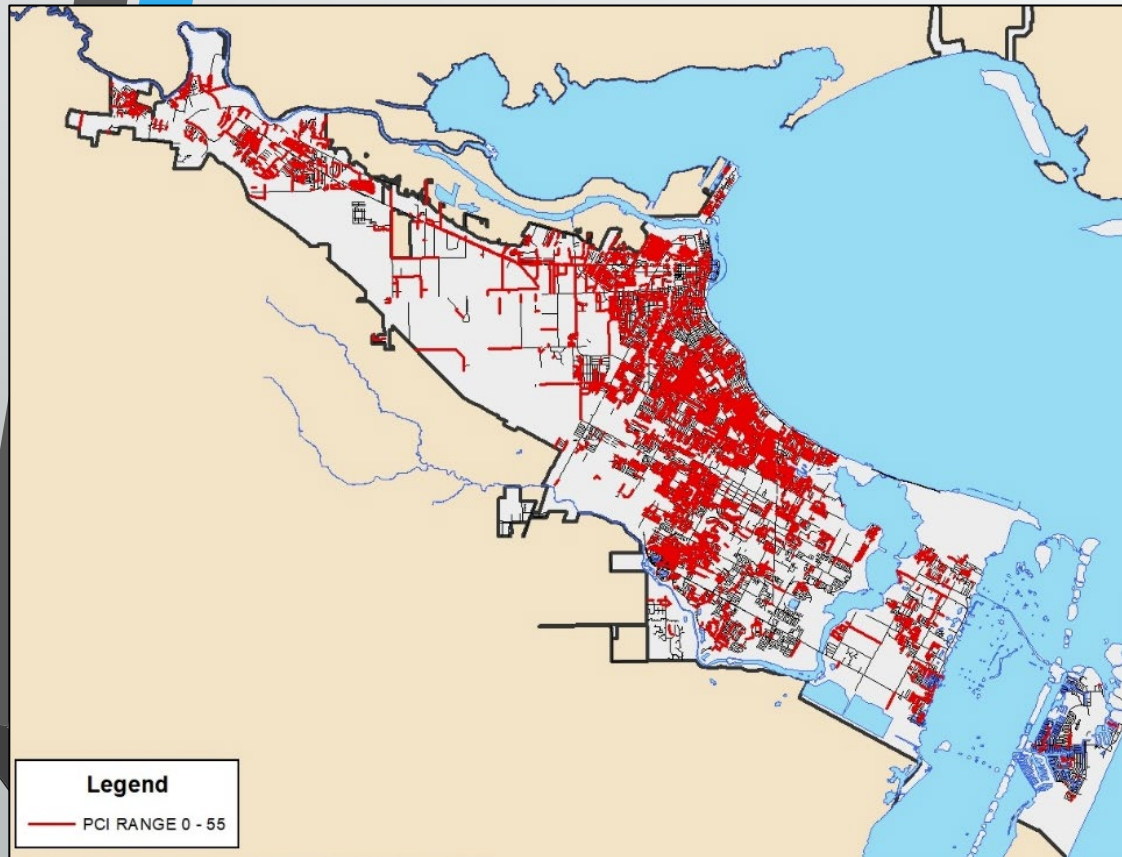
PCI Range	PCI Description	2022 (CL M)	2025 (CL M)	Delta (CL M)	Recommended Work
86 - 100	Good	156	300	144	Preventive Maintenance
71 - 85	Satisfactory	214	136	-78	Overlay
56 - 70	Fair	114	112	-2	
41 - 55	Poor	144	125	-19	Reconstruction
26-40	Very Poor	162	106	-56	
11-25	Serious	58	91	33	
0-10	Failed	9	11	2	
Total		857	881		

484 → 548 = + 64 miles added to roads in good category

373 → 333 = Total roads in need of reconstruction reduced by 40 miles

2022 Goal Setting Memory Jogger

Local Streets w/ PCI 0 -55



Local streets

- 373 CL miles rated with PCI 0 – 55 (Failed to Very Poor)
- 12 Mile Degradation – 6 Mile Productivity = 6 Degradation Annually Despite Repairs
- Current RSRP Productivity (w/o Degradation)
 - 62 years to complete
 - \$930 Million (2023 Estimate)

Comparison of Rate, Time and Cost

2022-2027

In 2022 a total of 373 CL miles of local streets had a 0 – 55 PCI (Failed to Very Poor)

	Legacy	Pavement Only Actual (FY 2024 Funding)	Pavement Only Estimated (FY 2027 Funding)
Rate →	6 CL miles/year	31 CL miles/year	16 CL miles/year
Time →	62 years	12 years	24 years
Cost →	\$1 Billion	\$373 Million	\$384 Million
Residential Street Funding	\$18M	\$31M	\$16M

RPP Funding Shortfall Mileage/year vs. RPP Funding



Street Maintenance Fee History

- **July 30, 2013:** Street Maintenance Fee (SMF) was adopted by City Council to fund the Street Improvement Program (SIP)
- **January 1, 2014:** SMF went into effect
- **December 31, 2023:** Sunset of the SMF ordinance

\$5.38 Rate for 10 Year period (2013-2023)

Fee generated \$12 Million Dollars per Fiscal Year



Street Maintenance Fee Next Steps



- Re-implementing the \$5.38 Rate as of January 1, 2026 – September 30, 2026, would generate approximately \$9.1 - \$9.2 Million in revenue
- From October 2026 to September 2027 the fee would generate approximately \$12 Million

Street Maintenance Fee Scenarios

\$5.38

Generate \$12M revenue (12 months)

Generate \$9M revenue (9 months)

\$6.67

Generate \$15M revenue (12 months)

Generate \$11.3M revenue (9 months)

Conclusion

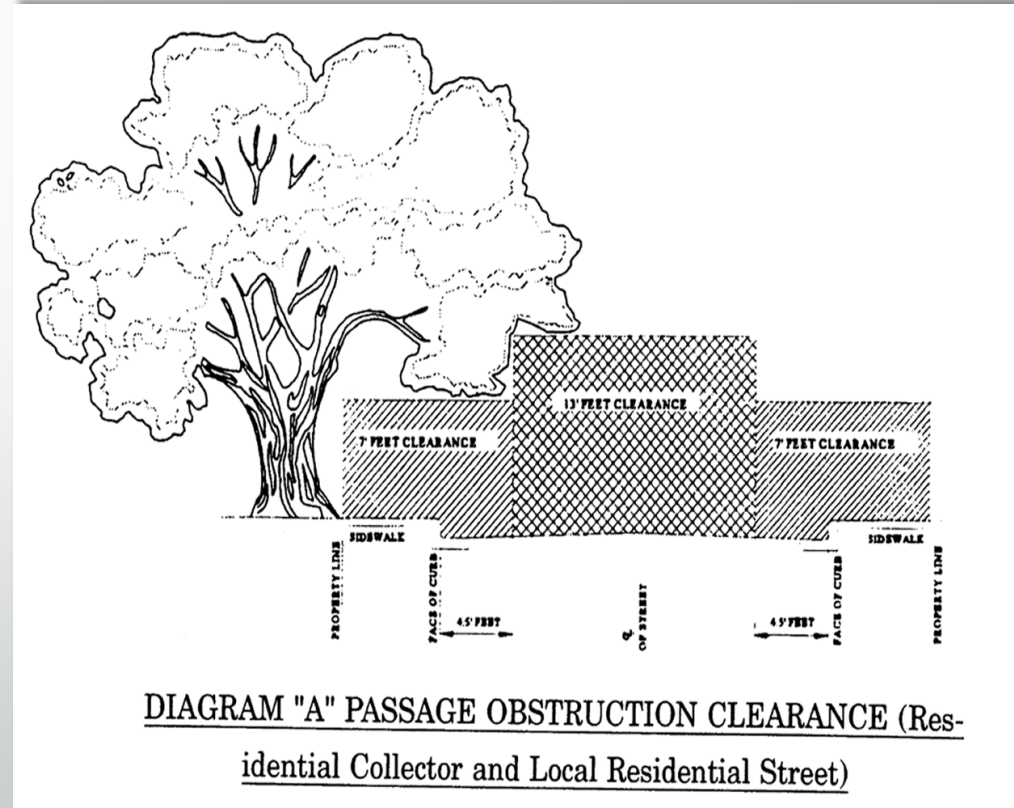
- A total of 143 CL miles will be completed by November 2026.
- For FY 2027 RPP CL miles per year will be reduced by 15 CL miles for residential streets due to budget.
- FY 2027 and FY 2028 were planned with a budget of \$30M per year.
- With new budget total of only \$16M, new streets will not be added until FY 2030.
- Beginning in FY 2029, the new five-year plan will be based on a budget of \$16M.
- Reimplementing the Street Fee will allow us to accommodate a \$30M per year plan and achieve our original goal of completing 373 CLM within 12 years

Sidewalk Plan Overview



Current Ordinance

- Chapter 49 – Streets and Sidewalks
 - Article II - Street sidewalk, curb and gutter and driveway construction
 - Division 2
 - Sec 49-34 - Sidewalk, curb, and gutters are the responsibility of the abutting property owner.
- Chapter 53 – Traffic
 - Article IX – Vision and Passage Obstructions
 - Sec 53-263 - Trees or shrubs obstructing passage, vision, etc. on street or sidewalk prohibited.



Sidewalk Program Priorities

- Update IDM
- Update Standards
- Update Specifications

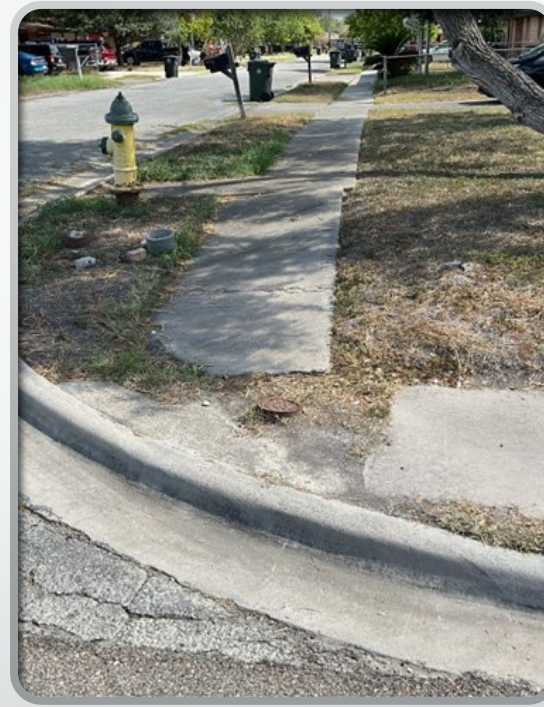
Anticipated Sidewalk Program Challenges

- Driveways tie-ins
- ADA transitions
- Lead walk tie-ins
- Encroachments

Examples of Tie-ins to Sidewalks



Driveways

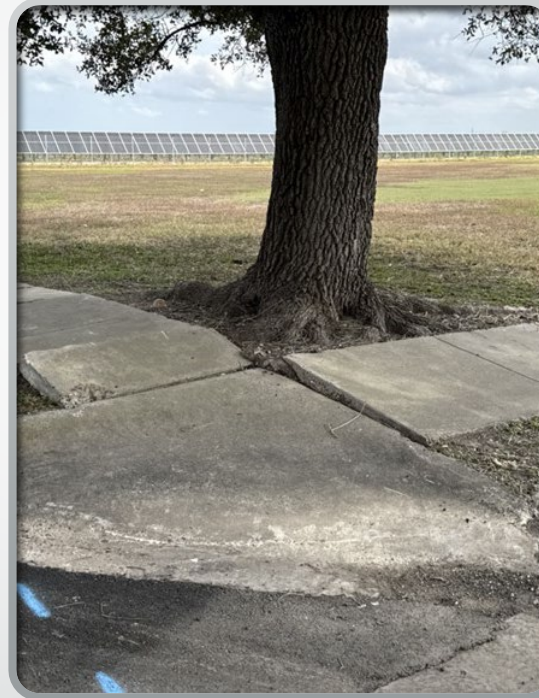
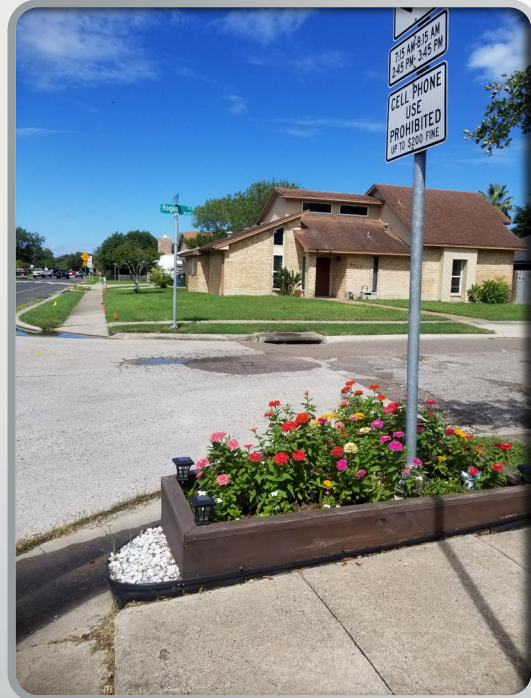


ADA



Leadwalk

Examples of Sidewalk Encroachments



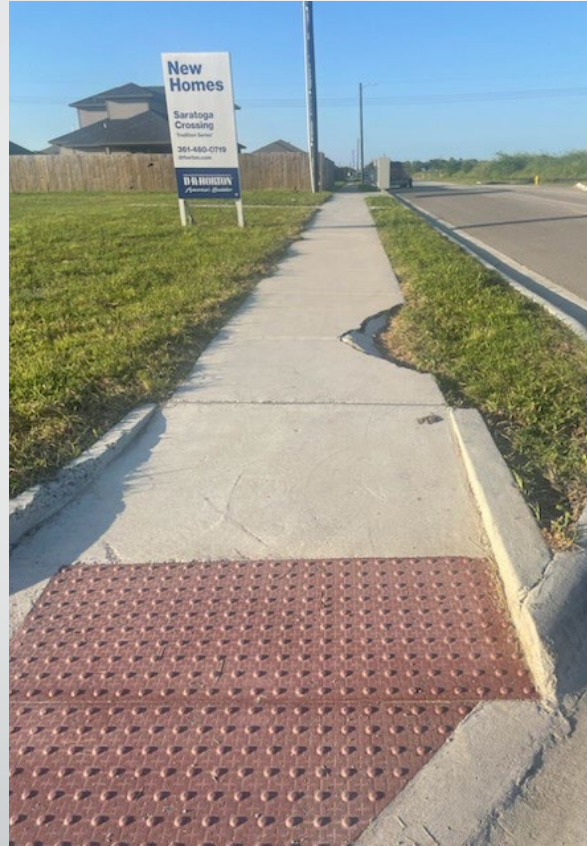
Existing Sidewalks – Very Poor Condition



Existing Sidewalks – Good to Poor Condition



Constructed 2020



Constructed 2021

Sidewalk Network

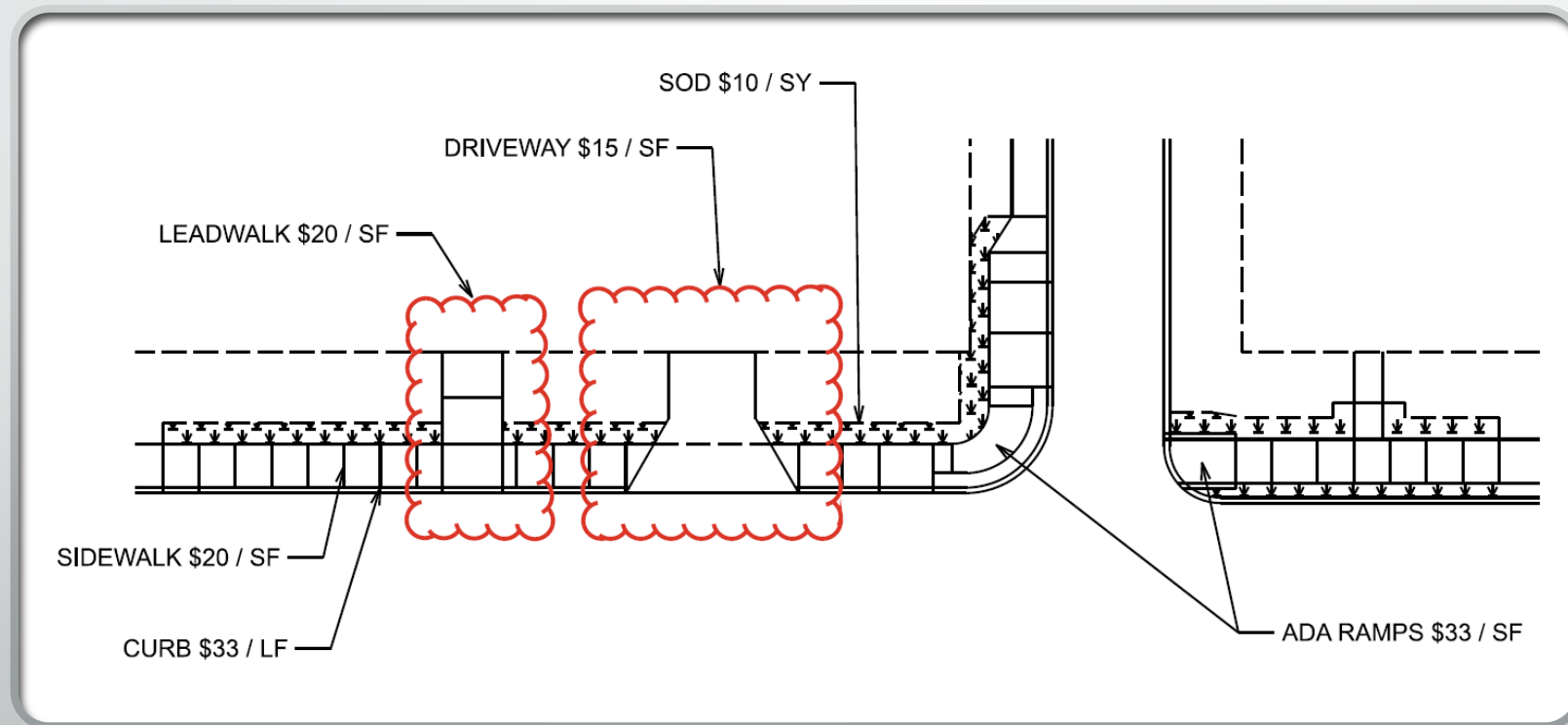
District	Length (Miles)			Total
	Arterial	Collector	Local	
1	24	53	268	345
2	19	26	316	361
3	23	52	253	328
4	14	30	158	202
5	20	55	244	319
Total	100	216	1239	1555

*Only includes existing sidewalks

*Does not include City ROW where sidewalk is needed

Sidewalk Improvements Estimated Cost

- Approximately \$800,000 per block



Conclusion

- Review Sidewalk Ordinance
- Update IDM/Standards/Specifications
- Recommend prioritizing Residential RPP from end of plan to beginning of plan
- Cost is \$800,000 per block at approximately 1,500 feet long

Developer Participation



Participation Agreement Application



2406 Leopard St. Corpus Christi, TX 78408 | Phone: 361.826.3240 | Fax: 361.826.4375 | contractsandagreements@octexas.com

Date of Application: _____

Legal Business Name: _____

Business Address: _____

Business Name: _____

Authorized signatories to enter into the agreement: _____

Plat Name (if known): _____

Project Type: _____

Requested Duration of Agreement (months): _____

Point of Contact Information

Name: _____

Phone No: _____

E-mail Address: _____

Developers Legal Name: _____

Developers E-mail Address: _____

Comments:

Applicant's Signature & Title

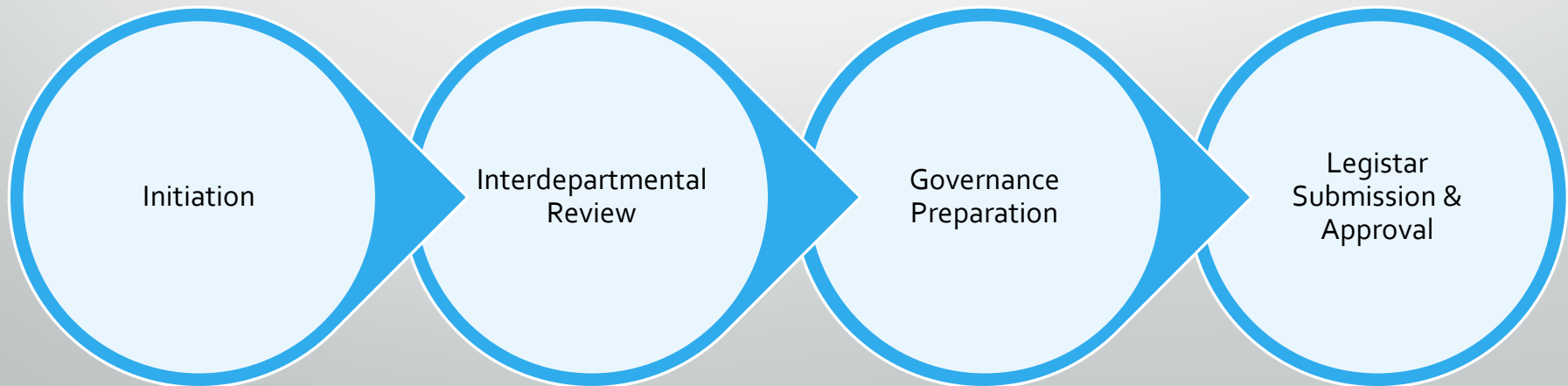
Submit Application Electronically to: contractsandagreements@octexas.com

Mail to:
Development Services
Attn: Business Manager
2406 Leopard St. Suite 100
Corpus Christi, Texas 78408

Developer Participation

- On September 10, 2024, City Council approved \$3.6M for Developer Participation for FY 2025
- On July 21, 2025, Development Services sent out a “project call” to developers, builders and groups for any potential street or storm water projects for FY 2026

Development Services Developer Participation Workflow

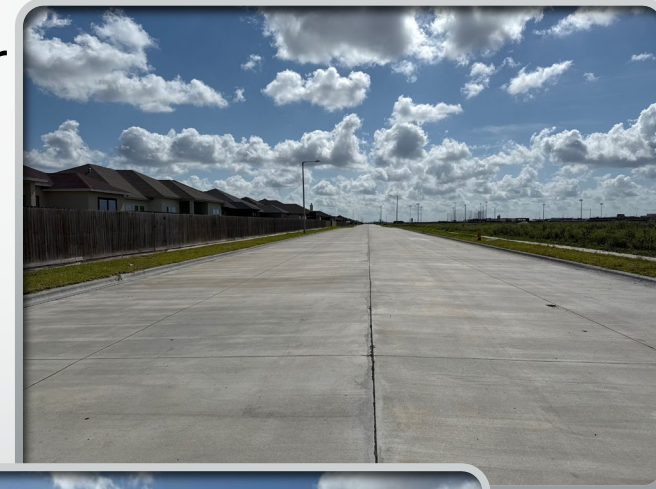


Developer Participation

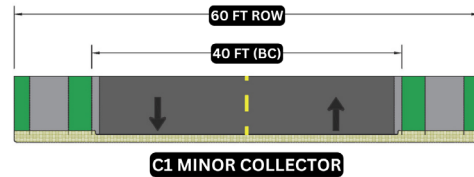
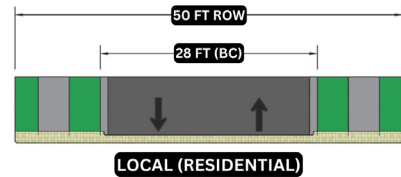
FY 2025		FY 2026	
Proceeds from Sale of Notes	\$ 3,691,927.00	Original Amount requested	\$ 3,513,481.66
Amount committed to date	\$ 2,955,318.98	Roll over balance from FY 2025	\$ 736,608.02
Amount Remaining	\$ 736,608.02	Amount Needed	\$ 2,776,873.64

City Participation in Streets & Drainage Crossings

- UDC 8.1.4 – Type of Improvements Required
 - Streets, Water systems, Wastewater systems , Storm water systems, Public open space
- UDC 8.2.1 – Developer responsible for Local & C1 Collector
- UDC 8.4.1.A – Streets
 - 30% reimbursement for construction improvements (Limit)
 - 100% of cost for required oversizing (per City request)
- UDC 8.4.1.B – Drainage Crossings
 - Ultimate bottom width > 15 feet
 - $\text{City Participation} = \text{Cost Estimate} \times \frac{\text{Ultimate width} - 15}{\text{Ultimate width}}$

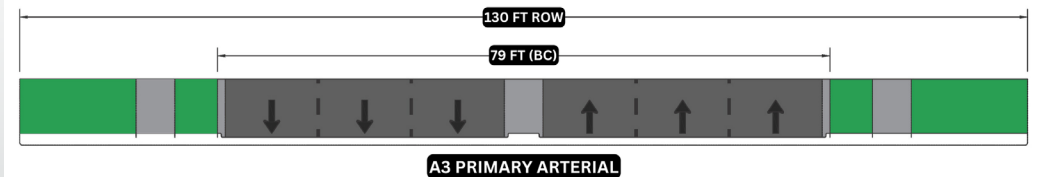
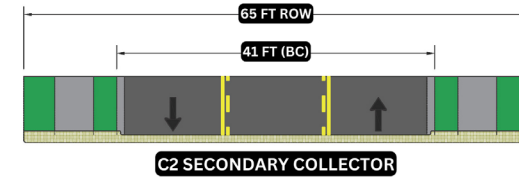


City Participation in Streets



UDC 8.2.1

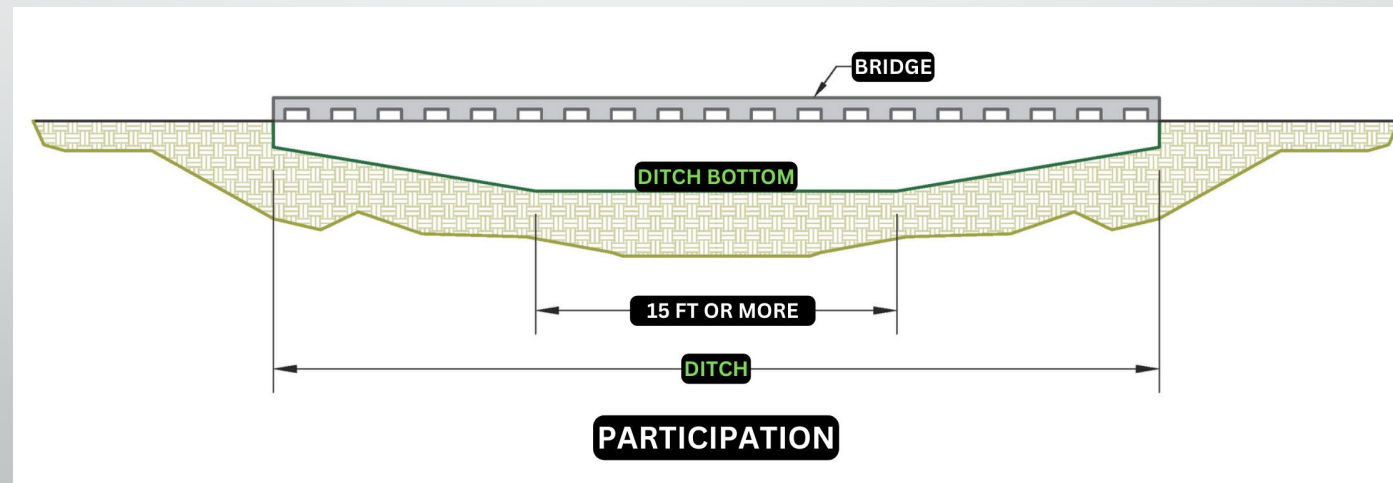
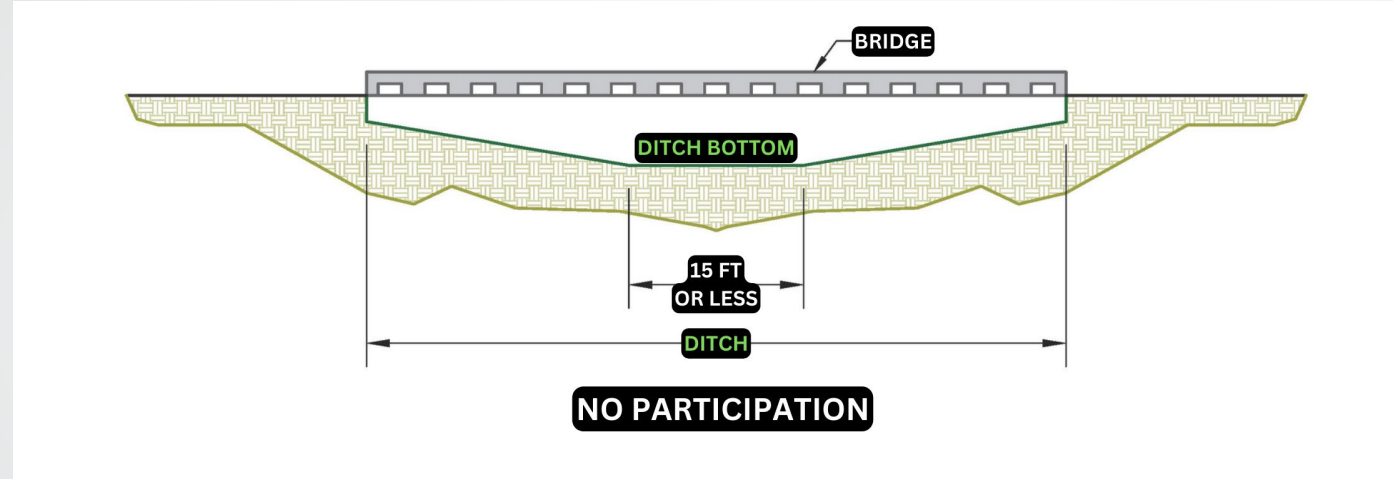
Developer responsible for Local & C1 Collector



UDC 8.4.1.A

City may participate in oversized streets
(C2 Secondary Collector to A3 Primary Arterial)

City Participation in Drainage Crossings



Questions





CITY OF
**CORPUS
CHRISTI**

FISCAL YEAR 2025-2026

PROPOSED
OPERATING BUDGET

Public Works Storm Water

FY 2025 – 2026 PROPOSED BUDGET

Presented by:

**Ernesto De La Garza, P.E.,
Interim Assistant City Manager**
August 21, 2025



FY 2025 ACHIEVEMENTS



Maintained the City's National Flood Insurance Program Community Rating System score to a Class 7



2,950 (YTD) Tons of debris removed from city streets by our street sweepers and vegetative crews



Revamped maintenance program to be more proactive by utilizing contract and in-house CCTV of our underground infrastructure to prioritize work throughout the city



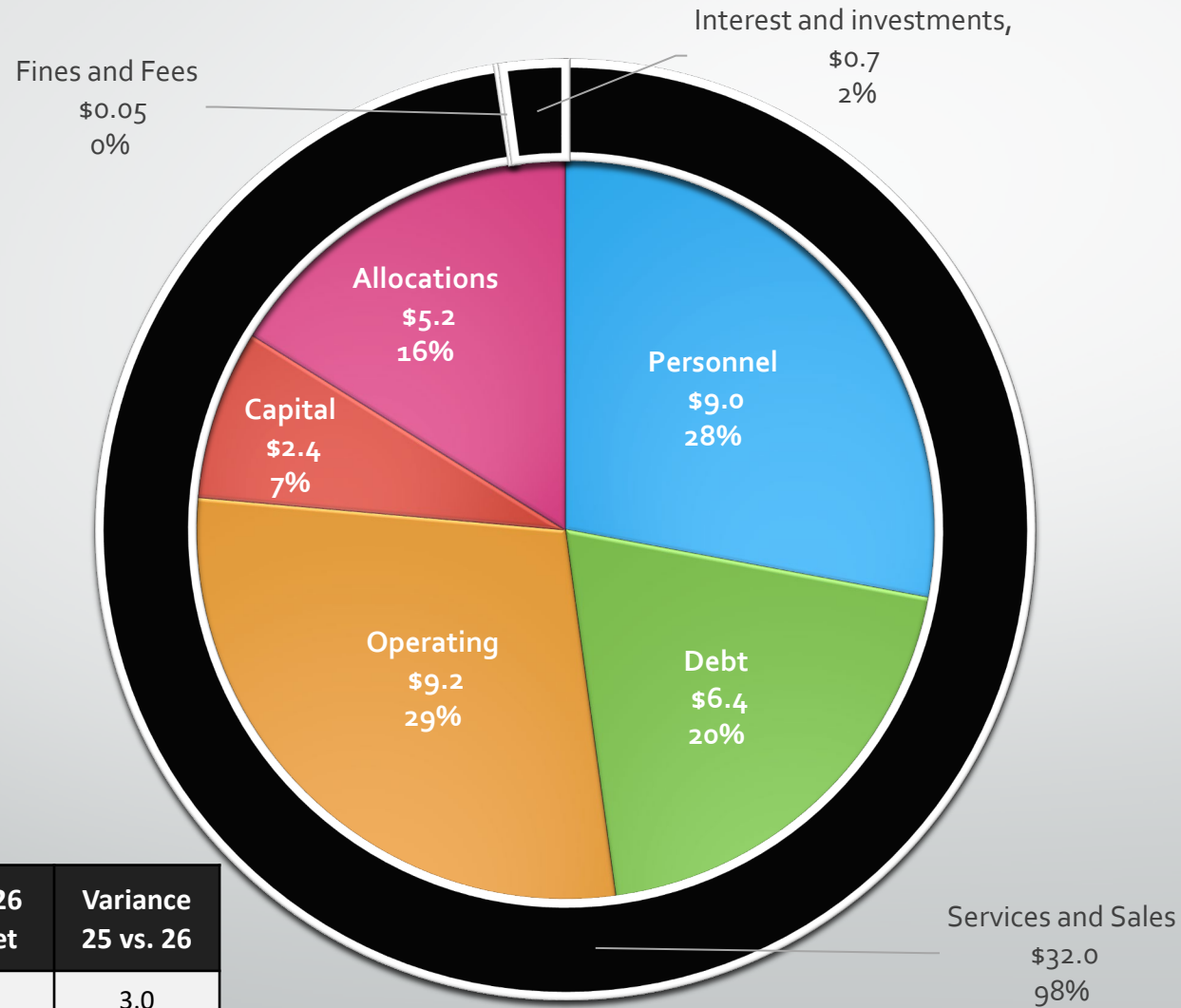
FY 2022-2026 Five-Year Forecast

Fund 4300 - Storm Water Fund

Fee Revenues	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Original Program	\$13.7M	\$ 23.7 M	\$ 27.5 M	\$ 31.9 M	\$ 35.7 M
Residential Rate Tier 1	\$4.59	\$ 5.77	\$ 6.63	\$ 7.74	\$ 8.69
Residential Rate Tier 2	\$6.12	\$ 7.69	\$ 8.84	\$ 10.32	\$11.59
Residential Rate Tier 3	\$10.71	\$ 13.46	\$ 15.47	\$ 18.06	\$ 20.28
Non-Residential Rate	\$6.12 per ERU	\$ 7.69 per ERU	\$ 8.84 per ERU	\$ 10.32 per ERU	\$11.59 per ERU

* ERU = Equivalent Residential Unit

FY 2026 PROPOSED BUDGET STORM WATER FUND: \$32.2M



Phased rate:
October-December \$10.32
January – September \$11.59

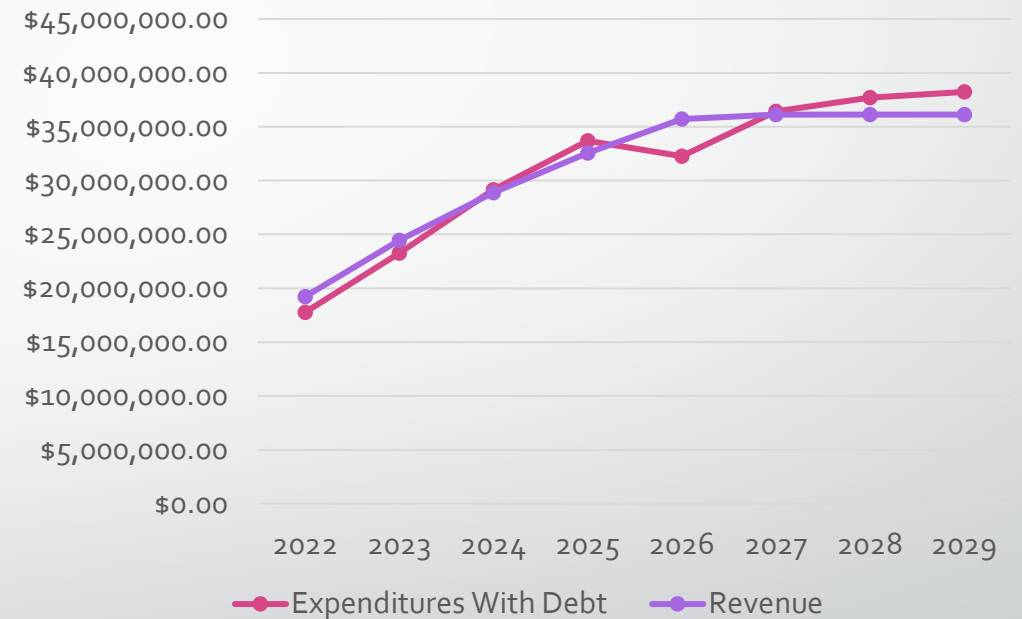
147 – Storm Water Positions
12% - Vacancy Rate

Fund 4300 Storm Water	FY 2024 Budget	FY 2025 Budget	FY 2026 Budget	Variance 25 vs. 26
Revenues	\$26.8	\$32.7	35.7	3.0
Expenditures	\$29.2	\$33.7	32.2	(1.5)

Storm Water Debt Service Trend

- The Storm Water Fee will increase effective January 1, 2026
- Storm Water overall debt is \$209M
- High debt service will require a Storm Water fee increase in FY 2027

Storm Water Debt and Expenditures



FY 2023-2026 Service Enhancement Forecast

Fund 4300 – Storm Water Fund

STORM WATER SERVICES		FY 2023	FY 2024	FY 2025	FY 2026
Storm Water Inlet Cleaning & Maintenance ¹		1.3 years	1.3 years	1.3 years	1.3 years
Vegetation Management ROW Mowing ²		20x	20x	20x	20x
In-House Street Sweeping Program ² (Non-Existent Prior to FY 2022)	Neighborhoods	2x	2x	3x	4x
	Collectors	4x	6x	8x	10x
	Arterials	8x	10x	10x	10x
Minor Channel ("Bar Ditches") Cleaning & Maintenance ¹		As Requested	6 years	6 years	3 years
Major Channel / Natural Creek Way Restoration & Maintenance ¹		2.0 years	2.0 years	2.0 years	2.0 years
CCTV of 679 Miles of Underground System \$1.3M/Year		N/A	35.0 Miles	35.0 Miles	35.0 Miles

Note: (1) Cycle length; (2) Cycles per year.

The collage consists of four photographs:

- Top-left:** A binder containing a map and a document titled "Stormwater Sweeping Operations Collector Districts Zones 1-9 203 Work Orders 318.63 miles".
- Top-right:** A "STORM WATER OPERATIONS" form with handwritten notes and a table of equipment. The table has columns for "EQUIPMENT (EQUIPMENT NO.)", "HOURS", "SHEET NAME", and "ZONE TYPE".
- Bottom-left:** A list of addresses and locations, including "K DR 78417", "DECK DR 78418", "ST 78418", "LN 78413", "78408", "RD DR 78418", "ID 78407", "NAIRE DR 78418", and "78418". The list also includes "Location" and "WO Short De" entries.
- Bottom-right:** A "SALES ARE FINAL" document with a yellow "Enterprise" label and a price of \$11.80.

Storm Water: Tracking Tools (Cartegraph)

Tool	Improvement	Go Live Date
Cartegraph Asset Management	Enhanced ability to track metrics and cost	June 1, 2025
Samsara	Locate Equipment in real time & monitor drivers	July 30, 2025

Sweeping Curb Miles by Activity



S-SW-COLLECTORS	36.97%
S-SW-SPECIAL-PROJEC...	33.21%
S-SW-ARTERIALS	15.22%
S-SW-RESIDENTIAL	12.95%
S-SW-DOWNTOWN	1.65%
Other	0%

SW- In House Curb Miles MTD

538.11

Sweeping Cost MTD

\$114,457

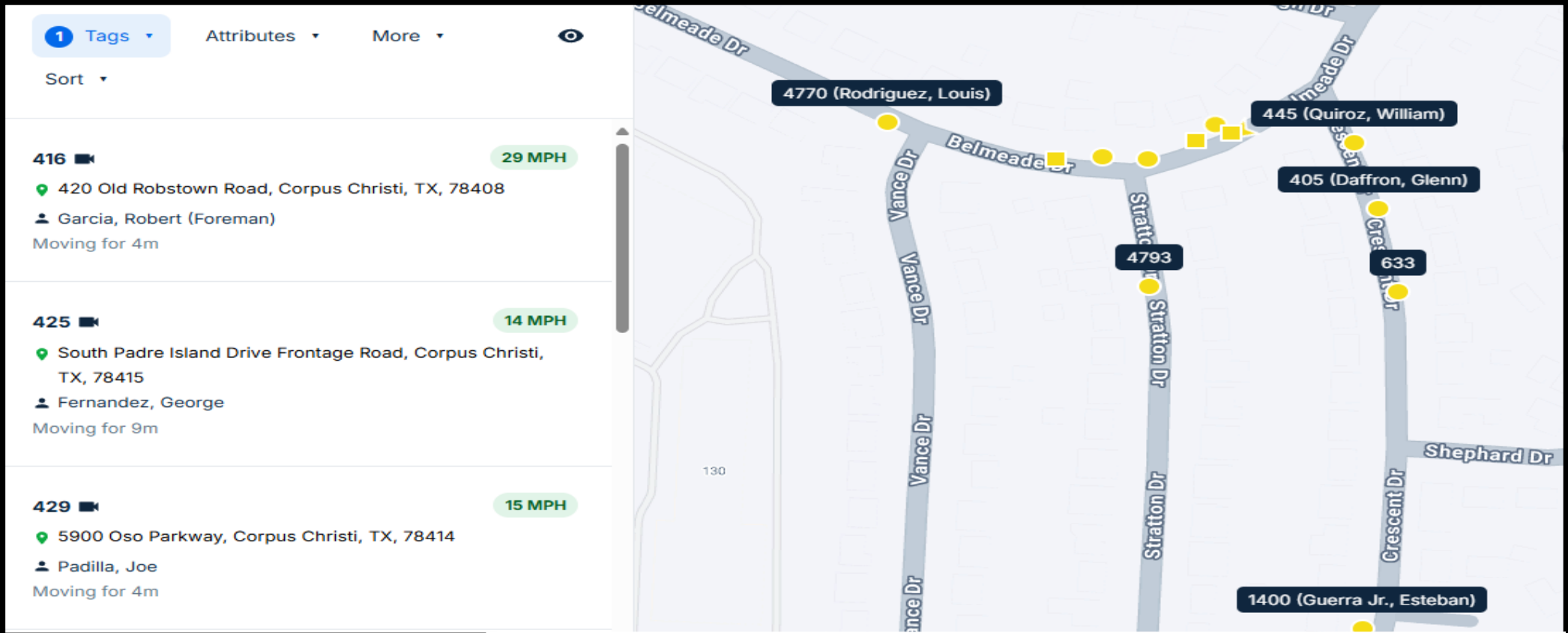
Inlets on/near Ocean Drive

● Completed ● Not Completed



Name	Acreage ...	Labor Hours	Labor Cost	Equipment ...	Total Cost
Salt Flat #1 2	0.365	4.61	\$140.18	\$317.14	\$457.32
Winnebago North	0.721	3.83	\$117.93	\$57.60	\$175.53

Storm Water: Tracking Tools (Samsara)



Tool	Improvement	Go Live Date
Cartegraph Asset Management	Enhanced ability to track metrics and cost	June 1, 2025
Samsara	Locate Equipment in real time & monitor drivers	July 30, 2025

ABOUT PUBLIC WORKS – STORM WATER

Line of Business	Base Inventory	Frequency	Current Total per Year	Old Total per Year
Inlets Cleaning & Maintenance	20,887 inlets	450 inlets/month	5,400 inlets	15,600 inlets
Minor Channel Maintenance	235 miles	15 miles/year	15 miles	39 miles
Major Channel Maintenance	109 miles	109 miles /8x per year (channel bottoms) 109 miles/12x per year (channel tops)	2,180 miles	54 miles
Vegetation Maintenance	1,255 acres	458 acres Arterials Streets: 20x per year	9,160 acres	9,160 acres
		779 acres Collector Streets: 12x per year	9,348 acres	Not Tracked
		18 acres North Beach/Ocean Drive: weekly	936 acres	Not Tracked
Street Cleaning	2,056 miles	1,706 miles Residential Streets: 4x per year	6,824 miles	5,118 miles
		201 miles Collector Streets: 12x per year	2,412 miles	1,608 miles
		149 miles Arterial Streets: 12x times per year	1,788 miles	1,490 miles
Flood Control Management	6 employees	1 employee per shift – 24/7 operation	8,760 man hours	Not Tracked
	Trash Collected	Tons per year	1.7 Tons	Not Tracked
Environmental Services	5 EQS 1 employees	100 inspections per employee /month	6,000 inspections	5,617 inspections
	2 EQS 2 employees	30 special inspections /month	720 special inspections	

Conclusion

- FY 2026 proposed Storm Water fee (Tier 2) will sustain operational expenditures up to FY 2026
- After analyzing debt service, the Storm Water fee will need to be increased in FY 2027 to account for combined operational expenditures and debt service
- Beginning FY 2026, new productivity rates will be tracked annually to determine Storm Water fee rates moving forward

Questions

