

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Airport Capital Improvement Fund (520)</b>			
Ending Fund Balance Adjustment	Airport	\$1,000,000	
<p>This action increases the Ending Fund Balance in the amount of \$1.0 million funded by a transfer from the Airport Revenue Fund. This increase offsets the negative Ending Fund Balance adjustment from the fund balance reconciliation recommended in the Clean-up section of this report.</p>			
Transfers and Reimbursements (Transfer from Airport Revenue Fund)	Airport		\$1,000,000
<p>This action establishes a Transfer from the Airport Revenue Fund to the Airport Capital Improvement Fund in the amount of \$1.0 million to offset the \$1.0 million reduction to the Ending Fund Balance recommended in the Clean-up section of this report to reflect the final close-out of 2016-2017. The fund balance reconciliation reflects a reduction due to a change in the booking of the expense for a second Aircraft Rescue and Fire Fighting vehicle from 2017-2018 to 2016-2017, based on the timing of payments. A corresponding increase to the Ending Fund Balance is recommended to offset this action.</p>			
<b>Airport Capital Improvement Fund (520) TOTAL</b>		<b>\$1,000,000</b>	<b>\$1,000,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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**Airport Renewal and Replacement Fund (527)**

Advanced Planning	Airport	\$417,000	
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This action increases the Advanced Planning project by \$417,000 (from \$533,000 to \$950,000). As directed in the Mayor's June Budget Message for Fiscal Year 2017-2018, as approved by City Council, the Airport added \$100,000 to the Advanced Planning appropriation to fund an Airport Height Study to re-evaluate the height constraints related to One-Engine Inoperative (OEI) airline procedures to maximize potential development in the Downtown San José area. The Airport and Office of Economic Development have worked closely to develop a project scope, gain consensus with the Downtown Airspace and Development Capacity Steering Committee, and secure quotes from preferred contractors and subcontractors, and have determined that an additional \$417,000 is necessary to complete this study. The project scope developed includes an existing conditions assessment, OEI feasibility study and impact, and an economic and fiscal analysis, all scheduled to be completed by the end of fiscal year 2017-2018. A reduction to the Airfield Geometric Implementation project is recommended to offset this action.

Airfield Geometric Implementation	Airport	\$(417,000)	
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This action reduces the Airfield Geometric Implementation project by \$417,000 (from \$1,456,000 to \$1,039,000) and, in a separate action, reallocates this funding to the Advanced Planning project. The Airfield Geometric Implementation project is contingent upon the completion of the Airfield Geometric Study, which is anticipated to be completed next fiscal year. This delay in scheduling enables the Airport to reallocate part of this project's funding to the Advanced Planning appropriation to address this critical need. A corresponding adjustment to the Advanced Planning project is recommended to offset this action.

**Airport Renewal and Replacement Fund (527) TOTAL**

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**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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**Airport Revenue Bond Improvement Fund (526)**

Ending Fund Balance Adjustment	Airport	\$(51,000)	
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This action decreases the Ending Fund Balance by \$51,000 to offset the action recommended in this report.

FIS Baggage System Upgrades	Airport	\$(20,000)	
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This action decreases the FIS Baggage System Upgrades project in the amount of \$20,000 (from \$50,000 to \$30,000). The actual bids received for this project came in lower than anticipated and the Airport has identified alternate uses for the project's savings. This funding will be reallocated to the Terminal B Gates 29 & 30 project to ensure adequate funding is available for this project. A corresponding increase to the Terminal B Gates 29 & 30 project is recommended to offset this action.

Perimeter Fence Line Upgrades	Airport	\$(100,000)	
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This action eliminates the Perimeter Fence Line Upgrades project in the amount of \$100,000. This project was awarded in fiscal year 2015-2016 and the funding carried over to fiscal year 2017-2018 is no longer necessary. The Airport has identified alternate uses for the project's savings. This funding will be reallocated to the Terminal B Gates 29 & 30 project to ensure adequate funding is available for this project. A corresponding increase to the Terminal B Gates 29 & 30 project is recommended to offset this action.

Security Exit Doors	Airport	\$(424,000)	
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This action decreases the Security Exit Doors project in the amount of \$424,000 (from \$559,000 to \$135,000). The actual bids received for this project came in lower than anticipated and the Airport has identified alternate uses for the project's savings. This funding will be reallocated to the Terminal B Gates 29 & 30 project to ensure adequate funding is available for this project. A corresponding increase to the Terminal B Gates 29 & 30 project is recommended in this report to offset this action.

Southeast Ramp Reconstruction	Airport	\$(42,000)	
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This action decreases the Southeast Ramp Reconstruction project in the amount of \$42,000 (from \$100,000 to \$58,000). This project is near completion and the Airport has identified alternate uses for the project savings. This funding will be reallocated to the Terminal B Gates 29 & 30 project to ensure adequate funding is available for this project. A corresponding increase to the Terminal B Gates 29 & 30 project is recommended in this report to offset this action.

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

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**Airport Revenue Bond Improvement Fund (526)**

Terminal B Gates 29 & 30	Airport	\$637,000	
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This action increases the Terminal B Gates 29 & 30 project in the amount of \$637,000 (from \$74,000 to \$711,000). The Airport has experienced tremendous airline and passenger activity growth and gates are at maximum capacity during peak hours of the day. To meet current passenger and airline needs, the Terminal B Gates 29 & 30 project schedule was accelerated, resulting in higher than anticipated project costs. Corresponding decreases to the Southeast Ramp Reconstruction (\$42,000), Perimeter Fence Line Upgrades (\$100,000), FIS Baggage System Upgrades (\$20,000), Security Exit Doors (\$424,000) projects, as well as the Ending Fund Balance (\$51,000) are recommended to offset this action.

**Airport Revenue Bond Improvement Fund (526) TOTAL**

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**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Building and Structure Construction Tax Fund (429)</b>			
Fees, Rates, and Charges (Traffic Signal Controller Fee Collection)	Transportation		\$10,250
<p>This action increases the revenue estimate for Fees, Rates, and Charges to recognize Traffic Signal Controller Fee Collections received from developers in 2017-2018 in the amount of \$10,250. A corresponding increase to the Traffic Signal Improvement Program appropriation is recommended in this report to offset this action.</p>			
Revenue from Federal Government (Safety - Traffic Education Senter and Monterey Corridors)	Transportation		\$150,000
<p>This action increases the estimate for Revenue from Federal Government by \$150,000 (from \$12,725,000 to \$12,875,000) to recognize and appropriate a new grant from the California Office of Traffic Safety to fund a year-long traffic safety education program targeting the Senter and Monterey Corridors, in support of the Vision Zero goal to eliminate traffic fatalities and significantly reduce severe injuries. A corresponding action to establish the Safety - Traffic Education (Senter and Monterey Corridors) appropriation is also recommended in this report to offset this action.</p>			
Safety - Traffic Education (Senter and Monterey Corridors)	Transportation	\$150,000	
<p>This action establishes the Safety - Traffic Education (Senter and Monterey Corridors) appropriation in the amount of \$150,000, funded by a grant from the California Office of Traffic Safety, to support a year-long traffic safety education program targeting the Senter and Monterey Corridors in support of the Vision Zero goal to eliminate traffic fatalities and significantly reduce severe injuries. A corresponding increase to Revenue from Federal Government is recommended in this report to offset this action.</p>			
St. John Bike/Pedestrian Improvements (OBAG)	Transportation	\$100,000	
<p>This action increases the St. John Bike/Pedestrian Improvements (OBAG) appropriation by \$100,000 (from \$430,000 to \$530,000) to accommodate scope changes through coordination with the San Jose Downtown Association, PG&amp;E, and San Jose Water Company. Cost savings from the St. John Multimodal Improvements Phase I project are available to offset this cost increase.</p>			
St. John Multimodal Improvements Phase I	Transportation	\$(100,000)	
<p>This action decreases the St. John Multimodal Improvements Phase I appropriation by \$100,000 (from \$416,000 to \$316,000) based on the revised costs for this project that is anticipated to be completed by the end of February 2018. The savings are recommended to be reallocated to the St. John Bike/Pedestrian Improvements appropriation.</p>			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Building and Structure Construction Tax Fund (429)</b>			
Traffic Signal Improvement Program	Transportation	\$10,250	
<p>This action increases the Traffic Signal Improvement Program appropriation by \$10,250 (from \$840,000 to \$850,250) to support program development and management activities, and design review for traffic signal improvements. A corresponding action to recognize Traffic Signal Controller Fee Collections received in 2017-2018 is recommended in this report to offset this action.</p>			
<b>Building and Structure Construction Tax Fund (429) TOTAL</b>		<b>\$160,250</b>	<b>\$160,250</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Communications Construction and Conveyance Tax Fund (397)</b>			
Construction and Conveyance Tax	Public Works		\$204,000
<p>This action increases the Communications Purposes Construction and Conveyance Tax (C&amp;C) revenue estimate by \$204,000 (from \$1.22 million to \$1.43 million) to account for higher than anticipated C&amp;C Tax revenue collections. The overall C&amp;C Tax revenue estimate is recommended to increase by \$6.0 million (from \$36.0 million to \$42.0 million) to reflect actual collection trends and continuing strong performance in the local real estate market. Further detail regarding the C&amp;C Tax receipts as well as a discussion of the housing statistics for the local real estate market can be found in Section II - Status of Selected Special and Capital Funds of this report.</p>			
Ending Fund Balance Adjustment	Public Works	\$(46,000)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
Silicon Valley Regional Communications System - Radios	Public Works	\$250,000	
<p>This action increases the Silicon Valley Regional Communications System – Radios appropriation to the Public Works Department in the amount of \$250,000 (from \$250,000 to \$500,000) to accelerate the purchasing of public safety radios that were originally programmed in 2018-2019. A total of 50 dual band radios for the Police Department will be purchased, increasing the number of police radios that are compatible with the Silicon Valley Regional Communications System (SVRS) to the City. By the end of 2017-2018, a total of 2,196 of the 2,750 radios to support the SVRS will be purchased. The remaining radios necessary to complete the system are expected to be programmed in the 2019-2023 Proposed Capital Improvement Program. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.</p>			
<b>Communications Construction and Conveyance Tax Fund (397) TOTAL</b>		<u>\$204,000</u>	<u>\$204,000</u>

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2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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**Construction Excise Tax Fund (465)**

Downtown San Jose Mobility, Streetscape, and Public Life Plan	Transportation	\$842,000	
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This action establishes the Downtown San Jose Mobility, Streetscape, and Public Life Plan appropriation in the amount of \$842,000, including \$813,000 in grant funding from the One Bay Area Grant 2 (OBAG2) program and \$29,000 in funding reallocated from the Transportation Grants Reserve for the local match requirements, to support a community-based transportation planning effort that synthesizes past and ongoing planning efforts and delivers a comprehensive, prioritized, and implementable plan that promotes multimodal connections, manages parking and driving, and increases walking, bicycling and transit ridership in the Downtown area. A corresponding decrease to the Transportation Grants Reserve is recommended in this report to offset this action.

Ending Fund Balance Adjustment	Transportation	\$(98,500)	
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This action decreases the Ending Fund Balance to offset the actions in this report.

Inter-Agency Encroachment Permit	Transportation	\$250,000	
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This action increases the Inter-Agency Encroachment Permit appropriation by \$250,000 (from \$100,000 to \$350,000) to account for receipts received to date during 2017-2018 and anticipated activity associated with inter-agency projects, which are ongoing. This annual allocation provides fee-reimbursed funding for the purpose of recovering, to the extent allowed by law, the City's permit and inspection costs related to revocable street encroachment permits under Chapter 13.36 of the Municipal Code. The fee-reimbursed inspection costs and corresponding revenue are tracking to exceed budgeted estimates due to higher than anticipated activity.

Jackson Avenue Complete Streets (OBAG)	Transportation	\$(229,000)	
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This action decreases the Jackson Avenue Complete Streets appropriation by \$229,000 (from \$441,000 to \$212,000) based on lower project costs associated with actual material use and project contingency. These savings are recommended to be allocated to the Safe Pathways to Diridon Station appropriation.



**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Construction Excise Tax Fund (465)</b>			
Licenses and Permits (Inter-Agency Encroachment Permit)	Public Works		\$250,000
<p>This action increases the revenue estimate for Licenses and Permits by \$250,000 to recognize fee revenue collected for the purpose of recovering, to the extent allowed by law, the City's permit and inspection costs related to revocable street encroachment permits under Chapter 13.36 of the Municipal Code. The fee-reimbursed inspection costs and corresponding revenue are tracking to exceed budgeted estimates due to higher than anticipated activity.</p>			
Other Revenue (Miscellaneous)	Transportation		\$23,000
<p>This action increases the revenue estimate for Other Revenue by \$23,000 to recognize miscellaneous revenues received through December 2017, including \$500 from an award from PayPal Gives for the Department of Transportation's participation in PayPal's 2017 Opportunity Hack. Corresponding actions to increase the Safety - Traffic Education appropriation and to increase ending fund balance are recommended elsewhere in this report.</p>			
Revenue from Federal Government (Downtown San Jose Mobility, Transportation Streetscape, and Public Life Plan)			\$813,000
<p>This action recognizes a grant from the One Bay Area Grant 2 (OBAG2) program in the amount of \$813,000 for the Downtown San Jose Mobility, Streetscape, and Public Life Plan project to support a community-based transportation planning effort that synthesizes past and ongoing planning efforts and delivers a comprehensive, prioritized, and implementable plan that promotes multimodal connections, manages parking and driving, and increases walking, bicycling and transit ridership. Corresponding actions to establish this appropriation and decrease the Transportation Grants Reserve to provide the local match requirement are also recommended in this report.</p>			
Safe Pathways to Diridon Station	Transportation	\$350,000	
<p>This action increases the Safe Pathways to Diridon Station appropriation by \$350,000 (from \$752,000 to \$1,102,000) to accommodate cost escalation resulting from delays in project implementation since the project was initiated in early 2013 and prevailing market conditions. This project is now anticipated to be completed in summer/fall 2018. Corresponding actions to reallocate cost savings from the Jackson Complete Streets project (\$229,000) and to decrease Ending Fund Balance (\$121,000) are also recommended in this report to offset this action.</p>			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Construction Excise Tax Fund (465)</b>			
Safety - Traffic Education	Transportation	\$500	
<p>This action increases the Safety - Traffic Education appropriation in the amount of \$500 (from \$450,000 to \$450,500) to recognize and appropriate an award from PayPal Gives for the Department of Transportation's participation in PayPal's 2017 Opportunity Hack. A corresponding increase to Other Revenue is also recommended in this report to offset this action.</p>			
San Jose Regional Transportation Hub	Transportation	\$500,000	
<p>This action establishes the San Jose Regional Transportation Hub appropriation in the amount of \$500,000 in the Construction Excise Tax Fund to support a new inter-agency cooperative planning effort for the San Jose Diridon Integrated Station Concept Plan. This action is funded by a transfer from the General Purpose Parking Fund and the elimination of the San Jose Regional Transportation Hub - Programmatic Design Reserve in that fund. The reserve was set aside as part of the 2016-2017 Annual Report actions to support preliminary planning and design efforts. Corresponding actions in the General Purpose Parking Fund are also recommended in this report.</p>			
Transfers and Reimbursements (San Jose Regional Transportation Hub)	Transportation		\$500,000
<p>This action recognizes the Transfer of \$500,000 from the General Purpose Parking Fund to support the San Jose Diridon Integrated Station Concept Plan (Plan). Corresponding actions to establish this appropriation and transfer funds from the General Purpose Parking Fund are also recommended in this report.</p>			
Transportation Grants Reserve	Transportation	\$(29,000)	
<p>This action decreases the Transportation Grants Reserve by \$29,000 (from \$29,438 to \$438) to provide for the local match requirement for the Downtown San Jose Mobility, Streetscape, and Public Life Plan grant-supported project. This project totals \$842,000, including \$813,000 in grant funding from the One Bay Area Grant 2 (OBAG2) program and \$29,000 in funding reallocated from the Transportation Grants Reserve to support a community-based transportation planning effort that synthesizes past and ongoing planning efforts and delivers a comprehensive prioritized and implementable plan that promotes multimodal connections manages parking and driving and increases walking bicycling and transit ridership.</p>			
<b>Construction Excise Tax Fund (465) TOTAL</b>		<b>\$1,586,000</b>	<b>\$1,586,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Construction Excise Tax Fund (465) - Measure B Pavement Maintenance</b>			
Ending Fund Balance Adjustment	Transportation	\$(736,263)	
This action decreases the Ending Fund Balance to offset the actions recommended in this report.			
Pavement Maintenance - VTA Measure B VRF	Transportation	\$1,260,888	
This action increases the Pavement Maintenance - VTA Measure B VRF appropriation by \$1,260,888 (from \$7,627,578 to \$8,888,466) to allocate Pavement Maintenance – Measure B receipts from vehicle registration fees received in 2017-2018 in excess of the Adopted Budget estimate (\$524,625) and as a result of a reconciliation of the fund to the final audited 2016-2017 Comprehensive Annual Financial Report (\$736,263). Corresponding adjustments to increase Revenue from Local Agencies and decrease Ending Fund Balance are also recommended in this report.			
Revenue from Local Agencies	Transportation		\$524,625
This action increases Revenue from Local Agencies by \$524,625 (from \$31,599,000 to \$32,123,625) to account for higher than anticipated Pavement Maintenance – Measure B receipts from vehicle registration fees in 2017-2018. A corresponding adjustment to increase the Pavement Maintenance - VTA Measure B VRF appropriation is also recommended in this report to offset this action.			
<b>Construction Excise Tax Fund (465) - Measure B Pavement Maintenance</b>		<b>\$524,625</b>	<b>\$524,625</b>
<b>TOTAL</b>			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Construction Excise Tax Fund (465) - North San Jose Traffic Impact Fee</b>			
Developer Contributions	Transportation		\$5,720,264
<p>This action recognizes Fees, Rates, and Charges revenue in the amount of \$5,720,264 to reflect actual traffic impact fees collected from developers through December 2017. Use of these funds are restricted to traffic improvements within the North San José area and is therefore appropriated to the North San José Traffic Impact Fees Reserve and allocated to projects once identified.</p>			
North San José Improvement – Route 880/Charcot	Transportation	\$3,700,000	
<p>This action increases the North San José Improvement - 880/Charcot appropriation by \$3,700,000 (from \$254,000 to \$3,954,000) for the final design phase of the project. A corresponding decrease to the North San José Traffic Impact Fees Reserve is also recommended in this report to offset this action.</p>			
North San José Traffic Impact Fees Reserve	Transportation	\$1,895,264	
<p>This action increases the North San José Traffic Impact Fees Reserve by a net \$1,895,264 (from \$24,688,364 to \$26,583,628). This increase is the combination of an increase for the North San José Traffic Impact Fees Reserve by \$5,720,264 to allocate traffic impact fees collected from developers through December 2017, and a decrease to the reserve to allocate additional funding to the North San José Improvement - 880/Charcot project (\$3,700,000) and the Route 101/Trimble/De La Cruz Interchange Improvement project (\$125,000). Corresponding adjustments to these project appropriations are also recommended in this report to offset this action.</p>			
Route 101/Trimble/De La Cruz Interchange Improvement	Transportation	\$125,000	
<p>This action increases the Route 101/Trimble/De la Cruz Interchange Improvement appropriation by \$125,000 (from \$3,006,000 to \$3,131,000) to allocate additional funding for staff support for the project. A corresponding decrease to the North San José Traffic Impact Fees Reserve is also recommended in this report to offset this action.</p>			
<b>Construction Excise Tax Fund (465) - North San Jose Traffic Impact Fee</b>		<b>\$5,720,264</b>	<b>\$5,720,264</b>
<b>TOTAL</b>			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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**Convention and Cultural Affairs Capital Fund (560)**

Convention Center Restrooms Upgrade	Public Works	\$1,200,000	
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This action increases the Convention Center Restrooms Upgrade appropriation in the new Convention and Cultural Affairs Capital Fund by \$1.2 million (from \$800,000 to \$2.0 million) to complete upgrades to eight remaining restrooms within the Convention Center. The Convention Center Restrooms Upgrade budget totaled \$2.4 million between the Convention and Cultural Affairs Fund (\$800,000) and the Convention Center Facilities District Revenue Fund (\$1.5 million) and was originally intended to upgrade 24 restrooms. Bids received in September 2017 exceeded the Engineer's Estimate and available funding, necessitating a revision in scope to exclude the four bid alternates consisting of the remaining eight restrooms when the project was awarded in fall 2017. This recommended funding allows for the completion of the intended scope of the original project. A corresponding decrease to the Capital Reserve is recommended in this report to offset this action.

Convention Center Staff Dining Area	Public Works	\$300,000	
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This action establishes the Convention Center Staff Dining Area appropriation in the amount of \$300,000 to renovate the existing kitchen and dining areas to provide additional capacity and address overflow situations during peak utilization of the Convention Center. The current configuration accommodates approximately 30 persons; however, current demand is requiring capacity for approximately 75 persons. A corresponding decrease to the Capital Reserve is recommended in this report to offset this action.

McCabe Hall Roof Repairs	Public Works	\$50,000	
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This action establishes the McCabe Hall Roof Repairs appropriation in the amount of \$50,000 to address roof failures in multiple areas at McCabe Hall, which are allowing water to leak into the interior of the building. This recommendation provides for repairs to extend the useful life of the roof for approximately three to five years. A corresponding decrease to the Capital Reserve is recommended in this report to offset this action.

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Convention and Cultural Affairs Capital Fund (560)</b>			
Transfers and Reimbursements (Transfer from Convention and Cultural Affairs Fund)	Public Works		\$1,550,000
<p>This action recognizes a transfer from the Convention and Cultural Affairs Fund in the amount of \$1.55 million to support the Convention Center Restrooms Upgrade (\$1.2 million), Convention Center Staff Dining Area (\$300,000), and McCabe Hall Roof Repairs (\$50,000) projects within the Convention and Cultural Affairs Capital Fund. Corresponding adjustments to the Capital Reserve in the Convention and Cultural Affairs Fund to offset this transfer are recommended elsewhere in this report.</p>			
<b>Convention and Cultural Affairs Capital Fund (560) TOTAL</b>		<b>\$1,550,000</b>	<b>\$1,550,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 1 C&amp;C Tax Fund (377)</b>			
Council District 1 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$247,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 1 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$291,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
San Tomas Neighborhood Center Improvements	Parks, Recreation and Neighborhood Services	\$150,000	
This action establishes the San Tomas Neighborhood Center Improvements project in the amount of \$150,000. This project provides funding to repair the heavily damaged building and reinforce the building's shell. The scope of work will include replacing sections of the roof and gutters, repainting the building, repairing water damaged walls and doors, termite treatment, patio repairs and mold abatement. Corresponding decreases to the San Tomas Neighborhood Center Improvements Study and the San Tomas Neighborhood Center Improvements Reserve are recommended in this report to offset this action.			
San Tomas Neighborhood Center Improvements Reserve	Parks, Recreation and Neighborhood Services	\$(120,000)	
This action decreases the San Tomas Neighborhood Center Improvements Reserve by \$120,000 (from \$220,000 to \$100,000) to partially fund the San Tomas Neighborhood Center Improvements project. The San Tomas Neighborhood Center Improvements project will provide funding to repair the heavily damaged building and reinforce the building's shell. The remaining reserve balance will provide partial funding for future renovations at the San Tomas Neighborhood Center. A corresponding action to establish the San Tomas Neighborhood Center Improvements appropriation is recommended in this report.			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 1 C&amp;C Tax Fund (377)</b>			
San Tomas Neighborhood Center Improvements Study	Parks, Recreation and Neighborhood Services	\$(30,000)	
<p>This action eliminates the San Tomas Neighborhood Center Improvements Study appropriation in the amount of \$30,000 to partially fund the San Tomas Neighborhood Center Improvements project. The San Tomas Neighborhood Center Improvements project will provide funding to repair the heavily damaged building and reinforce the building's shell. Testing was conducted in-house that evaluated potential renovations for the interior and exterior of the neighborhood center and was sufficient to establish the scope of work without needing a full study. As a result, the study is no longer needed. A corresponding action to establish the San Tomas Neighborhood Center Improvements appropriation is recommended in this report.</p>			
<b>Council District 1 C&amp;C Tax Fund (377) TOTAL</b>		<b>\$291,000</b>	<b>\$291,000</b>



**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 10 C&amp;C Tax Fund (389)</b>			
Council District 10 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$88,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 10 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$132,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 10 C&amp;C Tax Fund (389) TOTAL</b>		<b>\$132,000</b>	<b>\$132,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 2 C&amp;C Tax Fund (378)</b>			
Council District 2 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$147,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 2 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$166,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
Los Paseos Park LED Lights	Parks, Recreation and Neighborhood Services	\$25,000	
This action establishes the Los Paseos Park LED Lights appropriation in the amount of \$25,000 in the Construction Tax and Property Conveyance Tax Fund: Parks Purposes Council District #2 Fund. This project provides funding for three additional solar light poles to be installed every 150 feet along Los Paseos Park's main walkway. Additional funding of \$20,000 is recommended in the Subdivision Park Trust Fund to support this project. A corresponding decrease to the Council District 2 Construction and Conveyance Tax Fund Ending Fund Balance is recommended to offset this action.			
<b>Council District 2 C&amp;C Tax Fund (378) TOTAL</b>		<b>\$191,000</b>	<b>\$191,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 3 C&amp;C Tax Fund (380)</b>			
Council District 3 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$102,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 3 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$146,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 3 C&amp;C Tax Fund (380) TOTAL</b>		<b>\$146,000</b>	<b>\$146,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 4 C&amp;C Tax Fund (381)</b>			
Council District 4 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$98,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 4 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$142,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 4 C&amp;C Tax Fund (381) TOTAL</b>		<b>\$142,000</b>	<b>\$142,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 5 C&amp;C Tax Fund (382)</b>			
Council District 5 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$229,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 5 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$273,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 5 C&amp;C Tax Fund (382) TOTAL</b>		<b>\$273,000</b>	<b>\$273,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 6 C&amp;C Tax Fund (384)</b>			
Council District 6 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$216,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 6 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$260,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 6 C&amp;C Tax Fund (384) TOTAL</b>		<b>\$260,000</b>	<b>\$260,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 7 C&amp;C Tax Fund (385)</b>			
Council District 7 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$261,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 7 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$205,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
Roberto Antonio Balermino Park Improvements	Parks, Recreation and Neighborhood Services	\$20,000	
This action increases the Roberto Antonio Balermino Park Improvements appropriation by \$20,000 (from \$94,000 to \$114,000). A shade study resulted in increasing the size of the footings of the shade structure and the need for a structural review. This additional work was not anticipated in the original cost estimate. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.			
Transfer to the Subdivision Park Trust Fund (Richardson Park Design, Review and Inspection)	Parks, Recreation and Neighborhood Services	\$80,000	
This action establishes a Transfer to the Subdivision Park Trust Fund in the amount of \$80,000 to properly account for the project costs and revenues associated with the Richardson Park project between the Subdivision Park Trust Fund and the Council District 7 C&C Tax Fund. An invoice was issued to the project's developer for costs associated with the Richardson Park Design Review and Inspection project in 2016-2017 for \$182,000 and this amount was accrued to 2016-2017 based on the assumption that it would be paid in full. However, the developer disputed the invoice calculations. Eventually all parties agreed to amend the Parkland Agreement with a new agreed upon amount of \$102,000. This action is required to offset the \$80,000 in revenue that was overstated in 2016-2017 and will be reduced in 2017-2018. A corresponding decrease to the Council District 7 Construction and Conveyance Tax Fund Ending Fund Balance is recommended to offset this action.			
<b>Council District 7 C&amp;C Tax Fund (385) TOTAL</b>		<b>\$305,000</b>	<b>\$305,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 8 C&amp;C Tax Fund (386)</b>			
Council District 8 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$165,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 8 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$209,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 8 C&amp;C Tax Fund (386) TOTAL</b>		<b>\$209,000</b>	<b>\$209,000</b>



**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Council District 9 C&amp;C Tax Fund (388)</b>			
Council District 9 C&C Tax Fund: Needs-Based Transfer	Parks, Recreation and Neighborhood Services		\$183,000
This action increases the Needs-Based Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Council District 9 C&C Tax Fund: Special Needs Transfer	Parks, Recreation and Neighborhood Services		\$44,000
This action increases the Special Needs Transfer allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Doerr Park Shade Structure	Parks, Recreation and Neighborhood Services	\$7,000	
This action increases the Doerr Park Shade Structure project by \$7,000, (from \$17,000 to \$24,000). Additional funding is required to support soft costs related to the final plan review and structural inspections. A corresponding decrease to the Council District 9 Construction and Conveyance Tax Fund Ending Fund Balance is recommended to offset this action.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$220,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
<b>Council District 9 C&amp;C Tax Fund (388) TOTAL</b>		<b>\$227,000</b>	<b>\$227,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Fire Construction and Conveyance Tax Fund (392)</b>			
Alternate Public Safety Answering Point Equipment	Fire	\$162,000	
<p>This action establishes the Alternate Public Safety Answering Point Equipment appropriation in the amount of \$162,000 for the purchase of laptop hardware for the Fire Department's share of the costs for an alternate Public-Safety Answering Point (PSAP) in place at the South San José Police Substation. The laptop hardware requested for the alternate PSAP will be used to run the dispatch software that allows the dispatchers to answer the incoming 9-1-1 calls. The alternate PSAP at the South San José Police Substation will provide an alternate location to allow emergency call-taking services to continue in the event of a failure or other disruption at the primary PSAP. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.</p>			
Construction and Conveyance Tax	Fire		\$504,000
<p>This action increases the Parks Construction and Conveyance Tax (C&amp;C) revenue estimate by \$504,000 (from \$3.02 million to \$3.53 million) to account for higher than anticipated C&amp;C Tax revenue collections. The overall C&amp;C Tax revenue estimate is recommended to increase by \$6.0 million (from \$36.0 million to \$42.0 million) to reflect actual collection trends and continuing strong performance in the local real estate market. Further detail regarding the C&amp;C Tax receipts as well as a discussion of the housing statistics for the local real estate market can be found in Section II - Status of Selected Special and Capital Funds of this report.</p>			
Ending Fund Balance Adjustment	Fire	\$302,000	
<p>This action increases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Fuel Tank Replacement	Fire	\$40,000	
<p>This action increases the Fuel Tank Replacement appropriation by \$40,000 (from \$87,000 to \$127,000). The construction costs are higher than initially estimated for the replacement of the last remaining underground fuel tank located at Fire Station 22. Funding will enable the City to comply with the State and County of Santa Clara regulations regarding fuel tanks. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.</p>			
<b>Fire Construction and Conveyance Tax Fund (392) TOTAL</b>		<b>\$504,000</b>	<b>\$504,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>General Purpose Parking Capital Fund (559)</b>			
Capital Program and Public Works Department Support Service Costs	Public Works	\$20,000	
<p>This action increases the Capital Program and Public Works Department Support Costs appropriation by \$20,000 (from \$19,000 to \$39,000) to fund unanticipated Public Works staffing costs related to Parking Capital projects. A corresponding increase to the Transfer from the General Purpose Parking Fund is recommended in this report to offset this action.</p>			
Green Technologies and Innovation	Transportation	\$40,000	
<p>This action increases funding to the Green Technologies and Innovation appropriation by \$40,000 (from \$967,000 to \$1,007,000) for the installation of four electric vehicle charging stations in the Market/San Pedro Square Garage. Of the \$40,000 total project costs, \$14,000 is supported by a grant from the Santa Clara County Transportation Fund for Clean Air (TFCA). The remaining \$26,000 local match requirement is transferred from the General Purpose Parking Fund.</p>			
Revenue from Local Agencies	Transportation		\$14,000
<p>This action recognizes \$14,000 in grant funding from the Santa Clara County Transportation Fund for Clean Air (TFCA) to partially fund the installation of four electric vehicle charging stations in the Market/San Pedro Square Garage. The remaining \$26,000 local match requirement is recommended to be transferred from the General Purpose Parking Fund elsewhere in this report.</p>			
Transfers and Reimbursements (Transfer from General Purpose Parking Fund)	Transportation		\$46,000
<p>This action recognizes a transfer from the General Purpose Parking Fund in the amount of \$46,000, \$26,000 of which is transferred as a local match for the Electric Vehicle Charging Stations Grant (Green Technologies and Innovation) and \$20,000 is transferred to increase the Capital Program and Public Works Department Support Service Costs appropriation for associated staffing costs. Corresponding actions to transfer this funding from the General Purpose Parking Fund and to increase project funding are also recommended elsewhere in this report.</p>			
<b>General Purpose Parking Capital Fund (559) TOTAL</b>		<b>\$60,000</b>	<b>\$60,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Library Construction and Conveyance Tax Fund (393)</b>			
Construction & Conveyance Tax	Library		\$853,000
<p>This action increases the Library Construction and Conveyance Tax (C&amp;C) revenue estimate by \$853,000 (from \$5,119,000 to \$5,972,000) to account for higher than anticipated C&amp;C Tax revenue collections. The overall C&amp;C Tax revenue estimate is recommended to increase by \$6.0 million (from \$36.0 million to \$42.0 million) to reflect actual collection trends and continuing strong performance in the local real estate market. Further detail regarding the C&amp;C Tax receipts as well as a discussion of the housing statistics for the local real estate market can be found in Section II - Status of Selected Special and Capital Funds of this report.</p>			
Ending Fund Balance Adjustment	Library	\$853,000	
<p>This action increases the Ending Fund Balance to offset the action recommended in this report.</p>			
<b>Library Construction and Conveyance Tax Fund (393) TOTAL</b>		<b>\$853,000</b>	<b>\$853,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Major Collectors and Arterials Fund (421)</b>			
Developer Contributions	Transportation		\$24,332
<p>This action increases the estimated revenue from Developer Contributions by \$24,332 to reflect higher than anticipated revenue from developers in 2017-2018. A corresponding increase to the Ending Fund Balance is recommended in this report to offset this action.</p>			
Ending Fund Balance Adjustment	Transportation	\$24,332	
<p>This action increase the Ending Fund Balance to offset the actions recommended in this report.</p>			
<b>Major Collectors and Arterials Fund (421) TOTAL</b>		<b>\$24,332</b>	<b>\$24,332</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Park Yards Construction and Conveyance Tax Fund (398)</b>			
Construction and Conveyance Tax	Parks, Recreation and Neighborhood Services		\$72,000
<p>This action increases the Parks Construction and Conveyance Tax (C&amp;C) revenue estimate by \$72,000 (from \$432,000 to \$504,000) to account for higher than anticipated C&amp;C Tax revenue collections. The overall C&amp;C Tax revenue estimate is recommended to increase by \$6.0 million (from \$36.0 million to \$42.0 million) to reflect actual collection trends and continuing strong performance in the local real estate market. Further detail regarding the C&amp;C Tax receipts as well as a discussion of the housing statistics for the local real estate market can be found in Section II - Status of Selected Special and Capital Funds of this report.</p>			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$61,000	
<p>This action increases the Ending Fund Balance to offset the actions recommended in this report.</p>			
General Fund - Park Yards Operating and Maintenance Expenses	Parks, Recreation and Neighborhood Services	\$11,000	
<p>This action increases the Transfer to the General Fund by \$11,000 for operating and maintenance costs to account for higher than anticipated Construction and Conveyance Tax (C&amp;C) revenue collections. Per previous City Council direction, 15% of all the Parks C&amp;C Tax revenue may be transferred to the General Fund for operating and maintenance costs associated with the Parks, Recreation and Neighborhood Services Department.</p>			
<b>Park Yards Construction and Conveyance Tax Fund (398) TOTAL</b>		<b>\$72,000</b>	<b>\$72,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Parks Central C&amp;C Tax Fund (390)</b>			
Construction and Conveyance Tax	Parks, Recreation and Neighborhood Services		\$3,840,000
<p>This action increases the Parks Construction and Conveyance Tax (C&amp;C) revenue estimate by \$3.8 million (from \$23.0 million to \$26.8 million) to account for higher than anticipated C&amp;C Tax revenue collections. The overall C&amp;C Tax revenue estimate is recommended to increase by \$6.0 million (from \$36.0 million to \$42.0 million) to reflect actual collection trends and continuing strong performance in the local real estate market. Further detail regarding the C&amp;C Tax receipts as well as a discussion of the housing statistics for the local real estate market can be found in Section II - Status of Selected Special and Capital Funds of this report.</p>			
Transfer to the Council District 1 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$247,000	
<p>This action increases the Needs-Based Transfer to the Council District 1 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.</p>			
Transfer to the Council District 1 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
<p>This action increases the Special Needs Transfer to the Council District 1 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.</p>			
Transfer to the Council District 10 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$88,000	
<p>This action increases the Needs-Based Transfer to the Council District 10 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.</p>			
Transfer to the Council District 10 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
<p>This action increases the Special Needs Transfer to the Council District 10 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.</p>			
Transfer to the Council District 2 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$147,000	
<p>This action increases the Needs-Based Transfer to the Council District 2 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.</p>			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Parks Central C&amp;C Tax Fund (390)</b>			
Transfer to the Council District 2 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 2 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 3 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$102,000	
This action increases the Needs-Based Transfer to the Council District 3 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 3 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 3 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 4 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$98,000	
This action increases the Needs-Based Transfer to the Council District 4 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 4 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 4 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 5 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$229,000	
This action increases the Needs-Based Transfer to the Council District 5 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 5 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 5 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			



**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Parks Central C&amp;C Tax Fund (390)</b>			
Transfer to the Council District 6 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$216,000	
This action increases the Needs-Based Transfer to the Council District 6 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 6 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 6 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 7 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$261,000	
This action increases the Needs-Based Transfer to the Council District 7 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 7 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 7 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 8 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$165,000	
This action increases the Needs-Based Transfer to the Council District 8 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 8 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 8 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the Council District 9 C&C Tax Fund: Needs-Based Allocation	Parks, Recreation and Neighborhood Services	\$183,000	
This action increases the Needs-Based Transfer to the Council District 9 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Parks Central C&amp;C Tax Fund (390)</b>			
Transfer to the Council District 9 C&C Tax Fund: Special Needs	Parks, Recreation and Neighborhood Services	\$44,000	
This action increases the Special Needs Transfer to the Council District 9 Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
Transfer to the General Fund: Parks Eligible Maintenance Costs	Parks, Recreation and Neighborhood Services	\$576,000	
This action increases the transfer to the General Fund for operating and maintenance costs to account for higher than anticipated Construction and Conveyance Tax (C&C) revenue collections. Per previous City Council direction, 15% of all the Parks C&C Tax revenue may be transferred to the General Fund for operating and maintenance costs associated with the Parks, Recreation and Neighborhood Services Department.			
Transfer to the Parks City-Wide C&C Tax Fund	Parks, Recreation and Neighborhood Services	\$1,088,000	
This action increases the transfer allocation to the Parks City-Wide Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.			
<b>Parks Central C&amp;C Tax Fund (390) TOTAL</b>		<b>\$3,840,000</b>	<b>\$3,840,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Parks City-Wide C&amp;C Fund (391)</b>			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$930,000	
This action increases the Ending Fund Balance to offset the actions recommended in this report.			
Family Camp Capital Improvements Reserve	Parks, Recreation and Neighborhood Services	\$81,000	
This action increases the Family Camp Capital Improvements Reserve by \$81,000 (from \$231,000 to \$312,000). Beginning in 2012, a surcharge of \$20 per tent, per night has been collected to provide funding for future improvements at Family Camp. The fee revenue is collected in the Parks City-Wide Construction and Conveyance Tax Fund and allocated annually to the Family Camp Capital Improvements Reserve. In 2016-2017, \$81,000 was received from the surcharge, therefore, this action recommends allocating those funds to the Family Camp Capital Improvements Reserve. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.			
Happy Hollow Park and Zoo Equipment	Parks, Recreation and Neighborhood Services	\$27,000	
This action establishes the Happy Hollow Park and Zoo Equipment appropriation in the amount of \$27,000. This project provides funding to replace two refrigeration units that are roughly 20 years old and one autoclave that is 10 years old. The refrigeration units are used for storage and preparation of food for the animals at Happy Hollow Park and Zoo. The autoclave is used in the veterinarian unit for sterilization of equipment. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.			
Happy Hollow Park And Zoo Improvements	Parks, Recreation and Neighborhood Services	\$50,000	
This action increases the Happy Hollow Park and Zoo Improvements project by \$50,000 (from \$6,000 to \$56,000). Additional funding is required to install fencing around the grazing pen and night stalls that house the zoo's animals at the Happy Hollow Park and Zoo. Installation of the additional fencing will provide protection and safety for the zoo's animals, particularly during overnight hours. A corresponding decrease to the Parks City-Wide Construction and Conveyance Tax Fund Ending Fund Balance is recommended to offset this action.			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Parks City-Wide C&amp;C Fund (391)</b>			
Transfers and Reimbursements (Transfer in from C&C Tax Fund: Parks Purposes Central Fund)	Parks, Recreation and Neighborhood Services		\$1,088,000
<p>This action increases the Transfers and Reimbursements (transfer in from C&amp;C Tax Fund: Parks Purposes Central Fund) allocation from the Parks Central Construction and Conveyance Tax Fund to account for higher than anticipated Construction and Conveyance Tax revenue collections.</p>			
<b>Parks City-Wide C&amp;C Fund (391) TOTAL</b>		<b>\$1,088,000</b>	<b>\$1,088,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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**Sewer Service and Use Charge Capital Improvement Fund (545)**

Ending Fund Balance Adjustment	Public Works	\$(1,300,000)	
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This action decreases the Ending Fund Balance to offset the action recommended in this report.

Rincon Avenue – Virginia Avenue Sanitary Sewer Improvements	Public Works	\$1,300,000	
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This action increases the Rincon Avenue - Virginia Avenue Sanitary Sewer Improvements appropriation by \$1.3 million (from \$3.1 million to \$4.4 million) to address an increase in project scope of work, as a result of Master Plan analysis and input from the West Valley Sanitation District. More specifically, this funding will be used for additional linear footage to upsize the existing 8-inch sanitary sewer main to a 15-inch sanitary sewer main, the removal and replacement of 4-inch and 6-inch cast iron pipes with ductile iron pipe, and the removal and replacement of added sanitary sewer manholes. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.

**Sewer Service and Use Charge Capital Improvement Fund (545) TOTAL**

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**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Storm Sewer Capital Fund (469)</b>			
Green Infrastructure Improvements	Public Works	\$200,000	
<p>This action increases the Green Infrastructure Improvements appropriation by \$200,000 (from \$500,000 to \$700,000) to reflect capital costs associated with the current phase of the Baykeeper settlement analysis and planning. This funding will allow a consultant to develop a pollutant and hydrologic model that will be used to select green infrastructure project locations and calculate the associated pollutant reduction with implementation. In addition, the consultant will develop the City's Green Infrastructure Plan that will describe the programs and projects through which green infrastructure will be implemented and the methodology used to calculate pollutant reduction as it relates to regulatory water quality requirements. A corresponding increase to the Transfer from the Storm Sewer Operating Fund is recommended elsewhere in this report to offset this action.</p>			
Transfers and Reimbursements (Transfer from the Storm Sewer Operating Fund)	Environmental Services		\$200,000
<p>This action increases the Transfer from the Storm Sewer Operating Fund by \$200,000 (from \$13.0 million to \$13.2 million) to fund work associated with the current phase of the Baykeeper Settlement analysis and planning. This action offsets an increase to the Green Infrastructure Improvements appropriation recommended in this report.</p>			
<b>Storm Sewer Capital Fund (469) TOTAL</b>		<b>\$200,000</b>	<b>\$200,000</b>

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Subdivision Park Trust Fund (375)</b>			
Erikson Park Improvements	Parks, Recreation and Neighborhood Services	\$50,000	
<p>This action establishes the Erikson Park Improvements appropriation in the amount of \$50,000. This project provides funding to modify the masonry wall at Erickson Park to allow for the creation of five spot planting areas. The irrigation system serving these areas will need to be enhanced, including a new irrigation main line with automatic irrigation control valves and quick coupler valves in the five planting areas. A corresponding decrease to the Future PDO/PIO Projects Reserve is recommended in this report to offset this action.</p>			
Future PDO/PIO Projects Reserve	Parks, Recreation and Neighborhood Services	\$(240,000)	
<p>This action decreases the Future PDO/PIO Projects Reserve to offset the actions recommended in this report.</p>			
Los Paseos Park LED Lights	Parks, Recreation and Neighborhood Services	\$20,000	
<p>This action establishes the Los Paseos Park LED Lights project in the amount of \$20,000 in the Subdivision Park Trust Fund. This project provides funding for three additional solar light poles to be installed every 150 feet along Los Paseos Park's main walkway. Additional funding of \$25,000 is recommended in the Council District 2 C&amp;C Fund for this project. A corresponding decrease to the Future PDO/PIO Projects Reserve is recommended to offset this action.</p>			
Park Avenue Schematic Design	Parks, Recreation and Neighborhood Services	\$100,000	
<p>This action establishes the Park Avenue Schematic Design appropriation in the amount of \$100,000. This project provides funding for a schematic design for a future linear park in the median island area of Park Avenue from Market Street to Almaden Avenue. A corresponding decrease to the Future PDO/PIO Projects Reserve is recommended in this report to offset this action.</p>			
Rotary Playgarden Parking Lot Lift Station	Parks, Recreation and Neighborhood Services	\$50,000	
<p>This action establishes the Rotary Playgarden Parking Lot Lift Station project in the amount of \$50,000. This project provides funding to modify the drainage lift system from the Rotary Playgarden parking lot. The lift station flow from the sub-pump does not have a check valve and as a result, the pump is not working properly because it is unable to push all of the water out to the drop-inlet on Spring Street. The piping lets the water flow back into the lift station, which requires a check valve to address this issue. A corresponding decrease to the Future PDO/PIO Projects Reserve is recommended to offset this action.</p>			

**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<b>Subdivision Park Trust Fund (375)</b>			
Transfers and Reimbursements (Transfer from Council District 7 C&C Tax Fund) (Richardson Park Design, Review and Inspection)	Parks, Recreation and Neighborhood Services		\$80,000
<p>This action establishes a Transfer from Council District 7 C&amp;C Tax Fund in the amount of \$80,000 to properly account for the project costs and revenues associated with the Richardson Park project between the Subdivision Park Trust Fund and the Council District 7 C&amp;C Tax Fund. An invoice was issued to the project's developer for costs associated with the Richardson Park Design Review and Inspection project in 2016-2017 for \$182,000 and this amount was accrued to 2016-2017 based on the assumption that it would be paid in full. However, the developer disputed the invoice calculations. Eventually all parties agreed to amend the Parkland Agreement with a new agreed upon amount of \$102,000. This action is required to offset the \$80,000 in revenue that was overstated in 2016-2017 and will be reduced in 2017-2018. A corresponding increase to the Future PDO/PIO Projects Reserve is recommended in this report.</p>			
Willow Glen Community Center Improvements	Parks, Recreation and Neighborhood Services	\$100,000	
<p>This action increases the Willow Glen Community Center Improvements appropriation by \$100,000 (from \$104,000 to \$204,000). The original project scope included funding to replace the existing windows in the main building with new double pane windows. However, the project scope did not include the replacement of window blinds and other window dressings. Additional funding is required to replace the window blinds and other window dressings. A corresponding decrease to the Future PDO/PIO Projects Reserve is recommended in this report to offset this action.</p>			
<b>Subdivision Park Trust Fund (375) TOTAL</b>		<b>\$80,000</b>	<b>\$80,000</b>



**Capital Funds Recommended Budget Adjustments Summary  
2017-2018 Mid-Year Budget Review**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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**Water Utility Capital Fund (500)**

Ending Fund Balance Adjustment	Environmental Services	\$(700,000)	
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This action decreases the Ending Fund Balance to offset the action recommended in this report.

Gumdrop Drive Main Replacement	Environmental Services	\$700,000	
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This action increases the Gumdrop Drive Main Replacement appropriation by \$700,000 (from \$1.0 million to \$1.7 million) to reflect higher than estimated bids from RFP respondents. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.

**Water Utility Capital Fund (500) TOTAL**

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