

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Airport Renewal and Replacement Fund (527)			
Southeast Ramp Reconstruction	Airport	\$2,000	
<p>This action reestablishes the Southeast Ramp Reconstruction project in the amount of \$2,000 to account for minor closeout costs to complete this project. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.</p>			
Network Replacement	Airport	\$233,000	
<p>This action increases the Network Replacement project by \$233,000 (from \$3,707,000 to \$3,940,000). These funds will be used to accelerate the project's completion from four years to two years, thereby creating overall project efficiency with the implementation of the new technological enhancements. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.</p>			
Interim Terminal Facility - Six Gates (Reallocation to the Airport Revenue Bond Improvement Fund)	Airport	\$(58,000,000)	
<p>This action eliminates the Interim Terminal Facility - Six Gates project in the amount of \$58.0 million. As included in the 2018-2019 City Manager's Budget Addendum #29 as approved by City Council, an increase to the transfer from the Airport Revenue Fund to the Airport Surplus Revenue Fund and corresponding transfer to the Airport Renewal and Replacement Fund were included in the Airport's 2019-2023 Capital Improvement Program to fund the Interim Terminal Facility - Six Gates project, which supports the addition of six new gates at the south end of the Airport's Terminal B. Establishing this temporary funding mechanism was necessary until the Airport Commercial Paper (CP) Program became available to fund the Interim Terminal Facility. The Airport CP Program, approved by City Council on August 28, 2018, provided alternate funding for the addition of the six new gates in the Airport Revenue Bond Improvement Fund. Therefore, this action eliminates the project in the Airport Renewal and Replacement Fund. Corresponding adjustments in the Airport Surplus Revenue Fund, Airport Revenue Fund, Airport Revenue Bond Improvement Fund, and in this fund are recommended elsewhere in this report.</p>			
Ending Fund Balance Adjustment	Airport	\$(235,000)	
Transfer from Airport Surplus Revenue Fund			\$(58,000,000)
<p>This action reduces the Transfer from the Airport Surplus Revenue Fund by \$58.0 million. As included in the 2018-2019 City Manager's Budget Addendum #29 as approved by City Council, an increase to the transfer from the Airport Revenue Fund to the Airport Surplus Revenue Fund and corresponding transfer to the Airport Renewal and Replacement Fund were included in the Airport's 2019-2023 Capital Improvement Program to fund the Interim Terminal Facility - Six Gates project, which supports the addition of six new gates at the south end of the Airport's Terminal B. Establishing this temporary funding mechanism was necessary until the Airport Commercial Paper (CP) Program became available to fund the Interim Terminal Facility. The Airport CP Program, approved by City Council on August 28, 2018, provided alternate funding for the addition of the six new gates in the Airport Revenue Bond Improvement Fund. Therefore, this action reduces the Transfer from the Airport Surplus Revenue Fund. Corresponding adjustments in the Airport Surplus Revenue Fund, Airport Revenue Fund, Airport Revenue Bond Improvement Fund, and in this fund are recommended elsewhere in this report.</p>			
Airport Renewal and Replacement Fund (527) TOTAL		\$(58,000,000)	\$(58,000,000)

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

Action	<u>Department</u>	<u>Use</u>	<u>Source</u>
--------	-------------------	------------	---------------

Airport Capital Improvement Fund (520)

Airfield Geometric Implementation	Airport	\$(2,000,000)	
-----------------------------------	---------	---------------	--

This action decreases the Airfield Geometric Implementation project in the amount of \$2.0 million, from \$6,044,000 to \$4,044,000, to more accurately reflect the project's anticipated timing. This project's progression is contingent upon the completion of the Airfield Geometric Study and review of the study's findings by the Federal Aviation Administration (FAA). Recommendations from the geometric study have not yet been approved by the FAA. The Airfield Geometric Implementation project will design and construct improvements to airfield geometry to maximize safety and compliance with FAA regulations and design standards. This project is contingent upon the timing and availability of FAA grant funding.

Ending Fund Balance Adjustment	Airport	\$2,000,000	
--------------------------------	---------	-------------	--

This action increases the Ending Fund Balance to offset the action recommended in this report.

Airport Capital Improvement Fund (520) TOTAL

Airport Revenue Bond Improvement Fund (526)

Perimeter Fence Line Upgrades	Airport	\$241,000	
-------------------------------	---------	-----------	--

This action re-establishes the Perimeter Fence Line Upgrades project in the Airport Revenue Bond Improvement Fund in the amount of \$241,000. A portion of this project's total funding was allocated from a Federal Aviation Administration (FAA) Airport Improvement Program grant award. However, it was later determined that this portion of project costs were ineligible for FAA reimbursements. This action allocates that portion of funding to the Airport Revenue Bond Improvement Fund where project costs have been determined bond eligible. This project funds fence line improvements around the perimeter of the airport to enhance security and deter unauthorized access to the facilities. An offsetting adjustment to the Ending Fund Balance is recommended elsewhere in this report.

Interim Terminal Facility - Six Gates (Reallocation from the Airport Renewal and Replacement Fund)	Airport	\$58,000,000	
--	---------	--------------	--

This action establishes the Interim Terminal Facility - Six Gates project in the amount of \$58.0 million. This project, previously titled Interim Terminal Facility - Four Gates, will add six new gates at the south end of the Airport's Terminal B. Passenger activity has experienced marked growth over the last few years, increasing demands on the facility. Passenger levels are expected to reach 14.2 million in 2019, levels not seen since the peak in 2011. These new gates are planned to open in the summer of 2019. Corresponding adjustments in the Airport Revenue Fund, the Airport Surplus Revenue Fund, the Airport Renewal and Replacement Fund, and in this fund are recommended elsewhere in this report.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Airport Revenue Bond Improvement Fund (526)			
Terminal Area Improvement Phase I	Airport	\$358,000	
<p>This action re-establishes the Terminal Area Improvement Phase 1 project in the Airport Revenue Bond Improvement Fund in the amount of \$358,000, allocating prior year savings from a number of completed bond-funded projects in the Airport Revenue Bond Improvement Fund. This project funds terminal area zone projects including construction of Terminal B, roadway improvements, landscaping, signage, and improvements to Terminal A. An offsetting adjustment to the Ending Fund Balance is recommended elsewhere in this report.</p>			
Terminal B Gates 29 & 30	Airport	\$35,000	
<p>This action re-establishes the Terminal B Gates 29 & 30 project in the Airport Revenue Bond Improvement Fund in the amount of \$35,000, allocating prior year savings from a number of completed bond-funded projects in the Airport Revenue Bond Improvement Fund. This project funds the addition of two new gate systems to the south end of Terminal B. An offsetting adjustment to the Ending Fund Balance is recommended elsewhere in this report.</p>			
Ending Fund Balance Adjustment	Airport	\$(634,000)	
<p>This action decreases the Ending Fund Balance to offset the actions included elsewhere in this report.</p>			
Financing Proceeds (Commercial Paper)	Airport		\$58,000,000
<p>This action establishes an estimate for Financing Proceeds in the amount of \$58.0 million. On August 28, 2018, City Council approved the Airport Commercial Paper Letter of Credit Substitution (Commercial Paper Program). This allocation will become the funding source for the Airport's new Interim Terminal Facility - Six Gates project, which adds six new gates at the south end of the Airport's Terminal B. Passenger activity has experienced marked growth over the last few years, increasing demands on the facility. Passenger levels are expected to reach 14.2 million in 2019; levels not seen since the peak in 2001. These new gates are planned to open in the summer of 2019. Corresponding adjustments in the Airport Surplus Revenue Fund, Airport Revenue Fund, Airport Renewal and Replacement Fund, and in this fund are recommended elsewhere in this report.</p>			
Airport Revenue Bond Improvement Fund (526) TOTAL		\$58,000,000	\$58,000,000

Branch Libraries Bond Projects Fund (472)

Branch Efficiency Projects	Library	\$300,000	
----------------------------	---------	-----------	--

This action increases the Branch Efficiency Projects appropriation by \$300,000 to fund various capital projects that will improve workflow efficiency, reduce energy costs, and reduce maintenance costs at various branch libraries. A corresponding decreases to the Ending Fund Balance to offset this action is recommended in this report.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Branch Libraries Bond Projects Fund (472)			
Ending Fund Balance Adjustment	Library	\$(300,000)	

This action decreases the Ending Fund Balance to offset the action recommended in this report.

Branch Libraries Bond Projects Fund (472) TOTAL

Convention and Cultural Affairs Capital Fund (560)

South Hall Site Acquisition Debt Service	Finance	\$(1,750,000)	
--	---------	---------------	--

This action eliminates the debt service appropriation for the annual interest payments and Commercial Paper issuance expenses associated with the acquisition of the South Hall Site, as approved by the City Council on August 14, 2018. A corresponding increase to the debt service appropriation in the Convention Center Facility District Revenue Fund is recommended to reflect the shift of debt service costs to that fund from the Convention and Cultural Affairs Capital Fund. With the accelerated payoff of other Commercial Paper debt associated with previous Convention Center expansion projects described elsewhere, there are sufficient resources within the Convention Center Facility District Revenue Fund to cover interest-only debt service payments over the next several years while the City considers a permanent financing and site development plan, thereby increasing resources in the Convention and Cultural Affairs Capital Fund for any critical infrastructure improvements.

Preliminary Engineering - Cultural Facilities	Public Works	\$100,000	
---	--------------	-----------	--

This action establishes the Preliminary Engineering - Cultural Facilities appropriation to the Public Works Department, in the amount of \$100,000, to support personnel costs incurred for the planning, evaluation, and development of capital projects for City of San Jose cultural facilities in advance of project-specific funding. A corresponding adjustment to Ending Fund Balance is recommended elsewhere in this report to offset this action.

Rehabilitation / Repair - Electrical	Office of Economic Development	\$340,000	
--------------------------------------	--------------------------------	-----------	--

This action increases funding for Rehabilitation / Repair - Electrical projects by \$340,000, from \$1,225,000 to \$1,565,000, to replace redundant audio cores and 112 speakers in the San Jose McEnery Convention Center which have exceeded their useful lives (\$201,000), replace 45 touch screen monitors providing digital signage across multiple venues (\$100,000), to complete the previously authorized phone system upgrade and provide sets for new employees (\$20,000), and to replace wireless microphone systems in the California Theatre (\$19,000). A corresponding adjustment to Ending Fund Balance is recommended elsewhere in this report to offset this action.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Convention and Cultural Affairs Capital Fund (560)			
Rehabilitation / Repair - Mechanical	Office of Economic Development	\$90,000	
This action increases funding for Rehabilitation / Repair - Mechanical projects by \$90,000, from \$1,613,000 to \$1,703,000, to replace an obsolete portable wheel chair lift (\$40,000) and to replace seven sets of Exhibit Hall doors in the San José McEnery Convention Center that have integrated smoke detectors (\$50,000), testing the replacements with monitoring systems. A corresponding adjustment to Ending Fund Balance is recommended elsewhere in this report to offset this action.			
Rehabilitation / Repair - Miscellaneous	Office of Economic Development	\$22,000	
This action increases funding for Rehabilitation / Repair - Miscellaneous projects by \$22,000, from \$165,000 to \$187,000, to replace obsolete washers and dryers that support activities at multiple venues (\$12,000), and to replace stage and pony wall curtains at the Montgomery Theater which have exceeded their useful lives (\$10,000). A corresponding adjustment to Ending Fund Balance is recommended elsewhere in this report to offset this action.			
Rehabilitation / Repair - Structures	Office of Economic Development	\$25,000	
This action increases funding for Rehabilitation / Repair - Structures projects by \$25,000, from \$605,000 to \$630,000, for higher than anticipated costs to replace structural side arms for lighting fixtures at the Center for the Performing Arts. A corresponding adjustment to Ending Fund Balance is recommended elsewhere in this report to offset this action.			
Capital Reserve	Office of Economic Development	\$2,500,000	
This action reserves \$2.5 million for future improvements to cultural facilities owned and maintained by the City of San José and Team San Jose. A corresponding adjustment to Ending Fund Balance is included elsewhere in this report to offset this action.			
Ending Fund Balance Adjustment	Office of Economic Development	\$(1,327,000)	
This action decreases the Ending Fund Balance to offset the actions recommended in this report.			
Convention and Cultural Affairs Capital Fund (560) TOTAL			
<hr/>			
Convention Center Facilities District Capital Fund (798)			
Convention Center Concourse Column Covers	Public Works	\$400,000	
This action provides \$400,000 to support the installation of protective, and more visually appealing, stainless steel diamond plate covers for the 21 remaining concrete columns in the San José McEnery Convention Center that have not been addressed through prior authorized projects. Corresponding actions to increase the transfer from the Convention Center Facilities District Revenue Fund and recognize the corresponding revenue are recommended elsewhere in this report.			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Convention Center Facilities District Capital Fund (798)			
Convention Center Elevator Upgrades	Public Works	\$128,000	
<p>This action provides \$128,000 in funding to accommodate additional costs for fire, life and safety upgrades that were not originally anticipated as part of the initial project scope to upgrade Convention Center elevators. A corresponding adjustment to the Ending Fund Balance is recommended elsewhere in this report to offset this action.</p>			
Ending Fund Balance Adjustment	Office of Economic Development	\$(128,000)	
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Transfers and Reimbursements (Transfer from the Convention Center Facility District Revenue Fund)	Office of Economic Development		\$400,000
<p>This action increases the revenue estimate from Transfers and Reimbursements by \$400,000, from \$2.1 million to \$2.5 million, to reflect additional transfers from the Convention Center Facilities District Revenue Fund to support the installation of protective covers for the 21 remaining concrete columns in the San José McEnery Convention Center that have not been addressed through prior authorized projects. Corresponding actions to transfer these funds from the Convention Center Facilities District Revenue Fund and allocate funds for the Convention Center Concourse Column Covers project are recommended elsewhere in this report.</p>			
Convention Center Facilities District Capital Fund (798) TOTAL		\$400,000	\$400,000
General Purpose Parking Capital Fund (559)			
Revenue Control and Meter Upgrades	Transportation	\$875,000	
<p>This action increases the Revenue Control and Meter Upgrades appropriation by \$875,000, from \$2.6 million to \$3.5 million, to provide for system enhancements that have been added to the scope of the Parking Access Revenue Control System project, primarily a new command center that will centralize information for all parking facilities and enable quicker response times to operational issues. A corresponding decrease to the Parking Capital Development Reserve is also recommended in this report to offset this action.</p>			
Parking Capital Development Reserve	Transportation	\$(875,000)	
<p>This action decreases the Parking Capital Development Reserve in the amount of \$875,000, from \$3.0 million to \$2.1 million, to offset the recommended increase to the Parking Access Revenue Control System appropriation as recommended in this report.</p>			
General Purpose Parking Capital Fund (559) TOTAL		\$0	\$0

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Parks and Recreation Bond Projects Fund (471)			
Parks and Recreation Bond Projects Contingency Reserve	Parks, Recreation and Neighborhood Services	\$(340,000)	
<p>This action decreases the Parks and Recreation Bond Projects Contingency Reserve in the Parks and Recreation Bond Projects Fund in the amount of \$340,000. This allocation provides funding for the remaining bond-funded projects (softball and soccer complexes), should they exceed budgeted levels due to higher than anticipated costs or scope changes. With the Arcadia Softball Complex scheduled to complete in spring 2019, this funding can be reallocated to the Soccer Facility Reserve as recommended in this report.</p>			
Soccer Facility Reserve	Parks, Recreation and Neighborhood Services	\$340,000	
<p>This action renames the Guadalupe Gardens Soccer Facility Reserve in the Parks and Maintenance Bond Projects Fund to the Soccer Facility Reserve and increases funding by \$340,000, from \$14,276,365 to \$14,616,365. This reserve provides funding for the future construction of a regional soccer facility. Once completed the soccer facility will consist of multiple soccer fields with night use lighting, concession and restroom buildings, and a parking lot. A corresponding decrease to the Parks and Recreation Bond Projects Contingency Reserve to offset this action is recommended in this report.</p>			
Parks and Recreation Bond Projects Fund (471) TOTAL			
<hr/>			
Council District 10 Construction and Conveyance Tax Fund (389)			
Waterford Park Park Improvement	Parks, Recreation and Neighborhood Services	\$150,000	
<p>This action increases the Waterford Park Improvements appropriation in the amount of \$150,000, from \$339,000 to \$489,000. The project scope includes water efficient irrigation system upgrades, renovating the landscaping, replacing park furniture, repairing and repainting exercise equipment, renovating the playground, and other minor improvements. This augmentation will ensure adequate funding is programmed to complete the project. A corresponding decrease to the Ending Funding Balance to offset this action is recommended in this report.</p>			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$(150,000)	
<p>This decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Council District 10 Construction and Conveyance Tax Fund (389) TOTAL			
<hr/>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Council District 2 Construction and Conveyance Tax Fund (378)			
Metcalf Park	Parks, Recreation and Neighborhood Services	\$(48,000)	
This action eliminates the remaining \$48,000 allocated to the Metcalf Park project. Given the remaining limited funding, this project is no longer viable. These resources are instead recommended for reallocation to the Metcalf Park Perimeter Fencing project as described elsewhere in this report.			
Metcalf Park Perimeter Fencing	Parks, Recreation and Neighborhood Services	\$48,000	
This action establishes the Metcalf Park Perimeter Fencing appropriation in amount of \$48,000 in the Counstruction Tax and Property Conveyance Tax Fund: Parks Purposes Council District #2 to support an increased scope to include shade at the park (this project is also funded in the Subdivison Park Trust in the amount of \$45,000). This project provides funding for improvements at Metcalf Park, which should deter wild pigs from entering and damaging the turf of the park. A corresponding decrease to the Metcalf Park appropriation to offset this action is recommended in this report.			
Council District 2 Construction and Conveyance Tax Fund (378) TOTAL			<hr/>
Council District 3 Construction and Conveyance Tax Fund (380)			
Forestdale Tot Lot Renovation	Parks, Recreation and Neighborhood Services	\$18,000	
This action increases the Forestdale Tot Lot Renovation appropriation by \$18,000 (from \$30,000 to \$48,000) for the installation of new resilient rubber surfacing at this playlot. During the demolition and excavation of the existing drainage structures at the site, it was determined that all resilient surfacing needed to be replaced. A corresponding decrease to the Ending Fund Balance is recommended to offset this action recommended in this report.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$(18,000)	
This action decreases the Ending Fund Balance to offset the action recommended in this report.			
Council District 3 Construction and Conveyance Tax Fund (380) TOTAL			<hr/>
Council District 4 Construction and Conveyance Tax Fund (381)			
Noble Modular Neighborhood Center Improvements	Parks, Recreation and Neighborhood Services	\$20,000	
This action increases the Noble Modular Neighborhood Center Improvement appropriation by \$20,000 (from \$50,000 to \$70,000) for the installation of flooring and restroom improvements at the Modular Neighborhood Center. During the course of the project, significant mold was found under the modular structure. As a result, additional funding is needed for mold abatement at the Noble Modular Neighborhood Center. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.			

**Capital Funds Recommended Budget Adjustments Summary
2017-2018 Annual Report**

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Council District 4 Construction and Conveyance Tax Fund (381)			
Ending Fund Balance Reconciliation	Parks, Recreation and Neighborhood Services	\$(20,000)	
This action decreases the Ending Fund Balance to offset the action recommended in this report.			
<hr/>			
Council District 4 Construction and Conveyance Tax Fund (381) TOTAL			
Council District 7 Construction and Conveyance Tax Fund (385)			
TRAIL: Coyote Creek - Story Road Intersection and Trail Enhancements	Parks, Recreation and Neighborhood Services	\$309,000	
This action establishes the TRAIL: Coyote Creek (Story Road Intersection and Trail Enhancements) appropriation in the amount of \$309,000. This funding will support modifying the traffic signal on Story Road and Remillard Court to support pedestrian and bicycle travel. Corresponding decreases to the Ending Fund Balance and the Bellevue Park Improvements project to offset this action are recommended in this report.			
Bellevue Park Improvements	Parks, Recreation and Neighborhood Services	\$(30,000)	
This action eliminates the Bellevue Park Improvements appropriation of \$30,000 as the project was completed in 2017-2018. This funding is recommended for reallocation to the TRAIL: Coyote Creek Story Road Intersection and Trail Enhancements project as described elsewhere in this project.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$(279,000)	
This action decreases the Ending Fund Balance to offset the action recommended in this report.			
<hr/>			
Council District 7 Construction and Conveyance Tax Fund (385) TOTAL			
Council District 8 Construction and Conveyance Tax Fund (386)			
TRAIL: Thompson Creek (Quimby Rd - Aborn Ct) Reserve	Parks, Recreation and Neighborhood Services	\$106,000	
This action establishes the TRAIL: Thompson Creek (Quimby Rd - Aborn Ct) Reserve in the Construction and Conveyance Tax Fund: Parks Purposes Council District 8 in the amount of \$106,000. This project will provide funding to support the future construction of the trail along Thompson Creek from Quimby Road to Aborn Court. A corresponding decrease to the Ending Fund Balance is recommended in this report.			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$(106,000)	
This action decreases the Ending Fund Balance to offset the action recommended in this report.			
<hr/>			
Council District 8 Construction and Conveyance Tax Fund (386) TOTAL			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Parks City-Wide Construction and Conveyance Tax Fund (391)			
2017 Flood - Alum Rock Park Mineral Springs Bridge Embankment	Parks, Recreation and Neighborhood Services	\$209,000	
<p>This action increases the 2017 Flood - Alum Rock Park Mineral Springs Bridge Embankment appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$209,000, from \$589,000 to \$798,000. This project provides funding for necessary embankment repairs in Alum Rock that sustained damage during February 2017 winter storms. With a more refined cost estimate, additional funding for the project is required. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			
2017 Flood - Alum Rock Park Mineral Springs Restrooms	Parks, Recreation and Neighborhood Services	\$5,000	
<p>This action increases the 2017 Flood - Alum Rock Park Mineral Springs Restrooms appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$5,000, from \$189,000 to \$194,000. The Mineral Springs Restrooms sustained damage due to a significant mudslide and large boulders that came down the hillside due to heavy rains in February 2017. Additional funding is required to perform the geotechnical investigation of the hillside behind restrooms. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			
2017 Flood - Alum Rock Park Service Road Repairs and Reconstruction	Parks, Recreation and Neighborhood Services	\$(476,000)	
<p>This action decreases the 2017 Flood - Alum Rock Park Service Road Repairs and Reconstruction appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$476,000, from \$3,260,000 to \$2,784,000. With a more refined cost estimate, anticipated savings in this project are recommended for reallocation to other Flood projects. Offsetting increases to other Flood Projects, resulting in a net-zero impact, are recommended in this report.</p>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Parks City-Wide Construction and Conveyance Tax Fund (391)			
2017 Flood - Alum Rock Park Trestle Repair	Parks, Recreation and Neighborhood Services	\$(319,000)	
<p>This action decreases the 2017 Flood - Alum Rock Park Trestle Repair appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$319,000, from \$2,124,000 to \$1,805,000. With a more refined cost estimate, anticipated savings in this project are recommended for reallocation to other Flood projects. Offsetting increases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			
2017 Flood - Alum Rock Park Visitors Center	Parks, Recreation and Neighborhood Services	\$47,000	
<p>This action increases the 2017 Flood - Alum Rock Park Visitors Center appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$47,000, from \$161,000 to \$208,000. This project provides funding for necessary repairs to several facilities in the Alum Rock area and along the Coyote Creek corridor caused by the February 2017 winter storms. Additional funding is required to install electrical panels and to relocate the pull box. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			
2017 Flood - Family Camp Playground Shade Structure, Retaining Wall and Slope Stabilization	Parks, Recreation and Neighborhood Services	\$200,000	
<p>This action increases the 2017 Flood - Family Camp Playground Shade Structure and Retaining Wall appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$200,000, from \$661,000 to \$861,000. This project provides funding for necessary repairs to the facilities at Family Camp that sustained damage during February 2017 winter storms. With a more refined cost estimate, additional funding for the project is required. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			
2017 Flood - Japanese Friendship Garden Koi Pond and Koi Pump House	Parks, Recreation and Neighborhood Services	\$230,000	
<p>This action increases the 2017 Flood - Japanese Friendship Garden Koi Pond & Koi Pump House appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$230,000, from \$1,451,000 to \$1,681,000. This project provides funding for necessary repairs to the Koi pump house that sustained damage during the February 2017 winter storms. With a more refined cost estimate, additional funding for the project is required. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Parks City-Wide Construction and Conveyance Tax Fund (391)			
2017 Flood - Japanese Friendship Garden Tea House	Parks, Recreation and Neighborhood Services	\$(242,000)	
<p>This action decreases the 2017 Flood - Japanese Friendship Garden Tea House in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$242,000, from \$2,165,000 to \$1,923,000. This project provides funding for necessary repairs to the Japanese Friendship Garden Tea House that sustained damage during the February 2017 winter storms. With a more refined cost estimate, anticipated savings in this project are recommended for reallocation to other Flood projects. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report</p>			
2017 Flood - Kelley Park Outfall	Parks, Recreation and Neighborhood Services	\$346,000	
<p>This action increases the 2017 Flood - Kelley Park Outfall appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$346,000, from \$1,223,000 to \$1,569,000. This project provides funding for necessary repairs to the outfall at Kelley Park that sustained damage during the February 2017 winter storms. With a more refined cost estimate, additional funding for the project is required. Offsetting decreases to other Flood projects, resulting in a net-zero impact, are recommended in this report.</p>			
Alum Rock Park Bridge Repair	Parks, Recreation and Neighborhood Services	\$(322,000)	
<p>This action eliminates the Alum Rock Park Bridge Repair appropriation of \$322,000. Due to increased cost of the project scope, this project had been placed on hold. These funds are recommended to be reallocated to other high priority projects, as described elsewhere in this report.</p>			
Arcadia Softball Facility Fixtures, Furnishings and Equipment	Parks, Recreation and Neighborhood Services	\$260,000	
<p>This action increases the Arcadia Softball Facility Fixtures, Furnishing, and Equipment appropriation by \$260,000, from \$420,000 to \$680,000, to implement technology systems for the opening of Arcadia Ballpark anticipated in spring 2019. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.</p>			
Happy Hollow Park and Zoo Lower Zoo Master Plan and Design	Parks, Recreation and Neighborhood Services	\$14,000	
<p>This action increases the Happy Hollow Park and Zoo Lower Zoo Master Plan and Design appropriation in the Construction and Conveyance Tax Fund: City-Wide Parks Purposes in the amount of \$14,000, from \$15,000 to \$29,000. Project elements include re-design of the upper area play station, design of two night houses, and master planning efforts related to expanding the lower zoo into a portion of Kelley Park. Additional funding will support the increased scope of the project, which included California Environment Quality Act review. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.</p>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Parks City-Wide Construction and Conveyance Tax Fund (391)			
Happy Hollow Park and Zoo Security Improvements	Parks, Recreation and Neighborhood Services	\$259,000	
<p>This action increases the Happy Hollow Park and Zoo Security Improvements appropriation by \$259,000, from \$65,000 to \$324,000. This funding will support upgrading all existing cameras with high resolution and night vision and installation of a dig proof barrier. The analog DVR, associated hardware, and cables will be replaced with a network video recorder. Seven wireless remote self-powered cameras will send direct messages with a live feed when triggered by motion, allowing staff real-time information for a rapid response. The additional funding also allows for the installation of a security fence around the perimeter of the park with a dig proof barrier in accordance with the Association of Zoos and Aquariums (AZA) accreditation guidelines and other minor related improvements. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.</p>			
Family Camp Capital Improvements Reserve	Parks, Recreation and Neighborhood Services	\$82,000	
<p>This action increases the Family Camp Capital Improvements Reserve in the amount of \$82,000. This funding was collected in 2017-2018 from the surcharge on Family Camp reservations. This reserve provides partial funding for the future implementation of improvements identified in the Family Camp Master Plan. Beginning in 2012, a surcharge of \$20 per tent, per night has been collected to provide funding for future improvements at Family Camp. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.</p>			
Ending Fund Balance Adjustment	Parks, Recreation and Neighborhood Services	\$(293,000)	
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Parks City-Wide Construction and Conveyance Tax Fund (391) TOTAL		<hr/>	
Subdivision Park Trust Fund (375)			
Willow Glen Community Center Improvements	Parks, Recreation and Neighborhood Services	\$100,000	
<p>This action increases the Willow Glen Community Center Improvements appropriation in the Subdivision Park Trust Fund in the amount of \$100,000 (from \$30,000 to \$130,000) to support the increased project scope. This project provides funding to repair and replace the air conditioning and heating controls as well as install double pane windows in the main building at the community center. This additional funding will support the increased project cost and scope expansion, which includes case, trim, caulking, and painting interior windows. A corresponding decrease to the Willow Glen Community Center Plumbing Improvements appropriation is recommended elsewhere in this report to offset this action.</p>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Subdivision Park Trust Fund (375)			
Willow Glen Community Center Plumbing Improvements	Parks, Recreation and Neighborhood Services	\$(100,000)	
<p>This action decreases the Willow Glen Community Center Plumbing Improvements appropriation in the Subdivision Park Trust Fund in the amount of \$100,000 (from \$150,000 to \$50,000). This appropriation provides funding for the improvements to the existing plumbing system at the Willow Glen Community Center. This project has completed with a savings of \$100,000 that is recommended for reallocation to the Willow Glen Community Center Improvements project to support the enhancement to the community center patrons' comfort level regarding indoor temperature and to reduce energy costs. A corresponding increase to the Willow Glen Community Center Improvements appropriation to offset this action is recommended in this report.</p>			
Preliminary Studies - Turnkey Parks	Parks, Recreation and Neighborhood Services	\$50,000	
<p>This action re-establishes the Preliminary Studies - Turnkey Parks appropriation in the Subdivision Park Trust Fund in the amount of \$50,000 in 2018-2019 that should have been included in the 2018-2019 Adopted Capital Budget. This project provides ongoing funding for Public Works Department staff to research and provide design review, cost estimating, and related activities prior to implementation of turnkey projects. A corresponding decrease the Future PDO/PIO Projects Reserve to offset the action recommended in this report.</p>			
St. James Park Phase I Design	Parks, Recreation and Neighborhood Services	\$25,000	
<p>This action increases the St. James Park Phase I Design appropriation in the Subdivision Park Trust Fund by \$25,000 (from \$30,000 to \$55,000). Project elements include completion of the project scope, conducting a community input process, completing final design, and preparation of phased construction documents. Additional funds are necessary to produce California Environmental Quality Act-related technical reports and consultant costs. A corresponding decrease to the St. James Park Phase I Reserve is recommended in this report to offset this action.</p>			
Future PDO/PIO Projects Reserve	Parks, Recreation and Neighborhood Services	\$(619,000)	
<p>This action decreases the Future PDO/PIO Projects Reserve offset the actions recommended in this report.</p>			
Pueblo De Dios Reserve	Parks, Recreation and Neighborhood Services	\$15,000	
<p>This action increases the Pueblo de Dios Development Reserve appropriation in the Subdivision Park Trust Fund by \$15,000, from \$5,262,000 to \$5,277,000. This project provides funding for future development of a master plan, design and construction documents for the new Pueblo de Dios neighborhood park located at 3257 Payne Ave. in Council District 1. Project elements include playground, picnic area, open space, active areas, passive areas, community gardens, planting material, seating shade structure, and other site amenities. A corresponding decrease to the Future PDO/PIO Projects Reserve to offset this action is recommended in this report.</p>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Subdivision Park Trust Fund (375)			
St. James Park Phase I Reserve	Parks, Recreation and Neighborhood Services	\$(25,000)	
<p>This action decreases the St. James Park Phase I Reserve in the Subdivision Park Trust Fund in the amount of \$25,000, from \$4,206,000 to \$4,181,000. A corresponding increase to the St. James Park Phase I Design appropriation is recommended in this report to offset this action.</p>			
TRAIL: Thompson Creek (Quimby Rd-Aborn Ct) Reserve	Parks, Recreation and Neighborhood Services	\$554,000	
<p>This action establishes the TRAIL: Thompson Creek (Quimby Rd - Aborn Ct) Reserve appropriation in the Subdivision Park Trust Fund in the amount of \$554,000. This allocation sets aside funding to support the future construction of a paved trail along Thompson Creek from Quimby Road to Aborn Court. A corresponding decrease the Future PDO/PIO Projects Reserve to offset this action is recommended in this report.</p>			
Subdivision Park Trust Fund (375) TOTAL		<hr/>	
Sewer Service and Use Charge Capital Improvement Fund (545)			
Ending Fund Balance Adjustment	Public Works	\$309,000	
<p>This action increases the Ending Fund Balance of the Sewer Service and Use Charge Fund to offset the action recommended in this report.</p>			
Transfers and Reimbursements (Transfer from City Hall Debt Service Fund)	Public Works		\$309,000
<p>This action increases the revenue estimate for Transfers and Reimbursements by \$309,000, from \$32,000,000 to \$32,309,000. A reconciliation of 2017-2018 transactions revealed that the transfer from the Sewer Service and Use Charge Fund to the City Hall Debt Service Fund for its share of the debt service related to the construction of City Hall was over-allocated by \$309,000. This recommended action reimburses the Sewer Service and Use Charge Fund to correct for this error and is offset by an increase to the Ending Fund Balance.</p>			
Sewer Service and Use Charge Capital Improvement Fund (545) TOTAL		<hr/> \$309,000	\$309,000
Sanitary Sewer Connection Fee Fund (540)			
Ending Fund Balance Adjustment	Public Works	\$18,000	
<p>This action increases the Ending Fund Balance of the Sanitary Sewer Connection Fee Fund to offset the action recommended in this report.</p>			

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Sanitary Sewer Connection Fee Fund (540)			
Transfers and Reimbursements (Transfer from City Hall Debt Service Fund)	Public Works		\$18,000

This action establishes a revenue estimate for Transfers and Reimbursements of \$18,000. A reconciliation of 2017-2018 transactions revealed that the transfer from the Sanitary Sewer Connection Fee Fund to the City Hall Debt Service Fund for its share of the debt service related to the construction of City Hall was over-allocated by \$18,000. This recommended action reimburses the Sanitary Sewer Connection Fee Fund to correct for this error and is offset by an increase to the Ending Fund Balance.

Sanitary Sewer Connection Fee Fund (540) TOTAL		\$18,000	\$18,000
---	--	-----------------	-----------------

Service Yards Construction and Conveyance Tax Fund (395)

VTA Property Lease	Public Works	\$5,000	
--------------------	--------------	---------	--

This action increases the VTA Property Lease appropriation by \$5,000, from \$20,000 to \$25,000, to address the lease agreement costs for 2018-2019. The City currently leases 18,689 square feet of VTA property in front of Mabury Yard as additional storage space to store City street light poles. A corresponding decrease to the Ending Fund Balance is recommended in this report to offset this action.

Ending Fund Balance Adjustment	Public Works	\$(5,000)	
--------------------------------	--------------	-----------	--

This action decreases the Ending Fund Balance to offset the action recommended in this report.

Service Yards Construction and Conveyance Tax Fund (395) TOTAL

Construction Excise Tax Fund (465)

Ending Fund Balance Adjustment	Finance	\$(500,000)	
--------------------------------	---------	-------------	--

This actions decreases the Ending Fund Balance to offset the actions recommended in this report.

Pavement Maintenance - City	Transportation	\$359,000	
-----------------------------	----------------	-----------	--

This action increases the Pavement Maintenance - City appropriation by \$359,000. In accordance with previous City Council direction to allocate any additional Construction Excise Tax revenue above estimated amounts toward pavement maintenance. In 2017-2018, actual Construction Excise Tax receipts of \$29,359,000 exceeded the modified budget estimate of \$29,000,000. A corresponding decrease to the Ending Fund Balance is recommended in this report.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
---------------	-------------------	------------	---------------

Construction Excise Tax Fund (465)

Bike/Pedestrian Development	Transportation	\$90,000	
-----------------------------	----------------	----------	--

This action increases the Bike/Pedestrian Development appropriation by \$90,000, from \$50,000 to \$140,000, for the grant funded Bike Rack Installation Project which will install 300 public bike racks and two Quad eLockers at popular destinations throughout San Jose. This project is funded by a Transportation Fund for Clean Air (TFCA) grant from the Valley Transportation Authority. No local match is required. A corresponding increase to the estimate for Revenue from Local Agencies is also recommended in this report.

Transportation Data, Forecasting and Analysis	Transportation	\$141,000	
---	----------------	-----------	--

This action increases the Transportation Data, Forecasting and Analysis appropriation by \$141,000, from \$499,000 to \$640,000, for additional consultant services for the four-year major review of the Envision San Jose 2040 General Plan. The additional consultant services will provide on-call transportation planning and engineering services for the project. An offsetting reduction to the Ending Fund Balance is also recommended in this report.

Inter-Agency Encroachment Permit	Transportation	\$250,000	
----------------------------------	----------------	-----------	--

This action increases the Inter-Agency Encroachment Permit appropriation by \$250,000, from \$100,000 to \$350,000 to fund the large volume of encroachment permit and related inspection work performed by City staff for regional transportation projects impacting the City's right-of-way, including Bus Rapid Transit and BART. As the cost of this work is reimbursed by permit fees from the requesting governmental agencies, a corresponding increase to the estimate for Licenses and Permits is also included in this report.

Vision Zero: Multimodal Traffic Safety Education	Transportation	\$100,000	
--	----------------	-----------	--

This action establishes the Vision Zero: Multimodal Traffic Safety Education appropriation in the amount of \$100,000 to implement best practice strategies to reduce the number of persons killed and injured in crashes involving pedestrians and bicyclists. The strategies may include classroom education, bicycle rodeos, community events, presentations, and workshops and will be conducted in communities with high numbers of pedestrian and/or bicycle related collisions including under-served communities, older adults, and school-aged children. The grant is being provided by the Office of Traffic Safety for the Vision Zero: Multimodal Traffic Safety Education project. No local match is required for this grant and a corresponding increase to the estimate for Revenue from Federal Government is recommended in this report.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Construction Excise Tax Fund (465)			
Revenue from the Local Agencies (Transportation Fund for Clean Air (TFCA) - Bike Rack Installation)	Transportation		\$90,000

This action increases the estimate for Revenue from Local Agencies by \$90,000 to recognize Transportation Fund for Clean Air (TFCA) grant funding from the Valley Transportation Authority and allocate to the Bike/Pedestrian Development appropriation for bike installation as described in this report.

Revenue from Federal Government (Vision Zero: Multimodal Traffic Safety Education)	Transportation		\$100,000
--	----------------	--	-----------

This action increases the estimate for Revenue from Federal Government in the amount of \$100,000 to recognize grant funding from the Office of Traffic Safety for the Vision Zero: Multimodal Traffic Safety Education project established in this report.

Licenses and Permits (Inter-Agency Encroachment Permits)	Public Works		\$250,000
--	--------------	--	-----------

This action increases the estimate for Licenses and Permits by \$250,000 to recognize the anticipated permit fee revenue related to the increase of Inter-Agency Encroachment Permit activity as described elsewhere in this report.

Construction Excise Tax Fund (465) TOTAL		\$440,000	\$440,000
---	--	------------------	------------------

Building and Structure Construction Tax Fund (429)

Ending Fund Balance Adjustment	Finance		\$(1,188,639)
--------------------------------	---------	--	---------------

This action decreases the Ending Fund Balance to offset the actions recommended in this report.

Autumn Street Extension	Transportation		\$163,000
-------------------------	----------------	--	-----------

This action increases the Autumn Street Extension appropriation by \$163,000, from \$700,000 to \$863,000. This project currently provides funding to begin design and right-of-way acquisition for Phase II of the Autumn Street connection between Julian and Santa Clara Streets. In 2017-2018, funds were returned to the City that were previously expended for certain right-of-way acquisitions. Once reallocated, these funds will be used for additional land acquisition and underground utility costs related to the project. A corresponding decrease to the Ending Fund Balance is described elsewhere in this report.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
---------------	-------------------	------------	---------------

Building and Structure Construction Tax Fund (429)

Berryessa Urban Village Transportation Study	Transportation	\$300,000	
--	----------------	-----------	--

This action establishes the Berryessa Urban Village Transportation Study appropriation in the amount of \$300,000. This study will inform the Urban Village and Flea Market South planning efforts, providing clear direction for a balanced transportation system that advances implementation of the Envision San José 2040 General Plan and the Urban Village goals for the area by improving access for all modes in ways that complement urban design. A corresponding action to decrease the Route 101/Oakland/Mabury New Development Reserve is recommended in this report to offset this action.

Transportation Data, Forecasting and Analysis	Transportation	\$31,000	
---	----------------	----------	--

This action increases the Transportation Data, Forecasting and Analysis appropriation by \$31,000, from \$985,000 to \$1.0 million, for additional consultant services for the four-year major review of the Envision San José 2040 General Plan. These services will provide on-call transportation planning and engineering services for the project. An offsetting reduction to the Ending Fund Balance is also recommended in this report.

North San José New Development Reserve	Transportation	\$259,970	
--	----------------	-----------	--

This action increases the North San José New Development Reserve by \$259,970, from \$4,720,825 to \$4,980,795. In accordance with previous City Council direction, Building and Structure Construction Excise Tax revenue generated in North San José are placed into a reserve to help fund future transportation infrastructure projects in accordance with the North San José Area Development Policy. After a reconciliation of Building and Structure Construction Tax revenue received in 2017-2018, an additional \$259,970 above the amount assumed in 2018-2019 Adopted Capital Budget was determined to be generated from North San José development. A corresponding decrease the Ending Fund Balance is recommended in this report.

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Building and Structure Construction Tax Fund (429) Route 101/Oakland/Mabury New Development Reserve	Transportation	\$434,669	

This action increases the Route 101/Oakland/Mabury New Development Reserve by a net amount of in the amount of \$434,669, from \$2,562,017 to \$2,996,686. This reflects an increase of \$734,669 to allocate additional Building and Structure Construction Tax proceeds generated in 2017-2018 from new development in the Route 101/Oakland/Mabury Area, partially offset by a reduction of \$300,000 to this reserve to fund the establishment of the Berryessa Urban Village Transportation Study as described elsewhere in this report. In accordance with previous City Council direction, Building and Structure Construction Tax revenue generated in the Route 101/Oakland/Mabury Area is placed into a reserve to help fund future transportation infrastructure projects in that area. After a reconciliation of Building and Structure Construction Tax revenue received in 2017-2018, an additional \$734,669 above the amount assumed in the 2018-2019 Adopted Capital Budget was determined to be generated from Route 101/Oakland/Mabury Development. A corresponding decrease to the Ending fund Balance is recommended in this report.

Building and Structure Construction Tax Fund (429) TOTAL

San José-Santa Clara Treatment Plant Capital Fund (512)

SBWR Extension	Environmental Services	\$(3,691,000)	
----------------	------------------------	---------------	--

This action eliminates funding for the South Bay Water Recycling (SBWR) Extension in the amount of \$3,691,000. These funds are recommended to be transferred to the South Bay Water Recycling Plant Capital Fund as described elsewhere in this report.

Transfer to the South Bay Water Recycling Capital Fund	Environmental Services	\$3,691,000	
--	------------------------	-------------	--

This action establishes a Transfer to the South Bay Water Recycling Capital Fund in the amount of \$3,691,000. The South Bay Water Recycling Capital Fund has been established with the goal of effectively organizing the funding of capital projects related to the South Bay Water Recycling Program. Corresponding actions to offset this transfer and recognize the receipt of transfer revenue within the South Bay Water Recycling Capital Fund are recommended elsewhere in this report.

San José-Santa Clara Treatment Plant Capital Fund (512) TOTAL

Capital Funds Recommended Budget Adjustments Summary 2017-2018 Annual Report

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
South Bay Water Recycling Capital Fund (571)			
Hydraulic Capacity Engineering	Environmental Services	\$25,000	
<p>This action establishes the Hydraulic Capacity Engineering project in the South Bay Water Recycling Capital Fund in the amount of \$25,000. These funds will support the design, engineering, and inspection of the connection of new developments to the recycled water utility system. This action is offset by an increased transfer from the San José-Santa Clara Treatment Plant Capital Fund recommended elsewhere in this report.</p>			
Hydraulic Capacity Enhancements Reserve	Environmental Services	\$3,666,000	
<p>This action establishes the Hydraulic Capacity Enhancements Reserve in the South Bay Water Recycling Capital Fund in the amount of \$3,666,000. This reserve is dedicated to future hydraulic capacity enhancements, design, engineering, and inspection costs related to the South Bay water recycling system. This action is supported by a transfer from the San José-Santa Clara Treatment Plant Capital Fund recommended elsewhere in this report.</p>			
Transfers and Reimbursements (Transfer from San José-Santa Clara Treatment Plant Capital Fund)	Environmental Services		\$3,691,000
<p>This action establishes a revenue estimate for Transfers and Reimbursements from the San José-Santa Clara Treatment Plant Capital Fund in the amount of \$3,691,000. This action establishes the first revenue for the South Bay Water Recycling Capital Fund, which will be used to effectively track capital expenditures related directly to the South Bay Water Recycling Plant. Actions to allocate this full amount within the newly established fund are recommended elsewhere in this report.</p>			
South Bay Water Recycling Capital Fund (571) TOTAL		\$3,691,000	\$3,691,000