



2024-2025 ANNUAL REPORT



Prepared by the Office of the City Manager
September 2025



2024-2025 ANNUAL REPORT

The Annual Report is established by the City Charter as the City Manager's vehicle for summarizing and analyzing the financial performance of the City for the preceding fiscal year. The mandated elements of the report include the following:

- A description of revenues received and expenditures incurred in the prior fiscal year, and an explanation concerning material differences between these amounts and the amounts budgeted.
- The amount of the financial reserves of the City.
- All other information that, in the opinion of the City Manager, is necessary to provide an accurate and complete picture of the fiscal status and condition of the City.

The financial information used in this report represents final, unaudited 2024-2025 year-end closing figures as of June 30, 2025.

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Memorandum

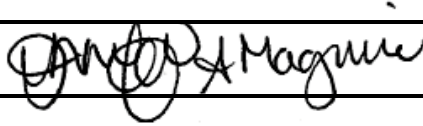
TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: Jim Shannon

SUBJECT: 2024-2025 ANNUAL REPORT

DATE: September 30, 2025

Approved



Date

9/30/2025

RECOMMENDATION

It is recommended that the City Council:

- (a) Accept the 2024-2025 City Manager's Annual Report in compliance with City Charter Section 701 (F).
- (b) Adopt Appropriation Ordinance and Funding Sources Resolution amendments in various operating and capital funds to implement the 2024-2025 Annual Report recommendations, as detailed in Section IV (Recommended Budget Adjustments and Clean-Up/Rebudget Actions).
- (c) Approve the following position change in the City Manager's Office of Economic Development and Cultural Affairs:
 - (1) Delete 1.0 Senior Executive Analyst limit-dated through June 30, 2030
- (d) Approve the following position change in the Planning, Building, and Code Enforcement Department:
 - (1) Add 1.0 Development Officer limit-dated through June 30, 2030
- (e) Approve an ordinance amending Chapter 4.80 of Title 4 of the San Jose Municipal Code to:
 - (1) Add a new Part 92 to establish the VRF Measure B Pavement Maintenance Fund;
 - (2) Add a new Part 93 to establish the Interstate 280/Winchester Traffic Impact Fee Fund;
 - (3) Add a new Part 94 to establish the US-101/Oakland/Mabury Traffic Impact Fee Fund;
 - (4) Add a new Part 95 to establish the North San Jose Traffic Impact Fee Fund;
 - (5) Add a new Part 96 to establish the Evergreen East Hills Traffic Impact Fee Fund;
 - (6) Add a new Part 97 to establish the State Gas Tax Pavement Maintenance Fund; and
 - (7) Add a new Part 98 to establish the VTA Measure B Pavement Maintenance Fund.

SUMMARY AND OUTCOME

In accordance with Section 701 (F) of the San José City Charter, the 2024-2025 Annual Report describes the financial status of the City at the end of the 2024-2025 fiscal year. As specified in the City Charter, the focus of the City Manager's Annual Report is a comparison of actual revenue collections and actual expenditures to projections and appropriations included in the City's budget, including an explanation of any material differences, and the amount of financial reserves in the City. In addition, this report provides a comparison of the actual 2024-2025 Ending Fund Balance for each fund to the estimates used in the development of the 2025-2026 Adopted Budget.

Approval of the recommended budget actions will implement required fund balance reconciliations and necessary rebudget and clean-up adjustments based on the final financial performance (unaudited) for 2024-2025. This report also includes actions that are necessary to: revise the 2025-2026 budget to align budgeted revenue and expenditures with the most current information; correct technical problems; recognize new or adjust existing grant, reimbursement, or fee activity revenues and expenditures; reflect changes in project and program allocations based on revised cost estimates; and establish a limited number of new projects and programs in special and capital funds.

EXECUTIVE SUMMARY

The Administration proactively managed approximately 140 budgeted funds in 2024-2025. Budget actions were brought forward during the year to help ensure that revenues and expenditures remained in alignment with actual performance. Through this careful management, the various City funds generally ended the year with revenues close to the budgeted estimates and expenditures below the budgeted allocations.

With extremely limited resources in 2024-2025, the City faced a significant service level/structural shortfall due to continuing community needs, necessary investments to comply with State of California Stormwater Permit requirements, and a large number of services previously funded on a one-time basis that would impact community services if not continued. The City Council's approval of the Mayor's March and June Budget Messages for Fiscal Year 2024-2025 prioritized the City's limited resources in 2024-2025 to address the shortfall, meet regulatory requirements, and make targeted investments to continue work on some of our most challenging issues – including increasing community safety, reducing unsheltered homelessness, cleaning up our neighborhoods, and attracting investment in jobs and housing – and also invested in select areas of urgent, important, and continuing work within other community services, strategic support services, and deferred infrastructure.

Due to careful forecasting, monitoring, and management throughout all City funds, overall 2024-2025 revenues and expenditures ended the year very close to budgeted expectations.

For the General Fund, the Ending Fund Balance of \$378.2 million was \$21.9 million above the fund balance estimate assumed when the 2025-2026 Adopted Budget was developed, but only \$1.2 million above the estimate after accounting for required clean-up/rebudget adjustments that are necessary to close out 2024-2025.

The \$21.9 million variance represents 0.5% of the 2024-2025 Modified Budget for revenues and expenditures, and the \$1.2 million represents a variance of 0.03%. These funds are recommended to be allocated in the 2024-2025 Annual Report, as shown in the table below.

Recommended 2024-2025 General Fund Adjustments (\$000s)

Additional 2024-2025 Ending Fund Balance	\$21,861
Clean-Up/Rebudget Actions	(\$20,669)
<hr/>	
Fund Balance Available After Clean-up/Rebudget Actions	\$1,192
Recommended Budget Adjustments	
Required Technical/Rebalancing Actions	(\$1,192)
Grants/Reimbursements/Fee Activities	(\$0)
(Sources = (\$2.6 million); Uses = (\$2.6 million))	
Total Recommended Budget Adjustments	(\$1,192)
<hr/>	
Remaining Fund Balance After Clean-up/Recommended Adjustments	\$0

When bringing forward recommendations for the use of the additional 2024-2025 General Fund Ending Fund Balance, the Administration followed City Council Policy 1-18 and first considered clean-up/rebudget actions associated with the close-out of the 2024-2025 fiscal year to be essentially non-discretionary and the highest priority. These clean-up/rebudget actions resulted in a net decrease to the Ending Fund Balance of \$20.7 million, bringing the total additional 2024-2025 Ending Fund Balance to \$1.2 million, and consist of: 1) the rebudgeting of prior year funding to 2025-2026 to complete various projects (net decrease of \$7.2 million); and 2) technical adjustments to other revenues and expenditures (net decrease of \$13.5 million).

The revised General Fund Ending Fund Balance of \$1.2 million is recommended to fund various required technical and rebalancing actions (\$1.2 million) and actions associated with grants, reimbursements, and fee activities (net-zero revenue and expenditure adjustments of \$2.6 million). Notable one-time adjustments include: transferring to the Real Property Transfer Tax Fund prior year Measure E funding that was previously encumbered and liquidated in the General Fund, and is now available for Measure E spending priorities (\$2.1 million); establishing a Multiple Housing Fee Program Reserve to set aside program savings for future use (\$900,000); increasing funding for higher oversized vehicle tow operator costs and to align resources with the projected volume of tows (\$600,000); increasing funding for the Senior Nutrition Program to cover increased costs of cooked meals to seniors at community centers (\$266,000); increasing the City Attorney's Office Outside Litigation Reserve to restore funding for anticipated outside legal service costs (\$250,000); increasing funding for a Fire Department records

management system (\$247,000); purchasing two vehicles for Public Works Department maintenance staff added in the 2025-2026 Adopted Operating Budget to support the new Measure T-funded Fire Station 32 and Police Training Center facilities (\$220,000); allocating funding for City Hall maintenance and repairs (\$150,000); decreasing the transfer needed from the General Fund to the Emergency Reserve Fund as a result of higher than anticipated Federal Emergency Management Agency reimbursements to the City (-\$3.0 million), recognizing revenues from Valley Water to support 2.5 positions allocated to the Purified Water Program (\$728,000), and recognizing additional Transfers and Reimbursements revenue from the Real Property Transfer Tax Fund to reflect forecasted interest earnings (\$700,000).

This report also addresses immediate needs and circumstances in various special and capital funds, including actions within the: Low and Moderate Income Housing Asset Fund to recognize revenues and allocate to reserves for housing development and preservation (\$50.9 million); Real Property Transfer Tax Fund to repurpose unused affordable housing project loan funds to reimburse the Low and Moderate Income Housing Asset Fund for the purchase of the Vista Montana affordable housing project (\$22.9 million), and increase the loan commitment for the 525 North Capitol affordable housing project (\$5.0 million); Multi-Source Housing Fund for interim housing operations and outreach services (\$2.1 million); Airport Renewal and Replacement Fund to set aside funding for rehabilitation of existing capital assets (\$70.0 million); Building and Structure Construction Tax Fund to eliminate the Monterey Grade Separation project due to withdrawal of a grant by the United States Department of Transportation – Federal Railroad Administration (\$4.2 million); the Construction Excise Tax Fund to recognize funds from the Santa Clara Valley Transportation Authority (VTA) for pavement maintenance (\$1.0 million); and Subdivision Park Trust Fund to increase funding to the St. James Park Phase I Design project to complete phase I design by spring 2026 (\$1.0 million).

Technical actions are also included to reallocate a position from the City Manager's Office of Economic Development and Cultural Affairs to the Planning, Building and Code Enforcement Department to better support the Energy Customer Development Team funded by an agreement with Pacific Gas & Electric, and to create various new budgeted funds that were previously subaccounts within the Construction Excise Tax Fund to improve transparency, and financial and budgetary administration.

Recommended budget actions are summarized later in this message and described in *Section IV: Recommended Budget Adjustments and Clean-Up/Rebudget Actions*.

As the fiscal year progresses, the Administration will continue to monitor and report on the City's budgetary performance through Bi-Monthly Financial Reports and the Mid-Year Budget Review that is heard by the full City Council in February. The financial results of 2024-2025 will also be factored into the development of the 2026-2027 City Manager's Budget Request and 2027-2031 Five-Year Forecast and Revenue Projections document that will be released at the end of February 2026.

BACKGROUND

Each year the City issues the Annual Report at the end of September, three months after the close of the fiscal year, as required by the City Charter. Following is a description of the various sections of the Annual Report document.

- **Transmittal Memorandum** – This section provides an overall summary of the 2024-2025 Annual Report.
- **Section I: Budget Performance Summary (All Funds)** – This section provides a comparison of the 2024-2025 budget to actual revenues received and expenditures incurred by fund as well as an explanation of revenue and/or expenditure variances of 10% or greater to the budget. This section also provides a comparison of the year-end actual 2024-2025 Ending Fund Balance by fund to the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate used in the development of the 2025-2026 Adopted Budget. In addition, a listing of the Earmarked and Contingency Reserves that were available at the end of 2024-2025 by fund is included.
- **Section II: General Fund Budget Performance** – This section provides a summary of the General Fund budget performance in 2024-2025, including the following: Results of Operations in the General Fund, Revenue Performance, and Expenditure Performance.
- **Section III: Selected Special/Capital Funds Budget Performance** – This section provides financial information on the 2024-2025 year-end performance for selected special and capital funds that represent major City operations. It includes a discussion of variances between actual and budgeted revenues and expenditures as well as a comparison between the actual ending fund balance and the fund balance estimated for 2024-2025 in the development of the 2025-2026 Adopted Budget.
- **Section IV: Recommended Budget Adjustments and Clean-Up/Rebudget Actions** – This section provides a description of the recommended budget adjustments and clean-up/rebudget actions for City Council consideration. The proposed actions fall into three categories: (1) adjustments to the 2025-2026 Beginning Fund Balance amounts in various funds, including the General Fund, based on the final reconciliation (unaudited) of 2024-2025; (2) upward and downward adjustments to previously rebudgeted sums to ensure the appropriate amount of unexpended funds are carried over to 2025-2026 to complete projects; (3) actions that are necessary to revise the 2025-2026 budget to align budgeted revenue and expenditures with the most current information, correct technical problems, recognize new or adjust grant, reimbursement or fee activity revenues and expenditures, reflect changes in project and program allocations based on revised cost estimates, as well as establish a limited number of new projects and programs in special and capital funds.
- **Section V: Financial Statements** – This section provides the financial results (unaudited), prepared by the Finance Department, for all budgeted fund groups for 2024-2025. It should be noted that audited financial results will be released later in the fall as part of the 2025 Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2025. Final fund balance reconciliations to the Annual Comprehensive

Financial Report will be conducted for all funds and, while few adjustments are typically necessary, any final adjustments will be brought forward for City Council consideration as part of the 2025-2026 Mid-Year Budget Review.

ANALYSIS

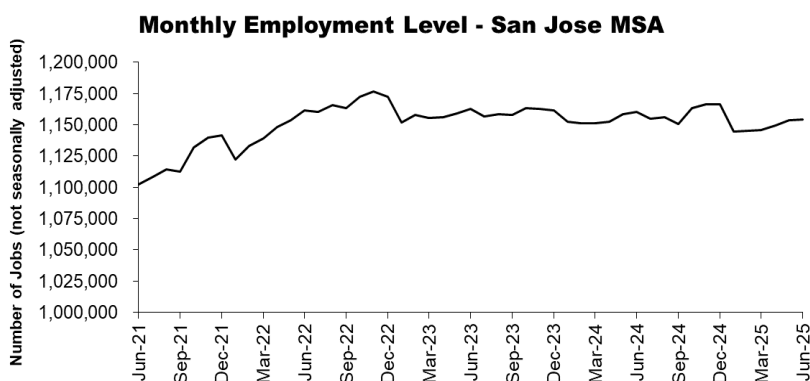
This Analysis section includes the following:

- an overview of the economic environment;
- a discussion of the 2024-2025 budget performance of all City funds;
- a discussion of the 2024-2025 budget performance for the General Fund;
- a discussion of the components of the 2024-2025 General Fund ending fund balance;
- an analysis of the impact of the General Fund performance on the 2025-2026 Adopted Budget; and
- a discussion of the 2024-2025 budget performance of selected special and capital funds.

Economic Environment

Silicon Valley's economy is growing very modestly and there are several areas of concern. While the unemployment rate has not significantly changed from prior year level and remains relatively low, job growth is effectively stagnant. Similarly, real estate sale prices remain flat, property transfers are declining, and homes are staying on the market for slightly longer. Finally, construction activity has witnessed declines in the residential and industrial categories, though the commercial sector, aided by data center projects, has grown compared to the prior year.

The June 2025 employment level of 1.15 million in the San José-Sunnyvale-Santa Clara Metropolitan Statistical Area (San José MSA) decreased by 6,000 jobs, or 0.5%, from the June 2024 level. The main driver of the overall year-over-year job losses was professional and business services, which dropped by 6,400 positions; manufacturing decreased by 3,900 jobs; and leisure and hospitality declined by 2,400 jobs. Conversely, private education and health services increased by 6,600 positions.¹



¹ State of California Employment Development: Labor Market Information Division Press Release, July 18, 2025.

Economic Environment (Cont'd.)

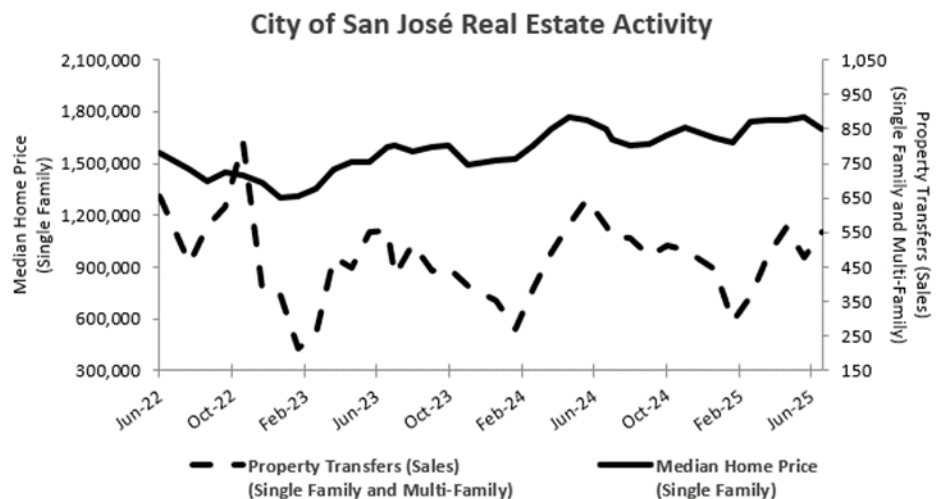
Unemployment Rate (Unadjusted)			
	June 2024	May 2025	June 2025**
San José Metropolitan Statistical Area*	4.4%	3.9%	4.7%
State of California	5.4%	5.0%	5.7%
United States	4.3%	4.0%	4.4%

* San Benito and Santa Clara Counties Source: California Employment Development Department.
 ** June 2025 estimates are preliminary and may be updated.

The local unemployment rate for June 2025 was 4.7%, which is higher than the May 2025 rate of 3.9% and the prior year unemployment rate of 4.4%. While the June 2025 San José Metropolitan Statistical Area unemployment rate continues to be lower than the unadjusted unemployment rate for the State (5.7%), it is slightly higher than the national rate of 4.4%.

Overall construction activity (valuation) through June 2025 increased 9.6% from prior-year levels, driven by commercial construction activity assisted by data center construction, and tempered by a decline in residential and industrial construction activity. The 2024-2025 Adopted Budget was developed assuming overall development activity would decrease slightly from 2023-2024 levels; however, construction activity modestly outperformed the projections included in the 2025-2029 Five-Year Forecast, which was released in February 2024.

According to data from the Santa Clara County Association of Realtors, the local real estate market has slightly struggled at the end of 2024-2025 with home prices stagnating, activity levels declining, and the homes staying on the market for a longer



period of time. In June 2025, property transfers decreased by 4.1% compared to the prior year. Further, the June 2025 median home price was \$1.7 million, which is consistent with the June 2024 price. Finally, the average days-on-market in June 2025 totaled 24 days, while the June 2024 average days-on-market totaled 16 days.

2024-2025 Budget Performance (All Funds)

As shown in Section I of this document, City revenues (excluding Beginning Fund Balances) totaled \$4.56 billion in 2024-2025, which was 7.4% (\$365.15 million) below the budgeted estimate of \$4.92 billion.

In 2024-2025, expenditures (excluding Reserves and Ending Fund Balances) totaled \$5.15 billion, which was \$1.17 billion (18.5%) below the modified budget of \$6.32 billion. At the end of 2024-2025, the Contingency and Earmarked Reserves for all City funds totaled \$1.17 billion, which represented 14.9% of the total 2024-2025 Modified Budget of \$7.86 billion (including interfund transfers, loans, and contributions). In the General Fund, Reserves totaled \$259.63 million.

The financial performance in 2024-2025 is used as the starting point for 2025-2026. The collective 2024-2025 Ending Fund Balances for all City funds totaled \$2.07 billion, which was \$243.11 million above the 2024-2025 Ending Fund Balance estimates of \$1.83 billion used in the development of the 2025-2026 Adopted Budget.

After adjusting for a total net rebudget of \$12.36 million recommended in this report, the adjusted 2024-2025 Ending Fund Balance variance for all funds decreases to \$230.75 million, or 2.9% of the 2024-2025 Modified Budget. The adjusted fund balance variance totaled \$1.19 million in the General Fund, \$82.07 million in the Special Funds, and \$147.49 million in the Capital Funds.

2024-2025 General Fund Budget Performance

The City's General Fund ended 2024-2025 within budgeted levels. As shown in the chart below, the General Fund Ending Fund Balance of \$378.2 million was \$21.9 million (0.5% of the 2024-2025 Modified Budget for revenues and expenditures) above the fund balance estimate assumed when the 2025-2026 Adopted Budget was developed. The following table summarizes the General Fund performance in 2024-2025, comparing the actual results to the Modified Budget and the estimates used to develop the 2025-2026 Adopted Budget.

2024-2025 General Fund Budget Performance (Cont'd.)

Table 1
General Fund Year-End Status
For the Year Ended June 30, 2025
(\$000s)

Sources	2024-2025 Modified Budget	2024-2025 Year-end Estimate	2024-2025 Budgetary Basis Actual	Actual to Budget Variance	Actual to Estimate Variance
<i>Beginning Fund Balance</i>	600,933	600,933	600,933	-	-
<i>Carryover Encumbrances</i>	80,976	80,976	80,976	-	-
<i>Liquidation of Carry- over Encumbrances</i>	-	1,250	16,596	16,596	15,346
<i>Revenue</i>	1,509,363	1,500,849	1,474,947	(34,416)	(25,902)
Total Sources	2,191,272	2,184,008	2,173,452	(17,820)	(10,556)
Uses					
<i>Expenditures/Transfers</i>	1,931,644	1,827,129	1,795,280	(136,364)	(31,849)
<i>Reserves</i>	259,628	568	-	(259,628)	(568)
Total Uses	2,191,272	1,827,697	1,795,280	(395,992)	(32,417)
<i>Ending Fund Balance</i>	-	356,311	378,172	378,172	21,861

Note: In the chart above, the General Fund excludes the Real Property Transfer Tax Fund, Emergency Reserve Fund, and the Cash Reserve Fund, which are budgeted as separate funds and reflected separately in this document. In the 2024-2025 Annual Comprehensive Financial Report, the Cash Reserve Fund, Emergency Reserve Fund, and Real Property Transfer Tax Fund will be displayed as part of the General Fund to comply with GASB 54 reporting requirements.

In 2024-2025, total revenue in the General Fund was \$1.5 billion, which was \$34.4 million (2.3%) below the 2024-2025 Modified Budget, and \$25.9 million (1.7%) below the estimate used to develop the 2025-2026 Adopted Budget. The 2024-2025 Liquidation of Carry-over Encumbrances totaled \$16.6 million, which was \$15.3 million above the estimate used in the development of the 2025-2026 Adopted Budget.

The significant liquidation of encumbrances is partially due to an encumbrance audit performed in 2024-2025. However, several encumbrances that were liquidated are still needed for Housing Department projects, therefore \$5.3 million will be reallocated to the projects in 2025-2026 as part of the technical clean-up actions included in this report. In total, of the \$16.6 million in overall encumbrance liquidations, only \$11.3 million is available in 2025-2026, which is \$10.0 million over the estimate.

General Fund expenditures/transfers of \$1.8 billion were \$396.0 million (18.1%) below the 2024-2025 Modified Budget level of \$2.2 billion and \$32.4 million (1.8%) below the estimate used to develop the 2025-2026 Adopted Budget. Of these amounts, Personal Services expenditures of \$1.1 billion ended the year \$3.8 million (0.3%) below budgeted levels and Non-Personal/Equipment/Other expenditures and encumbrances of \$230.5 million ended the year \$27.8 million (10.8%) below budgeted levels. Budgeted reserves of \$259.6 million remained unexpended at year-end as expected.

2024-2025 General Fund Budget Performance (Cont'd.)

**Table 2
General Fund
Comparison of Year-End Actuals with Prior Year
(\$000s)**

	2023-2024 Actuals	2024-2025 Actuals	Change	% Change
Source of Funds				
Beginning Fund Balance	639,359	600,933	(38,426)	-6.0%
Revenues	1,450,460	1,474,947	24,487	1.7%
Total Source of Funds	2,089,818	2,075,880	(13,939)	-0.7%
Use of Funds				
Personal Services	1,043,471	1,115,520	72,049	6.9%
Non-Personal/Equipment/Other	217,304	230,489	13,185	6.1%
City-Wide Expenses	234,322	165,943	(68,379)	-29.2%
Capital Contributions	47,792	94,192	46,400	97.1%
Transfers	30,472	189,136	158,664	520.7%
Reserves	-	-	-	N/A
Total Use of Funds	1,573,361	1,795,280	221,919	14.1%

As shown in Table 2, 2024-2025 General Fund revenues (excluding Beginning Fund Balance, which varies depending on the level of unspent funds carried into the following year) of \$1.5 billion represents a slight increase of 1.7% (\$24.5 million) from the 2023-2024 collection level. This year-over-year increase is primarily due to higher 2024-2025 collections for Property Tax (\$24.8 million), Revenue from the State of California (\$11.9 million), Utility Tax (\$10.1 million), and Transfers and Reimbursements (\$9.9 million).

These revenues experienced year-over-year growth due to several factors including the local real estate market positively impacting Property Tax receipts, the timing of when State grants were received, higher utility rates driving up Utility Tax collections, and higher overhead reimbursements from both operating and capital funds. Partially offsetting the higher receipts in these categories was the removal of Real Property Transfer Tax collections (\$50.7 million), as beginning in 2024-2025 Real Property Transfer Tax collections were received and allocated in the Real Property Transfer Tax Fund.

General Fund expenditures of \$1.8 billion in 2024-2025 were 14.1% (\$221.9 million) above prior year expenditure levels of \$1.6 billion. This increase is mostly attributable to higher Transfers (\$158.7 million), which was primarily related to transferring the unexpended Real Property Transfer Tax allocations from the General Fund to the Real Property Transfer Tax Fund (\$160.5 million). The remaining year-over-year variance is due to higher Personal Services (\$72.0 million), Capital Contributions (\$46.4 million), and Non-Personal/Equipment/Other (\$13.2 million), partially offset by lower City-Wide Expenses (\$68.4 million).

A detailed discussion of the General Fund revenue and expenditure performance is provided in Section II of this document.

2024-2025 General Fund Ending Fund Balance

The current budgeting practice of the City is to use the projected level of fund balance expected to remain in the General Fund at the end of any fiscal year as a funding source for the following year. The Ending Fund Balance estimate always contains two components: the portion of the fund balance that is rebudgeted for completing projects or retaining reserves, and the portion which is undesignated and available as a general funding source in the coming year. In the 2025-2026 Adopted Budget, an Ending Fund Balance estimate of \$356.3 million was included as a funding source. As discussed earlier, the actual 2024-2025 General Fund Ending Fund Balance of \$378.2 million was \$21.9 million above the Adopted Budget estimate.

The components of the 2024-2025 General Fund Ending Fund Balance include a net total of additional funding sources, expenditure/transfer savings, and unexpended reserves as described below:

**2024-2025 General Fund
 Ending Fund Balance Components**

Fund Balance Component	\$ Amount (\$ in 000s)
Funding Sources	\$ (17,820)
Expenditure/Transfer Savings	136,364
Unexpended Reserves	259,628
TOTAL	\$ 378,172

The total Funding Sources component ended the year \$17.8 million below the Modified Budget as a result of lower revenues (\$34.4 million), partially offset by higher liquidation of carry-over encumbrances (\$16.6 million). For the Expenditure/Transfer Savings component, expenditure and transfer savings totaled \$136.4 million, while the Unexpended Reserves component totaled \$259.6 million, representing the largest component of the 2024-2025 Ending Fund Balance.

As mentioned, revenue was \$34.4 million lower than estimated, which was primarily due to various grants not being received in 2024-2025. A significant portion of this grant revenue was rebudgeted as part of the 2025-2026 Adopted Budget (\$18.4 million) or are recommended to be rebudgeted as part of this report (\$10.6 million). Of the \$136.4 million in expenditure/transfer savings, a majority was rebudgeted in the 2025-2026 Adopted Budget (\$85.5 million) or assumed as savings as part of the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance (\$28.9 million). Additional savings of \$19.8 million is recommended for rebudget or technical clean-up as part of this report.

2024-2025 General Fund Ending Fund Balance (Cont'd.)

General Fund Unexpended Reserves, totaling \$259.6 million at the end of 2024-2025, were anticipated and include two categories: Earmarked Reserves (\$206.6 million) established to address specific programmatic needs per City Council direction; and the Contingency Reserve (\$53.0 million) set at a minimum of 3% of General Fund operating expenditures per City Council policy.

As discussed above, it was estimated and assumed that \$356.3 million would remain in the General Fund at the end of 2024-2025 and would be carried over to 2025-2026 as Beginning Fund Balance as part of the adoption of the 2025-2026 Budget. These funds, which were expected to be generated from additional revenue, liquidation of carryover encumbrances, expenditure savings, unexpended funds that were rebudgeted to 2025-2026 to complete projects, and unexpended reserves, were programmed for use in the 2025-2026 Adopted Budget. As also previously discussed, the actual General Fund Ending Fund Balance was above the estimate used in the 2025-2026 Adopted Budget by \$21.9 million due to slightly greater than anticipated expenditure savings, partially offset by lower revenue.

The following chart details the recommended uses of the \$21.9 million of additional fund balance, as well as other budget adjustments that are proposed as part of this report. Recommended clean-up/rebudget actions decreases the available fund balance by \$20.7 million to \$1.2 million, or 0.03% of the 2024-2025 Modified Budget for revenues and expenditures. This additional fund balance is proposed to be allocated to address required technical/rebalancing needs.

Impacts on the 2025-2026 General Fund Budget

RECOMMENDED 2025-2026 GENERAL FUND ADJUSTMENTS (\$000s)

	<u>(\$ in 000s)</u>
2024-2025 Additional Fund Balance	\$21,862
• Clean-Up/Rebudget Actions	(\$20,669)
Revenue Rebudgets/Clean-Ups	\$12,443
City-Wide Expenses/Transfers/Reserves	(\$26,962)
General Fund Capital	(\$3,549)
Departmental	(\$2,601)
Fund Balance Available After Clean-up/Rebudget Actions	\$1,192
• Recommended Budget Adjustments	(\$1,192)
Required Technical/Rebalancing Actions	
Transfer to the Real Property Transfer Tax Fund	(\$2,139)
Multiple Housing Fee Program Reserve	(\$900)
Police Department Non-Personal/Equipment (Oversized Vehicle Tow Service)	(\$600)
Senior Nutrition Program	(\$266)
City Attorney's Office Outside Litigation Reserve	(\$250)
Fire Department Non-Personal/Equipment (Records Management System)	(\$247)
Public Works Department Non-Personal/Equipment (Measure T Facilities Vehicle Purchase)	(\$220)
City Hall Maintenance and Repairs	(\$150)
Police Department Non-Personal/Equipment/Revenue from State of California (9-1-1 Call Processing Phone System Maintenance)	(\$141)
Information Technology Department Non-Personal/Equipment (Windows 10 Extended Support)	(\$136)
Police Department Personal Services/Licenses and Permits (Cardroom Regulation Program)	(\$131)
Transfer to the Gift Trust Fund (Library - General Gifts)	(\$125)
Transfer to the Emergency Reserve Fund	\$3,000
Revenue from Local Agencies (Purified Water Program)	\$728
Transfers and Reimbursements (Transfer from Real Property Transfer Tax Fund – Interest Income)	\$700
Personal Services/Revenue from Local Agencies (VTA Board Coordination)	\$114
Other Net Adjustments	(\$431)
Subtotal Required Technical/Rebalancing Actions	(\$1,192)
Grants/Reimbursements/Fees	\$0
(Sources = (\$2.6 million); Uses = (\$2.6 million))	
Remaining Fund Balance	\$0

Impacts on the 2025-2026 General Fund Budget

A summary of the significant adjustments by category is included below. More detail is provided in *Section IV: Recommended Budget Adjustments and Clean-Up/Rebudget Actions*.

Clean-Up/Rebudget Actions (-\$20.7 million)

A series of adjustments are recommended to complete existing projects continuing into 2025-2026 and to reflect any necessary technical budget adjustments or reconciliation actions. The Annual Report is the point in the budget process where action is required to rebudget unexpended funds from the prior year that were not anticipated when the Adopted Budget was approved, but are required to complete a project or program in the current year. Actions are also recommended that reduce previous rebudgets to reflect instances where expenditures for which rebudgets were approved for incorporation into the Adopted Budget exceeded estimates for 2024-2025; therefore, the funds are not available for rebudget to 2025-2026. Further, actions are recommended to rebudget revenues that were anticipated, but not received in 2024-2025.

The largest net rebudget actions are related to the timing of revenues anticipated from the State of California for activities undertaken in 2024-2025 and continuing into 2025-2026, including the: Interim Housing - Cerone (\$3.6 million) and Interim Housing - Cherry (\$2.6 million) projects, and grant-funded CaliforniansforAll Youth Workforce Program initiatives (\$3.2 million). Other notable rebudgets include: Elections and Ballot Measures (\$2.5 million); Government Access – Capital Expenditures (-\$1.9 million); General Liability Claims (-\$1.7 million); Digital Inclusion Program (-\$1.5 million); Certified Access Specialist Program (-\$1.4 million); Coyote Creek Project Reaches 5-7 (Valley Water) (-\$1.4 million); Fire Apparatus Replacement (-\$1.1 million); and Emmanuel House Shelter (-\$1.0 million).

Other technical adjustments include net-zero shifts between departments and appropriations, as well as the reconciliation of restricted funding for multiple programs (e.g. Artificial Turf Capital Replacement Reserve, Certified Access Specialist Program, Contractual Street Tree Planting, and Government Access – Capital Expenditures). Adjustments are also included to re-establish various appropriations for which prior year encumbrances were liquidated in 2024-2025 as part of the city-wide review process in response to the City Auditor’s Report 24-04, “Encumbrances: Departments Should Regularly Review All Encumbrances to Ensure Timely Liquidation.” In these instances, continued funding is required to support similar purposes previously authorized by City Council, including Interim Housing Construction and Operation (\$3.0 million) and Homeless Rapid Rehousing (\$2.3 million). A technical action is also necessary to re-establish the Testing, Tracing and Isolation appropriation (\$10.0 million), which had carried forward a negative expense related to a prior year commitment related to pandemic era expenses. Additional technical adjustments are included to align expenditure and reserve appropriations in accordance with prior City Council direction.

Impacts on the 2025-2026 General Fund Budget

Recommended Budget Adjustments (-\$1.2 million)

A number of General Fund budget adjustments, with a total net cost of \$1.2 million are recommended and can be classified under two categories: 1) Required Technical/Rebalancing Actions (net cost of \$1.2 million) that align already approved revenue estimates and expenditure budgets with the most current tracking information, reallocate funding among appropriations based on updated needs, correct technical problems or insufficient allocations included in the 2025-2026 Adopted Budget, or comply with actions previously authorized by the City Council; and, 2) Grants/Reimbursement/Fee Activities (net zero expenditure increase of \$2.6 million) actions that recognize new grants or adjust grants, reimbursements, or fee activity revenues, and adjust the appropriations for these purposes, as necessary.

Notable actions under each category are outlined below.

- **Required Technical/Rebalancing Actions (-\$1.2 million)**

- ***Transfer to the Real Property Transfer Tax Fund*** – re-establishes a Transfer to Real Property Transfer Tax Fund in the amount of \$2.1 million to transfer Real Property Transfer Tax (Measure E) funding from the General Fund. This transfer reflects the liquidation of prior-year encumbrances associated with contracts previously supported by Measure E funding in the General Fund, prior to the establishment of the Real Property Transfer Tax Fund, for affordable housing development and homelessness prevention or support services. (-\$2.1 million)
- ***Multiple Housing Fee Program Reserve*** – establishes the Multiple Housing Program Reserve in the amount of \$900,000. The Multiple Housing Fee Program is a full cost recovery program funded through fees, and the program ended 2024-2025 with expenditure savings and additional revenues. This funding will be set aside for future use by the Multiple Housing Fee Program. (-\$900,000)
- ***Police Department Non-Personal/Equipment (Oversized Vehicle Tow Service)*** – increases the Police Department's Non-Personal/Equipment appropriation by \$600,000 to fund a higher negotiated unit cost for the towing and disposal of oversized vehicles as well as increasing the overall towing capacity. Due to the volume of tows – including the removal and disposal of 79 unsafe recreational vehicles from Columbus Park – and increased costs for the towing and disposal of recreational vehicles, the City Council will consider Item 2.14 at their meeting September 30, 2025, to increase the total compensation to the tow contractor and to increase the amount per tow from \$2,000 to \$3,200, among other contract amendments. (-\$600,000)

Impacts on the 2025-2026 General Fund Budget

- **Senior Nutrition Program** – increases the Senior Nutrition Program City-Wide Expenses appropriation by \$265,731, from \$3.3 million to \$3.6 million. Since June 2018, Parks, Recreation and Neighborhood Services, in partnership with the County of Santa Clara, has contracted with a vendor to provide cooked meals to seniors at community centers throughout San José in support of the Senior Nutrition Program. The County reimburses the City a portion of the total contract cost to provide meals (\$2.03 million), which was allocated in the 2025-2026 Adopted Operating Budget. The contract to provide the meals has been finalized and the cost of the program is \$265,731 higher than what was assumed in the development of the 2025-2026 budget due to vendor cost increases per meal provided. County reimbursement rates, however, did not increase correspondingly; therefore, in order to maintain the program at the current level, the full burden of increased costs falls to the City. With this action, funding is provided to operate the entire program at an estimated cost of \$3.6 million, partially offset by the County's contribution of \$2.03 million. (-\$266,000)
- **City Attorney's Office Outside Litigation Reserve** – increases the City Attorney's Office Outside Litigation Reserve by \$250,000, from \$750,000 to \$1.0 million, to restore funding to an adequate level for anticipated outside legal services costs. (-\$250,000)
- **Fire Department Non-Personal/Equipment (Records Management System)** – increases the Fire Department's Non-Personal/Equipment appropriation by \$246,600 to provide funding for the replacement of the Department's records management system. The current records management system has reached the end of its useful life and is no longer supported. Initial funding of \$53,000 was appropriated as part of the 2021-2022 Annual Report for this project; however, the bid came in at \$299,600, inclusive of implementation costs. The replacement system will streamline the collection, management, and reporting of fire, medical, and other incident response data. In addition to handling fire prevention invoices, permits, inspections, and related information, the new platform will also support resource and equipment management across the agency. (-\$247,000)

Impacts on the 2025-2026 General Fund Budget

- **Public Works Department Non-Personal/Equipment (Measure T Facilities Vehicle Purchase)** – increases the Public Works Department's Non-Personal/Equipment appropriation by \$220,000 to purchase vehicles (two full sized pickup trucks) for the Facilities Maintenance Division. The 2025-2026 Adopted Operating Budget added 2.0 Senior Facility Repair Worker positions, effective April 1, 2026 to support Measure T funded facilities that will come online in spring 2026, including Fire Station 32 and the Police Training Center. These vehicles, inadvertently omitted from the 2025-2026 Adopted Operating Budget, will serve as essential work platforms, enabling staff to transport tools, materials, and safety equipment to a wide range of facilities across San José. With a high volume of projects and service needs, and the varying proximities of sites, transportation is critical to provide timely delivery of base-level trade services. (-\$220,000)

- **City Hall Maintenance and Repairs** – establishes the City Hall Maintenance and Repairs appropriation in the amount of \$150,000. This funding will provide for minor restoration work for the exterior of the City Hall campus, such as power washing, window washing, graffiti removal, painting, and repair of broken fixtures. While minor repair work and debris removal has been completed as past incidents have occurred, funding for more extensive exterior restoration at City Hall was last allocated in the 2022-2023 Adopted Capital Budget. (-\$150,000)

- **Police Department Non-Personal/Equipment/Revenue from State of California (9-1-1 Call Processing Phone System Maintenance)** – increases the Police Department's Non- Personal/Equipment appropriation by \$299,500 and the estimate for Revenue from the State of California by \$158,639 for 9-1-1 call processing phone system maintenance. The phone system is a critical system that requires 24/7 availability for both Fire and Police communications and the maintenance support will help mitigate any system failures and ensure a proper and functional system. In previous years, the California Governor's Office of Emergency Services (Cal OES) has fully paid for the maintenance services; however, effective 2025-2026, Cal OES will no longer fully support the cost of maintenance services and will shift a portion of the financial responsibility to local agencies. Cities must pay the full amount of the maintenance services and will be reimbursed for a portion of the costs. (-\$141,000)

Impacts on the 2025-2026 General Fund Budget

- **Information Technology Department Non-Personal/Equipment (Windows 10 Extended Support)** – increases the Information Technology's Non-Personal/Equipment appropriation by \$136,000 to provide extended Windows 10 support services for devices in the Police Department and Fire Department. Because of the need for consistent device uptime with expected high-intensity activities through calendar year 2026, delays have been experienced in upgrading devices to Windows 11. Due to the delays, an extension for support services is needed for legacy Windows 10 systems, as provided by an external vendor. After calendar year 2026, the Windows 11 upgrade effort will resume and will modernize the affected devices to the supported standard. (-\$136,000)
- **Police Department Personal Services/Licenses and Permits (Cardroom Regulation Program)** – decreases the Police Department's Personal Services appropriation by \$310,043 and the corresponding revenue estimate for License and Permits by \$440,640 due to changes in the Cardroom Regulation Program. On August 19, 2025, the City Council approved the reduction to the Cardroom Regulation Fee for each cardroom by \$220,320, from \$1,077,536 to \$857,216, for a total revenue reduction of \$440,640. The fee reduction is driven by the deletion of 1.0 Senior Auditor and 1.0 Staff Specialist positions in the Police Department's Office of Gaming Control (approved at the August 19, 2025 City Council meeting) totaling \$310,043 and an additional revenue loss of \$130,597, which corresponds to the overhead costs assigned to the two positions. (-\$131,000)
- **Transfer to the Gift Trust Fund (Library - General Gifts)** – establishes a Transfer to the Gift Trust Fund in the amount of \$124,643. Donations and gifts for various library branch locations received by the San José Public Library Foundation were incorrectly deposited in the General Fund rather than in the Gift Trust Fund. Corresponding actions in the Gift Trust Fund to recognize this transfer and increase the Library-General Gifts appropriation are also recommended in this report. (-\$125,000)
- **Transfer to the Emergency Reserve Fund** – decreases the Transfer to the Emergency Reserve Fund by \$3.0 million, from \$10.0 million to \$7.0 million. The transfer was originally included in the 2025-2026 Adopted Budget to enable an increase to the FEMA (Federal Emergency Management Agency) Non-Reimbursable Expenses Reserve, intended as a safeguard in the event that a significant portion of the approximately \$30 million in FEMA reimbursements for pandemic-related expenses was denied. Because actual reimbursements in 2025-2026 exceeded initial expectations, the General Fund contribution to this reserve can be reduced. (\$3.0 million)

Impacts on the 2025-2026 General Fund Budget

- **Revenue from Local Agencies (Purified Water Program)** – increases the estimate for Revenue from Local Agencies by \$727,698 to recognize funding that was inadvertently omitted during the development of the 2025-2026 Adopted Operating Budget. Since 2024-2025, Valley Water provides ongoing funding for 2.5 positions in the Environmental Services Department’s Purified Water Program, including 1.0 Senior Environmental Program Manager, 1.0 Supervising Environmental Services Specialist, and 0.5 Deputy Director position, to support a comprehensive water conservation program spanning all water-related utilities operated by the City. This team interfaces with Valley Water in the pursuit of a variety of projects and activities within the "One Water" strategy, including the implementation of water conservation programs, and the coordination and development of plans for a substantial water recycling project for the production of potable water from wastewater effluent. (\$728,000)
- **Transfers and Reimbursements (Transfer from Real Property Transfer Tax Fund – Interest Income)** – increases the revenue estimate for Transfers and Reimbursements by \$700,000, from \$145.9 million to \$146.6 million. The 2025-2026 Adopted Operating Budget estimate for the Transfer from the Real Property Transfer Tax Fund - Interest Income was built on the assumption that 2024-2025 collections would total \$1.3 million and remain flat in 2025-2026. However, due to higher than anticipated collections at the end of 2024-2025, collections ended the year at approximately \$2.2 million. Therefore, this report includes a recommendation to increase the 2025-2026 budgeted estimate by \$700,000 to align the budgeted estimate more closely with the prior year collection level. (\$700,000)
- **Personal Services/Revenue from Local Agencies (VTA Board Coordination)** – increases the Transportation Department’s Personal Services appropriation by \$263,000 and increases the estimate for Revenue from Local Agencies by \$377,424. Funding from the Valley Transportation Authority (VTA) will provide temporary staffing to support the City’s federal, State, and regional transportation policy and legislative efforts, and to perform work related to policy efforts with the Metropolitan Transportation Commission, the VTA, California Transportation Commission, and other associated State and federal advocacy efforts. In September 2025, the City Council approved an agreement with the VTA which provides reimbursement to the City for staff costs incurred as part of this coordination effort. The agreement is retroactively effective from February 2025 and extends until December 2026, with a not to exceed amount of \$526,000. The Transportation Department incurred reimbursable expenses for the temporary staffing in 2024-2025 of \$114,424 and expects to invoice an additional \$263,000 in 2025-2026. As a result, the Transportation Department anticipates reimbursements totaling \$377,424 in 2025-2026. (\$114,000)

Impacts on the 2025-2026 General Fund Budget

- ***Other Remaining Adjustments*** – Remaining actions include technical corrections or reallocations, and other smaller adjustments (-\$431,000). Notable actions include:
 - increasing the respective City Council District appropriations to allocate sponsorship revenue received in 2024-2025 (-\$83,000);
 - increasing the Police Department’s Non-Personal/Equipment appropriation to support the City’s share of costs for the South Bay Information Sharing System (-\$76,000);
 - increasing the Fire Department’s Non-Personal/Equipment appropriation for the replacement of dual-chambered auto-injector kits (-\$75,000);
 - increasing the Fire Department’s Non-Personal/Equipment appropriation to support continued maintenance and preventative care services for previously acquired emergency medical services devices (-\$66,000);
 - increasing the Fire Department’s Non-Personal/Equipment appropriation to replace Automated External Defibrillators (-\$60,000);
 - increasing the Arena Public Safety City-Wide Expenses appropriation (retitled from Arena Peddler Mitigation Program) to reimburse the San José Sharks for the purchase and deployment of security cameras as required by the recently approved agreement (-\$50,000);
 - increasing the budget for Council District 8 to address the additional costs for a last-minute drone show for the 4th of July Celebration at Lake Cunningham (\$-30,000); and
 - establishing the Business Improvement District Creation City-Wide Expenses appropriation to complete the formation of The Alameda Community Benefit Improvement District (-\$20,000).

Additionally, several net-zero actions reallocate funding from the:

- Transportation Department’s Non-Personal/Equipment appropriation to the Police Department’s Personal Services appropriation for temporary staffing to assist with monitoring the red- light running program (net-zero adjustment of \$211,000);
- City Manager’s Office of Economic Development and Cultural Affairs to the Planning, Building and Code Enforcement Department to reflect the deletion of 1.0 Senior Executive Analyst position and addition of 1.0 Development Officer under Planning, Building and Code Enforcement, limited to June 30, 2030, to better support the Energy Customer Development Team (net-zero adjustment of \$186,000);
- San José Museum of Art Cooling Tower Replacement project to the San Jose Museum of Art Improvements project to reallocate savings for minor improvements and maintenance projects at the facility (net-zero adjustment of \$150,000); and,
- Environmental Services Department’s Non-Personal/Equipment appropriation to a new City-Wide Expenses appropriation for the Purified Water Program (net-zero adjustment of \$111,000).

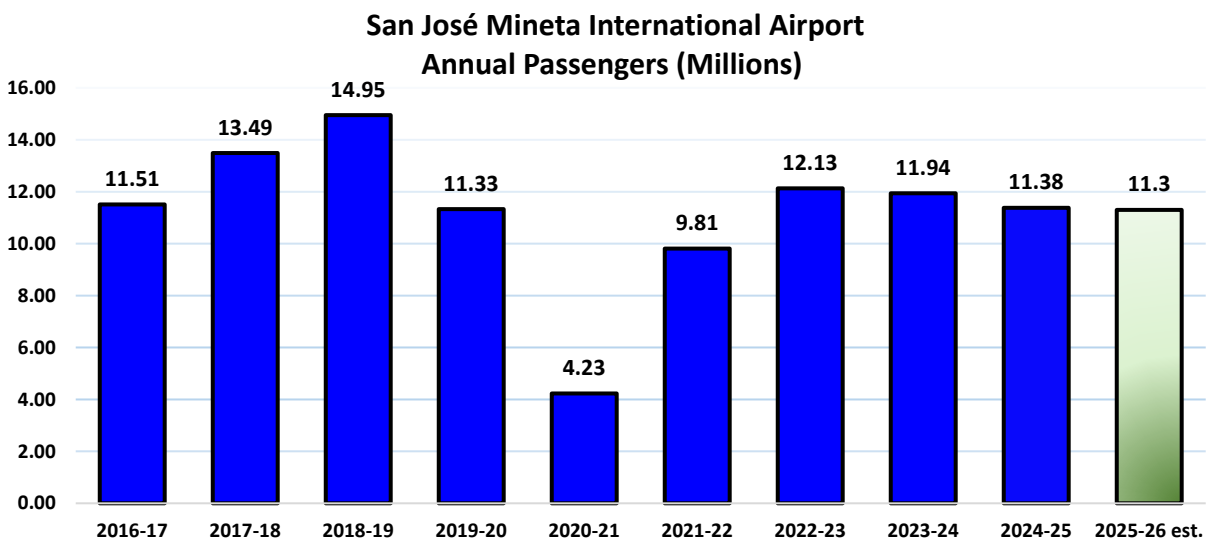
- **Grants/Reimbursements/Fees (Net-Zero)**

- A series of adjustments – net increase in revenues of \$2.6 million, offset by a net expenditure increase of \$2.6 million – are recommended to recognize new and updated revenues and expenditures for **Grants, Reimbursements, and/or Fees**, primarily for the following departments: Public Works Department (net-zero adjustments of \$836,000); Fire Department (net-zero adjustments of \$691,000); Library Department (net-zero adjustments of \$374,000); Police Department (net-zero adjustments of \$235,000); Environmental Services Department (net-zero adjustments of \$210,000); and, Information Technology Department (net-zero adjustments of \$150,000). These adjustments are further described in *Section IV. Recommended Budget Adjustments and Clean-Up/Rebudget Actions*.

2024-2025 Selected Special/Capital Funds Budget Performance
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Airport Operating Funds

The Airport served 11.4 million passengers in 2024-2025, which was a decrease of 4.7% from 2023-2024. Passenger traffic saw a small decrease as broader economic uncertainty is influencing airline operational decisions, leading some carriers to reduce flights, consolidate routes, or defer planned expansions. For 2025-2026, passenger levels are projected to decline slightly by 0.7% from 2024-2025 to 11.3 million passengers.



2024-2025 Selected Special/Capital Funds Budget Performance (Cont'd.)

The different airport activity categories had a mixed performance when compared to 2023-2024. Parking exits (-8.6%), mail/freight/cargo pounds (-6.4%), landed weights (-2.5%), and traffic operations (-1.0%) all declined, which were partially offset by growth in gallons of aviation fuel sold (22.8%) and ground transportation trips (3.7%).

In 2024-2025, revenue performance ended the year \$12.9 million (5.3%) above the budgeted estimate. Airline Rates and Charges (combined total of landing fees and terminal rents) and all other operating categories, excluding transfers and grant funding, ended the year at \$241.2 million, which was \$12.9 million (5.6%) above the budgeted estimate of \$228.4 million. The positive variance was driven by higher revenues in Terminal Concessions, General Aviation/Miscellaneous, Terminal Rentals, Landing Fees, Airfield, and Petroleum, partially offset by lower-than-budgeted Parking and Roadway revenues.

The Airport Customer Facility and Transportation Fee Fund realized year-end expenditure savings of \$174,000 (1.0%), while the Airport Maintenance and Operation Fund reported savings of \$12.9 million (8.0%) compared to the budgeted level of \$162.0 million. These savings were primarily due to lower non-personal/equipment expenditures (\$9.5 million), reflecting reduced costs for custodial services, customs and border protection, shuttle bus operations, and parking services. In addition, \$3.8 million in savings resulted from an overestimation of the net remaining revenue share that, by agreement, would need to be returned to the airlines. This moderately conservative estimate is intentional, as it helps avoid a year-end transfer that could otherwise exceed the appropriation.

San José Clean Energy Fund

The San José Clean Energy Fund, managed by the Energy Department, facilitates the delivery of the San José Clean Energy (SJCE) program. Total Energy Sales of \$445.9 million were below prior year levels of \$471.3 million primarily due to moderating rates and generally flat energy demand. Cost of Energy expenditures, including encumbrances, ended the year at \$430.0 million, slightly above prior year levels of \$426.6 million. SJCE maintains an investment-grade credit rating, indicating a strong and stable financial outlook. Nonetheless, the high volatility of market prices, changes in the regulatory environment, and PG&E's Power Charge Indifference Adjustment (PCIA) fees remain risk factors. The City Council's Financial Reserve Policy authorizes an Operations Reserve of at least 180 days of operating costs – currently at \$234.0 million – and a Rate Stabilization Reserve that defers ratepayer revenue to be recognized in a future year to offset expenditures and ensure customer rates remain competitive and affordable, which was increased from \$50.0 million to \$106.0 million with the deferral of \$56.0 million at fiscal year-end. Staff anticipates leveraging the Rate Stabilization Reserve in 2025-2026 to offset anticipated rate increases later in the fiscal year due to an anticipated increase in the PCIA.

2024-2025 Selected Special/Capital Funds Budget Performance (Cont'd.)

Capital Fund Major Revenues

A number of taxes and fees levied on construction and property resale (conveyance) activity provide a large source of revenue to the City’s Capital program. The 2024-2025 actual collections in these capital revenue categories ended the year below budgeted estimates. The chart below provides a comparison of estimated revenues to actual revenues, and a discussion of the three largest revenue sources follows.

**Real Estate and Construction-Related Capital Program Revenues Comparison
 (\$ in Thousands)**

	2024-2025 Estimate*	2024-2025 Actuals	% Variance
Construction and Conveyance Tax	\$43,000	\$39,008	(9%)
Building and Structure Construction Tax	\$20,000	\$20,469	2%
Construction Excise Tax	\$15,000	\$14,215	(5%)
Municipal Water System Fees	\$120	\$443	269%
Residential Construction Tax	\$200	\$142	(29%)
Sanitary Sewer Connection Fee	\$500	\$476	(5%)
Storm Drainage Connection Fee	\$180	\$233	29%
	\$79,000	\$74,986	(5.1%)

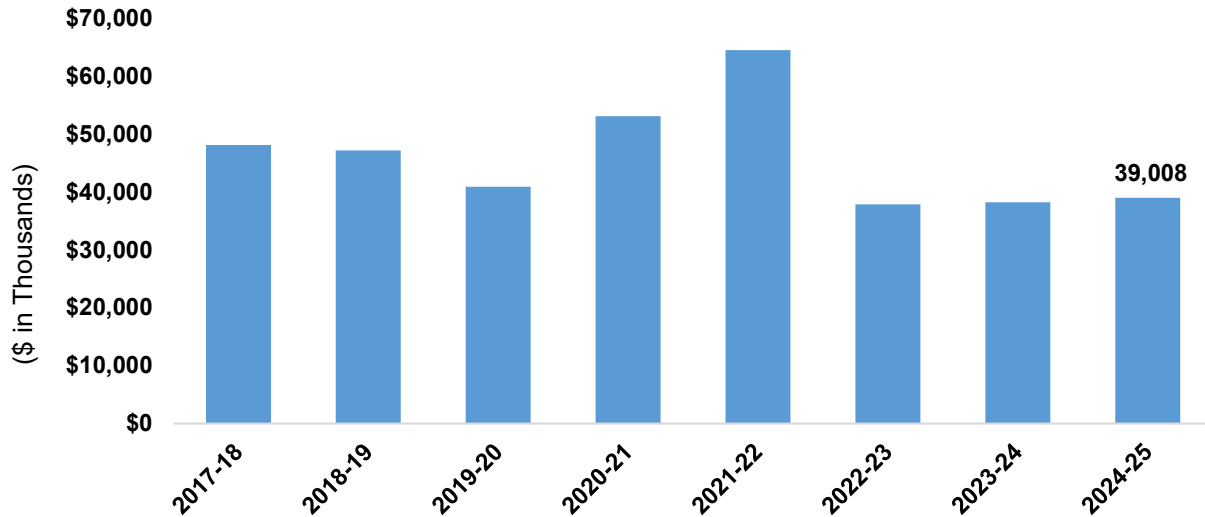
* Revenue estimate used in the development of the 2025-2026 Adopted Capital Budget.

- **Construction and Conveyance Tax**

Real estate activity (primarily housing re-sales) determines the collection level of one of the major capital revenue sources, the Construction and Conveyance (C&C) Tax. Approximately 99% of C&C Tax is derived from a tax imposed upon each transfer of real property, with the remaining 1% generated from a construction tax levied on most types of construction. C&C Tax revenues, which are a significant source of funds for the Parks and Community Facilities Development, Library, Fire, Service Yards, and Communications capital programs, totaled \$39.0 million in 2024-2025. This collection level is \$4.0 million below the estimated collection level. In 2025-2026, C&C Tax revenue is budgeted at \$47.0 million, which would now require year-over-year growth of over 20%. Given the volatile nature of the C&C Tax, receipts will be closely monitored with budget adjustments brought forward later in the budget process, if deemed necessary. The following graph displays the history of C&C Tax receipts.

2024-2025 Selected Special/Capital Funds Budget Performance (Cont'd.)

Construction and Conveyance Tax Revenues



- **Building and Structure Construction Tax and the Construction Excise Tax**

The Building and Structure Construction Tax and the Construction Excise Tax are major sources of funding for the Traffic Capital Program. Year-end collections in the Building and Structure Construction Tax category totaled \$20.5 million in 2024-2025. This collection level was 20.4% (\$3.5 million) above the Modified Budget estimate of \$17.0 million, 2.3% (\$469,000) above the \$20.0 million estimate used to develop the 2025-2026 Adopted Capital Budget, and \$843,000 more than the \$19.6 million received in 2023-2024. Year-end collections in the Construction Excise Tax category totaled \$14.2 million in 2024-2025. This collection level was 11.2% (\$1.8 million) below the Modified Budget estimate of \$16.0 million, 5.2% (\$785,000) below the \$15.0 million used to develop the 2025-2026 Adopted Capital Budget, and 22.5% (\$4.1 million) below 2023-2024 collections of \$18.4 million.

The graph below displays the collection history of both the Building and Structure Construction Tax and Construction Excise Tax receipts. Tax collections track closely to permit valuation activity. In 2024-2025 overall permit valuations increased slightly from the prior year, though still below historical highs in 2019-2020. In 2024-2025, building project valuations for residential and industrial categories decreased by 33.6% and 25.4%, respectively, compared to the prior year. However, the project valuations for the commercial category increased significantly, ending the year 89.1% higher than 2023-2024. The status of these taxes will be closely monitored throughout 2025-2026 to determine if future budget actions are necessary to revise the revenue estimates.

2024-2025 Selected Special/Capital Funds Budget Performance (Cont'd.)



Special and Capital Funds Budget Adjustments

A number of budget adjustments for both special and capital funds are included in this report, including recognition of grants, net-zero transfers/reallocations, new allocations for a small number of high priority projects and programs, and required fund rebalancing activity. Highlights of significant actions within these funds are described below.

Several actions are included within Housing Funds to continue the City’s housing production and preservation goals, as well as to provide services for residents experiencing homelessness. After taking into account the actions to close out the fiscal year and other adjustments included in this report, a total of \$50.9 million is allocated to the Housing Projects Reserve to support future affordable housing efforts within the Low and Moderate Income Housing Asset Fund, facilitated in part by a transfer of \$22.9 million of Measure E funds from the Real Property Transfer Tax to reimburse for land acquisition costs for the Vista Montana project.

Within the Real Property Transfer Tax Fund, actions are included to reflect savings of \$24.9 million from the withdrawal of a City loan for the Lupina affordable housing project that will now be funded by the County to allow these resources to be repositioned to support other affordable housing developments, and increasing by \$5.0 million the funding commitment for the 525 North Capitol Avenue affordable housing project. Lastly, combined funding of \$3.6 million will support continued homeless outreach and support services through the Targeted Outreach and Engagement Program (TOEP) within the Multi-Source Housing Fund (\$2.1 million), the Homeless Housing, Assistance, and Prevention Fund (\$800,000), and the Housing Trust (\$700,000).

2024-2025 Selected Special/Capital Funds Budget Performance (Cont'd.)

In the Airport Renewal and Replacement Fund, recommended adjustments include establishing the Future Capital Rehabilitation Reserve at \$70.0 million to set aside funding for capital rehabilitation improvements at the Airport. Given the uncertainty with both passenger level growth and the City's ability to continue receiving FAA grant awards, the Airport is planning to defer large capital projects such as the Belly Freight Facility and the Terminal A and B Ramp Rehabilitation projects outside of the Five-Year Capital Improvement Plan (CIP) horizon and use available resources to focus on rehabilitation of existing capital assets. The Airport will present a plan for rehabilitation priorities as part of the 2026-2027 Proposed Capital Budget Mid-Biennial Update.

In the Building and Structure Construction Tax Fund, actions include elimination of the \$4.2 million Monterey Grade Separation project. In August 2025, the Transportation Department received notification that the United States Department of Transportation – Federal Railroad Administration (DOT FRA) withdrew its selection of the City's Southern San José Grade Separations (Monterey Road) Project for DOT FRA funding. The project was funded by a \$7.5 million Consolidated Rail Infrastructure and Safety Improvements federal grant and local match of \$2.5 million. The project provided funding for the preliminary engineering and environmental clearance to grade separate three at-grade crossings on the Union Pacific Railroad Corridor (Skyway Drive, Branham Lane, and Chynoweth Avenue). The \$4,175,000 reflects the estimated project costs for 2025-2026 as included in the 2026-2030 Adopted Traffic CIP.

In the Construction Excise Tax Fund, actions include elimination of the \$500,000 Bikeshare to La Plaza project. In May 2025, the Transportation Department received notification that the United States Environmental Protection Agency (EPA) terminated the \$1.0 million Environmental Justice Government-to-Government grant awarded to the City of San José to expand the bikeshare program and connect the Mayfair neighborhood in East San José with the rest of San José's bikeshare network. The project was fully funded by the grant. The \$500,000 reflects the estimated project costs for 2025-2026 as included in the 2026-2030 Adopted Traffic CIP.

In the Subdivision Park Trust Fund, a \$1.0 million increase to the St. James Park Design project, from \$834,000 to \$1.8 million, is recommended to ensure completion of the Phase I design for a splash pad and WiFi installation by spring 2026.

Finally, the rebudget of unexpended funds for projects and programs extending into 2025-2026 is recommended in this report. Details of these adjustments can be found in Section IV of this report.

STATUS ON CITY COUNCIL REFERRALS

As part of City Council's approval of the Mayor's June Budget Message for Fiscal Year 2025-2026, should additional funding become available, the City Council directed the City Manager to bring forward recommendations for City Council consideration as part of the 2024-2025 Annual Report, the 2025-2026 Mid-Year Budget Review, or other appropriate time, to increase funding for immigration services and emergency support for undocumented residents. Given the lack of available funding, this report does not recommend additional funding above the \$1.0 million already included in the 2025-2026 Adopted Operating Budget for strengthening legal services, expanding outreach, education, and prevention, and enhancing emergency response.

NEXT STEPS

The results of the 2024-2025 Annual Report will provide an updated starting point for monitoring 2025-2026 financial performance, with actual revenue and expenditure trends factored into the analysis of the General Fund and numerous special and capital funds. Information on the City's budget for 2025-2026 will be provided in the Bi-Monthly Financial Reports that are distributed to the PSFSS Committee or released to the City Council as an Information Memorandum, and the 2025-2026 Mid-Year Budget Review.

The 2024-2025 Annual Report results will also be factored into the 2026-2027 budget development process. The General Fund Five-Year Forecast is scheduled to be released in late February 2026. The 2026-2027 Proposed Operating Budget and the 2026-2027 Proposed Capital Budget Mid-Biennial Update are scheduled to be released by May 1, 2026.

COORDINATION

The City Manager's Budget Office coordinated with the Finance Department on the reconciliation of the City's funds and coordinated with all City Departments and City Council Appointees, as applicable, on recommended budget adjustments that are brought forward in this document.

PUBLIC OUTREACH

This document will be posted on the City's Council Agenda website for the October 21, 2025 City Council meeting.

COMMISSION RECOMMENDATION AND INPUT

No commission recommendation or input is associated with this action.

CEQA

Not a Project, File No. PP17-009, Staff Reports, Assessments, Annual Reports, and Informational Memos that involve no approval of any City actions, and File No. PP17-004, Government Funding Mechanism of Fiscal Activity with no commitment to a specific project which may result in a potentially physical impact on the environment.

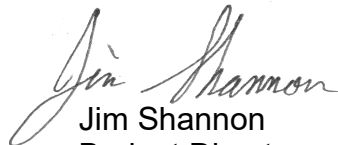
PUBLIC SUBSIDY REPORTING

This item does not include a public subsidy as defined in section 53083 or 53083.1 of the California Government Code or the City's Open Government Resolution.

CONCLUSION

Through careful fiscal management, overall revenues for the various City funds ended the year close to estimated levels and expenditures were below budgeted allocations. As a result of rigorous forecasting, monitoring, and management throughout all City funds, 2024-2025 revenues and expenditures ended the year very close to budgeted expectations. In the General Fund, the additional fund balance at the end of 2024-2025, after considering clean-up/rebudget actions, totaled \$1.2 million (0.03% of the Modified Budget for revenues and expenditures). Along with a number of net-zero adjustments related to grants, reimbursements and fees, recommendations are included in this report to fully allocate these funds to meet prior City Council direction.

The Administration will continue to monitor and report on the City's budget performance through the Bi-Monthly Financial Reports and the Mid-Year Budget Review. The financial results of 2024-2025, as well as the actual performance in 2025-2026, will be factored into the development of the 2026-2027 budget. The 2027-2031 General Fund Five-Year Forecast will be released at the end of February 2026 for budget planning purposes.


Jim Shannon
Budget Director

CERTIFICATION OF FUNDS

I hereby certify that there will be available for appropriation in the designated funds and in the amounts as listed below in fiscal year 2025-2026 monies in excess of those heretofore appropriated therefrom:

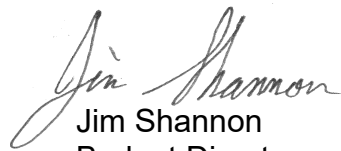
General Fund	\$38,404,789
Airport Capital Improvement Fund	\$7,219,784
Airport Customer Facility and Transportation Fee Fund	\$1,180,989
Airport Renewal and Replacement Fund	\$67,843,549
Airport Revenue Fund	\$1,628,722
Branch Libraries Bond Projects Fund	\$167,913
Building and Structure Construction Tax Fund	\$19,758,970
Building Homes and Jobs Act Fund	\$707,656
Business Improvement District Fund	\$1,196,130
Cash Reserve Fund	\$32
Citywide Planning Fee Program Fund	\$905,195
City Hall Debt Service Fund	\$298,295
Community Development Block Grant Fund	\$4,074,206
Community Facilities District Fund #8	\$192,621
Community Facilities District Fund #11	\$29,801
Community Facilities District Fund #12	\$24,512
Community Facilities District Fund #13	\$12,059
Community Facilities District Fund #14	\$98,862
Community Facilities District Fund #15	\$53,881
Community Facilities District Fund #16	\$10,917
Community Facilities District Fund #17	\$14,555
Construction and Conveyance Tax – Communications	\$283,894
Construction and Conveyance Tax – Council District 1	\$135,047
Construction and Conveyance Tax – Council District 2	\$155,004
Construction and Conveyance Tax – Council District 3	\$217,348
Construction and Conveyance Tax – Council District 4	\$2,590,046
Construction and Conveyance Tax – Council District 5	\$1,612,735
Construction and Conveyance Tax – Council District 6	\$431,604
Construction and Conveyance Tax – Council District 8	\$397,544
Construction and Conveyance Tax – Council District 9	\$384,798
Construction and Conveyance Tax – Fire	\$296,281
Construction and Conveyance Tax – Parks Central	\$945,153
Construction and Conveyance Tax – Parks City-wide	\$3,174,316
Construction and Conveyance Tax – Parks Yards	\$238,385
Construction and Conveyance Tax – Service Yards	\$268,723

CERTIFICATION OF FUNDS

Contingent Lien District Fund	\$48,531
Convention and Cultural Affairs Capital Fund	\$80,999
Convention and Cultural Affairs Fund	\$1,207,820
Convention Center Facility District Capital Fund	\$684,912
Convention Center Facilities District Revenue Fund	\$973,087
Economic Development Administration Loan Fund	\$116
Edward Byrne Memorial Justice Assistance Grant Trust Fund	\$11,769
Emma Prusch Fund	\$4,966
Evergreen Benefit Assessment District Fund	\$214,871
Evergreen Creek Assessment District Fund	\$145,751
Evergreen East Hills Traffic Impact Fee Fund	\$8,155,956
Fire Development Fee Program Fund	\$420,468
General Purpose Parking Capital Fund	\$3,553,848
General Purpose Parking Fund	\$1,071,311
Gift Trust Fund	\$3,518,569
Home Investment Partnership Program Trust Fund	\$2,278,991
Housing Trust Fund	\$1,116,232
Interstate 280/Winchester Traffic Impact Fee Fund	\$1,407,438
Ice Centre Revenue Fund	\$317,796
Inclusionary Fee Fund	\$16,310,000
Integrated Waste Management Fund	\$3,444,906
Lake Cunningham Fund	\$52,141
Library Parcel Tax Capital Fund	\$148,766
Library Parcel Tax Fund	\$586,637
Low and Moderate Income Housing Asset Fund	\$66,203,080
Maintenance District Fund #1	\$67,821
Maintenance District Fund #11	\$17,816
Maintenance District Fund #18	\$8,920
Maintenance District Fund #19	\$5,868
Maintenance District Fund #20	\$15,123
Major Collectors and Arterials Fund	\$3,162
Major Facilities Fund	\$775,782
Measure T Public Safety and Infrastructure Bond Fund	\$13,147,115
Multi-Source Housing Fund	\$20,808,640
Municipal Golf Course Fund	\$229,814
North San Jose Traffic Impact Fee Fund	\$43,813,146
Parks and Recreation Bond Projects Fund	\$725,236
Planning Development Fee Program Fund	\$1,797,394
Public Works Development Fee Program Fund	\$4,555,926
Public Works Program Support Fund	\$1,595,296

CERTIFICATION OF FUNDS

Public Works Small Cell Permitting Fee Program Fund	\$646,859
Real Property Transfer Tax Fund	\$7,903,905
Rental Stabilization Program Fee Fund	\$1,520,779
Residential Construction Tax Contribution Fund	\$316,384
US-101/Oakland/Mabury Traffic Impact Fee Fund	\$20,196,980
San José Arena Capital Reserve Fund	\$2,884,658
San José Clean Energy Operating Fund	\$9,280,443
San José-Santa Clara Treatment Plant Capital Fund	\$12,621,411
San José-Santa Clara Treatment Plant Income Fund	\$143,189
San José-Santa Clara Treatment Plant Operating Fund	\$5,755,379
Sanitary Sewer Connection Fee Fund	\$153,736
Sewer Service and Use Charge Capital Improvement Fund	\$8,034,272
Sewer Service and Use Charge Fund	\$1,989,502
Shea Homes Advance Assessment District Fund	\$18,886
Silicon Valley Bridge Assessment District Fund	\$19,240
Silver Creek Assessment District Fund	\$14,680
South Bay Water Recycling Capital Fund	\$47,098
South Bay Water Recycling Operating Fund	\$3,788,079
St. James Park Management District Fund	\$97,485
State Gas Tax Pavement Maintenance Fund	\$51,460,037
Storm Drainage Fee Fund	\$51,298
Storm Sewer Capital Fund	\$7,499,330
Subdivision Park Trust Fund	\$3,492,555
Supplemental Law Enforcement Services Fund	\$42,630
Transient Occupancy Tax Fund	\$1,934,189
Underground Utility Fund	\$3,809,125
VRF Measure B Pavement Maintenance Fund	\$10,814,525
VTA Measure B Pavement Maintenance Fund	\$38,560,694
Water Utility Capital Fund	\$11,139,189
Willow Glen Community Benefit Improvement District Fund	\$17,642
Workforce Development Fund	\$3,331,261


Jim Shannon
Budget Director

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DEFINITIONS

- **Actuals vs. Budget/Estimate** – This document includes analyses of department appropriations and funds based on variances between the 2024-2025 actual revenues/expenditures and either the 2024-2025 Modified Budget or 2024-2025 estimates.
 - "Actuals" represent unaudited year-end close figures as of June 30, 2025.
 - "Budget" reflects the original 2024-2025 Adopted Budget plus Council-approved modifications to the Appropriation Ordinance and Funding Sources Resolution. This number represents the year-end budget.
 - "Estimates" are revenue/expenditure projections based on information available prior to June 30, 2025. These estimates were used in projecting the year-end fund balance, and consequently, the 2025-2026 Adopted Budget beginning fund balance.
- **Budgetary Basis vs. GAAP** – The figures used throughout the text of this report are presented in accordance with the budget. The Financial Statements section of this report, however, has been prepared using reports which, in many cases, have been adjusted to report transactions in accordance with generally accepted accounting principles (GAAP). Major differences between the budgetary basis and GAAP basis include:
 - Year-end encumbrances are recognized as the equivalent of expenditures for budgetary purposes. Encumbrances are not recognized as expenditures on a GAAP basis until recorded as actual expenditures. As a result, the expenditures and encumbrances have been combined in the text for a budgetary basis presentation, while the Financial Statements section presents expenditures and encumbrances separately.
 - In Governmental Funds, an amount for the current year's compensated absences is not recognized on a budgetary basis since annual expenditures related to vacation, sick leave, and compensatory time are budgeted as part of departmental personal services.
 - Certain loan transactions and debt service payments are not recognized as expenditures on a GAAP basis since these payments represent a reduction of an existing debt obligation. For budgetary purposes, however, these payments represent a "use of funds" and are budgeted as such.
 - Under the GAAP basis, grant resources that are restricted to capital acquisition or construction in an Enterprise Fund are identified as contributions of capital and are not recorded as revenue. For budgetary purposes, grant funding, such as this, is recognized as a source of funds.
- **Glossary of Terms** – Definitions of frequently used budgetary and accounting terms are presented on the next page.

GLOSSARY OF TERMS

Accrual Basis

Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Appropriation

The legal authorization granted by the City Council to the Administration to make expenditures and incur obligations for purposes specified in the Appropriation Ordinance.

Base Budget

Ongoing expense level necessary to maintain service levels previously authorized by the City Council.

Capital Budget

A financial plan of capital projects and the means of financing them for a given period of time.

Capital Funds

These funds account for resources designated to acquire, rehabilitate, or construct general fixed assets and major improvements.

Capital Improvement Program (Five-Year)

A plan, separate from the annual budget, which identifies all capital projects to be undertaken during a five-year period, along with cost estimates, method of financing, and a recommended schedule for completion.

Carryover

Unspent funds, either encumbered, reserved, or unobligated, brought forward from prior fiscal years.

Contingency Reserve

An appropriation of funds to cover unforeseen events that occur during the budget year, such as emergencies, newly-required programs, shortfalls in revenue, or other eventualities.

Contractual Services

Operating expenditures for services provided by outside organizations and businesses, including maintenance contracts, management services, etc.

Debt Service

The amount required to pay interest on and to retire the principal of outstanding debt.

Encumbrance

Financial obligations such as purchase orders, contracts, or commitments which are chargeable to an appropriation and for which a portion of the appropriation is reserved.

Expenditure

The use of present or future assets resulting in a decrease in net financial resources.

Fiscal Year

A 12-month accounting period to which the annual budget applies; for San José, it is the period from July 1 through June 30.

Fund

An independent fiscal and accounting entity used to account for all financial transactions related to the specific purpose for which the fund was created by ordinance.

GLOSSARY OF TERMS

Fund Balance

The difference between total revenue sources and total expenditures in a fund. The fund balance is calculated at the end of the fiscal year.

General Fund

The primary operating fund used to account for all the revenues and expenditures of the City that are not related to special or capital funds.

Non-Personal / Equipment Expenses

Operating costs that are not related to personnel, such as supplies, training, contractual services, utilities, and vehicles.

Operating Budget

A financial plan for the provision of direct services and support functions.

Personal Services

Salary and fringe benefit costs of City employees.

Rebudget

Unspent and unencumbered prior year funds reauthorized for the same purpose as previously approved, usually as a result of delayed program or project implementation.

Reserve

Funds budgeted for a particular purpose but not authorized for immediate obligation.

Revenue

A funding source or income received by the City in support of a program of services. It includes such items as taxes, fees, user charges, grants, bond proceeds, and interest income.

Special Funds

These funds account for revenues derived from specific taxes or other earmarked revenue sources and are usually required by statute, charter provision, local ordinance, or federal grant regulation to finance particular functions of the City.

Transfers

Transfers between funds to account for reimbursements for services, overhead expenses, or other payments.

FUND DESCRIPTIONS

Affordable Housing Impact Fee Fund

This Special Revenue Fund accounts for funding related to the Affordable Housing Impact Fee for the development of new market rate residential rental units.

Airport Capital Funds

These Enterprise Funds account for the Airport's capital expenditures and revenues and consist of the following: Airport Capital Improvement Fund; Airport Revenue Bond Improvement Fund; Airport Renewal and Replacement Fund; and Airport Passenger Facility Charge Fund.

Airport Operating Funds

These Enterprise Funds account for the operation of the Airport and consist of the following: Airport Revenue Fund; Airport Maintenance and Operation Fund; Airport Surplus Revenue Fund; Airport Customer Facility and Transportation Fee Fund; and the Airport Fiscal Agent Fund.

Alameda Community Benefit Improvement District Fund

This Special Revenue Fund accounts for property-based assessments collected within The Alameda Community Benefit Improvement District. Revenues support enhanced services and improvements that specifically benefit parcels in the district, including beautification, maintenance, public events, and activities that promote and improve the business environment along The Alameda corridor.

Benefit Funds

These Internal Service Funds account for the provision and financing of benefits to City employees, retirees, and their dependents. It consists of the Dental Insurance Fund, Life Insurance Fund, Unemployment Insurance Fund, Self-Insured Medical Fund, and Benefit Fund.

Branch Libraries Bond Projects Fund

This Capital Fund accounts for General Obligation Bond proceeds approved by voters on the November 2000 ballot (Measure O). The use of this fund is restricted to the acquisition of property and the expansion and construction of branch libraries.

Building Development Fee Program Fund

This Special Revenue Fund accounts for fees collected from developers for all new development and tenant improvements in the City. The use of this fund is restricted to provide for enforcing building and structures are erected, constructed, enlarged, altered, or repaired in accordance to the City's building, residential, mechanical, plumbing, and electrical codes.

Building and Structure Construction Tax Fund

This Capital Fund accounts for the tax on residential, commercial, and industrial development. The use of these funds, along with grant revenues, is restricted to traffic capital improvements on major arterials and collectors, including bridges, culverts, lighting, and traffic control systems.

FUND DESCRIPTIONS

Building Homes and Jobs Act Fund

This Special Revenue Fund accounts for housing-related projects and programs that assist in addressing the unmet housing needs of the local communities.

Business Improvement District Fund

This Special Revenue Fund accounts for assessments involving Business Improvement District activities.

Cash Reserve Fund

In the City's Comprehensive Annual Financial Report, this fund is grouped with the City's General Fund. This accounts for the payment of authorized expenditures for any fiscal year in anticipation of and before the collection of taxes and other revenues, and for payment of authorized expenses for any fiscal year that must be paid prior to the receipt of tax payments and other revenues.

City Hall Debt Service Fund

This Special Revenue Fund accounts for the debt service payments for City Hall and the City Hall off-site parking garage. This fund receives transfers from the General Fund, special funds, and capital funds in amounts sufficient to cover the debt service payments.

Citywide Planning Fee Program Fund

This Special Revenue Fund accounts for fees collected from developers for all new development and tenant improvements in the City. The use of this fund is restricted to provide for activities related to maintain an updated General Plan, zoning code, and other citywide plans and policies to allow development and new construction to occur consistent with the City's development policy and community objectives.

Community Development Block Grant Fund

This Special Revenue Fund accounts for federal grant monies received from the U.S. Department of Housing and Urban Development under Title II Housing and Community Development Act of 1974 and Rental Rehabilitation Program funds.

Community Facilities and Maintenance Assessment District Funds

These Special Revenue Funds account for the maintenance and administration of assessment districts throughout the City.

Community Facilities Revenue Fund

This Special Revenue Fund accounts for the rental revenues received from Hayes Mansion operations and provides for the accumulation and transfer of base rental income to the appropriate debt service funds for repayment of facilities-related debts.

FUND DESCRIPTIONS

Construction and Conveyance Tax Funds

These Capital Funds account for Construction and Conveyance tax receipts. The Construction Tax is a flat rate assessed to residential, commercial, and industrial development. The Conveyance Tax is a fee imposed at a rate of \$3.30 for each \$1,000 of the value of property conveyed. Construction and Conveyance Tax Funds are dedicated to the Parks and Community Facilities Development, Communications, Public Safety (for Fire capital purposes), Library, and Service Yards Capital Programs.

Construction Excise Tax Fund

This Capital Fund accounts for the tax on the construction of residential, commercial, and mobile home developments (also referred to as the Commercial, Residential, Mobile Home Park Building Tax). This general purpose tax is based on building valuation, with the majority of the revenues in the fund historically being used for traffic improvements.

Contingent Lien District Fund

This Capital Fund accounts for cost sharing agreements through special districts between private parties in regards to the construction of public improvements as required by the City for development purposes. The use of this fund is restricted to completing any unconstructed improvements specified in the engineer's report as approved by the City Council.

Convention and Cultural Affairs Capital Fund

This Capital Fund accounts for transfers received from the Convention Center and Cultural Affairs Fund for the use of capital improvements and repairs to the McEnery Convention Center and other City owned Cultural Facilities.

Convention and Cultural Affairs Fund

This Special Revenue Fund accounts for the costs of managing and operating the San José McEnery Convention Center, California Theatre, Center for the Performing Arts (CPA), Civic Auditorium, Montgomery Theatre, Parkside Hall, South Hall, and their related facilities and grounds.

Convention Center Facilities District Capital Fund

This Capital Fund, supported by transfers from the Convention Center Facilities District Revenue Fund, accounts for capital rehabilitation and improvements to the San Jose McEnery Convention Center.

Convention Center Facilities District Project Fund

This Special Revenue Fund accounts for the bond proceeds and construction costs related to the expansion and renovation of the San José McEnery Convention Center.

Convention Center Facilities District Revenue Fund

This Special Revenue Fund accounts for Special Tax revenues collected by the City on behalf of the Convention Center Facilities District No. 2008-1.

FUND DESCRIPTIONS

Downtown Property and Business Improvement District Fund

This Special Revenue Fund accounts for revenue collected and expenses related to maintaining and operating any public improvements, which are payable from annual assessments apportioned among the several lots of parcels or property within the Downtown area.

Economic Development Administration Loan Fund

This Special Revenue Fund accounts for federal funds and loan repayments associated with the economic development administration program, which provides loans to small businesses for business expansion, remodeling, working capital, equipment or other specified uses with the goal of generating additional employment opportunities as a result of such assistance to businesses within the City of San José.

Edward Byrne Memorial Justice Assistance Grant Trust Fund

This Special Revenue Fund accounts for the City's portion of funding from the U.S. Department of Justice through the County of Santa Clara as a fiscal agent. Funds are restricted to law enforcement, prevention and education programs, and planning, evaluation, and technology improvements for front line law enforcement.

Emergency Reserve Fund

This Special Revenue Fund accounts for reserves established from local revenues to meet public emergencies.

Emma Prusch Memorial Park Fund

This Capital Fund accounts for the development and improvement of the Emma Prusch Memorial Park.

Evergreen Benefit Assessment District Fund

This Capital Fund accounts for cost sharing agreements within the Evergreen Specific Plan District between private parties in regards to the construction of public improvements as required by the City for development purposes. The use of this fund is restricted to completing any unconstructed improvements specified in the engineer's report as approved by the City Council.

Evergreen Creek Assessment District Fund

This Capital Fund accounts for cost sharing agreements within the Evergreen Creek District between private parties in regards to the construction of public improvements as required by the City for development purposes. The use of this fund is restricted to completing any unconstructed improvements specified in the engineer's report as approved by the City Council.

Evergreen East Hills Traffic Impact Fee Fund

This Capital Fund accounts for traffic impact fees paid by developers for future traffic improvements within the Evergreen area.

FUND DESCRIPTIONS

Federal Drug Forfeiture Fund

This Special Revenue Fund accounts for federal drug forfeiture monies received pursuant to the drug abuse prevention and control provisions of Title 21, Chapter 13 of the United States Code. Federal guidelines for this fund stipulate that seizure monies be used for the financing of programs or costs required for the direct or indirect enhancement of narcotics-related enforcement activities.

Fire Development Fee Program Fund

This Special Revenue Fund accounts for construction fees collected from developers for all new development and tenant improvements in the City. The use of this fund is restricted to provide for activities related to fire safety plan reviews and inspections for construction projects.

Gas Tax Maintenance and Construction Funds

These Special Revenue Funds account for the City's portion of the State collected Gas Tax. Revenues are restricted for acquisition, construction, improvement, and maintenance of public streets subject to provisions of the Streets and Highways Code of the State of California and to provide for traffic capital improvements.

General Purpose Parking Capital Fund

This Capital Fund accounts for capital construction of certain parking facilities. The parking system provides parking to the general public. This Fund is supported by a transfer from the General Purpose Parking Fund.

General Purpose Parking Fund

This Enterprise Fund accounts for the operation of City parking lot facilities and parking meters.

Gift Trust Fund

This Special Revenue Fund accounts for revenues and expenditures related to gifts, donations, and bequests to the City.

Home Investment Partnership Program Trust Fund

This Special Revenue Fund accounts for all monies allocated to the City by the U.S. Department of Housing and Urban Development for affordable housing projects pursuant to the HOME Investment Partnership Act.

Homeless Housing Assistance, and Prevention Fund

This Special Revenue Fund accounts for all monies allocated to the City by the U.S. Department of Housing and Urban Development for affordable housing projects pursuant to the HOME Investment Partnership Act.

Housing Trust Fund

This Special Revenue Fund accounts for funding to assist non-profit service providers and organizations by providing one-time grants for housing-related projects.

Interstate 280/Winchester Traffic Impact Fee Fund

This Capital Fund accounts for traffic impact fees paid by developers for future traffic improvements within the Interstate 280/ Winchester area.

FUND DESCRIPTIONS

Ice Centre Revenue Fund

This Special Revenue Fund accounts for the rental revenues received from Ice Centre operations and provides for the accumulation and transfer of base income to the appropriate debt service funds for repayment of facilities-related debts, as well as facility capital repair and renovation.

Improvement District Fund

This Capital Fund accounts for revenues and expenditures related to the acquisition and construction of a variety of public infrastructure projects for which individual improvement districts were formed.

Inclusionary Fee Fund

This Special Revenue Fund accounts for fees, related to the Mitigation Fee Act requirement, for the new program on new housing developments as approved by the City.

Integrated Waste Management Fund

This Special Revenue Fund accounts for activities related to the Integrated Waste Management Program, which includes garbage collection, recycling services, and related billing operations. The fund collects revenues from the City's Recycle Plus program. These funds are expended for programs related to the City's efforts to comply with State law requiring cities to reduce waste sent to landfills along with other integrated waste management services.

Lake Cunningham Fund

This Capital Fund accounts for the parking fees and lease payment revenues used for the purchase of equipment, maintenance, and operations at Lake Cunningham Park.

Library Parcel Tax Capital Fund

This Capital Fund supports Library Program capital improvements and is funded by a transfer from the Library Parcel Tax Fund revenue.

Library Parcel Tax Fund

This Special Revenue Fund accounts for annual parcel tax revenues used for enhancing the City's library services and facilities.

Low and Moderate Income Housing Asset Fund

This Special Revenue Fund accounts for housing assets and functions related to the Low and Moderate Income Housing Program retained by the City. This fund provides funding for the administrative costs associated with managing the Successor Housing Agency assets and the continuation of affordable housing programs in the future.

Major Collectors and Arterial Fund

This Capital Fund accounts for the collection of monies owed by developers for previously completed street improvements.

FUND DESCRIPTIONS

Major Facilities Fund

This Capital Fund accounts for fees associated with the connection of municipal water activities for many water facilities constructed in the North San José, Evergreen, Alviso, Edenvale, and Coyote Valley areas. These fees are assessed for the future construction of large water mains, reservoirs, and other large projects.

Multi-Source Housing Fund

This Special Revenue Fund accounts for grants, inclusionary fees, and rental dispute mediation fees to support the rental rights and referrals program, to expand the supply of affordable housing for low and very-low income residents by providing both financial and technical assistance to non-profit organizations in the production and operation of affordable housing, and to preserve the existing supply of affordable housing by providing rehabilitation grants and loans to low and moderate income homeowners.

Municipal Golf Course Fund

This Special Revenue Fund accounts for the construction, management, and operation of various City golf courses, including the San José Municipal Golf Course, Los Lagos Golf Course, and Rancho del Pueblo Golf Course.

Neighborhood Security Act Bond Fund

This Capital Fund accounts for General Obligation Bond proceeds authorized by voters on the March 2002 ballot (Measure O). This fund is dedicated for the acquisition of real property and construction and rehabilitation of public safety-related facilities.

North San José Traffic Impact Fee Fund

This Capital Fund accounts for traffic impact fees paid by developers for future traffic improvements within the North San José area.

Parks and Recreation Bond Projects Fund

This Capital Fund accounts for General Obligation Bond proceeds approved by voters on the November 2000 ballot (Measure P). The use of this fund is restricted to acquisition of property, upgrades, and construction of neighborhood parks, community centers, trails, regional parks, and sports complexes.

Planning Development Fee Program Fund

This Special Revenue Fund accounts for fees collected from developers for all new development and projects in the City. The use of this fund is restricted to provide for enforcing important economic, social, environmental, or planning goals of the city, public improvements, facilities, or services from which the public will benefit.

Public Safety and Infrastructure Bond Fund

This Capital Fund accounts for General Obligation Bond proceeds authorized by voters on the November 2018 ballot (Measure T). The use of this fund is for acquisition of property or construction related to improvements in public safety and disaster preparedness. A portion of the fund will be used to pave streets and repair potholes.

FUND DESCRIPTIONS

Public Works Development Fee Program Fund

This Special Revenue Fund accounts for fees collected from developers for all new development and tenant improvements in the City. The use of this fund is restricted to provide for planning application revenue, plan revenue and inspection of public improvements, review of subdivision maps, grading permits, and revocable encroachment permits.

Public Works Program Support Fund

This Internal Service Fund accounts for Public Works administrative costs, compensated absences, unfunded activities, and non-personal costs. An annual cost allocation plan is utilized to equitably allocate these costs to capital programs on the basis of service levels received as compensated time-off is earned rather than charging the costs when the time-off is taken. Various capital projects are charged a rate for each hour Public Works' staff spends on the project and corresponding revenue is received by this fund.

Public Works Small Cell Permitting Fee Program Fund

This Special Revenue Fund accounts for fees collected from telecommunication companies to install small cells and fiber on city's property, such as streetlights, traffic lights, and rooftops. The use of this fund is restricted to provide for the permitting and inspection of small cell installations and fiber optic permitting as well as field services.

Real Property Transfer Tax Fund

This Special Revenue Fund accounts for revenues from a voter-approved ballot measure, Measure E, in March 2020 that passed a general purpose tax. While the revenues may be used for any City purpose, City Council Policy 1-18 allocates this funding for affordable housing, homelessness prevention, and homeless support.

Rental Stabilization Program Fee Fund

This Special Revenue Fund accounts for fees, collected in accordance with the Mitigation Fee Act requirements, associated with implementing the Apartment Rent Ordinance, Tenant Protection Ordinance, Ellis Act Ordinance, and Mobilehome Ordinance programs.

Residential Construction Tax Contribution Fund

This Capital Fund accounts for taxes imposed upon the construction of single-family dwelling units or any mobile home lots in the City. The tax is used to reimburse developers who have constructed that portion of an arterial street that is wider than what is normally required in connection with residential development. The funds are also used to construct median island landscaping and other street improvements.

FUND DESCRIPTIONS

Retirement Funds

These Trustee Funds account for the accumulation of resources to be used for retirement annuity payments and consist of the following: Federated Retiree Health Care Trust Fund; Federated Retirement Fund; Fire Retiree Health Care Trust Fund; Police Retiree Health Care Trust Fund; and Police and Fire Retirement Fund.

US-101/Oakland/Mabury Traffic Impact Fee Fund

This Capital Fund accounts for traffic impact fees paid by developers for future traffic improvements within the US-101/Oakland Road/Mabury Road area.

San José Arena Capital Reserve Fund

This Capital Fund provides funding for repairs and replacements of capital items at the San José Arena, including fixtures, machinery, and equipment. The fund receives revenues from San José Arena Management, the ownership group of the San Jose Sharks, and a General Fund contribution supported by revenue generated from the Arena. The amount of funding and the eligible capital repair items are specified by agreement between the City of San José and the San José Arena Management.

San José Clean Energy Operating Fund

This Enterprise Fund accounts for revenues from the sale of electricity and the costs of the San José Clean Energy Program.

San José Opioid Response Fund

This Special Revenue Fund accounts for revenues from the State of California for the use of prevention, intervention, harm reduction, treatment, and recovery services in the community.

San José-Santa Clara Treatment Plant Capital Fund

This Capital Fund accounts for the construction of improvements to the San José/Santa Clara Water Pollution Control Plant (WPCP), and the purchase of equipment through contributions from the City of Santa Clara and other tributary agencies and transfers from the Sewer Service and Use Charge Operating Fund.

San José-Santa Clara Treatment Plant Income Fund

This Enterprise Fund accounts for revenues and expenditures not related to the day-to-day operation and maintenance of the WPCP. It contains the City's share of revenue from activities such as land rentals, legal settlements, and purchase of land located at the WPCP.

San José-Santa Clara Treatment Plant Operating Fund

This Enterprise Fund accounts for the revenues and expenditures required for day-to-day operation and maintenance of the WPCP.

Sanitary Sewer Connection Fee Fund

This Capital Fund accounts for connection fees charged to developers for access to the City's sanitary sewer system. Funds are restricted to the construction and reconstruction of the sewer system.

FUND DESCRIPTIONS

Sewage Treatment Plant Connection Fee Fund

This Enterprise Fund accounts for revenues from new residential, commercial, and industrial connections to the WPCP. These revenues pay the City's share of acquisition, construction, reconstruction or enlargement of the WPCP.

Sewer Service and Use Charge Capital Improvement Fund

This Capital Fund accounts for the reconstruction of the sanitary sewer system and is funded primarily by annual transfers from the Sewer Service and Use Charge Fund.

Sewer Service and Use Charge Fund

This Enterprise Fund accounts for Sewer Service and Use Charge fees collected from San José property owners to be used for financing, construction, and operation of the City's sewage collection system, and the City's share of the WPCP.

Shea Homes Advance Assessment District Fund

This Capital Fund accounts for cost sharing agreements Silver Creek Development District 1A between private parties in regards to the construction of public improvements as required by the City for development purposes. The use of this fund is restricted to completing any unconstructed improvements specified in the engineer's report as approved by the City Council.

Silicon Valley Bridge Assessment District Fund

This Capital Fund accounts for cost sharing agreements within the Silicon Valley Bridget District between private parties in regards to the construction of public improvements as required by the City for development purposes. The use of this fund is restricted to completing any unconstructed improvements specified in the engineer's report as approved by the City Council.

Silver Creek Assessment District Fund

This Capital Fund accounts for cost sharing agreements within the Silver Creek Development District 1B between private parties in regards to the construction of public improvements as required by the City for development purposes. The use of this fund is restricted to completing any unconstructed improvements specified in the engineer's report as approved by the City Council.

South Bay Water Recycling Capital Improvement Fund

This Capital Fund accounts for revenues from the sale of recycled water to South Bay Water Recycling (SBWR) retail customers and supports the expenditures for acquisition, construction, and installation of SBWR capital improvements.

FUND DESCRIPTIONS

South Bay Water Recycling Operating Fund

This Enterprise Fund accounts for the monies received from the sale of wholesale recycled water produced by the South Bay Water Recycling (SBWR) program for the operations and maintenance of the SBWR system.

St. James Park Management District Fund

This Special Revenue Fund accounts for the donations from developers collected in the Downtown Parks Management District for the activation, operations, and maintenance at St. James Park.

State Drug Forfeiture Fund

This Special Revenue Fund accounts for State drug forfeiture monies received whenever the Police Department is involved in asset seizures from convicted drug law violators. City Council guidelines for this fund stipulate that seizure monies be used for the financing of programs or costs required for the direct or indirect enhancement of narcotics-related enforcement activities.

State Gas Tax Pavement Maintenance Fund

This Capital Fund accounts for state gas taxes collected to seal and resurface streets throughout the City, repair potholes, and administer the pavement program.

Storm Drainage Fee Fund

This Capital Fund accounts for fees collected from developers as a result of connections to the storm drainage sewer system, which may be used for expansion or capacity improvements of the storm drainage system or land acquisition for the system.

Storm Sewer Capital Fund

This Capital Fund accounts for the construction and reconstruction of the storm drainage system, and is funded primarily by transfers from the Storm Sewer Operating Fund.

Storm Sewer Operating Fund

This Special Revenue Fund accounts for revenues collected from owners of properties that benefit from the storm drainage system. Funds may be used for maintenance and operation of the storm drainage system. Expenditures are focused on maintenance and operation of the storm drainage system, as well as non-point source pollution reduction.

Subdivision Park Trust Fund

This Capital Fund accounts for payments of fees in lieu of dedication of land for park and recreation purposes in residential subdivisions. Moneys in the fund, including accrued interest, may be expended solely for the acquisition or development of improvements on parkland to serve the subdivision for which the fees were paid.

FUND DESCRIPTIONS

Supplemental Law Enforcement Services Fund

This Special Revenue Fund accounts for revenues received from the State of California (AB 3229) to be used for front line municipal police services.

Transient Occupancy Tax Fund

This Special Revenue Fund accounts for receipts generated through the assessment of a percentage of the rental price for transient occupancy lodging charged when the period of occupancy is less than 30 days. The tax rate is currently 10%, 6% of which is placed in this fund and 4% of which is deposited in the General Fund. The uses of revenues from this source are specified by City Ordinance and include grants and rental subsidies for fine arts and cultural programs, and subsidies for the San José Convention and Visitors Bureau, and Convention and Cultural Facilities.

Underground Utility Fund

This Capital Fund accounts for fees collected from developers in lieu of placing utility facilities underground at the time of development. The Underground Utility Program implements the City's General Plan goals and policies, which state that the City should encourage the movement of existing overhead utilities underground. The fund is used to establish Rule 20B Underground Utility Districts.

Vehicle Maintenance and Operations Fund

This Internal Service Fund accounts for the operation, maintenance, and replacement of City vehicles and equipment.

VRF Measure B Pavement Maintenance Fund

This Capital Fund accounts for vehicle registration fees collected from the Santa Clara County Vehicle Registration Fee, Measure B ballot measure that was approved in November 2010. The funds will be used to seal and resurface streets throughout the City, repair potholes, and administer the pavement program.

VTA Measure B Pavement Maintenance Fund

This Capital Fund accounts for taxes collected from the Santa Clara Valley Transportation Authority Measure B ballot measure that was approved in November 2016. The funds will be used to seal and resurface streets throughout the City, repair potholes, and administer the pavement program.

Water Utility Capital Fund

This Capital Fund accounts for the acquisition, construction, and installation of water system capital improvements for the Municipal Water System. This system provides water service to North San José, Evergreen, Alviso, Edenvale, and Coyote Valley areas and is primarily funded through user charges.

Water Utility Fund

This Enterprise Fund accounts for the operation of five water system districts: North San José, Evergreen, Coyote Valley, Edenvale, and Alviso. The water system provides services to the general public on a continuing basis and is financed through user charges.

FUND DESCRIPTIONS

Willow Glen Community Benefit Improvement District Fund

This Special Revenue Fund accounts for property-based assessments collected within the Willow Glen Community Benefit Improvement District. Revenues provide a dedicated funding source for enhanced services and improvements that specifically benefit parcels in the district, including beautification, maintenance, public events, and activities that promote and improve the business environment in downtown Willow Glen.

Workforce Development Fund

This Special Revenue Fund accounts for the administration of a federal program that provides primary employment and training services to dislocated and low-income residents.

I. BUDGET PERFORMANCE SUMMARY

This section of the Annual Report summarizes 2024-2025 financial performance in the General Fund, Special Funds, and Capital Funds, with the following tables provided for reference.

Comparison of Budget to Actual Revenues and Expenditures by Fund – This table, organized by General Fund, Special Funds, and Capital Funds, displays the 2024-2025 Budgeted and Actual revenues as well as the 2024-2025 Budgeted and Actual expenditures, with the dollar and percent variance for each City fund. The revenue figures exclude the Beginning Fund Balance and Reserves and the expenditure figures exclude the Reserves and Ending Fund Balance.

As shown in the Comparison of Budget to Actual Revenues and Expenditures table, actual 2024-2025 revenues across all funds totaled \$4.6 billion, which was 7.4% (\$365.1 million) below the budgeted estimate of \$4.9 billion. In 2024-2025, expenditures totaled \$5.2 billion, which was 18.5% (\$1.2 billion) below the modified budget of \$6.3 billion. Any funds with revenue or expenditure variances to the modified budget that are 10% or greater are numbered with a specific revenue or expenditure code, which are detailed at the bottom of the table.

Comparison of Estimated to Actual 2024-2025 Ending Fund Balance – This table, organized by General Fund, Special Funds, and Capital Funds, displays the 2024-2025 Modified Budget for each fund, followed by the estimated 2024-2025 Ending Fund Balance that was used in the development of the 2025-2026 Adopted Budget, the Actual 2024-2025 Ending Fund Balance, the variance between the Estimated and Actual Ending Fund Balance, the value of additional rebudgets recommended in this report, and the revised 2024-2025 Ending Fund Balance variance, should the recommended rebudgets be approved. The table then displays the percentage of the Modified Budget that the revised Ending Fund Balance represents. It is important to note that the dollar amount for the Modified Budget is not adjusted for transfers, loans, and contributions between funds, and therefore, overstates the total funding that was available between the combined funds.

The financial performance in 2024-2025 is used as the updated starting point for 2025-2026. The collective 2024-2025 Ending Fund Balances for all City funds totaled \$2.1 billion, which was \$243.1 million above the 2024-2025 Ending Fund Balance estimates of \$1.8 billion used in the development of the 2025-2026 Adopted Budget. After adjusting for a total net rebudget of \$12.4 million recommended in this report, the adjusted 2024-2025 Ending Fund Balance variance for all funds decreases to \$230.7 million, or 2.9% of the 2024-2025 Modified Budget. The adjusted fund balance variance totaled \$1.2 million in the General Fund, \$82.1 million in the Special Funds, and \$147.5 million in the Capital Funds.

I. BUDGET PERFORMANCE SUMMARY

For most funds, the Actual 2024-2025 Ending Fund Balance was above the estimate used in the development of the 2025-2026 Adopted Budget. In these instances, the additional fund balance is programmed as part of the 2024-2025 Annual Report actions. For the few funds where the 2024-2025 Actual Ending Fund Balance was below the estimate used in the development of the 2025-2026 Adopted Budget, actions are recommended in this report to bring the fund into balance with the lower starting point. In some instances, the variance is the result of the timing of revenues and/or expenditures and the reconciling actions will adjust for those timing differences.

Summary of 2024-2025 Year-End Reserves by Fund – This table, organized by General Fund, Special Funds, and Capital Funds, displays the 2024-2025 Contingency and Earmarked Reserves balances for each fund.

At the end of 2024-2025, the Contingency and Earmarked Reserves for all City funds totaled \$1.2 billion, which represented 14.9% of the total 2024-2025 Modified Budget of \$7.9 billion (including interfund transfers, loans, and contributions). In the General Fund, Reserves totaled \$259.6 million.

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF BUDGET TO ACTUAL REVENUES AND EXPENDITURES BY FUND

Fund	2024-2025 Budget Revenues	2024-2025 Actual Revenues	Revenue Variance	% Variance	2024-2025 Budget Expenditures	2024-2025 Actual Expenditures	Expenditure Variance	% Variance	Reason for Significant Variances
General Fund	1,509,362,581	1,474,946,583	(34,415,998)	-2.3%	1,931,643,452	1,795,279,857	136,363,595	7.1%	E1, E2, E3
Special Funds									
Affordable Housing Impact Fee Fund	250,000	724,282	474,282	189.7%	11,613,439	10,175,836	1,437,603	12.4%	R1, E2
Airport Customer Facility and Transportation Fee Fund	18,452,320	18,536,892	84,572	0.5%	16,812,345	16,638,714	173,631	1.0%	
Airport Fiscal Agent Fund	153,844,369	153,980,184	135,815	0.1%	154,430,429	154,430,429	0	0.0%	
Airport Maintenance and Operation Fund	162,602,185	143,684,227	(18,917,958)	-11.6%	161,984,183	149,088,031	12,896,152	8.0%	R2
Airport Revenue Fund	243,549,599	256,403,729	12,854,130	5.3%	256,151,332	237,183,019	18,968,313	7.4%	
Airport Surplus Revenue Fund	57,909,932	57,860,666	(49,266)	-0.1%	57,876,000	57,850,025	25,975	0.0%	
Benefits Funds - Benefit Fund	105,244,537	102,875,259	(2,369,278)	-2.3%	106,157,564	102,624,956	3,532,608	3.3%	
Benefits Funds - Dental Insurance Fund	13,320,000	12,954,072	(365,928)	-2.7%	13,425,823	13,306,996	118,827	0.9%	
Benefits Funds - Life Insurance Fund	2,227,000	2,252,948	25,948	1.2%	2,118,413	2,103,493	14,920	0.7%	
Benefits Funds - Unemployment Insurance Fund	630,000	686,449	56,449	9.0%	845,524	719,050	126,474	15.0%	E2, E3
Building Development Fee Program Fund	37,204,300	36,254,557	(949,743)	-2.6%	44,600,225	41,714,522	2,885,703	6.5%	
Building Homes and Jobs Act Fund	14,145,247	12,982,418	(1,162,829)	-8.2%	14,289,668	13,736,797	552,871	3.9%	
Business Improvement District Fund	4,331,324	4,537,285	205,961	4.8%	4,916,805	4,069,716	847,089	17.2%	E1
Cash Reserve Fund	175	227	52	29.7%	0	0	0	--	R5
Citywide Planning Fee Program Fund	3,565,561	4,006,442	440,881	12.4%	6,453,092	4,929,306	1,523,786	23.6%	R1, R5, E3
City Hall Debt Service Fund	24,977,909	25,267,331	289,422	1.2%	25,205,000	25,046,126	158,874	0.6%	
Comm Development Block Grant Fund	10,861,041	10,868,653	7,612	0.1%	13,493,863	11,282,176	2,211,687	16.4%	E1
Community Facilities District No. 1 (Capitol Auto Mall) Fund	237,400	47,024	(190,376)	-80.2%	272,962	195,670	77,292	28.3%	E3, R6
Comm Fac Dist No. 2 (Aborn-Murillo) and No. 3 (Silverland-Capriana) Fu	1,919,500	1,989,577	70,077	3.7%	2,542,741	2,439,409	103,332	4.1%	
Community Facilities District No. 8 (Communications Hill) Fund	1,475,445	1,474,394	(1,051)	-0.1%	1,501,887	1,286,126	215,761	14.4%	E3
Community Facilities District No. 11 (Adeline-Mary Helen) Fund	95,045	97,783	2,738	2.9%	107,341	39,577	67,764	63.1%	E3
Community Facilities District No. 12 (Basking Ridge) Fund	275,900	277,071	1,171	0.4%	360,152	301,120	59,032	16.4%	E3
Community Facilities District No. 13 (Guadalupe Mines) Fund	80,221	84,619	4,398	5.5%	61,350	51,990	9,360	15.3%	E3
Community Facilities District No. 14 (Raleigh-Charlotte) Fund	711,000	725,742	14,742	2.1%	725,745	613,118	112,627	15.5%	E3
Community Facilities District No. 15 (Berryessa-Sierra) Fund	145,220	155,737	10,517	7.2%	193,115	141,899	51,216	26.5%	E3
Community Facilities District No. 16 (Raleigh-Coronado) Fund	498,100	515,458	17,358	3.5%	346,710	335,086	11,624	3.4%	
Community Facilities District No. 17 (Capitol Expy – Evergreen Place)	107,700	149,331	41,631	38.7%	163,542	150,618	12,924	7.9%	R5
Convention and Cultural Affairs Fund	12,485,591	12,705,257	219,666	1.8%	12,540,579	11,390,730	1,149,849	9.2%	
Convention Center Facilities District Revenue Fund	12,950,000	14,718,045	1,768,045	13.7%	13,218,000	13,212,958	5,042	0.0%	R1, R5
Downtown Property and Business Improvement District Fund	5,664,623	5,644,356	(20,267)	-0.4%	5,596,895	5,587,970	8,925	0.2%	
Economic Development Administration Loan Fund	150	266	116	77.3%	0	0	0	0.0%	R5
Edward Byrne Memorial Justice Assistance Grant Trust Fund	1,474,703	622,501	(852,202)	-57.8%	1,550,598	819,396	731,202	47.2%	R4, E1
Emergency Reserve Fund	30,210,000	17,864,803	(12,345,197)	-40.9%	2,824,877	2,187,496	637,381	22.6%	R4, E1
Federal Drug Forfeiture Fund	0	112,606	112,606	0.0%	0	0	0	0.0%	R5
Fire Development Fee Program Fund	9,605,000	8,198,545	(1,406,455)	-14.6%	10,892,434	9,724,440	1,167,994	10.7%	R2, E3
Gas Tax Maintenance and Construction Fund - 1943	8,700,000	8,331,531	(368,469)	-4.2%	8,700,000	8,331,531	368,469	4.2%	
Gas Tax Maintenance and Construction Fund - 1964	4,000,000	3,730,407	(269,593)	-6.7%	4,000,000	3,730,407	269,593	6.7%	
Gas Tax Maintenance and Construction Fund - 1990	6,600,000	6,260,625	(339,375)	-5.1%	6,600,000	6,260,625	339,375	5.1%	
General Purpose Parking Fund	15,190,000	16,529,562	1,339,562	8.8%	17,819,715	17,449,026	370,689	2.1%	
Gift Trust Fund	49,154	856,339	807,185	1642.2%	4,141,069	932,669	3,208,400	77.5%	R5, E4
Home Investment Partnership Program Fund	16,128,967	2,978,149	(13,150,818)	-81.5%	14,362,180	439,675	13,922,505	96.9%	R4, E1
Homeless Housing, Assistance, and Prevention Fund	50,434,477	29,036,903	(21,397,574)	-42.4%	50,032,825	36,250,748	13,782,077	27.5%	R4, E1
Housing Trust Fund	1,243,000	1,339,417	96,417	7.8%	5,164,592	3,720,039	1,444,553	28.0%	E1

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF BUDGET TO ACTUAL REVENUES AND EXPENDITURES BY FUND

Fund	2024-2025		2024-2025		2024-2025		2024-2025		Reason for Significant Variances
	Budget Revenues	Actual Revenues	Revenue Variance	% Variance	Budget Expenditures	Actual Expenditures	Expenditure Variance	% Variance	
Ice Centre Revenue Fund	8,022,792	8,153,423	130,631	1.6%	8,021,046	7,645,554	375,492	4.7%	
Inclusionary Fee Fund	5,535,000	3,132,785	(2,402,215)	-43.4%	56,034,715	20,544,932	35,489,783	63.3%	R2, E1
Integrated Waste Management Fund	213,009,831	214,689,649	1,679,818	0.8%	221,742,805	216,133,738	5,609,067	2.5%	
Library Parcel Tax Fund	11,005,224	11,067,011	61,787	0.6%	12,076,225	10,585,870	1,490,355	12.3%	E3
Low and Moderate Income Housing Asset Fund	18,034,000	25,846,087	7,812,087	43.3%	100,758,421	56,472,127	44,286,294	44.0%	R5, E1
Maintenance District No. 1 (Los Paseos) Fund	424,100	494,790	70,690	16.7%	366,223	342,623	23,600	6.4%	R1, R5
Maintenance District No. 2 (Trade Zone Blvd.-Lundy Ave.) Fund	106,308	112,239	5,931	5.6%	208,527	170,052	38,475	18.5%	E3
Maintenance District No. 5 (Orchard Parkway-Plumeria Drive) Fund	108,200	109,222	1,022	0.9%	163,807	149,942	13,865	8.5%	
Maintenance District No. 8 (Zanker-Montague) Fund	132,803	131,934	(869)	-0.7%	132,215	128,329	3,886	2.9%	
Maintenance District No. 9 (Santa Teresa-Great Oaks) Fund	235,080	233,063	(2,017)	-0.9%	255,845	237,165	18,680	7.3%	
Maintenance District No. 11 (Brokaw Rd/Junction Ave/Old Oakland Rd) Fund	98,954	100,695	1,741	1.8%	139,189	109,585	29,604	21.3%	E3
Maintenance District No. 13 (Karina-O'Nel) Fund	69,600	72,256	2,656	3.8%	45,776	43,979	1,797	3.9%	
Maintenance District No. 15 (Silver Creek Valley) Fund	1,823,154	1,826,685	3,531	0.2%	1,580,063	1,579,770	293	0.0%	
Maintenance District No. 18 (The Meadowlands) Fund	111,100	114,587	3,487	3.1%	77,491	68,218	9,273	12.0%	E3
Maintenance District No. 19 (River Oaks Area Landscaping) Fund	209,895	209,559	(336)	-0.2%	196,556	179,253	17,303	8.8%	
Maintenance District No. 20 (Renaissance-N. First Landscaping) Fund	96,361	95,354	(1,007)	-1.0%	91,856	75,327	16,529	18.0%	E3
Maintenance District No. 22 (Gateway Place-Airport Parkway) Fund	134,396	136,853	2,457	1.8%	122,406	110,468	11,938	9.8%	
Maintenance District No. 21 (Hellyer Ave.-Silver Creek Valley Rd.) Fund	121,523	121,812	289	0.2%	156,312	137,744	18,568	11.9%	E3
Multi-Source Housing Fund	14,133,233	22,596,318	8,463,085	59.9%	41,334,356	27,774,072	13,560,284	32.8%	R3, E1
Municipal Golf Course Fund	1,095,000	1,324,814	229,814	21.0%	7,421	7,421	0	0.0%	R5
Planning Development Fee Program Fund	7,750,657	8,057,574	306,917	4.0%	9,565,764	8,273,317	1,292,447	13.5%	E3
Public Works Development Fee Program Fund	17,845,500	21,258,349	3,412,849	19.1%	21,194,311	20,991,795	202,516	1.0%	R1
Public Works Program Support Fund	28,439,000	30,981,041	2,542,041	8.9%	26,776,832	27,659,065	(882,233)	-3.3%	
Public Works Small Cell Permitting Fee Program Fund	0	646,858	646,858	--	8,848	8,848	0	0.0%	
Real Property Transfer Tax Fund	211,839,241	211,050,476	(788,765)	-0.4%	150,383,562	64,007,581	86,375,981	57.4%	E1
Rental Stabilization Program Fee Fund	4,347,153	4,827,568	480,415	11.1%	5,348,897	4,385,864	963,033	18.0%	R1, E3
San José Arena Capital Reserve Fund	3,805,000	3,905,427	100,427	2.6%	7,209,762	3,920,532	3,289,230	45.6%	E1
San José Clean Energy Operating Fund	546,536,332	478,602,318	(67,934,014)	-12.4%	568,945,713	467,012,603	101,933,110	17.9%	R2, E2
San José Opioid Response Fund	698,662	600,735	(97,927)	-14.0%	733,662	563,389	170,273	23.2%	R6, E1
San José-Santa Clara Treatment Plant Income Fund	125,000	288,189	163,189	130.6%	0	0	0	0.0%	R5
San José-Santa Clara Treatment Plant Operating Fund	132,064,756	132,651,782	587,026	0.4%	149,685,653	139,564,444	10,121,209	6.8%	
Sewage Treatment Plant Connection Fee Fund	2,121,000	2,913,582	792,582	37.4%	721,470	487,774	233,696	32.4%	R1, E2
Sewer Service and Use Charge Fund	205,582,763	210,736,510	5,153,747	2.5%	225,557,732	216,616,123	8,941,609	4.0%	
South Bay Water Recycling Operating Fund	19,467,632	25,132,101	5,664,469	29.1%	24,330,869	22,465,262	1,865,607	7.7%	R1
St. James Park Management District Fund	60,000	137,142	77,142	128.6%	844,745	582,408	262,337	31.1%	R5, E3
State Drug Forfeiture Fund	0	604,611	604,611	0.0%	0	0	0	--	R5
Storm Sewer Operating Fund	34,353,303	34,664,527	311,224	0.9%	42,957,053	39,261,165	3,695,888	8.6%	
Supplemental Law Enforcement Services Fund	3,013,841	2,085,898	(927,943)	-30.8%	3,277,587	2,393,814	883,773	27.0%	R4, E1
Transient Occupancy Tax Fund	25,555,000	25,896,507	341,507	1.3%	27,893,962	25,337,784	2,556,178	9.2%	
Vehicle Maintenance and Operations Fund	41,195,907	34,145,623	(7,050,284)	-17.1%	47,192,931	36,817,943	10,374,988	22.0%	R4, E1
Water Utility Fund	77,346,451	77,277,593	(68,858)	-0.1%	79,521,347	80,775,715	(1,254,368)	-1.6%	
Workforce Development Fund	11,228,892	8,364,761	(2,864,131)	-25.5%	12,361,816	9,981,413	2,380,403	19.3%	R4, E1
Subtotal Special Funds	2,681,279,339	2,583,719,977	(97,559,362)	-3.6%	2,902,116,784	2,484,094,523	418,022,262	14.4%	

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF BUDGET TO ACTUAL REVENUES AND EXPENDITURES BY FUND

Fund	2024-2025		2024-2025		2024-2025		2024-2025		Reason for Significant Variances
	Budget Revenues	Actual Revenues	Revenue Variance	% Variance	Budget Expenditures	Actual Expenditures	Expenditure Variance	% Variance	
Capital Funds									
Airport Capital Improvement Fund	53,258,519	21,217,654	(32,040,865)	-60.2%	59,013,582	32,150,503	26,863,079	45.5%	R4, E1
Airport Passenger Facility Charge Fund	25,250,000	22,190,615	(3,059,385)	-12.1%	23,789,000	23,788,473	527	0.0%	R2
Airport Renewal and Replacement Fund	47,950,000	51,859,120	3,909,120	8.2%	145,374,207	34,686,902	110,687,305	76.1%	E1, E2
Airport Revenue Bond Improvement Fund	35,500,000	1,601,891	(33,898,109)	-95.5%	34,237,898	2,068,213	32,169,685	94.0%	R2, E1
Branch Libraries Bond Projects Fund	0	323,617	323,617	--	5,528,875	1,453,712	4,075,163	73.7%	R5, E1
Building and Structure Construction Tax Fund	86,958,034	34,460,425	(52,497,609)	-60.4%	148,371,807	55,619,249	92,752,558	62.5%	R4, E1
Communications Construction and Conveyance Tax Fund	3,810,000	3,662,348	(147,652)	-3.9%	6,324,000	3,346,454	2,977,546	47.1%	E1
Construction Excise Tax Fund	148,609,276	122,231,052	(26,378,224)	-17.8%	181,357,036	122,221,829	59,135,207	32.6%	R2, R4, R6, E1
Contingent Lien District Fund	42,689	43,169	480	0.0%	61,618	13,449	48,169	78.2%	E1
Convention and Cultural Affairs Capital Fund	600,000	779,319	179,319	0.0%	1,525,000	1,194,143	330,857	0.0%	R5, E1
Convention Center Facility District Capital Fund	2,503,000	2,588,224	85,224	3.4%	3,211,000	904,312	2,306,688	71.8%	E1
Council District 1 Construction and Conveyance Tax Fund	688,000	809,469	121,469	17.7%	4,867,592	3,546,014	1,321,578	27.2%	R5, E1, E2
Council District 2 Construction and Conveyance Tax Fund	414,000	382,849	(31,151)	-7.5%	1,048,733	584,578	464,155	44.3%	E1, E2
Council District 3 Construction and Conveyance Tax Fund	338,000	311,704	(26,296)	-7.8%	941,619	597,974	343,645	36.5%	E1, E2
Council District 4 Construction and Conveyance Tax Fund	188,000	2,802,147	2,614,147	1390.5%	2,578,947	583,047	1,995,900	77.4%	R5, E1, E2
Council District 5 Construction and Conveyance Tax Fund	662,000	609,783	(52,217)	-7.9%	6,016,040	1,128,088	4,887,952	81.2%	E1, E2
Council District 6 Construction and Conveyance Tax Fund	429,000	395,847	(33,153)	-7.7%	4,165,069	2,171,311	1,993,758	47.9%	E1, E2
Council District 7 Construction and Conveyance Tax Fund	671,000	806,099	135,099	20.1%	1,583,963	1,174,633	409,330	25.8%	R5, E1, E2
Council District 8 Construction and Conveyance Tax Fund	515,000	535,221	20,221	3.9%	3,132,171	868,016	2,264,155	72.3%	E1, E2
Council District 9 Construction and Conveyance Tax Fund	433,000	399,595	(33,405)	-7.7%	3,685,333	996,130	2,689,203	73.0%	E1, E2
Council District 10 Construction and Conveyance Tax Fund	580,000	557,880	(22,120)	-3.8%	1,783,640	1,621,272	162,368	9.1%	
Emma Prusch Fund	150,000	159,868	9,868	6.6%	319,000	260,902	58,098	18.2%	E2
Evergreen Benefit Assessment District Fund	0	81,697	81,697	--	97,450	34,098	63,352	65.0%	R5, E1
Evergreen Creek Assessment District Fund	0	101,411	101,411	--	9,088	6,066	3,022	33.3%	R5, E1
Fire Construction and Conveyance Tax Fund	3,710,000	3,607,375	(102,625)	-2.8%	14,120,297	7,342,508	6,777,789	48.0%	R2, E1
General Purpose Parking Capital Fund	4,432,765	4,842,660	409,895	9.2%	22,096,179	11,913,330	10,182,849	46.1%	E1, E2
Lake Cunningham Fund	1,695,000	551,414	(1,143,586)	-67.5%	2,386,008	712,281	1,673,727	70.1%	R6, E1
Library Construction and Conveyance Tax Fund	13,256,000	5,940,551	(7,315,449)	-55.2%	19,578,350	12,626,108	6,952,242	35.5%	R2, R4, E1, E2
Library Parcel Tax Capital Fund	0	21,258	21,258	--	585,584	469,483	116,101	19.8%	R5, E1
Major Collectors and Arterials Fund	26,000	32,162	6,162	23.7%	300,000	300,000	0	0.0%	R5
Major Facilities Fund	121,000	510,511	389,511	321.9%	3,671,466	79,466	3,592,000	97.8%	R1, E1
Measure T Public Safety and Infrastructure Bond Fund	0	7,131,726	7,131,726	--	163,802,619	129,734,686	34,067,933	20.8%	R5, E1
Park Yards Construction and Conveyance Tax Fund	680,000	645,602	(34,398)	-5.1%	1,859,544	766,305	1,093,239	58.8%	E1
Parks and Recreation Bond Projects Fund	300,000	797,884	497,884	166.0%	1,798,530	1,176,178	622,352	34.6%	R5, E1
Parks Central Construction and Conveyance Tax Fund	27,825,000	27,225,172	(599,828)	-2.2%	31,117,192	29,467,358	1,649,834	5.3%	
Parks City-Wide Construction and Conveyance Tax Fund	11,017,000	5,157,507	(5,859,493)	-53.2%	28,696,796	15,343,153	13,353,643	46.5%	R6, E1, E2
Residential Construction Tax Contribution Fund	295,000	257,940	(37,060)	-12.6%	490,000	136,556	353,444	72.1%	R2, E1
San José-Santa Clara Treatment Plant Capital Fund	153,390,000	77,536,151	(75,853,849)	-49.5%	291,620,405	237,197,966	54,422,439	18.7%	R6, E1
Sanitary Sewer Connection Fee Fund	657,000	569,236	(87,764)	-13.4%	2,062,551	516,272	1,546,279	75.0%	R2, E1
Sewer Service and Use Charge Capital Improvement Fund	38,920,000	41,063,967	2,143,967	5.5%	123,625,300	65,646,141	57,979,159	46.9%	E1
Service Yards Construction and Conveyance Tax Fund	3,712,000	3,786,915	74,915	2.0%	14,582,996	9,542,187	5,040,809	34.6%	E1
Shea Homes Advance Assessment District Fund	0	11,156	11,156	--	9,088	6,075	3,013	33.2%	R5, E1
Silicon Valley Bridge Assessment District Fund	0	11,400	11,400	--	9,088	6,066	3,022	33.3%	R5, E1
Silver Creek Assessment District Fund	0	7,935	7,935	--	9,088	5,750	3,338	36.7%	R5, E1
South Bay Water Recycling Capital Fund	73,000	147,098	74,098	101.5%	375,000	0	375,000	100.0%	R5, E1
Storm Drainage Fee Fund	130,000	258,869	128,869	99.1%	161,194	148,960	12,234	7.6%	R1
Storm Sewer Capital Fund	26,700,175	9,326,681	(17,373,494)	-65.1%	39,347,633	10,717,162	28,630,471	72.8%	R4, E1
Subdivision Park Trust Fund	1,599,000	9,805,349	8,206,349	0.0%	37,782,642	15,070,229	22,712,413	60.1%	R3, R5, E1, E2

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF BUDGET TO ACTUAL REVENUES AND EXPENDITURES BY FUND

Fund	2024-2025				2024-2025				Reason for Significant Variances
	Budget Revenues	Actual Revenues	Revenue Variance	% Variance	Budget Expenditures	Actual Expenditures	Expenditure Variance	% Variance	
Underground Utility Fund	1,310,000	1,385,386	75,386	5.8%	3,536,000	746,261	2,789,739	78.9%	E2
Water Utility Capital Fund	33,921,000	30,606,248	(3,314,752)	-9.8%	46,492,624	30,890,621	15,602,003	33.6%	R6, E1
Subtotal Capital Funds	733,319,458	500,149,157	(233,170,301)	-31.8%	1,489,138,842	871,580,470	617,558,373	41.5%	
TOTAL ALL FUNDS	4,923,961,378	4,558,815,717	(365,145,661)	-7.4%	6,322,899,079	5,150,954,849	1,171,944,230	18.5%	

Reasons for Significant Variances in Revenues

- R1 Revenues collected from taxes, fees, and charges came in higher than anticipated
- R2 Revenues collected from taxes, fees, and charges came in lower than anticipated
- R3 Revenues collected from grants and reimbursements came in higher than anticipated
- R4 Revenues collected from grants and reimbursements came in lower than anticipated
- R5 Interest earnings, developer/agency contributions, and other miscellaneous revenue came in higher than anticipated
- R6 Interest earnings, developer/agency contributions, and other miscellaneous revenue came in lower than anticipated
- R7 Transfers from various funds were higher than anticipated
- R8 Transfers from various funds were lower than anticipated

Reasons for Significant Variances in Expenditures

- E1 Expenditures were lower than anticipated due to the delay of projects and/or change in schedule of expenditures
- E2 Expenditures were lower than anticipated due to project/program savings
- E3 Expenditures were lower than anticipated due to lower operating costs (e.g. personal services and non-personal/equipment cost savings)
- E4 Expenditures were lower than anticipated due to unspent gifts
- E5 Expenditures/Transfer to various funds were lower than budgeted based on actual 2024-2025 activity
- E6 Expenditures/Transfer to various funds were higher than budgeted based on unexpected actual 2024-2025 activity at year-end

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF ESTIMATED TO ACTUAL 2024-2025 ENDING FUND BALANCE

Fund	2024-2025	2024-2025	2024-2025	Variance	Recommended Rebudgets	Revised Variance	Revised Variance as % of Modified Budget
	Modified Budget	Estimated Ending Fund Balance	Actual Ending Fund Balance				
General Fund	2,191,271,588	356,310,735	378,171,928	21,861,193	20,669,436	1,191,757	0.1%
Special Funds							
Affordable Housing Impact Fee Fund	13,204,541	418,774	2,080,658	1,661,884	1,435,672	226,212	1.7%
Airport Customer Facility and Transportation Fee Fund	40,686,205	22,954,938	24,135,927	1,180,989	0	1,180,989	2.9%
Airport Fiscal Agent Fund	229,468,805	80,988,572	75,174,191	(5,814,381)	0	(5,814,381)	-2.5%
Airport Maintenance and Operation Fund	197,612,152	35,627,969	32,721,671	(2,906,298)	0	(2,906,298)	-1.5%
Airport Revenue Fund	367,347,948	141,390,337	143,019,059	1,628,722	0	1,628,722	0.4%
Airport Surplus Revenue Fund	58,906,913	1,026,911	1,007,622	(19,289)	0	(19,289)	0.0%
Benefits Funds - Benefit Fund	106,407,766	1,478,432	1,413,532	(64,900)	378,748	(443,648)	-0.4%
Benefits Funds - Dental Insurance Fund	16,626,317	2,602,096	1,952,617	(649,479)	0	(649,479)	-3.9%
Benefits Funds - Life Insurance Fund	2,750,341	678,781	672,796	(5,985)	0	(5,985)	-0.2%
Benefits Funds - Unemployment Insurance Fund	1,602,110	456,762	439,509	(17,253)	0	(17,253)	-1.1%
Building Development Fee Program Fund	72,728,840	30,347,971	30,093,795	(254,176)	83,040	(337,216)	-0.5%
Building Homes and Jobs Act Fund	14,601,733	362,064	(297,892)	(659,956)	(835,339)	175,383	1.2%
Business Improvement District Fund	4,919,887	0	0	0	0	0	0.0%
Cash Reserve Fund	6,422	6,716	6,748	32	0	32	0.5%
Citywide Planning Fee Program Fund	8,703,635	3,310,543	4,215,738	905,195	6,920	898,275	10.3%
City Hall Debt Service Fund	27,092,028	2,037,028	2,335,323	298,295	0	298,295	1.1%
Comm Development Block Grant Fund	21,220,305	5,211,442	8,937,978	3,726,536	0	3,726,536	17.6%
Community Facilities District No. 1 (Capitol Auto Mall) Fund	907,030	720,860	520,984	(199,876)	0	(199,876)	-22.0%
Comm Fac Dist No. 2 (Aborn-Murillo) and No. 3 (Silverland-Capriana) Fun	2,711,542	345,914	342,211	(3,703)	0	(3,703)	-0.1%
Community Facilities District No. 8 (Communications Hill) Fund	2,133,593	653,795	846,416	192,621	28,683	163,938	7.7%
Community Facilities District No. 11 (Adeline-Mary Helen) Fund	210,458	143,818	173,619	29,801	28,737	1,064	0.5%
Community Facilities District No. 12 (Basking Ridge) Fund	374,188	49,727	74,239	24,512	0	24,512	6.6%
Community Facilities District No. 13 (Guadalupe Mines) Fund	447,438	387,788	399,847	12,059	0	12,059	2.7%
Community Facilities District No. 14 (Raleigh-Charlotte) Fund	2,036,723	1,341,701	1,440,563	98,862	0	98,862	4.9%
Community Facilities District No. 15 (Berryessa-Sierra) Fund	857,810	672,548	726,429	53,881	0	53,881	6.3%
Community Facilities District No. 16 (Raleigh-Coronado) Fund	1,920,307	1,591,662	1,602,579	10,917	0	10,917	0.6%
Community Facilities District No. 17 (Capitol Expy – Evergreen Place)	393,465	269,923	284,478	14,555	0	14,555	3.7%
Convention and Cultural Affairs Fund	16,239,494	5,516,282	6,548,286	1,032,004	0	1,032,004	6.4%
Convention Center Facilities District Revenue Fund	39,989,346	15,273,794	16,246,881	973,087	0	973,087	2.4%
Downtown Property and Business Improvement District Fund	8,186,857	2,603,152	2,578,620	(24,532)	0	(24,532)	-0.3%
Economic Development Administration Loan Fund	7,778	7,778	7,894	116	0	116	1.5%
Edward Byrne Memorial Justice Assistance Grant Trust Fund	1,550,598	0	(196,453)	(196,453)	(196,453)	0	0.0%
Emergency Reserve Fund	7,627,147	(25,369,203)	(6,900,548)	18,468,655	17,864,803	603,852	7.9%
Federal Drug Forfeiture Fund	517,132	517,132	629,738	112,606	0	112,606	21.8%
Fire Development Fee Program Fund	11,737,815	540,389	960,827	420,438	6,920	413,518	3.5%

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF ESTIMATED TO ACTUAL 2024-2025 ENDING FUND BALANCE

Fund	2024-2025		2024-2025		Recommended Rebudgets	Revised Variance	Revised Variance as % of Modified Budget
	2024-2025 Modified Budget	Estimated Ending Fund Balance	Actual Ending Fund Balance	Variance			
Gas Tax Maintenance and Construction Fund - 1943	8,700,000	0	0	0	0	0	0.0%
Gas Tax Maintenance and Construction Fund - 1964	4,000,000	0	0	0	0	0	0.0%
Gas Tax Maintenance and Construction Fund - 1990	6,600,000	0	0	0	0	0	0.0%
General Purpose Parking Fund	22,847,723	4,577,848	5,649,159	1,071,311	0	1,071,311	4.7%
Gift Trust Fund	4,141,069	812,000	4,205,926	3,393,926	3,379,996	13,930	0.3%
Home Investment Partnership Program Fund	16,033,933	1,764,613	2,304,420	539,807	0	539,807	3.4%
Homeless Housing, Assistance, and Prevention Fund	50,989,304	209,841	(4,072,231)	(4,282,072)	(7,986,981)	3,704,909	7.3%
Housing Trust Fund	5,838,673	1,280,081	2,396,313	1,116,232	452,860	663,372	11.4%
Ice Centre Revenue Fund	10,159,240	396,000	713,796	317,796	0	317,796	3.1%
Inclusionary Fee Fund	69,841,347	21,471,863	37,781,863	16,310,000	14,918,751	1,391,249	2.0%
Integrated Waste Management Fund	253,476,116	43,219,275	46,664,181	3,444,906	(245,921)	3,690,827	1.5%
Library Parcel Tax Fund	15,037,348	2,629,768	3,216,405	586,637	0	586,637	3.9%
Low and Moderate Income Housing Asset Fund	140,823,756	47,969,021	78,790,828	30,821,807	12,714,765	18,107,042	12.9%
Maintenance District No. 1 (Los Paseos) Fund	1,095,212	755,459	823,280	67,821	0	67,821	6.2%
Maintenance District No. 2 (Trade Zone Blvd.-Lundy Ave.) Fund	249,888	94,809	85,767	(9,042)	0	(9,042)	-3.6%
Maintenance District No. 5 (Orchard Parkway-Plumeria Drive) Fund	256,512	127,933	107,592	(20,341)	0	(20,341)	-7.9%
Maintenance District No. 8 (Zanker-Montague) Fund	180,259	53,107	51,061	(2,046)	0	(2,046)	-1.1%
Maintenance District No. 9 (Santa Teresa-Great Oaks) Fund	518,815	303,172	279,633	(23,539)	0	(23,539)	-4.5%
Maintenance District No. 11 (Brokaw Rd/Junction Ave/Old Oakland Rd) Fund	259,165	133,506	151,322	17,816	0	17,816	6.9%
Maintenance District No. 13 (Karina-O'Nel) Fund	295,755	255,392	254,431	(961)	0	(961)	-0.3%
Maintenance District No. 15 (Silver Creek Valley) Fund	2,288,487	738,610	712,248	(26,362)	0	(26,362)	-1.2%
Maintenance District No. 18 (The Meadowlands) Fund	358,893	285,244	294,164	8,920	0	8,920	2.5%
Maintenance District No. 19 (River Oaks Area Landscaping) Fund	419,191	233,735	239,603	5,868	0	5,868	1.4%
Maintenance District No. 20 (Renaissance-N. First Landscaping) Fund	102,598	11,140	26,263	15,123	0	15,123	14.7%
Maintenance District No. 21 (Gateway Place-Airport Parkway) Fund	385,503	291,119	277,492	(13,627)	0	(13,627)	-3.5%
Maintenance District No. 22 (Hellyer Ave.-Silver Creek Valley Rd.) Fund	187,723	54,423	50,269	(4,154)	0	(4,154)	-2.2%
Multi-Source Housing Fund	62,832,025	26,757,240	47,405,892	20,648,652	692,530	19,956,122	31.8%
Municipal Golf Course Fund	1,701,227	1,693,806	1,923,620	229,814	0	229,814	13.5%
Planning Development Fee Program Fund	11,857,976	2,096,045	3,893,439	1,797,394	6,920	1,790,474	15.1%
Public Works Development Fee Program Fund	23,886,916	2,518,902	6,307,970	3,789,068	15,224	3,773,844	15.8%
Public Works Program Support Fund	30,244,154	3,531,834	5,127,129	1,595,295	0	1,595,295	5.3%
Public Works Small Cell Permitting Fee Program Fund	559,689	550,841	1,197,699	646,858	0	646,858	115.6%
Real Property Transfer Tax Fund	211,839,241	79,272,090	85,587,215	6,315,125	4,405,988	1,909,137	0.9%
Rental Stabilization Program Fee Fund	6,429,972	1,084,074	2,604,854	1,520,780	0	1,520,780	23.7%
San José Arena Capital Reserve Fund	9,596,988	2,331,452	5,216,110	2,884,658	0	2,884,658	30.1%
San José Clean Energy Operating Fund	800,901,974	42,512,541	51,385,599	8,873,058	0	8,873,058	1.1%
San José Opioid Response Fund	914,514	260,852	253,198	(7,654)	0	(7,654)	-0.8%
San José-Santa Clara Treatment Plant Income Fund	1,643,312	1,663,312	1,806,502	143,190	0	143,190	8.7%
San José-Santa Clara Treatment Plant Operating Fund	209,547,508	66,339,927	72,095,306	5,755,379	300,000	5,455,379	2.6%

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF ESTIMATED TO ACTUAL 2024-2025 ENDING FUND BALANCE

Fund	2024-2025	2024-2025	2024-2025	Variance	Recommended Rebudgets	Revised Variance	Revised Variance as % of Modified Budget
	Modified Budget	Estimated Ending Fund Balance	Actual Ending Fund Balance				
Sewage Treatment Plant Connection Fee Fund	26,144,464	26,696,449	26,449,271	(247,178)	0	(247,178)	-0.9%
Sewer Service and Use Charge Fund	272,647,808	59,235,128	61,224,630	1,989,502	(132,400)	2,121,902	0.8%
South Bay Water Recycling Operating Fund	28,583,834	8,160,125	11,948,204	3,788,079	1,150,000	2,638,079	9.2%
St. James Park Management District Fund	4,316,372	3,713,621	3,811,106	97,485	0	97,485	2.3%
State Drug Forfeiture Fund	1,661,803	1,661,803	2,266,414	604,611	0	604,611	36.4%
Storm Sewer Operating Fund	61,181,042	22,468,442	22,237,467	(230,975)	(523,900)	292,925	0.5%
Supplemental Law Enforcement Services Fund	6,161,575	2,884,925	2,826,742	(58,183)	(133,244)	75,061	1.2%
Transient Occupancy Tax Fund	31,161,113	1,793,026	3,539,715	1,746,689	0	1,746,689	5.6%
Vehicle Maintenance and Operations Fund	47,521,664	5,727,263	3,868,436	(1,858,827)	(1,195,000)	(663,827)	-1.4%
Water Utility Fund	98,890,472	21,888,211	18,688,154	(3,200,057)	0	(3,200,057)	-3.2%
Workforce Development Fund	13,424,158	579,627	(918,506)	(1,498,133)	0	(1,498,133)	-11.2%
Subtotal Special Funds	3,860,470,979	847,255,891	975,945,833	128,689,942	46,621,319	82,068,623	2.1%
Capital Funds							
Airport Capital Improvement Fund	58,921,706	20,174	(4,879,042)	(4,899,216)	(11,046,000)	6,146,784	10.4%
Airport Passenger Facility Charge Fund	51,168,199	27,379,199	24,320,341	(3,058,858)	0	(3,058,858)	-6.0%
Airport Renewal and Replacement Fund	152,906,510	53,677,373	122,520,922	68,843,549	1,615,000	67,228,549	44.0%
Airport Revenue Bond Improvement Fund	36,261,314	2,023,416	294,992	(1,728,424)	0	(1,728,424)	-4.8%
Branch Libraries Bond Projects Fund	5,602,609	4,831,435	4,999,348	167,913	(681,757)	849,670	15.2%
Building and Structure Construction Tax Fund	187,405,005	57,562,582	80,127,022	22,564,440	12,813,470	9,750,970	5.2%
Communications Construction and Conveyance Tax Fund	6,888,521	3,110,521	3,394,415	283,894	(4,000)	287,894	4.2%
Construction Excise Tax Fund	230,741,400	76,248,052	86,743,264	10,495,212	(13,665,196)	24,160,408	10.5%
Contingent Lien District Fund	61,618	0	48,351	48,351	0	48,351	78.5%
Convention and Cultural Affairs Capital Fund	1,598,804	506,804	587,803	80,999	(102,000)	182,999	11.4%
Convention Center Facility District Capital Fund	3,265,032	1,761,032	2,445,944	684,912	513,000	171,912	5.3%
Council District 1 Construction and Conveyance Tax Fund	6,114,409	2,554,817	2,689,864	135,047	25,000	110,047	1.8%
Council District 2 Construction and Conveyance Tax Fund	2,428,386	1,658,043	1,813,047	155,004	11,000	144,004	5.9%
Council District 3 Construction and Conveyance Tax Fund	2,057,579	1,215,960	1,433,308	217,348	239,000	(21,652)	-1.1%
Council District 4 Construction and Conveyance Tax Fund	3,416,757	2,875,877	5,465,923	2,590,046	6,000	2,584,046	75.6%
Council District 5 Construction and Conveyance Tax Fund	7,317,729	4,524,689	6,137,424	1,612,735	1,504,000	108,735	1.5%
Council District 6 Construction and Conveyance Tax Fund	6,311,677	3,679,399	4,111,003	431,604	(223,000)	654,604	10.4%
Council District 7 Construction and Conveyance Tax Fund	6,325,750	5,344,787	5,286,216	(58,571)	(167,000)	108,429	1.7%
Council District 8 Construction and Conveyance Tax Fund	4,951,052	3,713,881	4,111,425	397,544	71,000	326,544	6.6%
Council District 9 Construction and Conveyance Tax Fund	6,420,467	5,006,134	5,390,932	384,798	474,000	(89,202)	-1.4%
Council District 10 Construction and Conveyance Tax Fund	2,386,320	785,680	744,354	(41,326)	4,000	(45,326)	-1.9%
Emma Prusch Fund	734,732	478,732	483,698	4,966	40,000	(35,034)	-4.8%
Evergreen Benefit Assessment District Fund	1,265,477	1,168,027	1,334,667	166,640	0	166,640	13.2%
Evergreen Creek Assessment District Fund	1,233,014	1,223,926	1,369,647	145,721	0	145,721	11.8%
Fire Construction and Conveyance Tax Fund	14,740,297	7,001,000	7,297,281	296,281	227,000	69,281	0.5%
General Purpose Parking Capital Fund	32,548,875	18,047,364	21,050,878	3,003,514	159,666	2,843,848	8.7%
Lake Cunningham Fund	3,472,104	1,546,096	1,631,237	85,141	(407,000)	492,141	14.2%
Library Construction and Conveyance Tax Fund	25,871,660	6,327,114	5,781,423	(545,691)	158,070	(703,761)	-2.7%
Library Parcel Tax Capital Fund	605,779	51,393	200,159	148,766	116,000	32,766	5.4%

I. BUDGET PERFORMANCE SUMMARY

COMPARISON OF ESTIMATED TO ACTUAL 2024-2025 ENDING FUND BALANCE

Fund	2024-2025	2024-2025	2024-2025	Variance	Recommended Rebudgets	Revised Variance	Revised Variance as % of Modified Budget
	Modified Budget	Estimated Ending Fund Balance	Actual Ending Fund Balance				
Major Collectors and Arterials Fund	1,148,664	851,664	854,826	3,162	0	3,162	0.3%
Major Facilities Fund	6,220,986	5,854,652	6,630,434	775,782	460,000	315,782	5.1%
Measure T Public Safety and Infrastructure Bond Fund	116,192,192	(19,557,883)	(6,410,768)	13,147,115	5,960,000	7,187,115	6.2%
Park Yards Construction and Conveyance Tax Fund	5,847,275	4,808,187	5,046,572	238,385	191,000	47,385	0.8%
Parks and Recreation Bond Projects Fund	18,168,095	16,764,565	17,489,801	725,236	620,000	105,236	0.6%
Parks Central Construction and Conveyance Tax Fund	34,838,525	3,881,086	4,826,239	945,153	403,000	542,153	1.6%
Parks City-Wide Construction and Conveyance Tax Fund	32,059,063	7,706,267	10,880,583	3,174,316	286,000	2,888,316	9.0%
Residential Construction Tax Contribution Fund	3,619,312	3,129,312	3,445,696	316,384	0	316,384	8.7%
San José-Santa Clara Treatment Plant Capital Fund	331,814,868	81,105,819	23,727,230	(57,378,589)	(67,173,000)	9,794,411	3.0%
Sanitary Sewer Connection Fee Fund	3,364,908	2,654,257	2,807,993	153,736	0	153,736	4.6%
Sewer Service and Use Charge Capital Improvement Fund	150,168,607	78,660,568	86,694,840	8,034,272	4,056,000	3,978,272	2.6%
Service Yards Construction and Conveyance Tax Fund	14,680,628	4,944,633	5,213,356	268,723	250,000	18,723	0.1%
Shea Homes Advance Assessment District Fund	311,197	302,109	320,965	18,856	0	18,856	6.1%
Silicon Valley Bridge Assessment District Fund	318,010	308,922	328,132	19,210	0	19,210	6.0%
Silver Creek Assessment District Fund	221,441	212,353	227,003	14,650	0	14,650	6.6%
South Bay Water Recycling Capital Fund	4,295,616	4,322,616	4,369,714	47,098	0	47,098	1.1%
Storm Drainage Fee Fund	578,871	507,483	558,781	51,298	0	51,298	8.9%
Storm Sewer Capital Fund	50,376,400	17,533,413	22,285,743	4,752,330	345,000	4,407,330	8.7%
Subdivision Park Trust Fund	107,218,816	96,897,174	100,389,729	3,492,555	818,000	2,674,555	2.5%
Underground Utility Fund	15,133,189	10,653,189	14,462,314	3,809,125	0	3,809,125	25.2%
Water Utility Capital Fund	51,790,219	10,400,334	17,739,524	7,339,190	7,175,000	164,190	0.3%
Subtotal Capital Funds	1,811,389,664	626,264,227	718,824,553	92,560,326	(54,928,747)	147,489,073	8.1%
TOTAL ALL FUNDS	7,863,132,231	1,829,830,853	2,072,942,314	243,111,461	12,362,008	230,749,453	2.9%

I. BUDGET PERFORMANCE SUMMARY

SUMMARY OF 2024-2025 YEAR-END RESERVES BY FUND

Fund	2024-2025 Contingency and Earmarked Reserves Balance
General Fund	259,628,136
Special Funds	
Affordable Housing Impact Fee Fund	1,422,328
Airport Customer Facility and Transportation Fee Fund	23,873,860
Airport Fiscal Agent Fund	75,038,376
Airport Maintenance and Operation Fund	35,627,969
Airport Revenue Fund	111,196,616
Airport Surplus Revenue Fund	1,030,913
Benefits Funds - Benefit Fund	0
Benefits Funds - Dental Insurance Fund	1,550,000
Benefits Funds - Life Insurance Fund	0
Benefits Funds - Unemployment Insurance Fund	500,000
Building Development Fee Program Fund	0
Building Homes and Jobs Act Fund	0
Business Improvement District Fund	3,082
Cash Reserve Fund	0
Citywide Planning Fee Program Fund	375,000
City Hall Debt Service Fund	0
Comm Development Block Grant Fund	2,515,000
Community Facilities District No. 1 (Capitol Auto Mall) Fund	0
Comm Fac Dist No. 2 (Aborn-Murillo) and No. 3 (Silverland-Capriana) Fund	0
Community Facilities District No. 8 (Communications Hill) Fund	0
Community Facilities District No. 11 (Adeline-Mary Helen) Fund	0
Community Facilities District No. 12 (Basking Ridge) Fund	0
Community Facilities District No. 13 (Guadalupe Mines) Fund	0
Community Facilities District No. 14 (Raleigh-Charlotte) Fund	0
Community Facilities District No. 15 (Berryessa-Sierra) Fund	0
Community Facilities District No. 16 (Raleigh-Coronado) Fund	0
Community Facilities District No. 17 (Capitol Expy – Evergreen Place)	0
Convention and Cultural Affairs Fund	0
Convention Center Facilities District Revenue Fund	12,297,552
Downtown Property and Business Improvement District Fund	0
Economic Development Administration Loan Fund	0
Edward Byrne Memorial Justice Assistance Grant Trust Fund	0
Emergency Reserve Fund	3,000,000
Federal Drug Forfeiture Fund - Treasury - Memo Fund	0
Fire Development Fee Program Fund	0
Gas Tax Maintenance and Construction Fund - 1943	0
Gas Tax Maintenance and Construction Fund - 1964	0
Gas Tax Maintenance and Construction Fund - 1990	0
General Purpose Parking Fund	1,300,000
Gift Trust Fund	0
Home Investment Partnership Program Fund	259,291
Homeless Housing, Assistance, and Prevention Fund	0
Housing Trust Fund	0
Ice Centre Revenue Fund	1,888,194

I. BUDGET PERFORMANCE SUMMARY

SUMMARY OF 2024-2025 YEAR-END RESERVES BY FUND

Fund	2024-2025 Contingency and Earmarked Reserves Balance
Inclusionary Fee Fund	9,230,384
Integrated Waste Management Fund	18,104,000
Library Parcel Tax Fund	1,300,000
Low and Moderate Income Housing Asset Fund	19,051,923
Maintenance District No. 1 (Los Paseos) Fund	0
Maintenance District No. 2 (Trade Zone Blvd.-Lundy Ave.) Fund	0
Maintenance District No. 5 (Orchard Parkway-Plumeria Drive) Fund	0
Maintenance District No. 8 (Zanker-Montague) Fund	0
Maintenance District No. 9 (Santa Teresa-Great Oaks) Fund	0
Maintenance District No. 11 (Brokaw Rd/Junction Ave/Old Oakland Rd) Fund	0
Maintenance District No. 13 (Karina-O'Nel) Fund	0
Maintenance District No. 15 (Silver Creek Valley) Fund	0
Maintenance District No. 18 (The Meadowlands) Fund	0
Maintenance District No. 19 (River Oaks Area Landscaping) Fund	0
Maintenance District No. 20 (Renaissance-N. First Landscaping) Fund	0
Maintenance District No. 21 (Gateway Place-Airport Parkway) Fund	0
Maintenance District No. 22 (Hellyer Ave.-Silver Creek Valley Rd.) Fund	0
Multi-Source Housing Fund	0
Municipal Golf Course Fund	0
Planning Development Fee Program Fund	0
Public Works Development Fee Program Fund	0
Public Works Program Support Fund	0
Public Works Small Cell Permitting Fee Program Fund	0
Real Property Transfer Tax Fund	61,455,679
Rental Stabilization Program Fee Fund	0
San José Arena Capital Reserve Fund	560,774
San José Clean Energy Operating Fund	219,000,000
San José Opioid Response Fund	0
San José-Santa Clara Treatment Plant Income Fund	0
San José-Santa Clara Treatment Plant Operating Fund	50,303,040
Sewage Treatment Plant Connection Fee Fund	0
Sewer Service and Use Charge Fund	34,850,000
South Bay Water Recycling Operating Fund	3,029,239
St. James Park Management District Fund	0
State Drug Forfeiture Fund	0
Storm Sewer Operating Fund	9,942,542
Supplemental Law Enforcement Services Fund	0
Transient Occupancy Tax Fund	2,874,125
Vehicle Maintenance and Operations Fund	0
Water Utility Fund	15,540,058
Workforce Development Fund	925,887
Subtotal Special Funds	718,045,832

I. BUDGET PERFORMANCE SUMMARY

SUMMARY OF 2024-2025 YEAR-END RESERVES BY FUND

Fund	2024-2025 Contingency and Earmarked Reserves Balance
Capital Funds	
Airport Capital Improvement Fund	0
Airport Passenger Facility Charge Fund	0
Airport Renewal and Replacement Fund	0
Airport Revenue Bond Improvement Fund	0
Branch Libraries Bond Projects Fund	0
Building and Structure Construction Tax Fund	21,896,993
Communications Construction and Conveyance Tax Fund	0
Construction Excise Tax Fund	45,641,693
Contingent Lien District Fund	0
Convention and Cultural Affairs Capital Fund	0
Convention Center Facility District Capital Fund	0
Council District 1 Construction and Conveyance Tax Fund	0
Council District 2 Construction and Conveyance Tax Fund	1,000,000
Council District 3 Construction and Conveyance Tax Fund	786,000
Council District 4 Construction and Conveyance Tax Fund	0
Council District 5 Construction and Conveyance Tax Fund	455,000
Council District 6 Construction and Conveyance Tax Fund	1,395,000
Council District 7 Construction and Conveyance Tax Fund	3,550,000
Council District 8 Construction and Conveyance Tax Fund	1,190,000
Council District 9 Construction and Conveyance Tax Fund	1,764,000
Council District 10 Construction and Conveyance Tax Fund	136,000
Emma Prusch Fund	200,000
Evergreen Benefit Assessment District Fund	0
Evergreen Creek Assessment District Fund	0
Fire Construction and Conveyance Tax Fund	500,000
General Purpose Parking Capital Fund	1,770,000
Lake Cunningham Fund	800,000
Library Construction and Conveyance Tax Fund	0
Library Parcel Tax Capital Fund	0
Major Collectors and Arterials Fund	0
Major Facilities Fund	1,600,000
Measure T Public Safety and Infrastructure Bond Fund	14,654,884
Park Yards Construction and Conveyance Tax Fund	850,000
Parks and Recreation Bond Projects Fund	16,050,000
Parks Central Construction and Conveyance Tax Fund	0
Parks City-Wide Construction and Conveyance Tax Fund	2,710,000
Residential Construction Tax Contribution Fund	0
San José-Santa Clara Treatment Plant Capital Fund	0
Sanitary Sewer Connection Fee Fund	0
Sewer Service and Use Charge Capital Improvement Fund	0
Service Yards Construction and Conveyance Tax Fund	0
Shea Homes Advance Assessment District Fund	0
Silicon Valley Bridge Assessment District Fund	0
Silver Creek Assessment District Fund	0

I. BUDGET PERFORMANCE SUMMARY

SUMMARY OF 2024-2025 YEAR-END RESERVES BY FUND

Fund	2024-2025 Contingency and Earmarked Reserves Balance
South Bay Water Recycling Capital Fund	3,666,000
Storm Drainage Fee Fund	0
Storm Sewer Capital Fund	0
Subdivision Park Trust Fund	69,436,174
Underground Utility Fund	0
Water Utility Capital Fund	4,675,000
Subtotal Capital Funds	194,726,744
TOTAL ALL FUNDS	1,172,400,712

II. GENERAL FUND BUDGET PERFORMANCE

This section of the Annual Report summarizes the performance of the General Fund and is broken down into the following sections:

General Fund Year-End Performance – This section provides data on the overall status of the General Fund at the end of 2024-2025. It includes a chart that compares the General Fund Modified Budget and actuals for sources, uses, and Ending Fund Balance as well as a chart that compares the General Fund actuals to the estimates used in the development of the 2025-2026 Adopted Budget.

General Fund Revenue Performance – This section provides details on the actual 2024-2025 General Fund revenue collections. This section includes a chart that compares the 2024-2025 Modified Budget to the actuals for each of the General Fund revenue categories. This chart is followed by a discussion of the performance in each category that includes an explanation of variances from the Modified Budget, any resulting current year implications for revenue estimates, and a comparison of the actual revenues to prior year collections to indicate collection trends and provide a historical perspective.

General Fund Expenditure Performance – This section provides details on the actual 2024-2025 General Fund expenditures. This section includes charts that compare the 2024-2025 Modified Budget to actuals for the major expenditure categories as well as the 2024-2025 year-end estimates to actuals for the total expenditures. The review of the General Fund expenditure performance also includes detailed information on departmental and non-departmental performance, including a discussion of significant variances as well as a chart of total expenditures by each category broken down in further detail. In addition, this section includes a discussion of significant departmental variances and highlights of non-departmental expenditures and variances.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND YEAR-END PERFORMANCE

The General Fund ended the year with an available 2024-2025 Ending Fund Balance (unaudited) of \$378.2 million, as reflected in the following table:

GENERAL FUND BUDGET TO ACTUAL COMPARISON FOR THE YEAR ENDED JUNE 30, 2025

	2024-2025 Modified Budget	2024-2025 Budgetary Basis Actual	Variance
Sources			
Beginning Fund Balance	600,932,599	600,932,599	-
Carry-over Encumbrances	80,976,408	80,976,408	-
Liquidation of Carry-over Encumbrances		16,596,195	16,596,195
<i>Subtotal</i>	<i>681,909,007</i>	<i>698,505,202</i>	<i>16,596,195</i>
Revenues	1,509,362,581	1,474,946,583	(34,415,998)
Total Sources	<u>2,191,271,588</u>	<u>2,173,451,785</u>	<u>(17,819,803)</u>
Uses			
Personal Services	1,119,342,034	1,115,520,211	(3,821,823)
Non-Personal/Equipment/Other	258,268,735	230,489,385	(27,779,350)
City-Wide Expenses	232,520,068	165,942,674	(66,577,394)
Capital Contributions	132,376,400	94,191,372	(38,185,028)
Transfers	189,136,215	189,136,215	-
Reserves	259,628,136	-	(259,628,136)
Total Uses	<u>2,191,271,588</u>	<u>1,795,279,857</u>	<u>(395,991,731)</u>
Available Ending Fund Balance		<u>378,171,928</u>	<u>378,171,928</u>

Note: In the chart above, the General Fund excludes the Cash Reserve Fund, Emergency Reserve Fund, and Real Property Transfer Fund, which are budgeted as separate funds and reflected separately in this document. In the 2024-2025 Annual Comprehensive Financial Report (ACFR), the Cash Reserve Fund, Emergency Reserve Fund, and Real Property Transfer Tax Fund will be displayed as part of the General Fund to comply with GASB 54 reporting requirements.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND YEAR-END PERFORMANCE

The actual ending fund balance of \$378.2 million exceeded the estimated Ending Fund Balance level used in the development of the 2025-2026 Adopted Budget by \$21.9 million (0.5% of the 2024-2025 Modified Budget for revenues and expenditures). However, once adjusted for rebudget and technical clean-up adjustments recommended in this report associated with the close-out of 2024-2025, a true ending fund balance of \$1.2 million (0.03% of the 2024-2025 Modified Budget for revenues and expenditures) remains in 2024-2025 and is available for allocation in 2025-2026. The elements of the Ending Fund Balance variance are illustrated in the following estimate to actual comparison chart.

GENERAL FUND ESTIMATE TO ACTUAL COMPARISON FOR THE YEAR ENDED JUNE 30, 2025

Sources	2024-2025 Estimate	2024-2025 Budgetary Basis Actual	Variance
Beginning Fund Balance	600,932,599	600,932,599	-
Carry-over Encumbrances	80,976,408	80,976,408	-
Liquidation of Carry-over Encumbrances	1,250,000	16,596,195	15,346,195
<i>Subtotal</i>	<i>683,159,007</i>	<i>698,505,202</i>	<i>15,346,195</i>
Revenues	1,500,849,085	1,474,946,583	(25,902,502) ¹
Total Sources	<u>2,184,008,092</u>	<u>2,173,451,785</u>	<u>(10,556,307)</u>
Uses			
Expenditures	1,827,697,357	1,795,279,857	(32,417,500) ¹
Total Uses	<u>1,827,697,357</u>	<u>1,795,279,857</u>	<u>(32,417,500)</u>
Ending Fund Balance	<u>356,310,735</u>	<u>378,171,928</u>	<u>21,861,193</u>

¹ The 2025-2026 Adopted Budget included \$9.9 million in grant and reimbursement-related revenues and expenditures not expected to be received in 2024-2025 and were rebudgeted to 2025-2026. This resulted in lower actual revenues and expenditures in 2024-2025, with no net impact to the General Fund. After factoring out the lower revenues and expenditures associated with these grants and reimbursements, the revenues variance actually resulted in a deficit of \$16.0 million, rather than a deficit of \$25.9 million, and the expenditures variance actually resulted in savings of \$22.5 million, rather than savings of \$32.4 million.

Note: In the chart above, the General Fund excludes the Cash Reserve Fund, Emergency Reserve Fund, and Real Property Transfer Tax Fund, which are budgeted as separate funds and reflected separately in this document. In the 2024-2025 Annual Comprehensive Financial Report, the Cash Reserve Fund, Emergency Reserve Fund, and Real Property Transfer Tax Fund will be displayed as part of the General Fund to comply with GASB 54 reporting requirements.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND YEAR-END PERFORMANCE

A detailed analysis of the variances between the 2024-2025 Modified Budget and Budgetary Basis Actuals for revenues, expenditures, transfers, and reserves is provided in the following section. However, the variances for the Beginning Fund Balance and Liquidation of Carry-over Encumbrances category are discussed below.

The actual 2024-2025 Beginning Fund Balance of \$600.9 million was consistent with the estimate. The actual 2024-2025 Liquidation of Carry-over Encumbrances was \$16.6 million and reflects encumbered appropriations liquidated by the Finance Department during the period between the release of the audited 2023-2024 financial statements and the end of 2024-2025. Liquidation of prior year encumbrances results in a reduction in the obligations against the fund balance. These funds then become available for reappropriation. The actual liquidations in 2024-2025 were \$15.3 million above the estimate of \$1.3 million that was used in the development of the 2025-2026 Adopted Budget. The significant liquidation of encumbrances is partially due to an encumbrance audit performed in 2024-2025 that resulted in all City funds being reviewed and encumbrances being liquidated as appropriate. As a result of the audit, \$11.2 million of encumbrances were liquidated in the General Fund in 2024-2025. However, several encumbrances that were liquidated are still needed for Housing Department projects, therefore \$5.3 million of the previously liquidated encumbrances will be reallocated to the projects in 2025-2026. As a result, the encumbrances liquidated as a result of the audit will be reduced from \$11.2 million to \$5.9 million. In total, of the \$16.6 million in overall encumbrance liquidations in 2024-2025, only \$11.3 million is available in 2025-2026, which is \$10.0 million over the estimate used in development of the 2025-2026 Adopted Budget. Of the \$10.0 million, \$5.9 million is due to the encumbrance audit, and \$4.1 million is related to the annual process of liquidating encumbrances that are no longer needed.

As noted on the chart on the previous page, after adjusting for \$9.9 million in grants and reimbursements that were not received or expended in 2024-2025, the final General Fund Ending Fund Balance represents a positive variance of \$21.9 million (0.5% of the 2024-2025 Modified Budget for revenues and expenditures), which includes higher than estimated expenditures savings (\$22.5 million), higher than estimated liquidation of prior year encumbrances (\$15.3 million), and lower revenues (\$-16.0 million). After accounting for revenue and expenditure rebudget and technical clean-up adjustments recommended in the Annual Report to close-out 2024-2025, \$1.2 million (0.03% of the 2024-2025 Modified Budget for revenues and expenditures) in additional Ending Fund Balance is available. The \$1.2 million positive fund balance variance is comprised of higher than estimated liquidation of prior year encumbrances (\$15.3 million), partially offset by lower than anticipated expenditure savings (-\$10.6 million) and lower than estimated revenues (-\$3.6 million).

Recommendations for the allocation of the additional 2024-2025 Ending Fund Balance are provided elsewhere in this document.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

The following table details actual 2024-2025 General Fund revenue collections as compared with the Modified Budget estimates:

TABLE A
2024-2025 GENERAL FUND REVENUE SUMMARY
COMPARISON OF BUDGET TO ACTUAL
(\$000s)

Category	2023-2024		2024-2025	
	Budgetary Basis Actual	2024-2025 Modified Budget	Budgetary Basis Actual	2024-2025 Budget to Actual \$ Variance
Property Tax	\$ 473,724,109	\$ 498,000,000	\$ 498,478,297	\$ 478,297
Sales Tax	333,411,487	330,000,000	331,430,656	1,430,656
Transient Occupancy Tax	15,894,163	17,000,000	17,212,205	212,205
Business Taxes	86,072,405	87,000,000	87,693,311	693,311
Utility Tax	129,770,893	141,000,000	139,896,807	(1,103,193)
Franchise Fees	52,475,857	58,022,632	58,458,709	436,077
Real Property Transfer Tax ¹	50,749,321	0	0	0
Telephone Line Tax	22,291,646	22,000,000	21,989,227	(10,773)
Licenses and Permits	21,428,006	21,818,390	22,266,806	448,416
Fees, Rates, and Charges	25,030,265	27,808,860	26,305,211	(1,503,649)
Fines, Forfeitures, and Penalties	14,322,746	17,604,797	19,740,923	2,136,126
Rev. from Use of Money/Property	22,774,861	20,735,000	20,214,200	(520,800)
Revenue from Local Agencies	23,353,375	23,892,236	22,201,684	(1,690,552)
Revenue from State of California	27,444,985	63,987,734	39,382,713	(24,605,021)
Rev. from Federal Government	5,462,136	14,528,969	6,433,084	(8,095,885)
Other Revenue	12,664,318	20,216,125	19,803,291	(412,834)
Subtotal	1,316,870,573	1,363,614,743	1,331,507,124	(32,107,619)
Overhead Reimbursements	80,379,703	88,151,786	87,516,288	(635,498)
Transfers	34,160,106	37,468,866	36,745,418	(723,448)
Reimbursements for Services	19,049,014	20,127,186	19,177,753	(949,433)
Subtotal	133,588,823	145,747,838	143,439,459	(2,308,379)
TOTALS²	\$ 1,450,459,396	\$ 1,509,362,581	\$ 1,474,946,583	\$ (34,415,998)

¹ Beginning in 2024-2025 Real Property Transfer Tax collections were moved from the General Fund to the Real Property Transfer Tax Fund.

² Excludes Beginning Fund Balance.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

The General Fund revenue performance for 2024-2025 is discussed in detail in this section. The 2024-2025 actual revenue receipts for each of the major revenue categories are compared to the modified budgets and any significant variances and resulting implications for current year revenue estimates are described. In addition, comparisons with prior fiscal year collection levels are included to indicate collection trends and to provide a historical perspective.

As shown in Table A, total revenue received in the General Fund in 2024-2025 was \$1.47 billion. This collection level was 2.3% below (\$34.4 million) the 2024-2025 Modified Budget. After accounting for reconciling items, rebudgets, and other clean-up actions, revenues ended the year \$3.6 million, or 0.2%, below the 2024-2025 Modified Budget.

The 2024-2025 collection level of \$1.47 billion was \$24.5 million, or 1.7%, above the actual 2023-2024 collections of \$1.45 billion. This year-over-year increase is primarily due to higher 2024-2025 collections for Property Tax (\$24.8 million), Revenue from the State of California (\$11.9 million), Utility Tax (\$10.1 million), and Transfers and Reimbursements (\$9.9 million). These revenues experienced year-over year growth due to several factors including the local real estate market positively impacting Property Tax receipts, the timing of when State grants were received, higher utility rates driving up Utility Tax collections, and higher overhead reimbursements from both operating and capital funds. Partially offsetting the higher receipts in these categories was lower Real Property Transfer Tax collections (\$50.7 million), as beginning in 2024-2025 Real Property Transfer Tax collections were received and allocated in the Real Property Transfer Tax Fund.

The variances from the Modified Budget levels, implications for current year revenue estimates, and changes from prior year level are further discussed on the following pages for all significant and notable revenue categories, as well as sources with substantial variances.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Property Tax

Property Tax	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Secured Property Tax	467,000,000	466,628,224	(371,776)	(0.1%)
Unsecured Property Tax	17,500,000	17,529,166	29,166	0.2%
SB 813 Property Tax	7,500,000	8,307,218	807,218	10.8%
Aircraft Property Tax	5,000,000	5,162,116	162,116	3.2%
HOPTR	1,000,000	851,573	(148,427)	(14.8%)
Total	498,000,000	498,478,297	478,297	0.1%

The Property Tax revenue category includes Secured Property Tax, Unsecured Property Tax, SB 813 Property Tax, Aircraft Property Tax, and Homeowner's Property Tax Relief (HOPTR). Property Tax receipts in 2024-2025 totaled \$498.5 million, which was consistent with the budgeted estimate, and represented an increase of 5.2% from 2023-2024 collections of \$473.7 million.

In 2024-2025, **Secured Property Tax** receipts continued to be the largest source of revenue in the Property Tax category. The Secured Property Tax category includes general Secured Property Tax, Educational Revenue Augmentation Fund (ERAF) revenues, and Successor Agency to the Redevelopment Agency (SARA) Residual Property Tax. In 2024-2025, receipts totaled \$466.6 million, which is consistent with the budgeted estimate, and is 5.1% above the 2023-2024 receipts of \$444.1 million. The growth from 2023-2024 collections reflects increased general Secured Property Tax receipts (\$19.6 million; 5.2%), SARA Residual Property Tax receipts (\$1.9 million; 8.0%), and ERAF revenue (\$946,000; 2.3%).

The general Secured Property Tax receipts growth of \$19.6 million in 2024-2025 primarily reflects an increase in assessed value, due to the California Consumer Price Index (CCPI) increase of 2%, and increased valuation due to changes in ownership or new construction. Under Proposition 13, assessed values of all real property adjust with the CCPI, with a 2% limit, unless there is a change in ownership, new construction, or a property has received a Proposition 8 adjustment. On a County-wide basis, the 2024-2025 roll growth was driven primarily by changes in ownership (41.9%), changes in the CCPI (29.7%), and new construction (16.5%).

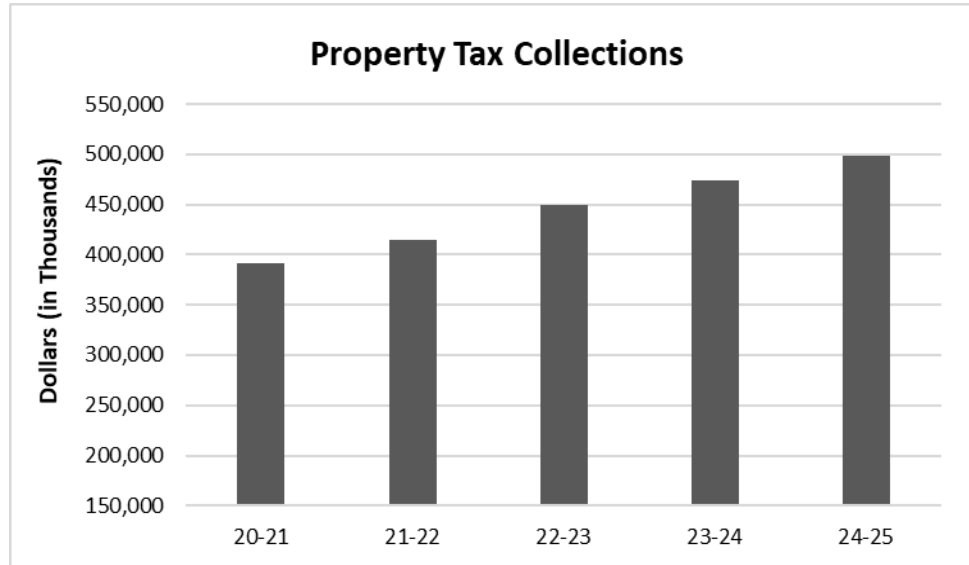
In addition to the changes in assessed value, Secured Property Tax collections were positively impacted by ERAF revenue. ERAF collections totaled \$42.4 million in 2024-2025, which is \$946,000 (2.3%) above the 2023-2024 collection level. Beginning in 1992, agencies have been required to reallocate a portion of property tax receipts to ERAF, which offsets the State's General Fund contributions to school districts under Proposition 98. However, once there are sufficient funds in ERAF to fulfill obligations, the remainder is to be returned to the taxing entities that contributed to it, which generally occurs in March of each fiscal year.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Property Tax

The final component of the Secured Property Tax category is SARA Residual Property Tax. As a result of the SARA bond refunding that occurred in December 2017, the City receives a residual property tax distribution. In 2024-2025 SARA Residual Property



Tax receipts totaled \$26.1 million, which is \$1.9 million (8.0%) above the 2023-2024 collection level of \$24.2 million.

In the **Unsecured Property Tax** category, collections of \$17.5 million were consistent with the budgeted estimate and were \$638,000 (3.8%) above the 2023-2024 collection level of \$16.9 million.

The **SB 813 Property Tax** component represents the retroactive taxes reassessed property valuation from the period of resale to the time that the Assessor formally revalues the property. In 2024-2025, receipts of \$8.3 million were \$807,000 (10.8%) above the budgeted estimate of \$7.5 million. In addition, collections were \$880,000 (11.8%) above the prior year collection level of \$7.4 million.

The remaining Property Tax categories include **Aircraft Property Tax** receipts, which totaled \$5.2 million in 2024-2025 and \$4.4 million in 2023-2024; and **Homeowners Property Tax Relief** revenue, which totaled \$852,000 in 2024-2025 and \$885,000 in 2023-2024.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Sales Tax

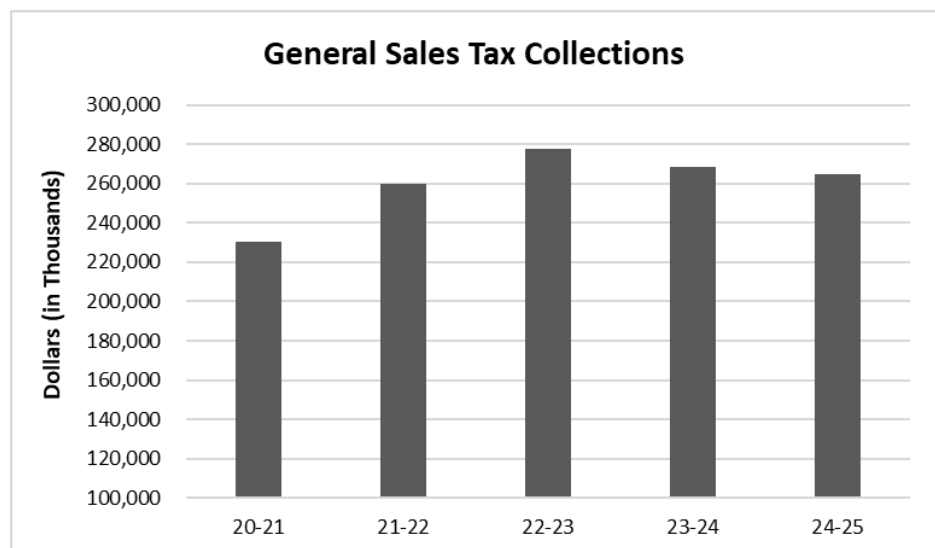
Sales Tax	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
General Sales Tax	262,000,000	264,970,394	2,970,394	1.1%
Local Sales Tax	60,000,000	58,437,105	(1,562,895)	(2.6%)
Prop 172 Sales Tax	8,000,000	8,023,157	23,157	0.3%
Total	330,000,000	331,430,656	1,430,656	0.4%

As shown in the following table, the City receives 1.25% of the 9.375% Sales Tax collected for items sold in San José. The distribution percentage includes a 0.25% local transaction and use tax enacted by the City of San José effective October 1, 2016 (limited to 15 years; sunseting in 2031). The City also receives a portion of the Public Safety Fund (Proposition 172) Sales Tax collected State-wide.

Agency	Distribution Percentage
State of California	5.500%
City of San José (Bradley Burns)	1.000%
City of San José (Local Tax)	0.250%
Public Safety Fund (Proposition 172)	0.500%
Santa Clara County (Including VTA)	2.000%
Peninsula Corridor Joint Powers Board (Caltrain)	0.125%
Total	9.375%

The Sales Tax category includes General Sales Tax, Local Sales Tax, and Proposition 172 Sales Tax. Overall, Sales Tax collections in 2024-2025 of \$331.4 million were 0.4% (\$1.4 million) above the budgeted estimate; however, collections were 0.6% (\$2.0 million) below the prior year.

General Sales Tax revenue is the largest driver of the Sales Tax category and accounts for over 80% of all Sales Tax receipts. In 2024-2025 General Sales Tax collections totaled \$265.0 million, which were 1.1% (\$3.0 million) above the budgeted estimate of \$262.0 million;



II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Sales Tax

however, collections were 1.3% (\$3.5 million) below the 2023-2024 collection level, which is indicative of weaker economic conditions. Information related to Sales Tax payments are distributed from the California Department of Tax and Fee Administration (CDTFA) four times throughout the year: November (July-September activity), February (October-December activity), and May (January-March activity). In 2024-2025, quarterly sales tax payments experienced year-over-year changes that significantly varied; -11.4%, 8.6%, -11.9%, 9.2%, respectively for each quarter. Quarterly receipts varied due to changes in economic conditions as well as the impact of one-time corrections and payment timing issues occurring. As a result, 2024-2025 General Sales Tax receipts ended the year 1.1% (\$3.0 million) above the budgeted estimate.

The City's Sales Tax consultant, Muni Services, has provided economic performance data for 2024-2025, as displayed in the following chart. This analysis measures Sales Tax receipts for 2023-2024 and 2024-2025, excluding Sales Tax associated with the Revenue Capture Agreement.

General Sales Tax Revenue Performance (Economic Basis)

Economic Sector	2024-2025 % of Total Revenue	2023-2024 % of Total Revenue	% Change of Revenue Received by Category
Business-to-Business	18.9%	20.3%	(9.5%)
General Retail	18.0%	18.2%	(3.1%)
Transportation	15.8%	17.6%	(11.9%)
Food Products	15.2%	14.5%	2.1%
Construction	9.2%	9.0%	(0.2%)
Miscellaneous	0.8%	0.7%	14.0%
County Pool	22.1%	19.7%	9.9%
Total	100.0%	100.0%	

As can be seen in the table above, most categories experienced year-over-year declines, including Business-to-Business (includes office equipment, leasing, electronic equipment, energy sales), General Retail (includes apparel stores, department stores, furniture/appliance stores, drug stores, and florists/nurseries), Transportation (includes auto sales), and Construction (includes wholesale and retail building materials). Partially offsetting these drops were gains in the Food Products (includes restaurants, food markets, and liquor stores) and Miscellaneous categories.

The County Pool, which is where the majority of online transactions are captured, also grew compared to the prior year (9.9%). The County Pool revenue is distributed to all cities within Santa Clara County based on a distribution formula administered by the CDTFA.

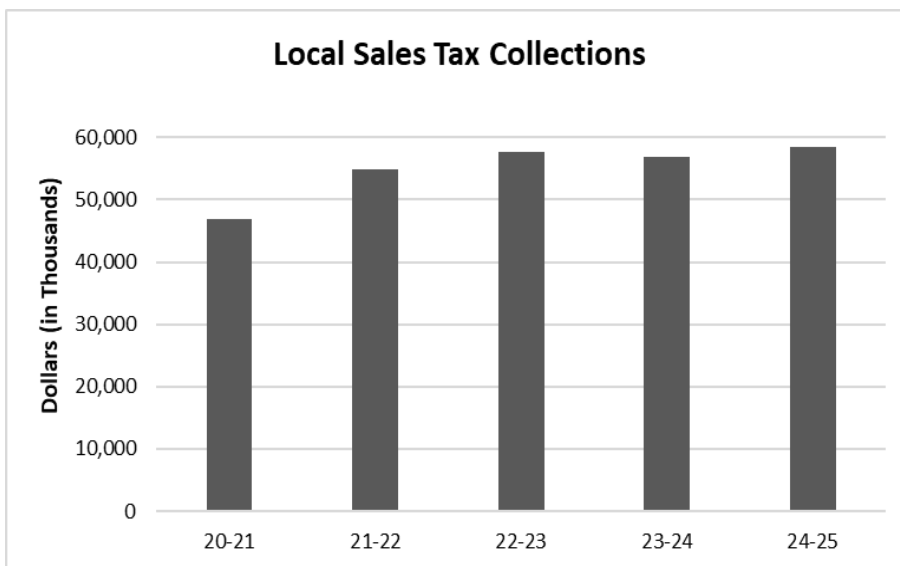
II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Sales Tax

This formula is based each quarter on each jurisdiction's total General Sales Tax receipts divided by the Total General Sales Tax receipts for the entire County. The City typically receives between 45% - 50% of the total County Pool.

In June 2016, San José voters approved a ¼ cent **Local Sales Tax**, which began implementation in October 2016 and will sunset in 2031. Local Sales Tax is generated based on the destination of the purchased product; therefore, all out-of-state online retailers' (including marketplace facilitators) sales tax collections are directly



distributed to the City of San José, versus the General Sales Tax revenue that is deposited in the County Pool, where the City only receives approximately 45% - 50% of the proceeds. Due to this distinction, Local Sales Tax revenue may not always experience the same growth and decline rates as General Sales Tax receipts. In 2024-2025, Local Sales Tax revenues totaled \$58.4 million, which was slightly below (\$1.6 million; 2.6%) the budgeted estimate of \$60.0 million; however, collections were \$1.5 million (2.7%) above the prior year collection level of \$56.9 million.

Proposition 172 Sales Tax collections represents the ½ cent tax that is allocated to counties and cities on an ongoing basis for funding public safety programs. In 2024-2025, receipts of \$8.0 million were consistent with the budgeted estimate and prior year collection level. This performance reflects the overall Sales Tax performance throughout the State and the relative share that is attributed to San José.

II. GENERAL FUND BUDGET PERFORMANCE

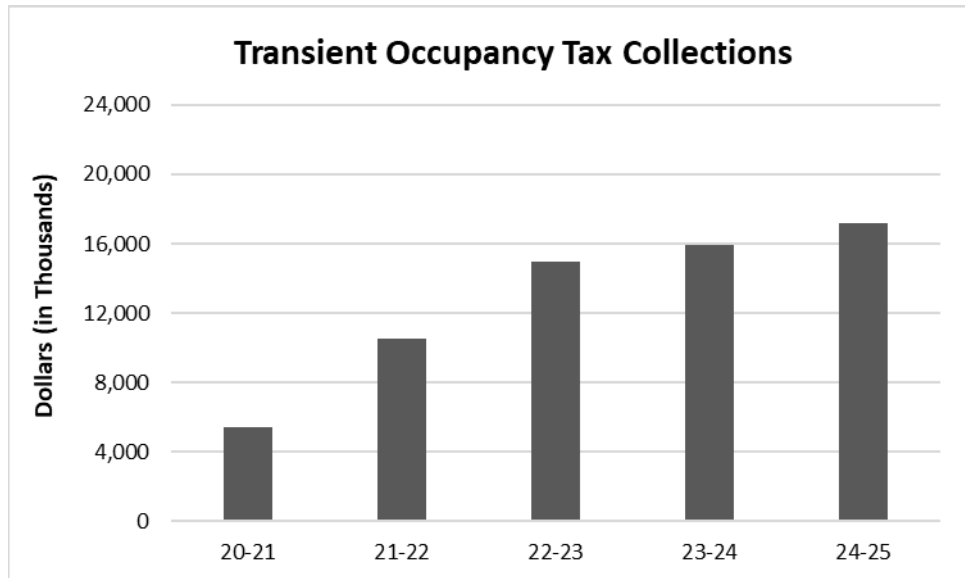
GENERAL FUND REVENUE PERFORMANCE

Transient Occupancy Tax

Transient Occupancy Tax	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2024 Variance (\$)	2024-2025 Variance (%)
Transient Occupancy Tax	17,000,000	17,212,205	212,205	1.2%
Total	17,000,000	17,212,205	212,205	1.2%

The City of San José assesses a 10% **Transient Occupancy Tax (TOT)** on the rental price for transient lodging. Of this 10%, 6% is placed in the Transient Occupancy Tax Fund and 4% is deposited in the General Fund. In 2024-2025, the General Fund's portion (4%) of the TOT totaled \$17.2 million, which was slightly above the budgeted estimate of \$17.0 million and \$1.3 million (8.3%) higher than 2023-2024 collections of \$15.9 million.

For the fiscal year ending June 2025, the cumulative average hotel occupancy rate reported for the San José market was 66.99%, a slight increase from the average of 65.12% through the same period in 2023-2024. The average daily room rate increased by 5.0%, from



\$165.00 as of June 2024 to \$173.23 as of June 2025; and the year-to-date average revenue-per-available room (RevPAR) increased by 8.0%, from \$107.44 to \$116.04, relative to the same period in 2023-2024.

II. GENERAL FUND BUDGET PERFORMANCE

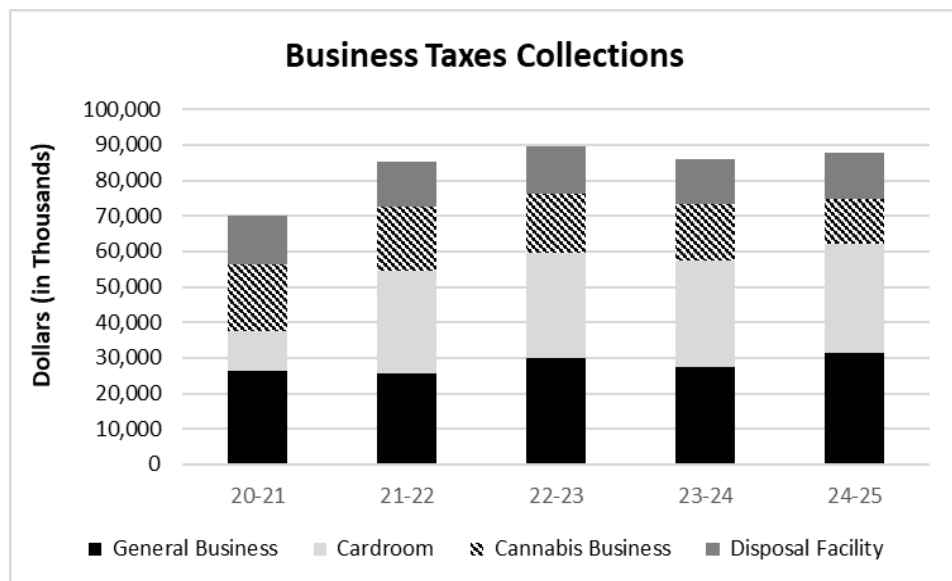
GENERAL FUND REVENUE PERFORMANCE

Business Taxes

Business Taxes	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
General Business Tax	30,000,000	31,375,317	1,375,317	4.6%
Cardroom Tax	31,000,000	30,643,241	(356,759)	(1.2%)
Cannabis Business Tax	14,000,000	12,874,625	(1,125,375)	(8.0%)
Disposal Facility Tax	12,000,000	12,800,128	800,128	6.7%
Total	87,000,000	87,693,311	693,311	0.8%

Revenues in the Business Taxes category include the General Business Tax, Cardroom Tax, Cannabis Business Tax, and Disposal Facility Tax. Overall, collections of \$87.7 million were slightly above (\$693,000; 0.8%) the budgeted estimate of \$87.0 million. In addition, collections were \$1.6 million (1.9%) above the prior year collection level. This year-over-year increase is primarily due to slightly higher overall activity levels.

Beginning in 2017-2018, **General Business Tax** collections reflect changes to the San José business tax, which was approved by San José voters on November 8, 2016 and took effect on July 1, 2017. The adjustments to the business tax included increasing the base tax,



increasing the incremental tax and making it more progressive, increasing the cap (the maximum amount of the tax affecting large businesses), updating the application of the tax to more classes of business, and adding inflation-based adjustments for future tax rates. In 2024-2025, General Business Tax collections of \$31.4 million ended the year \$1.4 million (4.6%) above the budgeted estimate and \$4.0 million (14.4%) above the prior year collection level.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Business Taxes

In 2024-2025, **Cardroom Tax** collections of \$30.6 million ended the year within budgeted levels and \$576,000 (1.9%) above the prior year collection level. These receipts are inclusive of the ballot measure approved by voters in November 2020 that increased taxes on cardroom operators beginning in January 2021.

Cannabis Business Tax collections reflect cannabis business tax as well as cannabis business tax compliance revenues. Cannabis Business Tax collections began after San José voters approved Ballot Measure U on November 2, 2010, which allowed the City to tax marijuana businesses. Further, in November 2016, the California Marijuana Legalization Initiative (Proposition 64) was approved by voters, which legalized recreational marijuana use in California. As a result, the sale of recreational cannabis at the 16 registered businesses in San José began in January 2018. In 2024-2025, Cannabis Business Tax collections of \$12.9 million ended the year \$1.1 million (8.0%) below the budgeted estimate of \$14.0 million. In addition, 2024-2025 collections declined \$2.8 million (17.9%) below the 2023-2024 collection level of \$15.7 million. These declines are primarily due to two cannabis businesses shuttering and overall lower activity levels.

Disposal Facility Taxes (DFT) are business taxes based on tons of solid waste disposed at landfills within the City. This revenue stream can vary due to factors that affect the amount of waste generated and how it is disposed including: economic activity, weather, diversion programs, and price sensitivity to disposal rates. In 2024-2025, collections of \$12.8 million ended the year \$800,000 (6.7%) above budgeted levels; however, collections were \$102,000 (0.8%) below the 2023-2024 collection level of \$12.9 million due to very slightly lower activity levels.

II. GENERAL FUND BUDGET PERFORMANCE

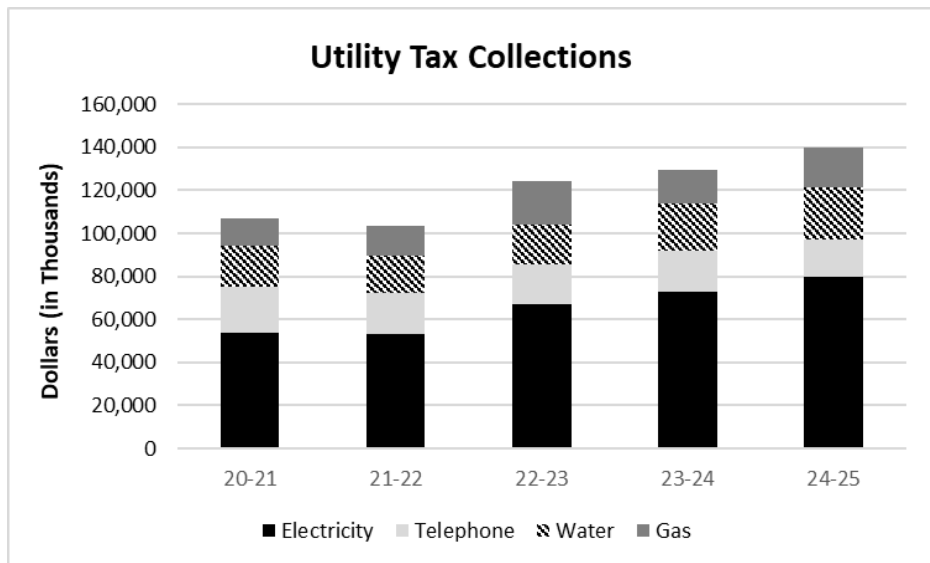
GENERAL FUND REVENUE PERFORMANCE

Utility Tax

Utility Tax	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Electricity Utility Tax	84,000,000	79,617,995	(4,382,005)	(5.2%)
Gas Utility Tax	17,000,000	18,402,048	1,402,048	8.2%
Water Utility Tax	23,000,000	24,352,607	1,352,607	5.9%
Telephone Utility Tax	17,000,000	17,524,157	524,157	3.1%
Total	141,000,000	139,896,807	(1,103,193)	(0.8%)

The City assesses utility user taxes on four utilities: Electricity, Gas, Water, and Telephone. Overall, Utility Tax receipts of \$139.9 million ended the year slightly below (\$1.1 million; 0.8%) budgeted levels, but were \$10.1 million (7.8%) above the 2023-2024 collection level of \$129.8 million. The year-over-year increase is due to higher rates and consumption levels for electricity, gas, and water.

Receipts in the **Electricity Utility Tax** category of \$79.6 million ended the year \$4.4 million (5.2%) below budgeted levels; however, collections were \$6.7 million (9.2%) above the 2023-2024 collection level. This increase is primarily due to higher electricity rates and increased consumption levels.



Gas Utility Tax receipts of \$18.4 million were \$1.4 million (8.2%) above the budgeted estimate and \$2.5 million (15.5%) above prior year receipts. The increased Gas Utility Tax receipts reflect higher gas rates and consumption levels.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Utility Tax

Receipts in the **Water Utility Tax** category of \$24.4 million were \$1.4 million (5.9%) above the budgeted estimate and \$2.2 million (9.9%) above the 2023-2024 collection level. This increase is due to higher rates and increased consumption levels.

Receipts in the **Telephone Utility Tax** category of \$17.5 million ended the year \$524,000 (3.1%) above the budgeted estimate, but were \$1.3 million (6.8%) below the 2023-2024 collection level. Revenues in this category were historically over \$30 million; however, beginning in 2014-2015 receipts began consistently declining as a result of wireless consumers shifting to less expensive prepaid wireless plans, competition with cellular companies that keep prices down, and the shifting of wireless communications to increase reliance on data plans, which are not taxable.

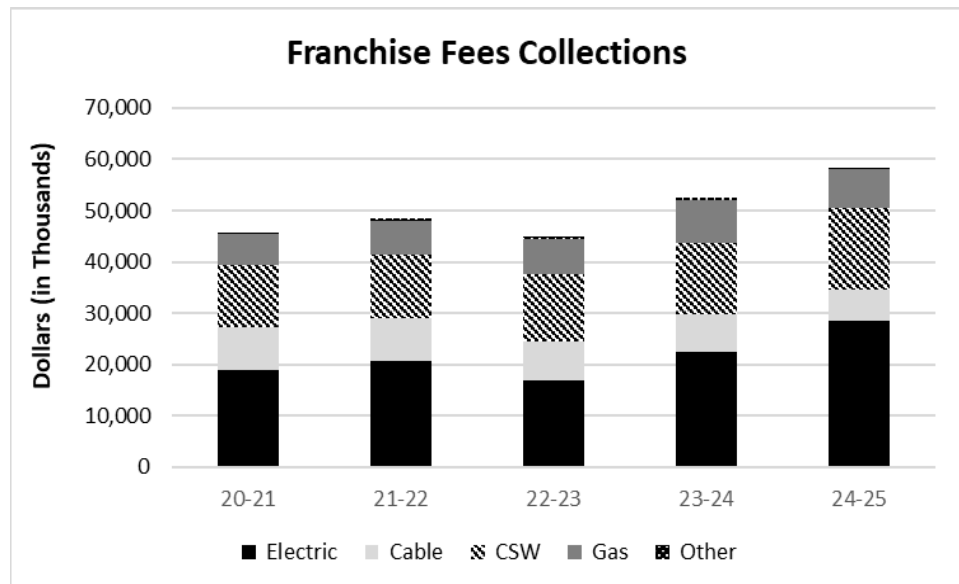
II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Franchise Fees

Franchise Fees	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Electric Franchise Fee	28,500,000	28,564,751	64,751	0.2%
Commercial Solid Waste	14,597,632	15,858,449	1,260,817	8.6%
Gas Franchise Fee	7,500,000	7,560,431	60,431	0.8%
Cable Franchise Fee	7,000,000	6,056,188	(943,812)	(13.5%)
Great Oaks Water	300,000	313,721	13,721	4.6%
Nitrogen and Jet Fuel	85,000	84,285	(715)	(0.8%)
Tow	40,000	20,884	(19,116)	N/A
Total	58,022,632	58,458,709	436,077	0.8%

The City receives franchise fees for several categories, including Electric, Commercial Solid Waste, Gas, Cable, Great Oaks Water, Nitrogen and Fuel, and Tow. Overall, Franchise Fee receipts of \$58.5 million ended the year slightly above (\$436,000; 0.8%) budgeted levels and were \$6.0



million (11.4%) above the 2023-2024 collection level of \$52.5 million. The year-over-year increase is primarily due to higher Electric (\$6.0 million) and Commercial Solid Waste (\$2.0 million) Franchise Fee receipts, partially offset by lower Cable (\$1.1 million) and Gas (986,000) Franchise Fee collections. These variances are due to changes in rates and/or activity levels.

Remaining collections in the Franchise Fees category include **Great Oaks Water, Nitrogen and Jet Fuel, and Tow Fees**. In total, these revenues ended the year at \$419,000, which is slightly below (6,000; 1.4%) the budgeted estimate; however, collections were \$66,000 (18.6%) above the prior year collection level of \$353,000.

II. GENERAL FUND BUDGET PERFORMANCE

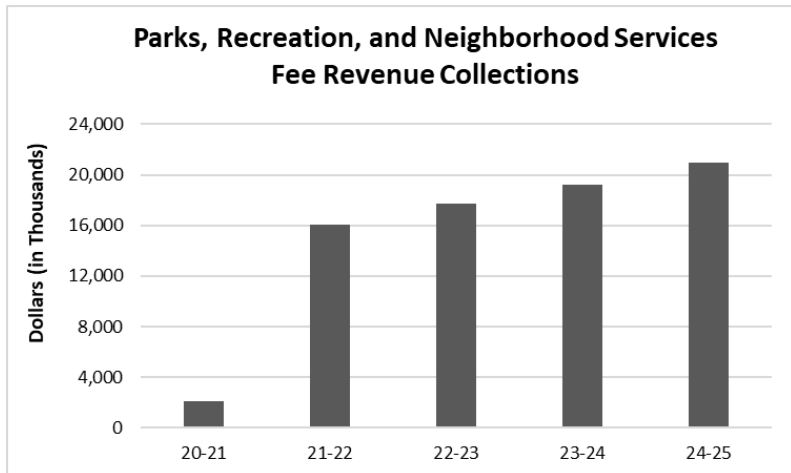
GENERAL FUND REVENUE PERFORMANCE

Fees, Rates, and Charges

Fees, Rates, and Charges	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
PRNS Fees	20,940,083	20,989,872	49,789	0.2%
Miscellaneous Fees	4,245,044	2,543,019	(1,702,025)	(40.1%)
Transportation Fees	1,491,652	1,827,699	336,047	22.5%
Police Fees	1,071,081	870,751	(200,330)	(18.7%)
Library Fees	61,000	73,870	12,870	21.1%
Total	27,808,860	26,305,211	(1,503,649)	(5.4%)

Revenues in the Fees, Rates, and Charges category include various fees and charges levied to recover costs of services provided by the several City departments, the largest of which are Parks, Recreation, and Neighborhood Services (PRNS) Department Fees. Overall, Fees, Rates, and Charges collections of \$26.3 million ended the year \$1.5 million (5.4%) below budgeted levels. This variance is primarily due to lower than anticipated Miscellaneous Fee collections. Fee collections in 2024-2025 were \$1.3 million (5.1%) above the 2023-2024 collection level of \$25.0 million. This increase in revenue is primarily due to higher fee-related activity within the PRNS Department.

Revenues in the **PRNS Departmental Fee** category include Happy Hollow Park and Zoo; Fee Activity (classes, camps, and after-school activities); Facility Rentals; Sports Facilities Reservations; Lake Cunningham Action Sports Park; Gym and Fitness; Parking; Park Permits; Arcadia Ball Park; Family Camp; and Aquatics Program. PRNS Department Fee revenue



ended the year at \$21.0 million, which is consistent with the budgeted estimate and \$1.8 million (9.2%) above the 2023-2024 collection level of \$19.2 million. This year-over-year increase in PRNS fee revenue is due higher activity levels for PRNS fee programs.

Remaining collections in the Fees, Rates, and Charges category include **Miscellaneous Fees, Transportation Fees, Police Fees, and Library Fees**. In total, departmental revenue (excluding PRNS fees discussed above) ended the year at \$5.3 million, which is \$1.6 million (22.6%) below the budgeted estimate. This variance is primarily due to the assumption that the Ambulance Transport and User Fee collections would begin in 2024-2025 (budgeted estimate of \$1.7 million); however, due to issues onboarding a vendor, fee collections will not begin until 2025-2026.

II. GENERAL FUND BUDGET PERFORMANCE

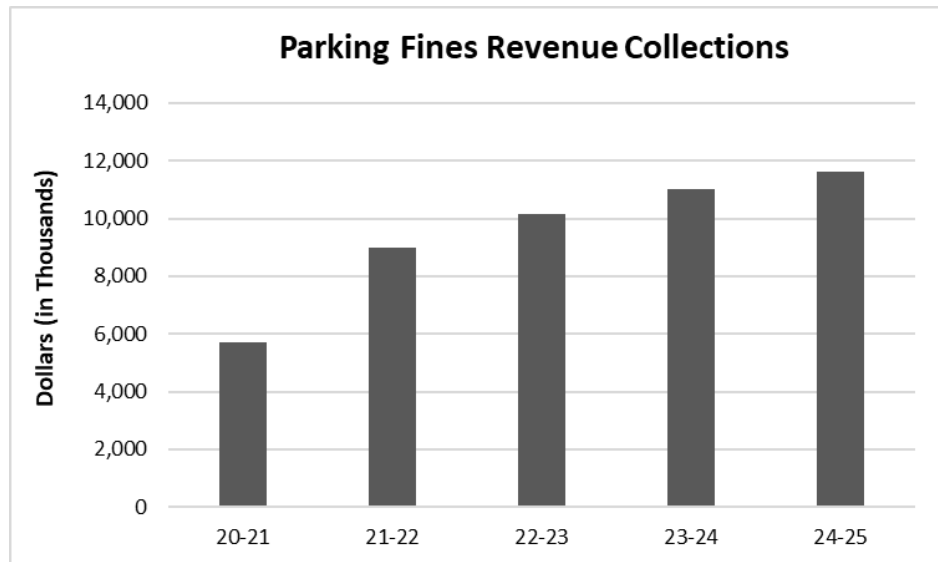
GENERAL FUND REVENUE PERFORMANCE

Fines, Forfeitures and Penalties

Fines, Forfeitures and Penalties	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Parking Fines	12,300,000	11,601,063	(698,937)	(5.7%)
Vehicle Code Fines	1,200,000	1,394,569	194,569	16.2%
Business License Penalties	2,000,000	4,779,240	2,779,240	139.0%
Other Fines and Penalties	2,104,797	1,966,051	(138,746)	(6.6%)
Total	17,604,797	19,740,923	2,136,126	12.1%

The primary sources of revenue in the Fines, Forfeitures, and Penalties revenue category are Parking Fines, Vehicle Code Fines, Business License Penalties, and Other Fines and Penalties. Fines, Forfeitures, and Penalties collections of \$19.7 million were \$2.1 million (12.1%) above the 2024-2025 budgeted estimate and \$5.4 million (37.8%) above the prior year collection level. The increase in year-over-year revenue is primarily due to higher Business License Penalties revenue.

Parking Fines, the largest component of this revenue category, ended the year at \$11.6 million, which is almost \$700,000 (5.7%) below the budgeted level; however, collections were \$573,000 (5.2%) above the 2023-2024 collection level of \$11.0 million.



Business License Penalties of \$4.8 million ended the year \$2.8 million above the budgeted estimate of \$2.0 million. Additionally, collections were \$4.6 million above the prior year collection level of \$210,000. **Vehicle Code Fines** ended the year at \$1.4 million, which was \$195,000 (16.2%) above the budgeted estimate; however, collections were \$82,000 (5.6%) below the prior year collection level of \$1.5 million. The **Other Fines and Penalties** category ended the year at \$2.0 million, which was slightly (\$139,000; 6.6%) below the budgeted estimate of \$2.1 million; however, collections were \$359,000 (22.3%) above the prior year collection level. It should be noted that fine and penalty revenue can vary significantly, with collections changing every year.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

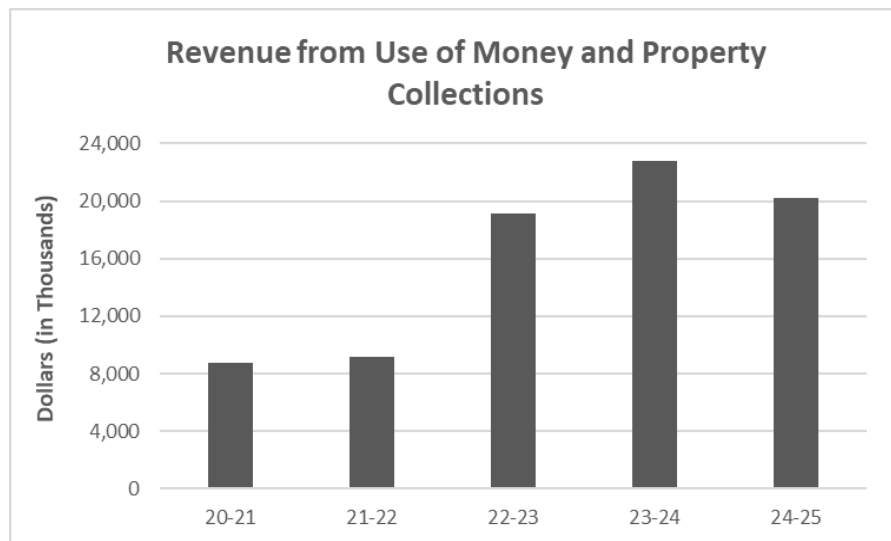
Revenue from Use of Money and Property

Use of Money and Property	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Interest Earnings	15,500,000	15,512,995	12,995	0.1%
City-Owned Property Rentals	2,980,000	3,062,009	82,009	2.8%
Subrogation Recovery	750,000	22,585	(727,415)	(97.0%)
Digital Inclusion Program	730,000	694,084	(35,916)	(4.9%)
Other Use of Money/Property	775,000	922,527	147,527	19.0%
Total	20,735,000	20,214,200	(520,800)	(2.5%)

The Use of Money and Property category primarily consists of interest income earned on the General Fund, rental income from various City properties, subrogation recovery revenues, and the Digital Inclusion program. Collections of \$20.2 million ended the year slightly (\$521,000; 2.5%) below the budgeted estimate. Additionally, 2024-2025 receipts were \$2.6 million (11.2%) below the prior year collection level. The year-over-year decrease is primarily attributable to lower interest earnings on the General Fund, which is the largest component of this revenue category.

Interest income of \$15.5 million was consistent with the budgeted estimate, but \$2.4 million (13.5%) below the prior year collection level of \$17.9 million. This decrease is primarily due to lower cash balances and slightly lower interest rates.

Remaining collections in this category include **City-Owned Property Rentals**, which totaled \$3.1 million in 2024-2025, 2.8% above budgeted levels reflecting slightly higher rental revenue. **Subrogation Recovery** revenue of \$23,000 was significantly below the budgeted estimate of \$750,000, which reflects lower activity levels.



Digital Inclusion Program revenue of \$694,000 was 4.9% below the budgeted estimate, which reflects slightly lower lease revenue received for City-owned light poles from wireless carriers. **Other Uses of Money and Property** ended the year at \$923,000, which was \$148,000 above the budgeted estimate.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Revenue from Local Agencies

Revenue from Local Agencies	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Central Fire District	9,900,000	10,228,665	328,665	3.3%
Paramedic Program	4,130,000	4,307,207	177,207	4.3%
Police BART Reimbursement	2,236,268	2,002,599	(233,669)	(10.4%)
Other Local Agency Payments	7,625,968	5,663,213	(1,962,755)	(25.7%)
Total	23,892,236	22,201,684	(1,690,552)	(7.1%)

The Revenue from Local Agencies category contains revenue received from a variety of other local government agencies. The largest sources of revenue are the Central Fire District for fire services provided to County residents by the San José Fire Department, County of Santa Clara for the Paramedic Program, and the Valley Transportation Authority (VTA) reimbursement for police services at the Berryessa Bay Area Rapid Transit (BART) station. Revenue collections of \$22.2 million ended the year \$1.7 million (7.1%) below the budgeted estimate of \$23.9 million and \$1.2 million (4.9%) below the 2023-2024 collection level of \$23.4 million. These variances are primarily due to the timing of grant revenue payments.

In 2024-2025, **Central Fire District** payments of \$10.2 million ended the year \$329,000 (3.3%) above the budgeted estimate and \$327,000 (3.3%) above the prior year collection level. These payments represent property taxes collected by the Central Fire District for areas of the County served by the San José Fire Department. The year-over-year increase of payments is due to the change in Property Tax valuation in those areas.

Reimbursement from the County of Santa Clara for the first responder advanced life support program (**Paramedic Program**) of \$4.3 million was \$177,000 (4.3%) above the budgeted estimate and \$1.8 million (74.4%) above the 2023-2024 collection level. This year-over-year increase is primarily due to the timing of prior year receipts being received, resulting in a payment related to 2023-2024 activity being booked in 2024-2025.

The 2025-2026 Adopted Budget included the rebudget of revenues and associated expenditures for various local agency revenue in the amount of \$24,000. In addition, rebudget and clean-up adjustments totaling \$587,000 are recommended in this report to account for revenues that were not received 2024-2025, but are now anticipated to be received in 2025-2026. Additional information on the rebudget of local agency revenue, as well as budget actions to recognize new grants and reimbursements are described in *Section IV – Recommended Budget Adjustments and Clean-up/Rebudget Actions* of this report.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Revenue from the State of California

Revenue from State of California	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Tobacco Settlement	10,700,000	9,064,165	(1,635,835)	(15.3%)
State Grants	47,664,771	25,307,374	(22,357,397)	(46.9%)
Other State Revenue	5,622,963	5,011,174	(611,789)	(10.9%)
Total	63,987,734	39,382,713	(24,605,021)	(38.5%)

The Revenue from the State of California category contains Tobacco Settlement Revenue, State Grants, and Other State Revenue. In 2024-2025, Revenue from the State of California totaled \$39.4 million, which is \$24.6 million (38.5%) below the budgeted estimate. This variance is primarily the result of the timing of various grant payments (and their associated expenditures) where the work was not yet completed in 2024-2025, or was completed but the reimbursement revenue has not yet been received.

The Tobacco Settlement revenue, which is the largest revenue source in this category, totaled \$9.1 million in 2024-2025, which was \$1.6 million (15.3%) below the budgeted estimate and \$491,000 (5.1%) below the prior year collection level. State grants and other reimbursements totaled \$30.3 million; \$23.0 million (43.1%) below the budgeted estimate, which was primarily due to the timing of grant revenue payments.

The 2025-2026 Adopted Budget included the rebudget of revenues and associated expenditures for various State grants in the amount of \$11.0 million. In addition, rebudget and clean-up adjustments totaling \$10.3 million are recommended in this report to account for revenues that were not received in 2024-2025, but are now anticipated to be received in 2025-2026. Additional information on the rebudget of State grants, as well as budget actions to recognize new grants and reimbursements are described in *Section IV - Recommended Budget Adjustments and Clean-up/Rebudget Actions* of this report.

Revenue from the Federal Government

Revenue from Federal Government	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Federal Grants	14,528,969	6,433,084	(8,095,885)	(55.7%)
Total	14,528,969	6,433,084	(8,095,885)	(55.7%)

The Revenue from the Federal Government category contains various federal grants and reimbursements. In 2024-2025, Revenue from the Federal Government totaled \$6.4 million, which was \$8.1 million (55.7%) below the budgeted estimate. The negative variance from the 2024-2025 budgeted estimate was primarily the result of the timing of various grants payments (and their associated expenditures)

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Revenue from the Federal Government

where the work was not yet completed in 2024-2025, or was completed but the reimbursement revenue has not yet been received.

The 2025-2026 Adopted Budget included the rebudget of revenues and associated expenditures for various Federal grants in the amount of \$7.0 million. In addition, rebudget and clean-up adjustments totaling \$312,000 are recommended in this report to account for revenues that were not received in 2024-2025, but are now anticipated to be received in 2025-2026. Additional information on the rebudget of Federal grants, as well as budget actions to recognize new grants and reimbursements are described in *Section IV – Recommended Budget Adjustments and Clean-up/Rebudget Actions* of this report.

Other Revenue

Other Revenue	2024-2025 Budget (\$)	2024-2025 Actuals (\$)	2024-2025 Variance (\$)	2024-2025 Variance (%)
Sidewalk Repairs	2,500,000	2,694,664	194,664	7.8%
Miscellaneous Grants	7,684,433	7,471,443	(212,990)	(2.8%)
Other Revenue	10,031,692	9,637,184	(394,508)	(3.9%)
Total	20,216,125	19,803,291	(412,834)	(2.0%)

The Other Revenue category contains a number of unrelated revenue sources and totaled \$19.8 million in 2024-2025, which was \$413,000 (2.0%) below the budgeted estimate of \$20.2 million.

The 2025-2026 Adopted Budget included the rebudget of revenues and associated expenditures for various grants in the amount of \$388,000. However, due to higher than anticipated 2024-2025 year-end revenue collections, a total of \$33,000 of previously approved rebudgets are recommended to be reduced in this report. Additional information on the rebudget of grants and other revenue, as well as budget actions to recognize new grants and reimbursements are described in *Section IV - Recommended Budget Adjustments and Clean-up/Rebudget Actions* of this report.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND REVENUE PERFORMANCE

Summary

In 2024-2025, total revenue received in the General Fund was \$1.47 billion. This collection level was 2.3% (\$34.4 million) below the 2024-2025 Modified Budget. After accounting for reconciling items, rebudgets, and other clean-up actions, revenues ended the year \$3.6 million, or 0.2%, below the 2024-2025 Modified Budget. This is an extremely small variance given the diversity of over 450 City revenues, the overall size of the General Fund, the changing economic conditions, including higher levels of inflation.

The 2024-2025 collection level of \$1.47 billion was \$24.5 million, or 1.7%, above the actual 2023-2024 collections of \$1.45 billion. This year-over-year increase is primarily due to higher 2024-2025 collections for Property Tax (\$24.8 million), Revenue from the State of California (\$11.9 million), Utility Tax (\$10.1 million), and Transfers and Reimbursements (\$9.9 million). These revenues experienced year-over-year growth due to several factors including the local real estate market positively impacting Property Tax receipts, the timing of when State grants were received, higher utility rates driving up Utility Tax collections, and higher overhead reimbursements from both operating and capital funds. Partially offsetting the higher receipts in these categories was lower Real Property Transfer Tax collections (\$50.7 million), as beginning in 2024-2025 Real Property Transfer Tax collections were received and allocated in the Real Property Transfer Tax Fund.

Revenue across most General Fund categories performed positively over the past year, with the exception of Sales Tax. Moving into 2025-2026, based on the most recent information available, Sales Tax is not anticipated to experience growth. In addition, based on preliminary information provided by Santa Clara County, Property Tax revenue (primarily general Secured Property Tax) is anticipated to have slower than budgeted growth in 2025-2026. Combined, preliminary Sales Tax and Property Tax revenue may fall short of budgeted levels. Updated information for both Sales Tax and Property Tax will be received in November 2025 and will be discussed as part of the 2025-2026 Mid-Year Report, which will be released in January 2026. The Administration will continue to actively monitor economic indicators and provide updated information on all revenues, as applicable, through the Bi-Monthly Financial Report and the Mid-Year Budget Review process, and return to the Mayor and City Council with recommendations for any revisions, if necessary.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

The General Fund expenditure performance for 2024-2025 is discussed in detail in this section. This includes an overview of the General Fund expenditure performance, a discussion of significant departmental variances, and highlights of the non-departmental expenditures.

Overview

TABLE B
2024-2025 GENERAL FUND EXPENDITURE SUMMARY
COMPARISON OF BUDGET TO ACTUAL

Category	2024-2025		Variance	% Variance
	Modified Budget*	2024-2025 Actual**		
Personal Services	\$ 1,119,342,034	\$ 1,115,520,211	\$ (3,821,823)	(0.3%)
Non-Personal/Equipment/Other ¹	258,268,735	230,489,385	(27,779,350)	(10.8%)
City-Wide Expenses	232,520,068	165,942,674	(66,577,394)	(28.6%)
Capital Contributions	132,376,400	94,191,372	(38,185,028)	(28.8%)
Transfers	189,136,215	189,136,215	0	0.0%
Reserves	259,628,136	0	(259,628,136)	(100.0%)
TOTAL GENERAL FUND	\$ 2,191,271,588	\$ 1,795,279,857	\$ (395,991,731)	(18.1%)

* 2024-2025 appropriations as modified by Council through June 30, 2025, and 2023-2024 carryover encumbrances.

** Actual 2024-2025 expenses plus encumbrances.

As shown in Table B, General Fund expenditures and encumbrances through June 30, 2025 of \$1.8 billion were \$396.0 million (18.1%) below the modified budget total of \$2.2 billion. Approximately 66% of the savings was generated from unspent reserves (\$259.6 million), with the remaining savings generated from expenditure appropriations. Total 2024-2025 expenditures and encumbrances were \$221.9 million (14.1%) higher than the 2023-2024 level of \$1.6 billion. This variance is mostly attributable to higher Transfers (\$158.7 million), which was primarily due to transferring the unexpended Real Property Transfer Tax allocations from the General Fund to the Real Property Transfer Tax Fund (\$160.5 million). The remaining year-over-year variance is due to higher Personal Services (\$72.0 million), Capital Contributions (\$46.4 million), and Non-Personal/Equipment/Other (\$13.2 million), partially offset by lower City-Wide Expenses (\$68.4 million).

¹ The "Other" category expenditures are primarily comprised of budgets for the Mayor and City Council as well as the Parks, Recreation and Neighborhood Services fee activities program.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Overview

As shown in Table C, the actual General Fund expenditures of \$1.8 billion were approximately \$32.4 million (1.8%) below the estimate used in the development of the 2025-2026 Adopted Budget. This variance includes anticipated expenditure savings of \$30.8 million. Additionally, as part of the 2025-2026 Adopted Budget, a portion of these savings (\$9.9 million) was carried over to 2025-2026 with the accompanying revenue for grant or reimbursement-related projects and programs, bringing the variance down from \$32.4 million to \$22.5 million. In addition, actions totaling \$33.1 million are recommended in this report to reflect rebudget and clean-up adjustments. As mentioned above, as part of the Fund Balance estimate, expenditure savings were anticipated to total \$30.8 million; however, accounting for the actions recommended in this report, expenditure savings ended 2024-2025 \$10.6 million below the anticipated level.

TABLE C
2024-2025 EXPENDITURE ESTIMATE TO ACTUAL VARIANCES

	2024-2025 Estimate	2024-2025 Actual	\$ Variance	% Variance
Expenditures	\$1,827,697,357	\$1,795,279,857	\$(32,417,500)	(1.8%)

These net expenditure savings, when combined with the net variance associated with the General Fund revenues and higher than anticipated liquidation of prior year encumbrances, represent the additional Ending Fund Balance that is available for allocation in 2025-2026. Specifically, as discussed earlier in this report, in 2025-2026, a total of \$1.2 million in additional fund balance is available, which is comprised of higher than estimated liquidation of prior year encumbrances (\$15.3 million), partially offset by lower than anticipated expenditure savings (-\$10.6 million), and lower than estimated revenues (-\$3.6 million). Recommendations on the allocation of these additional funds are provided elsewhere in this report.

Following is a review of the General Fund expenditure categories, including a discussion of variances to the modified budget as well as a comparison to the prior year.

Personal Services expenditures of \$1.1 billion ended the year \$3.8 million (0.3%) below budgeted levels, and \$72.0 million (6.9%) above the 2023-2024 expenditure level of \$1.0 billion. The expenditure variance compared to the budgeted levels is primarily due to vacancy savings; the higher Personal Services expenditures in comparison to 2023-2024 is primarily due to salary increases resulting from City Council-approved labor agreements. Departments with the highest variances in 2024-2025 include the Parks, Recreation and Neighborhood Services Department (\$541,395) and Police Department (\$502,604).

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Overview

Non-Personal/Equipment/Other expenditures and encumbrances of \$230.5 million ended the year \$27.8 million (10.8%) below budgeted levels, but \$13.2 million (6.1%) above the 2023-2024 expenditure level of \$217.3 million. The departments with the largest Non-Personal/Equipment/Other variances included: Police Department (\$8.3 million); Parks, Recreation and Neighborhood Services Department (\$4.0 million); Transportation Department (\$2.2 million); Information Technology Department (\$1.8 million); and Library Department (\$1.1 million). The Mayor and City Council appropriations also ended the year \$4.9 million below the budgeted level.

In the City-Wide Expenses category, expenditures and encumbrances of \$165.9 million ended the year \$66.6 million below the budgeted level of \$232.5 million. Of this amount, \$35.1 million was rebudgeted in the 2025-2026 Adopted Budget (including \$9.2 million that was offset by revenue sources); and additional rebudgets or technical clean-up adjustments of \$26.1 million are recommended in this report, leaving a balance of \$5.4 million. Savings of \$8.0 million was assumed in the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate; however, this savings was not realized due to higher than anticipated expenditures.

In the Capital Contributions category, expenditures and encumbrances of \$94.2 million ended the year \$38.2 million below the budgeted level of \$132.4 million. Of this amount, \$33.2 million was rebudgeted in the 2025-2026 Adopted Budget (including \$600,000 that was offset by revenue sources); and additional rebudgets or technical clean-up adjustments of \$3.5 million are recommended in this report, leaving a balance of \$1.5 million. Savings of \$2.0 million was assumed in the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate; however, this savings was not realized due to higher than anticipated expenditures. The 2024-2025 Capital Contributions expenditures were \$46.4 million above the 2023-2024 expenditure level of \$47.8 million.

The Transfers category expenditures of \$189.1 million ended the year at the budgeted amount.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Overview

The largest single category of remaining funding available in 2024-2025, as planned, is the Reserves category (\$259.6 million), including Earmarked Reserves (\$206.6 million) and the Contingency Reserve (\$53.0 million). No reductions to the \$53.0 million Contingency Reserve occurred in 2024-2025.

Review of General Fund Expenditure Performance

This section provides more detailed information on the departmental and non-departmental performance, including a discussion of significant variances.

Departmental expenditures (\$1.3 billion) represented 75% of the total 2024-2025 General Fund expenditures. As can be seen in Table D on the following page, all departments remained within their total budget allocation and expended a cumulative 97.7% of their budgets, generating overall savings of \$31.6 million (2.3%). Of this amount, \$17.3 million was rebudgeted in the 2025-2026 Adopted Budget, and additional rebudgets or technical clean-up adjustments of \$2.6 million are recommended in this report, leaving a balance of \$11.7 million. Savings of \$18.9 million was assumed in the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate; however, the final savings was short of this estimate by \$7.2 million due to higher than anticipated expenditures.

Of the 19 City departments/offices, 18 had expenditure savings of less than \$1.0 million and 10.0% of their budget. Only the Mayor and City Council Offices had expenditure savings in excess of \$1.0 million and 10% of their budget in 2024-2025. The Mayor and City Council Offices expenditure variances are discussed in detail in the following section, as well as the year-end status of expenditures for both the Police and Fire Departments.

Non-Departmental expenditures totaled \$449.3 million, or approximately 25% of the total 2024-2025 General Fund expenditures. The unexpended balance at year-end totaled \$364.4 million; reserves of \$259.6 million represent the largest portion of unexpended funds and were almost entirely carried over or used in the 2025-2026 Adopted Budget as planned. Excluding reserves, the unexpended non-departmental balance at year-end totaled \$104.8 million. As discussed previously, rebudgets for City-Wide Expenses and Capital Contributions categories totaling \$68.2 million were included in the 2025-2026 Adopted Budget, savings of \$10.0 million was assumed in the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate, and \$29.6 million in rebudget and technical clean-up adjustments are recommended in this report.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Review of General Fund Expenditure Performance

TABLE D
TOTAL GENERAL FUND EXPENDITURES

Departmental	2024-2025	2024-2025	\$	%
	Modified Budget	Expenditures	Variance	Variance
City Attorney	\$ 20,626,818	\$ 20,374,718	\$ (252,100)	(1.2%)
City Auditor	3,010,006	2,945,462	(64,544)	(2.1%)
City Clerk	3,927,386	3,865,905	(61,481)	(1.6%)
City Manager	26,003,754	24,845,977	(1,157,777)	(4.5%)
Economic Development and Cultural Affairs	7,730,462	6,799,996	(930,466)	(12.0%)
Environmental Services	7,711,500	6,825,629	(885,871)	(11.5%)
Finance	25,286,640	24,538,279	(748,361)	(3.0%)
Fire	310,421,808	309,941,194	(480,614)	(0.2%)
Housing	687,969	443,310	(244,659)	(35.6%)
Human Resources	15,358,883	14,689,779	(669,104)	(4.4%)
Independent Police Auditor	1,645,463	1,348,588	(296,875)	(18.0%)
Information Technology	38,594,286	36,747,555	(1,846,731)	(4.8%)
Library	53,383,306	52,059,790	(1,323,516)	(2.5%)
Mayor and City Council	19,762,009	14,898,439	(4,863,570)	(24.6%)
Parks, Recreation & Neighborhood Services	146,157,505	141,439,574	(4,717,931)	(3.2%)
Planning, Building & Code Enforcement	20,181,962	18,957,608	(1,224,354)	(6.1%)
Police	566,974,859	558,205,535	(8,769,324)	(1.5%)
Public Works	56,917,680	56,169,275	(748,405)	(1.3%)
Transportation	53,228,473	50,912,983	(2,315,490)	(4.4%)
Subtotal	1,377,610,769	1,346,009,596	(31,601,173)	(2.3%)
Non-Departmental				
City-Wide Expenses	232,520,068	165,942,674	(66,577,394)	(28.6%)
Capital Contributions	132,376,400	94,191,372	(38,185,028)	(28.8%)
Transfers	189,136,215	189,136,215	-	0.0%
Earmarked Reserves	206,628,136	-	(206,628,136)	(100.0%)
Contingency Reserve	53,000,000	-	(53,000,000)	(100.0%)
Subtotal	813,660,819	449,270,261	(364,390,558)	(44.8%)
TOTALS	\$ 2,191,271,588	\$ 1,795,279,857	\$ (395,991,731)	(18.1%)

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Discussion of Significant Departmental Variances and Other Issues

Following is a discussion of the performance in the City's two largest General Fund departments, Police and Fire, as well as the Mayor and City Council Offices.

Police Department

On an overall basis, Police Department expenditures, including encumbrances, in 2024-2025 totaled \$558.2 million. This expenditure level constituted 98.5% of its General Fund budget of \$567.0 million, generating savings of \$8.8 million. Of these savings, \$6.8 million was rebudgeted as part of the 2025-2026 Adopted Budget, and an additional \$271,000 is recommended to be rebudgeted as part of this report.

Personal Services expenditures totaled \$514.5 million (99.9% expended) with savings of \$503,000 after accounting for rebudgets. This savings is inclusive of the year-end adjustment approved by the City Council in June 2025 to increase Personal Services funding by \$17.0 million, partially offset by a \$5.0 million shift from the Police Vehicle Replacements and Operations & Maintenance appropriation. Prior to the year-end adjustment, Personal Services expenditures were estimated to exceed budgeted levels by approximately 3%, primarily due to elevated overtime usage and compensation payouts.

The Department continued to experience elevated sworn overtime usage and payouts during 2024-2025, primarily attributed to sworn vacant positions, with expenditures of \$71.5 million accounting for 101.5% of the Police Department's 2024-2025 Modified Budget for overtime of \$70.5 million, or 12.9% above 2023-2024 levels. The Police Department's overtime budget has been updated and modified throughout the course of the year, from \$26.1 million to \$70.5 million. The modification actions included an internal shift of \$24.0 million of salary and benefit savings due to vacancies to overtime and the liquidation of the \$3.0 million Police Department Sworn Backfill Reserve as part of the 2024-2025 Mid-Year Budget Report, as well as actions included during the 2024-2025 Year-End Clean-Up process to increase the overtime budget by an additional \$17 million. Overtime hours in 2024-2025 increased by approximately 6.5% over the previous year, from 604,954 to 644,249. The year-over-year increase is primarily attributable to a high number of sworn vacancies in the Bureau of Field Operations requiring increasing levels of overtime to maintain minimum staffing levels to effectively respond to calls for service. Additionally, vacancies within the Bureau of Investigations have resulted in patrol officers performing preliminary investigative activities on overtime while closing out certain calls for service, as well as attending various mandated trainings on overtime (continuing professional education, first aid, and domestic violence trainings, etc). Further discussion of overtime is provided below.

Non-Personal/Equipment expenditures (including encumbrances) totaled \$43.7 million (84.1% expended), generating savings of \$8.3 million. Excluding the remaining balances

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Discussion of Significant Departmental Variances and Other Issues

for centrally-determined details (\$6.4 million) which include electricity, gas, and water utilities, as well as vehicle operations, maintenance and replacement, the Police Department ended the year with approximately \$1.9 million, or 3.6% of its Non-Personal/Equipment appropriation remaining. The majority of this balance was rebudgeted as part of the Adopted Budget, or is recommended to be rebudgeted as part of this report, for activities continuing into 2025-2026.

Overtime and Compensatory Time

The Police Department has implemented a number of actions to reduce overtime expenditures, including: 1) the creation of a dashboard to review and audit overtime usage; 2), the elimination of gang suppression pay cars on overtime; 3) a significant reduction to the use of BFO staff to assist Bureau of Investigations in major investigative operations; and 4) the mandatory spend down of compensatory time balances after March 31 (see discussion below). However, these controls did not fully offset the additional overtime spending required to backfill for vacant sworn positions.

Through the use of available vacancy savings, funding is made available to pay for police academy recruits and their subsequent field training, as well as to backfill vacant patrol and investigative positions on overtime. The average duration for the academy and field training is approximately 10-12 months, requiring overtime to backfill vacancies in patrol until the new recruits are ready to serve as solo beat officers, as well as overtime for seasoned personnel to serve as field training officers. Effective vacancy levels, which include vacancies of field training officers, academy recruits, and sworn personnel on disability, modified, or other leaves, reduce the amount of street-ready sworn officers available and are the most significant contributing factor to overtime usage. The effective vacancy rate was 24.3% as of June 27, 2025. Historically, the effective vacancy rate has averaged 19.2% (based on the five-year period between 2019-2020 and 2023-2024), resulting in the build-up of compensatory time balances for sworn personnel, for which there is a limit of 480 hours after which sworn personnel are paid in overtime for any additional hours worked. Overtime consists of both overtime expenditures and compensatory time. The Memorandum of Agreement (MOA) with the Police Officer's Association (POA) reduces the amount of compensatory time accrued.

In accordance with the latest POA MOA that was approved by the City Council on September 30, 2025, effective Fiscal Year 2025-2026 and every Fiscal Year thereafter, every employee who has a compensatory time balance of 200 or more hours on July 1 of the fiscal year must use at least forty hours of compensatory time by the last pay period of March of each fiscal year. For Fiscal Year 2025-2026, every employee who has a compensatory time balance of 200 or more hours upon approval of the agreement by Council must use at least forty hours of compensatory time by the last pay period of March 2026. If an employee has not used at least forty hours of compensatory time as paid leave

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Discussion of Significant Departmental Variances and Other Issues

by the last pay period of March in a given Fiscal Year, the Police Department can require the employee to immediately take time off to reduce their outstanding amount of accrued compensatory time off by forty hours in each Fiscal Year.

The year-over-year increase of overtime use in 2024-2025 is primarily attributable to BFO (increase of 31,932 hours) and Bureau of Administration (increase of 4,677 hours), partially offset by a reduction to Bureau of Investigations (decrease of 5,784 hours). Though the Department remains focused on recruitment efforts to reduce vacancy levels, additional work is needed in the near term for continued operational adjustments to reduce overtime use and a multi-year budget adjustment to align the overtime to better reflect the level of need. The Administration is currently undertaking a deeper analysis into overtime use to develop potential solutions for potential consideration later this fiscal year and as part of the 2026-2027 budget development process.

	June 2024	June 2025	% Change from 2024 to 2025	% Change from 2023 to 2024
# of Sworn Personnel at 480-hour limit	416	444	6.73%	8.05%
# of Sworn Personnel between 240 and 480 hours	288	277	(3.82%)	(14.03%)
Sworn Compensatory Time Balance Liability (hours)	339,553	345,486	1.75%	(1.68%)
Sworn Compensatory Time Balance Liability (\$)	\$30.7 M	\$30.3 M	(1.34%)	6.22%
YTD Overtime Expenses for Staff at 480-hour Limit (\$)	\$25.3 M	\$30.3 M	19.83%	12.33%

Sworn Staffing and Recruit Academies

The table below provides a summary of sworn staffing vacancies and street-ready officers. There are currently two active academies, February 2025 (19 recruits expecting to graduate in September 2025) and June 2025 (41 recruits). The Department is anticipating that the October 2025 academy will draw 36 recruits. As of June 27, 2025, of the 1,172 authorized sworn staff, 98 or 8.4% of the positions were in training, while 82 or 7.0% of the positions were on disability/modified duty/other leaves.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Discussion of Significant Departmental Variances and Other Issues

	2023-2024 (as of 6/28/2024)	2024-2025 (as of 6/27/2025)
Authorized Sworn Positions	1,173	1,172
(Vacancies)/Overstaff	(100)	(105)
Filled Sworn Positions¹	1,073	1,067
Field Training Officer/Recruits	(98)	(98)
Street-Ready Sworn Officers Available	975	969
Disability/Modified Duty/Other Leaves	(89)	(82)
Street-Ready Sworn Officers Working	886	887

Fire Department

Overall, the Fire Department expenditures in 2024-2025, including encumbrances, totaled \$309.9 million of its 2024-2025 Modified General Fund Budget. This expenditure level constituted 99.8% of its General Fund budget of \$310.4 million, generating savings of \$481,000. Of these savings, \$318,000 was rebudgeted as part of the 2025-2026 Adopted Operating Budget.

Personal Services expenditures in 2024-2025 totaled \$294.3 million, which accounted for 99.9% of the total budget. This amount included a \$6.2 million upward adjustment that was allocated as part of the Approval of Various Budget Actions for Fiscal Year 2024-2025 memorandum for higher overtime costs. As a result, Personal Services expenditure ended the year with savings of \$43,000. Non-Personal/Equipment expenditures and encumbrances totaled \$15.7 million, or 97.3% of the total budget (\$16.1 million), resulting in savings of \$438,000, of which \$318,000 was rebudgeted for activities continuing into 2025-2026.

Since the release of the 2001 Overtime Audit, information has been provided on the Fire Department's annual vacancy and absence rates, as well as their impact on overtime usage. Through 2011-2012, this information was reported to the Public Safety, Finance and Strategic Support (PSFSS) Committee. The Administration's recommendation to incorporate the Fire Department's annual vacancy and absence rates and their impact on overtime into the Annual Report was approved by the PSFSS Committee on March 21, 2013.

¹ Filled sworn positions and authorized sworn positions may vary due to vacancies or the approval of overstrength (temporary) positions. The Police Department has special authority under the City's Sworn Hire Ahead Program to overstaff sworn positions to get a head start on training recruits due to retirement and other separation.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Discussion of Significant Departmental Variances and Other Issues

Overall, the average sworn vacancy rate of 5.97% through June 2025 is slightly lower than the 6.09% vacancy rate experienced this time last year and exceeds the budgeted rate of 2.5%. The Fire Department successfully hired 35 Firefighters through two academies held in 2024-2025: Firefighter Recruit Academy 24-03, completed in February 2025 with 18 graduates; Firefighter Recruit Academy 25-01 was completed by July 2025 with 17 graduates, all of whom are certified as Emergency Medical Technicians, with 23 additionally certified as Paramedics. Furthermore, the Fire Department is finalizing background checks and anticipates the start of Recruit Academy 26-01 in January 2026, which expects 25 recruits.

In accordance with the City Council's approval of a March 2010 report on annual vacancy and absence rates, the Fire Department has committed to limiting administrative assignments for sworn administrative personnel for overtime control purposes. As of the end of June, of the 33 current authorized staffing level, the Fire Department had 33 sworn personnel on administrative assignments.

Overtime funding and relief staffing levels are reviewed annually to ensure they are appropriately measured, funded, and managed for sworn minimum staffing requirements. Understanding absence and vacancy rates is important as absence rates are a major personal services cost driver, and the associated impact on overtime requires close departmental management.

During 2024-2025, overtime was primarily used to backfill vacancies and absences of line duty positions (vacation, modified duty, sick, disability, and other absences) and for deployments. Mutual Aid and Strike Team resources were deployed to assist with five wildland fires across California. Reimbursements totaling \$3.3 million were received from the California Governor's Office of Emergency Services under the Fire Assistance Agreement for deployment activities. Additionally, the Federal Emergency Management Agency provided \$355,830 in reimbursements for Task Force 3 Trainings and Deployments. The Fire Department maintained 190 daily minimum line positions to staff all fire companies at 34 operating fire stations in 2024-2025. Daily absences and/or vacant positions are backfilled by available relief personnel, or off-duty personnel are called in to work (on overtime). Maintaining this daily minimum staffing level optimized operational effectiveness and was in conformance with the Memorandum of Agreement between the City of San José and International Association of Firefighters (IAFF), Local 230. Total absence hours of 354,992 in 2024-2025 increased by 4.71% from 339,009 in 2023-2024.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Discussion of Significant Departmental Variances and Other Issues

Mayor and City Council

With total expenditures and encumbrances of \$14.9 million, the Mayor's Office, the City Council Offices, and Council General expended 75.4% of their total General Fund budgets of \$19.8 million, resulting in savings of \$4.9 million at year-end. Of the total savings, \$4.5 million was realized in the City Council Offices, \$363,000 was realized in the Mayor's Office, and \$33,000 was realized in Council General as outlined in the following table:

2024-2025 Actual Expenditure Performance

	2024-2025 Modified Budget	2024-2025 Actuals	Variance
Council District 1	\$ 1,417,734	\$ 685,613	\$ 732,121
Council District 2	1,172,170	941,590	\$ 230,580
Council District 3	1,329,068	1,005,141	\$ 323,927
Council District 4	1,467,922	1,131,364	\$ 336,558
Council District 5	1,476,920	1,019,996	\$ 456,924
Council District 6	1,240,218	924,816	\$ 315,402
Council District 7	1,534,621	928,909	\$ 605,712
Council District 8	1,360,106	951,040	\$ 409,066
Council District 9	1,485,183	1,128,572	\$ 356,611
Council District 10	1,594,220	894,227	\$ 699,993
Mayor's Office	5,620,050	5,256,577	\$ 363,473
Council General	63,799	30,593	\$ 33,206
	\$ 19,762,011	\$ 14,898,438	\$ 4,863,573

In the 2025-2026 Adopted Budget, anticipated 2024-2025 savings of \$3.4 million (\$3.3 million in the City Council Offices and \$100,000 in the Mayor's Office) were rebudgeted. Actual year-end savings, however, exceeded these estimates. Based on year-end performance, additional rebudgets totaling \$1.5 million are recommended in this report.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Highlights of Non-Departmental Expenditures and Variances

The non-departmental categories consist of City-Wide Expenses, Capital Contributions, Transfers, Earmarked Reserves, and Contingency Reserve. An overview of the expenditure performance in these categories is provided below:

TABLE E
2024-2025 NON-DEPARTMENTAL GENERAL FUND EXPENDITURES
(In \$000s)

Category	2024-2025 Modified Budget	2024-2025 Actual	Variance	% Variance
City-Wide Expenses	\$ 232,520,068	\$ 165,942,674	\$ (66,577,394)	(28.6%)
Capital Contributions	132,376,400	94,191,372	(38,185,028)	(28.8%)
Transfers	189,136,215	189,136,215	-	0.0%
Earmarked Reserves	206,628,136	-	(206,628,136)	(100.0%)
Contingency Reserve	53,000,000	-	(53,000,000)	(100.0%)
TOTAL	\$ 813,660,819	\$ 449,270,261	\$ (364,390,558)	(44.8%)

City-Wide Expenses

The City-Wide Expenses category consists of funding that is related to more than one department, is not directly associated with a department's ongoing operations, and significant grant-funded programs and projects. Expenditures and encumbrances in this category totaled \$165.9 million, or 71.4% of the 2024-2025 Modified Budget, resulting in savings of \$66.6 million. Of this amount, \$35.1 million was rebudgeted in the 2025-2026 Adopted Budget (including \$9.2 million that was offset by revenue sources); and additional rebudgets or technical clean-up adjustments of \$26.1 million are recommended in this report, leaving a balance of \$5.4 million. Savings of \$8.0 million was assumed in the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate; however, this savings was not realized due to higher than anticipated expenditures. The 2024-2025 City-Wide Expenses expenditures were \$68.4 million below the 2023-2024 expenditure level of \$234.3 million.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Highlights of Non-Departmental Expenditures and Variances

The major ongoing expenditures in the City-Wide Expenses category are detailed below.

- Total Workers' Compensation Claims payments of \$28.4 million ended the year \$194,000, or 0.7%, below the 2024-2025 Modified Budget of \$28.5 million. This spending level slightly increased from the 2023-2024 actuals of \$27.1 million. Workers' Compensation Claims appropriations for the Fire and Public Works Departments ended the year above budgeted levels at 100.2% and 104.1% expended, respectively. However, the remaining Workers' Compensation Claims appropriations for Police, PRNS, Other Departments, and Transportation ended the year within budgeted levels with modest savings (1.0%, 3.3%, 3.6%, and 11.0%, respectively). A separate action to ratify the Police and Fire Departments' Workers' Compensation Claims appropriations will be reviewed by the City Council as part of a future action to Adopt an Ordinance Ratifying Final Expenditures in Various Appropriations for 2024-2025.
- General Liability Claims payments of \$17.3 million were \$2.6 million below the 2024-2025 Modified Budget of \$19.8 million; however, expenditures were \$11.6 million above the 2023-2024 level of \$5.6 million. As part of the 2025-2026 Adopted Budget, \$900,000 was rebudgeted from 2024-2025 to 2025-2026 and an additional \$1.7 million is recommended to be rebudgeted as part of this report. If the actions in this report are approved, the 2025-2026 Modified Budget for General Liability Claims payments will total \$8.6 million.
- San José BEST and Safe Summer Initiative Programs expenditures of \$7.2 million were \$472,116, or 6.1%, below the 2024-2025 Modified Budget of \$7.7 million. In comparison, expenditures in 2023-2024 of \$6.7 million were \$1.1 million or 13.2% below the Modified Budget. The ongoing allocation for 2025-2026 is \$7.2 million.
- Expenditures for the Digital Inclusion Program of \$1.2 million ended the year \$1.6 million below the 2024-2025 Modified Budget, which is consistent with prior year expenditure levels of \$1.3 million. The entirety of the savings is recommended to be rebudgeted as part of this report. Additionally, as a result of a reconciliation of the program, this report also includes an action to decrease the appropriation by \$36,000. If both of the actions in this report are approved, the 2025-2026 Modified Budget for the Digital Inclusion Program would total \$2.2 million.
- Sick Leave Payments Upon Retirement expenditures of \$1.2 million ended the year \$2.1 million below the 2024-2025 Modified Budget of \$3.4 million. In comparison, expenditures in 2023-2024 of \$1.9 million were \$1.5 million below the 2023-2024 Modified Budget. The ongoing allocation for 2025-2026 is \$3.0 million.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Highlights of Non-Departmental Expenditures and Variances

Capital Projects

In 2024-2025, the General Fund provided funding totaling \$132.4 million for capital projects. Of this amount, approximately \$38.2 million was unexpended at year-end. The projects with the largest unexpended balances are summarized in the chart below.

Capital Projects	Unexpended Funds (\$000s)
Center for Performing Arts Chiller, Cooling Tower, and Boilers Replacement	\$6,846
Berryessa Supportive Parking	4,341
Fire Apparatus Replacement	4,099
911 Call Center Upgrades FF&E (PD)	3,655
Police Athletic League Stadium Turf Replacement	2,966
Interim Housing - Rue Ferrari Expansion	2,786
Fire Station 32 FF&E	2,258
Interim Housing - Via del Oro	1,660
Interim Housing - Cerone	1,305
San José Museum of Art Cooling Tower Replacement	1,040
All Other Projects	7,229
Total Unexpended Capital Projects	38,185

Capital project expenditures and encumbrances of \$94.2 million ended the year \$38.2 million below the budgeted level of \$132.4 million. Of this amount, \$33.2 million was rebudgeted in the 2025-2026 Adopted Budget (including \$600,000 that was offset by revenue sources); and additional rebudgets or technical clean-up adjustments of \$3.5 million are recommended in this report, leaving a balance of \$1.5 million. Savings of \$2.0 million were assumed in the development of the 2024-2025 Ending Fund Balance/2025-2026 Beginning Fund Balance estimate; however, these savings were not realized due to higher than anticipated expenditures. The 2024-2025 Capital Contributions expenditures were \$46.4 million above the 2023-2024 expenditure level of \$47.8 million.

Transfers

In the Transfers category, expenditures of \$189.1 million ended the year at budgeted levels.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Highlights of Non-Departmental Expenditures and Variances

Reserves

General Fund Reserve categories include Earmarked Reserves (\$206.6 million) and the Contingency Reserve (\$53.0 million), which totaled \$259.6 million as of June 30, 2025. The 2025-2026 Adopted Budget assumed that \$259.6 million would be available at year-end, with reserves either re-established in 2025-2026 or used as a funding source for the 2025-2026 Adopted Budget.

Earmarked Reserves

Earmarked Reserves totaled \$206.6 million on June 30, 2025, the largest of which were the: Revenue Loss Reserve (\$114.0 million); Budget Stabilization Reserve (\$28.0 million); Workers Compensation / General Liability Catastrophic Reserve (\$15.0 million); Community and Economic Recovery Reserve (\$11.5 million); Information Technology Sinking Fund Reserve (\$10.8 million); Salaries and Benefits Reserve (\$6.2 million); Google Community Benefits Reserve (\$4.8 million); Artificial Turf Capital Replacement Reserve (\$4.1 million); Google Parking Lots Option Payment Reserve (\$3.8 million); Code Enforcement Permit System Reserve (\$2.3 million); Berryessa Flea Market Vendor Business Transition Fund Reserve (\$1.9 million); and Customer Service Vision and Standards Staffing Reserve (\$1.1 million). Most of these Earmarked Reserves were either rebudgeted or used as a funding source for development of the 2025-2026 Adopted Budget.

Contingency Reserve

The City Council has established a budget policy of maintaining a minimum 3% Contingency Reserve in the General Fund. At the end of 2024-2025, the Contingency Reserve totaled \$53.0 million and remained unspent during the year. The full Contingency Reserve was rebudgeted during development of the 2025-2026 Adopted Budget, and as of this time, complies with Council Policy of maintaining a minimum 3% Contingency Reserve in the General Fund. It is important to note, however, that if this Contingency Reserve is ever needed, it is only sufficient to cover General Fund payroll expenditures for approximately two weeks in the event of an emergency.

II. GENERAL FUND BUDGET PERFORMANCE

GENERAL FUND EXPENDITURE PERFORMANCE

Highlights of Non-Departmental Expenditures and Variances

2025-2026 reserve adjustments totaling a net increase of \$2.0 million are recommended in this report for the Multiple Housing Fee Program Reserve (\$900,000), Budget Stabilization Reserve (\$500,000), Artificial Turf Capital Replacement Reserve (\$420,536), City Attorney's Office Outside Litigation Reserve (\$250,000), and Code Enforcement Permit System Reserve (-\$80,000) to reconcile against 2024-2025 reserve balances or remaining program savings.

Recommended expenditure adjustments and clean-up actions can be found in *Section IV – Recommended Budget Adjustments and Clean-Up/Rebudget Actions* of this report. Adjustments are in the following categories: Required Technical/Rebalancing Actions, Grants/Reimbursements/Fees, and Urgent Fiscal/Program Needs as described in detail in the General Fund Recommended Budget Adjustments Summary. In addition, clean-up actions can also be found in this section with a detailed description of recommended actions found in the introduction of that section.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

This section provides financial information on the 2024-2025 year-end performance for selected special and capital funds that represent major City operations. Specifically, it includes discussions regarding the funds' revenue, expenditure, and ending fund balance performances. The funds are discussed in alphabetical order.

The Revenue and Expenditure Performance chart displays the 2024-2025 Modified Budget and Actual revenues and expenditures, with the dollar and percent variance for each. The revenue figures exclude the Beginning Fund Balance and Reserves while the expenditure figures include encumbrances but exclude the Ending Fund Balance and other reserves. The Ending Fund Balance Performance chart displays the 2024-2025 Modified Budget, which includes fund balance and reserves. The 2024-2025 Estimated Ending Fund Balance and Actual Ending Fund Balance also includes reserves, except the reserve for encumbrances. The dollar variance compares the Estimated Ending Fund Balance used to develop the 2025-2026 Adopted Budget with the Actual Ending Fund Balance. The Recommended Annual Report Rebudget Adjustments show the amount of additional rebudgets recommended in this report and calculates the revised variance should recommended rebudgets be approved.

Revenue Performance: This discussion identifies the amount of revenue received in 2024-2025 and major revenue sources; provides context regarding the year-end revenue performance variance to the modified budget; and compares revenues to the prior year performance.

Expenditure Performance: This discussion identifies the amount of expenditures for 2024-2025 and major expenditure categories; provides context regarding the year-end expenditure performance variance to the modified budget; discusses significant capital improvement project variances relative to the size of the capital fund; calculates the revised expenditure variance due to rebudgets approved as part of the 2025-2026 Adopted Budget or as recommended in this report; and compares expenditures to the prior year performance.

Ending Fund Balance Performance: This discussion provides the actual Ending Fund Balance and the estimated Ending Fund Balance used in the development of the 2025-2026 Adopted Budget; discusses variances between these two amounts; and identifies any impact on the 2025-2026 budget related to recommended actions included in this report.

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III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

AIRPORT CAPITAL FUNDS

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$161,959	\$96,869	(\$65,089)	(40.2%)
Expenditures	\$262,415	\$92,694	(\$169,721)	(64.7%)

The Airport Capital Funds include the Airport Capital Improvement Fund, the Airport Revenue Bond Improvement Fund, the Airport Renewal and Replacement Fund, and the Airport Passenger Facility Charge Fund.

Revenues totaled \$96.9 million and were generated primarily from transfers from the Airport Surplus Revenue Fund (\$47.8 million), Passenger Facility Charges (PFCs) (\$21.4 million), grant income (\$21.1 million) and interest earnings (\$4.9 million). This revenue level was \$65.1 million (40.2%) below the Modified Budget and \$24.5 million (20.2%) lower than the prior year level of \$121.3 million.

The negative variance to the budget of \$65.1 million (40.2%) was due primarily to lower than budgeted commercial paper proceeds of \$33.9 million, grant revenue of \$32.0 million, and Passenger Facility Charge revenue of \$3.1 million, offset by higher than budgeted interest collected of \$3.9 million. This performance resulted from intentional drawing of commercial paper in-line with the project schedule and anticipated expenditure in order to limit financing costs. Additionally, there are Airport projects awaiting Federal Aviation Administration approval of grant applications and awards. Overall, revenues in 2024-2025 of \$96.9 million were lower than 2023-2024 revenues of \$121.3 million due to lower than expected grant revenue and commercial paper proceeds. Revenue rebudgets totaling \$12.4 million are recommended in this report to align the anticipated revenue budget with planned expenditures.

Expenditures totaled \$92.7 million and consisted primarily of expenditures for projects such as the Taxiway V construction under the Airfield Configuration Updates project (\$25.5 million), transfers to other Airport funds for debt service payments (\$23.8 million), Terminal Accessibility Upgrades (\$3.5 million), and various capital renewal and replacement projects (\$16.5 million). Expenditures also included projects such as Facilities Division Relocation (\$2.1 million) and Parking Accessibility Upgrades (\$2.1 million). This expenditure level was \$169.7 million (64.7%) below the Modified Budget and \$22.2 million (19.4%) below the prior year level of \$114.9 million.

After adjusting for rebudgets of \$60.7 million included in the 2025-2026 Adopted Budget and \$3.0 million recommended to be rebudgeted in this report, expenditure savings of \$106.0 million were largely attributed to grant projects that were not awarded and project deferrals including the Belly Freight Facility (\$64.8 million) and the Perimeter Fence Line Upgrades (\$1.7 million).

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

AIRPORT CAPITAL FUNDS

Project savings also resulted from the completion of several projects including Terminal Accessibility Upgrades (\$11.2 million), Facilities Division Relocation (\$7.7 million), and Program Management (\$1.6 million). The Airport continues to ensure passenger safety is a top priority and development of additional passenger, airline, and concession activity is important to planning for the Airport’s future growth.

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudget Adjustments	Revised Variance	Revised Variance % (incl. Rebudget Adjustment)
\$299,258	\$83,100	\$142,257	\$59,157	(\$9,431)	\$68,588	22.9%

The **Ending Fund Balance** of \$142.3 million was \$59.2 million above the estimate used in the development of the 2025-2027 Adopted Capital Budget. After accounting for rebudget adjustments totaling -\$9.4 million that are recommended as part of the Annual Report, the revised fund balance variance is \$68.6 million. This fund balance variance resulted from the deferral of several projects and extension of timelines for others due to staffing capacity at the Airport and prioritization of critical existing airport capital projects.

As described in *Section IV – Recommended Budget Adjustments and CleanUp/Rebudget Actions*, a limited number of adjustments are recommended in this report, including the establishment of the Future Capital Rehabilitation Reserve in the amount of \$70.0 million for capital rehabilitation improvements at the Airport in the Airport Renewal and Replacement Fund. Given the uncertainty surrounding both passenger-level growth and the City’s ability to continue receiving FAA grant awards, the Airport is planning to defer large capital projects such as the Belly Freight Facility and the Terminal A and B Ramp Rehabilitation projects to ensure funding availability for the improvement and rehabilitation of critical capital assets. After accounting for adjustments, the Ending Fund Balance will increase by \$6.1 million in the Airport Capital Improvement Fund and decrease by \$3.3 million in Airport Renewal and Replacement Fund, \$3.1 million in the Airport Passenger Facility Charge Fund, and \$1.7 million in the Airport Revenue Bond Improvement Fund.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

AIRPORT OPERATING FUND - AIRPORT CUSTOMER FACILITY AND TRANSPORTATION FEE FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-25 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$18,452	\$18,537	\$85	0.5%
Expenditures	\$16,812	\$16,639	(\$174)	(1.0%)

Revenues totaled \$18.5 million and were generated from rental car Customer Facility Charge (CFC) fees (\$17.8 million) and interest earnings (\$771,000). This revenue level was \$85,000 (0.5%) above the Modified Budget of \$18.5 million and \$566,000 (3.1%) above the prior year level of \$18.0 million.

The positive variance to the budget of \$85,000 (0.5%) was mainly due to higher than estimated interest income slightly offset by lower-than-expected CFC revenue. While 2024-2025 passenger levels were below expectations, the increase of \$566,000 (3.1%) over the prior year can be attributed to the steady utilization of rental cars resulting in higher CFC revenue and interest earnings.

Expenditures totaled \$16.6 million and were primarily attributed to transfers for debt service payments (\$12.0 million), transfers to the Airport Renewal and Replacement Fund for CFC funded capital projects (\$2.2 million), and shuttle bus transportation costs (\$2.1 million). Expenditures fell slightly below the budget with a variance of \$174,000 (1.0%) due to lower than estimated shuttle bus costs and unused contingency funds. This expenditure level was \$4.3 million (35.1%) above the prior year level of \$12.3 million primarily due to an increase in CFC funded debt service payments, and the transfer to the Airport Renewal and Replacement Fund.

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudget Adjustments	Revised Variance	Revised Variance % (incl. Rebudget Adjustment)
\$40,686	\$22,955	\$24,136	\$1,181	\$0	\$1,181	4.9%

The 2024-2025 **Ending Fund Balance** of \$24.1 million was \$1.2 million above the estimate used in the development of the 2025-2026 Adopted Budget. This positive variance from the estimate resulted from higher than estimated CFC revenue combined with savings in transportation costs.

As described in *Section IV – Recommended Budget Adjustments and CleanUp/Rebudget Actions*, a little number of adjustments are recommended in this report. After accounting for this, the Ending Fund Balance will increase by \$1.2 million in this fund.

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III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

AIRPORT OPERATING FUNDS - AIRPORT REVENUE FUND AND AIRPORT MAINTENANCE AND OPERATION FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$243,550	\$256,404	\$12,854	5.3%
Expenditures	\$161,984	\$149,088	(\$12,896)	-8.0%

Revenues in the Airport Revenue Fund totaled \$256.4 million and were generated from Airline Terminal Rental (\$82.7 million), Parking and Roadway (\$60.1 million), Landing Fees (\$36.6 million), Miscellaneous Revenue (\$29.6 million), Terminal Building Concessions (\$27.7 million), Federal Grant revenue (\$10.0 million), Airfield (\$4.4 million), Petroleum Products (\$107,000), and Transfers from the Airport Fiscal Agent Fund (\$4.7 million) and General Fund for Jet Fuel Sales Tax (\$500,000). The total revenue level was \$12.9 million (5.3%) above the Modified Budget of \$243.6 million and 9.6% higher than the prior year level of \$233.9 million.

The positive revenue variance of \$12.9 million was due to higher than anticipated revenues in the following categories: Terminal Building Concessions (\$6.3 million), Terminal Rentals (\$3.0 million), Airfield (\$2.6 million), Miscellaneous (\$1.3 million), Landing Fees (\$913,000), and Petroleum Products (\$79,000). The increased revenues were partially offset by a negative variance in Parking and Roadway revenues (\$1.3 million).

The 2024-2025 revenue level (\$256.4 million) was \$22.5 million (9.6%) higher than the 2023-2024 level of \$233.9 million, primarily due to an increase in the Airport's Landing Fees and Terminal Rental Rates combined with improved performance in the Miscellaneous, Terminal Building Concessions and Airfield revenue categories.

Expenditures in the Airport Maintenance and Operation Fund totaled \$149.1 million and were primarily for Airport Department non-personal/equipment (\$56.7 million) and personal services (\$46.9 million) spending, transfers to the General Fund for Police and Fire services (\$20.9 million), payments totaling \$16.2 million from the Airline Reserve Funds Distribution to distribute the airlines' portion of the net remaining revenue resulting from the 2024-2025 financial performance, and Overhead (\$6.7 million). This expenditure level was \$12.9 million (8.0%) below the Modified Budget of \$162.0 million and \$15.0 million (11.2%) above the prior year level of \$134.1 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

AIRPORT OPERATING FUNDS - AIRPORT REVENUE FUND AND AIRPORT MAINTENANCE AND OPERATION FUND

The favorable variance to the budget of \$12.9 million was primarily due to non-personal/equipment expenditure savings (\$9.5 million) in custodial costs, customs and border protection, shuttle bus and parking operations services, and a lower than expected Airline Reserve Fund Distribution (\$3.8 million). The \$15.0 million (11.2%) increase over the prior year was primarily due to increased Airline Reserve Funds Distribution (\$7.4 million), Airport personal services costs (\$5.8 million), Overhead (\$1.5 million) and non-personal services costs (\$1.0 million).

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudget Adjustments	Revised Variance	Revised Variance % (incl. Rebudget Adjustment)
\$564,960	\$177,018	\$175,741	(\$1,278)	\$0	(\$1,278)	(0.2%)

The 2024-2025 combined **Ending Fund Balance** of \$175.7 million was \$1.3 million below the budgeted estimate used to develop the 2025-2026 Adopted Operating Budget. The variance from the estimate was primarily due to a lower than estimated debt service coverage requirement, which is a component of the fund balance per the Airport's Master Trust Agreement. This decrease was partially offset by higher than expected revenues.

As described in *Section IV – Recommended Budget Adjustments and CleanUp/Rebudget Actions*, a limited number of adjustments are recommended in this report. After accounting for adjustments, the Ending Fund Balance will decrease by \$2.9 million in the Airport Maintenance and Operation Fund and increase by \$2.6 million in the Airport Revenue.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

BUILDING AND STRUCTURE CONSTRUCTION TAX FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$86,958	\$34,460	(\$52,498)	(60.4%)
Expenditures	\$148,371	\$55,619	(\$92,753)	(62.5%)

Revenues totaled \$34.5 million and were generated primarily from Building and Structure Construction Tax receipts (\$20.5 million), grant funding (\$9.8 million), interest earnings (\$3.3 million), and other revenue (\$875,000). The revenue level was \$10.3 million (23.1%) below the prior year level of \$44.8 million. The 2024-2025 revenues were lower than the budgeted estimate of \$87.0 million by approximately \$52.5 million, resulting primarily from lower than budgeted grant revenues (\$58.3 million), partially offset by higher Building and Structure Construction Tax (\$3.5 million), interest earnings (\$1.4 million), and other revenue (\$875,000).

At \$20.5 million, Building and Structure Construction Tax receipts in 2024-2025 were above the budgeted estimate of \$17.0 million, and 4.3% higher than the 2023-2024 collections of \$19.6 million. During the development of the 2026-2030 Capital Improvement Program, the Building and Structure Construction Tax revenue estimate was increased to \$20.0 million, but this increase was not reflected in the 2024-2025 Modified Budget, due to the volatile nature of tax receipt collections. The higher collection level for Building and Structure Construction Tax revenues is attributable to an increase in valuation of permits for building projects in the commercial land-use categories over the prior year that was driven primarily by permits that were issued for data center projects. The total valuation of projects submitted in 2024-2025 was \$1.7 billion, 9.6% above the \$1.6 billion valuation of projects that were received in 2023-2024. Residential valuation of \$363.7 million in 2024-2025 was lower (33.6%) than the 2023-2024 level of \$547.8 million. A total of 1,092 new residential units received permits in 2024-2025, which was below 2023-2024 levels of 2,675 units. Commercial valuation of \$990.7 million ended 2024-2025 at 89.1% above the prior year level of \$523.9 million. Industrial activity of \$383.7 million was lower (25.4%) than the 2023-2024 level of \$514.5 million. The 2025-2026 Adopted Budget estimate of \$18.0 million for the tax receipts allows for a decrease of 12.1% from the actual 2024-2025 collection level.

Additionally, one of the data center projects in 2024-2025 was incorrectly taxed at the industrial rate rather than the commercial rate. Upon collection of the correct 1.5% commercial rate, as opposed to the 1% industrial rate, it is estimated that an additional \$683,000 in Building and Structure Tax revenues would be received.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

BUILDING AND STRUCTURE CONSTRUCTION TAX FUND

Examples of major projects for the year include permits for a seven-story, 345-unit multi-family building located on North Capitol Avenue near Penitencia Creek Road; the 60% structural shell and remaining 20% of a 302,000 square foot data center located on Trade Zone Boulevard between Lundy Avenue and Ringwood Avenue; and a 257,000 square foot industrial building and a 216,000 square foot warehouse building (both located on Piercy Road north of Tenant Avenue and west of Hellyer Avenue).

Grant-related revenues of \$55.4 million were not received in 2024-2025 due to delays for projects such as ATP – Willow-Keys Complete Street Improvements, VTA Measure B 2016 - Bicycle and Pedestrian Grant Program, and ATP - Better Bikeways San Fernando. This was anticipated and the revenues were rebudgeted as part of the 2025-2026 budget process. An additional rebudget of grant funding in the amount of \$3.5 million is recommended as part of this report.

An action recommended in this report decreases Revenue from the Federal Government by \$7.0 million due to recent developments affecting federal grant funding. In August 2025, the Transportation Department received notification that the United States Department of Transportation – Federal Railroad Administration (DOT FRA) withdrew its selection of the City’s Southern San José Grade Separations (Monterey Road) Project for DOT FRA funding through a Consolidated Rail Infrastructure and Safety Improvements (CRISI) grant. The total grant award was \$7.5 million, with \$7.0 million estimated to be received this fiscal year and \$500,000 next fiscal year. This action is offset by the elimination of the Monterey Grade Separation project and a reduction to the Ending Fund Balance. This project had not started so there is no impact to the fund.

Expenditures including encumbrances totaled \$55.6 million and were \$92.8 million (62.5%) below the Modified Budget. A portion of the expenditure savings (\$70.2 million), excluding reserves, was anticipated and rebudgeted as part of the 2025-2026 budget process. An additional \$16.3 million is recommended to be rebudgeted as part of this report to ensure sufficient funding for projects to continue in 2025-2026. Upon factoring for rebudgets, expenditures in the Building and Structure Construction Tax Fund are relatively aligned with the budgeted levels for 2024-2025. The expenditure level was \$1.7 million (2.9%) below the prior year level of \$57.3 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

BUILDING AND STRUCTURE CONSTRUCTION TAX FUND

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudgets	Revised Variance	Revised Variance % (incl. Rebudgets)
\$187,405	\$57,563	\$80,127	\$22,564	\$12,813	\$9,751	5.2%

The **Ending Fund Balance** of \$80.1 million was \$22.6 million above the estimate used in the development of the 2025-2026 Adopted Budget. After accounting for net rebudget adjustments of \$12.8 million recommended in this report, the positive variance changes to \$9.8 million. Significant revenue rebudgets include: ATP – Better Bikeways (\$1.4 million), THUD – Jackson Avenue Safety Improvements Project (\$850,000), and OBAG2 - Tully Road (\$763,000). Further, significant expenditure rebudgets include: Better Bikeways San Fernando (\$2.5 million), Quiet Zone (\$2.1 million), Bascom Avenue Queue Cutter Traffic Signal (\$1.6 million), W San Carlos Corridor Safety Improvements (OBAG) (\$1.5 million), and Tully Road Corridor Safety Improvements (\$1.2 million).

As described in *Section IV – Recommended Budget Adjustments and Clean-Up/Rebudget Actions*, a limited number of revisions are recommended in this report, including the elimination of \$7.0 million in federal grant revenue and \$4.2 million in expenditures for the Monterey Grade Separation project, and an increase to Safety – Traffic Signal Modifications/Construction project (\$484,500). After accounting for all recommended adjustments, a net increase of \$6.0 million is recommended to be allocated to the 2025-2026 Ending Fund Balance.

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III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

CONSTRUCTION AND CONVEYANCE TAX FUNDS

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$68,928	\$57,636	(\$11,292)	(16.4%)
Expenditures	\$146,082	\$91,705	(\$54,377)	(37.2%)

The Construction and Conveyance (C&C) Tax Funds consist of the Communications C&C Tax Fund, Service Yards C&C Tax Fund, Fire C&C Tax Fund, Library C&C Tax Fund, Parks Central C&C Tax Fund, Parks City-Wide C&C Tax Fund, 10 Council Districts C&C Tax Funds, and Park Yards C&C Tax Fund.

Revenues generated in the Construction and Conveyance (C&C) Tax Funds in 2024-2025 totaled \$57.6 million and were comprised of C&C tax receipts (\$39.0 million), transfers between funds (\$8.7 million), interest earnings (\$3.6 million), State and federal grants (\$3.5 million), and miscellaneous revenue (\$2.8 million), which is primarily related to settlement funds that were received from Santa Clara County (\$2.6 million). The 2024-2025 collection level of \$57.6 million is \$11.3 million below the budgeted estimate of \$68.9 million, which is primarily due to lower than budgeted State and federal grants (\$7.1 million), miscellaneous revenue (\$2.7 million), and C&C tax proceeds (\$1.0 million).

C&C Tax collections of \$39.0 million were received in 2024-2025, which is \$1.0 million below the 2024-2025 Modified Budget level of \$40.0 million and \$4.0 million below the estimate of \$43.0 million that was used in the development of the 2025-2026 Adopted Capital Budget. The 2024-2025 collection level increased slightly (2.0%) from the 2023-2024 collections. In 2025-2026, C&C Tax collections are budgeted at \$47.0 million, which now requires growth of over 20% (\$8.0 million) from the actual 2024-2025 collection level. Given the volatility experienced with the local real estate market, which is the driver of this revenue source, C&C Tax collections will be closely monitored the next few months. Adjustments will be made as part of the 2025-2026 Mid-Year Budget Review if necessary. The 2024-2025 Annual Report includes recommendations to adjust the Beginning Fund Balances/Ending Fund Balances in each of the Construction and Conveyance Tax Funds as a result of the lower collections of Construction and Conveyance Tax revenue in 2024-2025.

Expenditures in the various C&C Tax Funds totaled \$91.7 million in 2024-2025 and were derived primarily from various capital projects expenses, as well as the transfers from the Parks Central C&C Tax Fund to the Parks City-Wide and Council Districts 1-10 C&C Tax Funds. This expenditure level is \$54.4 million (37.2%) below the budgeted level of \$146.1 million, which is primarily the result of unexpended capital project funding. A majority of unexpended project funding was anticipated and rebudgeted as part of the 2025-2026 Adopted Budget or are recommended to be rebudgeted as part of this report. The 2024-2025 expenditure level of \$91.7 million was \$7.5 million (8.9%) above the prior year's level of \$84.2 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

CONSTRUCTION AND CONVEYANCE TAX FUNDS

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudgets	Revised Variance	Revised Variance % (incl. Rebudgets)

The **Ending Fund Balance** of \$79.6 million was \$10.5 million above the \$69.1 million estimate used to develop the 2025-2026 Adopted Capital Budget. After accounting for net revenue and expenditure rebudgets of \$3.5 million that are recommended in this report, the variance decreases to \$7.0 million.

As described in *Section IV – Recommended Budget Adjustments and Clean-up/Rebudget Actions*, this report includes recommendations to allocate from a number of C&C Tax Fund Ending Fund Balances to fund various capital projects, including the Family Camp Chimney Removal (\$110,000, Parks City-Wide C&C Tax Fund), Police Athletic League Stadium Electrical Improvements (\$60,000, Council District 5 C&C Tax Fund), Happy Hollow Park and Zoo Fencing Improvements Payment (\$40,000, Parks City-Wide C&C Tax Fund), Guadalupe River Park Yard Relocation (\$15,000, Park Yards C&C Tax Fund), and Building Forward Library Infrastructure Grant – Local Match (shifting costs of \$849,670 from the Library C&C Tax Fund to the Branch Libraries Bond Projects Fund). For a complete list of all budget adjustments included in the 17 C&C Tax Funds, please refer to *Section IV – Recommended Budget Adjustments and Clean-up/Rebudget Actions*.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

CONSTRUCTION EXCISE TAX FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$148,609	\$122,231	(\$26,378)	(17.8%)
Expenditures	\$181,357	\$122,222	(\$55,135)	(32.6%)

Revenues totaled \$122.2 million and were primarily generated from grant funding (\$101.1 million), Construction Excise Tax receipts (\$14.2 million), interest earnings (\$3.5 million), traffic impact and other fees (\$1.6 million), miscellaneous revenues (\$1.2 million), and developer contributions (\$675,000). The majority of grant funding consists of allocations for pavement maintenance from the State of California and the Valley Transportation Authority (VTA) (\$73.0 million). The revenue level was \$26.4 million (17.8%) below the budgeted estimate but \$34.1 million (38.8%) above the prior year level of \$88.1 million.

The 2024-2025 variance to budget of \$26.4 million was primarily due to lower receipts from grant funds (\$28.8 million) and Construction Excise Tax receipts (\$1.8 million), offset by higher than estimated traffic impact fees (\$1.6 million), interest earnings (\$1.3 million), miscellaneous revenue (\$1.1 million), and developer contributions (\$135,000). Grant-related revenues of \$10.2 million which were not expected to be received in 2024-2025 due to project delays were rebudgeted as part of the development of the 2025-2026 Adopted Budget.

Significant revenue rebudgets totaling \$21.5 million are recommended in the Annual Report include Pavement Maintenance – VTA Measure B 2016 (\$14.8 million), TDA – Bicycle and Pedestrian Facilities (\$1.5 million), VTA Measure B - Walk 'n Roll (\$1.1 million), and Airport Connector (\$1.0 million). The revenue increased by \$34.1 million compared to the prior year, which mainly resulted from higher collections from grants (\$36.5 million), miscellaneous revenue (\$869,000), traffic impact fees (\$402,000), developer contributions (\$281,000), and interest earnings (\$248,000), which were offset by lower collections from Construction Excise Tax receipts (\$4.1 million).

At \$14.2 million, Construction Excise Tax receipts in 2024-2025 were 11.1% below the budgeted estimate of \$16.0 million and below 2023-2024 collections of \$18.4 million. The total valuation of residential and commercial projects submitted in 2024-2025 was \$1.4 billion or 26.4% higher than the \$1.1 billion valuation of residential and commercial projects submitted in 2023-2024 (the Construction Excise Tax does not apply to industrial projects). The increase was driven primarily by permits issued for data center projects. Typically, tax collections align with trends in permit valuations, which would have suggested a year-over-year increase in tax revenue; however, a data center project was classified as commercial but incorrectly assessed at the industrial rate (resulting in lower revenue of approximately \$4.1 million). Discussions with the taxpayer are ongoing to resolve this error.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

CONSTRUCTION EXCISE TAX FUND

Residential valuation of \$363.7 million in 2024-2025 was lower (33.6%) than the 2023-2024 level of \$547.8 million. Notably, the residential permit valuation in 2023-2024 was significantly higher than the previous three years, and the 2024-2025 residential permit valuation is more consistent with levels seen in 2021-2022 and 2022-2023. A total of 1,092 new residential units received permits in 2024-2025, which was significantly lower than the 2023-2024 actuals of 2,675 units. Commercial valuation ended the year at \$990.7 million, which was 89.1% above the prior year's level of \$523.9 million. Examples of major projects for the year include permits for a seven-story, 345 unit multi-family building located on North Capital Avenue near Penitencia Creek Road; and a 60% structural shell and the remaining 20% of a 302,000 square foot data center on Trade Zone Boulevard between Lundy Avenue and Ringwood Avenue.

Expenditures including encumbrances totaled \$122.2 million and were \$55.1 million (32.6%) below the 2024-2025 Modified Budget. The expenditure level was \$7.5 million (5.8%) below the prior year level of \$129.7 million. A portion of the expenditure savings (\$34.6 million) was anticipated and rebudgeted as part of the 2025-2026 Adopted budget process. An additional \$7.8 million is recommended to be rebudgeted as part of this report to ensure sufficient funding for projects in 2025-2026. Significant expenditure rebudgets recommended in this report include Pavement Maintenance – VTA Measure B VRF (\$3.0 million), Pavement Maintenance SB1 Road Repair and Accountability Act 2017 (\$2.3 million), Bicycle and Pedestrian Facilities (\$668,000), and St. James Station at Basset Bike/Ped Improvements (\$628,000).

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

CONSTRUCTION EXCISE TAX FUND

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudgets	Revised Variance	Revised Variance % (incl. Rebudgets)
\$230,741	\$76,248	\$86,743	\$10,495	(\$13,665)	\$24,160	10.5%

The **Ending Fund Balance** of \$86.7 million was \$10.5 million above the estimate used in the development of the 2025-2026 Adopted Budget. However, after accounting for net revenue and expenditure rebudgets (-\$13.7 million) recommended in the Annual Report and discussed above, this variance increases to \$24.2 million above the estimate.

As described in *Section IV – Recommended Budget Adjustments and Clean-Up/Rebudget Actions*, this report recommends a limited number of adjustments for new grants and projects as well as revisions to existing projects. Examples include: an increase to Pavement Maintenance – VTA Measure B VRF (\$1.0 million), an increase to Pavement Maintenance – SB1 Road Repair & Accountability Act 2017 (\$826,000), and the elimination of Bikeshare to La Plaza (\$500,000). Notably, these recommendations are accompanied by corresponding actions to increase the estimate for Revenue from Local Agencies (\$1.8 million) and decrease the estimate for Revenue from the Federal Government (-\$500,000)

Recommendations are also included for establishing seven new funds and the associated clean-up actions. The new funds are: VRF Measure B Pavement Maintenance Fund, Interstate 280/Winchester Traffic Impact Fee Fund, US-101/Oakland/Mabury Traffic Impact Fee Fund, North San José Traffic Impact Fee Fund, Evergreen East Hills Traffic Impact Fee Fund, State Gas Tax Pavement Maintenance Fund, and VTA Measure B Pavement Maintenance Fund. Historically, these funds have been managed as restricted memo funds within the Construction Excise Tax Fund. Creating individual funds will improve the transparency and allow for more accurate accounting of the source and uses of each fund. After accounting for all the recommended adjustments, the 2025-2026 Ending Fund Balance across all the funds is recommended to increase by \$4.4 million. The changes to the Ending Fund Balance in each individual fund are: a decrease of \$6.4 million in the Construction Excise Tax Fund, an increase of \$1.2 million in the VRF Measure B Pavement Maintenance Fund, an increase of \$501,000 in the US-101/Oakland/Mabury Traffic Impact Fee Fund, an increase of \$1.0 million in the North San José Traffic Impact Fee Fund, an increase of \$175,000 in the Evergreen East Hills Traffic Impact Fee Fund, and an increase of \$7.9 million in the State Gas Tax Pavement Maintenance Fund.

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III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

DEVELOPMENT FEE PROGRAM FUNDS

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues				
<i>Building:</i>	\$37,204	\$36,255	(\$949)	(2.6%)
<i>Fire:</i>	\$9,605	\$8,198	(\$1,407)	(14.6%)
<i>Planning:</i>	\$7,751	\$8,058	\$307	4.0%
<i>Public Works:</i>	\$17,846	\$21,258	\$3,412	19.1%
Expenditures				
<i>Building:</i>	\$44,600	\$41,715	(\$2,885)	(6.5%)
<i>Fire:</i>	\$10,538	\$9,724	(\$814)	(7.7%)
<i>Planning:</i>	\$9,566	\$8,273	(\$1,293)	(13.5%)
<i>Public Works:</i>	\$21,194	\$20,992	(\$202)	(1.0%)

The Development Fee Program Funds include the Building Development Fee Program Fund, Fire Development Fee Program Fund, Planning Development Fee Program Fund, and Public Works Development Fee Program Fund. The Development Fee Programs were previously budgeted in the General Fund as full cost recovery programs; however, starting in 2020-2021, these fee programs have been reallocated into individual special funds to improve transparency and financial and budgetary administration.

Revenues generated from the Development Fee Program Funds totaled \$73.8 million in 2024-2025, higher than the total budget of \$72.4 million. Revenues exceeded budgeted levels in the Planning and Public Works Development Fee Programs, while the Building and the Fire Development Fee Programs ended the year below budgeted levels due to lower-than-anticipated activity and the impact of reclassifying earned revenue to deferred revenue to represent estimated works-in-progress projects. Total revenues were approximately 0.6% higher than the prior year, driven primarily by higher revenues in the Public Works Development Fee Program (20.4%).

It is important to note that the implementation of new accounting procedures included in Recommendation #5 of the Office of the City Auditor's Report "20-05 Development Partners' Work-In-Progress Reserves: Better Monitoring Can Ensure Reserves Align With Resource Needs" reduced the amount of revenue recognized in 2024-2025 by approximately \$11.0 million across all funds (\$5.7 million in Building, \$2.1 million in Fire, \$0.9 million in Planning, and \$2.3 million in Public Works). Under this new methodology, developed by external auditors in consultation with the Finance Department, revenue advanced for development partner work on current development projects will be more closely tracked against costs incurred to date and the outstanding scope of work still to be completed. Revenue attributable to this outstanding work will now be deferred pending completion.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

DEVELOPMENT FEE PROGRAM FUNDS

Expenditures totaled \$80.7 million and were primarily for the Personal Services and Non-Personal/Equipment expenditures in all four Development Fee Program Funds. This expenditure level was \$5.2 million (6.0%) below the modified budget of \$85.9 million, primarily due to vacancy and non-personal/equipment savings experienced in all four Development Fee Program Funds.

Ending Fund Balance Performance (\$ in Thousands)							
<i>Development Fee Program</i>	<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudgets</i>	<i>Revised Variance</i>	<i>Revised Variance % (incl. Rebudgets)</i>
<i>Building:</i>	\$72,729	\$30,348	\$30,094	(\$254)	\$83	(\$337)	(0.5%)
<i>Fire:</i>	\$11,738	\$540	\$961	\$421	\$7	\$414	3.5%
<i>Planning:</i>	\$11,858	\$2,096	\$3,893	\$1,797	\$7	\$1,790	15.1%
<i>Public Works:</i>	\$23,884	\$2,519	\$6,308	\$3,789	\$15	\$3,774	15.8%

The total **Ending Fund Balance** for all four Development Fee Program Funds of \$41.3 million was \$5.8 million above the estimate used in the development of the 2025-2026 Adopted Budget. After accounting for the recommended rebudgets included in this report, the 2024-2025 Ending Fund Balance variance for the Development Fee Program Funds falls slightly to \$5.6 million. This balance, the difference between revenues and expenditures, will be spent down as projects proceed through the development process and will cover the costs of the fee program if it falls below full cost recovery, which will mitigate large fee increases.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

INTEGRATED WASTE MANAGEMENT FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$213,010	\$214,690	\$1,680	0.8%
Expenditures	\$221,743	\$216,134	(\$5,609)	(2.5%)

Revenues totaled \$214.7 million and were generated primarily from Recycle Plus collection charges (\$204.4 million), AB939 Fees (\$5.9 million), interest earnings (\$1.7 million), unclaimed Construction and Demolition Diversion Deposit revenue (\$899,000), and lien-related revenues (\$562,000). This revenue level was \$1.7 million (0.8%) above the Modified Budget of \$213.0 million and \$6.6 million (3.2%) above the prior year level of \$208.1 million.

The variance to the budget was primarily driven by higher than expected revenue from Recycle Plus collection charges (\$2.0 million) and interest revenues (\$937,000), offset by lower than anticipated lien-related revenues (\$951,000). The overall increase compared to the prior year was mainly attributable to higher Recycle Plus collection charges (\$8.3 million), largely reflecting adjustments to customer rates, as well as increases in AB939 Fees (\$912,000), and interest earnings (\$509,000). These increases were primarily offset by the one-time CalRecycle grant revenues (\$2.5 million) received in the prior year and reduced lien-related revenues (\$809,000).

Expenditures totaled \$216.1 million and were primarily for Single-Family Dwelling (SFD) Recycle Plus contracts (\$96.0 million) to pay for hauling services for single-family dwellings across the City, yard trimmings/street sweeping contract (\$35.7 million), MFD Recycle Plus contracts (\$30.6 million), SFD back-end processing (\$22.2 million) which pays for post-collection processing of solid waste to recover organics and recyclables, Environmental Services Department (ESD) personal services costs (\$10.4 million), ESD non-personal/equipment costs (\$6.3 million), the International Disposal Corporation of California, Inc. (IDC) disposal agreement (\$5.4 million), reimbursement of citywide overhead expenses (\$3.0 million), and costs for the County Revenue Collection Fee (\$1.6 million). This expenditure level was \$5.6 million (2.5%) below the Modified Budget of \$221.7 million and \$19.0 million (9.6%) above the prior year level of \$197.1 million.

The variance to the budget was mainly due to savings in CalRecycle grants expenditures (\$1.7 million), MFD Recycle Plus (\$1.1 million), ESD non-personal/equipment expenses (\$633,000), and costs for the County Revenue Collection Fee (\$475,000). The higher expenditure level compared to the prior year was due primarily to higher costs for SFD Recycle Plus (\$9.0 million), largely reflecting charges originally planned for 2023-2024 but posted in 2024-2025, as well as higher expenses for the yard trimmings/street sweeping contract (\$2.4 million), MFD Recycle Plus contracts (\$2.0 million), ESD non-personal/equipment expenses (\$1.4 million) and SFD back-end processing (\$1.2 million).

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

INTEGRATED WASTE MANAGEMENT FUND

Ending Fund Balance Performance (\$ in Thousands)						
<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudgets</i>	<i>Revised Variance</i>	<i>Revised Variance as % of Modified Budget</i>
\$253,476	\$43,219	\$46,664	\$3,445	(\$246)	\$3,691	1.5%

The **Ending Fund Balance** of \$46.7 million was \$3.4 million above the estimate used in the development of the 2025-2026 Adopted Budget, primarily due to the higher than estimated revenues for AB939 Fees and lower than estimated expenditures in a variety of departmental personal services and non-personal/equipment appropriations. After accounting for rebudget adjustments recommended in *Section IV – Recommended Budget Adjustments and Clean-Up Actions*, the 2025-2026 Ending Fund Balance in the Integrated Waste Management Fund is recommended to be increased by \$3.7 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

REAL PROPERTY TRANSFER TAX FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$211,839	\$211,050	(\$789)	-0.4%
Expenditures	\$150,384	\$64,008	(\$86,376)	-57.4%

Revenues in the Real Property Transfer Tax Fund totaled \$211.1 million and were primarily generated from transfers from the General Fund (\$160.6 million), Real Property Transfer Tax collections (\$47.7 million), and interest earnings (\$2.8 million). The total revenue level was \$789,000 (0.4%) below the Modified Budget of \$211.8 million.

Beginning in 2024-2025, Real Property Transfer Tax revenue and its associated expenditures for new affordable housing, homeless prevention, and homelessness support programs were moved from the General Fund to the newly created Real Property Transfer Tax Fund. As a result, funding of \$160.6 million that remained unexpended in the General Fund were transferred to the Real Property Transfer Fund in 2024-2025.

In 2024-2025, Real Property Transfer Tax collections totaled \$47.7 million, which is \$2.3 million (4.6%) below 2024-2025 budgeted estimate of \$50.0 million. Additionally, the 2024-2025 collection level reflected a \$3.1 million (6.1%) decrease from the prior year collection level of \$50.7 million.

Expenditures including encumbrances in the Real Property Transfer Tax Fund totaled \$64.0 million and were primarily for creation of new affordable housing for extremely low-income households (\$21.2 million), homeless support programs including interim housing construction and operations (\$20.5 million), creation of new affordable housing for low-income households (\$7.5 million), homeless prevention and rental assistance (\$6.7 million), program administration (\$3.8 million), creation of new affordable housing for moderate-income households (\$3.1 million), and the transfer of interest earnings to the General Fund (\$1.3 million). The Real Property Transfer Tax Fund's total expenditure level was \$86.4 million (57.4%) below the Modified Budget of \$150.4 million. The variance from budget is primarily due to remaining budget for creation of new affordable housing which is earmarked for specific affordable housing projects (\$54.6 million) that the City has committed funding to but have not yet started construction. Until that time arises, the budget is carried over into the following fiscal year. Another \$25.7 million will be carried over into 2025-2026 to complete interim housing related projects that can require more than a fiscal year to complete or to encumber for operations related to interim housing projects.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

REAL PROPERTY TRANSFER TAX FUND

Ending Fund Balance Performance (\$ in Thousands)						
<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudget Adjustments</i>	<i>Revised Variance</i>	<i>Revised Variance % (incl. Rebudget Adjustment)</i>
\$211,839	\$140,978	\$171,618	\$30,640	\$4,406	\$26,234	12.4%

The **Ending Fund Balance** of \$171.6 million was \$30.6 million above the budgeted estimate used to develop the 2025-2026 Adopted Budget. The variance from the estimate was primarily due to lower than estimated expenses for interim housing construction and operations, homeless administrative and response staff, and homeless outreach, sanitation, and other support services. After accounting for \$4.4 million of rebudget adjustments as recommended in *Section IV – Recommended Budget Adjustments and Clean-Up/Rebudget Actions*, the revised fund balance variance is \$26.2 million for 2024-2025.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SANITARY SEWER CAPITAL FUNDS

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$39,577	\$41,633	\$2,056	5.2%
Expenditures	\$125,688	\$66,162	(\$59,526)	(47.4%)

The Sanitary Sewer Capital Funds include the Sewer Service and Use Charge Capital Improvement Fund and the Sanitary Sewer Connection Fee Fund.

Revenues totaled \$41.6 million and were generated from a transfer from the Sewer Service and Use Charge Fund (\$35.0 million), interest revenue (\$4.6 million), joint participation payment reimbursements from Cupertino and the West Valley Sanitation District (\$1.4 million), and connection fees (\$476,000). This revenue level was \$2.1 million (5.2%) above the Modified Budget due to higher than budgeted interest revenue (\$2.6 million) offset by lower joint participation payments (\$715,000) as project delays in joint participation jurisdictions postpone when reimbursements are collected. Revenues were \$2.4 million (6.2%) above the prior year's level of \$39.2 million primarily due to higher joint participation payments (\$1.6 million) and interest revenue (\$694,000).

Expenditures totaled \$66.2 million due to the progress on a variety of capital projects, the largest of which were: Urgent Rehabilitation and Repair Projects (\$12.6 million), Condition Assessment Sewer Repairs (\$11.6 million), Infrastructure – Sanitary Sewer Condition Assessment (\$8.8 million), Immediate Replacement and Diversion Projects (\$7.8 million), Cast Iron Pipe – Remove and Replace (\$5.9 million), Blossom Hill Road and Leigh Avenue Sanitary Sewer Improvement (\$4.6 million), McLaughlin Ave-Idlewood Dr. Sanitary Sewer Improvement (\$2.9 million), and Capital Program and Public Works Department Support Service Costs (\$2.8 million). This expenditure level was \$59.5 million (47.4%) below the Modified Budget and \$29.8 million (82.1%) above the prior year's level of \$36.3 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SANITARY SEWER CAPITAL FUNDS

Expenditures were below the budget by \$59.5 million (47.4%) as a result of savings across a number of projects, including: Chesbro Avenue Sanitary Sewer Improvement (\$8.9 million), Southwest Expressway Sanitary Sewer Improvement (\$8.7 million), Sanitary Sewer Interceptor Management Program (\$8.5 million), North 1st Street Sanitary Sewer Improvements (\$5.6 million), Fourth Major Interceptor Phase VIIA (\$5.3 million), Rehabilitation of Sanitary Sewer Pump Stations (\$3.8 million), Almaden Supplement Sewer Rehabilitation (North) (\$3.6 million), South White Road Sanitary Sewer Improvement (\$3.0 million), McLaughlin Ave-24th Street Sanitary Sewer Improvement (\$2.1 million), Fontaine Road Sanitary Sewer Improvement (\$1.7 million), Condition Assessment Sewer Repairs (\$1.7 million), and Master Planning Updates (\$1.0 million). A portion of the expenditure savings (\$1.7 million) was anticipated and rebudgeted in the 2025-2026 Adopted Budget, and an additional \$4.1 million is recommended to be rebudgeted in this report because of continuing construction work.

The higher expenditure level compared to the prior year is largely attributed to higher costs for Condition Assessment Sewer Repairs (\$7.1 million), Urgent Rehabilitation and Repair Projects (\$5.6 million), Blossom Hill Road and Leigh Avenue Sanitary Sewer Improvement (\$4.5 million), Immediate Replacement and Diversion Projects (\$3.6 million), Cast Iron Pipe - Remove and Replace (\$3.4 million), Coleman Road Sanitary Sewer Improvement - Phase III (\$1.5 million), and North 1st Street Sanitary Sewer Improvements (\$1.4 million).

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudgets	Revised Variance	Revised Variance as % of Modified Budget
\$153,534	\$81,315	\$89,503	\$8,188	\$4,056	\$4,132	2.7%

The **Ending Fund Balance** of \$89.5 million was \$8.2 million above the estimate used in the development of the 2025-2026 Adopted Budget. The actual Ending Fund Balance was above the estimate largely due to lower than anticipated expenditures across several projects, including Condition Assessment Sewer Repairs (\$1.7 million), Sanitary Sewer Interceptor Management Program (\$937,000), Infrastructure – Sanitary Sewer Condition Assessment (\$917,000), and Coleman Road Sanitary Sewer Improvement - Phase III (\$894,000), as well as higher than estimated interest revenue (\$1.5 million). This fund balance is anticipated to be spent down as projects move through the development and construction process. After accounting for all recommended adjustments in the Annual Report as included in *Section IV – Recommended Budget Adjustments and Clean-Up Actions*, the 2025-2026 Ending Fund Balance is recommended to be increased by \$4.0 million for the Sewer Service and Use Charge Capital Improvement Fund and \$154,000 for the Sanitary Sewer Connection Fee Fund.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSE CLEAN ENERGY OPERATING FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$546,536	\$478,602	(\$67,934)	(12.4%)
Expenditures	\$568,946	\$467,013	(\$101,933)	(17.9%)

Revenues totaled \$478.6 million and were generated from the sale of electricity (\$445.9 million), payments from energy suppliers who did not meet their agreed-upon delivery commitments (\$20.6 million), interest earnings (\$9.0 million), and grant revenue (\$3.0 million). This revenue was \$67.9 million or 12.4% below the Modified Budget of \$546.5 million and below the prior year actuals by \$21.5 million or 4.3%.

The largest component of the 2024-2025 variance to budget of \$67.9 million was lower Energy Sales of \$91.7 million; however, after accounting for the deferral of \$56.0 million of Energy Sales revenue to the Rate Stabilization Reserve (discussed below), the variance for Energy Sales decreases to \$35.7 million. The lower than budgeted revenues were offset by unanticipated payments from energy suppliers (\$20.6 million) and higher interest revenue (\$4.0 million). Power supply costs make up over 90% of what San José Clean Energy (SJCE) must recover in revenue. Lower energy sales in 2024-2025 were due to increased reliance on long-term power purchase agreements, the issuance of bond proceeds to pre-pay for certain long-term power agreements, and market conditions.

In February 2025, City Council approved SJCE's power mix and rate package for 2025 energy sales at 7.2% to 9.5% below PG&E rates for its standard GreenSource product inclusive of PG&E's added fees, including the Power Charge Indifference Adjustment (PCIA) and Franchise Fee Surcharge, depending on customer class and usage. SJCE's energy content for GreenSource increased from 60% to 62% renewable energy and up to 95% carbon-free power.

The high volatility of market prices, changes in the regulatory environment, and PG&E's PCIA fees remain risk factors for SJCE to continue to manage. To help mitigate these risks and protect SJCE customers from market variability, the City Council in August 2024 authorized revisions to SJCE's Financial Reserves Policy (City Council Policy 1-24) and approved a Rate Stabilization Reserve that defers ratepayer revenue to be recognized in a future year. In June 2025, the City Council approved an amendment to the Rate Stabilization Reserve that increased the maximum contribution to the reserve to 25% of the total operating and non-operating revenue reported in a year. When first established, deferred revenue of \$50.0 million was placed into the reserve; with the close of this fiscal year, the reserve was increased by \$56.0 million, bringing the Rate Stabilization Reserve balance to \$106.0 million. It should be noted that the \$106.0 million in the Rate Stabilization Reserve is not technically booked as revenue in accordance with Governmental Accounting Standards Board Statement (GASB No. 62).

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSE CLEAN ENERGY OPERATING FUND

It is, however, initially booked as Energy Sales before a contribution is made to the Reserve, displayed in the Source and Use Statement, and reflected in audited financial statements to ensure maximum transparency.

Expenditures including encumbrances totaled \$467.0 million and consisted primarily of Cost of Energy expenditures (\$430.0 million), Energy Department non-personal/equipment (\$15.4 million) and personal services (\$12.4 million) expenditures, City overhead reimbursement (\$2.4 million), letter of credit fees (\$1.6 million), and PG&E security fees (\$1.4 million). This expenditure level was \$101.9 million (17.9%) below the Modified Budget of \$568.9 million and reflected savings primarily in Cost of Energy (\$93.1 million) and Energy Department non-personal/equipment expenditures (\$4.6 million). Energy costs were lower due to long-term power purchase agreements coming online, the pre-pay of some long-term power agreements, and market conditions. Overall, this expenditure level was 2.4% below the prior year's level of \$478.4 million, primarily attributable to a lower encumbrances (\$35.2 million) and the payoff of outstanding commercial paper debt (\$20.0 million), offset by higher Cost of Energy (\$38.6 million) and Energy Department non-personal/equipment expenditures (\$4.6 million).

Ending Fund Balance Performance (\$ in Thousands)						
<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudgets</i>	<i>Revised Variance</i>	<i>Revised Variance % (incl. Rebudgets)</i>
\$800,902	\$261,512	\$270,386	\$8,873	\$0	\$8,873	1.1%

The **Ending Fund Balance** of \$270.4 million was \$8.9 million above the estimate used in the development of the 2025-2026 Adopted Budget. The variance can primarily be attributed to lower than estimated expenditures for encumbrances (**\$35.2 million**) and Cost of Energy (**\$19.7 million**); higher revenue from unanticipated payments from energy suppliers (\$6.9 million), energy sales (\$2.0 million), and interest earnings (\$740,000); and expenditures offset by an increase to the Rate Stabilization Reserve (\$56.0 million). After accounting for adjustments recommended in *Section IV – Recommended Budget Adjustments and Clean-Up Actions*, the 2025-2026 Ending Fund Balance in the San José Clean Energy Fund is recommended to be increased by \$8.9 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSE CLEAN ENERGY OPERATING FUND

The City Council-approved Financial Reserves Policy for the SJCE Operating Fund authorizes an Operations Reserve of at least 180 days of operating costs and a Rate Stabilization Reserve that allows a maximum contribution of 25% of the total operating and non-operating revenue reported in a fiscal year toward maintaining financial resiliency and to ensure customer rates are competitive and affordable. The budgeted estimate for the Operations Reserve in 2025-2026 achieves the goal of attaining 180 days of coverage at \$234.0 million, and the Rate Stabilization Reserve has a current balance of \$106.0 million.

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III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSÉ-SANTA CLARA TREATMENT PLANT CAPITAL FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$153,390	\$77,536	(\$75,854)	(49.5%)
Expenditures	\$291,620	\$237,198	(\$54,422)	(18.7%)

Revenues totaled \$77.5 million and were generated primarily from a transfer from the Sewer Service and Use Charge (SSUC) Fund (\$55.9 million), revenue from Santa Clara and tributary agencies for projects and debt service payments (\$14.9 million), and interest income (\$6.4 million). This revenue level was \$75.9 million (49.5%) below the Modified Budget and \$46.8 million (37.6%) below the prior year's level of \$124.3 million.

The variance to the budget was due primarily to postponing the issuance of a portion of the authorized Wastewater Revenue Notes (\$70.0 million) to align with the timing of project spending. A recommendation to rebudget this funding is included in this report. The decrease from the prior year was due primarily to a lower level of Wastewater Revenue Notes issued compared to 2023-2024 (\$40.0 million), as well as lower revenue from Santa Clara and tributary agencies (\$13.1 million), partially offset by an increased transfer from the Sewer Service and Use Charge Fund (\$6.3 million).

Expenditures totaled \$237.2 million and were primarily attributed to the following projects and allocations: Facility Wide Water Systems Improvements (\$74.4 million), Digested Sludge and Dewatering Facilities (\$55.0 million), Yard Piping Improvements (\$37.7 million), RWF Bond Debt Service 2022A (\$17.3 million), Plantwide Security Systems Upgrade (\$12.4 million), Filter Rehabilitation (\$10.7 million), and Program Management - Water Pollution Control (\$9.6 million). This expenditure level was \$54.4 million (18.7%) below the Modified Budget and \$59.0 million (19.9%) lower than the prior year's level of \$296.2 million.

The variance between the Modified Budget and actual expenditures is \$54.4 million, with a majority of the variance attributed to savings in the Aeration Tanks and Blower Rehabilitation (\$12.0 million), Support Building Improvements (\$7.0 million), Primary Rehabilitation (\$6.8 million), Preliminary Engineering (\$4.0 million), Yard Piping Improvements (\$3.6 million), Plantwide Security Systems Upgrade (\$3.4 million), Digested Sludge and Dewatering Facilities (\$3.2 million), Plant Infrastructure Improvements (\$2.8 million), Owner Controlled Insurance Program (\$2.1 million), and Urgent and Unscheduled Treatment Plant Rehabilitation (\$1.5 million). Most of these savings were anticipated and \$44.3 million was rebudgeted as part of the 2025-2026 Adopted Budget process, with an additional \$2.8 million in capital project expenditures recommended to be rebudgeted as part of this report to ensure sufficient funding for projects in 2025-2026.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSÉ-SANTA CLARA TREATMENT PLANT CAPITAL FUND

Expenditures were lower by \$59.0 million compared to the prior year, with the most significant decreases year-over-year being Digested Sludge Dewatering Facility (\$46.1 million), Filter Rehabilitation (\$10.4 million), Nitrification Clarifier Rehabilitation (\$4.9 million), and Storm Drain System Improvements (\$3.1 million), and offset primarily by increases in Yard Piping Improvements (\$14.1 million).

Ending Fund Balance Performance (\$ in Thousands)						
<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudgets</i>	<i>Revised Variance</i>	<i>Revised Variance as % of Modified Budget</i>
\$331,815	\$81,106	\$23,727	(\$57,379)	(\$67,173)	\$9,794	3.0%

The **Ending Fund Balance** of \$23.7 million is \$57.4 million below the estimate used in the development of the 2025-2026 Adopted Budget. The lower Ending Fund Balance is primarily due to \$114.6 million in unanticipated encumbrances for various construction projects that have been committed but not spent, combined with the corresponding deferral of issuing \$70.0 million in Wastewater Revenue Notes to 2025-2026 when the actual expenditures for the capital projects are expected to occur. The Wastewater Revenue Notes fund project costs at the Regional Wastewater Facility, but these notes are issued only after expenses are incurred, resulting in a timing gap between when contracts encumber and when the revenue is needed to cover invoiced expenditures. Recommendations are included in this report to rebudget the financing proceeds from Wastewater Revenue Notes in the amount of \$70.0 million and \$2.8 million of savings for various projects to retain sufficient budgetary Ending Fund Balance and to ensure adequate capacity to support the expenditures that are anticipated for 2025-2026. The Wastewater Revenue Notes will only be drawn as necessary to ensure appropriate funds are available for the projects.

After accounting for adjustments recommended in *Section IV – Recommended Budget Adjustments and Clean-Up Actions*, the 2025-2026 Ending Fund Balance in the San José-Santa Clara Treatment Plant Capital Fund is recommended to be increased by \$9.8 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSE-SANTA CLARA TREATMENT PLANT OPERATING FUNDS

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$339,894	\$346,590	\$6,696	2.0%
Expenditures	\$375,965	\$356,644	(\$19,321)	(5.1%)

The San José-Santa Clara Treatment Plant operating funds consist of the Sewer Service and Use Charge Fund (SSUC Fund), the San José-Santa Clara Treatment Plant Operating Fund (Plant Operating Fund), the Sewage Treatment Plant Connection Fee Fund (Connection Fee Fund), and the San José-Santa Clara Treatment Plant Income Fund (Plant Income Fund).

Revenues totaled \$346.6 million and were generated primarily from sewer service and use charges for residential (\$173.0 million), commercial (\$29.0 million), and industrial (\$5.2 million) users; a transfer from the SSUC Fund to the Plant Operating Fund (\$81.0 million); contributions from tributary agencies (\$27.2 million) and the City of Santa Clara (\$19.9 million); interest and rental revenues (\$6.4 million); and connection fees (\$2.3 million). This revenue level was \$6.7 million (2.0%) above the Modified Budget and \$24.5 million (7.6%) above the prior year's level of \$322.1 million.

The variance to the budget of \$6.7 million (2.0%) was mainly due to higher SSUC residential charges (\$6.2 million) and higher interest and rental revenues (\$1.5 million), offset primarily by lower SSUC industrial (\$1.1 million) and commercial (\$938,000) charges. Revenues came in \$24.5 million (7.6%) higher than the prior year primarily due to higher SSUC charges (\$16.9 million), reflecting increased customer rates, and higher contributions from the tributary agencies (\$4.2 million) and the City of Santa Clara (\$1.9 million), based on higher than budgeted expenses, and higher interest and rental revenues (\$1.6 million).

Expenditures totaled \$356.6 million and consisted primarily of transfers to the Treatment Plant Operating Fund (\$81.0 million), the Treatment Plant Capital Fund (\$55.9 million), and the Sewer Service and Use Charge Capital Fund (\$35.0 million); Environmental Services Department (ESD) personal services (\$70.3 million) and non-personal/equipment (\$54.1 million) costs; overhead reimbursements (\$21.4 million); and Transportation Department personal services (\$18.7 million) and non-personal/equipment (\$10.8 million) costs. This expenditure level was \$19.3 million (5.1%) below the Modified Budget, and \$24.3 million (7.3%) above the prior year's level of \$332.4 million.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

SAN JOSE-SANTA CLARA TREATMENT PLANT OPERATING FUNDS

Expenditures ended the year \$19.3 million (5.1%) below the budget primarily due to savings in: Transportation Department non-personal/equipment costs (\$6.5 million) from unexpended vehicle replacement funds in the Sewer Service and Use Charge Fund, ESD non-personal/equipment costs in the Plant Operating Fund (\$5.8 million), and the Legacy Lagoons Remediation project (\$2.4 million). Of these savings amounts, \$8.6 million was rebudgeted as part of the 2025-2026 Adopted Budget process, with an additional \$168,000 recommended to be rebudgeted as part of this report to ensure sufficient funding for operations and activities in 2025-2026. Expenditures ended the year \$24.3 million (7.3%) above the previous year’s expenditures due primarily to increased ESD non-personal/equipment because of higher chemical and hauling costs for dewatered biosolids (\$9.2 million) and personal services expenditures as vacancies were filled (\$5.9 million) in the San José-Santa Clara Treatment Plant Operating Fund, and an increased transfer from the SSUC Fund to the San José-Santa Clara Treatment Plant Capital Fund (\$6.3 million).

Ending Fund Balance Performance (\$ in Thousands)						
2024-2025 Modified Budget	2024-2025 Estimated Ending Fund Balance	2024-2025 Actual Ending Fund Balance	Variance	Recommended Annual Report Rebudgets	Revised Variance	Revised Variance as % of Modified Budget
\$509,983	\$153,935	\$161,576	\$7,641	\$168	\$7,473	1.5%

The **Ending Fund Balance** of \$161.6 million was \$7.6 million above the estimate used in the development of the 2025-2026 Adopted Budget primarily due to lower than estimated expenditures (\$12.3 million), partially offset by higher encumbrances (\$6.0 million), resulting in overall net savings in ESD non-personal/equipment costs in the San José-Santa Clara Treatment Plant Operating Fund (\$5.5 million).

After accounting for rebudget adjustments, the 2024-2025 Ending Fund Balance variance falls to \$7.5 million. The recommended various actions in *Section IV – Recommended Budget Adjustments and Clean-Up Actions* result in the following changes to the 2025-2026 Ending Fund Balance: an increase of \$2.0 million in the Sewer Service and Use Charge Fund, an increase of \$5.5 million in the San José-Santa Clara Treatment Plant Operating Fund, an increase of \$143,000 in the San José-Santa Clara Treatment Plant Income Fund, and a decrease of \$247,000 in the Sewage Treatment Plant Connection Fee Fund.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

WATER UTILITY CAPITAL FUNDS

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$34,042	\$31,117	(\$2,925)	(8.6%)
Expenditures	\$50,164	\$30,970	(\$19,194)	(38.3%)

The Water Utility Capital Funds include the Water Utility Capital Fund and the Major Facilities Fund.

Revenues totaled \$31.1 million and were generated primarily from Commercial Paper financing proceeds supporting the Water Resources Operations & Administration Facility construction project (\$20.7 million), a transfer from the Water Utility Fund (\$8.8 million), interest income (\$880,000), and fees paid by developers (\$736,000). The fees consist of Major Facilities Fees (\$293,000), Advanced System Design Fees (\$276,000), Service Connection Fees (\$104,000), and Meter Installation Fees (\$63,000). Revenues ended the year slightly below the budget primarily due to lower than anticipated financing proceeds (\$3.8 million) as the last issuance of commercial paper was pushed into 2025-2026. Revenues were \$21.0 million (209.0%) above the prior year's level of \$10.1 million due to the Commercial Paper financing proceeds (\$20.7 million) and increased developer fee revenues (\$501,000), offset by lower interest revenues (\$155,000).

Expenditures totaled \$31.0 million for several capital projects, the largest of which were the Water Resources Administration and Operations Facility (\$23.8 million), Annual Water Main Replacement (\$2.1 million), North San José Reliability Well Construction (\$1.2 million), Infrastructure Improvements (\$1.1 million), System Maintenance and Repairs (\$736,000), and Capital Program and Public Works Department Support Service Costs (\$437,000). This expenditure level was \$19.2 million (38.3%) below the Modified Budget and \$4.2 million (12.0%) below the prior year's level of \$35.2 million.

Expenditures were below the budget by \$19.2 million as a result of savings and unexpended funds across a number of projects, including Advanced Metering Infrastructure Implementation (\$6.5 million), Annual Water Main Replacement (\$3.6 million), North San José Well Development and Construction (\$3.6 million), North San José Reliability Well Construction (\$1.8 million), the Water Resources Administration and Operations Facility (\$780,000), and System Maintenance/Repairs (\$778,000). A portion of the expenditure savings (\$7.4 million) was anticipated and rebudgeted in the 2025-2026 Adopted Budget, and an additional \$11.4 million is recommended to be rebudgeted in this report because of continuing construction work. Expenditures were below the prior year's level primarily due to lower expenses for the Water Resources Administration & Operations Facility project (\$5.3 million), and North San José Well Development and Construction (\$878,000), offset by higher expenditures in Annual Water Main Replacement (\$1.7 million).

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

WATER UTILITY CAPITAL FUNDS

Ending Fund Balance Performance (\$ in Thousands)						
<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudgets</i>	<i>Revised Variance</i>	<i>Revised Variance as % of Modified Budget</i>
\$58,000	\$16,255	\$24,370	\$8,115	\$7,635	\$480	0.8%

The **Ending Fund Balance** of \$24.4 million was \$8.1 million above the estimate used in the development of the 2025-2026 Adopted Budget. This variance was primarily driven by lower than estimated costs associated with Advanced Metering Infrastructure (\$6.5 million), Water Resources Administration & Operations Facility (\$3.4 million), and Annual Water Main Replacement (\$2.8 million), offset by lower than estimated Commercial Paper revenue proceeds (\$3.8 million).

After accounting for rebudget adjustments, the 2024-2025 Ending Fund Balance variance falls to \$7.6 million. The recommended various actions in *Section IV – Recommended Budget Adjustments and Clean-Up Actions* result in an increase of \$164,000 in the Ending Fund Balance in the Water Utility Capital Fund and an increase of \$316,000 in the Ending Fund Balance in the Major Facilities Fund.

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

WATER UTILITY OPERATING FUND

Revenue and Expenditure Performance (\$ in Thousands)				
	2024-2025 Budget	2024-2025 Actuals	Variance	% Variance
Revenues	\$77,346	\$77,278	(\$68)	(0.1%)
Expenditure	\$79,521	\$80,776	\$1,255	1.6%

Revenues totaled \$77.3 million and were primarily generated from potable (\$66.9 million) and recycled water (\$10.1 million) sales and interest revenues (\$325,000). This revenue level was \$68,000 (0.1%) below the Modified Budget and \$3.7 million (5.0%) above the prior year's level of \$73.6 million.

Revenues ended the year slightly below the budget primarily due to lower than anticipated potable water sales revenues (\$689,000) and late fee revenues (\$361,000), offset mainly by higher than anticipated recycled water sales (\$955,000). The increase compared to the prior year was mainly driven by higher potable water sales (\$5.0 million) and recycled water sales (\$1.8 million), reflecting increased rates passed through to customers in response to rising wholesale water costs. These increases were partly offset by lower late fee revenues (\$1.8 million) and the conclusion of the Water Arrearage Program in 2023-2024, which provided debt relief for pandemic-balances (\$1.6 million).

Expenditures totaled \$80.8 million and were primarily for Environmental Services Department (ESD) non-personal/equipment costs of \$55.3 million (\$37.6 million was attributed to the purchase of wholesale potable water and \$8.6 million to wholesale recycled water), ESD personal services costs (\$9.8 million), a transfer to the Water Utility Capital Fund (\$8.8 million), and the reimbursement of overhead costs (\$3.4 million). This expenditure level was \$1.3 million (1.6%) above the Modified Budget mainly due to higher than budgeted expenditures in ESD non-personal/equipment (\$1.7 million), which is expected to be addressed through the ratification process. These additional costs were partially offset by savings from the Customer Information System Transition allocation (\$150,000) and Information Technology Department non-personal/equipment expenses (\$133,000). The ESD non-personal/equipment spending exceeded the Modified Budget because of unexpectedly high year-end accruals for the purchase of potable wholesale water. Overall, expenditures were \$10.9 million (15.6%) above the prior year's level of \$69.9 million primarily due to higher ESD non-personal/equipment expenditures (\$7.2 million), the transfer to the General Fund for unrestricted late fee revenues (\$1.5 million), higher reimbursement of overhead costs (\$1.5 million), and increased ESD personal services expenses (\$611,000).

III. PERFORMANCE OF SELECTED SPECIAL AND CAPITAL FUNDS

WATER UTILITY OPERATING FUND

Ending Fund Balance Performance (\$ in Thousands)						
<i>2024-2025 Modified Budget</i>	<i>2024-2025 Estimated Ending Fund Balance</i>	<i>2024-2025 Actual Ending Fund Balance</i>	<i>Variance</i>	<i>Recommended Annual Report Rebudgets</i>	<i>Revised Variance</i>	<i>Revised Variance as % of Modified Budget</i>
\$98,890	\$21,888	\$18,688	(\$3,200)	\$0	(\$3,200)	(3.2%)

The **Ending Fund Balance** of \$18.7 million was \$3.2 million below the estimate used in the development of the 2025-2026 Adopted Budget. The Ending Fund Balance was lower than the estimate primarily due to lower than estimated revenue from late fees (\$702,000), and water sales (\$291,000), and higher than estimated ESD non-personal/equipment costs (\$725,000). As described in *Section IV – Recommended Budget Adjustments and Clean-Up Actions*, after accounting for all recommended adjustments, the 2025-2026 Ending Fund Balance in the Water Utility Fund is recommended to be decreased by \$3.1 million.

IV. RECOMMENDED BUDGET ADJUSTMENTS AND CLEAN-UP/REBUDGET ACTIONS

RECOMMENDED BUDGET ADJUSTMENTS

This section of the Annual Report describes recommended budget adjustments and is broken down by General Fund and Special/Capital Funds. The following types of changes are included:

General Fund

Required Technical/Rebalancing Actions – These actions recommend adjustments to align already approved revenue estimates and expenditure budgets with the most current tracking information, reallocate funding for ongoing appropriations based on updated needs, correct technical problems in the 2025-2026 Adopted Budget, or comply with actions previously authorized by the City Council.

Grants/Reimbursements/Fees – These actions recognize new or adjusted grants, reimbursements, or fee activity revenues and adjust the appropriations for these purposes, as appropriate.

Special/Capital Funds

Special/Capital Fund Adjustments – These actions adjust revenue estimates based on recent collection information; recognize revenues from new or adjusted grants, reimbursements, and fees; reflect changes in project and program allocations based on revised cost estimates and project timing; reallocate project funding from reserves; and/or establish a limited number of new projects and programs.

IV. RECOMMENDED BUDGET ADJUSTMENTS AND CLEAN-UP/REBUDGET ACTIONS

CLEAN-UP/REBUDGET ACTIONS

This section of the Annual Report consists of clean-up and rebudget actions for the General Fund and Special/Capital Funds. The following types of adjustments are included:

General Fund & Special/Capital Funds

Fund Balance Reconciliations – These actions revise the Beginning Fund Balance estimates in the 2025-2026 Adopted Budget for all funds where the actual (unaudited) 2024-2025 Ending Fund Balance contained in the Annual Comprehensive Financial Report (ACFR) statements differ from the budgeted amount.

Rebudgets – These actions revise various appropriations to rebudget funds to complete prior year projects. Downward adjustments to previously approved rebudget actions are included if actual year-end revenues or expenditures were higher than anticipated, while upward adjustments are included if actual year-end revenues or expenditures were lower than anticipated.

Technical Adjustments – These actions align revenues and/or expenditures among appropriations, funds, and/or categories for previously approved budget actions or reconcile revenues with expenditures to close out the previous fiscal year. Summaries of each of these adjustments are provided below:

- **Net-Zero Funding Transfers/Reallocations** – These actions include net-zero transfers between appropriations, funds, and revenue categories and the redistribution of funding allocations.
 - **Appropriation Department Change** – realign appropriations with Departments responsible for spending.
 - **Appropriation Name Change** – renames appropriations to better align with the intended use of the funds.
 - **Funding Reallocation / Shifts** – reallocates funds for the same purpose that was previously approved by City Council to another appropriation, fund, or revenue category to better track the funding; to align funding with an appropriation best suited for the intended use (e.g., Non-Personal/Equipment to Personal Services, Non-Personal/Equipment to a City-Wide Expenses appropriation); or to shift funds to the appropriate funding source.

IV. RECOMMENDED BUDGET ADJUSTMENTS AND CLEAN-UP/REBUDGET ACTIONS

General Fund & Special/Capital Funds

- **Construction Excise Tax Fund Shifts** – These actions reallocate funding from the Construction Excise Tax Fund to various newly budgeted funds (Evergreen East Hills Traffic Impact Fee Fund, Interstate 280/Winchester Traffic Impact Fee Fund, North San Jose Traffic Impact Fee Fund, US-101/Oakland/Mabury Traffic Impact Fee Fund, State Gas Tax Pavement Maintenance Fund, VRF Measure B Pavement Maintenance Fund, and VTA Measure B Pavement Maintenance Fund) that were previously subaccounts within the Construction Excise Tax Fund. Reallocating these funds to individual budgeted capital funds will improve transparency and financial and budgetary administration.
- **Annual Action Plan Alignment** – These actions align funding allocations in the Community Development Block Grant Fund, Home Investment Partnership Program Trust Fund, Multi-Source Housing Fund to the federal grant amounts outlined in the Annual Action Plan (AAP). The City submits an annual document known as the AAP to the U.S. Department of Housing and Urban Development (HUD) that describes how it will use federal funds to address local housing and community development needs over the next year, in alignment with the larger, multi-year Consolidated Plan. The AAP details specific activities, projects, and resources planned to achieve the goals of the Community Development Block Grant (CDBG), HOME Investment Partnerships, Emergency Solutions Grants (ESG), and Housing Opportunities for Persons With AIDS (HOPWA) programs. The adjustments reflect the final figures submitted to HUD and may differ slightly from those in the AAP approved by City Council on June 3, 2025 due to updates to program income, carryover balances, rounding differences, and technical corrections to ensure alignment with HUD's reporting requirements.
- **Gift Trust Fund Reconciliation** – These actions allocate the actual revenues received in 2024-2025 that were not incorporated into the 2025-2026 Adopted Budget for existing gifts, as well as rebudgeted gifts that were anticipated to be spent in 2024-2025 but had funds remaining. The Gift Trust Fund accounts for revenues and expenditures related to gifts, donations, and bequests to the City, and funds deposited may only be used for the specified gifts as indicated.
- **Transfer to the General Fund – Interest Income** – These actions transfer interest earnings from certain Special/Capital Funds to General Fund. These actions adjust these transfers to reflect the latest projections for 2025-2026.

IV. RECOMMENDED BUDGET ADJUSTMENTS AND CLEAN-UP/REBUDGET ACTIONS

General Fund & Special/Capital Funds

- **Prior Year Encumbrance Liquidation** – These actions appropriate funding for prior year encumbrances that were liquidated in 2024-2025 and fell to the fund’s ending fund balance. These encumbrances were for a specific contract and due to various reasons, the current vendor was unable to fulfill the obligations under the contract. It is recommended that the funding be appropriated and re-encumbered for the same purpose but with a different vendor or contract.
- **Restricted Revenue/Expenditure Reconciliations** – These actions adjust appropriations to align budgeted revenues and expenses with the actual performance of restricted revenues/expenditures. Reconciliations of these revenues and expenditures for these programs are conducted to determine if revenues exceeded or fell below costs. To meet the commitment to the restricted funding source, all related funds are used solely to support the respective programs. Some examples of these program reconciliations with actions recommended in this report include:
 - Certified Access Specialist Program (CASP)
 - Contractual Street Tree Planting
 - Digital Inclusion Program
 - Electric Vehicle Charging Stations
 - Public, Education, and Government (PEG) Access Program
 - Tree Mitigation
- **Restricted Revenue/Expenditure Special/Capital Fund Reconciliations** – These actions adjust appropriations to align budgeted revenues and expenses with the actual performance within a Special/Capital Fund. Transfers are made in the Special/Capital Fund from subaccounts within the respective Special/Capital Fund with corresponding actions to reserves or the Ending Fund Balance associated with the subaccount.

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Required Technical-Rebalancing Actions			
<p>Business Improvement District Creation</p> <p>This action re-establishes the Business Improvement District Creation City-Wide Expenses appropriation in the amount of \$20,000 to complete the formation of The Alameda Community Benefit Improvement District. The district was approved by the City Council on June 17, 2025. A budget of \$53,000 was initially allocated to cover staffing costs related to the district's formation, including the analysis of the district management plan, coordination with the City Clerk's Office for mailing ballots, preparation of multiple City Council memoranda, and filing with the County Assessor's Office. The additional funding will ensure that staff can complete the district's formation in 2025-2026, which includes covering additional filing fees with the County Assessor's Office, finalizing the negotiation and execution of the agreement with the Alameda Business Association, and training the Alameda Business Association staff on the Brown Act and Prevailing Wage requirements to comply with State Law and local ordinances.</p>	City Manager - Office of Economic Development and Cultural Affairs	\$20,000	
<p>Personal Services (Energy Customer Development Team - Delete 1.0 Senior Executive Analyst)</p> <p>This action decreases the Office of Economic Development and Cultural Affairs (OEDCA) Personal Services appropriation by \$185,832 and deletes 1.0 Senior Executive Analyst position. As part of the 2025-2026 Adopted Operating Budget, an Energy Customer Development Team, which consists of 1.0 Assistant to the City Manager and 1.0 Senior Executive Analyst positions, was added in OEDCA. However, upon further assessment, it was determined that the role of the Senior Executive Analyst position would be more appropriate as a Development Officer position and housed within the Planning, Building and Code Enforcement Department (PBCE). The position will support major data center projects, guiding them from initial application through permit issuance. This includes working closely with internal review teams (Planning, Building, Public Works, and Fire Prevention), external agencies, and OEDCA. The role also involves coordinating day-to-day permit issues, responding to developer questions, maintaining project timelines, and supporting inspection and construction sequencing, which are essential activities to keeping high- priority, high-value data center projects on track. A corresponding action to add 1.0 Development Officer position with the funding in PBCE is recommended elsewhere in this report.</p>	City Manager - Office of Economic Development and Cultural Affairs	(\$185,832)	

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
<p>Non-Personal/Equipment (Purified Water Program)</p> <p>This action decreases the Environmental Services Department's Non-Personal/Equipment appropriation by \$110,887 and shifts this funding, along with \$72,107 rebudgeted from the Environmental Services Department's Personal Services appropriation, to the newly established Purified Water Program City-Wide Expenses appropriation described elsewhere in this report. In 2024-2025, Valley Water paid the City \$200,000 upfront to support staff time as needed devoted to the Purified Water Program whose time was allocated to utility funds. A total of \$182,994 remains to support this program.</p>	<p>Environmental Services Department</p>	<p>(\$110,887)</p>	
<p>Purified Water Program</p> <p>This action establishes the Purified Water Program City-Wide Expenses appropriation in the amount of \$110,887. In 2024-2025, Valley Water paid the City \$200,000 upfront to support staff time as needed devoted to the Purified Water Program whose time was allocated to utility funds. A total of \$182,994 remains in the Environmental Services Department's budget, of which \$110,887 is recommended to be shifted from Non- Personal/Equipment appropriation and \$72,107 is recommended to be rebudgeted in the Personal Services appropriation and then reallocated to the Purified Water Program City-Wide Expenses appropriation. This action is offset by a corresponding decrease to the Non-Personal/Equipment appropriation to the Environmental Services Department.</p>	<p>Environmental Services Department</p>	<p>\$110,887</p>	
<p>Revenue from Local Agencies (Purified Water Program)</p> <p>This action increases the estimate for Revenue from Local Agencies by \$727,698 to recognize funding that was inadvertently omitted during the development of the 2025-2026 budget. Since 2024-2025, Valley Water provides ongoing funding for 2.5 positions in the Environmental Services Department in the Purified Water Program, including 1.0 Senior Environmental Program Manager, 1.0 Supervising Environmental Services Specialist, and 0.5 Deputy Director position, to support a comprehensive water conservation program spanning all water-related utilities operated by the City. This team interfaces with Valley Water in the pursuit of a variety of projects and activities within the "One Water" strategy, including the implementation of water conservation programs, and the coordination and development of plans for a substantial water recycling project for the production of potable water from wastewater effluent.</p>	<p>Environmental Services Department</p>		<p>\$727,698</p>

2025-2026 General Fund Recommended Budget Adjustments Summary

Annual Report

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Non-Personal/Equipment (Chemical Nerve Agent Antidote Kit Replacement)	Fire Department	\$75,000	
<p>This action increases the Fire Department's Non-Personal/Equipment appropriation by \$75,000 for the procurement of 540 doses of dual-chambered auto-injector kits containing two separate chemical nerve agent antidotes. It is intended for use in the event of exposure to a chemical nerve agent or organophosphorus insecticide. The new doses will replace the current inventory set to expire in January 2026.</p>			
Non-Personal/Equipment (Defibrillator Replacement)	Fire Department	\$60,000	
<p>This action increases the Fire Department's Non-Personal/Equipment appropriation by \$60,000 to replace 20 Automated External Defibrillators (AEDs) under the City of San José's Public Access Defibrillator (PAD) Program, which places devices in all city-owned buildings. This allocation replaces 20 of the 200 units in inventory. As part of future budget processes, additional units that approach the end of their serviceable life will be recommended to be funded by the Fire Equipment Replacement Sinking Fund Reserve.</p>			
Non-Personal/Equipment (Equipment Maintenance)	Fire Department	\$66,000	
<p>This action increases the Fire Department's Non-Personal/Equipment appropriation by \$66,000 to provide funding for the continued maintenance and preventive care services for previously acquired emergency medical services devices, such as defibrillators and chest compression devices. The initial one-year vendor-supported service plan has expired. The ongoing maintenance costs will be incorporated as part of the development of the 2026-2027 Base Budget.</p>			
Non-Personal/Equipment (Records Management System)	Fire Department	\$246,600	
<p>This action increases the Fire Department's Non-Personal/Equipment appropriation by \$246,600 to provide funding for the replacement of the department's records management system. The current records management system has reached the end of its useful life and is no longer supported. Initial funding of \$53,000 was appropriated as part of the 2021-2022 Annual Report for this project; however, the bid came in at \$299,600, inclusive of implementation costs. The replacement system will streamline the collection, management, and reporting of fire, medical, and other incident response data. In addition to handling fire prevention invoices, permits, inspections, and related information, the new platform will also support resource and equipment management across the agency.</p>			

2025-2026 General Fund Recommended Budget Adjustments Summary

Annual Report

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Transfers and Reimbursements (Transfer from Real Property Transfer Tax Fund)	General Fund Revenue		\$700,000

This action increases the revenue estimate for Transfers and Reimbursements by \$700,000, from \$145.9 million to \$146.6 million. The 2025-2026 Adopted Budget estimate for the Transfer from the Real Property Transfer Tax Fund - Interest Income was built on the assumption that 2024-2025 collections would total \$1.3 million and remain flat in 2025-2026. However, due to higher than anticipated collections at the end of 2024-2025, collections ended the year at approximately \$2.2 million. Therefore, this report includes a recommendation to increase the 2025-2026 budgeted estimate by \$700,000 to align the budgeted estimate more closely with the prior year collection level.

Transfer to the Real Property Transfer Tax Fund	Housing Department	\$2,138,780	
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This action re-establishes a Transfer to the Real Property Transfer Tax Fund in the amount of \$2.1 million to transfer Real Property Transfer Tax (Measure E) funding from the General Fund. The real property transfer taxes were previously collected and appropriated in the General Fund, but starting in 2024-2025, the Real Property Transfer Tax Fund was established and all taxes are collected and appropriated in that fund. This transfer reflects the liquidation of prior-year encumbrances associated with contracts previously supported by Measure E funding in the General Fund for affordable housing development and homelessness prevention or support services.

Non-Personal/Equipment (Windows 10 Extended Support)	Information Technology Department	\$136,000	
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This action increases the Information Technology's Non-Personal/Equipment appropriation by \$136,000 to provide extended Windows 10 support services for devices in the Police Department and Fire Department. Because of the need for consistent device uptime with expected high-intensity activities through calendar year 2026, delays have been experienced in upgrading devices to Windows 11. Due to the delays, an extension for support services is needed for legacy Windows 10 systems, as provided by an external vendor. After calendar year 2026, the Windows 11 upgrade effort will resume and will modernize the affected devices to the supported standard.

Transfer to the Gift Trust Fund (Library - General Gifts)	Library Department	\$124,643	
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This action establishes a Transfer to the Gift Trust Fund in the amount of \$124,643. Subsequent to a detailed reconciliation, a number of donations and gifts for various branch locations received by the San José Public Library Foundation were incorrectly deposited in the General Fund rather than in the Gift Trust Fund. A corresponding action in the Gift Trust Fund to establish a Transfer from the General Fund and increase the Library-General Gifts appropriation to the Library Department is recommended elsewhere in this report.

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

Action	Department	Expenditure Change	Revenue Change
Council District #01 (Sponsorship)	Mayor & City Council	\$1,000	
This action increases the Council District #01 appropriation by \$1,000 to allocate revenues that were received at the end of 2024-2025 from sponsorship to support the WEPA FEST 2025 event.			
Council District #03 (Sponsorship)	Mayor & City Council	\$500	
This action increases the Council District #03 appropriation by \$500 to allocate revenues that were received at the end of 2024-2025 from sponsorship to support a Lowrider event.			
Council District #05 (Sponsorship)	Mayor & City Council	\$5,243	
This action increases the Council District #05 appropriation by \$5,243 to allocate revenues that were received at the end of 2024-2025 from sponsorship to support a Cinco de Mayo event.			
Council District #08 (4th of July Celebration)	Mayor & City Council	\$30,000	
This action increases the Council District #08 appropriation by \$30,000 to cover the additional costs related to the 4th of July celebration. Due to the destruction of the fireworks warehouse in Yolo County, many 4th of July fireworks displays were cancelled throughout the region, including at Lake Cunningham. To ensure that San José residents could still enjoy an aerial display, the Administration worked with Council District #08 to secure a vendor for a drone light show at a cost of \$60,000. An increase of \$30,000 is recommended to offset the unexpected impact to Council District #08, with the remaining amount absorbed by the City Manager's Special Projects City-Wide Expenses appropriation.			
Council District #08 (Sponsorship)	Mayor & City Council	\$17,000	
This action increases the Council District #08 appropriation by \$17,000 to allocate revenues that were received at the end of 2024-2025 from sponsorship to support the Lake Cunningham 4th of July celebration.			
Council District #09 (Sponsorship)	Mayor & City Council	\$29,500	
This action increases the Council District #09 appropriation by \$29,500 to allocate revenues that were received at the end of 2024-2025 from sponsorship to support a Music in the Valley event.			
City Attorney's Office Outside Litigation Reserve	Office of the City Attorney	\$250,000	
This action increases the City Attorney's Office Outside Litigation Reserve by \$250,000, from \$750,000 to \$1.0 million, to restore funding to an adequate level for anticipated outside legal services costs.			

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
<p>Transfer to the Emergency Reserve Fund</p> <p>This action decreases the Transfer to the Emergency Reserve Fund by \$3.0 million, from \$10.0 million to \$7.0 million. The transfer was originally included in the 2025-2026 Adopted Operating Budget to enable an increase to the FEMA (Federal Emergency Management Agency) Non-Reimbursable Expenses Reserve, intended as a safeguard in the event that a portion of the approximately \$30 million in FEMA reimbursements for pandemic-related expenses was denied. Because actual reimbursements in 2024-2025 exceeded initial projections, the General Fund contribution to this reserve can be reduced.</p>	Office of the City Manager	(\$3,000,000)	
<p>Senior Nutrition Program</p> <p>This action increases the Senior Nutrition Program City-Wide Expenses appropriation by \$265,731, from \$3.3 million to \$3.6 million. Since June 2018, PRNS, in partnership with the County of Santa Clara, has contracted with a vendor to provide cooked meals to seniors at community centers throughout San José in support of the Senior Nutrition Program. The County reimburses the City a portion of the total contract cost to provide meals (\$2.03 million), which was allocated in the 2025-2026 Adopted Operating Budget. The contract to provide the meals has been finalized and the cost of the program is \$265,731 higher than what was assumed in the development of the 2025-2026 budget due to vendor cost increases per meal provided. County reimbursement rates, however, did not increase correspondingly; therefore, in order to maintain the program at the current level, the full burden of increased costs falls to the City. With this action, funding is provided to operate the entire program at an estimated cost of \$3.6 million, partially offset by the County's contribution of \$2.03 million. The higher ongoing costs for the City will be incorporated into the development of the 2026-2027 Base Budget.</p>	Parks, Recreation and Neighborhood Services Department	\$265,731	
<p>Multiple Housing Fee Program Reserve</p> <p>This action establishes the Multiple Housing Fee Program Reserve in the amount of \$900,000. The Multiple Housing Fee Program is a full cost recovery program funded through fees, and the program ended 2024-2025 with expenditure savings and additional revenues. This funding will be set aside for future use by the Multiple Housing Fee Program.</p>	Planning, Building and Code Enforcement Department	\$900,000	

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

Action	Department	Expenditure Change	Revenue Change
Personal Services (Energy Customer Development Team - Add 1.0 Development Officer through June 30, 2030)	Planning, Building and Code Enforcement Department	\$185,832	

This action increases the Planning, Building, Code Enforcement's Personal Services appropriation by \$185,832 and adds 1.0 Development Officer position. As part of the 2025-2026 Adopted Operating Budget, an Energy Customer Development Team, which consists of 1.0 Assistant to the City Manager and 1.0 Senior Executive Analyst positions, was added in the Office of Economic Development and Cultural Affairs (OEDCA). However, upon further assessment, it was determined that the role of the Senior Executive Analyst position would be more appropriate as a Development Officer position and housed within the Planning, Building and Code Enforcement Department (PBCE). The responsibilities of the position remain unchanged from those described in the 2025-2026 Adopted Budget. Within PBCE, the position will support major data center projects, guiding them from initial application through permit issuance. This includes working closely with internal review teams (Planning, Building, Public Works, and Fire Prevention), external agencies, and OEDCA. The role also involves coordinating day-to-day permit issues, responding to developer questions, maintaining project timelines, and supporting inspection and construction sequencing. All of which are essential activities to keeping high-priority, high-value data center projects on track. A corresponding action to delete 1.0 Senior Executive Analyst position with the funding in OEDCA is recommended elsewhere in this report.

Arena Public Safety	Police Department	\$50,000	
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This action increases the Arena Public Safety City-Wide Expenses appropriation, which has been retitled from Arena Peddler Mitigation Program City-Wide Expenses appropriation, to the Police Department by \$50,000, from \$100,000 to \$150,000. As approved by City Council on August 19, 2025, the City of San José and Sharks Sports and Entertainment agreed on a contract extension to keep the Sharks in San José through 2051. As part of the agreement, the City is allocating \$50,000 on a one-time basis to reimburse the Sharks Sports and Entertainment for purchase and deployment of security cameras at the SAP Center.

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

Action	Department	Expenditure Change	Revenue Change
Non-Personal/Equipment/Revenue from State of California (9-1-1 Call Processing Phone System Maintenance)	Police Department	\$299,500	\$158,640

This action increases the Police Department's Non-Personal/Equipment appropriation by \$299,500 and the estimate for Revenue from State of California by \$158,639 for 9-1-1 call processing phone system maintenance. The phone system is a critical system that requires 24/7 availability for both Fire and Police communications and the maintenance support will help mitigate any system failures and ensure a proper and functional system. In previous years, California Governor's Office of Emergency Services (Cal OES) has fully paid for the maintenance services; however, effective 2025-2026, Cal OES will no longer fully support the cost of maintenance services and will shift a portion of the financial responsibility to local agencies. Cities must pay the full amount of the maintenance services and will be reimbursed for a portion of the costs.

Non-Personal/Equipment (Oversized Vehicle Tow Service)	Police Department	\$600,000	
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This action increases the Police Department's Non-Personal/Equipment appropriation by \$600,000 to fund a higher negotiated unit cost for the towing and disposal of oversized vehicles as well as increasing the overall towing capacity. Due to the volume of tows – including the removal and disposal of 79 unsafe recreational vehicles from Columbus Park – and increased costs for the towing and disposal of recreational vehicles, the City Council will consider Item 2.14 their meeting September 30, 2025, to increase the total compensation to the tow contractor and to increase the amount per tow from \$2,000 to \$3,200, among other contract amendments. Combined with the Police Department's existing \$200,000 budget for the towing of oversized vehicles, this action allows for the full funding of tows already incurred through August, including the large number of tows at Columbus Park, and approximately 10 oversized vehicle tows per month from September through June. This funding is exclusive of tows under the Transportation's Department's Oversize Lived-In Vehicle Enforcement Program and the Parks, Recreation and Neighborhood Services Department's Beautify San José program, which have separate budgets for the towing of oversized vehicles. The higher unit price for oversized vehicle tows will be incorporated into the development of the 2026-2027 Base Budget.

2025-2026 General Fund Recommended Budget Adjustments Summary

Annual Report

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Non-Personal/Equipment (South Bay Information Sharing System)	Police Department	\$76,425	

This action increases the Police Department's Non-Personal/Equipment appropriation by \$76,425 to fund the City of San José's share of costs associated with the South Bay Information Sharing System (SBISS) also known as CopLink. This system is a regional law enforcement data-sharing platform. This investigative tool provides law enforcement officers complete visibility and access to cross-jurisdiction information sharing with all the local agencies which leads to improved investigative capabilities and higher solve rate of crimes and incidents. Previously this system was partially funded by the County of Santa Clara's Sheriff's Office State Homeland Security Grant Program which will no longer be available to fund this system effective 2025-2026. This action will provide funding for the City to fully fund the system costs.

Personal Services/Licenses and Permits (Cardroom Regulation Program)	Police Department	(\$310,043)	(\$440,640)
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This action decreases the Police Department's Personal Services appropriation by \$310,043 and the corresponding revenue estimate for License and Permits by \$440,640 due to changes in the Cardroom Regulation Program. On August 19, 2025, the City Council approved the reduction to the Cardroom Regulation Fee for each cardroom by \$220,320, from \$1,077,536 to \$857,216, for a total revenue reduction of \$440,640. The fee reduction is driven by the deletion of 1.0 Senior Auditor and 1.0 Staff Specialist positions in the Police Department's Office of Gaming Control (approved at the August 19 meeting) totaling \$310,043 and a revenue loss of \$130,597, which corresponds to the overhead costs assigned to the two positions.

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

Action	Department	Expenditure Change	Revenue Change
Personal Services (Red Light Running Camera Program)	Police Department	\$211,000	

This action increases the Police Department's Personal Services appropriation by \$211,000 to fund temporary staffing to assist with monitoring the red- light running program. The main duties of this position include, but are not limited to, reviewing all video and photos from red-light cameras; approving or rejecting noted violations; preparing subpoenas for court and conducting secondary investigations into completed citations; reviewing DMV and court files; coordinating with the third-party red- light camera vendor and City Attorney's office regarding notifications and requests for additional court representation, technical equipment maintenance, or audits; gathering, organizing, and evaluating data including video and case files; maintaining evidence within an electronic case management system in compliance with City retention standards; and performing other duties as required to support the pilot project. This action is offset by a corresponding decrease to the Transportation Department's Non-Personal/Equipment appropriation, which included the original budget for this project.

City Hall Maintenance and Repairs	Public Works Department	\$150,000	
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This action establishes the City Hall Maintenance and Repairs appropriation in the amount of \$150,000. This funding will provide for minor restoration work for the exterior of the City Hall campus, such as power washing, window washing, graffiti removal, painting, and repair of broken fixtures. While minor repair work and debris removal has been completed as incidents have occurred, funding for more extensive exterior restoration at City Hall was last allocated in the 2022-2023 Adopted Capital Budget. A new allocation is needed to address the deterioration of exterior areas.

Non-Personal/Equipment (Measure T Facilities Vehicle Purchase)	Public Works Department	\$220,000	
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This action increases the Public Works Department's Non-Personal/Equipment appropriation by \$220,000 to purchase vehicles (two full sized pickup trucks) for the Facilities Maintenance Division. The 2025-2026 Adopted Operating Budget added 2.0 Senior Facility Repair Worker positions, effective April 1, 2026 to support Measure T funded facilities that will come online in spring 2026, including Fire Station 32 and the Police Training Center. These vehicles, inadvertently omitted from the 2025-2026 Adopted Operating Budget, will serve as essential work platforms, enabling staff to transport tools, materials, and safety equipment to a wide range of facilities across San José. With a high volume of projects and service needs, and the varying proximities of sites, transportation is critical to provide timely delivery of base- level trade services.

**2025-2026 General Fund Recommended Budget Adjustments Summary
Annual Report**

Action	Department	Expenditure Change	Revenue Change
<p>San José Museum of Art Cooling Tower Replacement</p> <p>This action decreases the San José Museum of Art Cooling Tower Replacement appropriation by \$150,000 to reallocate anticipated project savings to the San José Museum of Art Improvements appropriation for minor improvements at the San José Museum of Art, including replacement of the exterior banner. The San José Museum of Art Cooling Tower Replacement project is expected to be completed in winter 2025 with project savings resulting from the liquidation of contingency funding that was not needed. The corresponding establishment of the San José Museum of Art Improvements appropriation is recommended elsewhere in this report.</p>	Public Works Department	(\$150,000)	
<p>San José Museum of Art Improvements</p> <p>This action establishes the San José Museum of Art Improvements appropriation in the amount of \$150,000 to fund minor improvements at the San Jose Museum of Art, including replacement of the exterior banner. This action is offset by a corresponding decrease to the San José Museum of Art Cooling Tower Replacement appropriation as recommended in this report.</p>	Public Works Department	\$150,000	
<p>Non-Personal/Equipment (Red Light Running Camera Program)</p> <p>This action decreases the Transportation Department's Non-Personal/Equipment appropriation by \$211,000 and reallocates the funding to the Police Department for temporary staffing to assist with data analysis. In 2022-2023, the Transportation Department received one-time funding of \$733,000 for a Red-Light Running Pilot program. Due to delays in the project, funds have been rebudgeted, including \$356,671 in the 2025-2026 Adopted Budget. This action is offset by a corresponding increase to the Police Department's Personal Services appropriation as described elsewhere in the report.</p>	Transportation Department	(\$211,000)	

2025-2026 General Fund Recommended Budget Adjustments Summary

Annual Report

<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Personal Services/Revenue from Local Agencies (VTA Board Coordination)	Transportation Department	\$263,000	\$377,424

This action increases the Transportation Department's Personal Services appropriation by \$263,000 and increases the estimate for Revenue from Local Agencies by \$377,424. Funding from the VTA will provide temporary staffing to support the City's federal, State, and regional transportation policy and legislative efforts and to perform work related to policy efforts with the Metropolitan Transportation Commission (MTC), the VTA, California Transportation Commission (CTC), and other associated State and federal advocacy efforts. Key functions include tracking legislation, analyzing proposed policy, and internal communication of complex legislative and other policy proposals with impacts to transportation outcomes and/or funding. In September 2025, the City Council approved an agreement with the VTA which provides reimbursement to the City for staff costs incurred as part of this coordination effort. The agreement is retroactively effective from February 2025 and extends until December 2026, with a not to exceed amount of \$526,000. The Transportation Department incurred reimbursable expenses for the temporary staffing in 2024-2025 of \$114,424 and expects to invoice an additional \$263,000 in 2025-2026. As a result, the Transportation Department anticipates reimbursements totaling \$377,424 in 2025-2026. The remainder of the funding (approximately \$149,000) will be recognized and programmed as part of the 2026-2027 budget development.

Required Technical-Rebalancing Actions

\$2,714,879

\$1,523,122

**2025-2026 General Fund Recommended Budget Adjustments Summary
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<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Grants-Reimbursements-Fees			
Environmental Stewardship Program/Revenue from Federal Government	Environmental Services Department	\$209,502	\$209,502
<p>This action increases the Environmental Stewardship Program City-Wide Expenses appropriation to the Environmental Services Department by \$209,502, from \$196,728 to \$406,230, as well as increases the estimate for Revenue from Federal Government in the same amount. This action recognizes the final annual installment of the grant from the Environmental Protection Agency, as approved by the City Council on June 20, 2023, and allocates the resources to multiple community organizations, local agencies, and schools to provide high school students with a hands-on environmental science education experience that covers topics such as water quality, trash load reduction, and climate resilience through emergency preparedness.</p>			
Non-Personal/Equipment/Revenue from State of California (Strike Team Reimbursement)	Fire Department	\$20,000	\$20,000
<p>This action increases the Fire Department's Non Personal/Equipment appropriation and corresponding estimate for Revenue from State of California by \$20,000 to recognize reimbursements received in accordance with the California Governor's Office of Emergency Services Fire Assistance Agreement. These reimbursements are for the Strike Team costs associated with the deployments of Fire Department personnel and resources to assist with wildland fire response in 2024-2025.</p>			
Personal Services/Revenue from State of California (Strike Team Reimbursement)	Fire Department	\$670,794	\$670,794
<p>This action increases the Fire Department's Personal Services appropriation and corresponding estimate for Revenue from State of California by \$670,794 to recognize reimbursements received in accordance with the California Governor's Office of Emergency Services Fire Assistance Agreement. These reimbursements are for the Strike Team costs associated with the deployments of Fire Department personnel and resources to assist with wildland fire response in 2024-2025.</p>			

2025-2026 General Fund Recommended Budget Adjustments Summary

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<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
Non-Personal/Equipment/Other Revenue (Packard Foundation Grant)	Information Technology Department	\$50,000	\$50,000

This action increases the Information Technology Department's Non-Personal/Equipment appropriation and the corresponding estimate for Other Revenue by \$50,000 to recognize a portion of the Packard Foundation's grant to the City to support ongoing GovAI Coalition activities. The GovAI Coalition project began in 2024-2025 and has expanded to include both public and private sector partners with the goal of exploring, evaluating, and implementing AI in the pursuit of more efficient, effective, and positive governance. This funding will support legal consultation to pursue the establishment of the GovAI Coalition as a self-sustaining nonprofit organization, as well as the organization of GovAI events and the development of technology tools. This action is accompanied by the recognition and allocation of \$100,000 in additional funding to provide temporary staffing to support the administration of the GovAI Coalition project, as recommended in this report.

Personal Services/Other Revenue (Packard Foundation Grant)	Information Technology Department	\$100,000	\$100,000
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This action increases the Information Technology Department's Personal Services appropriation and the corresponding estimate for Other Revenue by \$100,000 to recognize a portion of the Packard Foundation's grant to the City to support ongoing GovAI Coalition activities. The GovAI Coalition project began in 2024-2025 and has expanded to include both public and private sector partners with the goal of exploring, evaluating, and implementing AI in the pursuit of more efficient, effective, and positive governance. This funding will provide temporary staffing to support the administration of the GovAI Coalition project. This action is accompanied by the recognition and allocation of \$50,000 in additional funding to provide legal consultation to pursue the establishment of the GovAI Coalition as a self-sustaining nonprofit organization, as well as the organization of GovAI events and the development of technology tools, as recommended in this report.

**2025-2026 General Fund Recommended Budget Adjustments Summary
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<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
CaliforniansForAll Youth Workforce Program – Learning Loss Mitigation Pathway (3.0 Grant)/Revenue from State of California	Library Department	\$42,014	\$42,014

This action increases the funding for the CaliforniansForAll Youth Workforce Program - Learning Loss Mitigation Pathway City-Wide Expenses appropriation and corresponding estimate for Revenue from State of California by \$42,014. On April 23, 2024, the City Council adopted a resolution to accept a \$5.3 million grant from the California Volunteers State Office to continue the Resilience Corps Program through fall 2025. This is the final year of the multi-year grant, of which \$1.5 million was allocated to the Library Department across three fiscal years. The Library Department will continue to partner with San José Public Library Foundation to implement the Learning Pathways, which aims to support K-12 learning outcomes of high-need youth through expanded learning programming. Funds will be reallocated from Parks, Recreation, and Neighborhood Services Department to the Library Department to ensure programmatic and financial grant compliance.

SJPL Foundation Grants/Other Revenue	Library Department	\$331,750	\$331,750
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This action increases the SJPL Foundation Grants City-Wide Expenses appropriation and corresponding estimate for Other Revenue by \$331,750 to recognize grants from the San José Public Library Foundation. This funding will support programming for the following: Workforce Development (\$133,750), Early Education (\$97,000), Adult Literacy and ESL (\$78,750), Summer Learning (\$1,000), and Alivso - STEAM (\$21,250).

2024 Emergency Management Performance Grant/Revenue from Federal Government	Office of the City Manager	\$22,600	\$22,600
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This action establishes the 2024 Emergency Management Performance Grant City-Wide Expenses appropriation and the corresponding estimate for Revenue from Federal Government in the amount of \$22,600 to support technology needs at the Emergency Operations Center (EOC) and for emergency training. This grant will fund equipment needs such as audio-visual systems, cameras, quad viewers, and an EOC personnel tracking system.

**2025-2026 General Fund Recommended Budget Adjustments Summary
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<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
<p>Non-Personal/Equipment/Revenue from Federal Government (Urban Areas Security Initiative Grant - OEM 2024)</p> <p>This action increases the Office of the City Manager's Non-Personal/Equipment appropriation and the corresponding estimate for Revenue from Federal Government by \$15,000 for the procurement of training materials for the Community Emergency Response Team (CERT). These materials include a fire extinguisher, an air compressor, and a training simulation kit.</p>	Office of the City Manager	\$15,000	\$15,000
<p>CaliforniansForAll Youth Workforce Program - Climate Change Pathway (3.0 Grant)/Revenue from State of California</p> <p>This action decreases the funding for the CaliforniansForAll Youth Workforce Program - Climate Change Pathway City-Wide Expenses allocation and the corresponding estimate for Revenue from State of California by \$42,014. On April 23, 2024, the City Council adopted a resolution to accept a \$5.3 million grant from the California Volunteers State Office to continue the Resilience Corps Program through fall 2025. This is the final year of the multi-year grant of which \$3.8 million will be allocated to the Parks, Recreation, and Neighborhood Services (PRNS) Department across two fiscal years. PRNS Department will continue to partner with the San Jose Conservation Corps to implement the Climate Change Pathway, which aims to support the cleanup of watersheds, trails, and parks. Funds will be reallocated from PRNS Department to the Library Department to ensure programmatic and financial grant compliance.</p>	Parks, Recreation and Neighborhood Services Department	(\$42,014)	(\$42,014)
<p>Non-Personal/Equipment/Other Revenue (Silicon Valley Community Foundation Circle of Life Senior Endowment Fund Grant)</p> <p>This action increases the Parks, Recreation, and Neighborhood Services Department's (PRNS) Non-Personal/Equipment appropriation and the corresponding estimate for Other Revenue in the amount of \$5,492. PRNS was awarded a Circle of Life Senior Endowment Fund grant from Silicon Valley Community Foundation to support specialized emergency preparedness classes for adults 50+. Classes will be offered at Roosevelt, Seven Trees, Cypress (in Chinese), Evergreen, and Mayfair (in Spanish) community centers.</p>	Parks, Recreation and Neighborhood Services Department	\$5,492	\$5,492

**2025-2026 General Fund Recommended Budget Adjustments Summary
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<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
<p>Non-Personal/Equipment/Revenue from Local Agencies (Council District 8 Late Night Open Gym)</p> <p>This action increases the Parks, Recreation, and Neighborhood Services Department's (PRNS) Non-Personal/Equipment appropriation by \$30,000 and the corresponding estimate for Revenue from Local Agencies by the same amount to recognize a contribution from the Santa Clara County to support open gym in Council District 8. This program was created to promote positive social interaction among peers while creating opportunities for safe recreation and physical activity. This program was initiated by a one-time addition of \$22,460 in City funds in the 2024-2025 Adopted Budget, with an additional \$30,000 awarded in spring 2025 from the Santa Clara County but never recognized or allocated.</p>	<p>Parks, Recreation and Neighborhood Services Department</p>	<p>\$30,000</p>	<p>\$30,000</p>
<p>Non-Personal/Equipment/Revenue from Local Agencies (SCPHD Grant for Recreation Preschool)</p> <p>This action increases the Parks, Recreation, and Neighborhood Services Department's (PRNS) Non-Personal/Equipment appropriation and the corresponding estimate for Revenue from Local Agencies by \$15,000 for the Coordinated Approach to Child Health (CATCH) Program grant funded by the Santa Clara County Public Health Department. This grant promotes healthier lifestyles for children through nutrition and physical activity by providing 10 hours of training to staff working at the San José Recreation Preschool and R.O.C.K Afterschool Program. This is the second amendment to this grant, bringing the total award to \$50,000. The grant term ends September 30, 2026.</p>	<p>Parks, Recreation and Neighborhood Services Department</p>	<p>\$15,000</p>	<p>\$15,000</p>

**2025-2026 General Fund Recommended Budget Adjustments Summary
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<u>Action</u>	<u>Department</u>	<u>Expenditure Change</u>	<u>Revenue Change</u>
<p>Santa Clara Valley Water District Grant for Native Garden Installation/Revenue from Local Agencies</p> <p>This action establishes the Santa Clara Valley Water District Native Garden Installation Grant City-Wide Expenses appropriation and increases the estimate for Revenue from Local Agencies in the amount of \$36,829. This grant, anticipated to begin in January 2026, supports developing and maintaining sustainable landscaping while contributing to the City's environmental and water conservation goals through use of native plant species in multiple San José parks. This allocation represents the first year of a three-year grant, totaling \$146,510. The remaining funding of \$109,681 (\$73,657 in 2026-2027 and \$36,024 in 2027-2028) will be allocated in future budget processes.</p>	<p>Parks, Recreation and Neighborhood Services Department</p>	\$36,829	\$36,829
<p>Selective Traffic Enforcement Program 2025-2026/Revenue from Federal Government</p> <p>This action establishes the Selective Traffic Enforcement Program 2025-2026 City-Wide Expenses appropriation in the amount of \$235,000 and increases the corresponding estimate for Revenue from Federal Government by \$235,000. The program primarily funds overtime for police officers to staff DUI checkpoints / saturation patrols, and conduct distracted driving, motorcycle safety, Click It or Ticket, and pedestrian/bicycle enforcement operations. The term of the grant is October 1, 2025 through September 30, 2026.</p>	<p>Police Department</p>	\$235,000	\$235,000
<p>Review and Inspection of Billboards and Other Facilities/Other Revenue</p> <p>This action increases the Review and Inspection of Billboards and Other Facilities City-Wide Expenses appropriation and increases the corresponding estimate for Other Revenue by \$835,537, from \$403,000 to \$1.2 million, to recognize revenues from private partners, to support staff oversight and management of permitting and inspection work for multiple projects, including: Excite Ballpark, SAP Center, and for the installation of electronic billboards throughout the City. Staff services will include, but not be limited to, project coordination, electrical/structural/civil design and permit reviews, permitting, construction supports, RFIs, inspections, third-party special inspections, and project close-out.</p>	<p>Public Works Department</p>	\$835,537	\$835,537
Grants-Reimbursements-Fees		\$2,577,504	\$2,577,504
TOTAL		\$5,292,383	\$4,100,626

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Affordable Housing Impact Fee Fund (452)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Housing Project Reserve	Housing Department	\$467,217	
<p>This action increases the Housing Project Reserve by \$467,217, from \$5.0 million to \$5.5 million, to support future work efforts for housing preservation and development. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Ending Fund Balance Adjustment	Housing Department	(\$467,217)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
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Affordable Housing Impact Fee Fund (452)		\$0	\$0

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Airport Revenue Fund (521)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Airline Agreement Reserve	Airport Department	\$1,000,000	
<p>This action increases the Airline Agreement Reserve by \$1.0 million, from \$168.8 million to \$169.9 million, to align the budget with the final Airport Airline Rates and Charges for 2025-2026. Corresponding actions to decrease the Transfer to the Airport Surplus Revenue Fund in the Airport Revenue Fund, reduce the Transfers in and out of the Airport Surplus Revenue Fund, and decrease the Transfers in and Ending Fund Balance in the Airport Renewal and Replacement Fund are recommended in this report.</p>			
Transfer to Airport Surplus Revenue Fund	Airport Department	(\$1,000,000)	
<p>This action decreases the Transfer out to the Airport Surplus Revenue Fund by \$1.0 million, from \$35.3 million to \$34.3 million. This action will align the budget with the final Airport Airline Rates and Charges for 2025-2026. Due to lower Airport passenger levels compared to previous forecasts, the Airport Department reviewed the Airport Capital Program and prioritized critical existing capital projects, resulting in a reduction of \$1.0 million to the Airport Capital Program associated with airline activity that was already reflected in the Airport Airline Rates and Charges. Corresponding actions to increase the Airline Agreement Reserve in the Airport Revenue Fund, reduce the Transfers in and out of the Airport Surplus Revenue Fund, and decrease the Transfers in and Ending Fund Balance in the Airport Renewal and Replacement Fund are recommended in this report.</p>			
Airport Revenue Fund (521)		\$0	\$0

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Airport Surplus Revenue Fund (524)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Transfer to Airport Renewal and Replacement Fund/Transfers and Reimbursements (Transfer from Airport Revenue Fund)	Airport Department	(\$1,000,000)	(\$1,000,000)
<p>This action decreases the Transfer out to the Airport Renewal and Replacement Fund by \$1.0 million, from \$31.1 million to \$30.1 million, offset by a decrease to the Transfer in from the Airport Revenue Fund by \$1.0 million, from \$35.3 million to \$34.3 million. This action will align the budget with the final Airport Airline Rates and Charges for 2025-2026. Corresponding actions to decrease the Transfer out to the Airport Surplus Revenue Fund and increase the Airline Agreement Reserve in the Airport Revenue Fund, and decrease the Transfer in and Ending Fund Balance in the Airport Renewal and Replacement Fund are recommended in this report.</p>			
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Airport Surplus Revenue Fund (524)		(\$1,000,000)	(\$1,000,000)

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Benefits Funds - Benefit Fund (160)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Healthcare Incentive Program This action increases the Healthcare Incentive Program appropriation by \$4,996, from \$380,000 to \$384,996, to allocate additional revenue received from contractual performance guarantees in 2024-2025. One-time receipts from vendor performance guarantees and Flexible Spending Account forfeitures exclusively support the Healthcare Incentive Program, which seeks to diversify the City's health plan provider network and the plan options available to employees.	Human Resources Department	\$4,996	
Ending Fund Balance Adjustment This action decreases the Ending Fund Balance to offset the action recommended in this report.	Human Resources Department	(\$4,996)	
Benefits Funds - Benefit Fund (160)		\$0	\$0

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Business Improvement District Fund (351)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Monterey Corridor Business Improvement District/Special Assessments</p> <p>This action increases the Monterey Corridor Improvement District appropriation and corresponding revenue estimate for Special Assessments by \$100,000, from \$252,000 to \$352,000, to align with the latest estimates for assessment collections. The Monterey Corridor Business Improvement District was established by the City Council in 2024 and the revenue and expense estimates included in the 2025-2026 Adopted Operating Budget were based on limited data. Assessments are collected by the City and passed through to the district.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	\$100,000	\$100,000
<p>Tully Road Eastridge Business Improvement District/Special Assessments</p> <p>This action increases the Tully/Eastridge Corridor Improvement District appropriation and corresponding revenue estimate for Special Assessments by \$40,000, from \$108,000 to \$148,000, to align with the latest estimates for assessment collections. The Tully Road Eastridge Business Improvement District was established by the City Council in 2024 and the revenue and expense estimates included in the 2025-2026 Adopted Operating Budget were based on limited data. Assessments are collected by the City and passed through to the district.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	\$40,000	\$40,000
<p>Transfer to the Willow Glen Community Benefit Improvement District Fund</p> <p>This action establishes a Transfer to the Willow Glen Community Benefit Improvement District Fund in the amount of \$17,642. In the 2025-2026 Adopted Operating Budget, the Willow Glen Community Benefit Improvement District Fund was established to enhance transparency and accurate accounting of the sources and uses of the district. These funds represent the reconciliation of the 2024-2025 special assessments and expenses for Willow Glen Community Benefit Improvement District, which have been recorded in the Business Improvement District Fund and are now being transferred to the new fund. A corresponding decrease to the Willow Glen CBID Reserve is recommended to offset this action.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	\$17,642	
<p>Willow Glen CBID Reserve</p> <p>This action decreases the Willow Glen CBID Reserve to offset the action recommended in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	(\$17,642)	
Business Improvement District Fund (351)		\$140,000	\$140,000

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Convention and Cultural Affairs Fund (536)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Transfers and Reimbursements (Transfer from the Transient Occupancy Tax Fund)</p> <p>This action increases the revenue estimate for Transfers and Reimbursements from the Transient Occupancy Tax Fund by \$175,816, from \$13.26 million to \$13.43 million, to reflect the reconciliation of Transient Occupancy Tax (TOT) revenue for 2024-2025. Actual 2024-2025 TOT revenues and interest earnings of \$25.8 million in the TOT Fund ended slightly above the budgeted estimate by approximately \$336,000. This performance results in the increase of \$175,816 to the Transfer from the Transient Occupancy Tax Fund, in accordance with the distribution formula outlined in the San José Municipal Code to allocate revenue received in the TOT Fund. Corresponding reconciling adjustments in the Transient Occupancy Tax Fund are recommended elsewhere in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>		\$175,816
<p>Ending Fund Balance Adjustment</p> <p>This action increases the Ending Fund Balance to offset the actions recommended in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	\$175,816	
<p>Convention and Cultural Affairs Fund (536)</p>		\$175,816	\$175,816

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Emergency Reserve Fund (406)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
FEMA Non-Reimbursable Expenses Reserve/Transfers and Reimbursements (Transfer from the General Fund)	Finance Department	(\$3,000,000)	(\$3,000,000)

This action decreases the FEMA Non-Reimbursable Expenses Reserve by \$3.0 million, from \$13.0 million to \$10.0 million, and the revenue estimate for Transfers and Reimbursements to reflect a lower transfer from the General Fund by \$3.0 million, from \$10.0 million to \$7.0 million. In the development of the 2025-2026 Adopted Operating Budget, revenue estimates for federal reimbursements related to pandemic emergency projects and winter storm responses were projected to have a shortfall from what was originally anticipated to be collected, therefore, a transfer of \$10.0 million from the General Fund was budgeted to mitigate the potential revenue shortfall. However, due to recent reimbursement collection efforts from staff, the actual and estimated collections have decreased the potential shortfall by \$3.0 million and the General Fund transfer is being adjusted accordingly. A corresponding action to decrease the transfer the funds from the General Fund is recommended elsewhere in this report.

Emergency Reserve Fund (406)		(\$3,000,000)	(\$3,000,000)
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**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Fire Development Fee Program Fund (240)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Fire Development Fee Program - Non-Personal/Equipment (Vehicle Replacement)</p> <p>This action increases the Fire Development Fee Program Non-Personal/Equipment appropriation by \$65,000 to replace a vehicle (one sedan) that has reached the end of its serviceable life. The new vehicle will be assigned to Development Services inspectors who conduct on-site construction inspections funded by associated fees. Maintaining inspection capacity and accessibility is essential to ensure timely completion of development projects and to support the department's ability to deliver consistent, fee-based services to the development community. This action is offset by a corresponding decrease to the Fire Inspection Improvements appropriation as recommended in this report.</p>	Fire Department	\$65,000	
<p>Fire Inspection Improvements</p> <p>This action decreases the Fire Inspection Improvements appropriation by \$65,000, from \$145,909 to \$80,909, to reallocate funds to the Fire Development Fee Program - Non-Personal/Equipment appropriation for a vehicle replacement. Funds were initially set aside in the Fire Inspection Improvements appropriation to fund operational improvements that will assist with reducing inspection time. A corresponding action to increase the Fire Development Fee Program – Non-Personal/Equipment appropriation is also recommended in this report.</p>	Fire Department	(\$65,000)	
Fire Development Fee Program Fund (240)		\$0	\$0

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Gift Trust Fund (139)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Almaden Senior Programming This action establishes the Almaden Senior Programming appropriation in the amount of \$ 3,718 to appropriate a gift from the Computer Classes for Adults organization. The gift will support special event efforts for the Almaden Senior Programming. A corresponding decrease to the Ending Fund Balance is recommended to offset this action.	Parks, Recreation and Neighborhood Services Department	\$3,718	
Ending Fund Balance Adjustments This action decreases the Ending Fund Balance to offset the actions recommended in this report.	Finance Department	(\$13,930)	
Library – General Gifts/Transfers and Reimbursements (Transfer from the General Fund) This action increases the Library - General Gifts appropriation and corresponding estimate to Transfer from the General Fund by \$124,643. Donations and gifts for various branch locations received from the San José Public Library Foundation were incorrectly deposited in the General Fund rather than in the Gift Trust Fund. A corresponding action to transfer the funds from the General Fund are recommended elsewhere in this report.	Library Department	\$124,643	\$124,643
Community Gardens Scholarship This action establishes the Community Gardens Scholarship appropriation in the amount of \$10,212 to appropriate a gift from the San Jose Water Company. The gift will support special event efforts for the Community Gardens Scholarship. A corresponding decrease to the Ending Fund Balance is recommended to offset this action.	Parks, Recreation and Neighborhood Services Department	\$10,212	
Gift Trust Fund (139)		\$124,643	\$124,643

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Home Investment Partnership Program Trust Fund (445)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Supportive Services/Revenue from Federal Government (HOME-American Rescue Plan Act)	Housing Department	\$17,495	\$17,495
<p>This action increases the Supportive Services appropriation and corresponding estimate for Revenue from Federal Government by \$17,495 to recognize additional grant funding from the federal HOME American Rescue Plan Program. The federal funding program was established to provide housing, services, and shelter to people experiencing homelessness and other vulnerable populations. The City was initially awarded \$11,676,334 in 2021 but the federal government has since increased the allocation by \$17,495. This action aligns the budget with the grant funding available. On December 17, 2024, the City Council approved the use of these funds for rental assistance and supportive services to San José residents under the Tenant-Based Rental Assistance Program with the County of Santa Clara which aims to assist approximately 700 unduplicated households.</p>			
Home Investment Partnership Program Trust Fund (445)		\$17,495	\$17,495

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Homeless Housing, Assistance, and Prevention Fund (454)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Street Outreach and Support Services	Housing Department	\$800,000	
<p>This action increases the Street Outreach and Support Services appropriation by \$800,000, from \$1.0 million to \$1.8 million, to appropriate interest earned in 2024-2025. The funding will support the Targeted Outreach and Engagement Program (TOEP) which provides outreach and services to unsheltered individuals. Currently administered by two third-party providers, the program serves six to seven revolving encampments and the downtown area. The current contracts will be extended through December 31, 2025, and this additional funding is required to continue operations. The TOEP Program is expected to be supported not only by the Homeless Housing, Assistance, and Prevention Fund, but also through appropriations in the General Fund, Multi-Source Housing Fund, and Housing Trust Fund. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Ending Fund Balance Adjustment	Housing Department	(\$800,000)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
Homeless Housing, Assistance, and Prevention Fund (454)		\$0	\$0

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Housing Trust Fund (440)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Housing and Homeless Projects	Housing Department	\$700,000	
<p>This action increases the Housing and Homeless Projects appropriation by \$700,000, from \$600,000 to \$1.3 million to support legal services (\$150,000) and homeless outreach services (\$550,000). This funding will continue supporting legal services to low-income renters regarding rental housing laws, federal subsidy programs, and eviction diversion and mediation strategies, and neutral tenant/landlord counseling, education and dispute resolution services to tenants and landlords. The homeless outreach services are provided through the Targeted Outreach and Engagement Program (TOEP) which provides outreach and services to unsheltered individuals. Currently administered by two third-party providers, the program serves six to seven revolving encampments and the downtown area. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Ending Fund Balance Adjustment	Housing Department	(\$700,000)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
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Housing Trust Fund (440)		\$0	\$0

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Inclusionary Fee Fund (451)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Housing Loans and Grants This action increases the Housing Loans and Grants appropriation by \$1.0 million, from \$20.6 million to \$21.6 million, to support a construction-to-permanent loan for the Roosevelt Apartments affordable housing project. Located in the Roosevelt Park Urban Village, Roosevelt Apartments is a nine-story, mixed-used development that provides 79 affordable housing units and one manager's unit, designed to foster stability and community for residents at risk of or experiencing homelessness. The project completed construction on May 15, 2025, is fully leased, and converted to permanent financing on September 4, 2025. The additional funding will cover soft costs associated with the conversion. The project was initially approved by City Council for a \$9.4 million loan, later amended on May 24, 2022 by \$1.9 million for a total of \$11.3 million. With this action, the City's total commitment increases to \$12.3 million. This action is offset by a corresponding decrease to the Ending Fund Balance recommended in this report.	Housing Department	\$1,013,199	
Housing Project Reserve This action increases the Housing Projects Reserve by \$750,590 to reallocate funds from the Ending Fund Balance to set aside funding to support future work efforts for housing preservation and development. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.	Housing Department	\$750,590	
Ending Fund Balance Adjustment This action decreases the Ending Fund Balance to offset the actions recommended in this report.	Housing Department	(\$1,763,789)	
Inclusionary Fee Fund (451)		\$0	\$0

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Low and Moderate Income Housing Asset Fund (346)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Housing Project Reserve/Revenue from the Use of Money/Property (Loan Repayments)	Housing Department	\$22,405,151	\$22,405,151
<p>This action increases the Housing Project Reserve and corresponding estimate for Revenue from the Use of Money/Property by \$22.4 million to recognize one-time loan repayments received in 2025-2026. These unanticipated revenues were not included in the development of the 2025-2026 Adopted Budget and will support future work efforts for housing preservation and development. The repayments are from the Las Ventanas, Morrone Gardens, and Avendia Espana projects. With all the recommended actions included in this report, the Housing Project Reserve will increase from \$33.0 million to \$93.8 million.</p>			
Housing Project Reserve/Transfers and Reimbursements (Transfer from the Real Property Transfer Tax Fund)	Housing Department	\$22,875,000	\$22,875,000
<p>This action increases the Housing Project Reserve and corresponding revenue estimate for Transfers and Reimbursements by \$22.9 million to reflect a transfer from the Real Property Transfer Tax Fund to reimburse Low and Moderate Income Housing Asset Fund for the Vista Montana project. The City purchased the Vista Montana site in 2020 using the Low and Moderate Income Housing Asset Fund. However, construction has not begun. The Low and Moderate Income Housing Asset Fund restricts development to households earning up to 60% of the Area Median Income (AMI), while affordable housing developed with Measure E funds or the Real Property Transfer Tax Fund allows for households earning up to 80% AMI. By reimbursing the Low and Moderate Income Housing Asset Fund for the purchase of Vista Montana with Measure E funding, the City can increase flexibility for development proposals, making the project more financially feasible. The funding in the Housing Project Reserve will support future work efforts for housing preservation and development. With all the recommended actions included in this report, the Housing Project Reserve will increase from \$33.0 million to \$93.8 million.</p>			
Housing Project Reserve	Housing Department	\$15,558,726	
<p>This action increases the Housing Project Reserve by \$15.6 million to support future work efforts for housing preservation and development. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report. With all the recommended actions included in this report, the Housing Project Reserve will increase from \$33.0 million to \$93.8 million.</p>			
Ending Fund Balance Adjustment	Housing Department	(\$15,558,726)	
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			

Low and Moderate Income Housing Asset Fund (346)

\$45,280,151

\$45,280,151
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Multi-Source Housing Fund (448)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Encampment Resolution Funding Grant	Housing Department	\$51,829	
<p>This action re-establishes the Encampment Resolution Funding Grant appropriation in the amount of \$51,829 to appropriate interest earned on the State Encampment Resolution Funding grant from inception through the end of 2024-2025. These funds will be used to address homelessness-related costs that may arise outside of planned expenditures, such as providing water service at Columbus Park and other unanticipated needs. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Encampment Resolution Funding Grant 3	Housing Department	\$34,659	
<p>This action increases the Encampment Resolution Funding Grant 3 appropriation by \$34,659, from \$2,410,540 to \$2,445,199, to appropriate interest earned on the State Encampment Resolution Funding round 3 grant from inception through the end of 2024-2025. These funds will be used to address homelessness-related costs that may arise outside of planned expenditures, such as providing water service at Columbus Park and other unanticipated needs. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Emergency Shelters	Housing Department	\$2,000,000	
<p>This action increases the Emergency Shelters appropriation by \$2.0 million, from \$2.8 million to \$4.8 million, to support the operations of interim housing sites. The City, through third-party providers, currently operates 13 interim housing sites and anticipates opening 3 additional sites and approximately 250 motel units during this fiscal year. This action is offset by a corresponding decrease to the Ending Fund Balance recommended in this report.</p>			
Non-Personal/Equipment (Interim Housing Operations and Homeless Outreach)	Housing Department	\$2,074,842	
<p>This action increases the Housing Department's Non-Personal/Equipment appropriation by \$2.1 million to support operations at interim housing sites and homeless outreach. The City, through third-party providers, currently operates 13 interim housing sites and anticipates opening 3 additional sites and approximately 250 motel units during this fiscal year. The homeless outreach services are provided through the Targeted Outreach and Engagement Program (TOEP) which provides outreach and services to unsheltered individuals. Currently administered by two third-party providers, the program serves six to seven revolving encampments and the downtown area. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Ending Fund Balance Adjustment			(\$4,161,330)
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			

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Public Works Development Fee Program Fund (241)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Non-Personal/Equipment/Fees, Rates, and Charges (Energy Customer Development Team Vehicles)</p> <p>This action increases the Public Works Department's Non-Personal/Equipment appropriation by \$120,000 and increases the corresponding revenue estimate for Fees, Rates, and Charges to recognize revenues from PG&E to purchase vehicles (two electric SUVs) for the Energy Customer Development Team. The 2025-2026 Adopted Operating Budget established the Energy Customer Development Team, consisting of 1.0 Associate Engineer, 1.0 Senior Engineering Technician, 1.0 Senior Construction Inspector, and 1.0 Associate Construction Inspector positions, to be funded through June 30, 2030. The Senior Construction Inspector and Associate Construction Inspector need vehicles for site visits such as permitting inspections, pre-construction support, and on-site construction management. Dedicated vehicles will support timely project delivery and enhance the City's ability to meet PG&E implementation goals for economic development and decarbonization initiatives.</p>	Public Works Department	\$120,000	\$120,000
Ending Fund Balance Adjustment	Public Works Department	\$646,859	
<p>This action increases the Ending Fund Balance to offset the action recommended in this report.</p> <p>Transfers and Reimbursements (Transfer from the Small Cell Permitting Fee Program Fund)</p> <p>This action increases the revenue estimate for Transfers and Reimbursements by \$646,859, from \$550,841 to \$1.2 million, to recognize additional funds received from the Small Cell Permitting Fee Program Fund. In the 2024-2025 Adopted Operating Budget, 1.0 Senior Construction Inspector, 1.0 Senior Engineer, and 0.5 Engineering I/II positions were shifted from the Small Cell Permitting Fee Program Fund to the Public Works Development Fee Program Fund as a result of anticipated reduced workload in 2024-2025 because the program was winding down. It was anticipated that any remaining work would be absorbed within the Public Works Development Fee Program Fund, and any additional revenue collected in 2024-2025 would be transferred to the Public Works Development Fee Program Fund. A corresponding increase to the Ending Fund Balance is recommended to offset this action.</p>	Public Works Department		\$646,859
Public Works Development Fee Program Fund (241)		\$766,859	\$766,859

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Public Works Small Cell Permitting Fee Program Fund (242)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Transfer to the Public Works Development Fee Program Fund	Public Works Department	\$646,859	
<p>This action increases the Transfer to the Public Works Development Fee Program Fund by \$646,859, from \$550,841 to \$1.2 million, to close out the Small Cell Permitting Fee Program Fund. In the 2024-2025 Adopted Operating Budget, 1.0 Senior Construction Inspector, 1.0 Senior Engineer, and 0.5 Engineering I/II positions were shifted from the Small Cell Permitting Fee Program Fund to the Public Works Development Fee Program Fund as a result of anticipated reduced workload in 2024-2025 because the program was winding down. It was anticipated that any remaining work would be absorbed within the Public Works Development Fee Program Fund, and any additional revenue collected in 2024-2025 would be transferred to the Public Works Development Fee Program Fund during a future budget process. A corresponding decrease to the Ending Fund Balance is recommended to offset this action.</p>			
Ending Fund Balance Adjustment	Public Works Department	(\$646,859)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
Public Works Small Cell Permitting Fee Program Fund (242)		\$0	\$0

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Real Property Transfer Tax Fund (404)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
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Outreach, Sanitation and Other Support Services (15% HSP)	Housing Department	\$0	
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The action broadens the purpose of the Outreach, Sanitation and Other Support Services (15% Homeless Support Programs) appropriation from its original scope. Established in the 2024-2025 Adopted Budget, the appropriation was intended to fund sanitation services at encampments along waterways, as well as outreach and other support services to meet the basic needs of residents along the waterways and conduct housing assessments to refer and place individuals into shelter and housing opportunities. Due to significant costs associated with encampments in other areas of the City, such as ongoing efforts at Columbus Park to provide outreach and supportive services, staff recommends expanding the appropriation to fund outreach, sanitation and other support services citywide. Examples of supportive services at Columbus Park include basic water needs, security at the water station, and transportation for the homeless from the encampments to the interim housing sites.

Homeless Prevention and Rental Assistance (10% HPRA)	Housing Department	\$1,300,000	
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This action increases the Homeless Prevention and Rental Assistance (10% HPRA) appropriation by \$1.3 million, from \$5.2 million to \$6.5 million, to fully fund a Fiscal Year 2024-2025 agreement with the County of Santa Clara to administer the Homeless Prevention System (HPS). The partnership between the City's Housing Department and the County's Office of Supportive Housing provides early intervention to prevent homelessness by offering financial assistance, case management, and supportive services to low-income households at risk of displacement. Administered through a network of community providers, the HPS program serves San José households and advances long-term housing stability.

In 2024-2025, the City executed an agreement with the County in the amount of \$7.5 million. However, \$1.3 million of this allocation was used to cover costs for Sacred Heart Community Service's Eviction Diversion and Settlement Program, leaving a \$1.3 million shortfall for the HPS contract. With this action, the contract with the County will be fully funded at \$7.5 million. This action is offset by a corresponding decrease to the Measure E - 10% Homeless Prevention and Rental Assistance Reserve as recommended in this report.

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Real Property Transfer Tax Fund (404)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Transfer to the Low and Moderate Income Housing Asset Fund (Vista Montana)	Housing Department	\$22,875,000	

This action re-establishes a Transfer to the Low and Moderate Income Housing Asset Fund in the amount of \$22.9 million to reimburse the Low and Moderate Income Housing Asset Fund for costs related to the Vista Montana project. The City purchased the Vista Montana site in 2020 using the Low and Moderate Income Housing Asset Fund. However, construction has not begun. The Low and Moderate Income Housing Asset Fund restricts development to households earning up to 60% of the Area Median Income (AMI), while affordable housing developed with Measure E funds or the Real Property Transfer Tax Fund allows for households earning up to 80% AMI. By reimbursing the Low and Moderate Income Housing Asset Fund for the purchase of Vista Montana with Measure E funding, the City can increase flexibility for development proposals, making the project more financially feasible. This action is offset by corresponding decreases to the Measure E - 30% Low-Income Households Reserve (\$12.875 million) and Measure E - 40% Extremely Low-Income Households Reserve (\$10.0 million) as recommended in this report.

Measure E - 30% Low-Income Households	Housing Department	(\$12,215,510)	
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This action decreases the Measure E - 30% Low-Income Households appropriation by \$12.2 million, from \$29.2 million to \$17.0 million, to recognize savings from an affordable housing project no longer requiring a previously approved City loan. On March 14, 2023, the City Council approved a Measure E funded loan for the Lupina project (formerly 797 Almaden), located at 771, 777, 787, 797 South Almaden Avenue. The development will provide 98 rent- and income-restricted apartments for extremely low-, very low-, and low-income households, along with one unrestricted manager's unit. The project will instead be funded by the County, releasing the Measure E funds back to reserves for other eligible projects. This action is offset by a corresponding increase to the Measure E - 30% Low-Income Households Reserve as recommended in this report.

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Real Property Transfer Tax Fund (404)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Measure E - 40% Extremely Low-Income Households</p> <p>This action decreases the Measure E - 40% Extremely Low-Income Households appropriation by a net \$7.7 million, from \$22.0 million to \$14.3 million, to reflect a decrease of \$12.7 million for the Lupina affordable housing project, offset by an increase of \$5.0 million for the 525 North Capitol affordable housing project. The Lupina project no longer requires a previously approved City loan. On March 14, 2023, the City Council approved a Measure E funded loan for the Lupina project (formerly 797 Almaden), located at 771, 777, 787, 797 South Almaden Avenue. The development will provide 98 rent- and income-restricted apartments for extremely low-, very low-, and low-income households, along with one unrestricted manager's unit. The project will instead be funded by the County, releasing the Measure E funds back to reserves for other eligible projects.</p> <p>On March 26, 2024, the City Council approved a loan of \$26.5 million from Measure E funds and Inclusionary Fee Funds for the 525 North Capitol development which will provide 158 affordable rent-restricted apartments and two unrestricted manager's units. On June 5, 2025, the Housing Trust of Silicon Valley informed the City it would withdraw its \$5.0 million permanent loan commitment, creating a funding gap. To address this, the Housing Director has authorized a \$5.0 million increase to the City's loan commitment for the project.</p> <p>These actions are offset by a corresponding net increase to the Measure E - 40% Extremely Low-Income Households Reserve as recommended in this report.</p>	Housing Department	(\$7,724,490)	
<p>Measure E - 30% Low-Income Households Reserve</p> <p>This action decreases the Measure E - 30% Low-Income Households Reserve by a net \$659,490 to reflect an increase of \$12.2 million from the Lupina affordable housing project, offset by a decrease of \$12.875 million to fund a transfer to the Low and Moderate Income Housing Asset Fund for the Vista Montana affordable housing project.</p>	Housing Department	(\$659,490)	
<p>Transfer to the General Fund - Interest Income/Revenue from the Use of Money/Property</p> <p>This action increases the Transfer to the General Fund - Interest Income and corresponding estimate for Revenue from the Use of Money/Property by \$700,000, from \$1.3 million to \$2.0 million, to reflect an updated forecast for 2025-2026 interest revenues in the Real Property Transfer Tax Fund.</p>	Housing Department	\$700,000	\$700,000

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Real Property Transfer Tax Fund (404)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Measure E - 10% Homeless Prevention and Rental Assistance Reserve This action decreases the Measure E - 10% Homeless Prevention and Rental Assistance Reserve by \$1.3 million, from \$1.6 million to \$300,000, to fund a fiscal year 2025 agreement with the County of Santa Clara to administer the Homeless Prevention System (HPS). This action is offset by a corresponding increase to the Homeless Prevention and Rental Assistance (10% HPRA) appropriation as recommended in this report.	Housing Department	(\$1,300,000)	
Measure E - 40% Extremely Low-Income Households Reserve This action decreases the Measure E - 40% Extremely Low-Income Households Reserve by a net \$2,275,510 to reflect the following actions: an increase of \$12,724,490 to reflect savings from the Lupina affordable housing project, decrease of \$5.0 million to provide a loan commitment for the 525 North Capitol project, and decrease of \$10.0 million to provide a Transfer to the Low and Moderate Income Housing Asset Fund to reimburse the fund for the Vista Montana project.	Housing Department	(\$2,275,510)	
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Real Property Transfer Tax Fund (404)		\$700,000	\$700,000

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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San José Arena Capital Reserve Fund (459)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Previously Approved Repairs Reserve</p> <p>This action decreases the Previously Approved Repairs Reserve appropriation by \$2,002,214 to provide funding for reimbursements to Sharks Sports Entertainment for capital improvement repairs made at SAP Center. Corresponding increases to the Electrical Repairs (\$497,832), Mechanical Repairs (\$611,883), and Structures Repairs (\$892,499) appropriations are recommended in this report.</p>	City Manager - Office of Economic Development and Cultural Affairs	(\$2,002,214)	
<p>Electrical Repairs</p> <p>This action increases the Electrical Repairs appropriation by \$497,832, from \$1.4 million to \$1.9 million, to provide funding for reimbursements to Sharks Sports Entertainment for capital repairs to the lighting and audio visual systems at the SAP Center. A corresponding decrease to the Previously Approved Repairs Reserve to offset this action is recommended in this report.</p>	City Manager - Office of Economic Development and Cultural Affairs	\$497,832	
<p>Mechanical Repairs</p> <p>This action increases the Mechanical Repairs appropriation by \$611,883, from \$3.7 million to \$4.3 million, to provide funding for reimbursements to Sharks Sports Entertainment for capital repairs at the SAP Center, including improvements to concessions. A corresponding decrease to the Previously Approved Repairs Reserve to offset this action is recommended in this report.</p>	City Manager - Office of Economic Development and Cultural Affairs	\$611,883	
<p>Structures Repairs</p> <p>This action increases the Structures Repairs appropriation by \$892,499, from \$115,000 to \$1.0 million, to provide funding for reimbursements to Sharks Sports Entertainment for capital repairs at the rinkside room at the SAP Center. A corresponding decrease to the Previously Approved Repairs Reserve to offset this action is recommended in this report.</p>	City Manager - Office of Economic Development and Cultural Affairs	\$892,499	
San José Arena Capital Reserve Fund (459)		\$0	\$0

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San José Opioid Response Fund (130)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Opioid Prevention Grant Program</p> <p>This action increases the Opioid Prevention Grant Program appropriation to the Parks, Recreation, and Neighborhood Services Department in the amount of \$45,345, from \$987,702 to \$1.0 million. A non-profit provider that was previously awarded grant funds was unable to use them and returned the funds to the City. The funds will be used to increase number of grantees and/or the amount awarded to each grantee for the next grant cycle. Grants are awarded to non-profit partners to provide services that will discourage or prevent misuse of opioids and reduce overdose deaths or other opioid-related harms through evidence-based or evidence-informed programs or strategies. A corresponding decrease to the Ending Fund Balance is recommended to offset this action.</p>	Parks, Recreation and Neighborhood Services Department	\$45,345	
<p>Ending Fund Balance Adjustment</p> <p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>	Parks, Recreation and Neighborhood Services Department	(\$45,345)	
San José Opioid Response Fund (130)		\$0	\$0

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Sewer Service and Use Charge Fund (541)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Non-Personal/Equipment (Sanitary Sewer Odor Control)</p> <p>This action increases the Transportation Department's Non-Personal/Equipment appropriation by \$158,475 due to a cost increase of ferrous chloride chemicals used for sewer odor control. The cost per dry ton has increased from \$1,115 in 2024-2025 to \$1,221 in 2025-2026. The Sanitary Sewer Maintenance Program uses an estimated 1,500 dry tons of ferrous chloride annually. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report. The higher cost per dry ton of ferrous chloride will be incorporated into the 2026-2027 Base Budget.</p>	Transportation Department	\$158,457	
<p>Ending Fund Balance Adjustment</p> <p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>	Environmental Services Department	(\$158,457)	
Sewer Service and Use Charge Fund (541)		\$0	\$0

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South Bay Water Recycling Operating Fund (570)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>SCVWD - Advanced Water Treatment</p> <p>This action increases the SCVWD - Advanced Water Treatment appropriation by \$3.5 million, from \$5.5 million to \$9.0 million. The annual payment to Valley Water is based on water sales for the year and the operational costs supporting South Bay Water Recycling. This action aligns current expectations for revenues and expenditures in the South Bay Water Recycling Operating Fund with expected payment requirements for the operation of the Advanced Water Treatment Facility, in accordance with the existing agreement between the City and Valley Water. A corresponding decrease to the Ending Fund Balance is recommended in this report.</p>	Environmental Services Department	\$3,500,000	
<p>Non-Personal/Equipment (South Bay Water Recycling Inspection Vehicle Replacement)</p> <p>This action increases the Environmental Services Department's Non-Personal/Equipment appropriation by \$50,000 to support the replacement of a sports utility vehicle. The South Bay Water Recycling Program requires the frequent inspection by City staff of recycled water delivery infrastructure. One of the vehicles used for this purpose was retired after 15 years of service, with the cost of replacing the battery being more expensive than the vehicle's value. A corresponding decrease to the Ending Fund Balance is recommended in this report.</p>	Environmental Services Department	\$50,000	
<p>Ending Fund Balance Adjustment</p> <p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>	Environmental Services Department	(\$3,550,000)	
South Bay Water Recycling Operating Fund (570)		\$0	\$0

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Transient Occupancy Tax Fund (461)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>San José Convention and Visitors Bureau (TOT Revenue Reconciliation)</p> <p>This action increases the San José Convention and Visitors Bureau appropriation by \$87,908, from \$6.82 million to \$6.91 million, to reflect the reconciliation of Transient Occupancy Tax (TOT) revenue for 2024-2025. Actual 2024-2025 TOT revenues and interest earnings of \$25.8 million in the TOT Fund ended slightly above the budgeted estimate by approximately \$336,000. This performance results in the increase of \$87,908 to the San José Convention and Visitors Bureau appropriation, in accordance with the distribution formula outlined in the San José Municipal Code to allocate revenue received in the TOT Fund. Additional adjustments to increase the Transfer to the Convention and Cultural Affairs Fund and to increase the Cultural Grants and Programs Reserve are also recommended in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$87,908</p>	
<p>Transfer to the Convention and Cultural Affairs Fund (TOT Revenue Reconciliation)</p> <p>This action increases the Transfer to the Convention and Cultural Affairs Fund by \$175,816, from \$13.26 million to \$13.43 million, to reflect the reconciliation of Transient Occupancy Tax (TOT) revenue for 2024-2025. Actual 2024-2025 TOT revenues and interest earnings of \$25.8 million in the TOT Fund ended slightly above the budgeted estimate by approximately \$336,000. This performance results in the increase of \$175,816 to the Transfer to the Convention and Cultural Affairs Fund, in accordance with the distribution formula outlined in the San José Municipal Code to allocate revenue received in the TOT Fund. Additional adjustments to increase the San José Convention and Visitors Bureau appropriation and to increase the Cultural Grants and Programs Reserve are also recommended in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$175,816</p>	

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Transient Occupancy Tax Fund (461)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Cultural Grants and Programs Reserve (TOT Revenue Reconciliation)</p> <p>This action increases the Cultural Grants and Programs Reserve by \$87,908, from \$1.9 million to \$2.0 million, to reflect the reconciliation of Transient Occupancy Tax (TOT) and special event permit revenue for 2024-2025. Actual 2024-2025 TOT revenues and interest earnings of \$25.8 million in the TOT Fund ended slightly below the budgeted estimate by approximately \$336,000. This performance results in the net increase of \$87,908 to the Cultural Grants and Programs Reserve, and in accordance with the distribution formula outlined in the San José Municipal Code to allocate revenue received in the TOT Fund. Additional adjustments to increase the Transfer to the Convention and Cultural Affairs Fund and the San José Convention and Visitors Bureau appropriation are also recommended in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$87,908</p>	
<p>Ending Fund Balance Adjustment</p> <p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>(\$351,632)</p>	
Transient Occupancy Tax Fund (461)		\$0	\$0

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Water Utility Fund (515)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Water Quality Testing Reserve/Other Revenue (Litigation Settlement Revenue)	Environmental Services Department	\$253,852	\$253,852
<p>This action increases the Water Quality Testing Reserve by \$253,852, from \$105,466 to \$359,318, and increases the estimate for Other Revenue by the same amount to recognize revenue associated with the settlement of a lawsuit regarding the contamination of potable water sources with polyfluoroalkyl substances (PFAS). The Water Quality Testing Reserve was established in 2024-2025 to support future efforts to test groundwater for PFAS contamination as needed.</p>			
Non-Personal/Equipment (Water Operations Vehicle Replacements)	Environmental Services Department	\$140,000	
<p>This action increases the Environmental Services Department's Non-Personal/Equipment appropriation by \$140,000 to support the purchase of two replacement vehicles. The Water Operations Team's daily assigned activities include traveling to field sites throughout the City to read meters, evaluate infrastructure, and prevent leaks and exfiltration. Currently, two trucks have been identified as beyond useful life and in need of replacement with more than 14 years and more than 120,000 miles in service. Funding the vehicles would help ensure that the Water Operations Team is able to perform routine activities. This action is offset by a decrease to Ending Fund Balance as recommended in this report.</p>			
Ending Fund Balance Adjustment	Environmental Services Department	(\$140,000)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
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Water Utility Fund (515)		\$253,852	\$253,852

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Willow Glen Community Benefit Improvement District Fund (343)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Transfers and Reimbursements (Transfer from the Business Improvement District Fund)	Public Works Department		\$17,642
<p>This action establishes the revenue estimate for Transfers and Reimbursements in the amount of \$17,642 to recognize additional funds received from the Business Improvement District Fund. In the 2025-2026 Adopted Operating Budget, the Willow Glen Community Benefit Improvement District Fund was established to improve transparency and accurate accounting of the sources and uses of the district. These funds represent the reconciliation of prior-year Willow Glen Special Assessments and expenses that had been recorded in the Business Improvement District Fund and are now being transferred to the new fund. A corresponding increase to the Ending Fund Balance is recommended to offset this action.</p>			
Ending Fund Balance Adjustment	Public Works Department	\$17,642	
<p>This action increases the Ending Fund Balance to offset the action recommended in this report.</p>			
Willow Glen Community Benefit Improvement District Fund (343)		\$17,642	\$17,642

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Workforce Development Fund (290)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Adult Workers</p> <p>This action increases the Adult Workers appropriation by a net \$880,627, from \$1.4 million to \$2.3 million, to reflect the final formula grant allocations for 2025-2026 (\$591,242) and for a reallocation from the work2future Board Mandated Reserve (\$289,385). The final formula allocations for 2025-2026 were released in May 2025, which was following the development of the 2025-2026 Adopted Operating Budget. This action is part of a series of adjustments in this report to align Workforce Development Fund expenditures with final grant allocations and terms. Additionally, the reallocation of funds from the reserve to the appropriation would make the funds available to spend on program activities. The reserve amount is based on 15% of the funding from the Adult Workers, Dislocated Workers, and Youth Workers grant allocations. The work2future board has mandated that 15% of the grant allocation for each program (Adult Works, Dislocated Works, and Youth Works) be held for the first year of the two year allocation after which the reserve funds can be allocated to the grant appropriations to be spent on the programs. A corresponding increase to the estimate for Revenue from the Federal Government (\$591,242) and decrease to the work2future Board Mandated Reserve (\$289,385) are recommended in this report to offset this action.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$880,627</p>	
<p>Dislocated Workers</p> <p>This action increases the Dislocated Workers appropriation by a net \$1,220,002, from \$1.6 million to \$2.8 million, to reflect the final formula grant allocations for 2025-2026 (\$881,201) and for a reallocation from the work2future Board Mandated Reserve (\$338,801). The final formula allocations for 2025-2026 were released in May 2025, which was following the development of the 2025-2026 Adopted Operating Budget. This action is part of a series of adjustments in this report to align Workforce Development Fund expenditures with final grant allocations and terms. Additionally, the reallocation of funds from the reserve to the appropriation would make the funds available to spend on program activities. The reserve amount is based on 15% of the funding from the Adult Workers, Dislocated Workers, and Youth Workers grant allocations. The work2future board has mandated that 15% of the grant allocation for each program (Adult Works, Dislocated Works, and Youth Works) be held for the first year of the two year allocation after which the reserve funds can be allocated to the grant appropriations to be spent on the programs. A corresponding increase to the estimate for Revenue from the Federal Government (\$881,201) and decrease to the work2future Board Mandated Reserve (\$338,801) are recommended in this report to offset this action.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$1,220,002</p>	

**2025-2026 Special Funds Recommended Budget Adjustments Summary
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Workforce Development Fund (290)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Youth Workers</p> <p>This action increases the Youth Workers appropriation by a net \$1,047,620, from \$1.4 million to \$2.5 million, to reflect the final formula grant allocations for 2025-2026 (\$749,919) and for a reallocation from the work2future Board Mandated Reserve (\$297,701). The final formula allocations for 2025-2026 were released in May 2025, which was following the development of the 2025-2026 Adopted Operating Budget. This action is part of a series of adjustments in this report to align Workforce Development Fund expenditures with final grant allocations and terms. Additionally, the reallocation of funds from the reserve to the appropriation would make the funds available to spend on program activities. The reserve amount is based on 15% of the funding from the Adult Workers, Dislocated Workers, and Youth Workers grant allocations.</p> <p>The work2future board has mandated that 15% of the grant allocation for each program (Adult Works, Dislocated Works, and Youth Works) be held for the first year of the two year allocation after which the reserve funds can be allocated to the grant appropriations to be spent on the programs. A corresponding increase to the estimate for Revenue from the Federal Government (\$749,919) and decrease to the work2future Board Mandated Reserve (\$297,701) are recommended in this report to offset this action.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$1,047,620</p>	
<p>Rapid Response Grant</p> <p>This action decreases the Rapid Response appropriation by \$114,090, from \$716,000 to \$602,000, to reflect the final formula grant allocations for 2025-2026, which were released following the development of the 2025-2026 Adopted Operating Budget. This action is part of a series of adjustments in this report to align Workforce Development Fund expenditures with final grant allocations and terms. A corresponding increase to the estimate for Revenue from the Federal Government is recommended in this report to offset this action.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>(\$114,090)</p>	
<p>Administration</p> <p>This action increases the Administration appropriation by \$296,315, from \$586,000 to \$883,000, to reflect the final formula grant allocations for 2025-2026, which were released following the development of the 2025-2026 Adopted Operating Budget. This action is part of a series of adjustments in this report to align Workforce Development Fund expenditures with final grant allocations and terms. A corresponding increase to the estimate for Revenue from the Federal Government is recommended in this report to offset this action.</p>	<p>City Manager - Office of Economic Development and Cultural Affairs</p>	<p>\$296,315</p>	

**2025-2026 Special Funds Recommended Budget Adjustments Summary
Annual Report**

Workforce Development Fund (290)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
work2future Board Mandated Reserve	City Manager - Office of Economic Development and Cultural Affairs	\$144,472	
<p>This action increases the work2future Board Mandated Reserve Reserve by a net \$144,472, from \$880,000 to \$1.02 million. This adjustment reflects the funding set aside for the reserve from the final formula grant allocations for 2025-2026, which were released following the development of the 2025-2026 Adopted Operating Budget (\$1,024,065) and the reallocation of \$925,887 in reserve funds from the 2024-2025 period (\$880,000 from the work2future Board Mandated Reserve and \$45,887 from Ending Fund Balance) to the Adult Worker, Dislocated Worker, and Youth Worker appropriations. The reserve is calculated as 15% of the funding from the Adult Workers, Dislocated Workers, and Youth Workers grant allocations. The funds are mandated by the work2future board to be held for the first year of the two year allocation, after which the reserve funds can be allocated to the grant appropriations to be spent on the programs. To offset this action, this report recommends corresponding increases to the estimate for Revenue from the Federal Government (\$1,024,065) and Adult Worker (\$289,935), Dislocated Worker (\$338,801), and Youth Worker (\$297,701) appropriations.</p>			
Ending Fund Balance Adjustment	City Manager - Office of Economic Development and Cultural Affairs	\$253,706	
<p>This action increases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Revenue from Federal Government (Workforce Innovation and Opportunity Act Grant)	City Manager - Office of Economic Development and Cultural Affairs		\$3,728,652
<p>This action increases the estimate for Revenue from the Federal Government by \$3,728,652, from \$7.5 million to \$11.2 million, to reflect the final formula grant allocations for 2025-2026, which were released in May 2025 and following the development of the 2025-2026 Adopted Operating Budget. Corresponding increases to the Adult Workers (\$591,242), Dislocated Workers (\$881,201), Youth Workers (\$749,919), Administration (\$296,315), work2future Board Mandated Reserve (\$1,024,065), and Ending Fund Balance (\$300,000) appropriations and a decrease to the Rapid Response Grant appropriation (\$114,090) are recommended to offset this action.</p>			
Workforce Development Fund (290)		\$3,728,652	\$3,728,652

**Capital Funds Recommended Budget Adjustments Summary
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Airport Renewal and Replacement Fund (527)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Airfield Paint and Rubber Removal Truck	Airport	\$225,000	
<p>This action increases funding for the Airfield Paint and Rubber Removal Truck by \$225,000, from \$975,000 to \$1.2 million, to cover the higher than anticipated cost of the replacement truck. A corresponding decrease to the Ending Fund Balance is recommended to offset this action.</p>			
Ending Fund Balance Adjustment	Finance	(\$70,573,000)	
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Future Capital Rehabilitation Reserve	Airport	\$70,000,000	
<p>This action establishes the Future Capital Rehabilitation Reserve in the amount of \$70.0 million for capital rehabilitation improvements at the Airport. Given the uncertainty surrounding both passenger-level growth and the City's ability to continue receiving FAA grant awards, the Airport is planning to defer large capital projects such as the Belly Freight Facility and the Terminal A and B Ramp Rehabilitation projects to ensure funding availability for the improvement and rehabilitation of critical capital assets. The Airport Department is developing a financial strategy for the rehabilitation projects as part of the Mid-Biennial Capital Update for 2026-2027 that will be released in April. A corresponding decrease to the Ending Fund Balance to offset this action is recommended in this report.</p>			
Public Art Funding	Airport	(\$652,000)	
<p>This action decreases funding for Public Art by \$652,000, from \$2.2 million to \$1.5 million. Due to reduced passenger levels and the prioritization of other Airport capital projects, the Belly Freight Facility project has been deferred. It is no longer necessary to allocate \$652,000 or one percent of the construction project funding to public art in accordance with the San José Municipal Code. A corresponding increase to the Ending Fund Balance is recommended to offset this action.</p>			
Transfers and Reimbursements (Transfer from Airport Surplus Revenue Fund)	Airport		(\$1,000,000)
<p>This action decreases the Transfer in from the Airport Surplus Revenue Fund by \$1.0 million from \$35.3 million to \$34.3 million. This action will align the budget with the final Airport Airline Rates and Charges for 2025-2026. Corresponding actions to decrease the Ending Fund Balance in the Airport Renewal and Replacement Fund, reduce the Transfers In and Out of the Airport Surplus Revenue Fund, decrease the Transfer Out to the Airport Surplus Revenue Fund, and increase the Airline Agreement Reserve in the Airport Revenue Fund are recommended in this report.</p>			
Airport Renewal and Replacement Fund (527) TOTAL		(\$1,000,000)	(\$1,000,000)

**Capital Funds Recommended Budget Adjustments Summary
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Branch Libraries Bond Projects Fund (472)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Building Forward Library Infrastructure Grant - Local Match	Library	\$849,670	
<p>This action increases the Building Forward Library Infrastructure Grant - Local Match appropriation by \$849,670, from \$4.0 million to \$4.9 million, thereby shifting funding for the grant's local match from the Library Construction and Conveyance Tax Fund to the Branch Libraries Bond Projects Fund and freeing up funding in the Library Construction and Conveyance Tax Fund for other priority projects. The \$8.7 million Building Forward Library Infrastructure Grant requires a local match of \$8.7 million to support infrastructure improvements at various library branches, as approved by City Council on October 25, 2022. Funding remains available to support the completion of the remaining grant-funded projects without suspending or delaying any work. A corresponding action to decrease the Ending Fund Balance to offset the action is recommended in this report.</p>			
Ending Fund Balance Adjustment	Finance	(\$849,670)	
<p>This action decreases the Ending Fund Balance to offset the action recommended in this report.</p>			
Branch Libraries Bond Projects Fund (472) TOTAL		<hr style="border: 1px solid black;"/>	

**Capital Funds Recommended Budget Adjustments Summary
2024-2025 Annual Report**

Building and Structure Construction Tax Fund (429)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Balbach Street Transportation Improvements	Transportation	\$186,800	
<p>This action increases the Balbach Street Transportation Improvements appropriation by \$186,800, from \$3.3 million to \$3.5 million. In 2024-2025, the Transportation Department received a developer contribution of \$186,800 to make traffic improvements at the intersection of 1st Street and Reed Street, which will provide community and livability benefits to the Balbach Street area in Downtown San José. Since these contributions are restricted, the funds will be used for the construction of bulb-outs, traffic signal modifications, and new crosswalks around the intersection. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>			
Better Bikeways San Fernando	Transportation	\$2,233,000	
<p>This action increases the Better Bikeways San Fernando appropriation by \$2.2 million, \$6.7 million to \$8.9 million, to fund staff costs needed to complete the project. Revenue from the Housing Improvement Program (HIP) grant was inadvertently appropriated to the Transportation Grants Reserve rather than this project. This action reallocates the funding to the Better Bikeways San Fernando appropriation. A corresponding action to decrease the Transportation Grants Reserve is recommended in this report.</p>			
Ending Fund Balance Adjustment	Finance	(\$3,749,300)	
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Monterey Grade Separation	Transportation	(\$4,175,000)	
<p>This action eliminates the Monterey Grade Separation appropriation in the amount of \$4.2 million. In August 2025, the Transportation Department received notification that the United States Department of Transportation – Federal Railroad Administration (DOT FRA) withdrew its selection of the City’s Southern San José Grade Separations (Monterey Road) Project for DOT FRA funding. The \$10.0 million Monterey Grade Separation project was funded by a \$7.5 million Consolidated Rail Infrastructure and Safety Improvements federal grant and a local match of \$2.5 million. The project provided funding for the preliminary engineering and environmental clearance to grade three at-grade crossings on the Union Pacific Railroad Corridor (Skyway Drive, Branham Lane, and Chynoweth Avenue). The \$4.2 million reflects the costs budgeted for 2025-2026, with \$5.8 million allocated in 2024-2025 but unspent. Corresponding actions to decrease the estimate for Revenue from the Federal Government and decrease the Ending Fund Balance are recommended in this report.</p>			

**Capital Funds Recommended Budget Adjustments Summary
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Building and Structure Construction Tax Fund (429)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Public Art Allocation</p> <p>This action increases the Public Art Allocation appropriation by \$153,000, from \$270,000 to \$423,000. In 2024-2025, due to timeline pressures related to an Affordable Housing and Sustainable Communities (AHSC) grant, the Transportation Department prioritized encumbering costs for the grant-related public art project to enhance underpass lighting near Basset Park. However, in prioritizing this project, the funding to complete other approved public art projects was not available. This action appropriates the \$153,000 in AHSC grant reimbursement revenue received in 2024-2025 to restore the funding for the other approved projects. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>	Office of Economic Development	\$153,000	
<p>Regional Automatic Speed Camera Campaign</p> <p>This action establishes the Regional Automatic Speed Camera Campaign appropriation in the amount of \$700,000. The Transportation Department received a Metropolitan Transportation Commission grant of \$1.7 million to fund consultant work related to a multi-language regional campaign to help residents in San José, San Francisco, and Oakland understand how automatic speed enforcement works and why it is a critical tool for improving traffic safety. This is a multi-year grant, with project implementation anticipated in winter 2026. The remaining grant funding will be recognized and appropriated as part of future budget processes. A corresponding increase to the estimate for Revenue from the Federal Government is recommended in this report.</p>	Transportation	\$700,000	
<p>Revenue from the Federal Government (CRISI – Monterey Grade Separation Project)</p> <p>This action decreases the estimate for Revenue from the Federal Government by \$7.0 million. In August 2025, the Transportation Department received notification that the United States Department of Transportation – Federal Railroad Administration (DOT FRA) withdrew its selection of the City’s Southern San José Grade Separations (Monterey Road) Project for DOT FRA funding through a Consolidated Rail Infrastructure and Safety Improvements (CRISI) grant. The total grant award was \$7.5 million, with \$7.0 million estimated to be received this fiscal year and \$500,000 next fiscal year. This action is offset by the elimination of the Monterey Grade Separation appropriation (\$4.2 million) and a decrease to the Ending Fund Balance (\$2.8 million) as recommended in this report.</p>	Transportation		(\$7,000,000)
<p>Revenue from the Federal Government (MTC - Regional Auto Speed Camera Campaign)</p> <p>This action increases the estimate for Revenue from the Federal Government by \$700,000. The Transportation Department received a Metropolitan Transportation Commission grant of \$1.7 million to fund consultant work related to a multi-language regional campaign to help residents in San José, San Francisco, and Oakland understand how automatic speed enforcement works and why it is a critical tool for improving traffic safety. This is a multi-year grant, with project implementation anticipated in winter 2026. The remaining grant funding will be recognized and appropriated as part of future budget processes. This action is offset by establishing the Regional Automatic Speed Camera Campaign project as recommended in this report.</p>	Transportation		\$700,000

**Capital Funds Recommended Budget Adjustments Summary
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Building and Structure Construction Tax Fund (429)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Safety - Traffic Signal Modifications/Construction</p> <p>This action increases the Safety - Traffic Signal Modifications/Construction appropriation by \$484,500, from \$1.1 million to \$1.6 million. In 2024-2025, the Transportation Department received three separate developer in-lieu fee payments for traffic improvements along city corridors. These funds are restricted and will be used for a variety of projects, including, but not limited to, signal knockdowns/repairs, retroreflective backplate upgrades, left-turn lane conversions, and staff time related to the implementation, design, and construction of these projects citywide. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>	Transportation	\$484,500	
<p>Safety - Traffic Signal Rehabilitation</p> <p>This action reestablishes the Safety – Traffic Signal Rehabilitation appropriation in the amount of \$100,000. The Transportation Department has been finalizing an agreement with the Santa Clara Valley Transportation Authority (VTA) for fiber optic cable connection, construction, and staff support at the new VTA headquarters. The Department anticipates that these costs will be reimbursed by the VTA, and, to expedite the project construction, the Department is planning to encumber funds in winter 2025 with the anticipation of completing the project construction by fall 2026. This action is offset by a corresponding decrease to the Ending Fund Balance as recommended in this report.</p>	Transportation	\$100,000	
<p>Transportation Grants Reserve</p> <p>This action decreases the Transportation Grants Reserve by \$2.2 million, from \$3.5 million to \$1.3 million. Revenue from a new Housing Improvement Program (HIP) grant was inadvertently appropriated to the Transportation Grants Reserve. This action reallocates funding from the Transportation Grants Reserve to the Better Bikeways San Fernando appropriation to support staff costs related to the completion of the project. A corresponding increase to the Better Bikeways San Fernando appropriation is recommended in this report.</p>	Transportation	(\$2,233,000)	
Building and Structure Construction Tax Fund (429) TOTAL		(\$6,300,000)	(\$6,300,000)

**Capital Funds Recommended Budget Adjustments Summary
2024-2025 Annual Report**

Construction Excise Tax Fund (465)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
BART Design and Construction Phase 2 This action increases the BART Design and Construction Phase 2 appropriation by \$400,000, from \$200,000 to \$600,000. The agreement between the Santa Clara Valley Transportation Authority (VTA) and the City for the VTA's BART Silicon Valley Phase 2 Extension Project outlines reimbursement to the City for all services related directly to review and coordination of an at-grade crossing located at North Montgomery Street, including technical staff support costs and other qualified professional services. This action is offset by a corresponding increase to the estimate for Revenue from Local Agencies as recommended in this report.	Transportation	\$400,000	
Bikeshare to La Plaza This action eliminates funding for the Bikeshare to La Plaza appropriation in the amount of \$500,000. In May 2025, the Transportation Department received notification that the United States Environmental Protection Agency terminated an Environmental Justice Government to Government grant awarded to the City to expand the bikeshare program and connect the Mayfair neighborhood with the rest of San José's bikeshare network. The project was fully funded by this grant. A corresponding decrease to the estimate for Revenue from the Federal Government is recommended in this report to offset this action.	Transportation	(\$500,000)	
North San José – City of Santa Clara Settlement This action reestablishes the North San José – City of Santa Clara Settlement appropriation in the amount of \$1.8 million so that a payment can be made from the correct appropriation. The 2025-2026 settlement allocation was inadvertently budgeted in the North San José Traffic Impact Fees Reserve. This action is offset by a corresponding decrease to the North San José Impact Fees Reserve as recommended in this report.	Transportation	\$1,750,000	
North San José Traffic Impact Fees Reserve This action decreases the North San José Impact Fees Reserve by \$1.8 million, from \$14.6 million to \$12.8 million, so that a payment can be made from the correct appropriation. The 2025-2026 settlement allocation was inadvertently budgeted under the North San José Traffic Impact Fees Reserve. This action is offset by the reestablishment of the North San José – City of Santa Clara Settlement appropriation as recommended in this report.	Transportation	(\$1,750,000)	

**Capital Funds Recommended Budget Adjustments Summary
2024-2025 Annual Report**

Construction Excise Tax Fund (465)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
<p>Pavement Maintenance – SB1 Road Repair & Accountability Act 2017</p> <p>This action increases the Pavement Maintenance – SB1 Road Repair & Accountability Act 2017 appropriation by \$826,137, from \$27.2 million to \$28.0 million, for pavement maintenance improvements performed as part of a cost-sharing agreement with the County of Santa Clara. Every year, the Transportation Department partners with neighboring jurisdictions to deliver pavement maintenance projects along streets with shared jurisdiction ownership. In summer 2025, the Transportation Department finalized a cost-sharing agreement with the County of Santa Clara to reimburse the City for street sealing on Camden Avenue from Olympia Avenue to Hillsdale Avenue, resurfacing Leigh Avenue from Branham Lane to Camden Avenue, and resurfacing Ginger Lane from Downing Avenue to 192 feet north of Lindbergh Avenue. This action is offset by a corresponding increase to the estimate for Revenue from Local Agencies as recommended in this report.</p>	Transportation	\$826,137	
<p>Pavement Maintenance - VTA Measure B VRF</p> <p>This action increases the Pavement Maintenance – VTA Measure B VRF appropriation by \$1.0 million, from \$5.4 million to \$6.4 million, to appropriate funds from the Santa Clara Valley Transportation Authority for pavement maintenance. Based on the latest projections from the Santa Clara Valley Transportation Authority, the amount of Measure B VRF funds allocated to San José is higher than the estimate used in the development of the 2025-2026 budget. A corresponding action to increase the estimate for Revenue from Local Agencies is recommended in this report.</p>	Transportation	\$1,000,348	
<p>Revenue from Local Agencies (BART Design and Construction Phase 2)</p> <p>This action increases the estimate for Revenue from Local Agencies by \$400,000. The agreement between the Santa Clara Valley Transportation Authority (VTA) and the City for the VTA's BART Silicon Valley Phase 2 Extension Project outlines reimbursement to the City for services related to the review and coordination of an at-grade crossing located at North Montgomery Street, including technical staff support costs and other qualified professional services. This action is offset by a corresponding increase to the BART Design and Construction Phase 2 appropriation as recommended in this report.</p>	Transportation		\$400,000
<p>Revenue from Local Agencies (County of Santa Clara Cost Sharing Agreement)</p> <p>This action increases the estimate for Revenue from Local Agencies in the amount of \$826,137 for pavement maintenance improvements performed as part of a cost-sharing agreement with the County of Santa Clara. This action is offset by a corresponding increase to the Pavement Maintenance – SB1 Road Repair & Accountability Act 2017 appropriation as recommended in this report.</p>	Transportation		\$826,137

**Capital Funds Recommended Budget Adjustments Summary
2024-2025 Annual Report**

Construction Excise Tax Fund (465)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Revenue from Local Agencies (Pavement Maintenance – VTA Measure B VRF)	Transportation		\$1,000,348
<p>This action increases the estimate for Revenue from Local Agencies by \$1.0 million to recognize funds from the Santa Clara Valley Transportation Authority (VTA) for pavement maintenance. Based on the latest projections from the VTA, the amount of Measure B VRF funds allocated to San José is higher than the estimate used in the development of the 2025-2026 budget. A corresponding action to increase the Pavement Maintenance – VTA Measure B VRF appropriation is recommended in this report.</p>			
Revenue from the Federal Government (EPA – Bikeshare to La Plaza)	Transportation		(\$500,000)
<p>This action decreases the estimate for Revenue from the Federal Government by \$500,000. In May 2025, the Transportation Department received notification that the United States Environmental Protection Agency (EPA) terminated an Environmental Justice Government to Government grant awarded to the City of San José. The EPA cited that the grant was terminated because the Federal award was no longer consistent with EPA funding priorities. A corresponding action to eliminate funding for the Bikeshare to La Plaza appropriation is recommended in this report.</p>			
Construction Excise Tax Fund (465) TOTAL		\$1,726,485	\$1,726,485

**Capital Funds Recommended Budget Adjustments Summary
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Council District 5 Construction and Conveyance Tax Fund (382)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Ending Fund Balance Adjustment	Finance	(\$60,000)	
<p>This action decreases the Ending Fund Balance to offset an action recommended in this report.</p>			
Police Athletic League Stadium Electrical Improvements	Parks, Recreation and Neighborhood Services	\$60,000	
<p>This action increases the Police Athletic League Stadium Electrical Improvements appropriation by \$60,000, from \$1.31 million to \$1.37 million. This funding supports higher than anticipated costs related to lighting safety improvements needed at the softball field. Improvements include replacing the existing wiring and electrical components, as well as associated concrete work to reach the electrical wires underneath the light post. These lighting improvements are needed because the current lack of lighting poses a safety risk for players during evening games. A corresponding action to decrease the Ending Fund Balance is recommended to offset this action in this report.</p>			
Council District 5 Construction and Conveyance Tax Fund (382)			
TOTAL			

**Capital Funds Recommended Budget Adjustments Summary
2024-2025 Annual Report**

Library Construction and Conveyance Tax Fund (393)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Building Forward Library Infrastructure Grant - Local Match	Library	(\$849,670)	
<p>This action decreases the Building Forward Library Infrastructure Grant - Local Match appropriation by \$849,670, from \$2,684,528 to \$1,834,858, thereby shifting funding for the grant's local match from the Library Construction and Conveyance Tax Fund to the Branch Libraries Bond Projects Fund. This action frees up funding in the Library Construction and Conveyance Tax Fund for higher priority projects. The \$8.7 million Building Forward Library Infrastructure Grant requires a local match of \$8.7 million to support infrastructure improvements at various library branches, as approved by City Council on October 25, 2022. Funding remains available to support the completion of the remaining grant-funded projects without suspending or delaying any work. A corresponding action to increase the Ending Fund Balance is recommended in this report.</p>			
Ending Fund Balance Adjustment	Finance	\$849,670	
<p>This action increases the Ending Fund Balance to offset the action recommended in this report.</p>			
Library Construction and Conveyance Tax Fund (393) TOTAL		<hr/>	

**Capital Funds Recommended Budget Adjustments Summary
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Park Yards Construction and Conveyance Tax Fund (398)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Ending Fund Balance Adjustment	Finance	(\$15,000)	
<p>This action decreases the Ending Fund Balance to offset an action recommended in this report.</p>			
Guadalupe River Park Yard Relocation	Parks, Recreation and Neighborhood Services	\$15,000	
<p>This action increases the Guadalupe River Park Yard Relocation appropriation by \$15,000, from \$1.01 million to \$1.03 million. This project will relocate the existing park yard in Guadalupe River Park (GRP) to another location within GRP to comply with Federal Aviation Administration regulations. The construction work related to this project is underfunded by approximately \$100,000; therefore, additional funding is recommended to be allocated to reduce this shortfall. As part of a future budget process, funding will be allocated to the project as additional funding becomes available and if the funding is still needed. A corresponding action to decrease the Ending Fund Balance is recommended to offset this action in this report.</p>			
Park Yards Construction and Conveyance Tax Fund (398) TOTAL			

**Capital Funds Recommended Budget Adjustments Summary
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Parks City-Wide Construction and Conveyance Tax Fund (391)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Ending Fund Balance Adjustments	Finance	(\$155,000)	
<p>This action decreases the Ending Fund Balance to offset the actions recommended in this report.</p>			
Family Camp Chimney Removal	Parks, Recreation and Neighborhood Services	\$110,000	
<p>This action establishes the Family Camp Chimney Removal project in the amount of \$110,000. This project provides funding to remove the chimney in the Tuolomne room at Family Camp and replace it with a wall. The chimney is currently cracking and separating from the building; thereby making it a safety issue for Family Camp visitors. The project will be coordinated with the Forest Service, ensuring compliance with State and federal safety regulations. A corresponding action to decrease the Ending Fund Balance is recommended to offset this action in the report.</p>			
Family Camp Infrastructure Renovations	Parks, Recreation and Neighborhood Services	\$5,000	
<p>This action increases the Family Camp Infrastructure Renovations appropriation by \$5,000, from \$60,000 to \$65,000. These funds were collected in 2024-2025 from a surcharge on Family Camp reservations and support ongoing repairs and minor capital maintenance needs at Family Camp at Yosemite. 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 action to decrease the Ending Fund Balance is recommended to offset this action in this report.</p>			
Happy Hollow Park and Zoo Fencing Improvements Payment	Parks, Recreation and Neighborhood Services	\$40,000	
<p>This action establishes the Happy Hollow Park and Zoo Fencing Improvements Payment allocation in the amount of \$40,000. These funds will support the payment of the final invoice related to the Happy Hollow Park and Zoo Improvements project. This project was completed, with all remaining funds falling to the Ending Fund Balance; therefore, this action restores \$40,000 to allow for the final invoice to be paid. A corresponding action to decrease the Ending Fund Balance is recommended to offset this action in this report.</p>			

**Parks City-Wide Construction and Conveyance Tax Fund (391)
TOTAL**

**Capital Funds Recommended Budget Adjustments Summary
2024-2025 Annual Report**

Subdivision Park Trust Fund (375)

<u>Action</u>	<u>Department</u>	<u>Use</u>	<u>Source</u>
Future PDO / PIO Projects Reserve This action decreases the Future PDO/PIO Reserve to offset the actions recommended in this report.	Parks, Recreation and Neighborhood Services	(\$1,800,000)	
Plaza de Cesar Chavez Commemorative Art Piece This action establishes the Plaza de Cesar Chavez Commemorative Art Piece project in the amount of \$50,000. This project provides funding to conduct a community engagement study, artist selection, and development of artwork conception related to a future art piece at Plaza de Cesar Chavez that will commemorate Cesar Chavez's 100th birthday. Once the initial conception phase is completed, additional funding will need to be identified for the design, construction, and installation of the art piece. A corresponding decrease to the Future PDO/PIO Project Reserve is recommended to offset this action in this report.	Parks, Recreation and Neighborhood Services	\$50,000	
St. James Park Phase I Design This action increases the St. James Park Phase I Design appropriation by \$1.0 million, from \$834,000 to \$1.8 million. This allocation will ensure sufficient funding is available to complete the Phase I design by spring 2026. Additional funding will support the higher than anticipated costs associated with the Public Works Department design review, the completion of design documents, and to design a splash pad and WiFi installation. A corresponding action to decrease the Future PDO/PIO Projects Reserve is recommended to offset this action in this report.	Parks, Recreation and Neighborhood Services	\$1,000,000	
TRAIL: Guadalupe River (St. John to Julian) Development This action establishes the TRAIL: Guadalupe River (St. John to Julian) Development appropriation in the amount of \$750,000. This funding, combined with \$41,000 allocated in the Council District 6 Construction and Conveyance Tax Fund, will ensure sufficient funding is available to complete the development phase of the project by summer 2026. The additional funding will support the higher than anticipated costs associated with the master plan, design documents, a California Environmental Quality Act addendum to extend the clearance area, and the community outreach process. A corresponding action to decrease the Future PDO/PIO Projects Reserve is recommended to offset this action in this report.	Parks, Recreation and Neighborhood Services	\$750,000	
Subdivision Park Trust Fund (375) TOTAL			

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**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST			
	Personal Services	Non-Personal/Equipment	Total Use	Revenue	Beg Fund Balance			
DEPARTMENTAL EXPENSES								
City Manager - Office of Economic Development and Cultural Affairs								
Rebudgets								
		Rebudget: Non-Personal/Equipment (Cultivating San Jose's AI Start-Up Ecosystem)	-	\$2,000	\$2,000	-	-	\$2,000
		Rebudget: Non-Personal/Equipment (Marketing for East Village and Alum Rock Santa Clara)	-	\$30,000	\$30,000	-	-	\$30,000
		Rebudget: Non-Personal/Equipment (Mid-Autumn and Tet Festivals)	-	\$5,000	\$5,000	-	-	\$5,000
		Rebudget: Non-Personal/Equipment (Reimagining Civic Commons)	-	\$25,000	\$25,000	-	-	\$25,000
City Manager - Office of Economic Development and Cultural Affairs		Personal Services (Energy Customer Development Team - Delete 1.0 Senior Executive Analyst)	(\$185,832)	-	(\$185,832)	-	-	(\$185,832)
Required Technical-Rebalancing Actions Environmental Services Department		Non-Personal/Equipment (Purified Water Program)	-	(\$110,887)	(\$110,887)	-	-	(\$110,887)
Fire Department		Tech Adjust: Fire Non-Development Fee Program - Non-Personal/Equipment (Reallocation from Fire Department Non-Personal/Equipment)	-	\$57,200	\$57,200	-	-	\$57,200
Clean-Up Actions		Tech Adjust: Fire Non-Development Fee Program - Personal Services (Reallocation from Fire Department Personal Services)	\$468,012	-	\$468,012	-	-	\$468,012

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST			
	Personal Services	Non-Personal/Equipment	Total Use	Revenue	Beg Fund Balance			
DEPARTMENTAL EXPENSES								
		Tech Adjust: Non-Personal/Equipment (Reallocation to Fire Non-Development Fee Program - Non-Personal/Equipment)	-	(\$57,200)	(\$57,200)	-	-	(\$57,200)
		Tech Adjust: Personal Services (Reallocation to Fire Non-Development Fee Program - Personal Services)	(\$468,012)	-	(\$468,012)	-	-	(\$468,012)
Fire Department		Non-Personal/Equipment/Revenue from State of California (Strike Team Reimbursement)	-	\$20,000	\$20,000	\$20,000	-	-
Grants-Reimbursements-Fees		Personal Services/Revenue from State of California (Strike Team Reimbursement)	\$670,794	-	\$670,794	\$670,794	-	-
Fire Department		Non-Personal/Equipment (Chemical Nerve Agent Antidote Kit Replacement)	-	\$75,000	\$75,000	-	-	\$75,000
Required Technical-Rebalancing Actions		Non-Personal/Equipment (Defibrillator Replacement)	-	\$60,000	\$60,000	-	-	\$60,000
		Non-Personal/Equipment (Equipment Maintenance)	-	\$66,000	\$66,000	-	-	\$66,000
		Non-Personal/Equipment (Records Management System)	-	\$246,600	\$246,600	-	-	\$246,600
Information Technology Department		Non-Personal/Equipment/Other Revenue (Packard Foundation Grant)	-	\$50,000	\$50,000	\$50,000	-	-
Grants-Reimbursements-Fees		Personal Services/Other Revenue (Packard Foundation Grant)	\$100,000	-	\$100,000	\$100,000	-	-
Information Technology Department		Non-Personal/Equipment (Windows 10 Extended Support)	-	\$136,000	\$136,000	-	-	\$136,000
Required Technical-Rebalancing Actions								

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal		USE		SOURCE		NET COST
		Personal Services	Non-Personal/Equipment	Total Use	Revenue	
DEPARTMENTAL EXPENSES						
Library Department	Rebudget: Non-Personal/Equipment (Intergrated Library System Migration, Optimization, and Staffing)	-	\$300,000	\$300,000	-	- \$300,000
Rebudgets Mayor & City Council						
Rebudgets	Rebudget: Council District #01	\$157,120	-	\$157,120	-	- \$157,120
	Rebudget: Council District #02	\$60,579	-	\$60,579	-	- \$60,579
	Rebudget: Council District #03	\$323,927	-	\$323,927	-	- \$323,927
	Rebudget: Council District #04	\$66,558	-	\$66,558	-	- \$66,558
	Rebudget: Council District #05	\$146,924	-	\$146,924	-	- \$146,924
	Rebudget: Council District #06	\$115,402	-	\$115,402	-	- \$115,402
	Rebudget: Council District #07	\$75,712	-	\$75,712	-	- \$75,712
	Rebudget: Council District #08	\$76,066	-	\$76,066	-	- \$76,066
	Rebudget: Council District #09	\$46,610	-	\$46,610	-	- \$46,610
	Rebudget: Council District #10	\$99,992	-	\$99,992	-	- \$99,992
	Rebudget: Council General	\$33,205	-	\$33,205	-	- \$33,205
	Rebudget: Office of the Mayor	\$263,473	-	\$263,473	-	- \$263,473
Mayor & City Council						
Required Technical-Rebalancing Actions	Council District #01 (Sponsorship)	\$1,000	-	\$1,000	-	- \$1,000
	Council District #03 (Sponsorship)	\$500	-	\$500	-	- \$500
	Council District #05 (Sponsorship)	\$5,243	-	\$5,243	-	- \$5,243
	Council District #08 (4th of July Celebration)	\$30,000	-	\$30,000	-	- \$30,000
	Council District #08 (Sponsorship)	\$17,000	-	\$17,000	-	- \$17,000
	Council District #09 (Sponsorship)	\$29,500	-	\$29,500	-	- \$29,500
Office of the City Clerk	Rebudget: Non-Personal/Equipment (Brown Act Board)	-	\$27,000	\$27,000	-	- \$27,000
Rebudgets						

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal		USE		SOURCE		NET COST	
		Personal Services	Non-Personal/Equipment	Total Use	Revenue		Beg Fund Balance
DEPARTMENTAL EXPENSES							
Office of the City Manager	Tech Adjust: Non-Personal/Equipment (Reallocation from Personal Services for Performance Measures)	-	\$150,000	\$150,000	-	-	\$150,000
Clean-Up Actions	Tech Adjust: Personal Services (Reallocation to Non-Personal/Equipment for Performance Measures)	(\$150,000)	-	(\$150,000)	-	-	(\$150,000)
Office of the City Manager	Non-Personal/Equipment/Revenue from Federal Government (Urban Areas Security Initiative Grant - OEM 2024)	-	\$15,000	\$15,000	\$15,000	-	-
Grants-Reimbursements-Fees	Office of the City Manager						
Rebudgets	Rebudget: Personal Services (Road to 2026 Executive Leadership)	\$100,000	-	\$100,000	-	-	\$100,000
Parks, Recreation and Neighborhood Services Department	Non-Personal/Equipment/Other Revenue (Silicon Valley Community Foundation Circle of Life Senior Endowment Fund Grant)	-	\$5,492	\$5,492	\$5,492	-	-
Grants-Reimbursements-Fees	Non-Personal/Equipment/Revenue from Local Agencies (Council District 8 Late Night Open Gym)	-	\$30,000	\$30,000	\$30,000	-	-
	Non-Personal/Equipment/Revenue from Local Agencies (SCPHD Grant for Recreation Preschool)	-	\$15,000	\$15,000	\$15,000	-	-
Planning, Building and Code Enforcement Department	Rebudget: Development Fee Program - Shared Resources Non-Personal/Equipment (SJ Permits Upgrade)	-	\$6,920	\$6,920	-	-	\$6,920
Rebudgets	Rebudget: Multiple Housing - Non-Personal/Equipment (Code Consultant Study)	-	\$36,000	\$36,000	-	-	\$36,000

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST		
	Personal Services	Non-Personal/Equipment	Total Use	Revenue	Beg Fund Balance		
DEPARTMENTAL EXPENSES							
	Rebudget: Non-Personal/Equipment (Code Enforcement Fines Study)	-	\$50,000	\$50,000	-	-	\$50,000
Planning, Building and Code Enforcement Department	Personal Services (Energy Customer Development Team - Add 1.0 Development Officer through June 30, 2030)	\$185,832	-	\$185,832	-	-	\$185,832
Police Department	Rebudget: Non-Personal/Equipment - Police Vehicle Replacements and Operations & Maintenance	-	(\$254,313)	(\$254,313)	-	-	(\$254,313)
Rebudgets	Rebudget: Non-Personal/Equipment (Hexagon Person Level Tracking Interface)	-	\$75,231	\$75,231	-	-	\$75,231
	Rebudget: Non-Personal/Equipment (Intergraph Software Maintenance Upgrade)	-	\$450,000	\$450,000	-	-	\$450,000
	Rebudget: Non-Personal/Equipment (WiFi Upgrade and Installation)	-	\$283,000	\$283,000	-	-	\$283,000
Police Department	Non-Personal/Equipment/Revenue from State of California (9-1-1 Call Processing Phone System Maintenance)	-	\$299,500	\$299,500	\$158,640	-	\$140,860
Required Technical-Rebalancing Actions	Non-Personal/Equipment (Oversized Vehicle Tow Service)	-	\$600,000	\$600,000	-	-	\$600,000
	Non-Personal/Equipment (South Bay Information Sharing System)	-	\$76,425	\$76,425	-	-	\$76,425
	Personal Services/Licenses and Permits (Cardroom Regulation Program)	(\$310,043)	-	(\$310,043)	(\$440,640)	-	\$130,597

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		Beg Fund Balance	NET COST
	Personal Services	Non-Personal/Equipment	Total Use	Revenue		
DEPARTMENTAL EXPENSES						
Public Works Department	Personal Services (Red Light Running Camera Program)	\$211,000	-	\$211,000	-	\$211,000
Transportation Department	Required Technical-Rebalancing Actions	-	\$220,000	\$220,000	-	\$220,000
Transportation Department	Required Technical-Rebalancing Actions	-	(\$211,000)	(\$211,000)	-	(\$211,000)
	Personal Services/Revenue from Local Agencies (VTA Board Coordination)	\$263,000	-	\$263,000	\$377,424	(\$114,424)
	DEPARTMENTAL EXPENSES TOTAL	\$2,433,562	\$2,778,968	\$5,212,530	\$1,001,710	- \$4,210,820

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST	
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance	
CITY-WIDE EXPENSES						
Clean-Up Actions		Tech Adjust: Arena Public Safety (Retitle from Arena Peddler Mitigation Pilot Program)	-	-	-	-
		Tech Adjust: CaliforniansForAll Youth Workforce Program - Climate Change Pathway (3.0 Grant) (Reconciliation)	-	(\$537,222)	(\$537,222)	-
		Tech Adjust: CaliforniansForAll Youth Workforce Program – Learning Loss Mitigation Pathway (3.0 Grant)/Revenue from State of California (Reconciliation)	-	(\$11,612)	(\$11,612)	(\$2,386)
		Tech Adjust: Certified Access Specialist Program (Reconciliation)	-	(\$2,332)	(\$2,332)	-
		Tech Adjust: Contractual Street Tree Planting (Reconciliation)	-	\$11,004	\$11,004	-
		Tech Adjust: Coyote Creek Project Reaches 5-7 (Valley Water) (Reconciliation)	-	\$172,929	\$172,929	-
		Tech Adjust: CreaTV Hybrid Event Space (Liquidation of Prior Year Encumbrances)	-	\$45,000	\$45,000	-
		Tech Adjust: Digital Equity - Community WiFi (Reallocation from SJ Access Community WiFi Improvements)	-	\$368,146	\$368,146	-
		Tech Adjust: Digital Inclusion Program (Reconciliation)	-	(\$35,916)	(\$35,916)	-
		Tech Adjust: Electric Vehicle Charging Stations (Reconciliation)	-	\$22,766	\$22,766	-

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		SOURCE		NET COST		
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance		
CITY-WIDE EXPENSES							
	Tech Adjust: Government Access - Capital Expenditures (Reconciliation)	-	(\$45,381)	(\$45,381)	-	-	(\$45,381)
	Tech Adjust: Hazard Mitigation Grant Program (Reconciliation)	-	\$18,578	\$18,578	-	-	\$18,578
	Tech Adjust: Homeless Rapid Rehousing (Liquidation of Prior Year Encumbrances)	-	\$2,278,507	\$2,278,507	-	-	\$2,278,507
	Tech Adjust: Interim Housing Construction and Operation (Liquidation of Prior Year Encumbrances)	-	\$3,002,087	\$3,002,087	-	-	\$3,002,087
	Tech Adjust: Public, Educational, and Government (PEG) Access Facilities - Capital (Reconciliation)	-	(\$136,143)	(\$136,143)	-	-	(\$136,143)
	Tech Adjust: SJ Access Community WiFi Improvements (Reallocation to Digital Equity - Community WiFi)	-	(\$368,146)	(\$368,146)	-	-	(\$368,146)
	Tech Adjust: Testing, Tracing and Isolation (Liquidation of Prior Year Encumbrances)	-	\$10,000,000	\$10,000,000	-	-	\$10,000,000
	Tech Adjust: Tree Mitigation (Reconciliation)	-	\$154,675	\$154,675	-	-	\$154,675
Grants-Reimbursements-Fees	2024 Emergency Management Performance Grant/Revenue from Federal Government	-	\$22,600	\$22,600	\$22,600	-	-
	CaliforniansForAll Youth Workforce Program - Climate Change Pathway (3.0 Grant)/Revenue from State of California	-	(\$42,014)	(\$42,014)	(\$42,014)	-	-

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		SOURCE		NET COST			
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance			
CITY-WIDE EXPENSES								
		CaliforniansForAll Youth Workforce Program – Learning Loss Mitigation Pathway (3.0 Grant)/Revenue from State of California	-	\$42,014	\$42,014	\$42,014	-	-
		Environmental Stewardship Program/Revenue from Federal Government	\$15,655	\$193,847	\$209,502	\$209,502	-	-
		Review and Inspection of Billboards and Other Facilities/Other Revenue	-	\$835,537	\$835,537	\$835,537	-	-
		Santa Clara Valley Water District Grant for Native Garden Installation/Revenue from Local Agencies	-	\$36,829	\$36,829	\$36,829	-	-
		Selective Traffic Enforcement Program 2025-2026/Revenue from Federal Government	\$235,000	-	\$235,000	\$235,000	-	-
		SJPL Foundation Grants/Other Revenue	-	\$331,750	\$331,750	\$331,750	-	-
Rebudgets		Rebudget: 2023-2024 Board of State and Community Corrections Officer Wellness and Mental Health Grant	-	(\$10,041)	(\$10,041)	-	-	(\$10,041)
		Rebudget: 2023-2024 Board of State and Community Corrections Organized Retail Theft Grant/Revenue from State of California	-	\$7,532	\$7,532	(\$22,701)	-	\$30,233
		Rebudget: 2023-2026 Adaptation Planning Grant/Revenue from Federal Government	-	\$57,157	\$57,157	\$111,752	-	(\$54,595)
		Rebudget: 4th of July Celebration	-	(\$75,640)	(\$75,640)	-	-	(\$75,640)

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		SOURCE		Beg Fund Balance	NET COST
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue		
CITY-WIDE EXPENSES						
Rebudget: 4th Street Garage Banquet Facility Maintenance and Operations	-	(\$1,775)	(\$1,775)	-	-	(\$1,775)
Rebudget: BeautifySJ and Encampment Waste Pick Up - BeautifySJ Consolidated Model	-	\$41,000	\$41,000	-	-	\$41,000
Rebudget: Byrne Discretionary Community Project Grant 2022-2023/Revenue from Federal Government	-	(\$31,109)	(\$31,109)	(\$122,389)	-	\$91,280
Rebudget: California Public Utilities Commission (CPUC) Local Agency Technical Assistance/Revenue from State of California	-	\$257,333	\$257,333	\$500,000	-	(\$242,667)
Rebudget: CaliforniansForAll Youth Service Corps AB 540 Pilot Program/Revenue from State of California	-	\$26,459	\$26,459	\$26,459	-	-
Rebudget: CaliforniansForAll Youth Workforce Program - Climate Change Pathway (3.0 Grant)/Revenue from State of California	-	(\$318,764)	(\$318,764)	\$2,020,892	-	(\$2,339,656)
Rebudget: CaliforniansForAll Youth Workforce Program – Learning Loss Mitigation Pathway (3.0 Grant)/Revenue from State of California	-	\$3,556	\$3,556	\$901,002	-	(\$897,446)
Rebudget: Camera Pilot Program	-	(\$3,081)	(\$3,081)	-	-	(\$3,081)
Rebudget: Capture Crime Program	-	\$21,000	\$21,000	-	-	\$21,000

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Department/Proposal	USE		SOURCE		NET COST	
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance	
CITY-WIDE EXPENSES						
Rebudget: Certified Access Specialist Program	-	\$1,389,896	\$1,389,896	-	-	\$1,389,896
Rebudget: Child and Youth Services - Child and Youth Services Master Plan	-	(\$3,067)	(\$3,067)	-	-	(\$3,067)
Rebudget: Child and Youth Services - Childcare Tenant Improvement	-	\$900,000	\$900,000	-	-	\$900,000
Rebudget: City Auditor's Office Performance Audit	-	\$3,000	\$3,000	-	-	\$3,000
Rebudget: City Council Participatory Budgeting - Council District #01	-	\$2,500	\$2,500	-	-	\$2,500
Rebudget: City Council Participatory Budgeting - Council District #03	-	\$37,261	\$37,261	-	-	\$37,261
Rebudget: City Council Participatory Budgeting - Council District #05	-	\$3,374	\$3,374	-	-	\$3,374
Rebudget: City Manager Special Projects (Rebudget from Office of the City Manager's Non-Personal/Equipment)	-	\$50,000	\$50,000	-	-	\$50,000
Rebudget: Collaborative Approaches Toward Preventing and Addressing Hate Grant/Revenue from Federal Government	-	\$2,442	\$2,442	\$488	-	\$1,954
Rebudget: Connecting Neighbors to Neighbors/Revenue from State of California	-	\$259,201	\$259,201	\$259,201	-	-
Rebudget: Contractual Street Tree Planting	-	\$33	\$33	-	-	\$33

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Department/Proposal	USE		SOURCE		NET COST
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance
CITY-WIDE EXPENSES					
Rebudget: County of Santa Clara EMS Trust Fund - 2023/Revenue from Local Agencies	-	\$23,460	\$23,460	\$50,761	- (\$27,301)
Rebudget: Coyote Creek Project Reaches 5-7 (Valley Water)	-	\$1,338,574	\$1,338,574	-	- \$1,338,574
Rebudget: Creating Connections	-	\$8,829	\$8,829	-	- \$8,829
Rebudget: CrimeStoppers	-	(\$250)	(\$250)	-	- (\$250)
Rebudget: Cultural Affairs Special Project/Other Revenue	-	\$11,354	\$11,354	\$10,246	- \$1,108
Rebudget: Customer Service Vision and Standards	-	\$327,000	\$327,000	-	- \$327,000
Rebudget: Danny the Dragon Renovation Project/Other Revenue	-	\$85,476	\$85,476	(\$56,400)	- \$141,876
Rebudget: Department of Alcohol Beverage Control (ABC) Grant 2025/Revenue from State of California	-	(\$11,190)	(\$11,190)	(\$11,190)	- -
Rebudget: Digital Equity - Digital Equity Communications, Outreach, + Education	-	\$25,664	\$25,664	-	- \$25,664
Rebudget: Digital Inclusion Program	-	\$1,546,743	\$1,546,743	-	- \$1,546,743
Rebudget: Diridon Station Area Development Planning - Electric Microgrid	-	\$25,157	\$25,157	-	- \$25,157
Rebudget: Diridon Station Area Development Planning	-	(\$9,634)	(\$9,634)	-	- (\$9,634)
Rebudget: Downtown Pedestrian Quality of Life	-	(\$252,576)	(\$252,576)	-	- (\$252,576)
Rebudget: Elections and Ballot Measures	-	(\$2,500,000)	(\$2,500,000)	-	- (\$2,500,000)

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		SOURCE		NET COST	
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance	
CITY-WIDE EXPENSES						
Rebudget: Electric Vehicle Charging Stations	-	\$2,223	\$2,223	-	-	\$2,223
Rebudget: Emergency Housing - Downtown Homeless Health Response and Support	-	\$300,000	\$300,000	-	-	\$300,000
Rebudget: Emmanuel House Shelter	-	\$1,000,000	\$1,000,000	-	-	\$1,000,000
Rebudget: Employee Resource Group	-	\$1,800	\$1,800	-	-	\$1,800
Rebudget: Environmental Stewardship Program	-	\$1,579	\$1,579	-	-	\$1,579
Rebudget: General Liability Claims	-	\$1,663,000	\$1,663,000	-	-	\$1,663,000
Rebudget: Google Community Benefits - Economic Development	-	(\$24,038)	(\$24,038)	-	-	(\$24,038)
Rebudget: Government Access - Capital Expenditures	-	\$1,878,582	\$1,878,582	-	-	\$1,878,582
Rebudget: Hazard Mitigation Grant Program	-	\$6,185	\$6,185	-	-	\$6,185
Rebudget: Homeless Rapid Rehousing	-	\$308,215	\$308,215	-	-	\$308,215
Rebudget: Homelessness Services and Solutions	-	(\$10,000)	(\$10,000)	-	-	(\$10,000)
Rebudget: Housing Stabilization - Hotel Sheltering Operations + Services	-	\$755,363	\$755,363	-	-	\$755,363
Rebudget: Interim Housing Construction and Operation	-	(\$130,202)	(\$130,202)	-	-	(\$130,202)
Rebudget: Internet Crimes Against Children State Grant 2024-2025/Revenue from State of California	-	\$9,634	\$9,634	(\$206,222)	-	\$215,856

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		SOURCE		NET COST	
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance	
CITY-WIDE EXPENSES						
Rebudget: Internet Crimes Against Children Task Force Invited Award - Police 2023/Revenue from Federal Government	-	(\$9,321)	(\$9,321)	(\$172,419)	-	\$163,098
Rebudget: Interpretive Amplification and Marking	-	\$25,000	\$25,000	-	-	\$25,000
Rebudget: Law Enforcement Mental Health and Wellness Act (LEMHWA) Project – 2022/Revenue from Federal Government	-	\$2,128	\$2,128	(\$7,732)	-	\$9,860
Rebudget: Library Grants/Revenue from State of California	-	(\$3,000)	(\$3,000)	\$18,155	-	(\$21,155)
Rebudget: National Sexual Assault Kit Initiative/Revenue from Federal Government	-	(\$130,095)	(\$130,095)	(\$337,726)	-	\$207,631
Rebudget: Neighborhood Business Districts	-	\$25,000	\$25,000	-	-	\$25,000
Rebudget: Northern California Regional Intelligence Center - Police 2024/Revenue from Federal Government	-	\$39,989	\$39,989	(\$30,011)	-	\$70,000
Rebudget: Outdoor Equity Grant/Revenue from State of California	-	(\$55,364)	(\$55,364)	(\$220,038)	-	\$164,674
Rebudget: Pocket Park in the Tropicana-Lanai Neighborhood	-	(\$4,505)	(\$4,505)	-	-	(\$4,505)
Rebudget: Police Garage Key Storage	-	\$250,000	\$250,000	-	-	\$250,000
Rebudget: Public, Educational, and Government (PEG) Access Facilities - Capital	-	\$96,672	\$96,672	-	-	\$96,672

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST	
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance	
CITY-WIDE EXPENSES						
Rebudget: Purified Water Program (Rebudget from Environmental Services Department Personal Services)	-	\$72,107	\$72,107	-	-	\$72,107
Rebudget: San José Climate Art	-	\$659	\$659	-	-	\$659
Rebudget: San José Downtown Association	-	\$10,000	\$10,000	-	-	\$10,000
Rebudget: Santa Clara County Homeless Encampment Cleanup/Revenue from Local Agencies	-	\$476,415	\$476,415	\$361,572	-	\$114,843
Rebudget: Selective Traffic Enforcement Program 2024-2025/Revenue from Federal Government	-	(\$19,602)	(\$19,602)	(\$19,602)	-	-
Rebudget: Sharks Community Fund	-	\$99,933	\$99,933	-	-	\$99,933
Rebudget: Silicon Valley Foundation Strengthening Community Relations Project	-	\$1,819	\$1,819	-	-	\$1,819
Rebudget: SJPL Foundation Grants/Other Revenue	-	\$36,617	\$36,617	\$13,002	-	\$23,615
Rebudget: SJPL Foundation Grants - Coding 5K	-	\$23,238	\$23,238	-	-	\$23,238
Rebudget: Small Business Recovery - San José Al Fresco	-	\$150,000	\$150,000	-	-	\$150,000
Rebudget: Small Business Recovery - Shop Local Hub to Support Neighborhood Business Districts	-	\$43,000	\$43,000	-	-	\$43,000

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST		
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance		
CITY-WIDE EXPENSES							
	Rebudget: Small Business Recovery - Supplemental Business Development Communications	-	\$2,000	\$2,000	-	-	\$2,000
	Rebudget: Small Business Recovery - Supplemental Economic Development Association Capacity Building	-	\$72,000	\$72,000	-	-	\$72,000
	Rebudget: State Homeland Security Grant Program - Fire 2023/Revenue from Federal Government	-	\$174,565	\$174,565	\$250,000	-	(\$75,435)
	Rebudget: Storefront Activation Grant Program	-	\$237,000	\$237,000	-	-	\$237,000
	Rebudget: Stormwater Fee Study	-	\$35,204	\$35,204	-	-	\$35,204
	Rebudget: Together San Jose Phase Two/Revenue from State of California	-	\$438,472	\$438,472	\$438,472	-	-
	Rebudget: Tree Mitigation	-	\$101,633	\$101,633	-	-	\$101,633
	Rebudget: Urban Areas Security Initiative - Fire 2024	-	(\$2,768)	(\$2,768)	-	-	(\$2,768)
	Rebudget: Urban Areas Security Initiative Grant - Police 2024/Revenue from Federal Government	-	(\$629)	(\$629)	\$106,371	-	(\$107,000)
	Rebudget: VTA Eastridge to BART Regional Connector Public Art	-	(\$3,285)	(\$3,285)	-	-	(\$3,285)
Required Technical-Rebalancing Actions	Arena Public Safety	-	\$50,000	\$50,000	-	-	\$50,000
	Business Improvement District Creation	-	\$20,000	\$20,000	-	-	\$20,000
	Purified Water Program	-	\$110,887	\$110,887	-	-	\$110,887
	Senior Nutrition Program	-	\$265,731	\$265,731	-	-	\$265,731
CITY-WIDE EXPENSES							
	CITY-WIDE EXPENSES TOTAL		\$250,655	\$27,988,218	\$28,238,873	\$5,530,775	- \$22,708,098

General Fund
 2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
 Annual Report

Department/Proposal	USE		SOURCE		Beg Fund Balance	NET COST		
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue				
CAPITAL PROJECT EXPENSES								
Rebudgets		Rebudget: 280 Almaden Ave Beautification Improvement Project/Revenue from State of California	-	\$147,427	\$147,427	\$49,178	-	\$98,249
		Rebudget: Berryessa Supportive Parking	-	\$560,000	\$560,000	-	-	\$560,000
		Rebudget: Branham Lane Speed Humps	-	\$10,000	\$10,000	-	-	\$10,000
		Rebudget: Center for Performing Arts Chiller, Cooling Tower, and Boilers Replacement	-	\$96,000	\$96,000	-	-	\$96,000
		Rebudget: Children's Discovery Museum Elevator System	-	\$70,000	\$70,000	-	-	\$70,000
		Rebudget: Chris Hotts Park Playground Renovation	-	(\$1,000)	(\$1,000)	-	-	(\$1,000)
		Rebudget: City Facilities Security Enhancements	-	(\$798,000)	(\$798,000)	-	-	(\$798,000)
		Rebudget: City Hall Equipment Replacement	-	(\$2,000)	(\$2,000)	-	-	(\$2,000)
		Rebudget: City Hall Office Renovation	-	(\$25,000)	(\$25,000)	-	-	(\$25,000)
		Rebudget: City Hall Security Upgrades	-	(\$98,000)	(\$98,000)	-	-	(\$98,000)
		Rebudget: Closed Landfill Compliance/Revenue from State of California	-	\$18,000	\$18,000	\$320,000	-	(\$302,000)
		Rebudget: Crosswalk and Safety Improvements on Blossom Hill and Leigh Ave	-	\$36,000	\$36,000	-	-	\$36,000
		Rebudget: De Anza Park Restroom Renovation	-	\$65,000	\$65,000	-	-	\$65,000

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		Total Use	SOURCE		NET COST
	Personal Services	Non-Personal/ Equipment		Revenue	Beg Fund Balance	
CAPITAL PROJECT EXPENSES						
Rebudget: Electric Vehicles Charging Stations for Police Hybrid-Electric Vehicles	-	(\$4,000)	(\$4,000)	-	-	(\$4,000)
Rebudget: Emergency Operations Center Relocation Capital Contributions	-	\$49,000	\$49,000	-	-	\$49,000
Rebudget: Emergency Power Generation for City Facilities	-	\$19,000	\$19,000	-	-	\$19,000
Rebudget: Emma Prusch Electrical and Infrastructure Upgrades	-	\$100,000	\$100,000	-	-	\$100,000
Rebudget: Enhanced Crosswalk at Canoas Garden VTA Lot	-	\$7,000	\$7,000	-	-	\$7,000
Rebudget: Enhanced Crosswalk at Leigh Ave and Anne Way	-	\$8,000	\$8,000	-	-	\$8,000
Rebudget: Fire Apparatus Replacement	-	\$1,098,000	\$1,098,000	-	-	\$1,098,000
Rebudget: Fire Station 32 FF&E	-	\$698,000	\$698,000	-	-	\$698,000
Rebudget: Fire Station 8 Furniture, Fixtures, and Equipment	-	\$47,000	\$47,000	-	-	\$47,000
Rebudget: Fire Training Center Relocation	-	\$30,000	\$30,000	-	-	\$30,000
Rebudget: Fleet Shop Improvements	-	(\$4,000)	(\$4,000)	-	-	(\$4,000)
Rebudget: Ice Centre Expansion Oversight Project	-	\$5,000	\$5,000	-	-	\$5,000
Rebudget: Interim Housing - Cerone	-	\$15,000	\$15,000	-	-	\$15,000
Rebudget: Interim Housing - Rue Ferrari Expansion	-	\$83,000	\$83,000	-	-	\$83,000
Rebudget: Kooser Road Crosswalk	-	\$35,000	\$35,000	-	-	\$35,000
Rebudget: Naglee Avenue and Dana Avenue Traffic Signal	-	\$6,000	\$6,000	-	-	\$6,000

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		Total Use	SOURCE		NET COST
	Personal Services	Non-Personal/ Equipment		Revenue	Beg Fund Balance	
CAPITAL PROJECT EXPENSES						
	Rebudget: Police Administration Building Boiler and Chiller Replacement	-	(\$47,000)	(\$47,000)	-	- (\$47,000)
	Rebudget: Police Athletic League Stadium Turf Replacement	-	\$932,000	\$932,000	-	- \$932,000
	Rebudget: Quick Build Traffic Improvements at Foxworthy Ave and Leigh Ave	-	\$8,000	\$8,000	-	- \$8,000
	Rebudget: Re-Use Facilities Capital Improvements	-	\$4,000	\$4,000	-	- \$4,000
	Rebudget: Rose Gardens Improvements	-	\$24,000	\$24,000	-	- \$24,000
	Rebudget: San José Museum of Art Cooling Tower Replacement	-	\$107,000	\$107,000	-	- \$107,000
	Rebudget: Sideshow Mitigation in District 10	-	\$43,000	\$43,000	-	- \$43,000
	Rebudget: The Tech Interactive Controls Module Improvements	-	\$210,000	\$210,000	-	- \$210,000
	Rebudget: Vietnamese Cultural Heritage Garden Enhancements	-	\$4,000	\$4,000	-	- \$4,000
	Rebudget: Vietnamese-American Cultural Center Improvements	-	(\$6,000)	(\$6,000)	-	- (\$6,000)
Required Technical-Rebalancing Actions	City Hall Maintenance and Repairs	-	\$150,000	\$150,000	-	- \$150,000
	San José Museum of Art Cooling Tower Replacement	-	(\$150,000)	(\$150,000)	-	- (\$150,000)
	San José Museum of Art Improvements	-	\$150,000	\$150,000	-	- \$150,000
	CAPITAL PROJECTS EXPENSES TOTAL	-	\$3,699,427	\$3,699,427	\$369,178	- \$3,330,249

General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Department/Proposal	USE		SOURCE		NET COST			
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance			
EARMARKED RESERVES								
Clean-Up Actions		Tech Adjust: Artificial Turf Capital Replacement Reserve (Reconciliation)	-	\$420,536	\$420,536	-	-	\$420,536
Rebudgets		Rebudget: Budget Stabilization Reserve	-	\$500,000	\$500,000	-	-	\$500,000
		Rebudget: Code Enforcement Permit System Reserve	-	(\$80,000)	(\$80,000)	-	-	(\$80,000)
Required Technical-Rebalancing Actions		City Attorney's Office Outside Litigation Reserve	-	\$250,000	\$250,000	-	-	\$250,000
		Multiple Housing Fee Program Reserve	-	\$900,000	\$900,000	-	-	\$900,000
		EARMARKED RESERVES TOTAL	-	\$1,990,536	\$1,990,536	-	-	\$1,990,536
TRANSFERS								
Required Technical-Rebalancing Actions		Transfer to the Emergency Reserve Fund	-	(\$3,000,000)	(\$3,000,000)	-	-	(\$3,000,000)
		Transfer to the Gift Trust Fund (Library - General Gifts)	-	\$124,643	\$124,643	-	-	\$124,643
		Transfer to the Real Property Transfer Tax Fund	-	\$2,138,780	\$2,138,780	-	-	\$2,138,780
		TRANSFERS TOTAL	-	(\$736,577)	(\$736,577)	-	-	(\$736,577)

**General Fund
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Department/Proposal	USE		SOURCE		NET COST			
	Personal Services	Non-Personal/ Equipment	Total Use	Beg Fund Balance				
REVENUE ADJUSTMENTS								
Required Technical-Rebalancing Actions	Transfers and Reimbursements (Transfer from Real Property Transfer Tax Fund)		-	-	-	\$700,000	-	(\$700,000)
	Revenue from Local Agencies (Purified Water Program)		-	-	-	\$727,698	-	(\$727,698)
Clean-Up Actions	Tech Adjust: Transfers and Reimbursements (Transfer from Real Property Transfer Tax Fund - Interest Earnings)		-	-	-	\$1,534,457	-	(\$1,534,457)
	Fund Balance Reconciliation		-	-	-	\$21,861,193	-	(\$21,861,193)
Rebudgets	Tech Adjust: Revenue from Federal Government (2023-2026 Adaptation Planning Grant) (Reconciliation)		-	-	-	\$514,970	-	(\$514,970)
	Tech Adjust: Licenses and Permits (Cardroom Regulation Fee Reconciliation)		-	-	-	(\$209,262)	-	\$209,262
	Rebudget: Revenue from State of California (Caltrans - Eastside Alum Rock)		-	-	-	(\$19,334)	-	\$19,334
	Rebudget: Revenue from State of California (CaliforniansForAll Youth Workforce Program - Fiscal Administration)		-	-	-	\$5,313	-	(\$5,313)
	Rebudget: Revenue from State of California (Interim Housing - Cherry)		-	-	-	\$2,586,192	-	(\$2,586,192)
	Rebudget: Revenue from State of California (Interim Housing - Cerone)		-	-	-	\$3,609,605	-	(\$3,609,605)
	Rebudget: Revenue from Local Agencies (Purified Water Program)		-	-	-	\$174,294	-	(\$174,294)

General Fund
 2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
 Annual Report

Department/Proposal	USE		SOURCE		NET COST	
	Personal Services	Non-Personal/ Equipment	Total Use	Revenue	Beg Fund Balance	
REVENUE ADJUSTMENTS						
Rebudget: Revenue from Federal Government (Summer Youth Nutrition)	-	-	-	\$18,000	-	(\$18,000)
REVENUE ADJUSTMENTS TOTAL	-	-	-	\$31,503,126	-	(\$31,503,126)
GENERAL FUND TOTAL	\$2,684,217	\$35,720,572	\$38,404,789	\$38,404,789	-	-

**Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report**

Affordable Housing Impact Fee Fund (452)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$1,435,672)	(\$1,435,672)	-	-	(\$1,435,672)
	Fund Balance Reconciliation	-	-	-	\$1,661,884	\$1,661,884	-	\$1,661,884	-
	Fund Balance Reconciliation: Housing Project Reserve	-	-	-	(\$3,577,672)	(\$3,577,672)	-	(\$3,577,672)	-
	Rebudget: Housing Loans and Grants	-	-	\$1,435,672	-	\$1,435,672	-	-	\$1,435,672
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$1,435,672	(\$3,351,460)	(\$1,915,788)	\$0	(\$1,915,788)	\$0
Budget Adjustments									
Housing Department	Ending Fund Balance Adjustment	-	-	-	(\$467,217)	(\$467,217)	-	-	(\$467,217)
	Housing Project Reserve	-	-	-	\$467,217	\$467,217	-	-	\$467,217
Budget Adjustments Total		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Affordable Housing Impact Fee Fund (452) TOTAL		\$0	\$0	\$1,435,672	(\$3,351,460)	(\$1,915,788)	\$0	(\$1,915,788)	\$0

Airport Customer Facility And Transportation Fee Fund (519)

Clean-Up and Rebudget Actions									
Airport Department	Fund Balance Reconciliation - Future Debt Service Reserve	-	-	-	\$1,180,989	\$1,180,989	-	\$1,180,989	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$1,180,989	\$1,180,989	\$0	\$1,180,989	\$0
Airport Customer Facility And Transportation Fee Fund (519) TOTAL		\$0	\$0	\$0	\$1,180,989	\$1,180,989	\$0	\$1,180,989	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Airport Fiscal Agent Fund (525)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions								
Airport Department Fund Balance Reconciliation - Debt Service Reserve	-	-	-	(\$5,814,381)	(\$5,814,381)	-	(\$5,814,381)	-
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	(\$5,814,381)	(\$5,814,381)	\$0	(\$5,814,381)	\$0
Airport Fiscal Agent Fund (525) TOTAL	\$0	\$0	\$0	(\$5,814,381)	(\$5,814,381)	\$0	(\$5,814,381)	\$0

Airport Maintenance and Operation Fund (523)

Clean-Up and Rebudget Actions								
Airport Department Fund Balance Reconciliation - Master Trust Agreement Reserve	-	-	-	(\$3,054,782)	(\$3,054,782)	-	(\$3,054,782)	-
Fund Balance Reconciliation - Workers' Compensation Claims Reserve	-	-	-	\$148,484	\$148,484	-	\$148,484	-
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	(\$2,906,298)	(\$2,906,298)	\$0	(\$2,906,298)	\$0
Airport Maintenance and Operation Fund (523) TOTAL	\$0	\$0	\$0	(\$2,906,298)	(\$2,906,298)	\$0	(\$2,906,298)	\$0

Airport Revenue Fund (521)

Clean-Up and Rebudget Actions								
Airport Department Fund Balance Reconciliation - Airline Agreement Reserve	-	-	-	\$1,628,722	\$1,628,722	-	\$1,628,722	-
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	\$1,628,722	\$1,628,722	\$0	\$1,628,722	\$0
Budget Adjustments								
Airport Department Airline Agreement Reserve Transfer to Airport Surplus Revenue Fund	-	-	-	\$1,000,000	\$1,000,000	-	-	\$1,000,000
	-	-	(\$1,000,000)	-	(\$1,000,000)	-	-	(\$1,000,000)
Budget Adjustments Total	\$0	\$0	(\$1,000,000)	\$1,000,000	\$0	\$0	\$0	\$0
Airport Revenue Fund (521) TOTAL	\$0	\$0	(\$1,000,000)	\$2,628,722	\$1,628,722	\$0	\$1,628,722	\$0

**Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Airport Surplus Revenue Fund (524)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Airport Department	Fund Balance Reconciliation - Airline Agreement Reserve	-	-	-	(\$19,289)	(\$19,289)	-	(\$19,289)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$19,289)	(\$19,289)	\$0	(\$19,289)	\$0
Budget Adjustments									
Airport Department	Transfer to Airport Renewal and Replacement Fund/Transfers and Reimbursements (Transfer from Airport Revenue Fund)	-	-	(\$1,000,000)	-	(\$1,000,000)	(\$1,000,000)	-	-
Budget Adjustments Total		\$0	\$0	(\$1,000,000)	\$0	(\$1,000,000)	(\$1,000,000)	\$0	\$0
Airport Surplus Revenue Fund (524) TOTAL		\$0	\$0	(\$1,000,000)	(\$19,289)	(\$1,019,289)	(\$1,000,000)	(\$19,289)	\$0

Benefits Funds - Benefit Fund (160)

Clean-Up and Rebudget Actions

Human Resources Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$378,748)	(\$378,748)	-	-	(\$378,748)
	Fund Balance Reconciliation	-	-	-	(\$64,900)	(\$64,900)	-	(\$64,900)	-
	Rebudget: Healthcare Incentive Program	-	-	\$136,278	-	\$136,278	-	-	\$136,278
	Rebudget: Wellness Program	-	-	\$242,470	-	\$242,470	-	-	\$242,470
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$378,748	(\$443,648)	(\$64,900)	\$0	(\$64,900)	\$0

Budget Adjustments

Human Resources Department	Ending Fund Balance Adjustment	-	-	-	(\$4,996)	(\$4,996)	-	-	(\$4,996)
	Healthcare Incentive Program	-	-	\$4,996	-	\$4,996	-	-	\$4,996
Budget Adjustments Total		\$0	\$0	\$4,996	(\$4,996)	\$0	\$0	\$0	\$0

Benefits Funds - Benefit Fund (160) TOTAL

\$0	\$0	\$383,744	(\$448,644)	(\$64,900)	\$0	(\$64,900)	\$0
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Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Benefits Funds - Dental Insurance Fund (155)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Human Resources									
Department	Fund Balance Reconciliation	-	-	-	(\$649,479)	(\$649,479)	-	(\$649,479)	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	(\$649,479)	(\$649,479)	\$0	(\$649,479)	\$0
Benefits Funds - Dental Insurance Fund (155) TOTAL									
		\$0	\$0	\$0	(\$649,479)	(\$649,479)	\$0	(\$649,479)	\$0

Benefits Funds - Life Insurance Fund (156)

Clean-Up and Rebudget Actions									
Human Resources									
Department	Fund Balance Reconciliation	-	-	-	(\$5,985)	(\$5,985)	-	(\$5,985)	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	(\$5,985)	(\$5,985)	\$0	(\$5,985)	\$0
Benefits Funds - Life Insurance Fund (156) TOTAL									
		\$0	\$0	\$0	(\$5,985)	(\$5,985)	\$0	(\$5,985)	\$0

Benefits Funds - Unemployment Insurance Fund (157)

Clean-Up and Rebudget Actions									
Human Resources									
Department	Fund Balance Reconciliation	-	-	-	(\$17,253)	(\$17,253)	-	(\$17,253)	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	(\$17,253)	(\$17,253)	\$0	(\$17,253)	\$0
Benefits Funds - Unemployment Insurance Fund (157) TOTAL									
		\$0	\$0	\$0	(\$17,253)	(\$17,253)	\$0	(\$17,253)	\$0

**Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Building Development Fee Program Fund (237)

Department/Proposal		Personal Services	Non-Personal/Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Planning, Building and Code Enforcement Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$83,040)	(\$83,040)	-	-	(\$83,040)
	Fund Balance Reconciliation	-	-	-	(\$254,176)	(\$254,176)	-	(\$254,176)	-
	Rebudget: Development Fee Program - Shared Resources Non-Personal/Equipment (SJ Permits Upgrade)	-	\$83,040	-	-	\$83,040	-	-	\$83,040
Clean-Up and Rebudget Actions TOTAL		\$0	\$83,040	\$0	(\$337,216)	(\$254,176)	\$0	(\$254,176)	\$0
Building Development Fee Program Fund (237) TOTAL		\$0	\$83,040	\$0	(\$337,216)	(\$254,176)	\$0	(\$254,176)	\$0

Building Homes and Jobs Act Fund (456)

Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$835,339	\$835,339	-	-	\$835,339
	Fund Balance Reconciliation	-	-	-	(\$659,957)	(\$659,957)	-	(\$659,957)	-
	Rebudget: Housing Shelter	-	-	\$532,274	-	\$532,274	-	-	\$532,274
	Rebudget: Revenue from the State of California (Permanent Local Housing Allocation Program Grant)	-	-	-	-	-	\$1,367,613	-	(\$1,367,613)
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$532,274	\$175,382	\$707,656	\$1,367,613	(\$659,957)	\$0
Building Homes and Jobs Act Fund (456) TOTAL		\$0	\$0	\$532,274	\$175,382	\$707,656	\$1,367,613	(\$659,957)	\$0

**Special Funds
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Business Improvement District Fund (351)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
City Manager - Office of Economic Development and Cultural Affairs									
	Tech Adjust: Downtown Business Improvement District/Downtown BID Reserve (Reconciliation)	-	-	\$177,762	-	\$177,762	-	\$177,762	-
	Tech Adjust: Hotel Business Improvement District/Hotel BID Reserve (Reconciliation)	-	-	\$449,174	-	\$449,174	-	\$449,174	-
	Tech Adjust: Japantown Business Improvement District/Japantown BID Reserve (Reconciliation)	-	-	\$19,433	-	\$19,433	-	\$19,433	-
	Tech Adjust: Monterey Corridor Business Improvement District/Hotel BID Reserve (Reconciliation)	-	-	\$257,654	-	\$257,654	-	\$257,654	-
	Tech Adjust: Tully Road Eastridge Business Improvement District/Tully Road Eastridge BID Reserve (Reconciliation)	-	-	\$134,465	-	\$134,465	-	\$134,465	-
	Tech Adjust: Willow Glen CBID Reserve/Willow Glen CBID Reserve (Reconciliation)	-	-	-	\$17,642	\$17,642	-	\$17,642	-
	Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$1,038,488	\$17,642	\$1,056,130	\$0	\$1,056,130	\$0
Budget Adjustments									
City Manager - Office of Economic Development and Cultural Affairs									
	Monterey Corridor Business Improvement District/Special Assessments	-	-	\$100,000	-	\$100,000	\$100,000	-	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Business Improvement District Fund (351)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Transfer to the Willow Glen Community Benefit Improvement District Fund	-	-	\$17,642	-	\$17,642	-	-	\$17,642
Tully Road Eastridge Business Improvement District/Special Assessments	-	-	\$40,000	-	\$40,000	\$40,000	-	-
Willow Glen CBID Reserve	-	-	-	(\$17,642)	(\$17,642)	-	-	(\$17,642)
Budget Adjustments Total	\$0	\$0	\$157,642	(\$17,642)	\$140,000	\$140,000	\$0	\$0
Business Improvement District Fund (351) TOTAL	\$0	\$0	\$1,196,130	\$0	\$1,196,130	\$140,000	\$1,056,130	\$0

Cash Reserve Fund (002)

Clean-Up and Rebudget Actions

Finance Department	Fund Balance Reconciliation	-	-	-	\$32	\$32	-	\$32	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$32	\$32	\$0	\$32	\$0
Cash Reserve Fund (002) TOTAL		\$0	\$0	\$0	\$32	\$32	\$0	\$32	\$0

Citywide Planning Fee Program Fund (239)

Clean-Up and Rebudget Actions

Planning, Building and Code Enforcement Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$6,920)	(\$6,920)	-	-	(\$6,920)
	Fund Balance Reconciliation	-	-	-	\$905,195	\$905,195	-	\$905,195	-
	Rebudget: Development Fee Program - Shared Resources Non-Personal/Equipment (SJ Permits Upgrade)	-	\$6,920	-	-	\$6,920	-	-	\$6,920
Clean-Up and Rebudget Actions TOTAL		\$0	\$6,920	\$0	\$898,275	\$905,195	\$0	\$905,195	\$0
Citywide Planning Fee Program Fund (239) TOTAL		\$0	\$6,920	\$0	\$898,275	\$905,195	\$0	\$905,195	\$0

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City Hall Debt Service Fund (210)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Office of the City Manager	Fund Balance Reconciliation	-	-	-	\$298,295	\$298,295	-	\$298,295	-
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$0	\$0	\$298,295	\$298,295	\$0	\$298,295	\$0
City Hall Debt Service Fund (210) TOTAL									
		\$0	\$0	\$0	\$298,295	\$298,295	\$0	\$298,295	\$0

Community Development Block Grant Fund (441)

Clean-Up and Rebudget Actions

Housing Department	Fund Balance Reconciliation	-	-	-	\$3,726,536	\$3,726,536	-	\$3,726,536	-
	Tech Adjust: Contractual Community Services (Annual Action Plan Alignment)	-	-	\$52,150	-	\$52,150	-	-	\$52,150
	Tech Adjust: Ending Fund Balance Adjustment (Annual Action Plan Alignment)	-	-	-	(\$629,486)	(\$629,486)	-	-	(\$629,486)
	Tech Adjust: Housing Program Development and Monitoring (Annual Action Plan Alignment)	-	-	\$88,711	-	\$88,711	-	-	\$88,711
	Tech Adjust: Neighborhood Infrastructure Improvements (Annual Action Plan Alignment)	-	-	\$564,864	-	\$564,864	-	-	\$564,864
	Tech Adjust: Revenue from Federal Government (Community Development Block Grant Annual Entitlement) (Annual Action Plan Alignment)	-	-	-	-	-	\$347,670	-	(\$347,670)
Planning, Building and Code Enforcement Department	Tech Adjust: Code Enforcement Operations (Annual Action Plan Alignment)	-	-	\$271,431	-	\$271,431	-	-	\$271,431
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$0	\$977,156	\$3,097,050	\$4,074,206	\$347,670	\$3,726,536	\$0
Community Development Block Grant Fund (441) TOTAL									
		\$0	\$0	\$977,156	\$3,097,050	\$4,074,206	\$347,670	\$3,726,536	\$0

**Special Funds
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Community Facilities District No. 1 (Capitol Auto Mall) Fund (371)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$199,876)	(\$199,876)	-	(\$199,876)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$199,876)	(\$199,876)	\$0	(\$199,876)	\$0
Community Facilities District No. 1 (Capitol Auto Mall) Fund (371) TOTAL		\$0	\$0	\$0	(\$199,876)	(\$199,876)	\$0	(\$199,876)	\$0

Comm Fac Dist No. 2 (Aborn-Murillo) and No. 3 (Silverland-Capriana) Fund (369)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$3,703)	(\$3,703)	-	(\$3,703)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$3,703)	(\$3,703)	\$0	(\$3,703)	\$0
Comm Fac Dist No. 2 (Aborn-Murillo) and No. 3 (Silverland-Capriana) Fund (369) TOTAL		\$0	\$0	\$0	(\$3,703)	(\$3,703)	\$0	(\$3,703)	\$0

Special Funds
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Community Facilities District No. 8 (Communications Hill) Fund (373)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Public Works Department	Rebudget: Community Facilities District No. 8 Annexation Feasibility Project	-	-	\$28,683	-	\$28,683	-	-	\$28,683
Transportation Department	Ending Fund Balance Adjustment: Rebudget	-	-	-	(\$28,683)	(\$28,683)	-	-	(\$28,683)
	Fund Balance Reconciliation	-	-	-	\$192,621	\$192,621	-	\$192,621	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$28,683	\$163,938	\$192,621	\$0	\$192,621	\$0
Community Facilities District No. 8 (Communications Hill) Fund (373) TOTAL		\$0	\$0	\$28,683	\$163,938	\$192,621	\$0	\$192,621	\$0

Community Facilities District No. 11 (Adeline-Mary Helen) Fund (374)

Clean-Up and Rebudget Actions									
Public Works Department	Rebudget: Community Facilities District No. 11 Annexation Feasibility Project	-	-	\$28,737	-	\$28,737	-	-	\$28,737
Transportation Department	Ending Fund Balance Adjustment: Rebudget	-	-	-	(\$28,737)	(\$28,737)	-	-	(\$28,737)
	Fund Balance Reconciliation	-	-	-	\$29,801	\$29,801	-	\$29,801	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$28,737	\$1,064	\$29,801	\$0	\$29,801	\$0
Community Facilities District No. 11 (Adeline-Mary Helen) Fund (374) TOTAL		\$0	\$0	\$28,737	\$1,064	\$29,801	\$0	\$29,801	\$0

Special Funds
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Community Facilities District No. 12 (Basking Ridge) Fund (376)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$24,512	\$24,512	-	\$24,512	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$24,512	\$24,512	\$0	\$24,512	\$0
Community Facilities District No. 12 (Basking Ridge) Fund (376) TOTAL		\$0	\$0	\$0	\$24,512	\$24,512	\$0	\$24,512	\$0

Community Facilities District No. 13 (Guadalupe Mines) Fund (310)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$12,059	\$12,059	-	\$12,059	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$12,059	\$12,059	\$0	\$12,059	\$0
Community Facilities District No. 13 (Guadalupe Mines) Fund (310) TOTAL		\$0	\$0	\$0	\$12,059	\$12,059	\$0	\$12,059	\$0

Community Facilities District No. 14 (Raleigh-Charlotte) Fund (379)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$98,862	\$98,862	-	\$98,862	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$98,862	\$98,862	\$0	\$98,862	\$0
Community Facilities District No. 14 (Raleigh-Charlotte) Fund (379) TOTAL		\$0	\$0	\$0	\$98,862	\$98,862	\$0	\$98,862	\$0

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Community Facilities District No. 15 (Berryessa-Sierra) Fund (370)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$53,881	\$53,881	-	\$53,881	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$53,881	\$53,881	\$0	\$53,881	\$0
Community Facilities District No. 15 (Berryessa-Sierra) Fund (370) TOTAL		\$0	\$0	\$0	\$53,881	\$53,881	\$0	\$53,881	\$0

Community Facilities District No. 16 (Raleigh-Coronado) Fund (344)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$10,917	\$10,917	-	\$10,917	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$10,917	\$10,917	\$0	\$10,917	\$0
Community Facilities District No. 16 (Raleigh-Coronado) Fund (344) TOTAL		\$0	\$0	\$0	\$10,917	\$10,917	\$0	\$10,917	\$0

Community Facilities District No. 17 (Capitol Expy – Evergreen Place) (496)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$14,555	\$14,555	-	\$14,555	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$14,555	\$14,555	\$0	\$14,555	\$0
Community Facilities District No. 17 (Capitol Expy – Evergreen Place) (496) TOTAL		\$0	\$0	\$0	\$14,555	\$14,555	\$0	\$14,555	\$0

Special Funds
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Convention and Cultural Affairs Fund (536)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions								
City Manager - Office of Economic Development and Cultural Affairs								
Fund Balance Reconciliation	-	-	-	\$1,032,004	\$1,032,004	-	\$1,032,004	\$0
Clean-Up and Rebudget Actions								
TOTAL	\$0	\$0	\$0	\$1,032,004	\$1,032,004	\$0	\$1,032,004	\$0
Budget Adjustments								
City Manager - Office of Economic Development and Cultural Affairs								
Ending Fund Balance Adjustment	-	-	-	\$175,816	\$175,816	-	-	\$175,816
Transfers and Reimbursements (Transfer from the Transient Occupancy Tax Fund)	-	-	-	-	-	\$175,816	-	(\$175,816)
Budget Adjustments Total	\$0	\$0	\$0	\$175,816	\$175,816	\$175,816	\$0	\$0
Convention and Cultural Affairs Fund (536) TOTAL	\$0	\$0	\$0	\$1,207,820	\$1,207,820	\$175,816	\$1,032,004	\$0

Convention Center Facilities District Revenue Fund (791)

Clean-Up and Rebudget Actions								
Finance Department								
Fund Balance Reconciliation	-	-	-	\$973,087	\$973,087	-	\$973,087	-
Clean-Up and Rebudget Actions								
TOTAL	\$0	\$0	\$0	\$973,087	\$973,087	\$0	\$973,087	\$0
Convention Center Facilities District Revenue Fund (791) TOTAL	\$0	\$0	\$0	\$973,087	\$973,087	\$0	\$973,087	\$0

**Special Funds
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Downtown Property and Business Improvement District Fund (302)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$24,532)	(\$24,532)	-	(\$24,532)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$24,532)	(\$24,532)	\$0	(\$24,532)	\$0
Downtown Property and Business Improvement District Fund (302) TOTAL		\$0	\$0	\$0	(\$24,532)	(\$24,532)	\$0	(\$24,532)	\$0

Economic Development Administration Loan Fund (444)

Clean-Up and Rebudget Actions									
Housing Department	Fund Balance Reconciliation	-	-	-	\$116	\$116	-	\$116	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$116	\$116	\$0	\$116	\$0
Economic Development Administration Loan Fund (444) TOTAL		\$0	\$0	\$0	\$116	\$116	\$0	\$116	\$0

Special Funds
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Edward Byrne Memorial Justice Assistance Grant Trust Fund (474)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Police Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$196,453	\$196,453	-	-	\$196,453
	Fund Balance Reconciliation	-	-	-	(\$196,453)	(\$196,453)	-	(\$196,453)	-
	Rebudget: 2021 Justice Assistance Grant/Revenue from Federal Government	-	-	\$1,608	-	\$1,608	\$1,608	-	-
	Rebudget: 2023 Justice Assistance Grant/Revenue from Federal Government	-	-	\$10,161	-	\$10,161	\$112,032	-	(\$101,871)
	Rebudget: Revenue from Federal Government (2022 Justice Assistance Grant)	-	-	-	-	-	\$94,582	-	(\$94,582)
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$11,769	\$0	\$11,769	\$208,222	(\$196,453)	\$0
Edward Byrne Memorial Justice Assistance Grant Trust Fund (474) TOTAL		\$0	\$0	\$11,769	\$0	\$11,769	\$208,222	(\$196,453)	\$0

Special Funds
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Emergency Reserve Fund (406)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Finance Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$17,864,803)	(\$17,864,803)	-	-	(\$17,864,803)
	Fund Balance Reconciliation	-	-	-	\$18,468,655	\$18,468,655	-	\$18,468,655	-
	Rebudget: Revenue from the Federal Government (Pandemic FEMA Reimbursements)	-	-	-	-	-	(\$17,864,803)	-	\$17,864,803
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$603,852	\$603,852	(\$17,864,803)	\$18,468,655	\$0
Budget Adjustments									
Finance Department	FEMA Non-Reimbursable Expenses Reserve/Transfers and Reimbursements (Transfer from the General Fund)	-	-	-	(\$3,000,000)	(\$3,000,000)	(\$3,000,000)	-	-
Budget Adjustments Total		\$0	\$0	\$0	(\$3,000,000)	(\$3,000,000)	(\$3,000,000)	\$0	\$0
Emergency Reserve Fund (406) TOTAL		\$0	\$0	\$0	(\$2,396,148)	(\$2,396,148)	(\$20,864,803)	\$18,468,655	\$0

Special Funds
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Fire Development Fee Program Fund (240)

Department/Proposal		Personal Services	Non-Personal/Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Fire Department	Ending Fund Balance Adjustment: Rebudget	-	-	-	(\$6,920)	(\$6,920)	-	-	(\$6,920)
	Fund Balance Reconciliation	-	-	-	\$420,468	\$420,468	-	\$420,468	-
	Tech Adjust: Fire Inspection Improvements (Reconciliation)	-	-	(\$1,350)	-	(\$1,350)	-	-	(\$1,350)
	Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)	-	-	-	\$1,350	\$1,350	-	-	\$1,350
Planning, Building and Code Enforcement Department	Rebudget: Fire Development Fee Program - Non-Personal/Equipment (SJ Permits Upgrade)	-	\$6,920	-	-	\$6,920	-	-	\$6,920
Clean-Up and Rebudget Actions TOTAL		\$0	\$6,920	(\$1,350)	\$414,898	\$420,468	\$0	\$420,468	\$0
Budget Adjustments									
Fire Department	Fire Development Fee Program - Non-Personal/Equipment (Vehicle Replacement)	-	\$65,000	-	-	\$65,000	-	-	\$65,000
	Fire Inspection Improvements	-	-	(\$65,000)	-	(\$65,000)	-	-	(\$65,000)
Budget Adjustments Total		\$0	\$65,000	(\$65,000)	\$0	\$0	\$0	\$0	\$0
Fire Development Fee Program Fund (240) TOTAL		\$0	\$71,920	(\$66,350)	\$414,898	\$420,468	\$0	\$420,468	\$0

General Purpose Parking Fund (533)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$1,071,311	\$1,071,311	-	\$1,071,311	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$1,071,311	\$1,071,311	\$0	\$1,071,311	\$0
General Purpose Parking Fund (533) TOTAL		\$0	\$0	\$0	\$1,071,311	\$1,071,311	\$0	\$1,071,311	\$0

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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Airport Department	Rebudget: Airport Military Lounge	-	-	\$10	-	\$10	-	-	\$10
	Rebudget: Art Work	-	-	\$10,209	-	\$10,209	-	-	\$10,209
	Rebudget: Heliport System Plan Study	-	-	\$32,997	-	\$32,997	-	-	\$32,997
City Manager - Office of Economic Development and Cultural Affairs	Rebudget: Albino, Erminia and Alba Joyce Martini Memorial Fund	-	-	\$87,716	-	\$87,716	-	-	\$87,716
	Rebudget: Art + Technology Program	-	-	\$14,595	-	\$14,595	-	-	\$14,595
	Rebudget: Arts and Education Week	-	-	\$11,635	-	\$11,635	-	-	\$11,635
	Rebudget: Cultural Performance	-	-	\$240	-	\$240	-	-	\$240
	Rebudget: Dando Artwork Maintenance	-	-	\$27,189	-	\$27,189	-	-	\$27,189
	Rebudget: Incubation Office Project	-	-	\$11,751	-	\$11,751	-	-	\$11,751
	Rebudget: Miscellaneous Gifts	-	-	\$47	-	\$47	-	-	\$47
	Rebudget: Sponsorship Gifts	-	-	\$201	-	\$201	-	-	\$201
Finance Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$3,379,996)	(\$3,379,996)	-	-	(\$3,379,996)
	Fund Balance Reconciliation	-	-	-	\$3,393,926	\$3,393,926	-	\$3,393,926	-
Fire Department	Rebudget: Hazardous Material Training	-	-	\$906	-	\$906	-	-	\$906
	Rebudget: Public Education Program	-	-	\$7,254	-	\$7,254	-	-	\$7,254
Independent Police Auditor's Office	Rebudget: IPA's Teen Leadership Council	-	-	\$2,437	-	\$2,437	-	-	\$2,437

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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Library Department	Rebudget: Calabazas Branch Library	-	-	\$518	-	\$518	-	-	\$518
	Rebudget: Garbage Stickers	-	-	\$53,719	-	\$53,719	-	-	\$53,719
	Rebudget: Library Literacy Project	-	-	\$34,514	-	\$34,514	-	-	\$34,514
	Rebudget: Library-General Gifts	-	-	\$348,603	-	\$348,603	-	-	\$348,603
Office of the City Clerk	Rebudget: Annual District I Festival in the Park	-	-	\$1,826	-	\$1,826	-	-	\$1,826
	Rebudget: CommUnity Resource Fair	-	-	\$28,945	-	\$28,945	-	-	\$28,945
	Rebudget: Go Girl Go BAWSI	-	-	\$1,316	-	\$1,316	-	-	\$1,316
	Rebudget: Mayor's College Motivation Program	-	-	\$23,479	-	\$23,479	-	-	\$23,479
Office of the City Manager	Rebudget: Facebook	-	-	\$19,850	-	\$19,850	-	-	\$19,850
Parks, Recreation and Neighborhood Services Department	Rebudget: Alma Community Center Older Adults Programming Donation	-	-	\$4,300	-	\$4,300	-	-	\$4,300
	Rebudget: Almaden Lake Park	-	-	\$24,495	-	\$24,495	-	-	\$24,495
	Rebudget: Almaden Lake Park Rangers	-	-	\$778	-	\$778	-	-	\$778
	Rebudget: Almaden Winery Improvements	-	-	\$33,060	-	\$33,060	-	-	\$33,060
	Rebudget: Alum Rock Park	-	-	\$30,539	-	\$30,539	-	-	\$30,539
	Rebudget: Alviso Community Center	-	-	\$25,036	-	\$25,036	-	-	\$25,036
	Rebudget: Alviso Recreation and Teen Program	-	-	\$2,084	-	\$2,084	-	-	\$2,084
	Rebudget: Animal Adoption	-	-	\$4,925	-	\$4,925	-	-	\$4,925
	Rebudget: Berryessa Center Art Project	-	-	\$2,809	-	\$2,809	-	-	\$2,809

**Special Funds
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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Parks, Recreation and Neighborhood Services Department	Rebudget: Berryessa Senior Programming Gift	-	-	\$10,499	-	\$10,499	-	-	\$10,499
	Rebudget: Berryessa Special Events Gift	-	-	\$1,186	-	\$1,186	-	-	\$1,186
	Rebudget: Calabazas BMX Park	-	-	\$3,370	-	\$3,370	-	-	\$3,370
	Rebudget: Camden Community Center Miscellaneous Gifts	-	-	\$3,551	-	\$3,551	-	-	\$3,551
	Rebudget: Castro School Landscaping	-	-	\$8,095	-	\$8,095	-	-	\$8,095
	Rebudget: Combined Gifts	-	-	\$7,727	-	\$7,727	-	-	\$7,727
	Rebudget: Commodore Park Maintenance	-	-	\$17,141	-	\$17,141	-	-	\$17,141
	Rebudget: Community Cultural Council	-	-	\$4,339	-	\$4,339	-	-	\$4,339
	Rebudget: Emma Prusch Farm Park	-	-	\$14,332	-	\$14,332	-	-	\$14,332
	Rebudget: Evergreen Senior Programming Gift	-	-	\$6,711	-	\$6,711	-	-	\$6,711
	Rebudget: Family Camp Camperships	-	-	\$6,471	-	\$6,471	-	-	\$6,471
	Rebudget: Friends of Paul Moore Park	-	-	\$4,671	-	\$4,671	-	-	\$4,671
	Rebudget: Grace Community Center	-	-	\$45,717	-	\$45,717	-	-	\$45,717
	Rebudget: Gullo Park Turf Irrigation	-	-	\$21,163	-	\$21,163	-	-	\$21,163
	Rebudget: J. Ward Memorial Scholarship	-	-	\$1,365	-	\$1,365	-	-	\$1,365
	Rebudget: Japanese Friendship Garden	-	-	\$18,655	-	\$18,655	-	-	\$18,655
	Rebudget: Lake Cunningham Skate Park	-	-	\$7,799	-	\$7,799	-	-	\$7,799

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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Parks, Recreation and Neighborhood Services Department	Rebudget: Leland High School Tennis	-	-	\$2,826	-	\$2,826	-	-	\$2,826
	Rebudget: Mayfair Senior Programming Gift	-	-	\$8,032	-	\$8,032	-	-	\$8,032
	Rebudget: Mayor's Gang Prevention Task Force Clean Slate Program	-	-	\$15,517	-	\$15,517	-	-	\$15,517
	Rebudget: Miscellaneous Gifts Under \$1,000	-	-	\$21,837	-	\$21,837	-	-	\$21,837
	Rebudget: Mise and Starbird Gift	-	-	\$41,445	-	\$41,445	-	-	\$41,445
	Rebudget: N. San Pedro Area Park Maintenance	-	-	\$91,793	-	\$91,793	-	-	\$91,793
	Rebudget: Newhall Park Maintenance	-	-	\$115,198	-	\$115,198	-	-	\$115,198
	Rebudget: Nicolas Prusch Swimming	-	-	\$1,835	-	\$1,835	-	-	\$1,835
	Rebudget: O'Donnell's Gardens Park	-	-	\$8,132	-	\$8,132	-	-	\$8,132
	Rebudget: Overfelt Gardens	-	-	\$1,872	-	\$1,872	-	-	\$1,872
	Rebudget: River Oaks Park Maintenance	-	-	\$74,331	-	\$74,331	-	-	\$74,331
	Rebudget: Roosevelt Roller Hockey Rink Legacy Project 2018-2019	-	-	\$85,675	-	\$85,675	-	-	\$85,675
	Rebudget: Rotary Playgarden Improvements	-	-	\$52,901	-	\$52,901	-	-	\$52,901
	Rebudget: RP & CS General Gifts over \$1,000	-	-	\$46,270	-	\$46,270	-	-	\$46,270
	Rebudget: Safe Summer Initiative	-	-	\$26,731	-	\$26,731	-	-	\$26,731
	Rebudget: San José Vietnam War Memorial	-	-	\$13,871	-	\$13,871	-	-	\$13,871

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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Parks, Recreation and Neighborhood Services Department	Rebudget: Seven Trees Music Wish Book	-	-	\$37,911	-	\$37,911	-	-	\$37,911
	Rebudget: St. James Park Landscaping	-	-	\$9,541	-	\$9,541	-	-	\$9,541
	Rebudget: Vista Montana Park Maintenance	-	-	\$203,864	-	\$203,864	-	-	\$203,864
	Rebudget: Willow Glen Founders Day	-	-	\$808	-	\$808	-	-	\$808
	Rebudget: Willow Glen Senior Programming	-	-	\$3,975	-	\$3,975	-	-	\$3,975
	Rebudget: Youth Commission	-	-	\$664	-	\$664	-	-	\$664
	Rebudget: Anti-Theft Car Campaign	-	-	\$8	-	\$8	-	-	\$8
Police Department	Rebudget: CADPE - Drug Education	-	-	\$204	-	\$204	-	-	\$204
	Rebudget: Canine Unit	-	-	\$7,490	-	\$7,490	-	-	\$7,490
	Rebudget: Child Safety Seats	-	-	\$294	-	\$294	-	-	\$294
	Rebudget: Children's Interview Center	-	-	\$32,956	-	\$32,956	-	-	\$32,956
	Rebudget: Communications Facility Fitness Center	-	-	\$344	-	\$344	-	-	\$344
	Rebudget: Community Services Program	-	-	\$3,383	-	\$3,383	-	-	\$3,383
	Rebudget: Crime Prevention Committee	-	-	\$979	-	\$979	-	-	\$979
	Rebudget: Cybercadet Program	-	-	\$749	-	\$749	-	-	\$749
	Rebudget: G.E.A.R. Program	-	-	\$38	-	\$38	-	-	\$38
	Rebudget: Internet Crimes Against Children	-	-	\$237	-	\$237	-	-	\$237
Rebudget: Investigative Enhancement	-	-	\$903	-	\$903	-	-	\$903	

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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Police Department	Rebudget: Major Awards Banquet	-	-	\$100	-	\$100	-	-	\$100
	Rebudget: Mayor's Safe Families	-	-	\$130	-	\$130	-	-	\$130
	Rebudget: Miscellaneous Gifts under \$5,000	-	-	\$30,329	-	\$30,329	-	-	\$30,329
	Rebudget: Police & School Partnership Program	-	-	\$1,457	-	\$1,457	-	-	\$1,457
	Rebudget: Police Educational Robot	-	-	\$344	-	\$344	-	-	\$344
	Rebudget: Police Mounted Unit	-	-	\$19,751	-	\$19,751	-	-	\$19,751
	Rebudget: Police Reserves Unit	-	-	\$2,739	-	\$2,739	-	-	\$2,739
	Rebudget: Robbery Secret Witness	-	-	\$2,498	-	\$2,498	-	-	\$2,498
	Rebudget: S.A.V.E. Program	-	-	\$33,607	-	\$33,607	-	-	\$33,607
	Rebudget: Scholastic Crime Stoppers	-	-	\$770	-	\$770	-	-	\$770
	Rebudget: School Safety Gifts	-	-	\$82	-	\$82	-	-	\$82
	Rebudget: Trauma Kits	-	-	\$291	-	\$291	-	-	\$291
	Rebudget: Volunteer Program	-	-	\$105	-	\$105	-	-	\$105
	Public Works Department	Rebudget: Animal Services Donations	-	-	\$1,242,246	-	\$1,242,246	-	-
Rebudget: Kinjo Gardens		-	-	\$6,342	-	\$6,342	-	-	\$6,342
Rebudget: Spay / Neuter Program		-	-	\$54,137	-	\$54,137	-	-	\$54,137
Transportation Department	Rebudget: Coleman / Guadalupe Traffic Study and Mitigation	-	-	\$17,326	-	\$17,326	-	-	\$17,326
	Rebudget: Enhanced Crosswalk at Hedding and Elm Streets	-	-	\$10,777	-	\$10,777	-	-	\$10,777
	Rebudget: Mitty/Bevans Pedestrian Safety Project	-	-	\$11,038	-	\$11,038	-	-	\$11,038
	Rebudget: Our City Forest	-	-	\$23	-	\$23	-	-	\$23

Special Funds
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Gift Trust Fund (139)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Transportation Department	Rebudget: Pedestrian Enhancements - International Circle and Hospital Parkway	-	-	\$2,515	-	\$2,515	-	-	\$2,515
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$3,379,996	\$13,930	\$3,393,926	\$0	\$3,393,926	\$0
Budget Adjustments									
Finance Department	Ending Fund Balance Adjustment	-	-	-	(\$13,930)	(\$13,930)	-	-	(\$13,930)
Library Department	Library – General Gifts/Transfers and Reimbursements (Transfer from the General Fund)	-	-	\$124,643	-	\$124,643	\$124,643	-	\$0
Parks, Recreation and Neighborhood Services Department	Almaden Senior Programming	-	-	\$3,718	-	\$3,718	-	-	\$3,718
	Community Gardens Scholarship	-	-	\$10,212	-	\$10,212	-	-	\$10,212
Budget Adjustments Total		\$0	\$0	\$138,573	(\$13,930)	\$124,643	\$124,643	\$0	\$0
Gift Trust Fund (139) TOTAL		\$0	\$0	\$3,518,569	\$0	\$3,518,569	\$124,643	\$3,393,926	\$0

**Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Home Investment Partnership Program Trust Fund (445)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Fund Balance Reconciliation	-	-	-	\$246,538	\$246,538	-	\$246,538	-
	Rebudget: Supportive Services/Revenue from Federal Government (HOME-American Rescue Plan Act)	-	-	\$1,971,857	-	\$1,971,857	\$1,971,857	-	\$0
	Tech Adjust: Ending Fund Balance Adjustment (Annual Action Plan Alignment)	-	-	-	\$32,376	\$32,376	-	-	\$32,376
	Tech Adjust: Housing Personal Services (Annual Action Plan Alignment)	(\$3,151)	-	-	-	(\$3,151)	-	-	(\$3,151)
	Tech Adjust: Housing Shelter (Annual Action Plan Alignment)	-	-	\$13,876	-	\$13,876	-	-	\$13,876
	Tech Adjust: Revenue from Federal Government (HOME Annual Entitlement) (Annual Action Plan Alignment)	-	-	-	-	-	\$93,101	-	(\$93,101)
	Tech Adjust: Revenue from the Use of Money/Property (Loan Repayments) (Annual Action Plan Alignment)	-	-	-	-	-	(\$50,000)	-	\$50,000
	Clean-Up and Rebudget Actions TOTAL	(\$3,151)	\$0	\$1,985,733	\$278,914	\$2,261,496	\$2,014,958	\$246,538	\$0
Budget Adjustments									
Housing Department	Supportive Services/Revenue from Federal Government (HOME-American Rescue Plan Act)	-	-	\$17,495	-	\$17,495	\$17,495	-	-
	Budget Adjustments Total	\$0	\$0	\$17,495	\$0	\$17,495	\$17,495	\$0	\$0
	Home Investment Partnership Program Trust Fund (445) TOTAL	(\$3,151)	\$0	\$2,003,228	\$278,914	\$2,278,991	\$2,032,453	\$246,538	\$0

**Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Homeless Housing, Assistance, and Prevention Fund (454)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$7,986,981	\$7,986,981	-	-	\$7,986,981
	Fund Balance Reconciliation	-	-	-	(\$4,282,071)	(\$4,282,071)	-	(\$4,282,071)	-
	Rebudget: Emergency Shelters	-	-	(\$9,079,862)	-	(\$9,079,862)	-	-	(\$9,079,862)
	Rebudget: Grant Administration	-	-	(\$6,181)	-	(\$6,181)	-	-	(\$6,181)
	Rebudget: Homeless Youth	-	-	\$2,252,337	-	\$2,252,337	-	-	\$2,252,337
	Rebudget: Homelessness Prevention System	-	-	\$522,547	-	\$522,547	-	-	\$522,547
	Rebudget: Revenue from the State of California (Homeless Housing Assistance and Prevention Grants)	-	-	-	-	-	\$1,675,822	-	(\$1,675,822)
	Tech Adjust: Emergency Shelters (Liquidation of Prior Year Encumbrances)	-	-	\$2,476,645	-	\$2,476,645	-	-	\$2,476,645
	Tech Adjust: Ending Fund Balance (Liquidation of Prior Year Encumbrances)	-	-	-	(\$2,872,030)	(\$2,872,030)	-	-	(\$2,872,030)
	Tech Adjust: Homeless Prevention System (Liquidation of Prior Year Encumbrances)	-	-	\$306,517	-	\$306,517	-	-	\$306,517
	Tech Adjust: Homeless Youth (Liquidation of Prior Year Encumbrances)	-	-	\$88,868	-	\$88,868	-	-	\$88,868
	Clean-Up and Rebudget Actions TOTAL	\$0	\$0	(\$3,439,129)	\$832,880	(\$2,606,249)	\$1,675,822	(\$4,282,071)	\$0
Budget Adjustments									
Housing Department	Ending Fund Balance Adjustment	-	-	-	(\$800,000)	(\$800,000)	-	-	(\$800,000)
	Street Outreach and Support Services	-	-	\$800,000	-	\$800,000	-	-	\$800,000
	Budget Adjustments Total	\$0	\$0	\$800,000	(\$800,000)	\$0	\$0	\$0	\$0
	Homeless Housing, Assistance, and Prevention Fund (454) TOTAL	\$0	\$0	(\$2,639,129)	\$32,880	(\$2,606,249)	\$1,675,822	(\$4,282,071)	\$0

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Housing Trust Fund (440)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$452,860)	(\$452,860)	-	-	(\$452,860)
	Fund Balance Reconciliation	-	-	-	\$1,116,232	\$1,116,232	-	\$1,116,232	\$0
	Rebudget: Disaster Assistance	-	-	\$311,000	-	\$311,000	-	-	\$311,000
	Rebudget: Emergency Assistance	-	-	\$130,000	-	\$130,000	-	-	\$130,000
	Rebudget: Housing and Homeless Projects	-	-	\$11,860	-	\$11,860	-	-	\$11,860
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$452,860	\$663,372	\$1,116,232	\$0	\$1,116,232	\$0
Budget Adjustments									
Housing Department	Ending Fund Balance Adjustment	-	-	-	(\$700,000)	(\$700,000)	-	-	(\$700,000)
	Housing and Homeless Projects	-	-	\$700,000	-	\$700,000	-	-	\$700,000
Budget Adjustments Total		\$0	\$0	\$700,000	(\$700,000)	\$0	\$0	\$0	\$0
Housing Trust Fund (440) TOTAL		\$0	\$0	\$1,152,860	(\$36,628)	\$1,116,232	\$0	\$1,116,232	\$0

Ice Centre Revenue Fund (432)

Clean-Up and Rebudget Actions									
Finance Department	Fund Balance Reconciliation	-	-	-	\$317,796	\$317,796	-	\$317,796	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$317,796	\$317,796	\$0	\$317,796	\$0
Ice Centre Revenue Fund (432) TOTAL		\$0	\$0	\$0	\$317,796	\$317,796	\$0	\$317,796	\$0

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Inclusionary Fee Fund (451)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$14,918,751)	(\$14,918,751)	-	-	(\$14,918,751)
	Fund Balance Reconciliation	-	-	-	\$16,310,000	\$16,310,000	-	\$16,310,000	-
	Rebudget: Housing Loans and Grants	-	-	\$14,918,751	-	\$14,918,751	-	-	\$14,918,751
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$14,918,751	\$1,391,249	\$16,310,000	\$0	\$16,310,000	\$0
Budget Adjustments									
Housing Department	Ending Fund Balance Adjustment	-	-	-	(\$1,763,789)	(\$1,763,789)	-	-	(\$1,763,789)
	Housing Loans and Grants	-	-	\$1,013,199	-	\$1,013,199	-	-	\$1,013,199
	Housing Project Reserve	-	-	-	\$750,590	\$750,590	-	-	\$750,590
Budget Adjustments Total		\$0	\$0	\$1,013,199	(\$1,013,199)	\$0	\$0	\$0	\$0
Inclusionary Fee Fund (451) TOTAL		\$0	\$0	\$15,931,950	\$378,050	\$16,310,000	\$0	\$16,310,000	\$0

Integrated Waste Management Fund (423)

Clean-Up and Rebudget Actions

Environmental Services Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$245,921	\$245,921	-	-	\$245,921
	Fund Balance Reconciliation	-	-	-	\$3,444,906	\$3,444,906	-	\$3,444,906	\$0
	Rebudget: CalRecycle CRV Grant	-	-	\$10,403	-	\$10,403	-	-	\$10,403
	Rebudget: CalRecycle SB1383 2024 Grant	-	-	(\$259,092)	-	(\$259,092)	-	-	(\$259,092)
Planning, Building and Code Enforcement Department	Rebudget: Planning, Building and Code Enforcement Non-Personal/Equipment (SJ Permits Software Upgrade)	-	\$2,768	-	-	\$2,768	-	-	\$2,768
Clean-Up and Rebudget Actions TOTAL		\$0	\$2,768	(\$248,689)	\$3,690,827	\$3,444,906	\$0	\$3,444,906	\$0
Integrated Waste Management Fund (423) TOTAL		\$0	\$2,768	(\$248,689)	\$3,690,827	\$3,444,906	\$0	\$3,444,906	\$0

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Library Parcel Tax Fund (418)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Library Department	Fund Balance Reconciliation	-	-	-	\$586,637	\$586,637	-	\$586,637	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	\$586,637	\$586,637	\$0	\$586,637	\$0
Library Parcel Tax Fund (418)									
TOTAL		\$0	\$0	\$0	\$586,637	\$586,637	\$0	\$586,637	\$0

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Low and Moderate Income Housing Asset Fund (346)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$12,714,765)	(\$12,714,765)	-	-	(\$12,714,765)
	Fund Balance Reconciliation	-	-	-	\$30,821,806	\$30,821,806	-	\$30,821,806	-
	Fund Balance Reconciliation: Housing Project Reserve	-	-	-	(\$9,898,877)	(\$9,898,877)	-	(\$9,898,877)	-
	Rebudget: Affordable Housing Web Portal	-	-	\$7,344	-	\$7,344	-	-	\$7,344
	Rebudget: Asset Management Services	-	-	\$100,027	-	\$100,027	-	-	\$100,027
	Rebudget: Housing Loans and Grants	-	-	\$9,972,158	-	\$9,972,158	-	-	\$9,972,158
	Rebudget: Housing Predevelopment Activity	-	-	\$2,631,084	-	\$2,631,084	-	-	\$2,631,084
Planning, Building and Code Enforcement Department	Rebudget: Planning, Building and Code Enforcement Non-Personal/Equipment (SJ Permits Software Upgrade)	-	\$4,152	-	-	\$4,152	-	-	\$4,152
Clean-Up and Rebudget Actions TOTAL		\$0	\$4,152	\$12,710,613	\$8,208,164	\$20,922,929	\$0	\$20,922,929	\$0
Budget Adjustments									
Housing Department	Ending Fund Balance Adjustment	-	-	-	(\$15,558,726)	(\$15,558,726)	-	-	(\$15,558,726)
	Housing Project Reserve	-	-	-	\$15,558,726	\$15,558,726	-	-	\$15,558,726
	Housing Project Reserve/Revenue from the Use of Money/Property (Loan Repayments)	-	-	-	\$22,405,151	\$22,405,151	\$22,405,151	-	\$0
	Housing Project Reserve/Transfers and Reimbursements (Transfer from the Real Property Transfer Tax Fund)	-	-	-	\$22,875,000	\$22,875,000	\$22,875,000	-	-
Budget Adjustments Total		\$0	\$0	\$0	\$45,280,151	\$45,280,151	\$45,280,151	\$0	\$0
Low and Moderate Income Housing Asset Fund (346) TOTAL		\$0	\$4,152	\$12,710,613	\$53,488,315	\$66,203,080	\$45,280,151	\$20,922,929	\$0

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Maintenance District No. 1 (Los Paseos) Fund (352)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$67,821	\$67,821	-	\$67,821	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$67,821	\$67,821	\$0	\$67,821	\$0
Maintenance District No. 1 (Los Paseos) Fund (352) TOTAL		\$0	\$0	\$0	\$67,821	\$67,821	\$0	\$67,821	\$0

Maintenance District No. 2 (Trade Zone Blvd.-Lundy Ave.) Fund (354)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$9,042)	(\$9,042)	-	(\$9,042)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$9,042)	(\$9,042)	\$0	(\$9,042)	\$0
Maintenance District No. 2 (Trade Zone Blvd.-Lundy Ave.) Fund (354) TOTAL		\$0	\$0	\$0	(\$9,042)	(\$9,042)	\$0	(\$9,042)	\$0

Maintenance District No. 5 (Orchard Parkway-Plumeria Drive) Fund (357)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$20,341)	(\$20,341)	-	(\$20,341)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$20,341)	(\$20,341)	\$0	(\$20,341)	\$0
Maintenance District No. 5 (Orchard Parkway-Plumeria Drive) Fund (357) TOTAL		\$0	\$0	\$0	(\$20,341)	(\$20,341)	\$0	(\$20,341)	\$0

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Maintenance District No. 8 (Zanker-Montague) Fund (361)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$2,046)	(\$2,046)	-	(\$2,046)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$2,046)	(\$2,046)	\$0	(\$2,046)	\$0
Maintenance District No. 8 (Zanker-Montague) Fund (361) TOTAL		\$0	\$0	\$0	(\$2,046)	(\$2,046)	\$0	(\$2,046)	\$0

Maintenance District No. 9 (Santa Teresa-Great Oaks) Fund (362)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$23,539)	(\$23,539)	-	(\$23,539)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$23,539)	(\$23,539)	\$0	(\$23,539)	\$0
Maintenance District No. 9 (Santa Teresa-Great Oaks) Fund (362) TOTAL		\$0	\$0	\$0	(\$23,539)	(\$23,539)	\$0	(\$23,539)	\$0

Maintenance District No. 11 (Brokaw Rd/Junction Ave/Old Oakland Rd) Fund (364)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$17,816	\$17,816	-	\$17,816	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$17,816	\$17,816	\$0	\$17,816	\$0
Maintenance District No. 11 (Brokaw Rd/Junction Ave/Old Oakland Rd) Fund (364) TOTAL		\$0	\$0	\$0	\$17,816	\$17,816	\$0	\$17,816	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Maintenance District No. 13 (Karina-O'Nel) Fund (366)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$961)	(\$961)	-	(\$961)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$961)	(\$961)	\$0	(\$961)	\$0
Maintenance District No. 13 (Karina-O'Nel) Fund (366) TOTAL		\$0	\$0	\$0	(\$961)	(\$961)	\$0	(\$961)	\$0

Maintenance District No. 15 (Silver Creek Valley) Fund (368)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$26,362)	(\$26,362)	-	(\$26,362)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$26,362)	(\$26,362)	\$0	(\$26,362)	\$0
Maintenance District No. 15 (Silver Creek Valley) Fund (368) TOTAL		\$0	\$0	\$0	(\$26,362)	(\$26,362)	\$0	(\$26,362)	\$0

Maintenance District No. 18 (The Meadowlands) Fund (372)

Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	\$8,920	\$8,920	-	\$8,920	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$8,920	\$8,920	\$0	\$8,920	\$0
Maintenance District No. 18 (The Meadowlands) Fund (372) TOTAL		\$0	\$0	\$0	\$8,920	\$8,920	\$0	\$8,920	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Maintenance District No. 19 (River Oaks Area Landscaping) Fund (359)

Clean-Up and Rebudget Actions

Transportation		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Department/Proposal									
Clean-Up and Rebudget Actions									
Transportation									
Department	Fund Balance Reconciliation	-	-	-	\$5,868	\$5,868	-	\$5,868	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	\$5,868	\$5,868	\$0	\$5,868	\$0
Maintenance District No. 19 (River Oaks Area Landscaping) Fund (359) TOTAL		\$0	\$0	\$0	\$5,868	\$5,868	\$0	\$5,868	\$0

Maintenance District No. 20 (Renaissance-N. First Landscaping) Fund (365)

Clean-Up and Rebudget Actions

Transportation		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Department									
Clean-Up and Rebudget Actions									
Department	Fund Balance Reconciliation	-	-	-	\$15,123	\$15,123	-	\$15,123	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	\$15,123	\$15,123	\$0	\$15,123	\$0
Maintenance District No. 20 (Renaissance-N. First Landscaping) Fund (365) TOTAL		\$0	\$0	\$0	\$15,123	\$15,123	\$0	\$15,123	\$0

Maintenance District No. 21 (Gateway Place-Airport Parkway) Fund (356)

Clean-Up and Rebudget Actions

Transportation		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Department									
Clean-Up and Rebudget Actions									
Department	Fund Balance Reconciliation	-	-	-	(\$13,627)	(\$13,627)	-	(\$13,627)	-
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$0	(\$13,627)	(\$13,627)	\$0	(\$13,627)	\$0
Maintenance District No. 21 (Gateway Place-Airport Parkway) Fund (356) TOTAL		\$0	\$0	\$0	(\$13,627)	(\$13,627)	\$0	(\$13,627)	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Maintenance District No. 22 (Hellyer Ave.-Silver Creek Valley Rd.) Fund (367)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Transportation Department	Fund Balance Reconciliation	-	-	-	(\$4,154)	(\$4,154)	-	(\$4,154)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$4,154)	(\$4,154)	\$0	(\$4,154)	\$0
Maintenance District No. 22 (Hellyer Ave.-Silver Creek Valley Rd.) Fund (367) TOTAL		\$0	\$0	\$0	(\$4,154)	(\$4,154)	\$0	(\$4,154)	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Multi-Source Housing Fund (448)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$692,530)	(\$692,530)	-	-	(\$692,530)
	Fund Balance Reconciliation	-	-	-	\$20,648,648	\$20,648,648	-	\$20,648,648	-
	Rebudget: Emergency Shelters	-	-	(\$10,000)	-	(\$10,000)	-	-	(\$10,000)
	Rebudget: Homeless Rapid Rehousing	-	-	\$629,248	-	\$629,248	-	-	\$629,248
	Rebudget: Housing Loans and Grants	-	-	\$73,282	-	\$73,282	-	-	\$73,282
	Tech Adjust: Emergency Shelter Grants/Revenue from Federal Government (Annual Action Plan Alignment)	-	-	\$1,653	-	\$1,653	\$1,653	-	-
	Tech Adjust: HOPWA Grants/Revenue from Federal Government (Annual Action Plan Alignment)	-	-	\$158,339	-	\$158,339	\$158,339	-	-
	Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$852,522	\$19,956,118	\$20,808,640	\$159,992	\$20,648,648	\$0
Budget Adjustments									
Housing Department	Emergency Shelters	-	-	\$2,000,000	-	\$2,000,000	-	-	\$2,000,000
	Encampment Resolution Funding Grant	-	-	\$51,829	-	\$51,829	-	-	\$51,829
	Encampment Resolution Funding Grant 3	-	-	\$34,659	-	\$34,659	-	-	\$34,659
	Ending Fund Balance Adjustment	-	-	-	(\$4,161,330)	(\$4,161,330)	-	-	(\$4,161,330)
	Non-Personal/Equipment (Interim Housing Operations and Homeless Outreach)	-	\$2,074,842	-	-	\$2,074,842	-	-	\$2,074,842
	Budget Adjustments Total	\$0	\$2,074,842	\$2,086,488	(\$4,161,330)	\$0	\$0	\$0	\$0
	Multi-Source Housing Fund (448) TOTAL	\$0	\$2,074,842	\$2,939,010	\$15,794,788	\$20,808,640	\$159,992	\$20,648,648	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Municipal Golf Course Fund (518)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Parks, Recreation and Neighborhood Services Department	Fund Balance Reconciliation	-	-	-	\$229,814	\$229,814	-	\$229,814	-
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$0	\$0	\$229,814	\$229,814	\$0	\$229,814	\$0
Municipal Golf Course Fund (518) TOTAL									
		\$0	\$0	\$0	\$229,814	\$229,814	\$0	\$229,814	\$0

Planning Development Fee Program Fund (238)

Clean-Up and Rebudget Actions									
Planning, Building and Code Enforcement Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$6,920)	(\$6,920)	-	-	(\$6,920)
	Fund Balance Reconciliation	-	-	-	\$1,797,394	\$1,797,394	-	\$1,797,394	-
	Rebudget: Development Fee Program - Shared Resources Non-Personal/Equipment (SJ Permits Upgrade)	-	\$6,920	-	-	\$6,920	-	-	\$6,920
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$6,920	\$0	\$1,790,474	\$1,797,394	\$0	\$1,797,394	\$0
Planning Development Fee Program Fund (238) TOTAL									
		\$0	\$6,920	\$0	\$1,790,474	\$1,797,394	\$0	\$1,797,394	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Public Works Development Fee Program Fund (241)

Department/Proposal		Personal Services	Non-Personal/Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Planning, Building and Code Enforcement Department	Rebudget: Public Works Development Fee Program - Non-Personal/Equipment (SJ Permits Upgrade)	-	\$15,224	-	-	\$15,224	-	-	\$15,224
Public Works Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$15,224)	(\$15,224)	-	-	(\$15,224)
	Fund Balance Reconciliation	-	-	-	\$3,789,067	\$3,789,067	-	\$3,789,067	\$0
Clean-Up and Rebudget Actions TOTAL		\$0	\$15,224	\$0	\$3,773,843	\$3,789,067	\$0	\$3,789,067	\$0
Budget Adjustments									
Public Works Department	Ending Fund Balance Adjustment	-	-	-	\$646,859	\$646,859	-	-	\$646,859
	Non-Personal/Equipment/Fees, Rates, and Charges (Energy Customer Development Team Vehicles)	-	\$120,000	-	-	\$120,000	\$120,000	-	-
	Transfers and Reimbursements (Transfer from the Small Cell Permitting Fee Program Fund)	-	-	-	-	-	\$646,859	-	(\$646,859)
Budget Adjustments Total		\$0	\$120,000	\$0	\$646,859	\$766,859	\$766,859	\$0	\$0
Public Works Development Fee Program Fund (241) TOTAL		\$0	\$135,224	\$0	\$4,420,702	\$4,555,926	\$766,859	\$3,789,067	\$0

Public Works Program Support Fund (150)

Clean-Up and Rebudget Actions									
Public Works Department	Fund Balance Reconciliation	-	-	-	\$1,595,296	\$1,595,296	-	\$1,595,296	\$0
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$1,595,296	\$1,595,296	\$0	\$1,595,296	\$0
Public Works Program Support Fund (150) TOTAL		\$0	\$0	\$0	\$1,595,296	\$1,595,296	\$0	\$1,595,296	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Public Works Small Cell Permitting Fee Program Fund (242)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Public Works									
Department	Fund Balance Reconciliation	-	-	-	\$646,859	\$646,859	-	\$646,859	-
	Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	\$646,859	\$646,859	\$0	\$646,859	\$0
Budget Adjustments									
Public Works									
Department	Ending Fund Balance Adjustment	-	-	-	(\$646,859)	(\$646,859)	-	-	(\$646,859)
	Transfer to the Public Works Development Fee Program Fund	-	-	\$646,859	-	\$646,859	-	-	\$646,859
	Budget Adjustments Total	\$0	\$0	\$646,859	(\$646,859)	\$0	\$0	\$0	\$0
	Public Works Small Cell Permitting Fee Program Fund (242) TOTAL	\$0	\$0	\$646,859	\$0	\$646,859	\$0	\$646,859	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Real Property Transfer Tax Fund (404)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Housing Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$4,405,988)	(\$4,405,988)	-	-	(\$4,405,988)
	Fund Balance Reconciliation	-	-	-	\$5,315,125	\$5,315,125	-	\$5,315,125	-
	Fund Balance Reconciliation: Measure E - 15% Interim Housing Maintenance Reserve	-	-	-	-	-	-	(\$250,000)	\$250,000
	Rebudget: Interim Housing Construction and Operations (15% HSP)	-	-	\$129,450	-	\$129,450	-	-	\$129,450
	Rebudget: Measure E - Project HomeKey 2.0 (40% ELI)	-	-	\$987,872	-	\$987,872	-	-	\$987,872
	Rebudget: Measure E - 5% Moderate-Income Households	-	-	\$250,000	-	\$250,000	-	-	\$250,000
	Rebudget: Measure E - Housing Homeless Response Staff (Program Admin)	-	-	\$486,310	-	\$486,310	-	-	\$486,310
	Rebudget: Measure E - Interim Housing Construction and Operations - Surestay Operations (15% HSP)	-	-	\$1,288,411	-	\$1,288,411	-	-	\$1,288,411
	Rebudget: Measure E - Supportive Services - Overnight Warming Locations (15% HSP)	-	-	\$11,010	-	\$11,010	-	-	\$11,010
	Rebudget: Outreach, Sanitation and Other Support Services (15% HSP)	-	-	\$643,400	-	\$643,400	-	-	\$643,400
	Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)	-	-	-	\$625,320	\$625,320	-	-	\$625,320
	Tech Adjust: Ending Fund Balance Adjustment (Transfer to the General Fund (Interest Income))	-	-	-	(\$1,534,457)	(\$1,534,457)	-	-	(\$1,534,457)

**Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Real Property Transfer Tax Fund (404)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Housing Department	Tech Adjust: Measure E - 10% Homeless Prevention and Rental Assistance Reserve (Liquidation of Prior Year Encumbrances)	-	-	-	\$56,139	\$56,139	-	-	\$56,139
	Tech Adjust: Measure E - 10% Homeless Prevention and Rental Assistance Reserve (Reconciliation)	-	-	-	(\$34,520)	(\$34,520)	-	-	(\$34,520)
	Tech Adjust: Measure E - 15% Homeless Support Programs Reserve (Liquidation of Prior Year Encumbrances)	-	-	-	\$1,610,392	\$1,610,392	-	-	\$1,610,392
	Tech Adjust: Measure E - 15% Homeless Support Programs Reserve (Reconciliation)	-	-	-	(\$348,466)	(\$348,466)	-	-	(\$348,466)
	Tech Adjust: Measure E - 30% Low-Income Households Reserve (Liquidation of Prior Year Encumbrances)	-	-	-	\$143,064	\$143,064	-	-	\$143,064
	Tech Adjust: Measure E - 30% Low-Income Households Reserve (Reconciliation)	-	-	-	(\$196,934)	(\$196,934)	-	-	(\$196,934)
	Tech Adjust: Measure E - 40% Extremely Low-Income Households Reserve (Liquidation of Prior Year Encumbrances)	-	-	-	\$313,441	\$313,441	-	-	\$313,441
	Tech Adjust: Measure E - 40% Extremely Low-Income Households Reserve (Reconciliation)	-	-	-	(\$429,245)	(\$429,245)	-	-	(\$429,245)

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Real Property Transfer Tax Fund (404)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Housing Department	Tech Adjust: Measure E - 5% Moderate-Income Households Reserve (Liquidation of Prior Year Encumbrances)	-	-	-	\$15,744	\$15,744	-	-	\$15,744
	Tech Adjust: Measure E - 5% Moderate-Income Households Reserve (Reconciliation)	-	-	-	\$383,845	\$383,845	-	-	\$383,845
	Tech Adjust: Measure E - Homelessness Coordination Team (Program Admin) (Reallocation from CMO to Housing)	-	-	\$298,972	-	\$298,972	-	-	\$298,972
	Tech Adjust: Safe or Alternative Sleeping Sites (15% HSP) (Reallocation from Public Works to Housing)	-	-	\$7,117,396	-	\$7,117,396	-	-	\$7,117,396
	Tech Adjust: Transfer to the General Fund (Interest Income)	-	-	\$1,534,457	-	\$1,534,457	-	-	\$1,534,457
	Tech Adjust: Transfers and Reimbursements (Transfer from the General Fund) (Liquidation of Prior Year Encumbrances)	-	-	-	-	-	\$2,138,780	-	(\$2,138,780)
	Office of the City Manager	Rebudget: Measure E - Homelessness Coordination Team (Program Admin)	-	-	\$298,972	-	\$298,972	-	-
	Tech Adjust: Measure E - Homelessness Coordination Team (Program Admin) (Reallocation from CMO to Housing)	-	-	(\$298,972)	-	(\$298,972)	-	-	(\$298,972)
Parks, Recreation and Neighborhood Services Department	Rebudget: Measure E - Homeless Response and Outreach Staffing (15% HSP)	-	-	(\$208,241)	-	(\$208,241)	-	-	(\$208,241)

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Real Property Transfer Tax Fund (404)

Department/Proposal		Personal Services	Non-Personal/Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Parks, Recreation and Neighborhood Services Department	Rebudget: Recreational Vehicle Pollution Prevention Program (15% HSP)	-	-	\$39,279	-	\$39,279	-	-	\$39,279
	Tech Adjust: Non-Personal/Equipment (15% HSP) (Retitled from Non-Personal/Equipment)	-	\$0	-	-	\$0	-	-	-
	Tech Adjust: Personal Services (15% HSP) (Retitled from Personal Services)	\$0	-	-	-	\$0	-	-	\$0
Public Works Department	Fund Balance Reconciliation: Measure E - Interim Housing Maintenance Reserve (15% HSP)	-	-	-	(\$250,000)	(\$250,000)	-	-	(\$250,000)
	Rebudget: Interim Housing - Cherry	-	-	\$557,230	-	\$557,230	-	-	\$557,230
	Rebudget: Measure E - Interim Housing Maintenance (15% HSP)	-	-	\$20,319	-	\$20,319	-	-	\$20,319
	Rebudget: Measure E - Interim Shelter Site Identification and Development (15% HSP)	-	-	\$84,580	-	\$84,580	-	-	\$84,580
	Rebudget: Safe or Alternative Sleeping Sites (15% HSP)	-	-	(\$182,604)	-	(\$182,604)	-	-	(\$182,604)
	Tech Adjust: Safe or Alternative Sleeping Sites (15% HSP) (Reallocation from Public Works to Housing)	-	-	(\$7,117,396)	-	(\$7,117,396)	-	-	(\$7,117,396)
Clean-Up and Rebudget Actions									
TOTAL		\$0	\$0	\$5,940,445	\$1,263,460	\$7,203,905	\$2,138,780	\$5,065,125	\$0
Budget Adjustments									
Housing Department	Homeless Prevention and Rental Assistance (10% HPRA)	-	-	\$1,300,000	-	\$1,300,000	-	-	\$1,300,000

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Real Property Transfer Tax Fund (404)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Housing Department	Measure E - 10% Homeless Prevention and Rental Assistance Reserve	-	-	-	(\$1,300,000)	(\$1,300,000)	-	-	(\$1,300,000)
	Measure E - 30% Low-Income Households	-	-	(\$12,215,510)	-	(\$12,215,510)	-	-	(\$12,215,510)
	Measure E - 30% Low-Income Households Reserve	-	-	-	(\$659,490)	(\$659,490)	-	-	(\$659,490)
	Measure E - 40% Extremely Low-Income Households Reserve	-	-	-	(\$2,275,510)	(\$2,275,510)	-	-	(\$2,275,510)
	Measure E - 40% Extremely Low-Income Households	-	-	(\$7,724,490)	-	(\$7,724,490)	-	-	(\$7,724,490)
	Outreach, Sanitation and Other Support Services (15% HSP)	-	-	\$0	-	\$0	-	-	\$0
	Transfer to the General Fund - Interest Income/Revenue from the Use of Money/Property	-	-	\$700,000	-	\$700,000	\$700,000	-	-
	Transfer to the Low and Moderate Income Housing Asset Fund (Vista Montana)	-	-	\$22,875,000	-	\$22,875,000	-	-	\$22,875,000
	Budget Adjustments Total	\$0	\$0	\$4,935,000	(\$4,235,000)	\$700,000	\$700,000	\$0	\$0
	Real Property Transfer Tax Fund (404) TOTAL	\$0	\$0	\$10,875,445	(\$2,971,540)	\$7,903,905	\$2,838,780	\$5,065,125	\$0

Rental Stabilization Program Fee Fund (450)

Clean-Up and Rebudget Actions

Housing Department	Fund Balance Reconciliation	-	-	-	\$1,520,779	\$1,520,779	-	\$1,520,779	-
	Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	\$1,520,779	\$1,520,779	\$0	\$1,520,779	\$0
	Rental Stabilization Program Fee Fund (450) TOTAL	\$0	\$0	\$0	\$1,520,779	\$1,520,779	\$0	\$1,520,779	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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San José Arena Capital Reserve Fund (459)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions								
City Manager - Office of Economic Development and Cultural Affairs								
Tech Adjust: Previously Approved Repairs Reserve (Reconciliation)	-	-	-	\$2,889,231	\$2,889,231	-	-	\$2,889,231
Office of the City Manager								
Fund Balance Reconciliation	-	-	-	\$2,884,658	\$2,884,658	-	\$2,884,658	-
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)	-	-	-	(\$2,889,231)	(\$2,889,231)	-	-	(\$2,889,231)
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	\$2,884,658	\$2,884,658	\$0	\$2,884,658	\$0
Budget Adjustments								
City Manager - Office of Economic Development and Cultural Affairs								
Electrical Repairs	-	-	\$497,832	-	\$497,832	-	-	\$497,832
Mechanical Repairs	-	-	\$611,883	-	\$611,883	-	-	\$611,883
Previously Approved Repairs Reserve	-	-	-	(\$2,002,214)	(\$2,002,214)	-	-	(\$2,002,214)
Structures Repairs	-	-	\$892,499	-	\$892,499	-	-	\$892,499
Budget Adjustments Total	\$0	\$0	\$2,002,214	(\$2,002,214)	\$0	\$0	\$0	\$0
San José Arena Capital Reserve Fund (459) TOTAL	\$0	\$0	\$2,002,214	\$882,444	\$2,884,658	\$0	\$2,884,658	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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San José Clean Energy Operating Fund (501)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions								
Energy Department Fund Balance Reconciliation	-	-	-	\$8,873,058	\$8,873,058	-	\$8,873,058	-
Rebudget: Disadvantaged Communities - Green Tariff/Revenue from State of California	-	-	\$238,322	-	\$238,322	\$238,322	-	-
Rebudget: Energy Efficiency and Conservation Block Grant/Revenue from Federal Government	-	-	\$169,063	-	\$169,063	\$169,063	-	-
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$407,385	\$8,873,058	\$9,280,443	\$407,385	\$8,873,058	\$0
San José Clean Energy Operating Fund (501) TOTAL	\$0	\$0	\$407,385	\$8,873,058	\$9,280,443	\$407,385	\$8,873,058	\$0

San José Opioid Response Fund (130)

Clean-Up and Rebudget Actions

Parks, Recreation and Neighborhood Services Department	Fund Balance Reconciliation	-	-	-	(\$7,654)	(\$7,654)	-	(\$7,654)	-
	Rebudget: Community Awareness and Education on Opioid Addiction Prevention/Revenue from State of California (Janssen Payments - Abatement Fund)	-	-	\$6,101	-	\$6,101	\$6,101	-	-
	Rebudget: Opioid Prevention Grant Program/Revenue from State of California (Distributor Payments - Abatement Fund)	-	-	\$1,295	-	\$1,295	\$1,295	-	-
	Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$7,396	(\$7,654)	(\$258)	\$7,396	(\$7,654)	\$0
Budget Adjustments									
Parks, Recreation and Neighborhood Services Department	Ending Fund Balance Adjustment	-	-	-	(\$45,345)	(\$45,345)	-	-	(\$45,345)
	Opioid Prevention Grant Program	-	-	\$45,345	-	\$45,345	-	-	\$45,345
	Budget Adjustments Total	\$0	\$0	\$45,345	(\$45,345)	\$0	\$0	\$0	\$0
	San José Opioid Response Fund (130) TOTAL	\$0	\$0	\$52,741	(\$52,999)	(\$258)	\$7,396	(\$7,654)	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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San José-Santa Clara Treatment Plant Income Fund (514)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Environmental Services Department	Fund Balance Reconciliation	-	-	-	\$143,189	\$143,189	-	\$143,189	-
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$0	\$0	\$143,189	\$143,189	\$0	\$143,189	\$0
San José-Santa Clara Treatment Plant Income Fund (514) TOTAL									
		\$0	\$0	\$0	\$143,189	\$143,189	\$0	\$143,189	\$0

San José-Santa Clara Treatment Plant Operating Fund (513)

Clean-Up and Rebudget Actions									
Environmental Services Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$300,000)	(\$300,000)	-	-	(\$300,000)
	Fund Balance Reconciliation	-	-	-	\$5,755,379	\$5,755,379	-	\$5,755,379	\$0
	Rebudget: Non-Personal/Equipment (Regional Wastewater Facility Capital Plan Update)	-	\$300,000	-	-	\$300,000	-	-	\$300,000
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$300,000	\$0	\$5,455,379	\$5,755,379	\$0	\$5,755,379	\$0
San José-Santa Clara Treatment Plant Operating Fund (513) TOTAL									
		\$0	\$300,000	\$0	\$5,455,379	\$5,755,379	\$0	\$5,755,379	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Sewage Treatment Plant Connection Fee Fund (539)

Department/Proposal		Personal Services	Non-Personal/Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Environmental Services Department	Fund Balance Reconciliation	-	-	-	(\$247,178)	(\$247,178)	-	(\$247,178)	-
Clean-Up and Rebudget Actions TOTAL									
		\$0	\$0	\$0	(\$247,178)	(\$247,178)	\$0	(\$247,178)	\$0
Sewage Treatment Plant Connection Fee Fund (539) TOTAL									
		\$0	\$0	\$0	(\$247,178)	(\$247,178)	\$0	(\$247,178)	\$0

Sewer Service and Use Charge Fund (541)

Clean-Up and Rebudget Actions									
Environmental Services Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$132,400	\$132,400	-	-	\$132,400
	Fund Balance Reconciliation	-	-	-	\$1,989,502	\$1,989,502	-	\$1,989,502	-
Transportation Department	Rebudget: Non-Personal/Equipment (Combo Sewer Truck)	-	(\$132,400)	-	-	(\$132,400)	-	-	(\$132,400)
Clean-Up and Rebudget Actions TOTAL									
		\$0	(\$132,400)	\$0	\$2,121,902	\$1,989,502	\$0	\$1,989,502	\$0
Budget Adjustments									
Environmental Services Department	Ending Fund Balance Adjustment	-	-	-	(\$158,457)	(\$158,457)	-	-	(\$158,457)
Transportation Department	Non-Personal/Equipment (Sanitary Sewer Odor Control)	-	\$158,457	-	-	\$158,457	-	-	\$158,457
Budget Adjustments Total									
		\$0	\$158,457	\$0	(\$158,457)	\$0	\$0	\$0	\$0
Sewer Service and Use Charge Fund (541) TOTAL									
		\$0	\$26,057	\$0	\$1,963,445	\$1,989,502	\$0	\$1,989,502	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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South Bay Water Recycling Operating Fund (570)

Department/Proposal		Personal Services	Non-Personal/Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Environmental Services Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	(\$1,150,000)	(\$1,150,000)	-	-	(\$1,150,000)
	Fund Balance Reconciliation	-	-	-	\$3,788,079	\$3,788,079	-	\$3,788,079	-
	Rebudget: Non-Personal/Equipment (South Bay Water Recycling System Improvements)	-	\$1,150,000	-	-	\$1,150,000	-	-	\$1,150,000
Clean-Up and Rebudget Actions TOTAL		\$0	\$1,150,000	\$0	\$2,638,079	\$3,788,079	\$0	\$3,788,079	\$0
Budget Adjustments									
Environmental Services Department	Ending Fund Balance Adjustment	-	-	-	(\$3,550,000)	(\$3,550,000)	-	-	(\$3,550,000)
	Non-Personal/Equipment (South Bay Water Recycling Inspection Vehicle Replacement)	-	\$50,000	-	-	\$50,000	-	-	\$50,000
	SCVWD - Advanced Water Treatment	-	-	\$3,500,000	-	\$3,500,000	-	-	\$3,500,000
Budget Adjustments Total		\$0	\$50,000	\$3,500,000	(\$3,550,000)	\$0	\$0	\$0	\$0
South Bay Water Recycling Operating Fund (570) TOTAL		\$0	\$1,200,000	\$3,500,000	(\$911,921)	\$3,788,079	\$0	\$3,788,079	\$0

St. James Park Management District Fund (345)

Clean-Up and Rebudget Actions

Parks, Recreation and Neighborhood Services Department	Fund Balance Reconciliation	-	-	-	\$97,485	\$97,485	-	\$97,485	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	\$97,485	\$97,485	\$0	\$97,485	\$0
St. James Park Management District Fund (345) TOTAL		\$0	\$0	\$0	\$97,485	\$97,485	\$0	\$97,485	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Storm Sewer Operating Fund (446)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Environmental Services Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$523,900	\$523,900	-	-	\$523,900
	Fund Balance Reconciliation	-	-	-	(\$230,975)	(\$230,975)	-	(\$230,975)	\$0
Transportation Department	Rebudget: Non-Personal/Equipment (Combo Sewer Truck)	-	(\$523,900)	-	-	(\$523,900)	-	-	(\$523,900)
Clean-Up and Rebudget Actions TOTAL		\$0	(\$523,900)	\$0	\$292,925	(\$230,975)	\$0	(\$230,975)	\$0
Storm Sewer Operating Fund (446) TOTAL		\$0	(\$523,900)	\$0	\$292,925	(\$230,975)	\$0	(\$230,975)	\$0

Supplemental Law Enforcement Services Fund (414)

Clean-Up and Rebudget Actions

Police Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$133,244	\$133,244	-	-	\$133,244
	Fund Balance Reconciliation	-	-	-	(\$94,383)	(\$94,383)	-	(\$94,383)	-
	Rebudget: SLES Grant 2021-2023/Revenue from State of California	-	-	(\$8,187)	-	(\$8,187)	(\$93,335)	-	\$85,148
	Rebudget: SLES Grant 2022-2024/Revenue from State of California	-	-	\$7,080	-	\$7,080	\$189,272	-	(\$182,192)
	Rebudget: SLES Grant 2023-2025/Revenue from State of California	-	-	\$4,876	-	\$4,876	\$41,076	-	(\$36,200)
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$3,769	\$38,861	\$42,630	\$137,013	(\$94,383)	\$0
Supplemental Law Enforcement Services Fund (414) TOTAL		\$0	\$0	\$3,769	\$38,861	\$42,630	\$137,013	(\$94,383)	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Transient Occupancy Tax Fund (461)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions								
City Manager - Office of Economic Development and Cultural Affairs								
Fund Balance Reconciliation	-	-	-	\$1,746,689	\$1,746,689	-	\$1,746,689	-
Fund Balance Reconciliation - Cultural Grants and Programs Reserve	-	-	-	\$187,500	\$187,500	-	\$187,500	-
Tech Adjust: Cultural Grants and Programs Reserve (Reconciliation)	-	-	-	\$1,482,966	\$1,482,966	-	-	\$1,482,966
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)	-	-	-	(\$1,482,966)	(\$1,482,966)	-	-	(\$1,482,966)
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$0	\$1,934,189	\$1,934,189	\$0	\$1,934,189	\$0
Budget Adjustments								
City Manager - Office of Economic Development and Cultural Affairs								
-	-	-	-	\$0	\$0	-	-	\$0
Cultural Grants and Programs Reserve (TOT Revenue Reconciliation)	-	-	-	\$87,908	\$87,908	-	-	\$87,908
Ending Fund Balance Adjustment	-	-	-	(\$351,632)	(\$351,632)	-	-	(\$351,632)
San José Convention and Visitors Bureau (TOT Revenue Reconciliation)	-	-	\$87,908	-	\$87,908	-	-	\$87,908
Transfer to the Convention and Cultural Affairs Fund (TOT Revenue Reconciliation)	-	-	\$175,816	-	\$175,816	-	-	\$175,816
Budget Adjustments Total	\$0	\$0	\$263,724	(\$263,724)	\$0	\$0	\$0	\$0
Transient Occupancy Tax Fund (461) TOTAL	\$0	\$0	\$263,724	\$1,670,465	\$1,934,189	\$0	\$1,934,189	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Vehicle Maintenance and Operations Fund (552)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions									
Public Works Department	Ending Fund Balance Adjustment: Rebudgets	-	-	-	\$1,195,000	\$1,195,000	-	-	\$1,195,000
	Fund Balance Reconciliation	-	-	-	(\$1,858,827)	(\$1,858,827)	-	(\$1,858,827)	-
	Rebudget: Police Vehicle Replacements	-	-	(\$998,000)	-	(\$998,000)	-	-	(\$998,000)
	Rebudget: Vehicle Replacement & Improvement	-	-	(\$197,000)	-	(\$197,000)	-	-	(\$197,000)
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	(\$1,195,000)	(\$663,827)	(\$1,858,827)	\$0	(\$1,858,827)	\$0
Vehicle Maintenance and Operations Fund (552) TOTAL		\$0	\$0	(\$1,195,000)	(\$663,827)	(\$1,858,827)	\$0	(\$1,858,827)	\$0

Water Utility Fund (515)

Clean-Up and Rebudget Actions

Environmental Services Department	Fund Balance Reconciliation	-	-	-	(\$3,200,057)	(\$3,200,057)	-	(\$3,200,057)	-
Clean-Up and Rebudget Actions TOTAL		\$0	\$0	\$0	(\$3,200,057)	(\$3,200,057)	\$0	(\$3,200,057)	\$0

Budget Adjustments

Environmental Services Department	Ending Fund Balance Adjustment Non-Personal/Equipment (Water Operations Vehicle Replacements)	-	\$140,000	-	-	\$140,000	-	-	\$140,000
	Water Quality Testing Reserve/Other Revenue (Litigation Settlement Revenue)	-	-	-	\$253,852	\$253,852	\$253,852	-	-
Budget Adjustments Total		\$0	\$140,000	\$0	\$113,852	\$253,852	\$253,852	\$0	\$0
Water Utility Fund (515) TOTAL		\$0	\$140,000	\$0	(\$3,086,205)	(\$2,946,205)	\$253,852	(\$3,200,057)	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
Annual Report

Willow Glen Community Benefit Improvement District Fund (343)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Budget Adjustments									
Public Works									
Department	Ending Fund Balance Adjustment	-	-	-	\$17,642	\$17,642	-	-	\$17,642
	Transfers and Reimbursements (Transfer from the Business Improvement District Fund)	-	-	-	-	-	\$17,642	-	(\$17,642)
	Budget Adjustments Total	\$0	\$0	\$0	\$17,642	\$17,642	\$17,642	\$0	\$0
	Willow Glen Community Benefit Improvement District Fund (343)								
	TOTAL	\$0	\$0	\$0	\$17,642	\$17,642	\$17,642	\$0	\$0

Special Funds
2025-2026 Recommended Budget Adjustments and Clean Up/Rebudget Actions
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Workforce Development Fund (290)

Department/Proposal	Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
Clean-Up and Rebudget Actions								
City Manager - Office of Economic Development and Cultural Affairs								
Fund Balance Reconciliation	-	-	-	(\$1,498,133)	(\$1,498,133)	-	(\$1,498,133)	-
Rebudget: Administration/Revenue from Federal Government	-	-	\$208,660	-	\$208,660	\$208,660	-	-
Rebudget: Adult Workers/Revenue from Federal Government	-	-	\$388,206	-	\$388,206	\$388,206	-	-
Rebudget: Dislocated Workers/Revenue from Federal Government	-	-	\$156,620	-	\$156,620	\$156,620	-	-
Rebudget: Rapid Response Grant/Revenue from Federal Government	-	-	\$160,477	-	\$160,477	\$160,477	-	-
Rebudget: Youth Workers/Revenue from Federal Government	-	-	\$186,779	-	\$186,779	\$186,779	-	-
Clean-Up and Rebudget Actions TOTAL	\$0	\$0	\$1,100,742	(\$1,498,133)	(\$397,391)	\$1,100,742	(\$1,498,133)	\$0
Budget Adjustments								
City Manager - Office of Economic Development and Cultural Affairs								
Administration	-	-	\$296,315	-	\$296,315	-	-	\$296,315
Adult Workers	-	-	\$880,627	-	\$880,627	-	-	\$880,627
Dislocated Workers	-	-	\$1,220,002	-	\$1,220,002	-	-	\$1,220,002
Ending Fund Balance Adjustment	-	-	-	\$253,706	\$253,706	-	-	\$253,706

Special Funds
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Workforce Development Fund (290)

Department/Proposal		Personal Services	Non-Personal/ Equipment	Use Other	Ending Fund Balance	Total Use	Source Revenue	Beg Fund Balance	Net Cost
City Manager - Office of Economic Development and Cultural Affairs	Rapid Response Grant	-	-	(\$114,090)	-	(\$114,090)	-	-	(\$114,090)
	Revenue from Federal Government (Workforce Innovation and Opportunity Act Grant)	-	-	-	-	-	\$3,728,652	-	(\$3,728,652)
	work2future Board Mandated Reserve	-	-	-	\$144,472	\$144,472	-	-	\$144,472
	Youth Workers	-	-	\$1,047,620	-	\$1,047,620	-	-	\$1,047,620
Budget Adjustments Total		\$0	\$0	\$3,330,474	\$398,178	\$3,728,652	\$3,728,652	\$0	\$0
Workforce Development Fund (290) TOTAL		\$0	\$0	\$4,431,216	(\$1,099,955)	\$3,331,261	\$4,829,394	(\$1,498,133)	\$0

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Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
2024-2025 Annual Report

Airport Capital Improvement Fund (520)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$11,046,000	\$11,046,000			\$11,046,000
Fund Balance Reconciliation					(\$4,899,216)	\$4,899,216
Fund Balance Reconciliation		(\$4,899,216)	(\$4,899,216)			(\$4,899,216)
Rebudget: Airfield Configuration Updates	\$750,000		\$750,000			\$750,000
Rebudget: Airfield Preventative Pavement Maintenance	\$323,000		\$323,000			\$323,000
Rebudget: Revenue from the Federal Government (Aircraft Rescue and Fire Fighting) (ARFF)				\$1,628,000		(\$1,628,000)
Rebudget: Revenue from the Federal Government (Airfield Configuration Updates)				\$8,100,000		(\$8,100,000)
Rebudget: Revenue from the Federal Government (Safety Management System) (TSA/FAA Grants)				\$33,000		(\$33,000)
Rebudget: Revenue from the Federal Government (TSA/FAA Grants)				\$323,000		(\$323,000)
Rebudget: Revenue from the Federal Government (Zero Emission Buses) (TSA/FAA Grants)				\$2,035,000		(\$2,035,000)
Clean-Up and Rebudget Actions TOTAL	\$1,073,000	\$6,146,784	\$7,219,784	\$12,119,000	(\$4,899,216)	
Airport Capital Improvement Fund (520) TOTAL	\$1,073,000	\$6,146,784	\$7,219,784	\$12,119,000	(\$4,899,216)	

**Capital Funds
 Recommended Budget Adjustments and Clean-Up/Rebudget Actions
 2024-2025 Annual Report**

Airport Passenger Facility Charge Fund (529)

Department/Proposal	USE		SOURCE		NET COST	
	Expense	Ending Fund Balance	Total Use	Revenue		Beg Fund Balance
Fund Balance Reconciliation					(\$3,058,858)	\$3,058,858
Fund Balance Reconciliation		(\$3,058,858)	(\$3,058,858)			(\$3,058,858)
Clean-Up and Rebudget Actions TOTAL		(\$3,058,858)	(\$3,058,858)		(\$3,058,858)	
Airport Passenger Facility Charge Fund (529) TOTAL		(\$3,058,858)	(\$3,058,858)		(\$3,058,858)	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Airport Renewal and Replacement Fund (527)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Ending Fund Balance Adjustment: Rebudgets		(\$1,615,000)	(\$1,615,000)		(\$1,615,000)
Fund Balance Reconciliation				\$68,843,549	(\$68,843,549)
Fund Balance Reconciliation		\$68,843,549	\$68,843,549		\$68,843,549
Rebudget: Advanced Planning	\$44,000		\$44,000		\$44,000
Rebudget: Airfield Configuration Updates	\$861,000		\$861,000		\$861,000
Rebudget: Airfield Improvements	\$35,000		\$35,000		\$35,000
Rebudget: Airport Technology Services	\$68,000		\$68,000		\$68,000
Rebudget: Escalator Replacement	\$9,000		\$9,000		\$9,000
Rebudget: Hangar 8 IT Replacement	\$125,000		\$125,000		\$125,000
Rebudget: Landscaping Equipment Trailer	(\$13,000)		(\$13,000)		(\$13,000)
Rebudget: OCIP Program	\$4,000		\$4,000		\$4,000
Rebudget: Office Space Rehabilitation	(\$4,000)		(\$4,000)		(\$4,000)
Rebudget: Operations Systems Replacement	\$155,000		\$155,000		\$155,000
Rebudget: Parking Accessibility Upgrades	(\$56,000)		(\$56,000)		(\$56,000)
Rebudget: Perimeter Security Projects	\$19,000		\$19,000		\$19,000
Rebudget: Public Art Funding	(\$7,000)		(\$7,000)		(\$7,000)
Rebudget: Safety Management Systems Program	\$62,000		\$62,000		\$62,000
Rebudget: Signage Design and Production	\$90,000		\$90,000		\$90,000
Rebudget: Terminal Paging System	\$50,000		\$50,000		\$50,000
Rebudget: Zero Emissions Buses	\$173,000		\$173,000		\$173,000
Clean-Up and Rebudget Actions TOTAL	\$1,615,000	\$67,228,549	\$68,843,549		\$68,843,549

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Airport Renewal and Replacement Fund (527)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Airfield Paint and Rubber Removal Truck	\$225,000		\$225,000			\$225,000
Ending Fund Balance Adjustment		(\$70,573,000)	(\$70,573,000)			(\$70,573,000)
Future Capital Rehabilitation Reserve	\$70,000,000		\$70,000,000			\$70,000,000
Public Art Funding	(\$652,000)		(\$652,000)			(\$652,000)
Transfers and Reimbursements (Transfer from Airport Surplus Revenue Fund)				(\$1,000,000)		\$1,000,000
Budget Adjustments TOTAL	\$69,573,000	(\$70,573,000)	(\$1,000,000)	(\$1,000,000)		
Airport Renewal and Replacement Fund (527) TOTAL	\$71,188,000	(\$3,344,451)	\$67,843,549	(\$1,000,000)	\$68,843,549	

Airport Revenue Bond Improvement Fund (526)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Fund Balance Reconciliation					(\$1,728,424)	\$1,728,424
Fund Balance Reconciliation		(\$1,728,424)	(\$1,728,424)			(\$1,728,424)
Rebudget: Commercial Paper Proceeds				\$300,000		(\$300,000)
Rebudget: Facilities Division Relocation	\$300,000		\$300,000			\$300,000
Clean-Up and Rebudget Actions TOTAL	\$300,000	(\$1,728,424)	(\$1,428,424)	\$300,000	(\$1,728,424)	
Airport Revenue Bond Improvement Fund (526) TOTAL	\$300,000	(\$1,728,424)	(\$1,428,424)	\$300,000	(\$1,728,424)	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Branch Libraries Bond Projects Fund (472)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$681,757	\$681,757		\$681,757
Fund Balance Reconciliation				\$167,913	(\$167,913)
Fund Balance Reconciliation		\$167,913	\$167,913		\$167,913
Rebudget: Branch Efficiency Projects	\$17,000		\$17,000		\$17,000
Rebudget: Building Forward Library Infrastructure Grant - Local Match	(\$702,757)		(\$702,757)		(\$702,757)
Rebudget: Facilities Improvements - Library Capital	\$4,000		\$4,000		\$4,000
Clean-Up and Rebudget Actions TOTAL	(\$681,757)	\$849,670	\$167,913	\$167,913	
Building Forward Library Infrastructure Grant - Local Match	\$849,670		\$849,670		\$849,670
Ending Fund Balance Adjustment		(\$849,670)	(\$849,670)		(\$849,670)
Budget Adjustments TOTAL	\$849,670	(\$849,670)			
Branch Libraries Bond Projects Fund (472) TOTAL	\$167,913		\$167,913	\$167,913	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Building and Structure Construction Tax Fund (429)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$12,813,470)	(\$12,813,470)		(\$12,813,470)
Fund Balance Reconciliation				\$22,564,440	(\$22,564,440)
Fund Balance Reconciliation		\$22,564,440	\$22,564,440		\$22,564,440
Rebudget: Airport Connector	\$231,000		\$231,000		\$231,000
Rebudget: Autumn Street Extension	\$90,000		\$90,000		\$90,000
Rebudget: Avenues School Safety Improvements	\$152,000		\$152,000		\$152,000
Rebudget: Balbach Street Transportation Improvements	\$300,000		\$300,000		\$300,000
Rebudget: Bascom Avenue Queue Cutter Traffic Signal	\$1,559,000		\$1,559,000		\$1,559,000
Rebudget: Better Bikeways San Fernando	\$2,505,000		\$2,505,000		\$2,505,000
Rebudget: Branham and Snell Street Improvements	\$234,000		\$234,000		\$234,000
Rebudget: City-Wide Transit Improvements	\$9,000		\$9,000		\$9,000
Rebudget: Guardrail Design & Rehabilitation	\$200,000		\$200,000		\$200,000
Rebudget: Jackson Avenue Complete Streets	\$850,000		\$850,000		\$850,000
Rebudget: Julian Street and St. James Couplet Conversion	(\$38,000)		(\$38,000)		(\$38,000)
Rebudget: Left Turn Signal Phasing Modifications	\$34,000		\$34,000		\$34,000
Rebudget: McKee Road Corridor Safety Improvements	\$117,000		\$117,000		\$117,000
Rebudget: Monterey Road Corridor Safety and Transit Improvements	\$250,000		\$250,000		\$250,000
Rebudget: Monterey Road Safety Improvements	\$38,000		\$38,000		\$38,000
Rebudget: Multi-Corridor Signal Improvements	\$41,000		\$41,000		\$41,000
Rebudget: Naglee Avenue and Dana Avenue Traffic Signal	(\$1,000)		(\$1,000)		(\$1,000)
Rebudget: North San José Transportation Plan	\$25,000		\$25,000		\$25,000

Capital Funds
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Building and Structure Construction Tax Fund (429)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Rebudget: Ocala Safety Improvements	\$20,000		\$20,000		\$20,000
Rebudget: Public Art Allocation	(\$64,000)		(\$64,000)		(\$64,000)
Rebudget: Quiet Zone	\$2,105,000		\$2,105,000		\$2,105,000
Rebudget: Revenue from Local Agencies (TFCA - 2023-2024 Transit Signal Priority)				(\$401,051)	\$401,051
Rebudget: Revenue from Local Agencies (VTA - VRF ITS Cycle 4)				\$197,000	(\$197,000)
Rebudget: Revenue from State of California (ATP - Better Bikeways San Fernando)				\$1,418,082	(\$1,418,082)
Rebudget: Revenue from State of California (HSIP - Multi-Corridor Signal Improvement Project)				(\$4,216)	\$4,216
Rebudget: Revenue from State of California (STPG - North San José MTIP)				\$4,068	(\$4,068)
Rebudget: Revenue from the Federal Government (East Santa Clara Street Bridge at Coyote Creek)				\$599,000	(\$599,000)
Rebudget: Revenue from the Federal Government (HSIP Monterey Road Safety Improvements)				\$19,362	(\$19,362)
Rebudget: Revenue from the Federal Government (OBAG 2 Julian Street and St. James Couplet Conversion)				(\$133,133)	\$133,133
Rebudget: Revenue from the Federal Government (OBAG 2 Quick Strike)				(\$680,150)	\$680,150
Rebudget: Revenue from the Federal Government (OBAG2 - McKee Road Safety Corridor Improvements)				(\$506)	\$506
Rebudget: Revenue from the Federal Government (OBAG2 - Tully Road Safety Corridor Improvements)				\$763,277	(\$763,277)
Rebudget: Revenue from the Federal Government (OBAG3 - Signalized Intersections Pedestrian Safety Improvements)				\$400,000	(\$400,000)
Rebudget: Revenue from the Federal Government (OBAG3 - Story-Keyes Complete Streets)				(\$37,203)	\$37,203

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Building and Structure Construction Tax Fund (429)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Rebudget: Revenue from the Federal Government (THUD - Jackson Ave Safety Improvements Project)				\$850,000	(\$850,000)
Rebudget: Revenue from the Federal Government (THUD - Monterey Road Corridor Safety and Transit Improvements)				\$500,000	(\$500,000)
Rebudget: Roosevelt Park Transportation Improvements	\$266,000		\$266,000		\$266,000
Rebudget: Route 101/Mabury Road Project Development	\$110,000		\$110,000		\$110,000
Rebudget: Route 87/Capitol Expressway Interchange Improvements	\$94,000		\$94,000		\$94,000
Rebudget: Safety - Pedestrian and Roadway Improvements Program	\$69,000		\$69,000		\$69,000
Rebudget: Safety - Pedestrian Improvements	\$205,000		\$205,000		\$205,000
Rebudget: Safety - Traffic Signal Modifications/Construction	\$123,000		\$123,000		\$123,000
Rebudget: San José Regional Transportation Hub and Corridor Planning	\$201,000		\$201,000		\$201,000
Rebudget: Senter Road Bulb-Outs	\$991,000		\$991,000		\$991,000
Rebudget: Signalized Intersections Pedestrian Safety Improvements	\$698,000		\$698,000		\$698,000
Rebudget: Speed Safety System Pilot	\$48,000		\$48,000		\$48,000
Rebudget: St. John Bike/Pedestrian Bridge	\$180,000		\$180,000		\$180,000
Rebudget: Stevens Creek Corridor Vision Study	\$20,000		\$20,000		\$20,000
Rebudget: Story-Keyes Complete Streets Improvements	\$644,000		\$644,000		\$644,000
Rebudget: Tamien Safety Improvements	\$150,000		\$150,000		\$150,000
Rebudget: TFCA 2023-2024 Grand Boulevard Transit Signal Priority	\$19,000		\$19,000		\$19,000
Rebudget: TFCA 2023-2024 Transit Signal Priority	\$39,000		\$39,000		\$39,000

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Building and Structure Construction Tax Fund (429)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Rebudget: TLSP Controller Component Upgrade	\$501,000		\$501,000			\$501,000
Rebudget: Traffic Signal Cabinet Upgrades (Red-Light Monitoring)	\$25,000		\$25,000			\$25,000
Rebudget: Tully Road Corridor Safety Improvements	\$1,137,000		\$1,137,000			\$1,137,000
Rebudget: Vision Zero: East San José Safety Improvements for Senter Road	\$233,000		\$233,000			\$233,000
Rebudget: Vision Zero: Julian Street & McKee Complete Streets	\$127,000		\$127,000			\$127,000
Rebudget: Vision Zero: Quick Build Improvements	(\$99,000)		(\$99,000)			(\$99,000)
Rebudget: Vision Zero: Story/Jackson Safety Improvements	\$32,000		\$32,000			\$32,000
Rebudget: W San Carlos Corridor Safety Improvements (OBAG)	\$1,488,000		\$1,488,000			\$1,488,000
Rebudget: Willow-Keyes Complete Streets Improvements	\$350,000		\$350,000			\$350,000
Clean-Up and Rebudget Actions TOTAL	\$16,308,000	\$9,750,970	\$26,058,970	\$3,494,530	\$22,564,440	
Balbach Street Transportation Improvements	\$186,800		\$186,800			\$186,800
Better Bikeways San Fernando	\$2,233,000		\$2,233,000			\$2,233,000
Ending Fund Balance Adjustment		(\$3,749,300)	(\$3,749,300)			(\$3,749,300)
Monterey Grade Separation	(\$4,175,000)		(\$4,175,000)			(\$4,175,000)
Public Art Allocation	\$153,000		\$153,000			\$153,000
Regional Automatic Speed Camera Campaign	\$700,000		\$700,000			\$700,000
Revenue from the Federal Government (CRISI – Monterey Grade Separation Project)				(\$7,000,000)		\$7,000,000
Revenue from the Federal Government (MTC - Regional Auto Speed Camera Campaign)				\$700,000		(\$700,000)
Safety - Traffic Signal Modifications/Construction	\$484,500		\$484,500			\$484,500
Safety - Traffic Signal Rehabilitation	\$100,000		\$100,000			\$100,000
Transportation Grants Reserve	(\$2,233,000)		(\$2,233,000)			(\$2,233,000)
Budget Adjustments TOTAL	(\$2,550,700)	(\$3,749,300)	(\$6,300,000)	(\$6,300,000)		
Building and Structure Construction Tax Fund (429) TOTAL	\$13,757,300	\$6,001,670	\$19,758,970	(\$2,805,470)	\$22,564,440	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Communications Construction and Conveyance Tax Fund (397)
USE

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$4,000	\$4,000			\$4,000
Fund Balance Reconciliation					\$283,894	(\$283,894)
Fund Balance Reconciliation		\$283,894	\$283,894			\$283,894
Rebudget: Communications Equipment Replacement and Upgrade	(\$4,000)		(\$4,000)			(\$4,000)
Clean-Up and Rebudget Actions TOTAL	(\$4,000)	\$287,894	\$283,894		\$283,894	
Communications Construction and Conveyance Tax Fund (397) TOTAL	(\$4,000)	\$287,894	\$283,894		\$283,894	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Construction Excise Tax Fund (465)

Department/Proposal	Expense	USE		SOURCE		NET COST
		Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment - Construction Excise Tax Fund: Rebudget		\$4,268,597	\$4,268,597			\$4,268,597
Ending Fund Balance Adjustment - State Gas Tax Pavement Maintenance Fund: Rebudget		(\$2,340,000)	(\$2,340,000)			(\$2,340,000)
Ending Fund Balance Adjustment - VFR Measure B Pavement Maintenance Fund: Rebudget		(\$3,029,401)	(\$3,029,401)			(\$3,029,401)
Ending Fund Balance Adjustment - VTA Measure B Pavement Maintenance Fund: Rebudgets		\$14,766,000	\$14,766,000			\$14,766,000
Fund Balance Reconciliation - Construction Excise Tax Fund					(\$4,013,624)	\$4,013,624
Fund Balance Reconciliation - Construction Excise Tax Fund		(\$4,013,624)	(\$4,013,624)			(\$4,013,624)
Fund Balance Reconciliation - Evergreen East HillsTraffic Impact Fee Fund					\$1,404,635	(\$1,404,635)
Fund Balance Reconciliation - Evergreen East HillsTraffic Impact Fee Fund		\$1,404,635	\$1,404,635			\$1,404,635
Fund Balance Reconciliation - Interstate 280/Winchester Traffic Impact Fee Fund					\$4,741	(\$4,741)
Fund Balance Reconciliation - North San José Traffic Impact Fee Fund		\$4,741	\$4,741			\$4,741
Fund Balance Reconciliation - North San José Traffic Impact Fee Fund					\$1,152,990	(\$1,152,990)
Fund Balance Reconciliation - US-101/Oakland/Mabury Traffic Impact Fee Fund		\$1,152,990	\$1,152,990			\$1,152,990
Fund Balance Reconciliation - US-101/Oakland/Mabury Traffic Impact Fee Fund					\$1,002,277	(\$1,002,277)
Fund Balance Reconciliation - State Gas Tax Pavement Maintenance Fund		\$1,002,277	\$1,002,277			\$1,002,277
Fund Balance Reconciliation - State Gas Tax Pavement Maintenance Fund					\$12,967,540	(\$12,967,540)
		\$12,967,540	\$12,967,540			\$12,967,540

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Fund Balance Reconciliation - VRF Measure B Pavement Maintenance Fund					\$3,868,177 (\$3,868,177)
Fund Balance Reconciliation - VRF Measure B Pavement Maintenance Fund		\$3,868,177	\$3,868,177		\$3,868,177
Fund Balance Reconciliation - VTA Measure B Pavement Maintenance Fund					(\$5,891,524) \$5,891,524
Fund Balance Reconciliation - VTA Measure B Pavement Maintenance Fund		(\$5,891,524)	(\$5,891,524)		(\$5,891,524)
Rebudget: 2023 Flood - Sierra Road	\$33,000		\$33,000		\$33,000
Rebudget: Access and Mobility Plan	\$118,000		\$118,000		\$118,000
Rebudget: ADA Sidewalk Accessibility Program	\$222,000		\$222,000		\$222,000
Rebudget: Airport Connector	\$65,000		\$65,000		\$65,000
Rebudget: BART Design and Construction Phase 2	\$59,000		\$59,000		\$59,000
Rebudget: Bicycle and Pedestrian Facilities	\$668,000		\$668,000		\$668,000
Rebudget: Bicycle and Pedestrian Facilities (TFCA)	(\$3,000)		(\$3,000)		(\$3,000)
Rebudget: Bikeshare on Mayfair	(\$3,000)		(\$3,000)		(\$3,000)
Rebudget: City-Wide Emergency Repairs	\$100,000		\$100,000		\$100,000
Rebudget: Downtown San José Bikeways	\$134,000		\$134,000		\$134,000
Rebudget: East San José Equity Mobility Project	(\$5,000)		(\$5,000)		(\$5,000)
Rebudget: Guadalupe River Trail Connections and Crossing Climate Adaptation Plan	\$24,000		\$24,000		\$24,000
Rebudget: LED Traffic Signal Lamp Replacement	\$96,000		\$96,000		\$96,000
Rebudget: Mount Pleasant Schools Area Bike/Ped Safety Improvements	\$92,000		\$92,000		\$92,000
Rebudget: Pavement Maintenance - Complete Street Project Development	(\$965,000)		(\$965,000)		(\$965,000)
Rebudget: Pavement Maintenance - SB1 Road Repair & Accountability Act 2017	\$2,340,000		\$2,340,000		\$2,340,000

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Rebudget: Pavement Maintenance - VTA Measure B VRF	\$3,029,401		\$3,029,401		\$3,029,401
Rebudget: Protected Intersection Improvements	\$144,000		\$144,000		\$144,000
Rebudget: Quick Build East San José En Movimiento	\$57,000		\$57,000		\$57,000
Rebudget: Quick Build Edenvale and Sylvandale Safety Improvements	\$205,000		\$205,000		\$205,000
Rebudget: Renascent Place at Senter Bike/Ped Improvements	\$97,000		\$97,000		\$97,000
Rebudget: Revenue from Local Agencies (Airport Connector)				\$1,033,150	(\$1,033,150)
Rebudget: Revenue from Local Agencies (BART Design and Construction Phase 2)				(\$14,000)	\$14,000
Rebudget: Revenue from Local Agencies (TFCA - Bike Facilities and Bikeway Improvements)				\$311,365	(\$311,365)
Rebudget: Revenue from Local Agencies (VTA Measure B 2016 - Walk N Roll)				\$1,115,000	(\$1,115,000)
Rebudget: Revenue from Local Agencies (VTA Measure B 2016 Pavement Maintenance)				\$14,788,000	(\$14,788,000)
Rebudget: Revenue from State of California (AHSC - Renascent Place at Senter Bike/Ped Improvements)				\$52,267	(\$52,267)
Rebudget: Revenue from State of California (AHSC - St. James Station at Basset Bike and Pedestrian Improvements)				\$630,215	(\$630,215)
Rebudget: Revenue from State of California (ATP - Quick Build Edenvale and Sylvandale Bike and Pedestrian Improvements)				\$168,296	(\$168,296)
Rebudget: Revenue from State of California (STPG GRT Connections and Crossing Climate Adaptation Plan)				\$203,751	(\$203,751)
Rebudget: Revenue from State of California (TDA Pedestrian Bicycle Facility)				\$1,512,760	(\$1,512,760)
Rebudget: Revenue from the Federal Government (Mt. Pleasant Area Schools Grant)				\$558,875	(\$558,875)

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Rebudget: Revenue from the Federal Government (OBAG 2 Quick Strike)				\$663,684	(\$663,684)
Rebudget: Revenue from the Federal Government (One Bay Area Grant - Bikeways Program)				\$510,000	(\$510,000)
Rebudget: Revenue from the Federal Government (OTS - Vision Zero: Multimodal Traffic Safety Education)				(\$42,766)	\$42,766
Rebudget: Safety - Pedestrian Improvements	\$32,000		\$32,000		\$32,000
Rebudget: Safety - Signs & Markings	(\$4,000)		(\$4,000)		(\$4,000)
Rebudget: San José Bike Parking	\$72,000		\$72,000		\$72,000
Rebudget: San José Regional Transportation Hub and Corridor Planning	\$260,000		\$260,000		\$260,000
Rebudget: St. James Station at Basset Bike/Ped Improvements	\$628,000		\$628,000		\$628,000
Rebudget: Streetlight Engineering	\$15,000		\$15,000		\$15,000
Rebudget: Training and Development	\$70,000		\$70,000		\$70,000
Rebudget: Urban Forest Partnership	\$84,000		\$84,000		\$84,000
Rebudget: Vendome Area and 7th Street Traffic Calming	\$124,000		\$124,000		\$124,000
Rebudget: Vision Zero: Data Analytics Tool	\$15,000		\$15,000		\$15,000
Rebudget: Vision Zero: Multimodal Traffic Safety Education	(\$47,000)		(\$47,000)		(\$47,000)
Rebudget: VTA Measure B 2016 Complete Street Project Improvements (SRTS)	\$22,000		\$22,000		\$22,000
Rebudget: Walk n' Roll - VTA Measure B 2016	\$47,000		\$47,000		\$47,000
Tech Adjust: Capital Program and Public Works Department Support Service Costs (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	(\$212,000)		(\$212,000)		(\$212,000)

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Capital Program and Public Works Department Support Service Costs (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)	(\$238,000)		(\$238,000)		(\$238,000)
Tech Adjust: Capital Program and Public Works Department Support Service Costs (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)	(\$844,000)		(\$844,000)		(\$844,000)
Tech Adjust: City Hall Debt Service Fund (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	(\$110,500)		(\$110,500)		(\$110,500)
Tech Adjust: Ending Fund Balance - North José Traffic Impact Fee Fund (North San José Traffic Impact Fees Reserve) (Reconciliation)		(\$3,632,477)	(\$3,632,477)		(\$3,632,477)
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)		(\$175,000)	(\$175,000)		(\$175,000)
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)		(\$1,026,000)	(\$1,026,000)		(\$1,026,000)
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)		(\$501,000)	(\$501,000)		(\$501,000)
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)		(\$7,915,242)	(\$7,915,242)		(\$7,915,242)
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)		(\$1,184,776)	(\$1,184,776)		(\$1,184,776)
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)		(\$694)	(\$694)		(\$694)

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Ending Fund Balance Adjustment - Evergreen East Hills Traffic Impact Fee Fund (Evergreen Traffic Impact Fees Reserve) (Reconciliation)		(\$1,648,635)	(\$1,648,635)		(\$1,648,635)
Tech Adjust: Ending Fund Balance Adjustment - Interstate 280/Winchester Traffic Impact Fee Fund (Interstate 280/Winchester Boulevard Interchange) (Reconciliation)		(\$45,741)	(\$45,741)		(\$45,741)
Tech Adjust: Ending Fund Balance Adjustment - US-101/Oakland/Mabury Traffic Impact Fee Fund (US-101/Oakland/Mabury Traffic Fees Reserve) (Reconciliation)		(\$2,047,277)	(\$2,047,277)		(\$2,047,277)
Tech Adjust: Ending Fund Balance Adjustment - State Gas Tax Pavement Maintenance Fund (Pavement Maintenance - SB1 Road Repair Accountability Act 2017)(Prior Year Encumbrance Liquidation)		(\$3,400,033)	(\$3,400,033)		(\$3,400,033)
Tech Adjust: Ending Fund Balance Adjustment - State Gas Tax Pavement Maintenance Fund (Pavement Maintenance - State Gas Tax) (Prior Year Encumbrance Liquidation)		(\$76,265)	(\$76,265)		(\$76,265)
Tech Adjust: Ending Fund Balance Adjustment - VTA Measure B Pavement Maintenance Fund (Pavement Maintenance - VTA 2016 Measure B) (Reconciliation)		(\$8,874,000)	(\$8,874,000)		(\$8,874,000)
Tech Adjust: Evergreen Bikeways 2025 (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	(\$494,000)		(\$494,000)		(\$494,000)
Tech Adjust: Evergreen Traffic Impact Fees Reserve (Reconciliation)	\$1,648,635		\$1,648,635		\$1,648,635
Tech Adjust: Evergreen Traffic Impact Fees Reserve (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	(\$4,188,956)		(\$4,188,956)		(\$4,188,956)
Tech Adjust: General Fund - Pavement Maintenance - State Gas Tax (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	(\$750,000)		(\$750,000)		(\$750,000)

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Tech Adjust: Highway 680 and Jackson Avenue Traffic Signal (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	(\$600,000)		(\$600,000)		(\$600,000)
Tech Adjust: Interstate 280/Winchester Boulevard Interchange (Reconciliation)	\$45,741		\$45,741		\$45,741
Tech Adjust: Interstate 280/Winchester Boulevard Interchange (Shift from Construction Excise Tax Fund - Interstate 280/Winchester Traffic Impact Fee Memo Fund)	(\$1,407,438)		(\$1,407,438)		(\$1,407,438)
Tech Adjust: Montague Expressway Improvements Phase 2 (Shift from Construction Excise Tax Fund -North San José Traffic Impact Fee Memo Fund)	(\$8,702,000)		(\$8,702,000)		(\$8,702,000)
Tech Adjust: Montague Expressway Improvements Phase 2 Reserve (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	(\$1,000,000)		(\$1,000,000)		(\$1,000,000)
Tech Adjust: Nieman Boulevard and Daniel Maloney Drive (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	(\$1,693,000)		(\$1,693,000)		(\$1,693,000)
Tech Adjust: North San José - City of Santa Clara Settlement (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	(\$1,750,000)		(\$1,750,000)		(\$1,750,000)
Tech Adjust: North San José Improvement - 101/Zanker (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	(\$11,150,000)		(\$11,150,000)		(\$11,150,000)
Tech Adjust: North San José Traffic Impact Fees Reserve (Reconciliation)	\$3,632,477		\$3,632,477		\$3,632,477
Tech Adjust: North San José Traffic Impact Fees Reserve (Shift from Construction Excise Tax Fund -North San José Traffic Impact Fee Memo Fund)	(\$16,435,146)		(\$16,435,146)		(\$16,435,146)

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Pavement Maintenance - SB1 Road Repair & Accountability Act 2017 (Prior Year Encumbrance Liquidation)	\$3,400,033		\$3,400,033		\$3,400,033
Tech Adjust: Pavement Maintenance - State Gas Tax (Prior Year Encumbrance Liquidation)	\$76,265		\$76,265		\$76,265
Tech Adjust: Pavement Maintenance - State Gas Tax (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	(\$7,701,981)		(\$7,701,981)		(\$7,701,981)
Tech Adjust: Pavement Maintenance - VTA 2016 Measure B (Reconciliation)	\$8,874,000		\$8,874,000		\$8,874,000
Tech Adjust: Pavement Maintenance - VTA 2016 Measure B (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)	(\$35,734,000)		(\$35,734,000)		(\$35,734,000)
Tech Adjust: Pavement Maintenance - VTA Measure B VRF (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)	(\$9,391,749)		(\$9,391,749)		(\$9,391,749)
Tech Adjust: Pavement Maintenance - SB1 Road Repair & Accountability Act 2017 (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	(\$33,770,314)		(\$33,770,314)		(\$33,770,314)
Tech Adjust: Revenue from Local Agencies (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				(\$826,137)	\$826,137
Tech Adjust: Revenue from Local Agencies (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)				(\$6,600,348)	\$6,600,348
Tech Adjust: Revenue from Local Agencies (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)				(\$38,560,694)	\$38,560,694

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Tech Adjust: Revenue from State of California (Pavement Maintenance - SB1 Road Repair & Accountability Act 2017) (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				(\$27,420,644)	\$27,420,644
Tech Adjust: Revenue from State of California (Pavement Maintenance - State Gas Tax) (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				(\$9,481,716)	\$9,481,716
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)				(\$175,000)	\$175,000
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)				(\$1,026,000)	\$1,026,000
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)				(\$501,000)	\$501,000
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				(\$353,000)	\$353,000
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)				(\$178,000)	\$178,000
Tech Adjust: Route 101/Mabury Road Project Development (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)					
Tech Adjust: US-101/Oakland/Mabury Traffic Fees Reserve (Reconciliation)	(\$100,000)		(\$100,000)		(\$100,000)
	\$2,047,277		\$2,047,277		\$2,047,277

Capital Funds
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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Tech Adjust: US-101/Oakland/Mabury Traffic Impact Fees Reserve (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)	(\$19,595,980)		(\$19,595,980)		(\$19,595,980)
Tech Adjust: Route 101/Trimble/De La Cruz Interchange Improvement (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	(\$3,750,000)		(\$3,750,000)		(\$3,750,000)
Tech Adjust: Ruby & Norwood Roundabout (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	(\$675,000)		(\$675,000)		(\$675,000)
Tech Adjust: Story and Clayton Road Intersection Improvements (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	(\$330,000)		(\$330,000)		(\$330,000)
Tech Adjust: Streetlight Wire Replacement (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	(\$1,000,000)		(\$1,000,000)		(\$1,000,000)
Tech Adjust: Transfer to Evergreen East Hills Traffic Impact Fee Fund (Shift from Construction Excise Tax Fund -Evergreen Traffic Impact Fee Memo Fund)	\$7,980,956		\$7,980,956		\$7,980,956
Tech Adjust: Transfer to Interstate 280/Winchester Traffic Impact Fee Fund (Shift from Construction Excise Tax Fund - Interstate 280/Winchester Traffic Impact Fee Memo Fund)	\$1,407,438		\$1,407,438		\$1,407,438
Tech Adjust: Transfer to North San José Traffic Impact Fee Fund (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$42,787,146		\$42,787,146		\$42,787,146
Tech Adjust: Transfer to US-101/Oakland/Mabury Traffic Impact Fee Fund (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)	\$19,695,980		\$19,695,980		\$19,695,980
Tech Adjust: Transfer to State Gas Tax Pavement Maintenance Fund (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$13,378,540		\$13,378,540		\$13,378,540

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Construction Excise Tax Fund (465)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Tech Adjust: Transfer to VTA Measure B VRF Fund (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)	\$4,036,177		\$4,036,177		\$4,036,177
Tech Adjust: VTA Measure B 2016 Complete Street Project Improvements (SRTS) (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)	(\$1,982,000)		(\$1,982,000)		(\$1,982,000)
Clean-Up and Rebudget Actions TOTAL	(\$46,769,998)	(\$6,366,732)	(\$53,136,730)	(\$63,631,942)	\$10,495,212
BART Design and Construction Phase 2	\$400,000		\$400,000		\$400,000
Bikeshare to La Plaza	(\$500,000)		(\$500,000)		(\$500,000)
North San José – City of Santa Clara Settlement	\$1,750,000		\$1,750,000		\$1,750,000
North San José Traffic Impact Fees Reserve	(\$1,750,000)		(\$1,750,000)		(\$1,750,000)
Pavement Maintenance – SB1 Road Repair & Accountability Act 2017	\$826,137		\$826,137		\$826,137
Pavement Maintenance - VTA Measure B VRF	\$1,000,348		\$1,000,348		\$1,000,348
Revenue from Local Agencies (BART Design and Construction Phase 2)				\$400,000	(\$400,000)
Revenue from Local Agencies (County of Santa Clara Cost Sharing Agreement)				\$826,137	(\$826,137)
Revenue from Local Agencies (Pavement Maintenance – VTA Measure B VRF)				\$1,000,348	(\$1,000,348)
Revenue from the Federal Government (EPA – Bikeshare to La Plaza)				(\$500,000)	\$500,000
Budget Adjustments TOTAL	\$1,726,485		\$1,726,485	\$1,726,485	
Construction Excise Tax Fund (465) TOTAL	(\$45,043,513)	(\$6,366,732)	(\$51,410,245)	(\$61,905,457)	\$10,495,212

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Contingent Lien District Fund (634)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Fund Balance Reconciliation				\$48,531	(\$48,531)
Fund Balance Reconciliation		\$48,531	\$48,531		\$48,531
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$48,351)	(\$48,351)		(\$48,351)
Tech Adjust: Transfer to Evergreen Benefit Assessment District Fund (Reconciliation)	\$48,231		\$48,231		\$48,231
Tech Adjust: Transfer to Evergreen Creek Assessment District Fund (Reconciliation)	\$30		\$30		\$30
Tech Adjust: Transfer to Shea Homes Assessment District Fund (Reconciliation)	\$30		\$30		\$30
Tech Adjust: Transfer to Silicon Valley Bridge Assessment District Fund (Reconciliation)	\$30		\$30		\$30
Tech Adjust: Transfer to Silver Creek Assessment District Fund (Reconciliation)	\$30		\$30		\$30
Clean-Up and Rebudget Actions TOTAL	\$48,351	\$180	\$48,531	\$48,531	
Contingent Lien District Fund (634) TOTAL	\$48,351	\$180	\$48,531	\$48,531	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Convention and Cultural Affairs Capital Fund (560)

Department/Proposal	Expense	USE		SOURCE		NET COST
		Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$102,000	\$102,000			\$102,000
Fund Balance Reconciliation					\$80,999	(\$80,999)
Fund Balance Reconciliation		\$80,999	\$80,999			\$80,999
Rebudget: Cultural Facilities Rehabilitation/Repair Electrical	(\$103,000)		(\$103,000)			(\$103,000)
Rebudget: Cultural Facilities Rehabilitation/Repair Mechanical	\$4,000		\$4,000			\$4,000
Rebudget: Cultural Facilities Rehabilitation/Repair Miscellaneous	(\$3,000)		(\$3,000)			(\$3,000)
Clean-Up and Rebudget Actions TOTAL	(\$102,000)	\$182,999	\$80,999		\$80,999	
Convention and Cultural Affairs Capital Fund (560) TOTAL	(\$102,000)	\$182,999	\$80,999		\$80,999	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Convention Center Facilities District Capital Fund (798)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$513,000)	(\$513,000)		(\$513,000)
Fund Balance Reconciliation				\$684,912	(\$684,912)
Fund Balance Reconciliation		\$684,912	\$684,912		\$684,912
Rebudget: Convention Center Expansion Planning	\$80,000		\$80,000		\$80,000
Rebudget: Convention Center Facilities Planning and Preliminary Engineering	(\$3,000)		(\$3,000)		(\$3,000)
Rebudget: Convention Center HVAC Upgrades	\$20,000		\$20,000		\$20,000
Rebudget: Convention Center Rehabilitation/Repair - Electrical	\$24,000		\$24,000		\$24,000
Rebudget: Convention Center Rehabilitation/Repair - Mechanical	(\$1,000)		(\$1,000)		(\$1,000)
Rebudget: Convention Center Rehabilitation/Repair - Miscellaneous	\$78,000		\$78,000		\$78,000
Rebudget: Convention Center Rehabilitation/Repair - Unanticipated	\$73,000		\$73,000		\$73,000
Rebudget: Convention Center Restrooms Upgrades	\$180,000		\$180,000		\$180,000
Rebudget: Public Art (Convention Center Exhibit Hall Lighting and Ceiling Upgrades)	\$62,000		\$62,000		\$62,000
Clean-Up and Rebudget Actions TOTAL	\$513,000	\$171,912	\$684,912	\$684,912	
Convention Center Facilities District Capital Fund (798) TOTAL	\$513,000	\$171,912	\$684,912	\$684,912	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 1 Construction and Conveyance Tax Fund (377)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$25,000)	(\$25,000)			(\$25,000)
Fund Balance Reconciliation					\$135,047	(\$135,047)
Fund Balance Reconciliation		\$135,047	\$135,047			\$135,047
Rebudget: Council District 1 Public Art	(\$2,000)		(\$2,000)			(\$2,000)
Rebudget: Cypress Community Center Restroom Renovation	(\$15,000)		(\$15,000)			(\$15,000)
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Rebudget: Starbird Park Playground Replacements	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Starbird Youth Center Improvements	\$28,000		\$28,000			\$28,000
Clean-Up and Rebudget Actions TOTAL	\$25,000	\$110,047	\$135,047		\$135,047	
Council District 1 Construction and Conveyance Tax Fund (377) TOTAL	\$25,000	\$110,047	\$135,047		\$135,047	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 10 Construction and Conveyance Tax Fund (389)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudget		(\$4,000)	(\$4,000)			(\$4,000)
Fund Balance Reconciliation					(\$41,326)	\$41,326
Fund Balance Reconciliation		(\$41,326)	(\$41,326)			(\$41,326)
Rebudget: Minor Infrastructure Contract Services	\$4,000		\$4,000			\$4,000
Clean-Up and Rebudget Actions TOTAL	\$4,000	(\$45,326)	(\$41,326)		(\$41,326)	
Council District 10 Construction and Conveyance Tax Fund (389) TOTAL	\$4,000	(\$45,326)	(\$41,326)		(\$41,326)	

Council District 2 Construction and Conveyance Tax Fund (378)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$11,000)	(\$11,000)			(\$11,000)
Fund Balance Reconciliation					\$155,004	(\$155,004)
Fund Balance Reconciliation		\$155,004	\$155,004			\$155,004
Rebudget: Basking Ridge Park Picnic Area Improvements	(\$2,000)		(\$2,000)			(\$2,000)
Rebudget: Danna Rock Park Youth Lot	(\$2,000)		(\$2,000)			(\$2,000)
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Clean-Up and Rebudget Actions TOTAL	\$11,000	\$144,004	\$155,004		\$155,004	
Council District 2 Construction and Conveyance Tax Fund (378) TOTAL	\$11,000	\$144,004	\$155,004		\$155,004	

**Capital Funds
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Council District 3 Construction and Conveyance Tax Fund (380)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$239,000)	(\$239,000)			(\$239,000)
Fund Balance Reconciliation					\$217,348	(\$217,348)
Fund Balance Reconciliation		\$217,348	\$217,348			\$217,348
Rebudget: Council District 3 Public Art	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Rebudget: TRAIL: Coyote Creek (Brokaw Road to Union Pacific Railroad Corridor) Design	\$217,000		\$217,000			\$217,000
Rebudget: TRAIL: Coyote Creek Lighting	(\$5,000)		(\$5,000)			(\$5,000)
Rebudget: TRAIL: Five Wounds Development (Story Road to Whitton Avenue)	\$13,000		\$13,000			\$13,000
Clean-Up and Rebudget Actions TOTAL	\$239,000	(\$21,652)	\$217,348		\$217,348	
Council District 3 Construction and Conveyance Tax Fund (380) TOTAL	\$239,000	(\$21,652)	\$217,348		\$217,348	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 4 Construction and Conveyance Tax Fund (381)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$6,000)	(\$6,000)			(\$6,000)
Fund Balance Reconciliation					\$2,590,046	(\$2,590,046)
Fund Balance Reconciliation		\$2,590,046	\$2,590,046			\$2,590,046
Rebudget: Council District 4 Public Art	(\$9,000)		(\$9,000)			(\$9,000)
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Clean-Up and Rebudget Actions TOTAL	\$6,000	\$2,584,046	\$2,590,046		\$2,590,046	
Council District 4 Construction and Conveyance Tax Fund (381) TOTAL	\$6,000	\$2,584,046	\$2,590,046		\$2,590,046	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 5 Construction and Conveyance Tax Fund (382)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$1,504,000)	(\$1,504,000)			(\$1,504,000)
Fund Balance Reconciliation					\$1,612,735	(\$1,612,735)
Fund Balance Reconciliation		\$1,612,735	\$1,612,735			\$1,612,735
Rebudget: Children of the Rainbow Park Lighting Improvements	(\$7,000)		(\$7,000)			(\$7,000)
Rebudget: Council District 5 Public Art	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Emma Prusch Park Electrical Improvements	(\$9,000)		(\$9,000)			(\$9,000)
Rebudget: Mayfair Pedestrian Bridge Lighting Improvements	\$46,000		\$46,000			\$46,000
Rebudget: Minor Infrastructure Contract Services	\$13,000		\$13,000			\$13,000
Rebudget: Nancy Lane Tot Lot	(\$2,000)		(\$2,000)			(\$2,000)
Rebudget: Police Athletic League Stadium Electrical Improvements	\$1,464,000		\$1,464,000			\$1,464,000
Clean-Up and Rebudget Actions TOTAL	\$1,504,000	\$108,735	\$1,612,735		\$1,612,735	
Ending Fund Balance Adjustment		(\$60,000)	(\$60,000)			(\$60,000)
Police Athletic League Stadium Electrical Improvements	\$60,000		\$60,000			\$60,000
Budget Adjustments TOTAL	\$60,000	(\$60,000)				
Council District 5 Construction and Conveyance Tax Fund (382) TOTAL	\$1,564,000	\$48,735	\$1,612,735		\$1,612,735	

**Capital Funds
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Council District 6 Construction and Conveyance Tax Fund (384)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$223,000	\$223,000			\$223,000
Fund Balance Reconciliation					\$431,604	(\$431,604)
Fund Balance Reconciliation		\$431,604	\$431,604			\$431,604
Rebudget: Council District 6 Public Art	(\$7,000)		(\$7,000)			(\$7,000)
Rebudget: Hanchett Park Development	(\$341,000)		(\$341,000)			(\$341,000)
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Rebudget: Race Street Property Development	\$69,000		\$69,000			\$69,000
Rebudget: TRAIL: Guadalupe River (St. John to Julian) Development	\$41,000		\$41,000			\$41,000
Clean-Up and Rebudget Actions TOTAL	(\$223,000)	\$654,604	\$431,604		\$431,604	
Council District 6 Construction and Conveyance Tax Fund (384) TOTAL	(\$223,000)	\$654,604	\$431,604		\$431,604	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 7 Construction and Conveyance Tax Fund (385)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$167,000	\$167,000			\$167,000
Fund Balance Reconciliation					(\$58,571)	\$58,571
Fund Balance Reconciliation		(\$58,571)	(\$58,571)			(\$58,571)
Rebudget: Midfield Avenue and Havana Drive Pocket Park						
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Rebudget: Seven Trees Community Center and Branch Library Roof Replacement	(\$135,000)		(\$135,000)			(\$135,000)
Rebudget: Thank You, America Monument	(\$45,000)		(\$45,000)			(\$45,000)
Rebudget: Vietnamese-American Community Center Renovation	(\$2,000)		(\$2,000)			(\$2,000)
Clean-Up and Rebudget Actions TOTAL	(\$167,000)	\$108,429	(\$58,571)		(\$58,571)	
Council District 7 Construction and Conveyance Tax Fund (385) TOTAL	(\$167,000)	\$108,429	(\$58,571)		(\$58,571)	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 8 Construction and Conveyance Tax Fund (386)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$71,000)	(\$71,000)			(\$71,000)
Fund Balance Reconciliation					\$397,544	(\$397,544)
Fund Balance Reconciliation		\$397,544	\$397,544			\$397,544
Rebudget: Boggini Park Tot Lot	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Council District 8 Public Art	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Evergreen Community Center Improvements	\$66,000		\$66,000			\$66,000
Rebudget: Lake Cunningham Park Restroom Renovation	(\$33,000)		(\$33,000)			(\$33,000)
Rebudget: Meadowfair Park Tot Lot	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Rebudget: Welch Park and Neighborhood Center Restroom Upgrades	\$26,000		\$26,000			\$26,000
Clean-Up and Rebudget Actions TOTAL	\$71,000	\$326,544	\$397,544		\$397,544	
Council District 8 Construction and Conveyance Tax Fund (386) TOTAL	\$71,000	\$326,544	\$397,544		\$397,544	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Council District 9 Construction and Conveyance Tax Fund (388)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$474,000)	(\$474,000)			(\$474,000)
Fund Balance Reconciliation					\$384,798	(\$384,798)
Fund Balance Reconciliation		\$384,798	\$384,798			\$384,798
Rebudget: Camden Community Center Improvements	\$435,000		\$435,000			\$435,000
Rebudget: Doerr Park Tot Lot Replacement	\$24,000		\$24,000			\$24,000
Rebudget: Minor Infrastructure Contract Services	\$15,000		\$15,000			\$15,000
Clean-Up and Rebudget Actions TOTAL	\$474,000	(\$89,202)	\$384,798		\$384,798	
Council District 9 Construction and Conveyance Tax Fund (388) TOTAL	\$474,000	(\$89,202)	\$384,798		\$384,798	

Emma Prusch Fund (131)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$40,000)	(\$40,000)			(\$40,000)
Fund Balance Reconciliation					\$4,966	(\$4,966)
Fund Balance Reconciliation		\$4,966	\$4,966			\$4,966
Rebudget: Emma Prusch Park Capital Repairs	\$40,000		\$40,000			\$40,000
Clean-Up and Rebudget Actions TOTAL	\$40,000	(\$35,034)	\$4,966		\$4,966	
Emma Prusch Fund (131) TOTAL	\$40,000	(\$35,034)	\$4,966		\$4,966	

Capital Funds
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Evergreen Benefit Assessment District Fund (699)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Fund Balance Reconciliation					\$166,640 (\$166,640)
Fund Balance Reconciliation		\$166,640	\$166,640		\$166,640
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$166,640)	(\$166,640)		(\$166,640)
Tech Adjust: Evergreen Specific Plan District Reserve (Reconciliation)	\$214,871		\$214,871		\$214,871
Tech Adjust: Transfers and Reimbursements (Transfer from Contingent Lien District Fund) (Reconciliation)				\$48,231	(\$48,231)
Clean-Up and Rebudget Actions TOTAL	\$214,871		\$214,871	\$48,231	\$166,640
Evergreen Benefit Assessment District Fund (699) TOTAL	\$214,871		\$214,871	\$48,231	\$166,640

Evergreen Creek Assessment District Fund (685)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Fund Balance Reconciliation					\$145,721 (\$145,721)
Fund Balance Reconciliation		\$145,721	\$145,721		\$145,721
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$145,721)	(\$145,721)		(\$145,721)
Tech Adjust: Evergreen Creek District Reserve (Reconciliation)	\$145,751		\$145,751		\$145,751
Tech Adjust: Transfers and Reimbursements (Transfer from Contingent Lien District Fund) (Reconciliation)				\$30	(\$30)
Clean-Up and Rebudget Actions TOTAL	\$145,751		\$145,751	\$30	\$145,721
Evergreen Creek Assessment District Fund (685) TOTAL	\$145,751		\$145,751	\$30	\$145,721

Capital Funds
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Evergreen East Hills Traffic Impact Fee Fund (479)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)		\$175,000	\$175,000		\$175,000
Tech Adjust: Evergreen Bikeways 2025 (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	\$494,000		\$494,000		\$494,000
Tech Adjust: Evergreen Traffic Impact Fees Reserve (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	\$4,188,956		\$4,188,956		\$4,188,956
Tech Adjust: Highway 680 and Jackson Avenue Traffic Signal (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	\$600,000		\$600,000		\$600,000
Tech Adjust: Nieman Boulevard and Daniel Maloney Drive (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	\$1,693,000		\$1,693,000		\$1,693,000
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)				\$175,000	(\$175,000)
Tech Adjust: Ruby & Norwood Roundabout (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	\$675,000		\$675,000		\$675,000
Tech Adjust: Story and Clayton Road Intersection Improvements (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)	\$330,000		\$330,000		\$330,000
Tech Adjust: Transfers and Reimbursements (Shift from Construction Excise Tax Fund - Evergreen Traffic Impact Fee Memo Fund)				\$7,980,956	(\$7,980,956)
Clean-Up and Rebudget Actions TOTAL	\$7,980,956	\$175,000	\$8,155,956	\$8,155,956	
Evergreen East Hills Traffic Impact Fee Fund (479) TOTAL	\$7,980,956	\$175,000	\$8,155,956	\$8,155,956	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Fire Construction and Conveyance Tax Fund (392)

Department/Proposal	Expense	USE		SOURCE		NET COST
		Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$227,000)	(\$227,000)			(\$227,000)
Fund Balance Reconciliation					\$296,281	(\$296,281)
Fund Balance Reconciliation		\$296,281	\$296,281			\$296,281
Rebudget: 911 Call Center Upgrades FF&E (Fire)	\$152,000		\$152,000			\$152,000
Rebudget: Facilities Improvements	\$22,000		\$22,000			\$22,000
Rebudget: Fire Facilities Remediation	\$53,000		\$53,000			\$53,000
Clean-Up and Rebudget Actions TOTAL	\$227,000	\$69,281	\$296,281		\$296,281	
Fire Construction and Conveyance Tax Fund (392) TOTAL	\$227,000	\$69,281	\$296,281		\$296,281	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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General Purpose Parking Capital Fund (559)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$159,666)	(\$159,666)			(\$159,666)
Fund Balance Reconciliation					\$3,003,514	(\$3,003,514)
Fund Balance Reconciliation		\$3,003,514	\$3,003,514			\$3,003,514
Rebudget: Garage Façade Improvements	\$212,000		\$212,000			\$212,000
Rebudget: Minor Parking Facility Improvements	\$500,000		\$500,000			\$500,000
Rebudget: Public Art Allocation	(\$2,000)		(\$2,000)			(\$2,000)
Rebudget: Revenue from the Federal Government (Strengthening Mobility and Revolutionizing Transportation Grant - Curb Digitization)				\$550,334		(\$550,334)
Clean-Up and Rebudget Actions TOTAL	\$710,000	\$2,843,848	\$3,553,848	\$550,334	\$3,003,514	
General Purpose Parking Capital Fund (559) TOTAL	\$710,000	\$2,843,848	\$3,553,848	\$550,334	\$3,003,514	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Interstate 280/Winchester Traffic Impact Fee Fund (311)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Tech Adjust: Interstate 280/Winchester Boulevard Interchange (Shift from Construction Excise Tax Fund - Interstate 280/Winchester Traffic Impact Fee Memo Fund)	\$1,407,438		\$1,407,438			\$1,407,438
Tech Adjust: Transfers and Reimbursements (Shift from Construction Excise Tax Fund - Interstate 280/Winchester Traffic Impact Fee Memo Fund)				\$1,407,438		(\$1,407,438)
Clean-Up and Rebudget Actions TOTAL	\$1,407,438		\$1,407,438	\$1,407,438		
Interstate 280/Winchester Traffic Impact Fee Fund (311) TOTAL	\$1,407,438		\$1,407,438	\$1,407,438		

Lake Cunningham Fund (462)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		\$407,000	\$407,000			\$407,000
Fund Balance Reconciliation					\$85,141	(\$85,141)
Fund Balance Reconciliation		\$85,141	\$85,141			\$85,141
Rebudget: Lake Cunningham Bike Park Reconstruction	(\$326,000)		(\$326,000)			(\$326,000)
Rebudget: Lake Cunningham Park Restroom Renovation	(\$114,000)		(\$114,000)			(\$114,000)
Rebudget: Revenue from State of California (California Natural Resources Agency - Lake Cunningham)				(\$33,000)		\$33,000
Clean-Up and Rebudget Actions TOTAL	(\$440,000)	\$492,141	\$52,141	(\$33,000)	\$85,141	
Lake Cunningham Fund (462) TOTAL	(\$440,000)	\$492,141	\$52,141	(\$33,000)	\$85,141	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Library Construction and Conveyance Tax Fund (393)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$158,071)	(\$158,071)		(\$158,071)
Fund Balance Reconciliation				(\$545,691)	\$545,691
Fund Balance Reconciliation		(\$545,691)	(\$545,691)		(\$545,691)
Rebudget: Acquisition of Materials	\$887,000		\$887,000		\$887,000
Rebudget: Automation Projects and System Maintenance	\$222,000		\$222,000		\$222,000
Rebudget: Building Forward Library Infrastructure Grant	(\$642,489)		(\$642,489)		(\$642,489)
Rebudget: Building Forward Library Infrastructure Grant - Local Match	(\$308,440)		(\$308,440)		(\$308,440)
Tech Adjust: Building Forward Library Infrastructure Grant - Local Match (Reconciliation)	\$32,134		\$32,134		\$32,134
Tech Adjust: Building Forward Library Infrastructure Grant (Reconciliation)	\$30,219		\$30,219		\$30,219
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$62,353)	(\$62,353)		(\$62,353)
Clean-Up and Rebudget Actions TOTAL	\$220,424	(\$766,115)	(\$545,691)		(\$545,691)
Building Forward Library Infrastructure Grant - Local Match	(\$849,670)		(\$849,670)		(\$849,670)
Ending Fund Balance Adjustment		\$849,670	\$849,670		\$849,670
Budget Adjustments TOTAL	(\$849,670)	\$849,670			
Library Construction and Conveyance Tax Fund (393) TOTAL	(\$629,246)	\$83,555	(\$545,691)		(\$545,691)

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Library Parcel Tax Capital Fund (483)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$116,000)	(\$116,000)			(\$116,000)
Fund Balance Reconciliation					\$148,766	(\$148,766)
Fund Balance Reconciliation		\$148,766	\$148,766			\$148,766
Rebudget: Acquisition of Materials	\$89,000		\$89,000			\$89,000
Rebudget: Automation Projects and System Maintenance	\$27,000		\$27,000			\$27,000
Tech Adjust: Automation Projects (Prior Year Encumbrance Liquidation)	\$11,000		\$11,000			\$11,000
Tech Adjust: Ending Fund Balance Adjustment - Automation Projects (Prior Year Encumbrance Liquidation)		(\$11,000)	(\$11,000)			(\$11,000)
Clean-Up and Rebudget Actions TOTAL	\$127,000	\$21,766	\$148,766		\$148,766	
Library Parcel Tax Capital Fund (483) TOTAL	\$127,000	\$21,766	\$148,766		\$148,766	

Major Collectors and Arterials Fund (421)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Fund Balance Reconciliation					\$3,162	(\$3,162)
Fund Balance Reconciliation		\$3,162	\$3,162			\$3,162
Clean-Up and Rebudget Actions TOTAL		\$3,162	\$3,162		\$3,162	
Major Collectors and Arterials Fund (421) TOTAL		\$3,162	\$3,162		\$3,162	

Capital Funds
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Major Facilities Fund (502)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudget		(\$460,000)	(\$460,000)			(\$460,000)
Fund Balance Reconciliation					\$775,782	(\$775,782)
Fund Balance Reconciliation		\$775,782	\$775,782			\$775,782
Rebudget: North San José Well Development and Construction	\$460,000		\$460,000			\$460,000
Clean-Up and Rebudget Actions TOTAL	\$460,000	\$315,782	\$775,782		\$775,782	
Major Facilities Fund (502) TOTAL	\$460,000	\$315,782	\$775,782		\$775,782	

**Capital Funds
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North San José Traffic Impact Fee Fund (349)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)		\$1,026,000	\$1,026,000		\$1,026,000
Tech Adjust: Montague Expressway Improvements Phase 2 (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$8,702,000		\$8,702,000		\$8,702,000
Tech Adjust: Montague Expressway Improvements Phase 2 Reserve (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$1,000,000		\$1,000,000		\$1,000,000
Tech Adjust: North San José - City of Santa Clara Settlement (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$1,750,000		\$1,750,000		\$1,750,000
Tech Adjust: North San José Improvement - 101/Zanker (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$11,150,000		\$11,150,000		\$11,150,000
Tech Adjust: North San José Traffic Impact Fees Reserve (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$16,435,146		\$16,435,146		\$16,435,146
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)				\$1,026,000	(\$1,026,000)
Tech Adjust: Route 101/Trimble/De La Cruz Interchange Improvement (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)	\$3,750,000		\$3,750,000		\$3,750,000
Tech Adjust: Transfers and Reimbursements (Shift from Construction Excise Tax Fund - North San José Traffic Impact Fee Memo Fund)				\$42,787,146	(\$42,787,146)
Clean-Up and Rebudget Actions TOTAL	\$42,787,146	\$1,026,000	\$43,813,146	\$43,813,146	
North San José Traffic Impact Fee Fund (349) TOTAL	\$42,787,146	\$1,026,000	\$43,813,146	\$43,813,146	

**Capital Funds
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Park Yards Construction and Conveyance Tax Fund (398)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$191,000)	(\$191,000)			(\$191,000)
Fund Balance Reconciliation					\$238,385	(\$238,385)
Fund Balance Reconciliation		\$238,385	\$238,385			\$238,385
Rebudget: Almaden Park Yard Improvements	(\$25,000)		(\$25,000)			(\$25,000)
Rebudget: Alum Rock Park Yard Improvements	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Emma Prusch Park Yard Improvements	(\$40,000)		(\$40,000)			(\$40,000)
Rebudget: Guadalupe River Park and Gardens Park Yard Expansion	(\$19,000)		(\$19,000)			(\$19,000)
Rebudget: Guadalupe River Park Yard Relocation	\$240,000		\$240,000			\$240,000
Rebudget: Kelley Park Yard Improvements	(\$6,000)		(\$6,000)			(\$6,000)
Rebudget: Lake Cunningham Park Yard Improvements	(\$6,000)		(\$6,000)			(\$6,000)
Rebudget: Overfelt Park Yard Improvements	(\$4,000)		(\$4,000)			(\$4,000)
Rebudget: Park Exhibit Builder Shop Improvements	\$52,000		\$52,000			\$52,000
Clean-Up and Rebudget Actions TOTAL	\$191,000	\$47,385	\$238,385		\$238,385	
Ending Fund Balance Adjustment		(\$15,000)	(\$15,000)			(\$15,000)
Guadalupe River Park Yard Relocation	\$15,000		\$15,000			\$15,000
Budget Adjustments TOTAL	\$15,000	(\$15,000)				
Park Yards Construction and Conveyance Tax Fund (398) TOTAL	\$206,000	\$32,385	\$238,385		\$238,385	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Parks and Recreation Bond Projects Fund (471)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$620,000)	(\$620,000)			(\$620,000)
Fund Balance Reconciliation					\$725,236	(\$725,236)
Fund Balance Reconciliation		\$725,236	\$725,236			\$725,236
Rebudget: Columbus Park Soccer Facility	\$620,000		\$620,000			\$620,000
Clean-Up and Rebudget Actions TOTAL	\$620,000	\$105,236	\$725,236		\$725,236	
Parks and Recreation Bond Projects Fund (471) TOTAL	\$620,000	\$105,236	\$725,236		\$725,236	

Parks Central Construction and Conveyance Tax Fund (390)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$403,000)	(\$403,000)			(\$403,000)
Fund Balance Reconciliation					\$945,153	(\$945,153)
Fund Balance Reconciliation		\$945,153	\$945,153			\$945,153
Rebudget: 2017 Flood - Commercial Paper Debt Service and Letter of Credit Fees	\$5,000		\$5,000			\$5,000
Rebudget: Alum Rock Park Maintenance Truck	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Major Park Equipment	\$347,000		\$347,000			\$347,000
Rebudget: Minor Infrastructure Contract Services (Central Fund)	\$52,000		\$52,000			\$52,000
Clean-Up and Rebudget Actions TOTAL	\$403,000	\$542,153	\$945,153		\$945,153	
Parks Central Construction and Conveyance Tax Fund (390) TOTAL	\$403,000	\$542,153	\$945,153		\$945,153	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Parks City-Wide Construction and Conveyance Tax Fund (391)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$286,000)	(\$286,000)		(\$286,000)
Fund Balance Reconciliation				\$3,174,316	(\$3,174,316)
Fund Balance Reconciliation		\$3,174,316	\$3,174,316		\$3,174,316
Rebudget: 2017 Flood - Alum Rock Park Mineral Springs Bridge Embankment	(\$11,000)		(\$11,000)		(\$11,000)
Rebudget: 2017 Flood - Alum Rock Park Visitors Center	\$35,000		\$35,000		\$35,000
Rebudget: 2017 Flood - Commercial Paper Debt Service and Letter of Credit Fees	\$9,000		\$9,000		\$9,000
Rebudget: 2017 Flood - Family Camp Playground Shade Structure and Retaining Wall	\$83,000		\$83,000		\$83,000
Rebudget: 2017 Flood - Japanese Friendship Garden Koi Pond and Pump House	\$397,000		\$397,000		\$397,000
Rebudget: 2023 Winter Storm - Alum Rock Park Road Improvements	\$147,000		\$147,000		\$147,000
Rebudget: All Inclusive Playground - Almaden Lake Park	\$3,000		\$3,000		\$3,000
Rebudget: Arcadia Softball Facility Fixtures, Furnishings and Equipment	(\$14,000)		(\$14,000)		(\$14,000)
Rebudget: Family Camp Infrastructure Renovations	\$46,000		\$46,000		\$46,000
Rebudget: Family-Friendly City Facilities	(\$17,000)		(\$17,000)		(\$17,000)
Rebudget: Happy Hollow Park and Zoo Bent Bridge Renovation	\$147,000		\$147,000		\$147,000
Rebudget: Happy Hollow Park and Zoo Exhibit Improvements	\$169,000		\$169,000		\$169,000
Rebudget: Happy Hollow Park and Zoo Lower Zoo Electrical Improvements	(\$757,000)		(\$757,000)		(\$757,000)
Rebudget: Parks City-Wide Public Art	(\$3,000)		(\$3,000)		(\$3,000)
Rebudget: TRAIL: Coyote Creek (Mabury Road to Empire Street)	(\$12,000)		(\$12,000)		(\$12,000)

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Parks City-Wide Construction and Conveyance Tax Fund (391)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Rebudget: TRAIL: Coyote Creek (Story Road to Tully Road)	\$64,000		\$64,000			\$64,000
Clean-Up and Rebudget Actions TOTAL	\$286,000	\$2,888,316	\$3,174,316		\$3,174,316	
Ending Fund Balance Adjustments		(\$155,000)	(\$155,000)			(\$155,000)
Family Camp Chimney Removal	\$110,000		\$110,000			\$110,000
Family Camp Infrastructure Renovations	\$5,000		\$5,000			\$5,000
Happy Hollow Park and Zoo Fencing Improvements Payment	\$40,000		\$40,000			\$40,000
Budget Adjustments TOTAL	\$155,000	(\$155,000)				
Parks City-Wide Construction and Conveyance Tax Fund (391) TOTAL	\$441,000	\$2,733,316	\$3,174,316		\$3,174,316	

Public Safety and Infrastructure Bond Fund - Municipal Improvements (498)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets (Municipal Improvements)		\$67,000	\$67,000			\$67,000
Fund Balance Reconciliation (Municipal Improvements)					(\$66,974)	\$66,974
Fund Balance Reconciliation (Municipal Improvements)		(\$66,974)	(\$66,974)			(\$66,974)
Rebudget: Measure T - City Facilities LED Lighting	(\$67,000)		(\$67,000)			(\$67,000)
Clean-Up and Rebudget Actions TOTAL	(\$67,000)	\$26	(\$66,974)		(\$66,974)	
Public Safety and Infrastructure Bond Fund - Municipal Improvements (498) TOTAL	(\$67,000)	\$26	(\$66,974)		(\$66,974)	

Capital Funds
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Public Safety and Infrastructure Bond Fund - Parks (498)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets (Parks)		(\$128,000)	(\$128,000)			(\$128,000)
Fund Balance Reconciliation (Parks)					\$135,170	(\$135,170)
Fund Balance Reconciliation (Parks)		\$135,170	\$135,170			\$135,170
Rebudget: Measure T - Community Centers/ Emergency Centers	\$128,000		\$128,000			\$128,000
Clean-Up and Rebudget Actions TOTAL	\$128,000	\$7,170	\$135,170		\$135,170	
Public Safety and Infrastructure Bond Fund - Parks (498) TOTAL	\$128,000	\$7,170	\$135,170		\$135,170	

Capital Funds
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Public Safety and Infrastructure Bond Fund - Public Safety (498)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets (Public Safety)		\$1,909,000	\$1,909,000			\$1,909,000
Fund Balance Reconciliation (Public Safety)					\$5,254,342	(\$5,254,342)
Fund Balance Reconciliation (Public Safety)		\$5,254,342	\$5,254,342			\$5,254,342
Rebudget: Emergency Operations Center Relocation	\$4,000		\$4,000			\$4,000
Rebudget: Measure T - Fire Station 23 Relocation (Land Acquisition)	\$25,000		\$25,000			\$25,000
Rebudget: Measure T - Fire Station 36	(\$3,036,000)		(\$3,036,000)			(\$3,036,000)
Rebudget: Measure T - Fire Station 36	\$44,000		\$44,000			\$44,000
Rebudget: Measure T - Fire Station 8 Relocation	(\$90,000)		(\$90,000)			(\$90,000)
Rebudget: Measure T - Police 911 Call Center Upgrades	\$172,000		\$172,000			\$172,000
Rebudget: Measure T - Police Administration Building Upgrades	\$503,000		\$503,000			\$503,000
Rebudget: Measure T - Police Air Support Hangar	\$528,000		\$528,000			\$528,000
Rebudget: Measure T - Police Training Center Relocation	\$497,000		\$497,000			\$497,000
Rebudget: Measure T - Program Reserves (Public Safety)	(\$495,000)		(\$495,000)			(\$495,000)
Rebudget: Measure T - Public Art Public Safety	(\$61,000)		(\$61,000)			(\$61,000)
Tech Adjust: Ending Fund Balance Adjustment (Public Safety) (Reconciliation)		(\$5,254,342)	(\$5,254,342)			(\$5,254,342)
Tech Adjust: Measure T - Program Reserve (Public Safety) (Reconciliation)	\$5,254,342		\$5,254,342			\$5,254,342
Clean-Up and Rebudget Actions TOTAL	\$3,345,342	\$1,909,000	\$5,254,342		\$5,254,342	
Public Safety and Infrastructure Bond Fund - Public Safety (498) TOTAL	\$3,345,342	\$1,909,000	\$5,254,342		\$5,254,342	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Public Safety and Infrastructure Bond Fund - Storm Sewer (498)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets (Storm Sewer)		(\$2,916,000)	(\$2,916,000)			(\$2,916,000)
Fund Balance Reconciliation (Storm Sewer)					\$2,927,928	(\$2,927,928)
Fund Balance Reconciliation (Storm Sewer)		\$2,927,928	\$2,927,928			\$2,927,928
Rebudget: Measure T - Storm Drain Improvements at Charcot Avenue	\$2,916,000		\$2,916,000			\$2,916,000
Clean-Up and Rebudget Actions TOTAL	\$2,916,000	\$11,928	\$2,927,928		\$2,927,928	
Public Safety and Infrastructure Bond Fund - Storm Sewer (498) TOTAL	\$2,916,000	\$11,928	\$2,927,928		\$2,927,928	

Public Safety and Infrastructure Bond Fund - Traffic (498)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets (Traffic)		(\$4,892,000)	(\$4,892,000)			(\$4,892,000)
Fund Balance Reconciliation (Traffic)					\$4,896,649	(\$4,896,649)
Fund Balance Reconciliation (Traffic)		\$4,896,649	\$4,896,649			\$4,896,649
Rebudget: Measure T - Bridges	\$423,000		\$423,000			\$423,000
Rebudget: Measure T - LED Streetlight Conversion	\$298,000		\$298,000			\$298,000
Rebudget: Pavement Maintenance - Measure T Bond	\$4,171,000		\$4,171,000			\$4,171,000
Clean-Up and Rebudget Actions TOTAL	\$4,892,000	\$4,649	\$4,896,649		\$4,896,649	
Public Safety and Infrastructure Bond Fund - Traffic (498) TOTAL	\$4,892,000	\$4,649	\$4,896,649		\$4,896,649	

Capital Funds
 Recommended Budget Adjustments and Clean-Up/Rebudget Actions
 2024-2025 Annual Report

Residential Construction Tax Contribution Fund (420)

Department/Proposal	Expense	USE		SOURCE		NET COST
		Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Fund Balance Reconciliation					\$316,384	(\$316,384)
Fund Balance Reconciliation		\$316,384	\$316,384			\$316,384
Clean-Up and Rebudget Actions TOTAL		\$316,384	\$316,384		\$316,384	
Residential Construction Tax Contribution Fund (420) TOTAL		\$316,384	\$316,384		\$316,384	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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US-101/Oakland/Mabury Traffic Impact Fee Fund (348)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)		\$501,000	\$501,000		\$501,000
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)				\$501,000	(\$501,000)
Tech Adjust: Route 101/Mabury Road Project Development (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)	\$100,000		\$100,000		\$100,000
Tech Adjust: US-101/Oakland/Mabury Traffic Impact Fees Reserve (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)	\$19,595,980		\$19,595,980		\$19,595,980
Tech Adjust: Transfers and Reimbursements (Shift from Construction Excise Tax Fund - US-101/Oakland/Mabury Traffic Impact Fee Memo Fund)				\$19,695,980	(\$19,695,980)
Clean-Up and Rebudget Actions TOTAL	\$19,695,980	\$501,000	\$20,196,980	\$20,196,980	
US-101/Oakland/Mabury Traffic Impact Fee Fund (348) TOTAL	\$19,695,980	\$501,000	\$20,196,980	\$20,196,980	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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San José-Santa Clara Treatment Plant Capital Fund (512)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Ending Fund Balance Adjustment: Rebudgets		\$67,173,000	\$67,173,000		\$67,173,000
Fund Balance Reconciliation					(\$57,378,589)
Fund Balance Reconciliation		(\$57,378,589)	(\$57,378,589)		(\$57,378,589)
Rebudget: Additional Digester Upgrades	\$147,000		\$147,000		\$147,000
Rebudget: Aeration Tanks and Blower Rehabilitation	\$11,000		\$11,000		\$11,000
Rebudget: Debt Service Repayment for Plant Capital Improvement Projects	\$1,500,000		\$1,500,000		\$1,500,000
Rebudget: Digested Sludge Dewatering Facility	\$65,000		\$65,000		\$65,000
Rebudget: Facility Wide Water Systems Improvements	\$622,000		\$622,000		\$622,000
Rebudget: Filter Rehabilitation	\$18,000		\$18,000		\$18,000
Rebudget: Financing Proceeds (Wastewater Revenue Notes)				\$70,000,000	(\$70,000,000)
Rebudget: Plant Infrastructure Improvements	\$102,000		\$102,000		\$102,000
Rebudget: Plantwide Security Systems Upgrade	\$107,000		\$107,000		\$107,000
Rebudget: Preliminary Engineering - Water Pollution Control	\$82,000		\$82,000		\$82,000
Rebudget: Program Management - Water Pollution Control					
Rebudget: Support Building Improvements	\$135,000		\$135,000		\$135,000
Rebudget: Yard Piping Improvements	\$38,000		\$38,000		\$38,000
Clean-Up and Rebudget Actions TOTAL	\$2,827,000	\$9,794,411	\$12,621,411	\$70,000,000	(\$57,378,589)
San José-Santa Clara Treatment Plant Capital Fund (512) TOTAL	\$2,827,000	\$9,794,411	\$12,621,411	\$70,000,000	(\$57,378,589)

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Sanitary Sewer Connection Fee Fund (540)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Fund Balance Reconciliation					\$153,736 (\$153,736)
Fund Balance Reconciliation		\$153,736	\$153,736		\$153,736
Clean-Up and Rebudget Actions TOTAL		\$153,736	\$153,736		\$153,736
Sanitary Sewer Connection Fee Fund (540) TOTAL		\$153,736	\$153,736		\$153,736

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Service Yards Construction and Conveyance Tax Fund (395)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$250,000)	(\$250,000)			(\$250,000)
Fund Balance Reconciliation					\$268,723	(\$268,723)
Fund Balance Reconciliation		\$268,723	\$268,723			\$268,723
Rebudget: Central Service Yard - Bldg F. Expansion	\$2,000		\$2,000			\$2,000
Rebudget: Central Service Yard - Fueling Island	\$73,000		\$73,000			\$73,000
Rebudget: Central Service Yard - Service Yards Generator Replacement	\$136,000		\$136,000			\$136,000
Rebudget: Central Service Yard - Water Main Replacement	\$163,000		\$163,000			\$163,000
Rebudget: Mabury Pavement Repair/Resurfacing	(\$2,000)		(\$2,000)			(\$2,000)
Rebudget: Mabury Yard - Elevator Modernization	(\$140,000)		(\$140,000)			(\$140,000)
Rebudget: Mabury Yard - Generator	\$18,000		\$18,000			\$18,000
Clean-Up and Rebudget Actions TOTAL	\$250,000	\$18,723	\$268,723		\$268,723	
Service Yards Construction and Conveyance Tax Fund (395) TOTAL	\$250,000	\$18,723	\$268,723		\$268,723	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Sewer Service and Use Charge Capital Improvement Fund (545)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$4,056,000)	(\$4,056,000)			(\$4,056,000)
Fund Balance Reconciliation					\$8,034,272	(\$8,034,272)
Fund Balance Reconciliation		\$8,034,272	\$8,034,272			\$8,034,272
Rebudget: Fourth Major Interceptor, Phase VIIB	(\$72,000)		(\$72,000)			(\$72,000)
Rebudget: McLaughlin Ave-24th Street Sanitary Sewer Improvement	(\$33,000)		(\$33,000)			(\$33,000)
Rebudget: North 1st Street Sanitary Sewer Improvements	(\$355,000)		(\$355,000)			(\$355,000)
Rebudget: Public Art Allocation	(\$3,000)		(\$3,000)			(\$3,000)
Rebudget: Almaden Supplement Sewer Rehabilitation (North)	\$43,000		\$43,000			\$43,000
Rebudget: Chesbro Avenue Sanitary Sewer Improvement	\$16,000		\$16,000			\$16,000
Rebudget: Coleman Road Sanitary Sewer Improvement - Phase III	\$100,000		\$100,000			\$100,000
Rebudget: Condition Assessment Sewer Repairs	\$1,600,000		\$1,600,000			\$1,600,000
Rebudget: McLaughlin Ave-Idlewood Dr Sanitary Sewer Improvement	\$50,000		\$50,000			\$50,000
Rebudget: Sanitary Sewer Interceptor Management Program	\$900,000		\$900,000			\$900,000
Rebudget: Tisch Way Sanitary Sewer Improvement	\$210,000		\$210,000			\$210,000
Rebudget: Urgent Rehabilitation and Urgent Repair Projects	\$700,000		\$700,000			\$700,000
Rebudget: Infrastructure - Sanitary Sewer Condition Assessment	\$900,000		\$900,000			\$900,000
Clean-Up and Rebudget Actions TOTAL	\$4,056,000	\$3,978,272	\$8,034,272		\$8,034,272	
Sewer Service and Use Charge Capital Improvement Fund (545) TOTAL	\$4,056,000	\$3,978,272	\$8,034,272		\$8,034,272	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Shea Homes Advance Assessment District Fund (695)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Fund Balance Reconciliation					\$18,856	(\$18,856)
Fund Balance Reconciliation		\$18,856	\$18,856			\$18,856
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$18,856)	(\$18,856)			(\$18,856)
Tech Adjust: Silver Creek Development District 1A Reserve (Reconciliation)	\$18,886		\$18,886			\$18,886
Tech Adjust: Transfers and Reimbursements (Transfer from Contingent Lien District Fund) (Reconciliation)				\$30		(\$30)
Clean-Up and Rebudget Actions TOTAL	\$18,886		\$18,886	\$30	\$18,856	
Shea Homes Advance Assessment District Fund (695) TOTAL	\$18,886		\$18,886	\$30	\$18,856	

Silicon Valley Bridge Assessment District Fund (698)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Fund Balance Reconciliation					\$19,210	(\$19,210)
Fund Balance Reconciliation		\$19,210	\$19,210			\$19,210
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$19,210)	(\$19,210)			(\$19,210)
Tech Adjust: Evergreen Specific Plan District Reserve (Reconciliation)	\$19,240		\$19,240			\$19,240
Tech Adjust: Transfers and Reimbursements (Transfer from Contingent Lien District Fund) (Reconciliation)				\$30		(\$30)
Clean-Up and Rebudget Actions TOTAL	\$19,240		\$19,240	\$30	\$19,210	
Silicon Valley Bridge Assessment District Fund (698) TOTAL	\$19,240		\$19,240	\$30	\$19,210	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Silver Creek Assessment District Fund (795)

Department/Proposal	USE		SOURCE		NET COST	
	Expense	Ending Fund Balance	Total Use	Revenue		Beg Fund Balance
Fund Balance Reconciliation					\$14,650	(\$14,650)
Fund Balance Reconciliation		\$14,650	\$14,650			\$14,650
Tech Adjust: Ending Fund Balance Adjustment (Reconciliation)		(\$14,650)	(\$14,650)			(\$14,650)
Tech Adjust: Silver Creek Development District 1B Reserve (Reconciliation)	\$14,680		\$14,680			\$14,680
Tech Adjust: Transfers and Reimbursements (Transfer from Contingent Lien District Fund) (Reconciliation)				\$30		(\$30)
Clean-Up and Rebudget Actions TOTAL	\$14,680		\$14,680	\$30	\$14,650	
Silver Creek Assessment District Fund (795) TOTAL	\$14,680		\$14,680	\$30	\$14,650	

South Bay Water Recycling Capital Fund (571)

Department/Proposal	USE		SOURCE		NET COST	
	Expense	Ending Fund Balance	Total Use	Revenue		Beg Fund Balance
Fund Balance Reconciliation					\$47,098	(\$47,098)
Fund Balance Reconciliation		\$47,098	\$47,098			\$47,098
Clean-Up and Rebudget Actions TOTAL		\$47,098	\$47,098		\$47,098	
South Bay Water Recycling Capital Fund (571) TOTAL		\$47,098	\$47,098		\$47,098	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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State Gas Tax Pavement Maintenance Fund (480)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Tech Adjust: Capital Program and Public Works Department Support Service Costs (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$212,000		\$212,000		\$212,000
Tech Adjust: City Hall Debt Service Fund (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$110,500		\$110,500		\$110,500
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)		\$7,915,242	\$7,915,242		\$7,915,242
Tech Adjust: General Fund - Pavement Maintenance - State Gas Tax (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$750,000		\$750,000		\$750,000
Tech Adjust: Pavement Maintenance - State Gas Tax (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$7,701,981		\$7,701,981		\$7,701,981
Tech Adjust: Pavement Maintenance - SB1 Road Repair & Accountability Act 2017 (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$33,770,314		\$33,770,314		\$33,770,314
Tech Adjust: Revenue from Local Agencies (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				\$826,137	(\$826,137)
Tech Adjust: Revenue from State of California (Pavement Maintenance - SB1 Road Repair & Accountability Act 2017) (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				\$27,420,644	(\$27,420,644)
Tech Adjust: Revenue from State of California (Pavement Maintenance - State Gas Tax) (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				\$9,481,716	(\$9,481,716)

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State Gas Tax Pavement Maintenance Fund (480)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				\$353,000	(\$353,000)
Tech Adjust: Streetlight Wire Replacement (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)	\$1,000,000		\$1,000,000		\$1,000,000
Tech Adjust: Transfers and Reimbursements (Shift from Construction Excise Tax Fund - State Gas Tax Pavement Maintenance Memo Fund)				\$13,378,540	(\$13,378,540)
Clean-Up and Rebudget Actions TOTAL	\$43,544,795	\$7,915,242	\$51,460,037	\$51,460,037	
State Gas Tax Pavement Maintenance Fund (480) TOTAL	\$43,544,795	\$7,915,242	\$51,460,037	\$51,460,037	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Storm Drainage Fee Fund (413)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Fund Balance Reconciliation					\$51,298	(\$51,298)
Fund Balance Reconciliation		\$51,298	\$51,298			\$51,298
Clean-Up and Rebudget Actions TOTAL		\$51,298	\$51,298		\$51,298	
Storm Drainage Fee Fund (413) TOTAL		\$51,298	\$51,298		\$51,298	

Storm Sewer Capital Fund (469)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$345,000)	(\$345,000)			(\$345,000)
Fund Balance Reconciliation					\$4,752,330	(\$4,752,330)
Fund Balance Reconciliation		\$4,752,330	\$4,752,330			\$4,752,330
Rebudget: Large Trash Capture Devices Phase I-VII	\$2,500,000		\$2,500,000			\$2,500,000
Rebudget: Large Trash Capture Devices Phase VIII	\$300,000		\$300,000			\$300,000
Rebudget: Public Art Allocation	(\$8,000)		(\$8,000)			(\$8,000)
Rebudget: Revenue from State of California (Large Trash Capture Phase VII - CALTRANS)				\$2,747,000		(\$2,747,000)
Rebudget: Small Trash Capture Devices	\$300,000		\$300,000			\$300,000
Clean-Up and Rebudget Actions TOTAL	\$3,092,000	\$4,407,330	\$7,499,330	\$2,747,000	\$4,752,330	
Storm Sewer Capital Fund (469) TOTAL	\$3,092,000	\$4,407,330	\$7,499,330	\$2,747,000	\$4,752,330	

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Subdivision Park Trust Fund (375)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Fund Balance Reconciliation - Future PDO/PIO Projects Reserve					\$3,492,555 (\$3,492,555)
Fund Balance Reconciliation - Future PDO/PIO Projects Reserve	\$3,492,555		\$3,492,555		\$3,492,555
Future PDO/PIO Projects Reserve Adjustment: Rebudgets	(\$818,000)		(\$818,000)		(\$818,000)
Rebudget: Agnews Property Development	\$28,000		\$28,000		\$28,000
Rebudget: Backesto Park Tot and Youth Lots	(\$1,000)		(\$1,000)		(\$1,000)
Rebudget: Bascom Community Center Lighting and AV System Improvements	(\$4,000)		(\$4,000)		(\$4,000)
Rebudget: Bascom Community Center Safety Improvements	\$60,000		\$60,000		\$60,000
Rebudget: Biebrach Park Pool Study	\$7,000		\$7,000		\$7,000
Rebudget: Bruzzone Way Park Development	(\$25,000)		(\$25,000)		(\$25,000)
Rebudget: Children of the Rainbow Park Lighting Improvements	(\$23,000)		(\$23,000)		(\$23,000)
Rebudget: Cypress Community Center Restroom Renovation	(\$3,000)		(\$3,000)		(\$3,000)
Rebudget: Doerr Park Tot Lot Replacement	\$11,000		\$11,000		\$11,000
Rebudget: Evergreen Community Center Improvements	\$17,000		\$17,000		\$17,000
Rebudget: Guadalupe Gardens Prototype Park	(\$18,000)		(\$18,000)		(\$18,000)
Rebudget: Guadalupe River Park Ranger Station Rehabilitation	\$117,000		\$117,000		\$117,000
Rebudget: Hamann Park Tot Lot Renovation	(\$33,000)		(\$33,000)		(\$33,000)
Rebudget: Houge Park Basketball and Tennis Courts Renovation	\$31,000		\$31,000		\$31,000
Rebudget: Japanese Friendship Garden Taiko Bridge Replacement	(\$16,000)		(\$16,000)		(\$16,000)

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Subdivision Park Trust Fund (375)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue Beg Fund Balance	
Rebudget: Japantown Park Design Review and Inspection	(\$5,000)		(\$5,000)		(\$5,000)
Rebudget: Mayfair Pedestrian Bridge Lighting Improvements	\$1,000		\$1,000		\$1,000
Rebudget: North San Pedro Area Parks Master Plans	\$189,000		\$189,000		\$189,000
Rebudget: Parque de Pobladores Phase II Feasibility Study	\$147,000		\$147,000		\$147,000
Rebudget: Payne Avenue Park Phase I	(\$5,000)		(\$5,000)		(\$5,000)
Rebudget: Penitencia Creek Dog Park	\$34,000		\$34,000		\$34,000
Rebudget: Plaza de Cesar Chavez Interim Improvements	\$8,000		\$8,000		\$8,000
Rebudget: River Glen Park Basketball Court Renovation	\$793,000		\$793,000		\$793,000
Rebudget: Seven Trees Community Center and Branch Library Roof Replacement	(\$140,000)		(\$140,000)		(\$140,000)
Rebudget: Southside Community Center Renovation	\$58,000		\$58,000		\$58,000
Rebudget: Spartan Keyes Area Park Development	(\$132,000)		(\$132,000)		(\$132,000)
Rebudget: St. James Park Design	(\$821,000)		(\$821,000)		(\$821,000)
Rebudget: TRAIL: Coyote Creek Design (Roosevelt Park to Watson Park)	\$4,000		\$4,000		\$4,000
Rebudget: TRAIL: Guadalupe River (Chynoweth Avenue) Design	\$239,000		\$239,000		\$239,000
Rebudget: TRAIL: Guadalupe River Park and Blossom River Drive Connection	(\$3,000)		(\$3,000)		(\$3,000)
Rebudget: TRAIL: Los Gatos Creek Reach II Rehabilitation	\$2,000		\$2,000		\$2,000
Rebudget: TRAIL: SF Bay Trail Reach 9	\$90,000		\$90,000		\$90,000
Rebudget: TRAIL: Three Creek Lonus Extension Design	\$133,000		\$133,000		\$133,000
Rebudget: TRAIL: Three Creeks Land Acquisition	\$75,000		\$75,000		\$75,000

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Subdivision Park Trust Fund (375)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Rebudget: Willow Glen Community Center Improvements	(\$5,000)		(\$5,000)		(\$5,000)
Rebudget: Willow Glen Community Center Plumbing Improvements	\$5,000		\$5,000		\$5,000
Rebudget: Winchester Orchard Park Design Review and Inspection	\$3,000		\$3,000		\$3,000
Clean-Up and Rebudget Actions TOTAL	\$3,492,555		\$3,492,555		\$3,492,555
Future PDO / PIO Projects Reserve	(\$1,800,000)		(\$1,800,000)		(\$1,800,000)
Plaza de Cesar Chavez Commemorative Art Piece	\$50,000		\$50,000		\$50,000
St. James Park Phase I Design	\$1,000,000		\$1,000,000		\$1,000,000
TRAIL: Guadalupe River (St. John to Julian) Development	\$750,000		\$750,000		\$750,000
Budget Adjustments TOTAL					
Subdivision Park Trust Fund (375) TOTAL	\$3,492,555		\$3,492,555		\$3,492,555

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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Underground Utility Fund (416)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	
Fund Balance Reconciliation					\$3,809,125 (\$3,809,125)
Fund Balance Reconciliation		\$3,809,125	\$3,809,125		\$3,809,125
Clean-Up and Rebudget Actions TOTAL		\$3,809,125	\$3,809,125		\$3,809,125
Underground Utility Fund (416) TOTAL		\$3,809,125	\$3,809,125		\$3,809,125

Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
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VRF Measure B Pavement Maintenance Fund (309)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Capital Program and Public Works Department Support Service Costs (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)	\$238,000		\$238,000		\$238,000
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)		\$1,184,776	\$1,184,776		\$1,184,776
Tech Adjust: Pavement Maintenance - VTA Measure B VRF (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)	\$9,391,749		\$9,391,749		\$9,391,749
Tech Adjust: Revenue from Local Agencies (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)				\$6,600,348	(\$6,600,348)
Tech Adjust: Revenue from the Use of Money/Property (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)				\$178,000	(\$178,000)
Tech Adjust: Transfers and Reimbursements (Shift from Construction Excise Tax Fund - VRF Measure B Pavement Maintenance Memo Fund)				\$4,036,177	(\$4,036,177)
Clean-Up and Rebudget Actions TOTAL	\$9,629,749	\$1,184,776	\$10,814,525	\$10,814,525	
VRF Measure B Pavement Maintenance Fund (309) TOTAL	\$9,629,749	\$1,184,776	\$10,814,525	\$10,814,525	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
2024-2025 Annual Report**

VTA Measure B Pavement Maintenance Fund (486)

Department/Proposal	USE		SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance
Tech Adjust: Capital Program and Public Works Department Support Service Costs (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)	\$844,000		\$844,000		\$844,000
Tech Adjust: Ending Fund Balance (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)		\$694	\$694		\$694
Tech Adjust: Pavement Maintenance - VTA 2016 Measure B (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)	\$35,734,000		\$35,734,000		\$35,734,000
Tech Adjust: Revenue from Local Agencies (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)				\$38,560,694	(\$38,560,694)
Tech Adjust: VTA Measure B 2016 Complete Street Project Improvements (SRTS) (Shift from Construction Excise Tax Fund - VTA Measure B Pavement Maintenance Memo Fund)	\$1,982,000		\$1,982,000		\$1,982,000
Clean-Up and Rebudget Actions TOTAL	\$38,560,000	\$694	\$38,560,694	\$38,560,694	
VTA Measure B Pavement Maintenance Fund (486) TOTAL	\$38,560,000	\$694	\$38,560,694	\$38,560,694	

**Capital Funds
Recommended Budget Adjustments and Clean-Up/Rebudget Actions
2024-2025 Annual Report**

Water Utility Capital Fund (500)

Department/Proposal	USE			SOURCE		NET COST
	Expense	Ending Fund Balance	Total Use	Revenue	Beg Fund Balance	
Ending Fund Balance Adjustment: Rebudgets		(\$7,175,000)	(\$7,175,000)			(\$7,175,000)
Fund Balance Reconciliation					\$7,339,189	(\$7,339,189)
Fund Balance Reconciliation		\$7,339,189	\$7,339,189			\$7,339,189
Rebudget: Advanced Metering Infrastructure Implementation	\$6,500,000		\$6,500,000			\$6,500,000
Rebudget: Annual Water Main Replacement	\$2,042,000		\$2,042,000			\$2,042,000
Rebudget: Coyote Well Replacement	\$384,000		\$384,000			\$384,000
Rebudget: Financing Proceeds (Commercial Paper)				\$3,800,000		(\$3,800,000)
Rebudget: Infrastructure Improvements	\$311,000		\$311,000			\$311,000
Rebudget: Meter Installations	\$50,000		\$50,000			\$50,000
Rebudget: North San José Reliability Well Construction	\$47,000		\$47,000			\$47,000
Rebudget: Public Art Funding	(\$1,000)		(\$1,000)			(\$1,000)
Rebudget: Service Installations	\$84,000		\$84,000			\$84,000
Rebudget: System Maintenance/Repairs	\$778,000		\$778,000			\$778,000
Rebudget: Water Resources Administration & Operations Facility	\$780,000		\$780,000			\$780,000
Clean-Up and Rebudget Actions TOTAL	\$10,975,000	\$164,189	\$11,139,189	\$3,800,000	\$7,339,189	
Water Utility Capital Fund (500) TOTAL	\$10,975,000	\$164,189	\$11,139,189	\$3,800,000	\$7,339,189	

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V. FINANCIAL STATEMENTS



FINANCE DEPARTMENT

Monthly Financial Report

Financial Results for the Month Ended June 30, 2025

Fiscal Year 2024-2025

(UNAUDITED)

Finance Department, City of San José
Monthly Financial Report
Financial Results for the Month Ended June 30, 2025
Fiscal Year 2024-2025
(UNAUDITED)

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Finance Department, City of San José
Monthly Financial Report
Financial Results for the Month Ended June 30, 2025
Fiscal Year 2024-2025
(UNAUDITED)

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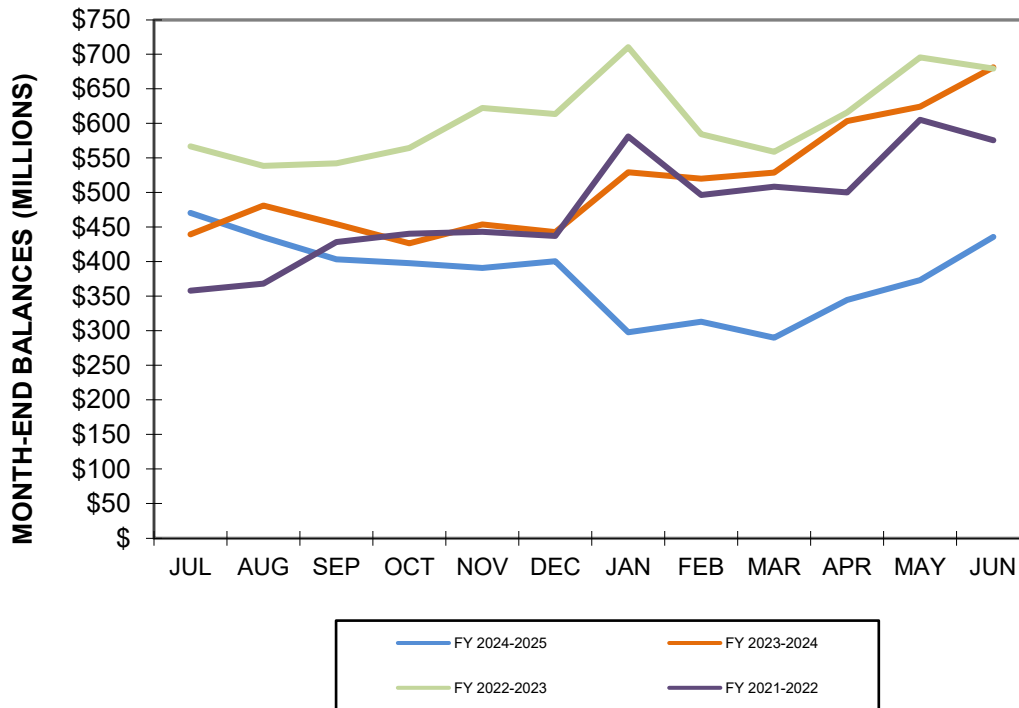
Submitted by:

Maria Öberg

MARIA ÖBERG

Director of Finance

GENERAL FUND
Comparison of Cash Balances vs. Prior Year's Balances



GENERAL FUND MONTHLY CASH BALANCES

MONTH	FY 2024-2025	FY 2023-2024	FY 2022-2023	FY 2021-2022
JULY ⁽¹⁾	\$ 470,628,926	\$ 439,558,442	\$ 566,915,115	\$ 358,124,221
AUGUST	435,081,404	481,331,154	538,605,518	367,985,840
SEPTEMBER	403,492,133	454,215,277	542,042,503	428,548,372
OCTOBER	397,966,479	426,618,323	564,251,170	440,238,436
NOVEMBER	390,968,460	453,578,125	622,142,937	442,957,719
DECEMBER	400,750,041	442,840,961	613,707,115	437,194,188
JANUARY ⁽²⁾	297,634,342	529,348,366	710,351,741	580,885,854
FEBRUARY	313,198,066	520,153,859	584,487,275	496,453,999
MARCH	289,936,330	528,642,315	559,096,267	508,488,546
APRIL ⁽³⁾	344,393,384	603,219,478	615,840,435	500,240,167
MAY	373,149,318	623,943,677	695,301,954	605,557,239
JUNE ⁽⁴⁾	435,846,606	681,274,128	679,263,084	575,342,891

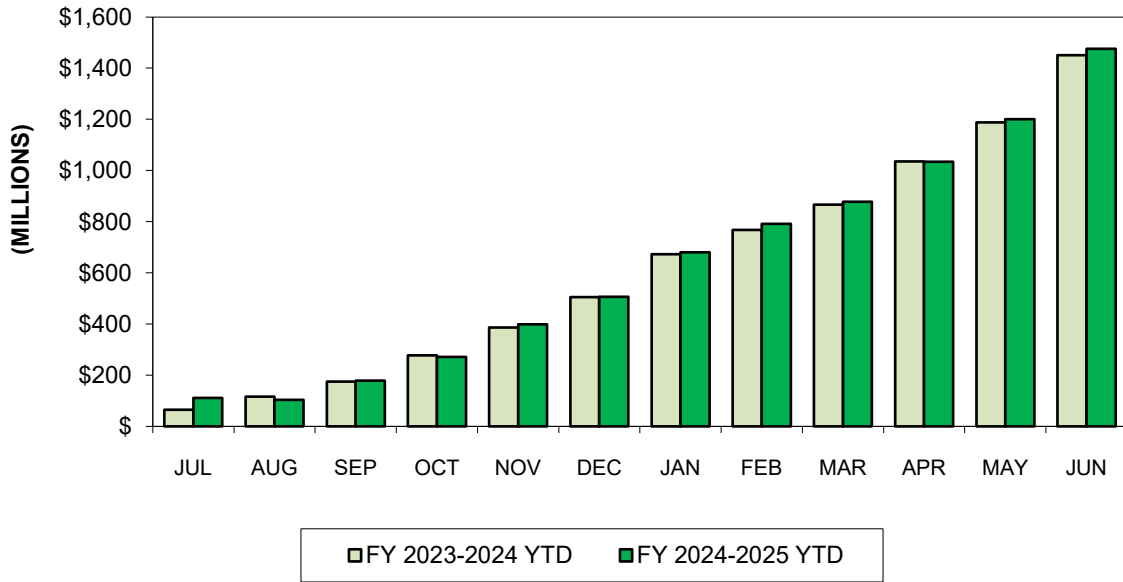
(1) The General Fund cash balance decreased in July as part of the annual lump-sum pre-funding of a portion of the employer's share of retirement contributions to achieve budgetary savings. In 2024-2025, the City pre-funded with \$220 million cash.

(2) The General Fund cash balance decreased in January due to a \$160.5 million transfer to the Real Property Transfer Tax Fund.

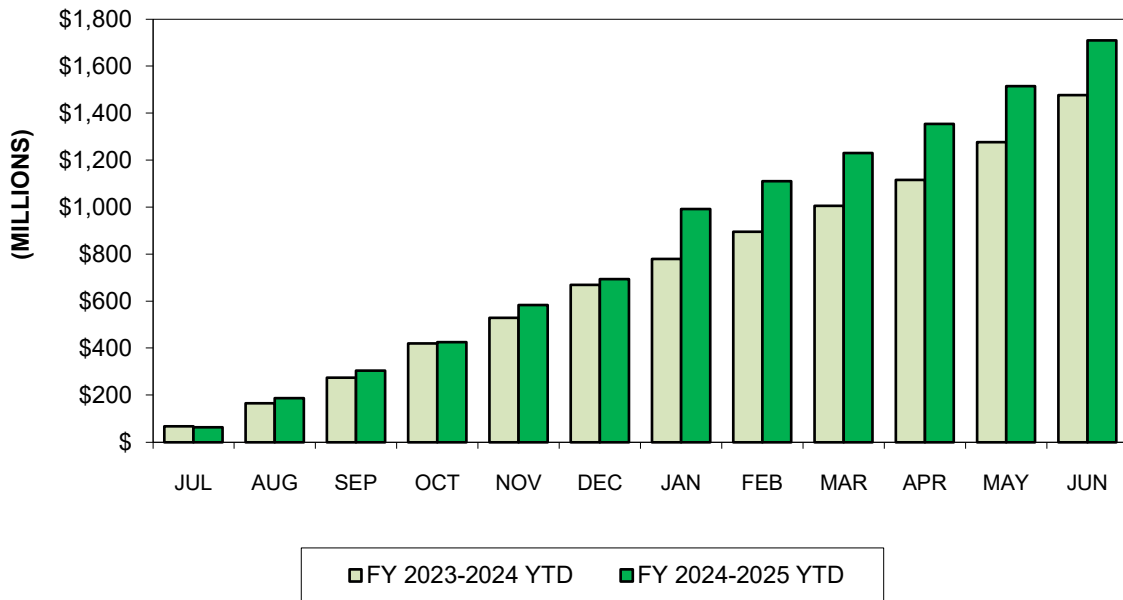
(3) The General Fund cash balance increased in April due to \$37.5 million received in franchise fees.

(4) The General Fund cash balance increased in June due to the bi-annual receipts of property taxes from Santa Clara County.

GENERAL FUND
Comparison of YTD Revenues vs. Prior YTD Revenues

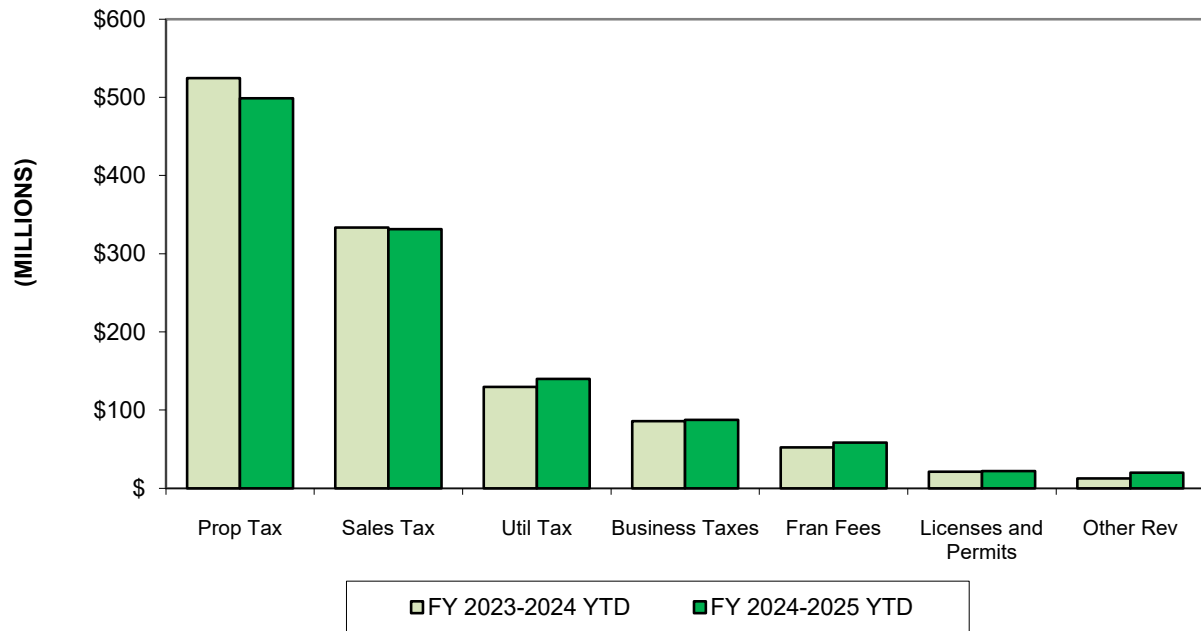


GENERAL FUND
Comparison of YTD Expenditures vs. Prior YTD Expenditures

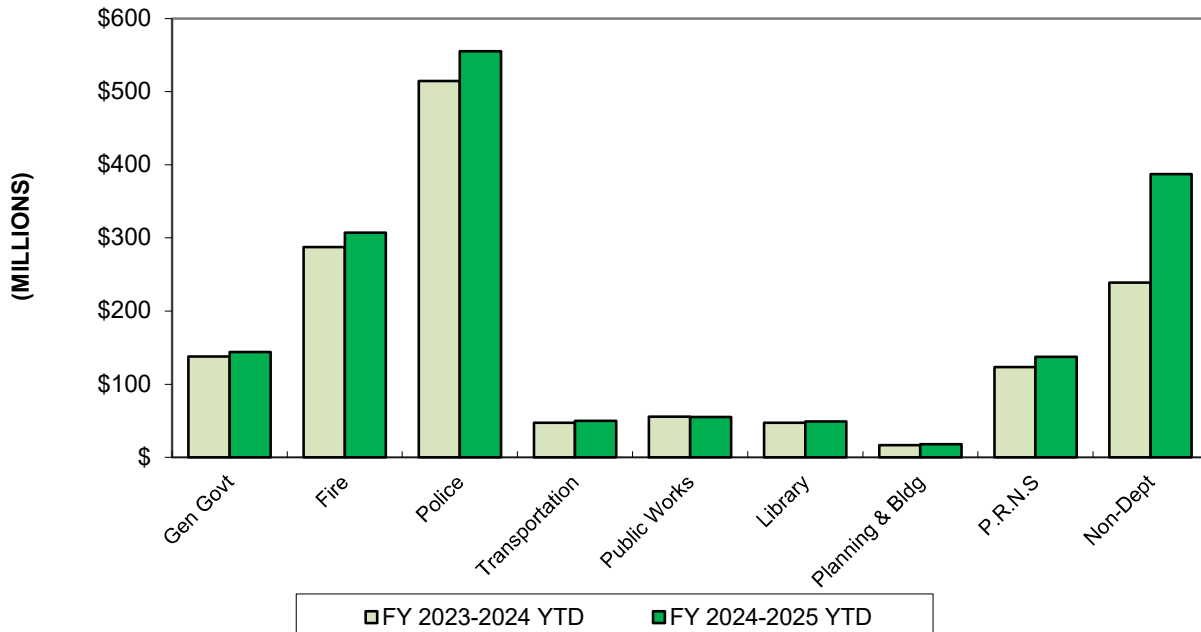


Note: 1) Increase in expenditures was primarily due to a \$160.5 million transfer from the General Fund to the newly established Real Property Transfer Tax Fund in January 2025.

GENERAL FUND MAJOR REVENUES Comparison of YTD vs. Prior YTD



GENERAL FUND MAJOR EXPENDITURES Comparison of YTD vs. Prior YTD



Note: 1) The real property transfer tax revenue was previously recorded under Fund 001 (General Fund) until August 2024. Effective September 2024, the real property transfer tax revenue was reclassified to Fund 404 (Real Property Transfer Tax Fund).
 2) Increase in Non-Dept expenditures was due to a \$160.5 million transfer from the General Fund to the newly established Real Property Transfer Tax Fund in January 2025.

CITY OF SAN JOSE
GENERAL FUND SOURCE AND USE OF FUNDS
FUND BALANCE, REVENUE, TRANSFERS & REIMBURSEMENTS
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$000's)

	ADOPTED FY 2024-2025 BUDGET	YTD BUDGET AMENDMENTS	C/O ENCUMBR	REVISED FY 2024-2025 BUDGET	CUR YTD ACTUAL	CUR YTD ACTUAL % OF BUDGET	PRIOR YTD ACTUAL	PRIOR YTD % OF PRIOR YEAR-END ACTUAL	PRIOR YEAR-END ACTUAL	CUR YTD LESS PRIOR YTD ACTUAL	% CHANGE CUR YTD ACTUAL LESS PRIOR YTD ACTUAL
Fund Balance											
Prior Year Encumbrances	-	-	80,976	80,976	80,976	100.00%	80,900	100.00%	80,900	76	0.09%
Available Balance	576,481	24,452	-	600,933	600,933	100.00%	639,359	100.00%	639,359	(38,426)	-6.01%
Total Fund Balance	576,481	24,452	80,976	681,909	681,909	100.00%	720,259	100.00%	720,259	(38,350)	-5.32%
General Revenues											
Property Tax	495,000	3,000	-	498,000	498,478	100.10%	524,473	100.00%	524,473	(25,995)	-4.96%
Sales Tax	352,000	(22,000)	-	330,000	331,431	100.43%	333,411	100.00%	333,411	(1,980)	-0.59%
Telephone Line Tax	22,000	-	-	22,000	21,989	99.95%	22,292	100.00%	22,292	(303)	-1.36%
Transient Occupancy Tax	16,000	1,000	-	17,000	17,212	101.25%	15,894	100.00%	15,894	1,318	8.29%
Franchise Fees	55,023	3,000	-	58,023	58,459	100.75%	52,476	100.00%	52,476	5,983	11.40%
Utility Tax	136,000	5,000	-	141,000	139,897	99.22%	129,771	100.00%	129,771	10,126	7.80%
Business Taxes	87,000	-	-	87,000	87,693	100.80%	86,072	100.00%	86,072	1,621	1.88%
Licenses and Permits	21,818	-	-	21,818	22,267	102.06%	21,428	100.00%	21,428	839	3.92%
Fines, Forfeits and Penalties	17,605	-	-	17,605	19,741	112.13%	14,323	100.00%	14,323	5,418	37.83%
Use of Money and Property	18,735	2,000	-	20,735	20,214	97.49%	22,775	100.00%	22,775	(2,561)	-11.24%
Revenue from Local Agencies	19,077	4,815	-	23,892	22,201	92.92%	23,283	100.00%	23,283	(1,082)	-4.65%
Revenue from State of CA	36,803	27,185	-	63,988	39,302	61.42%	27,515	100.00%	27,515	11,787	42.84%
Revenue from Federal Government	15,528	(999)	-	14,529	6,445	44.36%	5,462	100.00%	5,462	983	18.00%
Fees, Rates and Charges	27,809	-	-	27,809	26,306	94.60%	25,030	100.00%	25,030	1,276	5.10%
Other Revenues	9,560	10,656	-	20,216	19,873	98.30%	12,664	100.00%	12,664	7,209	56.93%
Total General Revenues	1,329,958	33,657	-	1,363,615	1,331,508	97.65%	1,316,869	100.00%	1,316,869	14,639	1.11%
Transfers & Reimbursements											
Overhead Reimbursements	87,109	1,043	-	88,152	87,516	99.28%	80,379	100.00%	80,379	7,137	8.88%
Transfers from Other Funds	32,879	4,590	-	37,469	36,745	98.07%	34,160	100.00%	34,160	2,585	7.57%
Reimbursements for Services	19,226	901	-	20,127	19,178	95.28%	19,049	100.00%	19,049	129	0.68%
Total Transfers & Reimbursements	139,214	6,534	-	145,748	143,439	98.42%	133,588	100.00%	133,588	9,851	7.37%
Total Sources	2,045,653	64,643	80,976	2,191,272	2,156,856	98.43%	2,170,716	100.00%	2,170,716	(13,860)	-0.64%

(*) - The figures for Current Year-to-Date (YTD) Actual, Prior YTD Actual, and Prior Year-End Actual are reported on the budgetary basis. Consequently, variances from the budgetary basis may arise because certain transactions, such as unrealized gains and losses, are recognized as revenues or expenditures on a Generally Accepted Accounting Principles (GAAP) basis but not on a budgetary basis.

Note: Figures may not total due to rounding.

CITY OF SAN JOSE
GENERAL FUND SOURCE AND USE OF FUNDS
EXPENDITURES
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$000's)

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		CUR YTD	PRIOR	PRIOR YTD %	PRIOR YEAR-END	CUR YTD LESS	% CHANGE		
	FY 2024-2025	BUDGET		FY 2024-2025	ACTUAL	ENCUMBR	ACTUAL %	YTD	OF PRIOR		PRIOR YEAR-END	PRIOR YTD	LESS PRIOR YTD	LESS PRIOR YTD
	BUDGET	AMENDMENTS		BUDGET	ENCUMBR	ENCUMBR	OF BUDGET	ACTUAL (*)	ACTUAL		ACTUAL (*)	ACTUAL (*)	ACTUAL	ACTUAL
General Government														
Mayor and Council	18,136	1,589	37	19,762	14,738	160	74.58%	14,578	100.00%	14,578	160	1.10%		
City Attorney	19,032	375	1,220	20,627	19,104	1,271	92.62%	19,296	100.00%	19,296	(192)	-1.00%		
City Auditor	2,940	70	-	3,010	2,945	-	97.84%	2,807	100.00%	2,807	138	4.92%		
City Clerk	3,812	19	96	3,927	3,634	232	92.54%	3,825	100.00%	3,825	(191)	-4.99%		
City Manager	23,980	1,149	875	26,004	24,062	784	92.53%	22,920	100.00%	22,920	1,142	4.98%		
Finance	24,294	335	658	25,287	23,512	1,026	92.98%	22,942	100.00%	22,942	570	2.48%		
Information Technology	34,560	904	3,130	38,594	33,583	3,151	87.02%	29,247	100.00%	29,247	4,336	14.83%		
Human Resources	15,386	-	(27)	15,359	14,341	348	93.37%	14,896	100.00%	14,896	(555)	-3.73%		
Independent Police Auditor	1,645	-	-	1,645	1,349	-	82.01%	1,330	100.00%	1,330	19	1.43%		
Office of Economic Development	7,667	(89)	152	7,730	6,567	233	84.95%	6,228	100.00%	6,228	339	5.44%		
Total General Government	151,452	4,352	6,141	161,945	143,835	7,205	88.82%	138,069	100.00%	138,069	5,766	4.18%		
Public Safety														
Fire	296,420	11,319	2,683	310,422	306,971	2,970	98.89%	287,559	100.00%	287,559	19,412	6.75%		
Police	543,971	20,095	2,909	566,975	555,346	2,860	97.95%	514,620	100.00%	514,620	40,726	7.91%		
Total Public Safety	840,391	31,414	5,592	877,397	862,317	5,830	98.28%	802,179	100.00%	802,179	60,138	7.50%		
Capital Maintenance														
Transportation	51,568	1,082	579	53,229	49,796	1,117	93.55%	47,522	100.00%	47,522	2,274	4.79%		
Public Works	54,958	1,457	503	56,918	55,315	854	97.18%	55,678	100.00%	55,678	(363)	-0.65%		
Total Capital Maintenance	106,526	2,539	1,082	110,147	105,111	1,971	95.43%	103,200	100.00%	103,200	1,911	1.85%		
Community Service														
Housing	668	20	-	688	443	-	64.39%	594	100.00%	594	(151)	-25.42%		
Library	50,727	(71)	2,727	53,383	48,881	3,178	91.57%	47,199	100.00%	47,199	1,682	3.56%		
Planning, Bldg & Code Enf.	18,991	632	559	20,182	17,890	1,067	88.64%	16,902	100.00%	16,902	988	5.85%		
Parks, Rec & Neigh Svcs	143,866	64	2,228	146,158	137,463	3,617	94.05%	123,613	100.00%	123,613	13,850	11.20%		
Environmental Services	6,262	1,143	307	7,712	6,584	242	85.37%	4,897	100.00%	4,897	1,687	34.45%		
Total Community Services	220,514	1,788	5,821	228,123	211,261	8,104	92.61%	193,205	100.00%	193,205	18,056	9.35%		
Total Dept. Expenditures	1,318,883	40,093	18,636	1,377,612	1,322,524	23,110	96.00%	1,236,653	100.00%	1,236,653	85,871	6.94%		

(*) - The figures for Current Year-to-Date (YTD) Actual, Prior YTD Actual, and Prior Year-End Actual are reported on the budgetary basis. Consequently, variances from the budgetary basis may arise because certain transactions, such as unrealized gains and losses, are recognized as revenues or expenditures on a Generally Accepted Accounting Principles (GAAP) basis but not on a budgetary basis.

Note: Figures may not total due to rounding.

CITY OF SAN JOSE
GENERAL FUND SOURCE AND USE OF FUNDS
EXPENDITURES
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$000's)

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		CUR YTD	PRIOR	PRIOR YTD %	PRIOR YEAR-END	CUR YTD LESS	% CHANGE		
	FY 2024-2025	BUDGET		FY 2024-2025	ACTUAL	ENCUMBR	ACTUAL %	YTD	OF PRIOR		PRIOR YEAR-END	PRIOR YTD	LESS PRIOR YTD	LESS PRIOR YTD
	BUDGET	AMENDMENTS		BUDGET	ACTUAL	ENCUMBR	OF BUDGET	ACTUAL (*)	ACTUAL		ACTUAL (*)	ACTUAL (*)	ACTUAL	ACTUAL
Non-Dept Expenditures														
City-wide Expenditures:														
Community and Economic Develop.	33,165	(1,581)	28,157	59,741	19,521	12,867	32.68%	67,730	100.00%	67,730	(48,209)	-71.18%		
Environmental & Utility Services	2,912	1,097	541	4,550	2,200	596	48.35%	1,441	100.00%	1,441	759	52.67%		
Public Safety	33,196	10,075	1,939	45,210	34,329	664	75.93%	31,773	100.00%	31,773	2,556	8.04%		
Neighborhood Services	43,709	(3,412)	5,357	45,654	31,901	5,419	69.88%	46,250	100.00%	46,250	(14,349)	-31.02%		
Transportation Services	6,039	2,026	2	8,067	4,850	56	60.12%	3,806	100.00%	3,806	1,044	27.43%		
Strategic Support	62,532	3,807	2,959	69,298	43,645	4,852	62.98%	34,747	100.00%	34,747	8,898	25.61%		
Total City-wide Expenditures	181,553	12,012	38,955	232,520	136,446	24,454	58.68%	185,747	100.00%	185,747	(49,301)	-26.54%		
Other Non-Dept Expenditures:														
Capital Improvements	76,031	32,960	23,385	132,376	61,559	32,539	46.50%	22,915	100.00%	22,915	38,644	168.64%		
Transfers to Other Funds	161,539	27,597	-	189,136	189,136	-	100.00%	30,472	100.00%	30,472	158,664	520.69%		
Total Non-Dept Expenditures	419,123	72,569	62,340	554,032	387,141	56,993	69.88%	239,134	100.00%	239,134	148,007	61.89%		
Reserves														
Contingency Reserve	50,000	3,000	-	53,000	-	-	0.00%	-	0.00%	-	-	0.00%		
Earmarked Reserves	257,647	(51,019)	-	206,628	-	-	0.00%	-	0.00%	-	-	0.00%		
Total Reserves	307,647	(48,019)	-	259,628	-	-	0.00%	-	0.00%	-	-	0.00%		
Total Uses	2,045,653	64,643	80,976	2,191,272	1,709,665	80,103	78.02%	1,475,787	100.00%	1,475,787	233,878	15.85%		

(*) - The figures for Current Year-to-Date (YTD) Actual, Prior YTD Actual, and Prior Year-End Actual are reported on the budgetary basis. Consequently, variances from the budgetary basis may arise because certain transactions, such as unrealized gains and losses, are recognized as revenues or expenditures on a Generally Accepted Accounting Principles (GAAP) basis but not on a budgetary basis.

Note: Figures may not total due to rounding.

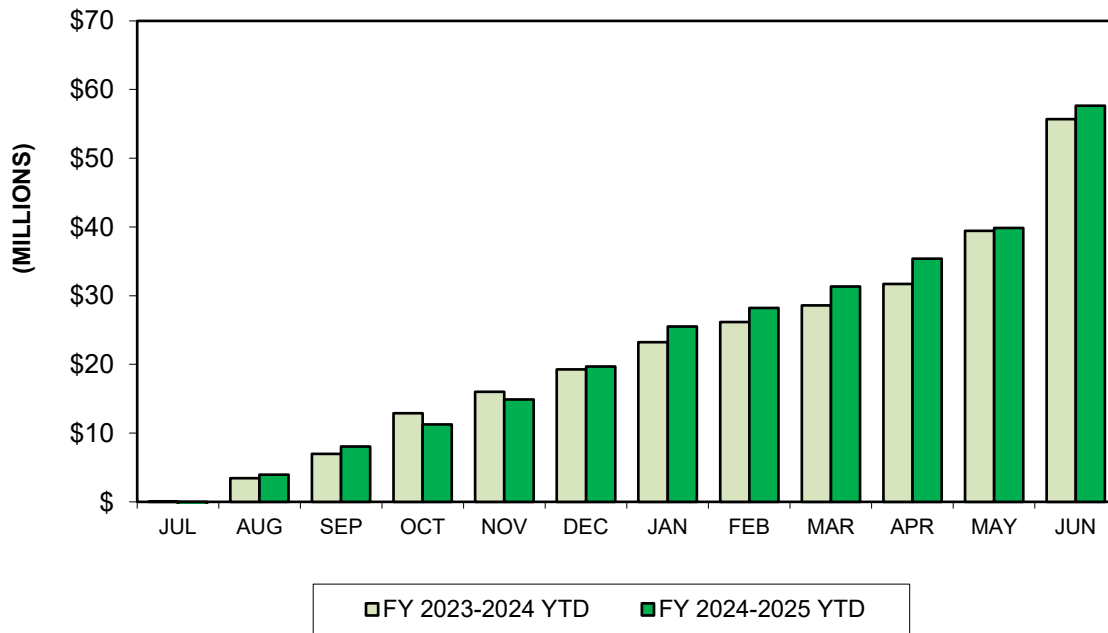
CITY OF SAN JOSE
GENERAL FUND SOURCE AND USE OF FUNDS
FOR THE MONTHS ENDED JUNE 30, 2025
SUPPLEMENTAL SCHEDULE - DEPARTMENTAL REVENUES
(UNAUDITED)
(\$000's)

	ADOPTED FY 2024-2025 BUDGET	YTD BUDGET AMENDMENTS	C/O ENCUMBR	REVISED FY 2024-2025 BUDGET	CUR YTD ACTUAL	CUR YTD ACTUAL % OF BUDGET	PRIOR YTD ACTUAL	PRIOR YTD % OF PRIOR YEAR-END ACTUAL	PRIOR YEAR-END ACTUAL	CUR YTD LESS PRIOR YTD ACTUAL	% CHANGE CUR YTD ACTUAL LESS PRIOR YTD ACTUAL
Police	1,071	-	-	1,071	871	81.33%	1,227	100.00%	1,227	(356)	-29.01%
Public Works	-	-	-	-	-	-	194	100.00%	194	(194)	-100.00%
Transportation	1,492	-	-	1,492	1,828	122.52%	1,698	100.00%	1,698	130	7.66%
Library	61	-	-	61	74	121.31%	111	100.00%	111	(37)	-33.33%
Parks Rec & Neigh Svcs	20,976	-	-	20,976	21,005	100.14%	19,232	100.00%	19,232	1,773	9.22%
Miscellaneous Dept Charges	4,209	-	-	4,209	2,528	60.06%	2,568	100.00%	2,568	(40)	-1.56%
Total Fees, Rates, and Charges	27,809	-	-	27,809	26,306	94.60%	25,030	100.00%	25,030	1,276	5.10%

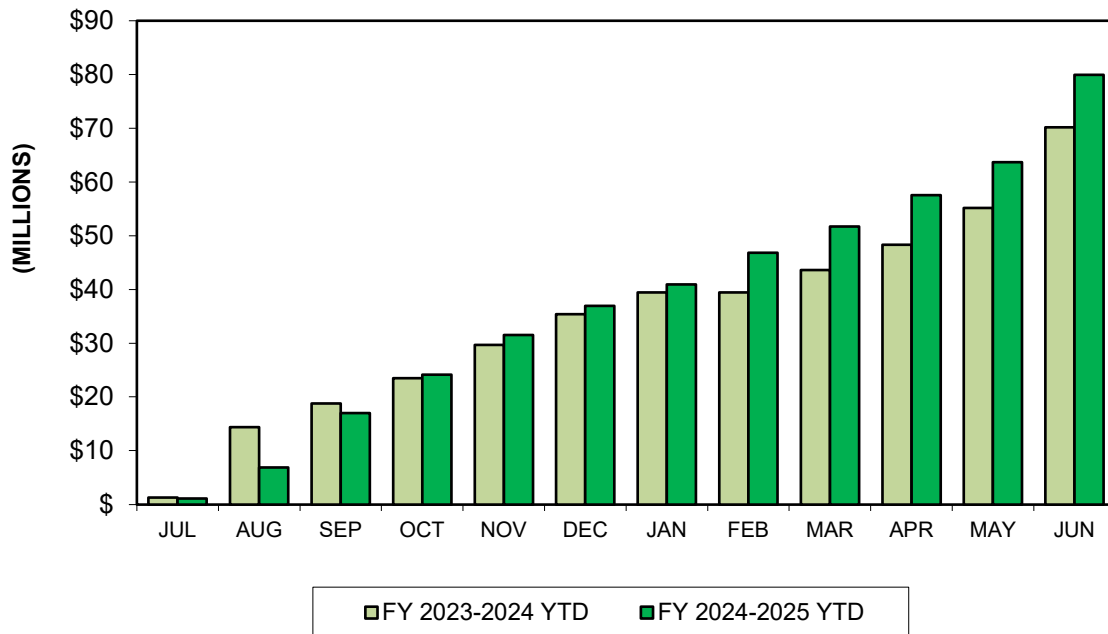
(*) - The figures for Current Year-to-Date (YTD) Actual, Prior YTD Actual, and Prior Year-End Actual are reported on the budgetary basis. Consequently, variances from the budgetary basis may arise because certain transactions, such as unrealized gains and losses, are recognized as revenues or expenditures on a Generally Accepted Accounting Principles (GAAP) basis but not on a budgetary basis.

Note: Figures may not total due to rounding.

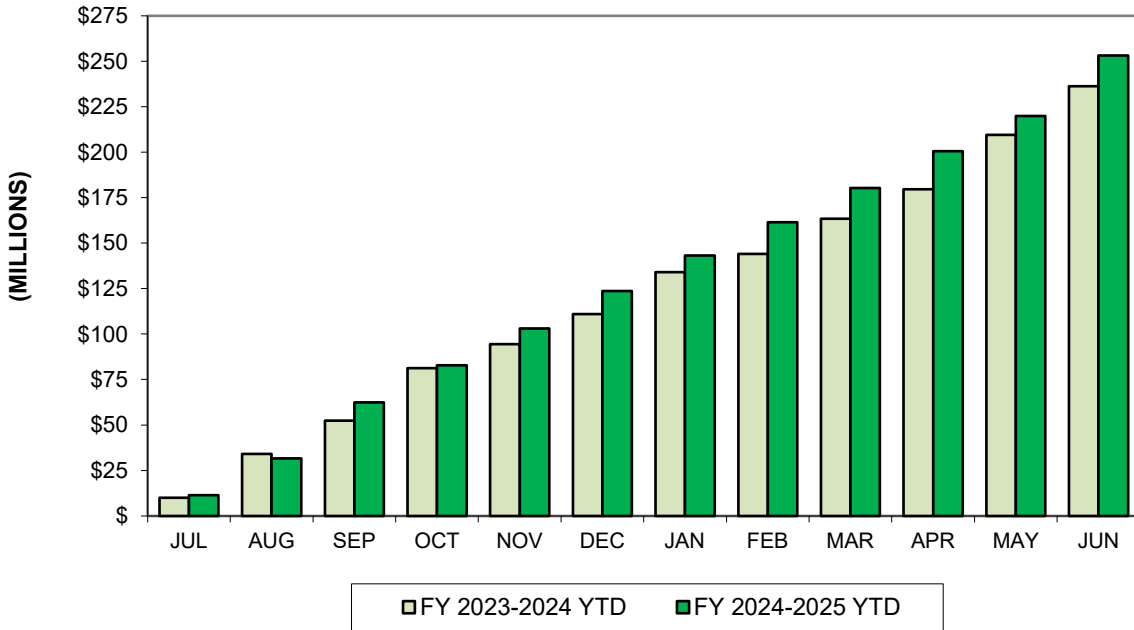
CONSTRUCTION & CONVEYANCE TAX FUNDS 377-378 & 380-398
Comparison of YTD Revenues vs. Prior YTD Revenues



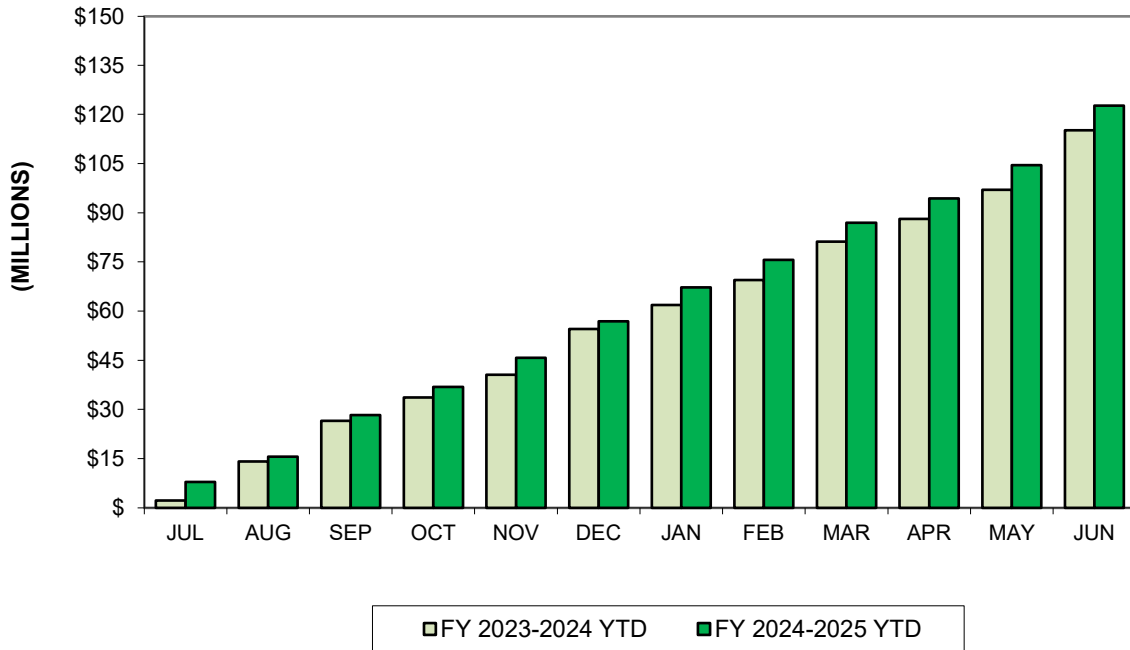
CONSTRUCTION & CONVEYANCE TAX FUNDS 377-378 & 380-398
Comparison of YTD Expenditures vs. Prior YTD Expenditures



**AIRPORT REVENUE FUND 521
Comparison of YTD Revenues vs. Prior YTD Revenues**

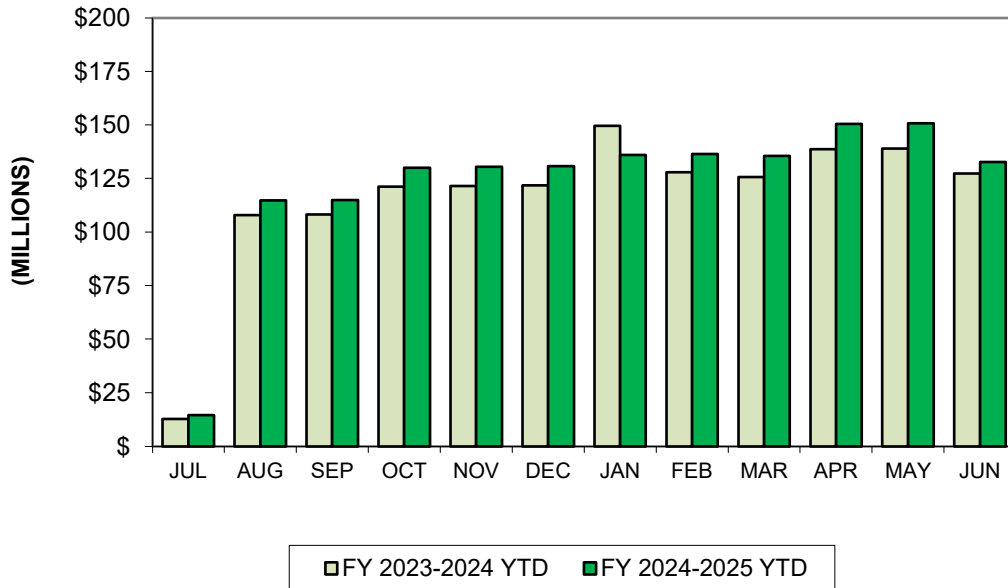


**AIRPORT MAINTENANCE & OPERATION FUND 523
Comparison of YTD Expenditures vs. Prior YTD Expenditures**

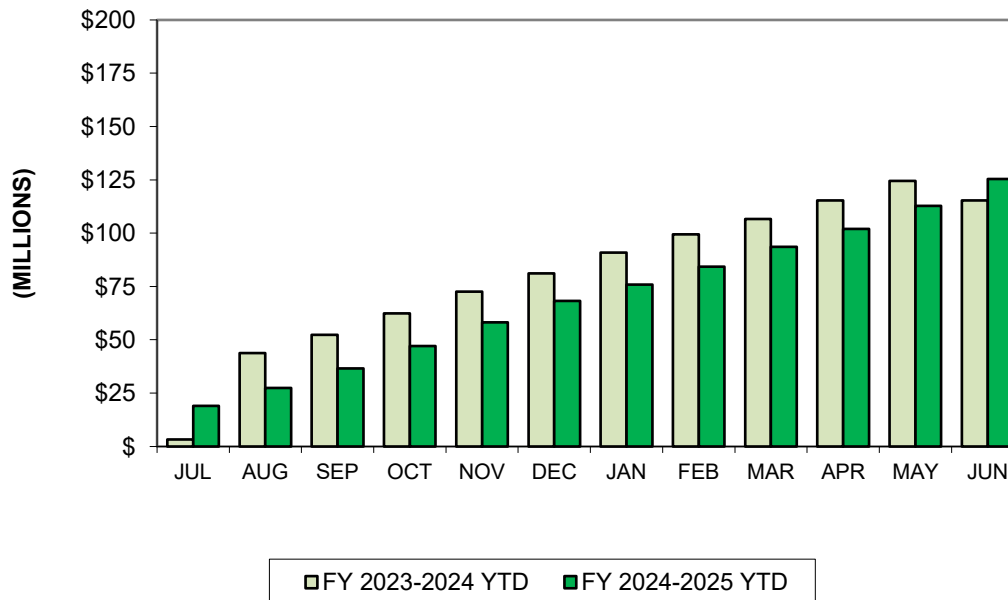


Note: 1) Increase in passenger activity resulted in an overall increase in rentals/concession income and landing fees' revenues.

**WPCP OPERATION FUND 513
Comparison of YTD Revenues vs. Prior YTD Revenues**

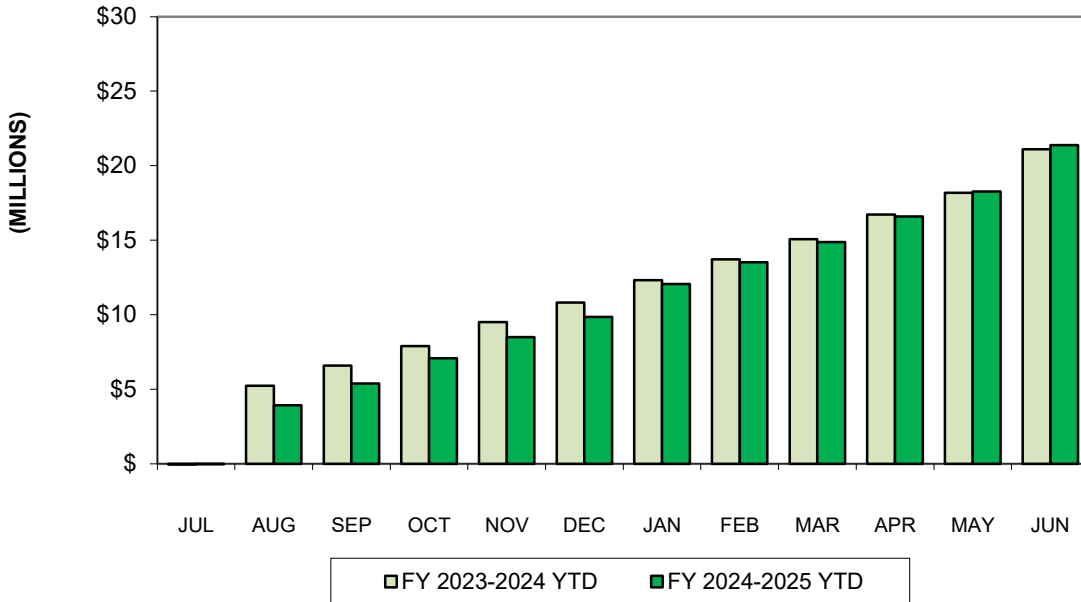


**WPCP OPERATION FUND 513
Comparison of YTD Expenditures vs. Prior YTD Expenditures**

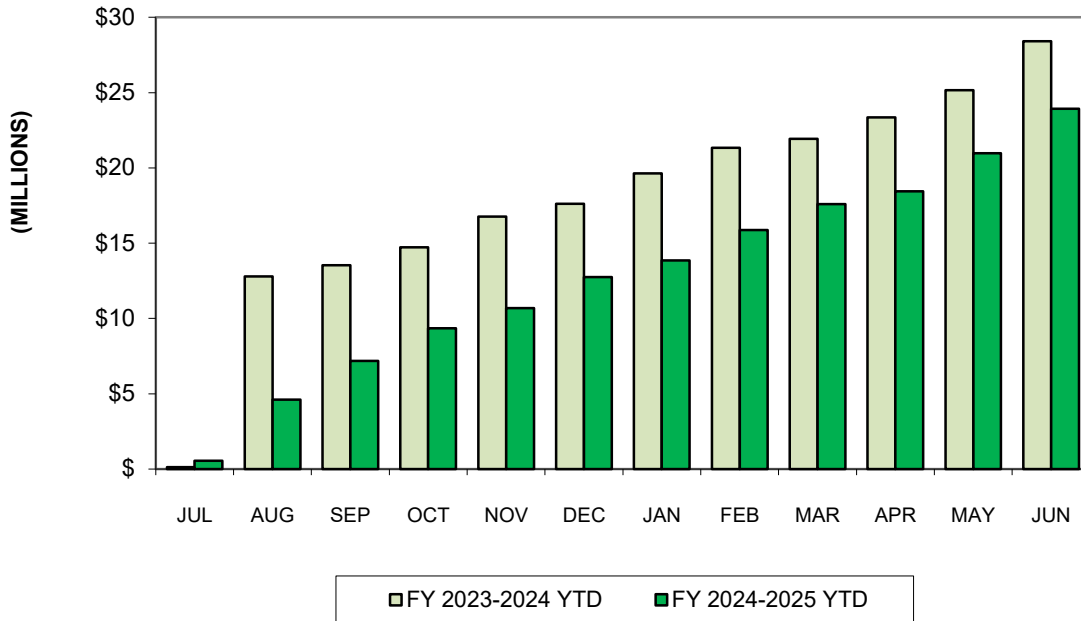


Note: 1) Decrease in revenues was due to an \$18.8 million transfer back to the Sewer Service & Use Charge Fund (541) in June 2025.

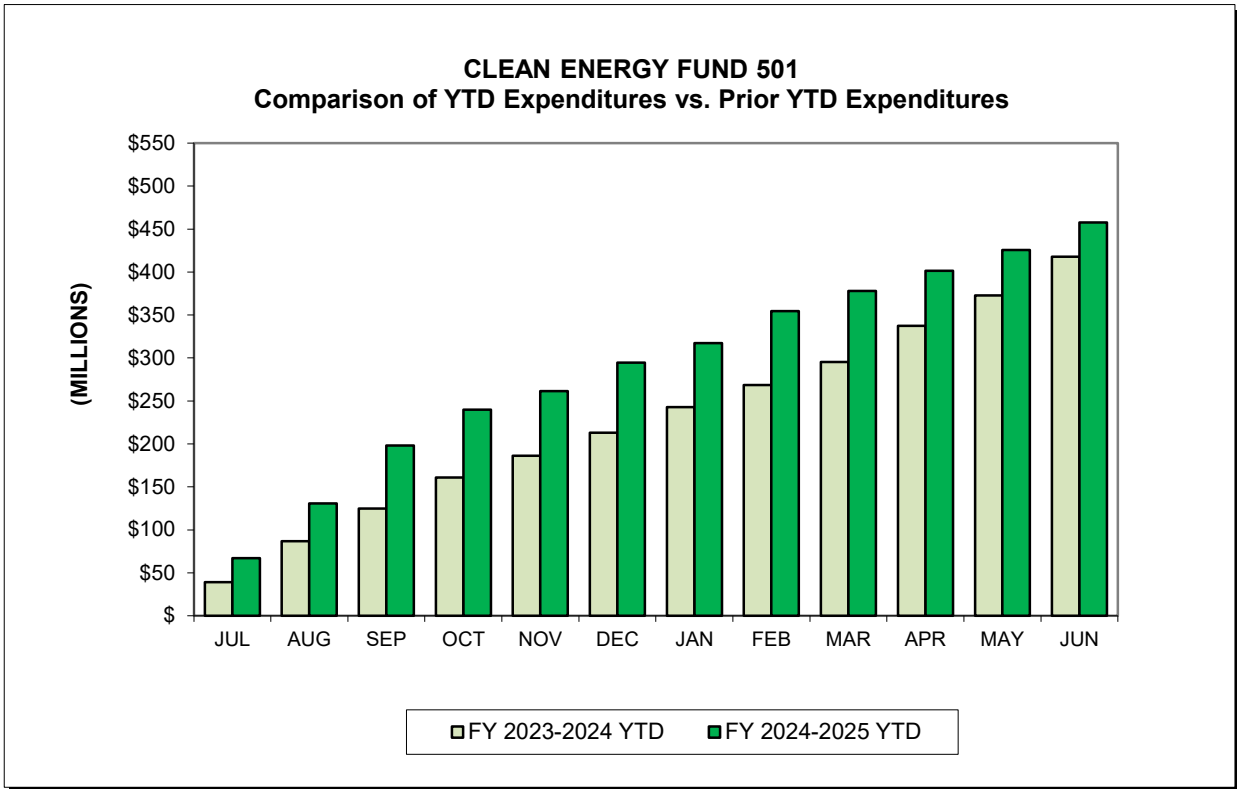
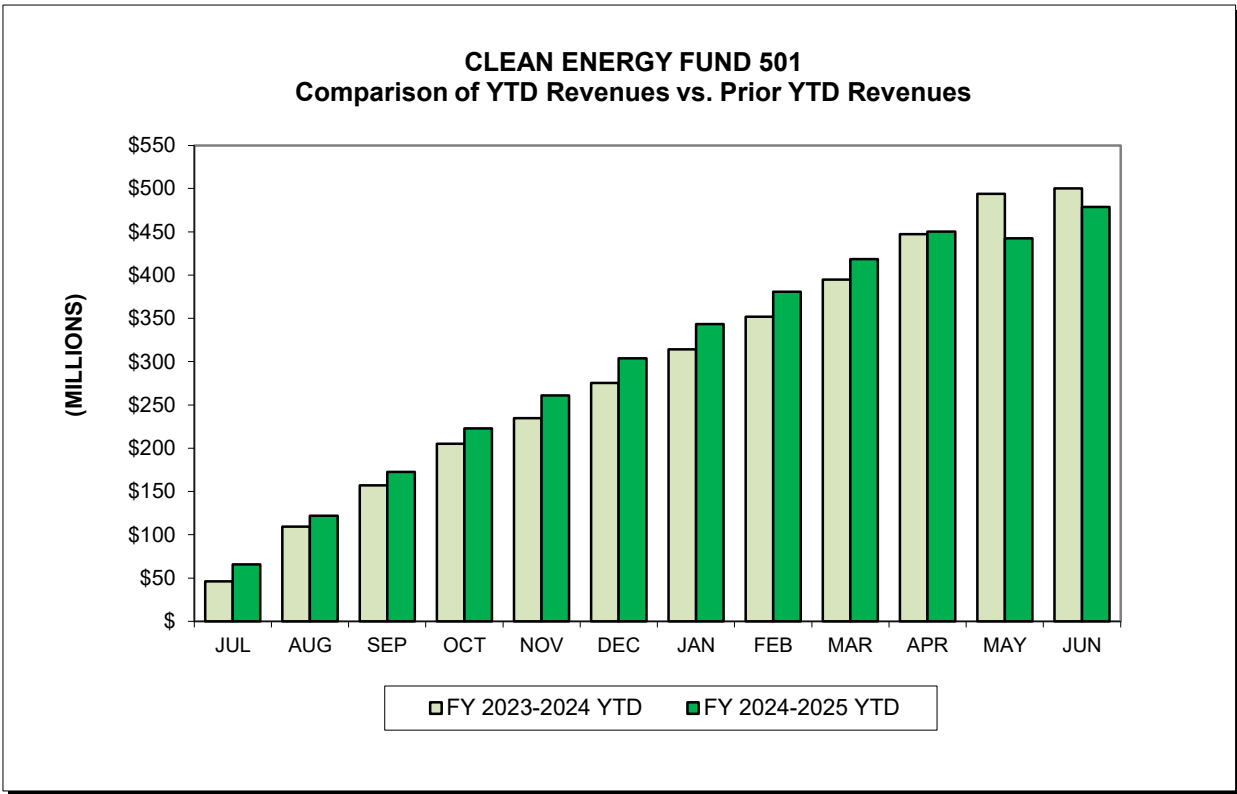
**GENERAL PURPOSE PARKING FUNDS 533 & 559
Comparison of YTD Revenues vs. Prior YTD Revenues**



**GENERAL PURPOSE PARKING FUNDS 533 & 559
Comparison of YTD Expenditures vs. Prior YTD Expenditures**



Note: 1) Decrease in expenses as of June 2025 was due to a \$1.5 million reduction in an internal transfer between the General Purpose Parking Funds (533 & 559) and a \$3.7 million reduction related to Downtown Parking Garage projects.



Note: 1) Increase in expenses was primarily driven by higher unit costs for Resource Adequacy (RA) due to elevated market rates. This resulted from limited RA availability and changes in procurement requirements to comply with updated CPUC RA program standards.
 2) Decrease in revenues was due to a \$6.0 million increase in the Rate Stabilization Reserve and a \$17.6 million decrease in power sale due to a change in the average rate.

CITY OF SAN JOSE
SPECIAL FUNDS
SOURCE AND USE OF FUNDS
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$000's)

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		PRIOR
	FY 2024-2025	BUDGET		FY 2024-2025	ACTUAL	ENCUMBR	Y-T-D
	BUDGET	AMENDMENTS	ENCUMBR	BUDGET			ACTUAL
Construction/Conveyance Tax							
Prior Year Encumbrance	-	-	14,072	14,072	14,072	-	11,090
Beginning Fund Balance	86,955	12,701	-	99,656	99,656	-	117,129
Revenues	67,778	1,150	-	68,928	57,636	-	55,661
Total Sources	154,733	13,851	14,072	182,656	171,364	-	183,880
Total Uses	154,733	13,851	14,072	182,656	79,915	11,788	70,186
Airport							
Prior Year Encumbrance	-	-	26,385	26,385	26,385	-	43,356
Beginning Fund Balance	361,905	6,672	-	368,577	368,577	-	307,402
Revenues	684,628	113,690	-	798,318	646,567	-	655,581
Total Sources	1,046,533	120,362	26,385	1,193,280	1,041,529	-	1,006,339
Total Uses	1,046,533	120,362	26,385	1,193,280	543,383	29,087	576,529
Waste Water Treatment							
Prior Year Encumbrance	-	-	188,133	188,133	188,133	-	179,293
Beginning Fund Balance	299,823	(12,146)	-	287,677	287,677	-	278,366
Revenues	512,321	40,080	-	552,401	491,039	-	466,881
Total Sources	812,144	27,934	188,133	1,028,211	966,849	-	924,540
Total Uses	812,144	27,934	188,133	1,028,211	523,432	159,038	491,124
Parking							
Prior Year Encumbrance	-	-	4,652	4,652	4,652	-	4,144
Beginning Fund Balance	27,845	3,277	-	31,122	31,122	-	39,166
Revenues	19,589	34	-	19,623	21,372	-	21,111
Total Sources	47,434	3,311	4,652	55,397	57,146	-	64,421
Total Uses	47,434	3,311	4,652	55,397	23,918	5,444	28,406
Municipal Water							
Prior Year Encumbrance	-	-	23,829	23,829	23,829	-	4,201
Beginning Fund Balance	38,136	(16,463)	-	21,673	21,673	-	37,761
Revenues	107,190	4,198	-	111,388	108,394	-	83,696
Total Sources	145,326	(12,264)	23,829	156,891	153,896	-	125,658
Total Uses	145,326	(12,264)	23,829	156,891	104,283	7,463	80,347

(*) Certain accounts such as the change in fair value of investments included in the City's GAAP basis amounts, for which no formal budgets are prepared, are excluded from the budgetary basis amounts.

Note: Figures may not total due to rounding.

**CITY OF SAN JOSE
SPECIAL FUNDS
SOURCE AND USE OF FUNDS
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$'000's)**

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		PRIOR
	FY 2024-2025 BUDGET	BUDGET AMENDMENTS		FY 2024-2025 BUDGET	ACTUAL	ENCUMBR	Y-T-D ACTUAL
Community Energy							
Prior Year Encumbrance	-	-	36,226	36,226	36,226	-	22,729
Beginning Fund Balance	272,801	(54,661)	-	218,140	218,140	-	173,726
Revenues	546,060	476	-	546,536	478,602	-	500,088
Total Sources	818,861	(54,185)	36,226	800,902	732,968	-	696,543
Total Uses	818,861	(54,185)	36,226	800,902	457,859	5,423	417,780
Gas Tax							
Revenues	18,400	900	-	19,300	18,323	-	18,209
Total Sources	18,400	900	-	19,300	18,323	-	18,209
Total Uses	18,400	900	-	19,300	18,323	-	18,209
Building and Structures							
Prior Year Encumbrance	-	-	10,947	10,947	10,947	-	22,036
Beginning Fund Balance	78,604	10,896	-	89,500	89,500	-	79,893
Revenues	78,792	8,166	-	86,958	34,660	-	44,803
Total Sources	157,396	19,062	10,947	187,405	135,107	-	146,732
Total Uses	157,396	19,062	10,947	187,405	38,479	17,140	45,504
Residential Construction							
Beginning Fund Balance	2,873	451	-	3,324	3,324	-	3,069
Revenues	295	-	-	295	258	-	395
Total Sources	3,168	451	-	3,619	3,582	-	3,464
Total Uses	3,168	451	-	3,619	137	-	140
Transient Occupancy Tax							
Prior Year Encumbrance	-	-	472	472	472	-	612
Beginning Fund Balance	4,919	215	-	5,134	5,134	-	4,968
Revenues	24,055	1,500	-	25,555	25,897	-	23,914
Total Sources	28,974	1,715	472	31,161	31,503	-	29,494
Total Uses	28,974	1,715	472	31,161	24,982	356	23,802

(*) Certain accounts such as the change in fair value of investments included in the City's GAAP basis amounts, for which no formal budgets are prepared, are excluded from the budgetary basis amounts.

Note: Figures may not total due to rounding.

**CITY OF SAN JOSE
SPECIAL FUNDS
SOURCE AND USE OF FUNDS
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$'000's)**

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		PRIOR
	FY 2024-2025 BUDGET	BUDGET AMENDMENTS		FY 2024-2025 BUDGET	ACTUAL	ENCUMBR	Y-T-D ACTUAL
Conventions, Arts & Entertainment							
Prior Year Encumbrance	-	-	1,443	1,443	1,443	-	311
Beginning Fund Balance	5,322	(2,013)	-	3,309	3,309	-	5,585
Revenues	12,008	1,078	-	13,086	72,459	-	67,723
Total Sources	17,330	(935)	1,443	17,838	77,211	-	73,619
Total Uses	17,330	(935)	1,443	17,838	12,585	-	12,297
Golf							
Beginning Fund Balance	563	43	-	606	606	-	2,799
Revenues	1,095	-	-	1,095	1,325	-	1,283
Total Sources	1,658	43	-	1,701	1,931	-	4,082
Total Uses	1,658	43	-	1,701	7	-	3,476
Real Property Transfer Tax							
Revenues	185,495	26,344	-	211,839	211,050	-	-
Total Sources	185,495	26,344	-	211,839	211,050	-	-
Total Uses	185,495	26,344	-	211,839	39,432	24,575	-
Emergency Reserve							
Prior Year Encumbrance	-	-	61	61	61	-	2,551
Beginning Fund Balance	(28,802)	6,158	-	(22,644)	(22,644)	-	(26,876)
Revenues	30,210	-	-	30,210	17,865	-	2,141
Total Sources	1,408	6,158	61	7,627	(4,718)	-	(22,184)
Total Uses	1,408	6,158	61	7,627	2,223	(36)	394
Low and Moderate Income Housing Asset							
Prior Year Encumbrance	-	-	42,524	42,524	42,524	-	42,837
Beginning Fund Balance	62,431	17,835	-	80,266	80,266	-	110,941
Revenues	22,500	(4,466)	-	18,034	16,466	-	16,366
Total Sources	84,931	13,369	42,524	140,824	139,256	-	170,144
Total Uses	84,931	13,369	42,524	140,824	24,071	32,401	56,155
Other Special Revenue Funds							
Prior Year Encumbrance	-	-	54,290	54,290	54,290	-	43,259
Beginning Fund Balance	376,551	24,741	-	401,292	401,292	-	399,240
Revenues	650,479	68,677	-	719,156	688,546	-	666,951
Total Sources	1,027,030	93,418	54,290	1,174,738	1,144,128	-	1,109,450
Total Uses	1,027,030	93,418	54,290	1,174,738	689,656	42,204	626,452

(*) Certain accounts such as the change in fair value of investments included in the City's GAAP basis amounts, for which no formal budgets are prepared, are excluded from the budgetary basis amounts.

Note: Figures may not total due to rounding.

**CITY OF SAN JOSE
CAPITAL PROJECT FUNDS
SOURCE AND USE OF FUNDS
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$000's)**

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		PRIOR
	FY 2024-2025 BUDGET	BUDGET AMENDMENTS		FY 2024-2025 BUDGET	ACTUAL	ENCUMBR	Y-T-D ACTUAL
Construction Excise							
Prior Year Encumbrance	-	-	20,010	20,010	20,010	-	21,157
Beginning Fund Balance	73,959	(11,837)	-	62,122	62,122	-	79,416
Revenues	99,856	48,753	-	148,609	154,856	-	88,084
Total Sources	173,815	36,916	20,010	230,741	236,988	-	188,657
Total Uses	173,815	36,916	20,010	230,741	107,982	14,240	105,133
Other Capital Funds							
Prior Year Encumbrance	-	-	34,382	34,382	34,382	-	22,900
Beginning Fund Balance	97,121	7,948	-	105,069	105,069	-	196,266
Revenues	300	-	-	300	8,253	-	9,324
Total Sources	97,421	7,948	34,382	139,751	147,704	-	228,490
Total Uses	97,421	7,948	34,382	139,751	104,896	27,468	88,287

(*) Certain accounts such as the change in fair value of investments included in the City's GAAP basis amounts, for which no formal budgets are prepared, are excluded from the budgetary basis amounts.

Note: Figures may not total due to rounding.

**CITY OF SAN JOSE
OTHER FUND TYPES
SOURCE AND USE OF FUNDS
FOR THE MONTHS ENDED JUNE 30, 2025
(UNAUDITED)
(\$000's)**

	ADOPTED	YTD	C/O	REVISED	YEAR-TO-DATE		PRIOR
	FY 2024-2025	BUDGET		FY 2024-2025	ACTUAL	ENCUMBR	Y-T-D
	BUDGET	AMENDMENTS	ENCUMBR	BUDGET			ACTUAL
Trust and Agency							
Prior Year Encumbrance	-	-	48	48	48	-	379
Beginning Fund Balance	6,269	4,151	-	10,420	10,420	-	9,749
Revenues	3,955	50	-	4,005	5,160	-	4,936
Total Sources	<u>10,224</u>	<u>4,201</u>	<u>48</u>	<u>14,473</u>	<u>15,628</u>	<u>-</u>	<u>15,064</u>
Total Uses	<u>10,224</u>	<u>4,201</u>	<u>48</u>	<u>14,473</u>	<u>5,080</u>	<u>34</u>	<u>4,646</u>

(*) Certain accounts such as the change in fair value of investments included in the City's GAAP basis amounts, for which no formal budgets are prepared, are excluded from the budgetary basis amounts.

Note: Figures may not total due to rounding.