

Mayor and City Council
City of San José
200 E Santa Clara Street
San José, CA 95113

January 25, 2021

Dear Mayor and City Council,

Following please find the Fiscal Year 2019-2020 Community Oversight Committee (COC) report on the Measure T Disaster Preparedness, Public Safety, and Infrastructure Bond Program proceeds and allocations and its findings and recommendations.

EXECUTIVE SUMMARY

- The projects were initiated in all the five categories which are to be funded by Measure T funds: Traffic, Public Safety, Storm Sewer, Municipal Improvements and Parks & Community Facilities.
- Based on the expenditures to-date plus current estimates-to-completion of all the projects, total Measure T funds are on track to be sufficient to complete all the projects to their original scope
- Based on the progress and status of the projects, all projects are on track to be completed in the original time.
- Based on the findings and detailed analysis included in the report, COC recommends the Mayor and City Council continue to support Measure T funded projects.

This report to the Mayor and Council provides the COC findings and recommendations for the Measure T Disaster Preparedness, Public Safety, and Infrastructure Bond Program. The report covers the period from July 25, 2019 through June 30, 2020 and includes reporting the measure's planned proceeds allocations, actual allocations, and the result of the expenditures. San José City's 2018 Measure T: Disaster Preparedness, Public Safety, and Infrastructure Bond Program Audited Use of Funds for FY 2019-2020 were \$52,200,772.

The oversight review for Fiscal Year 2019-2020 was the first year of operation for the COC. Attendance at scheduled COC meetings was at a very high level as well as member participation. The committee established a methodology and procedures for operation and completed the required oversight analysis

Sincerely,



Gary Cunningham, Chair
San José Measure T Community Oversight Committee

TO: HONORABLE MAYOR
AND CITY COUNCIL

FROM: Community Oversight
Committee for the Measure T:
Disaster Preparedness, Public
Safety, and Infrastructure
Bond Program.

DATE: 25 January 2021

**SUBJECT: San José Community Oversight Committee (COC) 2018 Measure T
Disaster Preparedness, Public Safety, and Infrastructure
Bond Program Annual Report FOR FISCAL YEAR 2019-2020**

1. RECOMMENDATION

Accept this Fiscal Year 2019-2020 Community Oversight Committee (COC) report on the Measure T Disaster Preparedness, Public Safety, and Infrastructure Bond Program proceeds and allocations and its findings and recommendations.

Executive Summary:

- The projects were initiated in all the five categories which are to be funded by Measure T funds: Traffic, Public Safety, Storm Sewer, Municipal Improvements and Parks & Community Facilities.
- Based on the expenditures to-date plus current estimates-to-completion of all the projects, total Measure T funds are on track to be sufficient to complete all the projects to their original scope
- Based on the progress and status of the projects, all projects are on track to be completed in the original time.
- Based on the findings and detailed analysis included in the report, COC recommends the Mayor and City Council continue to support Measure T funded projects.

2. OVERVIEW

This report to the Mayor and Council provides the COC findings and recommendations for the Measure T Disaster Preparedness, Public Safety, and Infrastructure Bond Program. The report covers the period from July 25, 2019 through June 30, 2020.

On November 6, 2018, registered voters of the City of San José approved Measure T, the San José Public Safety and Infrastructure Bonds, authorizing the issuance and sale of general obligation bonds (PSI Bonds) not to exceed \$650,000,000 to be used to fund the cost of land or improvement of land of, without limitation, the following categories of projects: Traffic, Public Safety, Storm Sewer, Municipal Improvements, and Parks & Community Facilities.

The COC was authorized as a result of the approved San José City’s Measure T bond measure that provided for Community Oversight of the expenditure of the bonds.

On June 18, 2019, the City Council approved the resolution establishing the size, composition, and specific responsibilities of the COC. The COC is comprised of fifteen members, one member appointed by each of the 10 Councilmembers and five at-large seats appointed by the Mayor, representing each of the following categories of stakeholders: public safety, environmental issues, labor, finance/accounting, and business.

The Measure T Community Oversight Committee serves as an advisory committee to the City Council, with responsibilities to include the following: (1) Review the expenditure of Measure T funds to ascertain consistency with the voter approved purposes for the funds; (2) In connection with the review of Measure T expenditures, review and forward to the City Council an audit of the Measure T Bonds Financial Statements for the fiscal year ending June 30th as well as the Director of Finance’s annual report on the amount of Bonds issued and the amount of ad valorem tax collected for each prior fiscal year ending June 30th; and (3) Review the status of projects funded with Measure T funds and forward a status report on the pending Measure T projects to the City Council.

3. Audited Use of Funds

San José City’s 2018 Measure T: Disaster Preparedness, Public Safety, and Infrastructure Bond Program Audited Use of Funds for FY 2019-2020 were \$52,200,772. The funds were allocated and expended for each of the Measure T program categories as detailed in table 3-1. This report provides the methodology used to develop the findings and the analyses of the findings.

Table 3-1. FY 2019-2020 Measure T Measure T: Disaster Preparedness, Public Safety, and Infrastructure Bond Program Audited Use of Funds

Measure T Program Category	Measure T Audited Use of Funds (dollars)
Traffic	2,930,649
Public Safety	906,296
Storm Sewer	809,388
Municipal Improvements	47,494,159
Parks & Community Facilities	60,280
Total	52,200,772

4. COC COMMITTEE MEMBERSHIP

A list of the COC members serving during FY 2019-2020 is provided in table 4-1.

Table 4-1. COC Committee Members Serving During FY 2019-2020

Representing	Committee Member	Representing	Committee Member
D1	Gary Cunningham*	D9	Open
D2	Carolyn Bauer	D10	Rich Giammona
D3	Open	Citywide (Labor)	Enrique Arguello
D4	Jai Srinivasan	Citywide (Business)	Dan Bozzuto
D5	Ellen Talbo	Environmental Issues	Open
D6	Nicholas Cochran	Public Safety	Sean Kaldor
D7	Will Smith	Citywide (Finance/Accounting)	Arjun Batra**
D8	Open		

*Chair **Vice Chair

5. COC MEETINGS

COC meetings were conducted in accordance with SJ City and Brown Act requirements. San José City Director of Public Works staff provided support for meeting venues, agendas, notices, and minutes. As a result of COVID-19 health requirements, all meetings were conducted electronically.

6. AUDITED DATA

The San José City Director of Public Works provided the COC with the FY 2019-2020 Measure T Independent Accountant's Report for the Period from July 25, 2019 through June 30, 2020. The Independent Accountant's Report was prepared by Macias Gini & O'Connell LLP.

7. OVERSIGHT METHODOLOGY

Measure T requires community oversight of the measure's bond proceeds. This includes reporting the measure's planned proceeds allocation, actual allocations, and the result of the expenditure.

The FY 2019-2020 Independent Accountant's Report detailing the audited use of funds is used in the oversight process. The report's Statement of Revenues, Expenditures, and Change in Fund Balance by Fiscal Year for the Period from July 25, 2019 through June 30, 2020 provided the audited use of funds for the projects and is included as attachment 1. Subsequent to publication of the Audit, two misclassifications were identified by the City of San José. The San José Finance Department provided the COC with a memo clarifying the misclassifications which is included as part of attachment 1.

The City Council approved Status Report on Measure T –Disaster Preparedness, Public Safety and Infrastructure General Obligation Bond, dated May 17, 2020 is used in the oversight process. The report's Attachment C – 2021-2025 Proposed Capital Improvement Program – Measure T Fund, Statement of Source and Use of Funds, provides program planning for FY 2020 through 2025 is included as attachment 2.

The Director of Public Works Measure T, The Disaster Preparedness, Public Safety and Infrastructure Bond Status Presentation, dated June 2, 2020 is used in the oversight process. The presentation provides the status on budget, schedule, and results of the expenditures and is included as attachment 3.

8. OVERSIGHT PROJECT ITEM COMPARISON MATRIX

A matrix of the project items was developed and compares those items with data provided in the reports cited in paragraph 8, Oversight Methodology. The results of the comparisons form the basis of the finding for each of the project item's planned use of funds, audited use of funds, and the results or outcomes of the expenditures. The matrix is provided as attachment 4 to this report.

The matrix is aligned with the projects listed in attachments 1 and 2. Some projects listed may not have had any planned effort for this fiscal year and are noted in the findings.

The following is a description of the matrix format and content:

- a. Projects. Identifies the item associated with each Measure T category
- b. 2019-2020 Planned Use of Funds. Identifies the planned fiscal year funding for the item
- c. 2019-2020 Audited Use of Funds. Identifies the audited fiscal year use for the item
- d. Status/Results of Expenditures. Provides details of the accomplishments of the expended funds
- e. Life of Project Total Estimated Expenditure. Provides the total estimate completion cost of the project item.
- f. Projection Completion Estimate. Provides the total estimate of expected cost at completion of the project item expected overrun or underrun.
- g. Potential Delta. Provides the total estimate of cost at completion of the project item and expected difference between the planned and actual use of funds.

9. FINDINGS ANALYSES

San José City's 2019 Measure T Measure T: Disaster Preparedness, Public Safety, and Infrastructure Bond Program proceeds allocated for FY 2019-2020 were \$52,200,772 as stated in the Independent Accountant's Report (attachment 1). The proceeds were planned to be allocated and expended for each of the following Measure T categories:

- Traffic
- Public Safety
- Storm Sewer
- Municipal Improvements
- Parks & Community Facilities

Findings are provided for each of the measure categories and projects detailing how the proceeds were planned and expended. Some projects may have had their planned funding adjusted or not had any planned effort for this fiscal year and are noted in the findings. The findings were based on the following:

9.1 Traffic.

The total allocation and spending for this category was \$ 2,930,649. Proceeds were distributed among the following subcategories:

9.1.1 Bridges. \$ 823,581 of funding was used to prepare the award and completion of the 2019 Bridge Deck Treatment Project which included bridge deck treatment and expansion joint replacement of 13 bridges within Council Districts 3, 4, 5, 6, 8, 9, and 10. The funding was also used to prepare the plans for the 2020 Bridge Deck Treatment Project which included bridge deck treatment and joint repair/replacement of 14 bridges within Council Districts 2, 3, 4, 6, 7, 8 and 10. The projects will be used to obtain bridge investment credits which allows the City to obtain grant funding for additional bridge projects.

9.1.2 Pavement Maintenance. \$ 1,481,453 of funding was used to prepare the project plans for 2020 Local Street Resurfacing #1, #2, #3, and #4. These four projects will be completed in FY 2020-2021 which will complete the resurfacing on almost 74 miles of local streets throughout multiple council districts.

9.1.3 LED Streetlight Conversion. \$520,608 of funding was used for Staff-purchased fixtures for LED conversion. Approximately 5,200 streetlights have been converted throughout multiple council districts. The 5,200 streetlights were converted because the lights had failed and required replacing. PWD Staff is preparing an agreement with PG&E to convert 27,000 lights to LED as part of an on-bill financing program.

9.1.4 Admin - Traffic. \$ 105,007 of funding was used for administration costs.

9.2 Public Safety.

The total allocation and spending for this category was \$ 906,296. Proceeds were distributed among the following subcategories:

9.2.1 Fire Station No. 37. \$34,056 of funding was used for staff costs to prepare design plans and award Fire Station 37 which will be constructed in District 6.

9.2.2 Fire Station No.8 Relocation. \$63,503 of funding was used for locating and negotiating a potential site within District 3.

9.2.3 Fire Station No. 23 Relocation. \$40,316 of funding was used for locating potential sites within District 4.

9.2.4 Fire Station No. 32. \$9,202 of funding was used for locating and negotiating a potential site within District 7.

9.2.5 New Fire Station No. 36. \$7,986 of funding was used for locating a potential site within District 7.

9.2.6 Fire Station No. 20. No funding was allocated for FY 2019-2020.

9.2.7 Emergency Operations Center Relocation. \$82,346 of funding was used for preparing the project for construction. The funding has been utilized to prepare the scope for the 911 Upgrades. The upgrades will not officially start until the Emergency Operation Center (EOC) moves out of their current facility which will be vacated at the end of 2022. Once that occurs, the upgrades to the 911 Call Center will expand to the spaces currently occupied by the EOC.

9.2.8 Police Training Center Relocation. \$271,570 of funding was used for locating and negotiating a potential site.

9.2.9 Police Air Support Unit Hanger. \$63,843 of funding was used for preparing the project for construction.

9.2.10 Public Safety Reserve. No funding was allocated for FY 2019-2020.

9.2.11 Future 911 Call Center Upgrade. \$17,877 of funding was used for preliminary work to define project scope.

9.2.12 Future Police Dept Headquarters Upgrade. \$8,232 of funding was used for preliminary work to define project scope.

9.2.13 Public Art - Public Safety. \$50,860 of funding was used to cover the public art requirement for this bond. This project was misclassified in the Independent Auditor's report and corrected in attachment 1.

9.2.14 Admin - Public Safety. \$307,365 of funding was used for administration costs. This project was misclassified in the Independent Auditor's report and corrected in attachment 1.

9.2.15 Admin Reserve- Public Safety. No funding was allocated for FY 2019-2020. This project was misclassified in the Independent Auditor's report and corrected in attachment 1.

9.3 Storm Sewer.

The total allocation and spending for this category was \$ 809,388. Proceeds were distributed among the following subcategories:

9.3.1 Charcot Pump Station. \$322,422 of funding was used for preparing the planning report and the alternatives for this project.

9.3.2 Clean Water Projects. \$455,552 of funding was used for preparing the planning report and defining which project falls under this criterion (River Oaks was the first project scoped out of this program).

9.3.3 Public Art - Storm Sewer. \$962 of funding was used funding to cover the public art requirement for this bond.

9.3.4 Admin - Storm Sewer. \$30,452 of funding was used for administrative costs.

9.3.5 Admin Reserve- Storm Sewer. No funding was allocated for FY 2019-2020.

9.4 Municipal Improvements.

The total allocation for this category was \$47,494,159.

9.4.1 City Facilities LED Lighting. \$1,385,703 of funding was used for costs covering the LED conversion project. Work includes retrofit and replacement of approximately 1000 fixtures (predominantly parks and trails) to LED.

9.4.2 Critical Infrastructure. No funding was allocated for FY 2019-2020.

9.4.3 Admin -Municipal Improvements. \$30,918 of funding was used for administrative costs.

9.4.4 Environment Protection. \$46,077,538 of funding was used for transactions including acquisition of real property located in Coyote Valley for \$38.3 million and roughly \$7.6M payoff of Community Facilities District No. 9 (Bailey/Highway 101) outstanding bonds.

9.5 Parks & Community Facilities.

The total allocation for this category was \$60,280.

9.5.1 Community Centers/Emergency Shelters. \$6,407 of funding was used for PWD Staff time to scope the program.

9.5.2 Public Art - Parks. No funding was allocated for FY 2019-2020. This project was misclassified in the Independent Auditor's report and corrected in attachment 1.

9.5.3 Admin - Parks. \$3,013 of funding was used for administrative costs.

9.5.4 Admin Reserve Parks. No funding was allocated for FY 2019-2020.

10. RECOMMENDATIONS

The recommendations are derived as a result of the operation of the COC for the FY 2019-2020 session.

- a. Have the COC chair or vice chair attend the Measure T report presentation council session. Their attendance will give the council a direct opportunity to hear specifically from the committee.
- b. The COC needs a mechanism to get this report to the community. Residents and community leaders need to know about the results from this committee's findings as well as other oversight committees.
- c. Develop a COC annual report for the community that includes a summary of the goals defined at the beginning of the year with current status. Include highlights of specific projects and any other details and data on how the bond dollars are separately tracked.
- d. Develop a Measure T outreach plan to gather community feedback.
- e. Continue to use data submitted in the Measure T matrix for review. This can be expanded to include SMART goals defined for every project item. (SMART = Specific, Measurable, Achievable, Relevant and Time-based.)
- f. Establish a single-point of contact, line of communications with the COC and San José City Finance Office and City Auditor to facilitate resolving issues with the Independent Auditor's

report and planned use of funds. The COC single-point of contact would be the Chair or Vice Chair. Considerable time was spent resolving this year's issues. Those functions need to be responsive to COC queries.

- g. Provide planning for additional COC meetings. This year's effort started late and the original schedule for completion was not realistic to accommodate when data was received and the report submittal date.
- h. The Chair and Vice Chair recommend that in order to inform the community and to win their support/trust in bond measures, every Council Member should invite his/her District's COC member to the Council Member's at least one meeting a year with the community to give an update/status on the Measure T funded projects.

The Vice Chair or Chair of COC will substitute for a District's COC member if the position is vacant or the District's COC-member is unavailable to present for any reason.

- i. For every project funded with Measure T funds, identify the District(s) in which each project is located or performed or it benefits if not applicable to the entire City of San Jose i.e.
 - 1. Sodium lights upgraded to LED in districts X, Y and Z;
 - 2. Repaved XXX miles of roads in District X;
 - 3. Three new bridges built in District Z.
- j. Provide a Public website to post Measure T projects, their status, and district relevance. COC to review and arrange posting of the status updates twice a year (a mid-year and an annual).

11. OBSERVATIONS/COMMENTS

COC acknowledges the cooperation of the Director of Public Works' group. Special thanks to Aziza Amiri for her excellent support to the COC.

The oversight review for Fiscal Year 2019-2020 was the first year of operation for the COC. For most members of the committee, it was the first time they had worked together on a project. Attendance at scheduled COC meetings was at a very high level as well as member participation. The committee was able to establish a methodology and procedures for operation and complete the required oversight analysis. Going forward, the COC will build on this year's effort and use that experience for Fiscal Year 2020-2021.

Attachments:

- 1. FY 2019-2020 Independent Accountant's Report Statement of Revenues, Expenditures, and Change in Fund Balance by Fiscal Year for the Period from July 25, 2019 through June 30, 2020
- 2. City Council approved Status Report on Measure T –Disaster Preparedness, Public Safety and Infrastructure General Obligation Bond, dated May 17, 2020, Attachment C – 2021-2025 Proposed Capital Improvement Program – Measure T Fund
- 3. Director of Public Works Measure T, The Disaster Preparedness, Public Safety and Infrastructure Bond Status Presentation, dated June 2, 2020
- 4. Oversight Project Item Comparison Matrix

CITY OF SAN JOSE
PUBLIC SAFETY AND INFRASTRUCTURE BOND PROJECTS FUND
(A Fund of the City of San José)
Statement of Revenues, Expenditures, and Change in Fund Balance by Fiscal Year
For the Period from July 25, 2019 through June 30, 2020

	2020
Revenues:	
Investment income	\$ 3,201,017
Expenditures:	
Public safety	
Fire station No. 8 relocation	63,503
Fire station No. 23 relocation	40,316
New fire station No. 32	9,202
New fire station No. 36	7,986
Fire station No. 37	34,056
Emergency operations center relocation	82,346
Police training center relocation	271,570
Police air support unit hangar	63,843
911 call center upgrade	17,877
PD headquarters upgrade	8,232
(1) Admin reserve - public safety	307,365
Traffic	
Bridges	823,581
Pavement maintenance	1,481,453
LED streetlight conversion	520,608
Admin - traffic	105,007
Storm sewer	
Charcot pump station	322,422
Clean water projects	455,552
Public art - storm sewer	962
Admin - storm sewer	30,452
Municipal improvements	
Environment Protection ¹	46,077,538
City facilities LED lighting	1,385,703
Admin - municipal improvements	30,918
Park & Community Facilities	
Community centers/emergency	6,407
(2) Public art - parks	50,860
Admin - parks	3,013
Total expenditures	52,200,772
Deficiency of revenues under expenditures	(48,999,755)
Other Financing Sources and Uses:	
Bond proceeds	239,900,000
Excess bond premium	50,789
Total other financing sources and uses	239,950,789
Change in fund balance	190,951,034
Fund balance, beginning of period	-
Fund balance, end of period	\$ 190,951,034

¹ Environmental Protection – FY 2019-2020 transactions include the acquisition of real property located in the Coyote Valley for \$38.3 million and the payoff of the Community Facilities District No. 9 (Bailey/Highway 101) outstanding bonds for \$7.59 million.

January 13, 2021

City of San José
Measure T Community Oversight Committee

RE: FY2019-20 City of San Jose Public Safety and Infrastructure Bond Projects Fund Audit
(for the period July 25, 2019 – June 30, 2020)

Dear Committee Members:

Subsequent to publication of the FY2019-20 City of San José Public Safety and Infrastructure Bond Projects Fund (“Measure T”) Audit (“Audit”), two (2) misclassifications were identified by the City of San José (“City”). These two misclassifications are on page ten of the Audit, *Statement of Revenues, Expenditures, and Changes in Fund Balance by Fiscal Year for the period from July 25, 2019 through June 30, 2020*, and are highlighted on the attached excerpted page from the Audit.

- 1) Under **Expenditures**, the “Admin reserve – public safety” category was misclassified. There were no funds allocated to this category in FY2019-2020. The respective \$307,365 is classified as “Admin – public safety”.
- 2) Under **Expenditures**, the “Public art – parks” category was misclassified. There were no funds allocated to this category in FY2019-2020. The respective \$50,860 is classified as “Public art – public safety”.

These misclassifications occurred due to the accelerated review period for this Audit. Going forward, the City will ensure adequate review time is allowed so any misclassifications may be corrected timely, prior to publication.

If you have any questions, or need additional information, I may be reached at 408.535.7041 or via e-mail at luz.cofresi-howe@sanjoseca.gov. Thank you.

Respectfully,



Luz L. Cofresi-Howe
Assistant Director of Finance

Attachment

cc: Joe Rois, City Auditor
Julia H. Cooper, Director of Finance
Eric Lemon, Principal Accountant
Aziza Amiri, Program Manager

CITY OF SAN JOSE

2021-2025 PROPOSED CAPITAL IMPROVEMENT PROGRAM

Measure T Public Safety and Infrastructure Bond Fund (498)

STATEMENT OF SOURCE AND USE OF FUNDS

Program	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	5-Year Total
<u>SOURCE OF FUNDS</u>						
Beginning Balance	\$146,602,000		\$101,300,000		\$39,950,000	\$146,602,000
Replenish Funds for Fire Station 20			4,600,000			\$4,600,000
Financing Proceeds						
Traffic		83,000,000		79,000,000		162,000,000
Public Safety		95,200,000		800,000		96,000,000
Storm Sewer		48,400,000		2,200,000		50,600,000
Municipal Improvements		7,000,000				7,000,000
Parks & Community Facilities		4,500,000		7,950,000		12,450,000
Total Financing Proceeds		\$238,100,000		\$89,950,000		\$328,050,000
Total Sources	\$146,602,000	\$238,100,000	\$105,900,000	\$89,950,000	\$39,950,000	\$479,252,000
<u>USE OF FUNDS</u>						
<u>Traffic</u>						
Bridges	\$7,977,000	\$3,000,000	\$3,000,000	\$4,000,000		\$17,977,000
Pavement Maintenance	37,500,000	37,500,000	37,500,000	37,500,000	37,500,000	187,500,000
LED Streetlight Conversion	8,858,000	1,971,000				10,829,000
Admin – Traffic	21,000	21,000				42,000
Admin Reserve – Traffic	108,000	8,000				116,000
Total Traffic	\$54,464,000	\$42,500,000	\$40,500,000	\$41,500,000	\$37,500,000	\$216,464,000
<u>Public Safety</u>						
Fire Station 37	\$6,482,000					\$6,482,000
Fire Station 8 Relocation	6,242,000	9,379,000	391,000			16,012,000
Fire Station 23 Relocation	1,660,000	3,834,000	10,670,000	391,000		16,555,000
New Fire Station 32	6,238,000	9,360,000	390,000			15,988,000
New Fire Station 36	1,452,000	1,560,000	13,164,000	390,000		16,566,000
Fire Station 20*	4,486,000					4,486,000
Emergency Ops Ctr. Relocation	23,794,000					23,794,000
Police Training Ctr. Relocation	22,722,000	20,058,000	392,000			43,172,000
Police Air Support Unit Hangar	10,059,000					10,059,000
Public Safety Reserve	877,000	28,660,000				29,537,000
911 Call Center Upgrade	265,000					265,000
PD Headquarters Upgrade	20,000					20,000
Public Art – Public Safety	502,000	354,000	232,000	8,000		1,096,000
Admin – Public Safety	417,000	346,000	344,000	11,000		1,118,000
Admin Reserve – Public Safety	701,000	649,000	17,000			1,367,000
Total Public Safety	\$85,917,000	\$74,200,000	\$25,600,000	\$800,000		\$186,517,000
<u>Storm Sewer</u>						
Charcot Pump Station	\$1,364,000	\$585,000	\$24,086,000	\$1,561,000		\$27,596,000
Clean Water Projects	518,000	14,137,000	8,462,000	589,000		23,706,000
Public Art – Storm Sewer	5,000	149,000	251,000	17,000		422,000
Admin – Storm Sewer	29,000	107,000	110,000	33,000		279,000
Admin Reserve – Storm Sewer		122,000	391,000			513,000
Total Storm Sewer	\$1,916,000	\$15,100,000	\$33,300,000	\$2,200,000		\$52,516,000
<u>Municipal Improvements</u>						
City Facilities LED Lighting	\$3,810,000	\$1,972,000				\$5,782,000
Critical Infrastructure		1,970,000	2,955,000			4,925,000
Admin – Muni Improvements	21,000	21,000	22,000			64,000
Admin Reserve – Muni Improvements	34,000	37,000	23,000			94,000
Total Municipal Improvements	\$3,865,000	\$4,000,000	\$3,000,000			\$10,865,000

Parks & Community Facilities

Community Centers/Emergency Shelters	\$429,000	\$975,000	\$3,413,000	\$5,363,000	\$2,389,000	\$12,569,000
Public Art – Parks	4,000	10,000	34,000	54,000	24,000	126,000
Admin – Parks	7,000	15,000	27,000	28,000	29,000	106,000
Admin Reserve Parks			26,000	55,000	8,000	89,000
Total Parks & Community Facilities	\$440,000	\$1,000,000	\$3,500,000	\$5,500,000	\$2,450,000	\$12,890,000

Total Expenditures	\$146,602,000	\$136,800,000	\$105,900,000	\$50,000,000	\$39,950,000	\$479,252,000
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Ending Fund Balance **\$101,300,000** **\$39,950,000**

Total Uses	\$146,602,000	\$238,100,000	\$105,900,000	\$89,950,000	\$39,950,000	\$479,252,000
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* Measure T Public Safety and Infrastructure Bond funds will be used for the reconstruction and expansion of the Fire Station 20. Measure T is anticipated to be reimbursed for the cost of Fire Station 20 as part of future budget cycles from eligible funding sources.

CONSTRUCTION ACADEMY

SAN JOSE
PUBLIC WORKS
DEPARTMENT

CITY OF
SAN JOSE
CAPITAL OF SILICON VALLEY

Presenters:
Matt Cano, Director of Public Works
John Cannon, Deputy Director of Public Works
David French, Division Manager in Public Works

Measure T

The Disaster Preparedness, Public Safety and Infrastructure Bond Status Report City Council Meeting

Tuesday, June 2 • Item 3.4





Measure T – Budget and Schedule

Budget

- Measure T - \$650,000,000
- 2021-2025 Proposed CIP - \$479,252,000
- FY 2020-2021 - \$146,602,000
- Second Bond Issuance scheduled for July 2021 - \$238,100,000

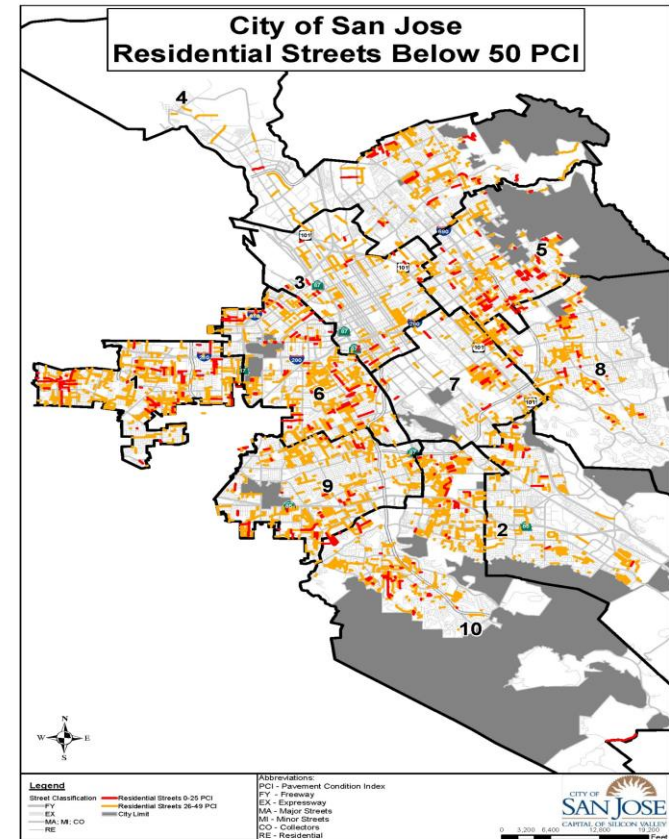
Schedule

- 17 of 20 projects active in FY 2019-2020
- 5 projects currently searching for sites/properties
- 7 projects under scoping or design



Measure T – Street Repairs

- Measure T funds - \$300,000,000
- \$37,500,000 per year for 8 years
- 388 miles total
- Construction has started for 2020 Local Street Resurfacing #1 and #2
- Local Streets Resurfacing #3 and #4 in award pipeline
- Three-year plan to be updated each December





Measure T – Bridge Repair and Rehabilitation

- Measure T funds - \$20,000,000
 - Attempting to Leverage \$61,000,000 of grant funding
 - Highway Bridge Program (HBP) Grant Funding
 - Bridge Investment Credit (BIC)
- First BIC project nearly complete
- Second and third BIC project contracts to be awarded Summer 2020
- Fourth BIC project to be awarded Fall 2020





Measure T – Public Safety Projects



5 New or Relocated Fire Stations

- FS 37 – Construction to start Fall 2020
- FS 8 and 32 – Potential sites located (under negotiations)
- FS 23 and 36 - Property search continues

PD Training and Academy – Property search continues

EOC – Planned to be located at Central Service Yard

Police Air Support Unit Hanger – Design-Build contract award scheduled for April 28th but on-hold due to COVID-19



Fire Station 20 – Aircraft Rescue and Firefighting Facility (ARFF)

- As of Mayor’s March 6, 2020 Budget Message, \$4.6M to be advanced from Measure T Program
- Measure T is anticipated to be replenished as part of future budget cycles from eligible funding sources
- Project is under design, with construction expected to start in late summer





Measure T – LED Lighting

Streetlights

- 64,400 total, 36,000 conversions remain
- 9,000 by City Staff by 2024
- 27,000 by PG&E Turnkey by 2021

City Facility/Parks lights

- Focus on ensuring all parks and trails are converted
- Updated inventory will be available Fall of 2020

“Smart” Controls

- Being procured separately and installed at a future date





Measure T – Clean Water and Green Infrastructure/Storm Drain Improvement Projects

Clean Water and Green Infrastructure (\$25,000,000)

- River Oaks Pump Station Stormwater Capture Project
- Planning Phase to be completed Summer 2020



Charcot Storm Drain Improvement Project (\$35,000,000)

- Staff is proceeding with the approach to construct a new storm drain system
- Project is anticipated to be completed in 2024



Measure T – Recommendation

Accept this status report on the workplan and implementation updates for projects included in the approved Measure T Bond measure.

Presenters:
Matt Cano, Director of Public Works
John Cannon, Deputy Director of Public Works
David French, Division Manager in Public Works

CONSTRUCTION ACADEMY

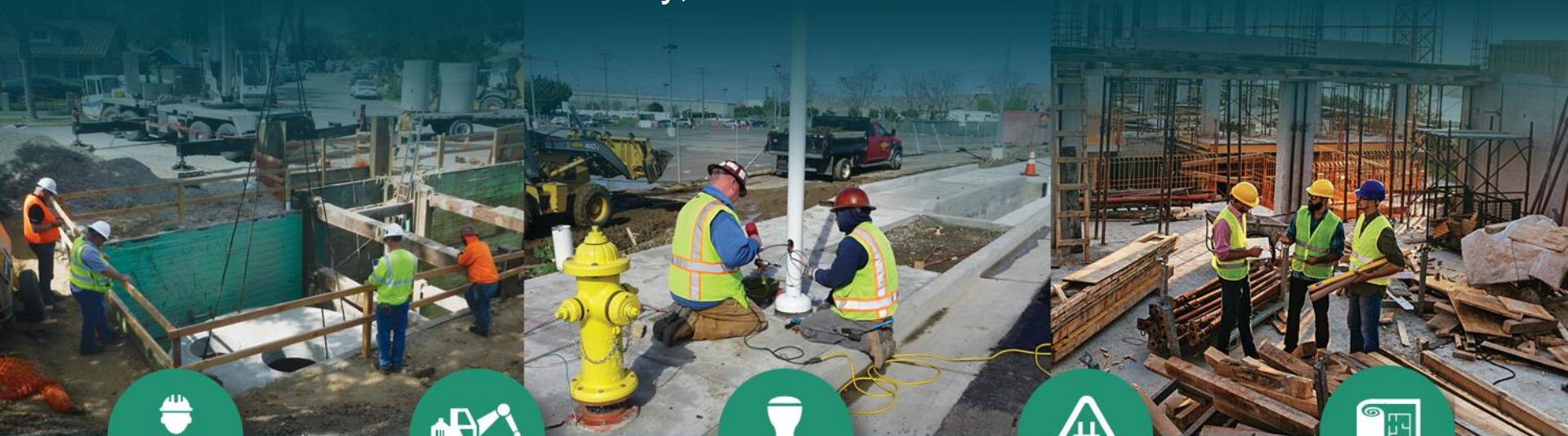
SAN JOSE
PUBLIC WORKS
DEPARTMENT

CITY OF
SAN JOSE
CAPITAL OF SILICON VALLEY

Measure T

The Disaster Preparedness, Public Safety and Infrastructure Bond Status Report City Council Meeting

Tuesday, June 2 • Item 3.4



Measure T Public Safety and Infrastructure Bond Fund Planned and Audited Use of Funds FY2019-FY2020 FINAL

as of 1/12/21

Projects	2019-2020 Planned Use of Funds	2019-2020 Audited Use of Funds	Status/Results of Expenditures	Life of Project Total Estimated Expenditure	Project Completion Estimate	Potential Delta
1. Traffic						
1.1 Bridges	\$ 2,000,000	\$823,581	Two projects were awarded and the completed projects will be utilized to obtain bridge investment credits which allows the City to obtain grant funding for additional bridge projects	\$ 19,977,000	\$ 19,977,000	\$ -
1.2 Pavement Maintenance	\$ 37,500,000	\$1,481,453	0 miles of streets were complete. The funding was used to prepare the design plans and the bidding documents for the Local Street Resurfacing project # 1, 2, 3, and 4 projects which started construction in Fiscal Year 2020-2021	\$ 300,000,000	\$ 300,000,000	\$ -
1.3 LED Streetlight Conversion	\$ 4,963,000	\$520,608	- Staff purchased fixtures for LED conversion and have already converted approx 5200 streetlights. - Staff worked on preparing an agreement with PG&E to convert the lights to LED as part of an on bill financing program through PG&E.	\$ 12,792,000	\$ 12,792,000	\$ -
1.4 Admin – Traffic	\$ 105,479	\$105,007	Administration costs	\$ 115,000	\$ 115,000	\$ -
1.5 Admin Reserve – Traffic	N/A	N/A		\$ 116,000	\$ 116,000	\$ -
Total Traffic	\$ 44,568,479	\$ 2,930,649		\$ 333,000,000	\$ 333,000,000	\$ -
						\$ -
2. Public Safety						\$ -
2.1 Fire Station 37	\$ 6,072,000	\$34,056	Prepared and completed the bid and award phase	\$ 8,509,000	\$ 8,509,000	\$ -
2.2 Fire Station 8 Relocation	\$ 4,422,000	\$63,503	Locating and negotiating a potential site	\$ 16,084,000	\$ 16,084,000	\$ -
2.3 Fire Station 23 Relocation	\$ 4,422,000	\$40,316	Locating potential sites	\$ 16,504,000	\$ 16,504,000	\$ -
2.4 New Fire Station 32	\$ 98,000	\$9,202	Locating and negotiating a potential site	\$ 16,086,000	\$ 16,086,000	\$ -
2.5 New Fire Station 36	\$ 98,000	\$7,986	Locating potential sites	\$ 15,456,000	\$ 15,456,000	\$ -
2.6 Fire Station 20*	N/A	N/A		\$ 5,671,000	\$ 5,671,000	\$ -
2.7 Emergency Ops Ctr. Relocation	\$ 491,000	\$82,346	Preparing the project for construction	\$ 20,885,000	\$ 20,885,000	\$ -
2.8 Police Training Ctr. Relocation	\$ 29,577,000	\$271,570	Locating and negotiating a potential site	\$ 43,849,000	\$ 43,849,000	\$ -
2.9 Police Air Support Unit Hangar	\$ 491,000	\$63,843	Preparing the project for construction	\$ 10,139,000	\$ 10,139,000	\$ -
2.10 Public Safety Reserve	\$ -	\$ -		\$ 28,660,000	\$ 28,660,000	\$ -
2.11 Future 911 Call Center Upgrade	\$ 50,000	\$17,877	Preliminary work to define project scope	\$ 295,000	\$ 295,000	\$ -
2.12 Future PD Headquarters Upgrade	\$ 30,000	\$8,232	Preliminary work to define project scope	\$ 30,000	\$ 30,000	\$ -
2.13 Public Art – Public Safety	\$ 465,000	\$50,860	Funding to cover the public art requirement for this bond	\$ 1,561,000	\$ 1,561,000	\$ -
2.14 Admin – Public Safety	\$ 403,717	\$307,365	Administration costs	\$ 1,516,000	\$ 1,516,000	\$ -
2.15 Admin Reserve – Public Safety	\$ -	\$ -		\$ 1,367,000	\$ 1,367,000	\$ -
Total Public Safety	\$ 46,619,717	\$ 957,156		\$ 182,012,000	\$ 182,012,000	
						\$ -
3. Storm Sewer						\$ -
3.1 Charcot Pump Station	\$ 1,572,000	\$322,422	Preparing the planning report and the alternatives for this project	\$ 28,268,000	\$ 28,268,000	\$ -
3.2 Clean Water Projects	\$ 1,277,000	\$455,552	Preparing the planning report and defining which project falls under this criteria (River Oaks was the first project scoped out of this program)	\$ 24,443,000	\$ 24,443,000	\$ -
3.3 Public Art – Storm Sewer	\$ 29,000	\$962	Funding to cover the public art requirement for this bond	\$ 451,000	\$ 451,000	\$ -
3.4 Admin – Storm Sewer	\$ 30,960	\$30,452	Administration costs	\$ 425,000	\$ 425,000	\$ -
3.5 Admin Reserve – Storm Sewer				\$ 513,000	\$ 513,000	\$ -
Total Storm Sewer	\$ 2,908,960	\$ 809,388		\$ 54,100,000	\$ 54,100,000	\$ -
						\$ -
4. Municipal Improvements						\$ -
4.1 City Facilities LED Lighting	\$ 2,978,000	\$1,385,703	Costs covering the LED conversion project. Work includes retrofit and replace of approx 1000 fixtures (predominately parks and trails) to LED	\$ 6,890,000	\$ 6,890,000	\$ -
4.2 Critical Infrastructure	\$ -	\$ -		\$ 4,925,000	\$ 4,925,000	\$ -
4.3 Admin – Muni Improvements	\$ 31,426	\$30,918	Administration costs	\$ 91,000	\$ 91,000	\$ -
Admin Reserve – Muni Improvements	N/A	N/A		\$ 94,000	\$ 94,000	\$ -
4.4 Environment Protection	\$ 50,000,000	\$46,077,538	Environmental Protection — FY 2019-2020 transactions include acquisition of real property located in Coyote Valley for \$38.3 million and roughly \$7.6M payoff of Community Facilities District No. 9 (Bailey/Highway 101) outstanding bonds.	\$ 50,000,000	\$ 47,000,000	\$ (3,000,000)
Total Municipal Improvements	\$ 53,009,426	\$ 47,494,159		\$ 62,000,000	\$ 59,000,000	\$ (3,000,000)

Projects	2019-2020 Planned Use of Funds	2019-2020 Audited Use of Funds	Results of Expenditures	Life of Project Total Estimated Expenditure	Project Completion Estimate	Potential Delta
5. Parks & Community Facilities						
5.1 Community Centers/Emergency Shelters	\$ 60,000	\$6,407	Cost for Staff time to scope the program	\$ 12,629,000	\$ 12,629,000	
5.2 Public Art – Parks	\$ -	\$-		\$ 126,000	\$ 126,000	
5.3 Admin – Parks	\$ -	\$3,013	Administration costs	\$ 106,000	\$ 106,000	
Admin Reserve Parks	0	-		\$ 89,000	\$ 89,000	
Total Parks & Community Facilities	\$ 60,000	\$ 9,420		\$ 12,950,000	\$ 12,950,000	
Total Expenditures	\$ 147,166,582	\$ 52,200,772		\$ 644,062,000	\$ 641,062,000	
Fund balance, end of period		190,951,034				