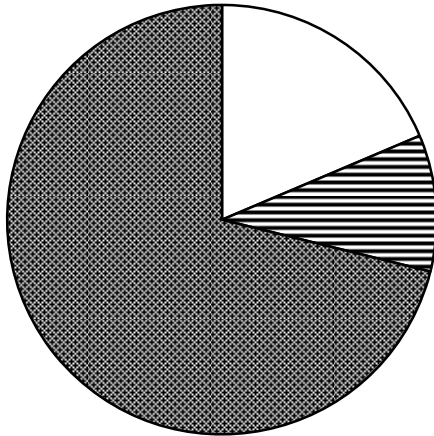


# SERVICE YARDS CAPITAL PROGRAM

## 2009-2013 Capital Improvement Program

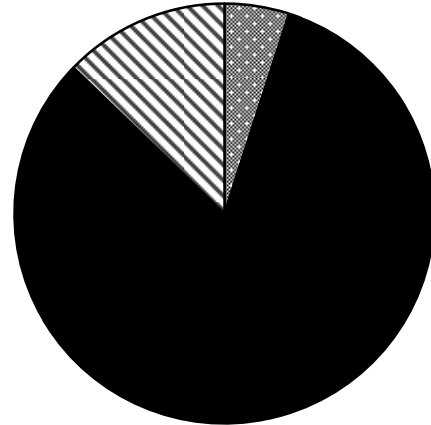
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**2008-2009 Adopted**  
**Source of Funds**



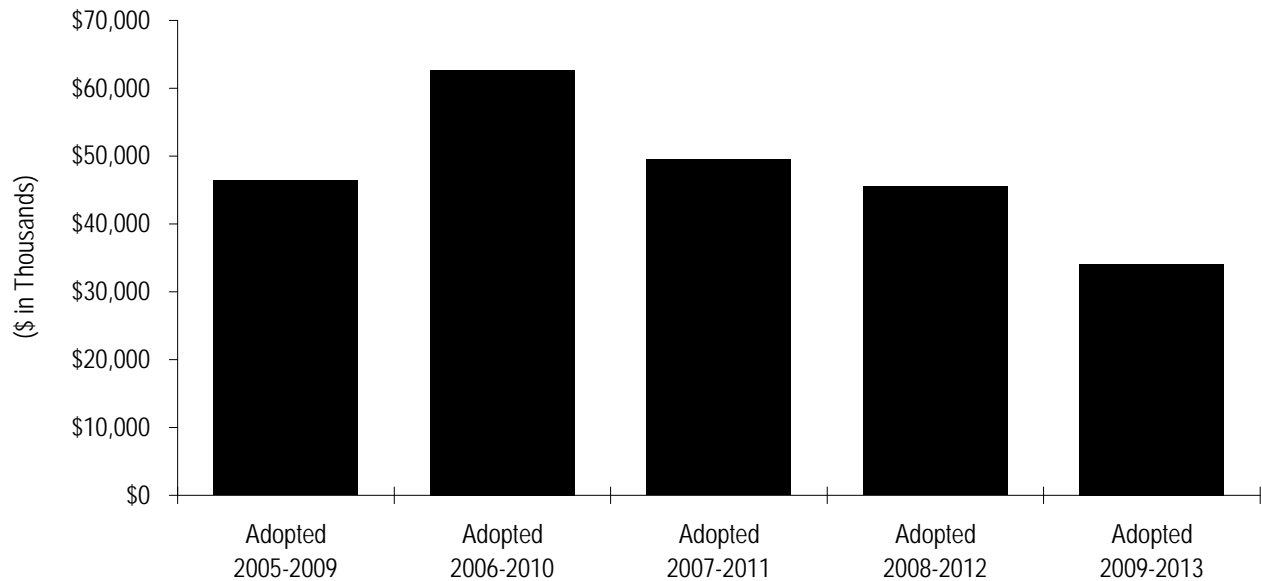
- Beginning Fund Balance
- ▨ Fees and Charges
- ▩ Sale of Surplus Property

**2008-2009 Adopted**  
**Use of Funds**



- ▩ Construction
- Non-Construction
- ▨ Ending Fund Balance

**CIP History**





# Service Yards

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## 2009-2013 Adopted Capital Improvement Program

### Overview

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#### Introduction

City Service Yards house support shops that maintain City vehicles, buildings, sewer systems, pavement, and related public infrastructure facilities. The Service Yards Capital Program funds the construction and capital improvements for these shops. The current Service Yards include the Mabury Yard (on Mabury Road near Highway 101), the South Yard (at Monterey Road and Skyway Drive), the West Yard (on Williams Road near Lawrence Expressway), and the Central Service Yard (at Senter Road and Phelan Avenue). The 2009-2013 Adopted Capital Improvement Program (CIP) provides funding of \$34.1 million, of which \$19.7 million is allocated in 2008-2009.

This program is part of the Strategic Support City Service Area (CSA) and supports the following outcome: *Safe and Functional Public Infrastructure, Facilities and Equipment*. The operations housed in the Service Yards not only support the Strategic Support CSA, but also the Public Safety CSA, Transportation and Aviation Services CSA, Environmental and Utility Services CSA, and Neighborhood Services CSA.

#### Program Priorities and Objectives

The objective of the Service Yards Program is to maintain and improve the existing conditions at the Service Yards by implementing projects to reduce safety hazards, increase efficiencies, and provide necessary equipment and materials for operations.

#### Sources of Funding

The Service Yards CIP receives 8.78% of the City's Construction and Conveyance (C&C)

Tax. Approximately 98% of this tax is derived from a transfer tax imposed upon each transfer of real property with the remaining 2% generated from a construction tax levied on most types of construction. For the 2009-2013 CIP, it is assumed that collections allocated to the Service Yards Program will fall to \$2.0 million in 2008-2009 (from the current year estimate of \$2.4 million), remain stable for one year, then increase slightly to an allocation of \$2.2 million annually for each of the remaining years of the CIP. The decline in the number of real estate transactions coupled with the effects of the recent subprime lending situation continues to negatively impact C&C collections. As of June 2008, C&C collections experienced declines in 24 out of the 26 months, when compared to the same months in the prior year. This budget assumes that the housing market slowdown will bottom out within the next two years and C&C tax receipts will reflect a more sustainable level of ongoing housing resale activity, modestly increasing in the third year of the five-year CIP.

In addition, based on prior Council action, the Service Yards Capital Program is scheduled to receive \$14.0 million in proceeds from the sale of the Main Yard in 2008-2009 to repay short-term debt service for Phase II of the Central Service Yard project.

#### Program Highlights

##### Central Service Yard Phase I Debt Service

Until 2002-2003, the General Fund paid the entire debt service obligation for Phase I of the Central Service Yard expansion. As a General Fund cost savings measure, the debt service was assumed by the Service Yard C&C

## Service Yards

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### 2009-2013 Adopted Capital Improvement Program

#### Overview

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##### **Program Highlights (Cont'd.)**

##### Central Service Yard Phase I Debt Service (Cont'd.)

Tax Fund for four years, from 2003-2004 to 2006-2007. In the 2008-2012 Adopted CIP, this strategy was extended through 2008-2009, with the Service Yards C&C Tax Fund paying half of the debt service obligation and the General Fund paying the remainder. This strategy was approved to be extended again in this CIP, with the Service Yards C&C Tax Fund assuming the remaining half of the debt service costs in 2008-2009 with an additional transfer of \$877,000. Additionally, the Service Yards C&C Tax Fund will pay approximately one-half (\$877,000) of the \$1.7 million of the debt service obligation in 2009-2010, with the remainder paid by the General Fund. From 2003-2004, through the years represented in this CIP, these actions are expected to generate \$9.9 million in savings to the General Fund. It is assumed that the General Fund will resume this obligation in its entirety in 2010-2011.

##### Central Service Yard Phase II

The Central Service Yard Phase II project, which began in 2004-2005, was nearly completed in 2007-2008. Support shops moved out of the various City of San José corporation yards in the spring and summer of 2007 and into the Central Service Yard. Remaining tasks include the fireshop build-out, as well as several equipment purchases. As a result of a rebudget due to unexpended 2007-2008 funds, \$465,000 has been allocated for this purpose in 2008-2009. Funding was transferred to the San José Redevelopment Agency in 2007-2008 for archaeological and demolition work of the City's Main Corporation Yard which is currently

underway. This will allow for the Main Yard property in Japantown to be sold for redevelopment, which is scheduled for June 2009. This is a change from the previous CIP which had assumed a sale date of December 2008.

The total cost for the Central Service Yard Phase II project was \$31.3 million, plus an additional \$2.1 million required for the demolition and cleanup of the Main Yard. Because construction of the Central Service Yard Phase II had to be completed before the sale of the Main Yard, an interim financing plan was required. Commercial paper in the amount of \$25.0 million was issued to provide interim financing and is scheduled for repayment upon completion of the sale of the Main Yard. The repayment of Phase II commercial paper has been decreased by \$9.8 million from the 2008-2012 CIP, which assumed a repayment of \$23.8 million. This decrease reflects the refinancing of commercial paper debt service with longer-term bond proceeds which will now take place through an internal debt service fund, outside of the Service Yards CIP. A corresponding bond sale in the amount of \$9.6 million, previously included in the Service Yards CIP has also been eliminated. Projected proceeds from the sale of the Main Yard in Japantown will be used to make the remaining \$14.0 million repayment on the Phase II commercial paper. The ongoing annual debt service payment for Phase II continues to be reflected in the Service Yards program. This allocation totals \$3.0 million in the five-year CIP.

## **Service Yards**

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### **2009-2013 Adopted Capital Improvement Program**

#### **Overview**

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##### **Major Changes from the 2008-2012 Adopted CIP**

Major changes from the 2008-2012 Adopted CIP include the following:

- The previous CIP had assumed that one half of the debt service obligation for Phase I of the Central Service Yard would be paid by the Service Yards C&C Fund in 2008-2009. In this CIP, the remaining half of the 2008-2009 obligation, as well as approximately one-half (\$877,000) of the \$1.7 million obligation in 2009-2010, will be paid for by the Service Yards C&C Tax Fund rather than the General Fund.
- As previously discussed, a decrease of \$9.8 million for the repayment of Phase II commercial paper, and corresponding bond proceeds, is scheduled to reflect the refinancing of commercial paper debt service which will take place through an internal debt service fund, outside of the Service Yards CIP.
- Due to a delay in the sale of the Main Yard, as well as a change in interest rate assumptions, the total amount assumed for debt service on Phase II Bonds for this CIP is \$3.0 million, an increase of \$0.6 million from what was assumed in the 2008-2012 Adopted CIP.

##### **Operating Budget Impact**

It is anticipated that there will be no additional operating and maintenance costs associated with the projects in the 2009-2013 Adopted CIP.

##### **Council-Approved Revisions to the Proposed Capital Improvement Program**

During the June Budget Hearings, the City Council approved the rebudgeting of \$465,000 in the Service Yards C&C Fund for the Central Service Yard Phase II Project to fund the build-out of the fireshop, as well as several equipment purchases. In addition, a rebudget of unexpended funds for Underground Fuel Tank Renovation/Replacement was approved.

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Source of Funds**

<b>SOURCE OF FUNDS</b>	<b>Estimated 2007-2008</b>	<b>2008-2009</b>	<b>2009-2010</b>	<b>2010-2011</b>	<b>2011-2012</b>	<b>2012-2013</b>	<b>5-Year Total</b>
<b>General Fund</b>							
<b>Contributions, Loans and Transfers from:</b>							
<b>General Fund</b>							
- Service Yards Phase I Debt Service	81,000		796,000	1,673,000	1,671,000	1,671,000	5,811,000
<b>Total General Fund</b>	<b>81,000</b>		<b>796,000</b>	<b>1,673,000</b>	<b>1,671,000</b>	<b>1,671,000</b>	<b>5,811,000</b>
<b>Service Yards Construction &amp; Conveyance Tax Fund</b>							
<b>Beginning Fund Balance</b>	7,322,078	3,679,451	2,516,451	2,347,451	2,639,451	2,920,451	3,679,451 *
<b>Sale of Bonds</b>							
- Bond Proceeds							
<b>Taxes, Fees &amp; Charges:</b>							
<b>Construction and Conveyance Tax</b>							
- Construction and Conveyance Tax	2,371,000	2,019,000	2,019,000	2,195,000	2,195,000	2,195,000	10,623,000
<b>Miscellaneous Revenue</b>							
- Proceeds from Sale of Surplus Property		14,000,000					14,000,000
<b>Reserve for Encumbrances</b>	693,373						
<b>Total Service Yards Construction &amp; Conveyance Tax Fund</b>	<b>10,386,451</b>	<b>19,698,451</b>	<b>4,535,451</b>	<b>4,542,451</b>	<b>4,834,451</b>	<b>5,115,451</b>	<b>28,302,451 *</b>
<b>TOTAL SOURCE OF FUNDS</b>	<b>10,467,451</b>	<b>19,698,451</b>	<b>5,331,451</b>	<b>6,215,451</b>	<b>6,505,451</b>	<b>6,786,451</b>	<b>34,113,451 *</b>

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\* The 2009-2010 through 2012-2013 Beginning Balances are excluded from the FIVE-YEAR TOTAL SOURCE OF FUNDS to avoid multiple counting of the same funds.

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**

**Use of Funds**

<b>USE OF FUNDS</b>	<b>Estimated 2007-2008</b>	<b>2008-2009</b>	<b>2009-2010</b>	<b>2010-2011</b>	<b>2011-2012</b>	<b>2012-2013</b>	<b>5-Year Total</b>
<b><u>Construction Projects</u></b>							
Central Service Yard Improvements	18,000						
Demolition and Clean-Up of Main Yard	50,000						
1. Central Service Yard Phase II	1,016,000	465,000					465,000
2. Roof Replacement, Painting and Supplemental Needs	618,000	450,000	400,000	400,000	400,000	400,000	2,050,000
3. Underground Fuel Tank Renovation/Replacement	57,000	68,000	59,000	59,000	59,000	59,000	304,000
<b>Total Construction Projects</b>	<b>1,759,000</b>	<b>983,000</b>	<b>459,000</b>	<b>459,000</b>	<b>459,000</b>	<b>459,000</b>	<b>2,819,000</b>
<b><u>Non-Construction</u></b>							
<b>General Non-Construction</b>							
CIP Action Team	1,000						
City-Building Energy Projects Program	20,000						
Debt Service on Phase II Bonds			320,000	900,000	900,000	900,000	3,020,000
Public Works Capital Management Costs	92,000						
4. Debt Service on Phase I Bonds	1,755,000	1,677,000	1,673,000	1,673,000	1,671,000	1,674,000	8,368,000
5. Infrastructure Management System	49,000	44,000	46,000	48,000	50,000	53,000	241,000
6. Repayment of Phase II Commercial Paper		14,000,000					14,000,000
7. Service Yards Equipment	323,000	150,000	150,000	150,000	150,000	150,000	750,000
8. Service Yards Management	261,000	268,000	276,000	285,000	293,000	302,000	1,424,000
9. VTA Property Lease	18,000	19,000	19,000	20,000	20,000	21,000	99,000
<b>Total General Non-Construction</b>	<b>2,519,000</b>	<b>16,158,000</b>	<b>2,484,000</b>	<b>3,076,000</b>	<b>3,084,000</b>	<b>3,100,000</b>	<b>27,902,000</b>

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Use of Funds**

<b>USE OF FUNDS (CONT'D.)</b>	<b>Estimated 2007-2008</b>	<b>2008-2009</b>	<b>2009-2010</b>	<b>2010-2011</b>	<b>2011-2012</b>	<b>2012-2013</b>	<b>5-Year Total</b>
<b><u>Non-Construction</u></b>							
<b>Contributions, Loans and Transfers to General Fund</b>							
Transfer to the General Fund for the South San Jose Police Substation	400,000						
<b>Total Contributions, Loans and Transfers to General Fund</b>	<b>400,000</b>						
<b>Contributions, Loans and Transfers to Special Funds</b>							
Transfer to the City Hall Debt Service Fund	36,000	41,000	41,000	41,000	42,000	34,000	199,000
Transfer to the Trustee-held Tax Exempt Projects Fund	50,000						
<b>Total Contributions, Loans and Transfers to Special Funds</b>	<b>86,000</b>	<b>41,000</b>	<b>41,000</b>	<b>41,000</b>	<b>42,000</b>	<b>34,000</b>	<b>199,000</b>
<b>Contributions, Loans and Transfers to Other Agencies</b>							
Transfer to the San José Redevelopment Agency for the Demolition and Clean-Up of the Main Yard	2,024,000						
<b>Total Contributions, Loans and Transfers to Other Agencies</b>	<b>2,024,000</b>						
<b>Total Non-Construction</b>	<b>5,029,000</b>	<b>16,199,000</b>	<b>2,525,000</b>	<b>3,117,000</b>	<b>3,126,000</b>	<b>3,134,000</b>	<b>28,101,000</b>
<b>Ending Fund Balance</b>	<b>3,679,451</b>	<b>2,516,451</b>	<b>2,347,451</b>	<b>2,639,451</b>	<b>2,920,451</b>	<b>3,193,451</b>	<b>3,193,451*</b>
 <b>TOTAL USE OF FUNDS</b>	 <b>10,467,451</b>	 <b>19,698,451</b>	 <b>5,331,451</b>	 <b>6,215,451</b>	 <b>6,505,451</b>	 <b>6,786,451</b>	 <b>34,113,451*</b>

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\* The 2008-2009 through 2011-2012 Ending Balances are excluded from the FIVE-YEAR TOTAL USE OF FUNDS to avoid multiple counting of the same funds.



**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**1. Central Service Yard Phase II**

**CSA:** Strategic Support **Initial Start Date:** 2nd Qtr. 2005  
**CSA Outcome:** Safe and Functional Public Infrastructure, Facilities, **Revised Start Date:**  
and Equipment **Initial Completion Date:** 4th Qtr. 2007  
**Department:** General Services **Revised Completion Date:** 4th Qtr. 2009  
**Council District:** 7  
**Location:** 1661 Senter Road

**Description:** This project funds Phase II of the design and construction build-out of the Central Service Yard. This will centralize several strategic support functions and allow staff to relocate from the Main Service Yard. The Main Yard will then be sold and the property can be redeveloped. Remaining project costs include the build-out of the fireshop, as well as several equipment purchases.

**Justification:** The redevelopment of Japantown, where the Main Yard is located, is a City Council priority. This project has lead to the relocation of the support shops which were housed at the Main Yard to the improved Central Service Yard location. This move will clear the way for the sale of the current Main Yard location.

**EXPENDITURE SCHEDULE (000'S)**

Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Design		72									72
Bid & Award		62									62
Construction	29,425	1,081	1,016	65					65		30,506
Post Construction		400		400					400		400
<b>TOTAL</b>	<b>29,559</b>	<b>1,481</b>	<b>1,016</b>	<b>465</b>					<b>465</b>		<b>31,040</b>

**FUNDING SOURCE SCHEDULE (000'S)**

Service Yards Construction & Conveyance Tax Fund	29,559	1,481	1,016	465					465		31,040
<b>TOTAL</b>	<b>29,559</b>	<b>1,481</b>	<b>1,016</b>	<b>465</b>					<b>465</b>		<b>31,040</b>

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

None

**Major Changes in Project Cost:**

2007-2011 CIP - Increase of \$1.9 million as the lowest acceptable responsive bid for this project was higher than what had originally been anticipated.

**Notes:**

<b>FY Initiated:</b>	2005-2006	<b>Redevelopment Area:</b>	N/A
<b>Initial Project Budget:</b>	\$29,496,000	<b>SNI Area:</b>	N/A
<b>Appn. #:</b>	4962	<b>USGBC LEED:</b>	N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**2. Roof Replacement, Painting and Supplemental Needs**

**CSA:** Strategic Support **Initial Start Date:** Ongoing  
**CSA Outcome:** Safe and Functional Public Infrastructure, Facilities, **Revised Start Date:**  
and Equipment **Initial Completion Date:** Ongoing  
**Department:** General Services **Revised Completion Date:**  
**Council District:** N/A  
**Location:** All City Service Yards

**Description:** This allocation funds emergency repairs and miscellaneous projects such as parking site improvements and repaving, roof repair and replacement, and painting.

**Justification:** Funding is necessary for the repairs and minor improvements needed to maintain facilities and provide for the health and safety of City employees.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Construction		618	618	450	400	400	400	400	2,050		
<b>TOTAL</b>		<b>618</b>	<b>618</b>	<b>450</b>	<b>400</b>	<b>400</b>	<b>400</b>	<b>400</b>	<b>2,050</b>		

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund		618	618	450	400	400	400	400	2,050		
<b>TOTAL</b>		<b>618</b>	<b>618</b>	<b>450</b>	<b>400</b>	<b>400</b>	<b>400</b>	<b>400</b>	<b>2,050</b>		

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

**None**

**Major Changes in Project Cost:**  
N/A

**Notes:**  
Project schedule, dates, and selected budget information are not provided due to the ongoing nature of the project.

**FY Initiated:** Ongoing **Redevelopment Area:** N/A  
**Initial Project Budget:** **SNI Area:** N/A  
**Appn. #:** 4276 **USGBC LEED:** N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**3. Underground Fuel Tank Renovation/Replacement**

<b>CSA:</b>	Strategic Support	<b>Initial Start Date:</b>	Ongoing
<b>CSA Outcome:</b>	Safe and Functional Public Infrastructure, Facilities, and Equipment	<b>Revised Start Date:</b>	
<b>Department:</b>	General Services	<b>Initial Completion Date:</b>	Ongoing
<b>Council District:</b>	N/A	<b>Revised Completion Date:</b>	
<b>Location:</b>	All City Service Yards		

**Description:** This allocation funds the inventory and development of a monitoring system for the fuel tanks in the service yards and for the removal and/or replacement of leaking fuel tanks and necessary soil cleanup. Costs for replacement and soil cleanup will vary depending on the extent of fuel leakage.

**Justification:** Funding is necessary for safety reasons and to comply with the Hazardous Materials Storage Permit Ordinance No. 21334.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Development		66	57	68	59	59	59	59	304		
<b>TOTAL</b>		<b>66</b>	<b>57</b>	<b>68</b>	<b>59</b>	<b>59</b>	<b>59</b>	<b>59</b>	<b>304</b>		

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund		66	57	68	59	59	59	59	304		
<b>TOTAL</b>		<b>66</b>	<b>57</b>	<b>68</b>	<b>59</b>	<b>59</b>	<b>59</b>	<b>59</b>	<b>304</b>		

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

**None**

**Major Changes in Project Cost:**  
N/A

**Notes:**  
Project schedule, dates, and selected budget information are not provided due to the ongoing nature of this project.

<b>FY Initiated:</b>	Ongoing	<b>Redevelopment Area:</b>	N/A
<b>Initial Project Budget:</b>		<b>SNI Area:</b>	N/A
<b>Appn. #:</b>	4275	<b>USGBC LEED:</b>	N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**4. Debt Service on Phase I Bonds**

**CSA:** Strategic Support **Initial Start Date:** 3rd Qtr. 2003  
**CSA Outcome:** Safe and Functional Public Infrastructure, Facilities, and Equipment **Revised Start Date:**  
**Department:** General Services **Initial Completion Date:** 1st Qtr. 2006  
**Council District:** N/A **Revised Completion Date:** 4th Qtr. 2023  
**Location:** N/A

**Description:** This allocation provides funding for payment of debt service for Phase I of the Central Service Yard expansion.

**Justification:** The City is required to make debt service payments for the Central Service Yard Phase I project through the 4th quarter of 2023. The General Fund has typically supported these payments. As a General Fund cost savings measure, debt service for Phase I of the Central Service Yard expansion project was assumed by Service Yards Construction and Conveyance Tax funds from 2003-2004 to 2006-2007. In the 2008-2012 CIP, the Service Yards Construction and Conveyance Tax Fund assumed responsibility for one half of the debt service costs in 2007-2008 and 2008-2009, with the remainder paid by the General Fund. In this CIP, the Service Yards Construction and Conveyance Tax Fund will pay the remaining half of the debt service costs in 2008-2009. It was also approved that the Service Yards Construction and Conveyance Tax Fund will pay \$877,000 of the \$1.7 million obligation in 2009-2010. It is assumed that in 2010-2011, the General Fund will resume payment of the debt service in its entirety.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Debt Service	15,252	1,755	1,755	1,677	1,673	1,673	1,671	1,674	8,368	18,278	43,653
TOTAL	15,252	1,755	1,755	1,677	1,673	1,673	1,671	1,674	8,368	18,278	43,653

FUNDING SOURCE SCHEDULE (000'S)											
Funding Source	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
General Fund	9,532	81	81		796	1,673	1,671	1,674	5,814	18,278	33,705
Service Yards Construction & Conveyance Tax Fund	5,720	1,674	1,674	1,677	877				2,554		9,948
TOTAL	15,252	1,755	1,755	1,677	1,673	1,673	1,671	1,674	8,368	18,278	43,653

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

None

**Major Changes in Project Cost:**

None

**Notes:**

<b>FY Initiated:</b>	2003-2004	<b>Redevelopment Area:</b>	N/A
<b>Initial Project Budget:</b>	\$5,269,000	<b>SNI Area:</b>	N/A
<b>Appn. #:</b>	4563, 4752	<b>USGBC LEED:</b>	N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**5. Infrastructure Management System**

**CSA:** Strategic Support **Initial Start Date:** Ongoing  
**CSA Outcome:** Safe and Functional Public Infrastructure, Facilities, and Equipment **Revised Start Date:**  
**Department:** General Services **Initial Completion Date:** Ongoing  
**Council District:** City-wide **Revised Completion Date:**  
**Location:** City-wide

**Description:** This allocation provides funding to develop and maintain Geographic Information System (GIS) maps of the City's infrastructure and integrates maps into the various Infrastructure Management Systems.

**Justification:** This allocation provides maps and database information that will enhance the infrastructure analysis and reporting process.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Program Management		49	49	44	46	48	50	53	241		
<b>TOTAL</b>		<b>49</b>	<b>49</b>	<b>44</b>	<b>46</b>	<b>48</b>	<b>50</b>	<b>53</b>	<b>241</b>		

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund		49	49	44	46	48	50	53	241		
<b>TOTAL</b>		<b>49</b>	<b>49</b>	<b>44</b>	<b>46</b>	<b>48</b>	<b>50</b>	<b>53</b>	<b>241</b>		

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

**None**

**Major Changes in Project Cost:**

N/A

**Notes:**

Project schedule, dates, and selected budget information are not provided due to the ongoing nature of this project.

**FY Initiated:** Ongoing **Redevelopment Area:** N/A  
**Initial Project Budget:** **SNI Area:** N/A  
**Appn. #:** 4391 **USGBC LEED:** N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**6. Repayment of Phase II Commercial Paper**

<b>CSA:</b>	Strategic Support	<b>Initial Start Date:</b>	4th Qtr. 2008
<b>CSA Outcome:</b>	Safe and Functional Public Infrastructure, Facilities, and Equipment	<b>Revised Start Date:</b>	
<b>Department:</b>	General Services	<b>Initial Completion Date:</b>	4th Qtr. 2008
<b>Council District:</b>	N/A	<b>Revised Completion Date:</b>	
<b>Location:</b>	1661 Senter Rd		

**Description:** This allocation provides funding from the sale of the Main Yard property in Japantown for repayment of Commercial Paper that was used as a short-term financing mechanism for the Central Service Yard Phase II project.

**Justification:** Repayment is required under terms of the Commercial Paper financing strategy.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Debt Service				14,000					14,000		14,000
<b>TOTAL</b>				<b>14,000</b>					<b>14,000</b>		<b>14,000</b>

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund				14,000					14,000		14,000
<b>TOTAL</b>				<b>14,000</b>					<b>14,000</b>		<b>14,000</b>

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

None

**Major Changes in Project Cost:**

2009-2013 CIP - This allocation decreased by \$9.8 million to reflect the refinancing of Commercial Paper debt service which will take place through an internal debt service fund, outside of the Service Yards CIP. The remaining repayment (\$14.0 million) reflects projected proceeds from the sale of the Main Yard in Japantown that will be used to repay Phase II Commercial Paper.

**Notes:**

<b>FY Initiated:</b>	2007-2008	<b>Redevelopment Area:</b>	N/A
<b>Initial Project Budget:</b>	\$22,500,000	<b>SNI Area:</b>	N/A
<b>Appn. #:</b>	6434	<b>USGBC LEED:</b>	N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**7. Service Yards Equipment**

<b>CSA:</b>	Strategic Support	<b>Initial Start Date:</b>	Ongoing
<b>CSA Outcome:</b>	Safe and Functional Public Infrastructure, Facilities, and Equipment	<b>Revised Start Date:</b>	
<b>Department:</b>	General Services	<b>Initial Completion Date:</b>	Ongoing
<b>Council District:</b>	City-wide	<b>Revised Completion Date:</b>	
<b>Location:</b>	All City Service Yards		

**Description:** This allocation funds the purchase of shop equipment, including: lifts, stands, overhead reels, air systems, and computer hardware.

**Justification:** This funding is necessary to replace equipment and modernize facilities for efficient operations.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Equipment		323	323	150	150	150	150	150	750		
<b>TOTAL</b>		<b>323</b>	<b>323</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>750</b>		

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund		323	323	150	150	150	150	150	750		
<b>TOTAL</b>		<b>323</b>	<b>323</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>750</b>		

ANNUAL OPERATING BUDGET IMPACT (000'S)										
None										

**Major Changes in Project Cost:**  
N/A

**Notes:**  
Project schedule, dates, and selected budget information are not provided due to the ongoing nature of this project.

<b>FY Initiated:</b>	Ongoing	<b>Redevelopment Area:</b>	N/A
<b>Initial Project Budget:</b>		<b>SNI Area:</b>	N/A
<b>Appn. #:</b>	6088	<b>USGBC LEED:</b>	N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**8. Service Yards Management**

**CSA:** Strategic Support **Initial Start Date:** Ongoing  
**CSA Outcome:** Safe and Functional Public Infrastructure, Facilities, and Equipment **Revised Start Date:**  
**Department:** General Services **Initial Completion Date:** Ongoing  
**Council District:** N/A **Revised Completion Date:**  
**Location:** All City Service Yards

**Description:** This allocation provides funding for Service Yards program staff.

**Justification:** Funding is necessary for services provided to Service Yards including Yard Management and direct capital program support.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Program Management		261	261	268	276	285	293	302	1,424		
<b>TOTAL</b>		<b>261</b>	<b>261</b>	<b>268</b>	<b>276</b>	<b>285</b>	<b>293</b>	<b>302</b>	<b>1,424</b>		

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund		261	261	268	276	285	293	302	1,424		
<b>TOTAL</b>		<b>261</b>	<b>261</b>	<b>268</b>	<b>276</b>	<b>285</b>	<b>293</b>	<b>302</b>	<b>1,424</b>		

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

None

**Major Changes in Project Cost:**  
N/A

**Notes:**  
Project schedule, dates, and selected budget information is not provided due to the ongoing nature of this project.

**FY Initiated:** Ongoing **Redevelopment Area:** N/A  
**Initial Project Budget:** **SNI Area:** N/A  
**Appn. #:** 5886 **USGBC LEED:** N/A

**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Detail of Capital Projects**

**9. VTA Property Lease**

<b>CSA:</b>	Strategic Support	<b>Initial Start Date:</b>	Ongoing
<b>CSA Outcome:</b>	Safe and Functional Public Infrastructure, Facilities, and Equipment	<b>Revised Start Date:</b>	
<b>Department:</b>	General Services	<b>Initial Completion Date:</b>	Ongoing
<b>Council District:</b>	4	<b>Revised Completion Date:</b>	
<b>Location:</b>	1404 Mabury Road		

**Description:** This allocation funds leased space previously owned by Union Pacific Railroad, which is now owned by the Valley Transportation Authority (VTA) that is adjacent to the Mabury Service Yard.

**Justification:** Funding is necessary to provide critical parking and storage for Mabury Yard operations.

EXPENDITURE SCHEDULE (000'S)											
Cost Elements	Prior Years	2007-08 Appn.	2007-08 Estimate	2008-09	2009-10	2010-11	2011-12	2012-13	5-Year Total	Beyond 5-Year	Project Total
Lease		18	18	19	19	20	20	21	99		
<b>TOTAL</b>		<b>18</b>	<b>18</b>	<b>19</b>	<b>19</b>	<b>20</b>	<b>20</b>	<b>21</b>	<b>99</b>		

FUNDING SOURCE SCHEDULE (000'S)											
Service Yards Construction & Conveyance Tax Fund		18	18	19	19	20	20	21	99		
<b>TOTAL</b>		<b>18</b>	<b>18</b>	<b>19</b>	<b>19</b>	<b>20</b>	<b>20</b>	<b>21</b>	<b>99</b>		

**ANNUAL OPERATING BUDGET IMPACT (000'S)**

None

**Major Changes in Project Cost:**

N/A

**Notes:**

<b>FY Initiated:</b>	Ongoing	<b>Redevelopment Area:</b>	N/A
<b>Initial Project Budget:</b>		<b>SNI Area:</b>	N/A
<b>Appn. #:</b>	4913	<b>USGBC LEED:</b>	N/A



**Service Yards Capital Program**  
**2009-2013 Adopted Capital Improvement Program**  
**Summary of Projects that Start after 2008-2009**

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<b>Project Name:</b> Debt Service on Phase II Bonds	<b>Council District:</b> N/A
<b>5-Year CIP Budget:</b> \$3,020,000	<b>Estimated Start Date:</b> 1st Qtr. 2009
<b>Total Budget:</b> \$3,020,000	<b>Estimated End Date:</b> 1st Qtr. 2039
<b>USGBC LEED</b> N/A	

**Description:** This allocation provides funding for the estimated debt service payments for bonds that will be sold for Central Service Yard Phase II construction.

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