

San Jose Arena Authority

**Regular Meeting of the Board of Directors
Solar4America Ice at San Jose
1500 South Tenth Street
San Jose, CA
March 22, 2017
4:00 pm**

Agenda

Expected Board Attendees

| | |
|------------------|------------------|
| Matthew Bright | Carl Honaker |
| Scott Bruner | John Kennett |
| David Buchholz | Colleen Reilly |
| Jonathan Clough | Donald Rocha |
| Eileen Consiglio | Kathy Sutherland |
| Devora Davis | Eva Terrazas |
| Sarah Finn | Vinni Walia |
| Loren Haley | Rusty Weekes |
| Leslee Hamilton | Leland Wilcox |

Staff

Chris Morrisey (Executive Director)
Shelly Wang (Administrative Assistant)
Elizabeth Klotz (Deputy City Attorney)

Guests

Rich Sotelo (Sharks Sports & Entertainment)
Jon Gustafson (Solar4America Ice at San Jose)

1. Call to Order/Roll Call/Introductions

2. General Business

- a. Welcome New City Council Representative Donald Rocha
- b. Presentation on the Annual Summary of Activities at Solar4America Ice at San Jose
- c. Review and Approve January 2017 Board Meeting Minutes
- d. Accept Verbal Report on Downtown Transit and Development Projects (Haley)

3. Executive Director and Staff Reports

3.1. Executive Director (Morrisey)

- a. Accept Reports on Arena Authority Oversight
 - SAP Center at San Jose
 - Solar4America Ice at San Jose (Verbal)
 - San Jose Municipal Stadium (Verbal)
- b. Accept Report on Arena Authority Administrative Issues
 - South Campus Operations Team

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3.2. *Administrative Assistant (Wang)*

- a. Accept Report on Recent and Upcoming Events at SAP Center at San Jose
- b. Accept Verbal Report on Activities at Solar4America Ice at San Jose

4. Committee Reports

4.1. *Standing Executive Committee (Chair: Hamilton)*

- a. Accept Verbal Report on Upcoming Arena Authority Board Meetings

4.2. *Standing Finance Committee (Chair: Bright)*

- a. Review and Approve October, November, and December 2016 Financial Statements
- b. Accept Verbal Report on the Drafting of the FY 2017-18 Arena Authority Operating Budget

4.3. *Standing San Jose Sports Hall of Fame Committee (Chair: Reilly)*

- a. Accept Verbal Report on 2017 San Jose Sports Hall of Fame Program

4.4. *Standing Facilities Committee (Co-Chairs: Buchholz, Clough)*

- a. Review and Approve FY 2017-18 Capital Budgets for SAP Center at San Jose and Solar4America Ice at San Jose
- b. Accept Verbal Report on Annual Summary of Activities at Solar4America Ice at San Jose

4.5. *Standing San Jose Municipal Stadium Committee (Co-Chairs: Honaker, Kennett)*

- a. Review and Approve FY 2017-18 Capital Budget for San Jose Municipal Stadium

4.6. *Ad Hoc Board Recruitment Committee (Chair: Sutherland)*

- a. Accept Verbal Report on Current Board Vacancy

4.7. *Standing Community Programs Committee (Co-Chairs: Bright, Terrazas)*

- a. Accept Verbal Report on Current City and Community Events Program Activity

5. Open Forum

6. Adjournment

All public records relating to an open session on this agenda, which are not exempt from disclosure pursuant to the California Public Records Act, that are distributed to a majority of the legislative body will be available for public inspection at the office of the San Jose Arena Authority, SAP Center at San Jose, 525 W. Santa Clara Street, San Jose CA 95113 at the same time that the public records are distributed or made available to the legislative body.

To request an accommodation or alternative format for City-sponsored meetings, events or printed materials, please contact the San Jose Arena Authority at 408-977-4780 or 408-977-4779 (TTY) or contact wang@sjaa.com as soon as possible but at least three business days before the meeting/event.

March 9, 2017



MEMORANDUM

TO: Chris Morrissey
San Jose Arena Authority

FROM: Jon Gustafson

DATE: January 18, 2017

RE: 2015-2016 Sharks Ice at San Jose Annual Report

Chris,

Please find the annual report for fiscal year 2015/2016 at Sharks Ice.

We continue to excel in all areas of our business. We continue to gain national media recognition for our programming, events, and our facility. Our marketing message continues to evolve and finds new/return customers. We recently sold our naming rights to San Jose and Fremont which is very exciting (Solar4America Ice). This fiscal year we had 122,000 public skating customers, the most in our history.

We completed our first year with having two professional hockey teams here in SJ. Operations were smooth and had little to no negative impact on the building. Based on the team's performance (Stanley Cup Final), the move clearly achieved the organizations goals and objectives and further solidified San Jose's hold on being a fantastic hockey market.

Thanks to Chris for all of his efforts in securing Sharks Ice signage in our surrounding areas. We continue to have strong relationships with all the "South Campus" stakeholders and kudos to Chris for bringing the group together.

Hockey

Youth-in house hockey – Currently Sharks Ice offers two separate seasons (winter/summer). We changed our in-house model to comply with the new ADM directive from USA Hockey. In 2013, we were named a "Model Club" by USA Hockey for our successes. In-house hockey is designed for pure development and the fun of the game. Last season, we had 38 teams (646 players) in our winter season. These programs offer participation twice weekly, one mid-week practice and one weekend game. Teams are picked by the hockey department to ensure parity. Ice times are based on age grouping. Traditionally, in-house hockey receives some of the most favorable ice time, due to the fact it is the feeder program for the Tier and Travel program.

Adult in-house hockey – Sharks Ice currently offers 11 different skill levels for our adult customers. We currently have the largest adult hockey program in the US and have been recognized by USA Hockey as being the largest for the past 6 years.

WWW.SHARKSICE.COM

Jr. Sharks Hockey Club –The Jr. Sharks Hockey Club is currently the largest amateur hockey club in California with 486 participants/families fielding 27 teams (18 boys teams/ 9 girls teams). The program consists of three levels, Tier AA/AAA, Travel A/B, and Girls/Women's. Sharks Ice hosted USA Hockey's 16U and 18U National Championships to rave reviews. This is the first time in USA Hockey history this event has been west of the Rockies. We had 106 NCAA, Canadian Jr, and NHL scouts in attendance for this event.

Sharks High School Hockey Program – Due to the popularity of our High School program, other venues in the area are now offering High School hockey. Furthermore, it has become so popular that USA Hockey now has a National Championship tournament dedicated to High School hockey. This is very encouraging for the future of our sport! In 2015-2016 we had a total number of 29 high school teams with 586 participants.

- JV A – 9
- JV B – 7
- JV C – 5
- Varsity - 8

Drop-in Hockey – Sharks Ice offers drop in hockey every Monday – Friday from noon-1:30pm.

Figure Skating

Lesson Programming – Sharks Ice has a thriving learn to skate program. Lesson series are offered quarterly and parents and participants have the choice to participate during the week or on weekends. We designate our best ice time to accommodate families and young children. Last season we had 4400+ children and adults go through our lesson programs. Participation in this program is our indicator for future participants and growth. Recently Sharks Ice placed two women in the top 10 in the US in Senior Ladies skating (Karen Chen/Polina Edmunds).

Freestyle/Figure Skating – Sharks Ice offers a large quantity of private ice for aspiring figure skaters in California. The ice time is usually Monday -Friday very early in the morning (before school). Peninsula Figure Skating Club buys ice weekly for their members. Sharks Ice is very fortunate to have nationally recognized coaches to attract and teach our figure skating patrons.

Dance Programming – Sharks Ice is currently one of four sites in the United States that has a high end Ice Dance Program. Headed up by Sergi and Marina Ponamaranko, couples from all over the world come to San Jose for instruction.

Public Skating - With the addition of the 4th rink, public session is offered daily. We had our best year to date in relations to number of participants for public session. We had **122,000** customers skate this fiscal year in our public session.

Other Programming

Curling - We are one of five ice rinks in Northern California that offers the sport of curling. We have the largest arena curling club in the United States. We have a thriving curling program and three curling leagues, one in San Jose, Fremont and Oakland. With the popularity of curling

during the Olympics in 2014, interest in the sport has exploded. The majority of our corporate events now involve curling opposed to broomball due to its low-impact nature.

Speed Skater Session - Every Sunday morning we offer 1.5 hours of ice to local speed skaters.

Ice Dance Session – For Ice Dancers only (very recreational) is offered Sunday mornings.

Community Programs-

Sharks Ice Free Use Program – Sharks Ice offers to at risk school children from San Jose the ability to skate free during a school session. The children participate on public session ice. For 2015-2016, we had a total of 5,277 kids participated in this program, which translates to \$59,765.50 in donation. **Since the building has opened, we have provided \$1,583,771.50 to this program**

Sharks Ice Special Needs Program – Every Friday, Sharks Ice makes 1.5 hrs of ice for our special needs program. This program becomes more and popular from year to year. For the past two years we have had a waiting list for every session we have offered for special needs. As outlined prior, Sharks Ice will be hosting the USA Hockey Disabled Festival in April 2017 and we expect 60 + teams. Net profits from this event will go to a legacy program to grow special/sled hockey in the Bay Area.

Sharks Ice Free Use Lessons- Every quarter, we give 12 scholarships for free lesson series to children within the community.

Home school Fridays - For a nominal fee (\$7/person), home school children and families can participate in the sport of ice-skating. We also hold home school lessons.

Economic Impacts-

It is important to note the Sharks Ice continues to be a leader in the community in regards to booking hotel rooms in San Jose. For the 2015-2016 fiscal year, we provided 7,029 (5,858 provided by CVB plus 20% factor) hotel rooms to the City of San Jose. We continue to see over 1 million visitors per year.

Sharks Ice, the Facility-

We are very proud of all the recent upgrades made to the facility as this allows us to be regarded as one of the top ice recreational facilities in North America.

Maintenance Expenditures – In 2015-2016, Sharks Ice spent the following dollars on the Facility:

| | |
|------------------------|---|
| a. Labor | \$ 1,129,940 (custodians, leads, ice techs, and cashiers) |
| Labor –Engineers | \$ 29,857 |
| b. Build Ground/Maint. | \$ 84,147 (landscape, parking lot, trash, fire etc.) |
| c. Zamboni Operation | \$ 63,712 (propane, maintenance) |
| d. HVAC | \$ 18,415 (maintenance and repair) |

| | |
|--------------------|---|
| e. Electrical | \$ 18,192 (maintenance and repair) |
| f. Water Treatment | \$ 33,846 |
| g. Plumbing | \$ 13,141 |
| h. Ice Plant | \$ 82,482 (material/labor, includes cooling towers) |

Mechanical/Capital Improvements approved for 2016

| | | |
|---------------------------|----------|------------|
| 1. Audio Visual | \$25,750 | in process |
| 2. Carpeting | \$2,575 | in process |
| 3. Flooring | \$20,600 | in process |
| 4. Nets/Edger's/Graphics | \$30,900 | completed |
| 5. Lighting systems | \$46,000 | completed |
| 6. Faucet replacement | \$10,000 | completed |
| 7. Seal Exterior Block | \$35,000 | in process |
| 8. Restroom Tile | \$18,500 | in process |
| 9. Painting | \$32,960 | in process |
| 10. Shower floors | \$36,000 | completed |
| 11. Roof | \$10,300 | completed |
| 12. Painting | \$30,000 | completed |
| 13. Plexi-glass | \$77,200 | in process |
| 14. Unanticipated Repairs | \$56,512 | completed |

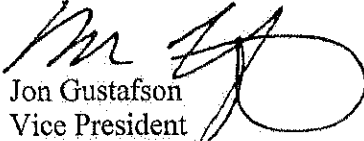
Please note, we are in the process of securing pricing for rinks 1/2 floor replacement. We allocated \$2M in 2014 and we have included \$550K in 2015 to replace the dasher board systems in 1 and 2. We are estimating that the total retrofit of rinks 1/2 will be closer to \$3.8 M and we are working to validate pricing. We are anticipating this work will commence in the summer of 2018.

Sharks Ice wish list

1. More rinks!
2. Parking plan
3. Freeway Signage
4. Corner signage – currently reviewing with the City

In conclusions, we continue to make tremendous strides by making Sharks Ice at San Jose (Solar4America Ice at San Jose) one of the premier facilities in the country. I want to thank the Arena Authority Board for its continued support.

Respectfully submitted,


Jon Gustafson
Vice President
Sharks Ice LLC

JG: JG

2016-16 FREE USE PROGRAM
 SHARKS ICE AT SAN JOSE

| City # | Agency | Day | Date | Group# | Total Discount |
|--------|---|-----|------------|--------|----------------|
| 954255 | City of San Jose - Buryessa Community Center | | 7/1/2015 | 80 | \$ 920.00 |
| 954262 | Emma Prosch Farm Park | | 7/1/2015 | 70 | \$ 805.00 |
| 954279 | Camp San Jose @ Millbrook City of San Jose | | 7/1/2015 | 37 | \$ 425.50 |
| 954272 | City of San Jose - Almaden Teen Breakaway | | 7/7/2015 | 13 | \$ 149.50 |
| 954252 | Bascom Community Center | | 7/9/2015 | 110 | \$ 1,265.00 |
| 954287 | City of San Jose - Mayfair Community Center | | 7/15/2015 | 12 | \$ 138.00 |
| 954283 | Emma Prosch Farm Park | | 7/16/2015 | 70 | \$ 805.00 |
| 954282 | Community United (Alma Youth Center) | | 7/16/2015 | 25 | \$ 287.50 |
| 954285 | CORAL - Catholic Charities of Santa Clara County | | 7/17/2015 | 45 | \$ 517.50 |
| 954268 | City of San Jose - Asthmo Camp | | 7/21/2015 | 40 | \$ 460.00 |
| 954277 | City of San Jose | | 7/21/2015 | 12 | \$ 138.00 |
| 954284 | Community United (San Jose) | | 7/21/2015 | 20 | \$ 230.00 |
| 954288 | City of San Jose - Teen Breakaway | | 7/21/2015 | 16 | \$ 184.00 |
| 954273 | City of San Jose - Almaden Fit Camp/Lake | | 7/22/2015 | 60 | \$ 690.00 |
| 954274 | City of San Jose - Almaden Camp San Jose 5-8 | | 7/22/2015 | 70 | \$ 805.00 |
| 954275 | City of San Jose - Almaden Camp San Jose 9-12 | | 7/22/2015 | 50 | \$ 575.00 |
| 954237 | City of San Jose - PRNS | | 7/23/2015 | 125 | \$ 1,437.50 |
| 954276 | City of San Jose - Vista Park and Southside CC | | 7/23/2015 | 50 | \$ 575.00 |
| 954286 | Santa Maria Urban Ministry (Studio) | | 7/24/2015 | 22 | \$ 253.00 |
| 954289 | Catholic Charities of Santa Clara CORAL Program | | 7/24/2015 | 34 | \$ 391.00 |
| 954278 | City of San Jose | | 7/28/2015 | 12 | \$ 138.00 |
| 954264 | Emma Prosch Farm Park | | 7/30/2015 | 70 | \$ 805.00 |
| 954281 | Catholic Charities CORAL Spartan Keyes Center | | 7/31/2015 | 40 | \$ 460.00 |
| 954265 | Emma Prosch Farm Park | | 8/20/2015 | 70 | \$ 805.00 |
| 954290 | EMQ Families First System of Care | | 8/21/2015 | 125 | \$ 1,437.50 |
| 954291 | EMQ Families First | | 9/25/2015 | 100 | \$ 1,150.00 |
| 954294 | City of San Jose | | 10/1/2015 | 45 | \$ 517.50 |
| 954295 | Catholic Charities of Santa Clara CORAL Program | | 10/22/2015 | 80 | \$ 920.00 |
| 954301 | Catholic Charities of Santa Clara CORAL EG | | 11/3/2015 | 30 | \$ 345.00 |
| 954299 | Catholic Charities of Santa Clara CORAL Program | | 11/4/2015 | 55 | \$ 632.50 |
| 954302 | Catholic Charities of Santa Clara CORAL EG | | 11/4/2015 | 30 | \$ 345.00 |
| 954300 | Catholic Charities of Santa Clara CORAL Program | | 11/5/2015 | 60 | \$ 690.00 |
| 954296 | Exchange Club of San Jose | | 11/11/2015 | 95 | \$ 1,092.50 |
| 954297 | Catholic Charities - CORAL, Anna Darling Element | | 11/17/2015 | 115 | \$ 1,322.50 |
| 954203 | Think Together | | 12/1/2015 | 25 | \$ 287.50 |
| 954207 | Catholic Charities of Santa Clara CORAL | | 12/1/2015 | 50 | \$ 575.00 |
| 954292 | Brooktree Elementary School 2nd Graders | | 12/2/2015 | 103 | \$ 1,184.50 |
| 954308 | City of San Jose/PRNS/San Jose after-school | | 12/3/2015 | 29 | \$ 332.50 |
| 954306 | East Side Union High School District Special Ed | | 12/4/2015 | 100 | \$ 1,150.00 |
| 954293 | The Creekside School | | 12/11/2015 | 11 | \$ 126.50 |
| 954309 | City of San Jose - Gardner Youth Program | | 12/15/2015 | 50 | \$ 575.00 |
| 954310 | CORAL - Catholic Charities | | 12/17/2015 | 26 | \$ 299.00 |
| 954312 | Catholic Charities CORAL Program | | 12/17/2015 | 46 | \$ 529.00 |
| 954304 | SCCOE-Special Ed Classroom - Connect East | | 12/18/2015 | 10 | \$ 115.00 |
| 954313 | EMQ Families First | | 12/31/2015 | 75 | \$ 862.50 |
| 954311 | Think Together Trace Elementary | | 1/26/2016 | 93 | \$ 1,069.50 |
| 954318 | SCCOE-Special Ed Classroom - Della Magglore | | 1/29/2016 | 7 | \$ 80.50 |
| 954319 | A.E.e Arts Academy Innovate After School | | 2/4/2016 | 30 | \$ 345.00 |
| 954316 | Swain Community School | | 2/8/2016 | 20 | \$ 230.00 |
| 954305 | City of San Jose-Almaden Lake Park | | 2/17/2016 | 30 | \$ 345.00 |
| 954315 | City of San Jose - Willow Glen | | 2/18/2016 | 45 | \$ 517.50 |
| 954321 | City of San Jose - Evergreen Community Center | | 2/18/2016 | 20 | \$ 230.00 |
| 954324 | Catholic Charities of Santa Clara (CORAL) | | 2/18/2016 | 104 | \$ 1,196.00 |
| 954317 | Catholic Charities | | 2/19/2016 | 15 | \$ 172.50 |
| 954314 | Hacienda Elementary 2nd Graders | | 2/24/2016 | 120 | \$ 1,380.00 |
| 954322 | EMQ Families First | | 2/26/2016 | 115 | \$ 1,322.50 |
| 954327 | Catholic Charities of Santa Clara (CORAL) | | 3/10/2016 | 70 | \$ 805.00 |
| 954328 | Catholic Charities of Santa Clara (CORAL) | | 3/11/2016 | 70 | \$ 805.00 |
| 954326 | Think Together Hoover Middle School | | 3/25/2016 | 110 | \$ 1,265.00 |
| 954325 | City of San Jose - Buryessa Community Center | | 3/30/2016 | 66 | \$ 759.00 |
| 954329 | Tom Matsumoto Elementary School | | 4/13/2016 | 136 | \$ 1,564.00 |
| 954340 | SCCOE Special Ed Class - Della Magglore | | 4/18/2016 | 15 | \$ 172.50 |
| 954341 | City of San Jose / DOCK Program | | 4/21/2016 | 40 | \$ 460.00 |
| 954345 | Catholic Charities Of Santa Clara CORAL | | 4/22/2016 | 6 | \$ 69.00 |
| 954343 | Think Together Badtrodts Elementary | | 4/26/2016 | 110 | \$ 1,265.00 |
| 954349 | Catholic Charities of Santa Clara CORAL Program | | 4/28/2016 | 22 | \$ 253.00 |
| 954352 | City of San Jose | | 5/6/2016 | 28 | \$ 322.00 |
| 954348 | San Antonio School | | 5/16/2016 | 75 | \$ 862.50 |
| 954320 | Terrill Elementary School | | 5/20/2016 | 125 | \$ 1,437.50 |
| 954347 | Think Together/Dumett Middle School | | 5/20/2016 | 100 | \$ 1,150.00 |
| 954351 | City of San Jose | | 5/20/2016 | 22 | \$ 253.00 |
| 954346 | Think Together/Gardner Elementary School | | 5/24/2016 | 77 | \$ 885.50 |
| 954338 | San Antonio Elementary School (5th Grades) | | 5/25/2016 | 70 | \$ 805.00 |
| 954359 | Lowell Elementary Park | | 5/26/2016 | 20 | \$ 230.00 |
| 954329 | San Antonio Elementary School Alum Rock Dist | | 5/31/2016 | 125 | \$ 1,437.50 |
| 954351 | City of San Jose - Gardner Youth Program | | 5/31/2016 | 64 | \$ 736.00 |
| 954353 | Captain Jason M. Dahl Elementary School | | 6/3/2016 | 105 | \$ 1,207.50 |
| 954335 | Renaissance Academy at Mathson | | 6/8/2016 | 125 | \$ 1,437.50 |
| 954360 | Franklin Elementary School | | 6/9/2016 | 38 | \$ 437.00 |
| 954330 | City of San Jose - PRNS/Seven Trees C.C | | 6/15/2016 | 72 | \$ 828.00 |
| 954334 | City of San Jose, Seven Trees Community Center | | 6/15/2016 | 24 | \$ 276.00 |
| 954323 | City of San Jose - Evergreen Community Center | | 6/16/2016 | 80 | \$ 920.00 |
| 954335 | Emma Prosch Farm Park | | 6/16/2016 | 300 | \$ 3,450.00 |
| 954368 | Catholic Charities of Santa Clara County | | 6/17/2016 | 75 | \$ 862.50 |
| 954361 | City of San Jose - Camden CC | | 6/21/2016 | 12 | \$ 138.00 |
| 954372 | Legendbig Camp - Willow Glen | | 6/22/2016 | 9 | \$ 103.50 |
| 954336 | City of San Jose Mayfair Community Center Type 1 Diabetes | | 6/23/2016 | 38 | \$ 437.00 |
| 954373 | Camp San Jose | | 6/23/2016 | 78 | \$ 897.00 |
| 954369 | EMQ Families First | | 6/24/2016 | 125 | \$ 1,437.50 |
| 954364 | City of San Jose - PRNS - Almaden Community Center | | 6/28/2016 | 13 | \$ 149.50 |
| 954377 | City of San Jose - FIT Camp | | 6/29/2016 | 16 | \$ 184.00 |
| | | | | 5277 | \$ 59,765.50 |

2016/2016 5277 \$ 59,765.50

San Jose Arena Authority

Regular Meeting of the Board of Directors
SAP Center at San Jose
President's Room
525 W. Santa Clara Street
San Jose, CA
January 25, 2017
4:00 pm

Meeting Minutes

Board Members in Attendance

| | |
|------------------|-------------------|
| Matthew Bright | Loren Haley Skeen |
| Scott Bruner | Leslee Hamilton |
| David Buchholz | Carl Honaker |
| Jonathan Clough | Eva Terrazas |
| Eileen Consiglio | Vinni Walia |
| Devora Davis | Rusty Weekes |
| Sarah Finn | |

Board Members not in Attendance

| | |
|----------------|------------------|
| John Kennett | Kathy Sutherland |
| Colleen Reilly | Leland Wilcox |
| Donald Rocha | |

Staff in Attendance

Chris Morrissey (Executive Director)
Shelly Wang (Administrative Assistant)
Elizabeth Klotz (Deputy City Attorney)

Guests in Attendance

Ken Caveney (Sharks Sports & Entertainment)
Christina Mauros (Council District 6)
Rich Sotelo (Sharks Sports & Entertainment)

1. **Call to Order/Roll Call/Introductions.** The Arena Authority convened the Regular Meeting of the Board of Directors at SAP Center at San Jose at 4:01 pm.
2. **General Business**
 - a. Welcome New Arena Authority City Council Representatives Devora Davis and Donald Rocha. The Arena Authority welcomed City Council member Davis to the Arena Authority Board as an Ex-Officio Board member.
 - b. Review and Approve December 2016 Board Meeting Minutes. Approved. Motion: Honaker, Second: Clough. 10 Approvals.
 - c. Accept Verbal Report on Downtown Transit and Development Projects (Haley Skeen). Current active projects in the area include the AC Marriott hotel and the street grid work east of SAP Center at San Jose.
 - d. Accept Report on Boards and Commissions Training (Klotz). The boards and commissions training was tabled for a later date since many of the Board members already attended the training. City Attorney Elizabeth Klotz reminded Board members about filing their Form 700 before the April 1st due date.

3. Executive Director and Staff Reports

3.1. Executive Director (Morrisey)

- a. Accept Verbal Reports on Arena Authority Oversight
- SAP Center at San Jose. Current area construction projects include the St. John's Street improvements; Autumn Street extension north of Julian Street; the Trammell Crow development; finishing work along Santa Clara Street; the residential construction project along The Alameda; and the upgrade to the vicinity changeable message signs. The VTA is holding public meetings to review the BART Draft SEIR. Discussions continue for BART, High Speed Rail, the electrification of Caltrain, and the Diridon multimodal station components.
 - Solar4America Ice at San Jose. The annual summary of activities for Solar4America Ice at San Jose will be presented to the Board in February.
 - San Jose Municipal Stadium. Capital projects currently being scheduled for completion include coating the concourse floor and repairing the exterior fence. The Giants are in the process to fund and replace the stadium scoreboard, which has failed and is no longer serviceable. The appropriate City departments have been contacted to engage the Giants on the replacement.
- b. Accept Verbal Report on Arena Authority Administrative Issues
- South Campus Operations Team. The South Campus Operations Team is currently in discussions with the San Jose Police Department and the Department of Housing to discuss issues relating to homelessness in the south campus area.

3.2. Administrative Assistant (Wang)

- a. Accept Report on Recent and Upcoming Events at SAP Center at San Jose. See attached item 3.2.a.
- b. Accept Verbal Report on Activities at Solar4America Ice at San Jose. The Barracuda game on March 1 will take place at Solar4America Ice at San Jose (previously scheduled at SAP Center at San Jose).

4. Committee Reports

4.1. Standing Executive Committee/Organizational Oversight Committee (Chair: Hamilton)

- a. Accept Verbal Report on Upcoming Arena Authority Board Meetings. The February 2017 Arena Authority Board meeting will take place at Solar4America Ice at San Jose. Future 2017 Board meetings will include presentations on BART, High-Speed Rail, and the Autumn Street extension project.

4.2. Standing Finance Committee (Chair: Bright)

- a. Accept Verbal Report on October, November and December Financial Statements. Arena Authority financial statements for the 4th quarter of 2016 will be included in next month's Board packet.

4.3. Standing San Jose Sports Hall of Fame Committee (Chair: Reilly)

- a. Accept Verbal Report on 2017 San Jose Sports Hall of Fame Program. No report.

4.4. Standing Facilities Committee (Co-Chairs: Buchholz, Clough)

- a. Accept Verbal Report on FY 2017-18 Capital Budget Planning for SAP Center at San Jose and Solar4America Ice at San Jose. Preparation of the FY 2017-18 capital budgets is underway.

- b. Accept Verbal Report on Annual Summary of Activities at Solar4America Ice at San Jose. The annual summary of activities will be presented at the February Board meeting at Solar4America Ice at San Jose.
 - c. Tour of SAP Center at San Jose (at end of meeting). Rich Sotelo led Arena Authority Board members on a tour at the end of the meeting. There was no quorum for the tour and Arena Authority business was not discussed.
- 4.5. Standing San Jose Municipal Stadium Committee (Co-Chairs: Honaker, Kennett)
- a. Accept Verbal Reports on the Status of Current Stadium Capital Projects and the Planning for the FY 2017-18 Municipal Stadium Capital Budget. The SJAA Municipal Stadium Committee will soon be convening with representatives from the City of San Jose and the San Jose Giants to review the FY 2017-18 Municipal Stadium capital budget.
- 4.6. Ad Hoc Board Recruitment Committee (Chair: Sutherland)
- a. Accept Verbal Report on Current Board Vacancy. No report.
- 4.7. Standing Community Programs Committee (Co-Chairs: Bright, Terrazas)
- a. Accept Report on Current City and Community Events Program Activity. The committee will soon be meeting to discuss program applicants.
5. **Open Forum.** None.
6. **Adjournment.** The meeting adjourned at 4:33 pm.

Submitted by:



Shelly Wang

February 28, 2017

Tom Fitzwater
SVRT Environmental Planning Manager
VTA Environmental Programs & Resources Management
3331 North First Street, Building B-2
San Jose, CA 95134

Dear Tom:

This letter is in response to the Draft Supplemental Environmental Impact Statement/Draft Subsequent Environmental Impact Report and Draft Section 4 (f) Evaluation (Draft SEIS/SEIR) on the VTA's BART Silicon Valley - Phase II Extension Project (SCH# 2002022004). Please be advised that the comments included in this correspondence specifically relate to the BART project in the vicinity of SAP Center at San Jose and the San Jose Diridon Station.

(1) Identifying BART Construction Issues

As has been discussed in public meetings, including the recent public hearings as well as the Downtown Diridon Community Working Group meetings, a comprehensive analysis of BART construction issues will need to be completed prior to the commencement of BART construction in the vicinity of SAP Center at San Jose. This analysis is essential to identify and address the many elements that will impact the ongoing operations of SAP Center at San Jose, the San Jose Diridon Station, Downtown San Jose, and the adjacent residential and commercial neighborhoods. This analysis should be undertaken in the spirit of the Downtown Diridon Community Working Group (see (2) below). Generally, measures should be taken to address the many-faceted elements of this significant regional project, from cooperative planning efforts prior to project construction through the commencement of public transit operation.

More specifically, some of the preliminary issues should include the following: clear designations of construction project areas; mitigation measures to support the uninterrupted operation of SAP Center at San Jose; plans for construction that will not adversely impact the daily activities in the adjacent residential and commercial neighborhoods; replacement parking options as current permanent parking facilities/spaces may be displaced, diminished, or eliminated; practical vehicular routes which provide efficient access to SAP Center at San Jose; temporary alternative pedestrian routes in the vicinity of the Center; construction equipment staging areas; and designated truck hauling and heavy vehicle/equipment routes.

(2) Establishing a Standing BART Community Oversight Committee

It is the opinion of this writer that the success of the planning, construction, and operation of the BART project will include diligent and inclusive civic outreach and engagement. In an effort to ensure the successful oversight of construction activities in the vicinity of SAP Center at San Jose, I strongly encourage the establishment of a standing BART community oversight committee. This could be a fluid committee, as representatives for the different stages of the project would be called upon to provide program updates, issues, and possible solutions. Along with the VTA and BART, the committee should include the appropriate agencies as well as representatives from the adjacent residential and commercial neighborhoods. At first

glance there are a number of stakeholders and representatives that should be considered including the City of San Jose's Departments of Transportation, Public Works, Economic Development, and Police; SAP Center Management; the San Jose Downtown Association; The Alameda Business Association; the High Speed Rail Authority; Caltrain; adjacent neighborhood representatives; and the San Jose Arena Authority.

(3) Addressing Transit, Traffic, and Parking Issues

With the construction and eventual operation of the underground BART rail route and station adjacent to SAP Center at San Jose and the San Jose Diridon Station, a significant, cooperative effort will need to occur to address the numerous and complex parking and traffic issues that will arise from the BART project. Prior to the commencement of construction, parking facilities and spaces that will be put out of service during construction will need to be clearly identified. Following that, a collaborative, practical effort must be undertaken to identify replacement parking locations that can sufficiently support operations at SAP Center at San Jose, the San Jose Diridon Station, and BART construction. Furthermore, the identified replacement of parking facilities or spaces (temporary or permanent) must not negatively impact the integrity of the adjacent residential and commercial neighborhoods.

Additionally a comprehensive parking inventory that can sufficiently support operations at the Center, the Diridon Station, and the new Bart station will need to be planned for in a cooperative effort with the project stakeholders. This may be the most critical element of the project. An engaged, concerted effort will need to occur in order to identify long-term parking solutions that will support this critical hub for transit, sports, and entertainment. In all likelihood, this will include stakeholder discussions and solutions for parking spaces, surface parking lots, on-street parking, permit parking, and/or parking structures. This will require a significant urban planning effort to ensure that there is sufficient parking for all those who live, work, and visit the western section of Downtown San Jose.

It is important to mention that for over two decades San Jose has designed, monitored, and implemented one of the most successful traffic, public transit, and parking operations programs in the country in relation to event management at SAP Center at San Jose. This has been the product of a dedicated and collective effort by the many stakeholders who participate in the ongoing planning and operation of SAP Center at San Jose. With this in mind, a critical component to the BART project is the creation of a complementary traffic, transit, and parking management program that ensures the successful operations of SAP Center at San Jose, the San Jose Diridon Station area, and BART.

(4) SAP Center at San Jose Event Coordination and BART Construction

Besides the parking and traffic elements that have resulted in the long-term, successful operation of SAP Center at San Jose, there are other components that will need to be carefully examined and implemented. For reference, SAP Center at San Jose typically conducts 175 events each year while attracting over 1.5 million patrons, with many events drawing over 17,000 patrons. Typical Center events occur during the evening hours throughout the week and on weekends, although various daytime events do commonly occur as well. A safe and practical operational plan that supports the uninterrupted activity at the Center will need to be addressed and agreed upon prior to construction of the BART project.

Tom Fitzwater
February 28, 2017
Page 3

Additionally, a comprehensive plan that can be implemented by the San Jose Police Department to safely move vehicles and pedestrians prior to, during, and after events at SAP Center at San Jose is a critical component to the planning of BART construction.

(5) Coordination of the Diridon Multimodal Station

With the arrival of BART to Downtown San Jose the development of a well-planned San Jose Diridon multimodal transit center is one of the most critical elements to the BART project. With the current number of rail and transit services utilized at Diridon, along with the anticipated introduction of the High Speed Rail and upgrades to Caltrain, a plan that incorporates these many transit options, along with other amenities, could result in a landmark, national transit destination. Once again, the ongoing engagement of project stakeholders will be a critical element to the successful design and activation of the Diridon Station area.

(6) Community Outreach

In addition to the creation of a BART community oversight committee, a comprehensive, ongoing community outreach program will need to be employed to ensure that construction issues impacting Downtown San Jose, the areas around SAP Center at San Jose and the Diridon Station, The Alameda Business District, and the adjacent residential and commercial neighborhoods are identified and addressed in a well-thought-out fashion. This would include community outreach opportunities up to, through, and following completion of this extensive regional transit project.

In closing, the Arena Authority appreciates the opportunity to comment on this significant regional transportation project. Please contact me with any comments or questions. I can be reached at 408-977-4783 or at morrisey@sjaa.com.

Sincerely,



Chris Morrisey
Executive Director

cc: Members of the Arena Authority Board of Directors
Members of the Arena Events Operations Committee
Jim Benshoof c/o SAP Center Management
Bill Ekern, City of San Jose, Office of Economic Development
Jim Goddard, SAP Center Management
Nanci Klein, City of San Jose, Office of Economic Development
Elizabeth Klotz, City of San Jose, City Attorney's Office
Jim Ortbal, City of San Jose, Department of Transportation

San Jose Arena Authority

Informational Memorandum

To: Loren Haley, City Manager's Office
From: Chris Morrisey, Executive Director *CM*
Subject: 2016 Annual Summary of Activities in the South Campus Area
Date: March 9, 2017

Background

In 2010, the Arena Authority created the South Campus Operations Team (SCOT). Today the team includes representatives from Solar4America Ice at San Jose, San Jose Municipal Stadium, Kelley Park (including Happy Hollow Park and Zoo and History Park), San Jose State University Athletics, the City's Department of Public Works, the Office of Cultural Affairs, and the Arena Authority. In 2013, through the amended and restated management agreement between the City and the San Jose Giants, the leadership role of the Arena Authority with the South Campus Operations Team was formally acknowledged in the contract.

In creating the South Campus Operations Team, two central missions were established: (1) Allow for the open and regular interaction of facility and park operators in the areas of event management and coordination; vehicular traffic and parking operations and management; pedestrian access management; special event coordination; identification of neighborhood integrity issues; and simultaneous event management and administration. (2) Expand substantive discussions for the long-term planning and development of the south campus area.

Provided below is specific information on the family attractions, sports facilities, and public parks included in the south campus area.

Kelley Park

Kelley Park is comprised of lands from the former Kelley Estate that included 600 acres of prune, apricot, cherry, and walnut orchards. The City of San Jose purchased portions of the land in 1952 for development of the park area today. Kelley Park has been a popular regional destination for over 60 years and offers one of the City's most diverse recreational settings. Covering 172 acres, the park includes Happy Hollow Park and Zoo, the Japanese Friendship Garden, History Park, picnic areas, a disc golf course, an amphitheater, walking trails, rolling lawns, and shade trees. Kelley Park is home to Leininger Center where the Park Reservations, Citywide Sports, and Special Park Use offices are located.

The Kelley Park picnic areas can accommodate either small or large gatherings while the Greek-styled amphitheater can seat up to 200 people. In 2012, the original Kelley House was damaged by fire and then removed in 2015, except for the solarium at the rear of the home. This site is scheduled to include a new community-serving area as part of the Kelly Park Master Plan and is expected to be completed in the near future.

The Japanese Friendship Garden is modeled after the "Korakuen" Gardens located in San Jose's Sister City of Okayama, Japan. The garden features streams, bridges, wedding areas, a Japanese Tea House, and koi-filled ponds. The renovated Japanese Tea House reopened in 2014 for small and intimate events by reservation only (wedding showers, business retreats, etc.). The park welcomed over 500,000 visitors in 2016.

Happy Hollow Park and Zoo

Founded in 1961, Happy Hollow Park and Zoo features seven rides, a puppet theater, unique play areas, a restaurant, education center, gift shop, and a veterinary clinic for over 150 of the park's endangered, exotic, and domestic animals. Summer camps, after-hours dance parties, family sleepovers, concerts, large-scale special events, and barbecues are some of the park's signature events for all ages. Happy Hollow's Zoo Education program features educational outreach and scholarship programs for local youth and children's classes. On a broader scale, the park and zoo have been engaged in global conservation efforts through a national cell phone-recycling program and supports the Democratic Republic of Congo Mountain Gorilla/Ranger Program and the Belize Audubon Society. Happy Hollow is the first Gold LEED certified amusement park and zoo in the country and is accredited with the Association of Zoos and Aquariums. In 2016, over 475,000 patrons visited the park and zoo.

Through the park's partnership with the Happy Hollow Foundation (the park's nonprofit partner organization), the park and zoo have been recipients of grants, donations, and other alternative funding to benefit the park overall. Patrons that visited the park and zoo in 2016 benefited from the opening of two new animal exhibits and a brand new amusement ride. Special events were offered throughout the year to expand HHPZ's reach into the Bay Area community as well as their global efforts to support conservation of endangered species. Over 10,000 school children were inspired and awed by Happy Hollow's animal ambassadors at off-site locations and even more on-site through class camps and visitor programs. There is so much happening at Happy Hollow as they connect people to nature through play.

History Park

History San José is one of only three museums in the valley accredited by the American Association of Museums, and manages History Park—the City's cultural and historical campus; the Peralta Adobe-Fallon House Historic Site; and the Collection Center. History Park features 32 historic and replica buildings, including the Ng Shing Gung, the Pacific Hotel, Stevens Fruit Barn, a working Print Shop and running trolleys. The park is home to 19 affiliate groups—unique cultural, service, and non-profit organizations. Together History Park, its affiliates, and more than 270 volunteers annually welcome over 140,000 guests who engage in hands-on family programs focusing on our diverse City including: *Dia de Portugal Festival*, *Silicon Valley Bikes Festival & Bike Show*, *Spirit of 45' WWII Event* and the *San Jose Mini Maker Faire*.

History San Jose's award-winning educational programs focus on local history and serve more than 22,000 students with programs ranging from *Coming to America: the Immigration Experience* to *History Detectives* where children get to explore the Collection Center & Archive. Another 35,000 students are served by History San Jose's affiliate Schmahl Science Workshop. History Park is working to become a destination promoting environmental conservation and health. The 4-H Bee Guild tends hives in the park and makes and sells honey; and a teaching garden was created specifically for the Rocksprings Neighborhood Residents to learn sustainable gardening and nutrition.

San Jose Municipal Stadium

San Jose Municipal Stadium was completed in 1942 as a Work Projects Administration (WPA) project during the presidency of Franklin D. Roosevelt. Over the years, the stadium has served as the residence for a number of professional baseball teams; and for the past three decades Municipal Stadium has been the home of the California League San Jose Giants, a Class A Advanced Affiliate of the San Francisco Giants. During this time, over 7 million fans have attended Giants games at the stadium. The City-owned stadium is used for over 140 events annually, including a variety of baseball activities such as youth clinics, high school regular season games, Central Coast Section playoff and championship games, San Jose State University baseball games, and San Jose Giants regular and post-season games. Other events at the stadium include scout camp-outs, weddings, the San Jose Giants Race, the Bacon and Beer Classic, corporate events, and fireworks shows.

2017 will be yet another banner year celebrating the organization's Diamond Season including the 30th anniversary of the San Jose Giants affiliation with the San Francisco Giants and 75 seasons of baseball in San Jose Municipal Stadium. For the tenth consecutive year, over 200,000 people attended events at the stadium. San Jose has won six California League Championships as a Giants affiliate and eleven overall, including back-to-back titles in 2009 and 2010. On June 18, 2013, the San Jose Giants hosted its first-ever California-Carolina Leagues All-Star Game while a crowd of 5,000 took in the game and festivities. Additionally in 2013, the San Jose City Council approved a five-year lease extension to keep the Giants playing at Municipal Stadium through the 2018 season. The Giants, the City, and the Arena Authority worked cooperatively to unveil new luxury box seating behind home plate for the upcoming 2017 season. Further stadium additions included new food storage freezers and upgrades to both clubhouses in the form of new lockers, carpet, and shower facilities. Lastly, the San Jose Giants added new food venues down the third base line in Gigante's Alley, including a grilled cheese stand, taco stand, and noodle bowl stand.

Solar4America Ice at San Jose

Solar4America Ice at San Jose continues to be the most active, publicly used ice facility in the Western United States. Since opening in 1994, the facility has been expanded twice and now features four ice rinks, a pro shop for figure skating and ice hockey merchandise and equipment, a full service restaurant, locker rooms, ice skating rental area, video arcade, a small food concession area, a mezzanine area, and public training area. Solar4America Ice at San Jose serves as the San Jose Sharks training facility and includes skating, training, and conditioning amenities to support the National Hockey League team. Additionally, the facility serves as the training site for the San Jose Barracuda, the Sharks American Hockey League affiliate currently playing its home games at SAP Center at San Jose.

Over 1.5 million patrons visited the facility in 2016, which features recreational and competitive ice opportunities for people of all ages. Included in the public programs are adult and youth hockey leagues, figure skating, high school and college hockey programs, speed skating, ice dancing, curling, a free use program, a special needs program, and free use lessons. (During each quarter, 12 scholarships are presented to children in the community for free use lessons.) Also during the year, Solar4America Ice at San Jose hosted 13 large events. In fact, tournaments, competitions, and events held at Solar4America Ice at San Jose were directly responsible for over 7,000 hotel room nights in San Jose in 2016. This year is shaping up to be just as busy, highlighted by hosting the USA Hockey Disabled Festival in which over 60 teams are expected to participate.

San Jose State University Athletic Facilities

The cornerstone facility of San Jose State University athletics is Spartan Stadium. Opened in 1933, the stadium has since been expanded to accommodate 30,000 spectators. The stadium is home of the Spartan football team and the men's and women's soccer teams, which compete in the Mountain West Conference. The multi-use facility has featured American professional soccer games, international soccer matches, professional football games, concerts, regional high school football all-star and championship games, band competitions, and university commencement exercises. In 1999, Spartan Stadium hosted the Women's World Cup and the NCAA Women's College Cup. Events at Spartan Stadium annually attract more than 150,000 spectators.

In the coming years, athletes and spectators will be able to enjoy the new Vermeil-Walsh Athletic Complex. The 60,000 square-foot complex will include state-of-the-art sports medicine and athletic training space, a multi-purpose dining hall, team locker rooms, offices for coaches and staff, and a 450-seat auditorium for team meetings and seminars. The complex will also serve as the home of the Jeff Garcia Athletic Hall of Fame, where great Spartan athletes from the past will be honored. The Vermeil-Walsh Athletic Complex is currently under final design and SJSU hopes to begin construction soon. The Spartan Golf Institute, which broke ground in May 2016, will be completed in spring 2017.

Conclusion

As illustrated in this summary, the south campus area continues to be an exceptionally vibrant, active, and developing area of San Jose. In recent years, the area has attracted a growing number of people, with over three million visitors enjoying the many sports and recreational facilities in 2016. Dedicated in perpetuating this encouraging trend by offering a diverse selection of events and activities in the south campus area, the South Campus Operations Team continues to devote its energies in keeping this area as one of the leading regional destinations in the Bay Area.

COMING EVENTS

Event Information: 408-287-9200
 Ticketmaster: 800-745-3000



MARCH

| SUN | MON | TUE | WED | THU | FRI | SAT |
|--|--|------------------------------------|--|--|---|---|
| *Visit http://sharks.nhl.com for information on single-game ticket prices. | | | 1 Bon Jovi 7:30pm \$17.75- \$549.75 | 2 Sharks vs. Vancouver 7:30pm | 3 | 4 |
| 5 Barracuda vs. San Diego 5:00pm | 6 | 7 | 8 | 9 Sharks vs. Washington 7:30pm | 10 Blake Shelton 7:30pm \$32.50 - \$72.50 | 11 Sharks vs. Nashville 1:00pm Barracuda vs. Grand Rapids 6:00pm |
| 12 Barracuda vs. San Diego Sharks vs. Dallas 7:00pm | 13 1:15pm | 14 Sharks vs. Buffalo 7:30pm | 15 | 16 Sharks vs. St. Louis 7:30pm | 17 Barracuda vs. Stockton 7:00pm | 18 Sharks vs. Anaheim 7:30pm |
| 19 | 20 | 21 | 22 | 23 NCAA Men's Basketball West Regional \$250.00- \$300.00 | 24 | 25 NCAA Men's Basketball West Regional \$250.00- \$300.00 |
| 26 | 27 Ariana Grande 7:30pm \$27.95 - \$196.95 | 28 Sharks vs. NY Rangers 7:30pm | 29 Game of Thrones 8:00pm \$39.50 - \$125.00 | 30 | 31 Barracuda vs. Manitoba 7:00pm | |

APRIL

| SUN | MON | TUE | WED | THU | FRI | SAT |
|--|-----|-----------------------------------|-----------------------------------|-----------------------------------|------------------------------|---|
| *Visit http://sharks.nhl.com for information on single-game ticket prices. | | | | | | 1 Barracuda vs. Manitoba 7:00pm |
| 2 | 3 | 4 Sharks vs. Vancouver 7:30pm | 5 Barracuda vs. Ontario 7:00pm | 6 Sharks vs. Edmonton 7:30pm | 7 | 8 Sharks vs. Calgary 7:00pm |
| 9 Barracuda vs. Stockton 3:00pm | 10 | 11 Barracuda vs. Tuscon 7:00pm | 12 | 13 Barracuda vs. Tuscon 7:00pm | 14 | 15 Arijit Singh 6:30pm \$62.00 - \$252.00 |
| 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 23 | 24 | 25 | 26 | 27 | 28 The Weeknd | 29 |
| 30 WWE Payback 4:30pm \$27.00 - \$353.00 | | | | | 7:30pm \$39.50 - \$150.00 | |

MAY

| SUN | MON | TUE | WED | THU | FRI | SAT |
|-----|-----|-----|-----|--|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 |
| 7 | 8 | 9 | 10 | 11 | 12 Stars on Ice 7:30pm \$25.00 - \$155.50 | 13 Gabriel Iglesias 7:30pm \$37.00- \$73.00 |
| 14 | 15 | 16 | 17 | 18 Chris Brown 7:30pm \$39.50 - \$129.95 | 19 | 20 |
| 21 | 22 | 23 | 24 | 25 | 26 | 27 |
| 28 | 29 | 30 | 31 | | | |

Group Tickets are available for groups of 15 or more to many events.
 For more information, please contact our Group Sales Department at 408-977-4715 or email grouptickets@sharkssports.net.

SAN JOSE ARENA AUTHORITY
 Combined Balance Sheet
 October 31, 2016

| | CITY FUND | UNRESTRICTED FUND | EQUIPMENT FUND | TOTAL |
|--|----------------------|---------------------|--------------------|----------------------|
| ASSETS | | | | |
| Cash | \$ 165,958.52 | 24,518.26 | \$ - | \$ 190,476.78 |
| Accounts Receivable | 0.00 | - | - | 0.00 |
| Prepaid Assets | 2,029.11 | - | - | 2,029.11 |
| Office Furniture & Fixtures, Net | - | - | 4,294.28 | 4,294.28 |
| TOTAL ASSETS | \$ 167,987.63 | \$ 24,518.26 | \$ 4,294.28 | \$ 196,800.17 |
| LIABILITIES AND FUND BALANCE | | | | |
| Accounts Payable | \$ 3,202.76 | - | - | \$ 3,202.76 |
| Accrued Liabilities | 5,754.71 | - | - | 5,754.71 |
| Deferred revenues | 155,633.36 | - | - | 155,633.36 |
| TOTAL LIABILITIES | 164,590.83 | 0.00 | 0.00 | 164,590.83 |
| Restricted | 3,396.80 | 0.00 | 0.00 | 3,396.80 |
| Unrestricted | 0.00 | 24,518.26 | 0.00 | 24,518.26 |
| Net investment in equipment | 0.00 | 0.00 | 4,294.28 | 4,294.28 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 167,987.63 | \$ 24,518.26 | \$ 4,294.28 | \$ 196,800.17 |

SAN JOSE ARENA AUTHORITY
Statement of Revenue, Expenses, and
Changes in Fund Balance
For the Four Months Ended October 31, 2016

| | CITY FUND CURRENT MONTH | CITY FUND ACTUAL YTD | UNRESTRICTED FUND CURRENT MONTH | UNRESTRICTED FUND ACTUAL YTD | EQUIPMENT FUND CURRENT MONTH | EQUIPMENT FUND ACTUAL YTD |
|--|----------------------------------|-------------------------------|--|---------------------------------------|---------------------------------------|------------------------------------|
| REVENUE | | | | | | |
| City Funding | \$ 16,183.33 | \$ 64,733.32 | - | - | - | - |
| Additional Rent Sharks Ice | 3,808.33 | 15,233.32 | - | - | - | - |
| Ticket Revenue | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Transfer between funds | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Interest Earnings | 4.15 | 15.83 | 3.77 | 14.95 | - | - |
| Total Revenue | <u>19,995.81</u> | <u>79,982.47</u> | <u>3.77</u> | <u>14.95</u> | <u>0.00</u> | <u>0.00</u> |
| PERSONNEL AND RELATED EXPENSES | | | | | | |
| Salaries | 15,412.86 | 59,806.03 | - | - | - | - |
| Payroll Taxes | 426.28 | 3,810.33 | - | - | - | - |
| Benefits | 331.26 | 1,611.67 | - | - | - | - |
| Vehicle Operation | 184.62 | 844.79 | - | - | - | - |
| Subtotal | <u>16,355.02</u> | <u>66,072.82</u> | - | - | - | - |
| PROFESSIONAL SERVICES | | | | | | |
| Contractual Services | 0.00 | 0.00 | - | - | - | - |
| Bookkeeping Services | 250.00 | 1,000.00 | - | - | - | - |
| CPA/Annual Audit Services | 0.00 | 0.00 | - | - | - | - |
| Subtotal | <u>250.00</u> | <u>1,000.00</u> | - | - | - | - |
| PROGRAM EXPENSES | | | | | | |
| Staff/Board Development | 0.00 | 0.00 | - | - | - | - |
| Business Meetings/Meals | 0.00 | 323.57 | - | 0.00 | - | - |
| Subtotal | <u>0.00</u> | <u>323.57</u> | <u>0.00</u> | <u>0.00</u> | - | - |
| GENERAL OPERATIONS | | | | | | |
| Insurance | 440.33 | 1,734.34 | - | - | - | - |
| Equipment Lease/Maintenance/PO Box | 109.97 | 310.40 | - | - | - | - |
| Supplies/Postage | 0.00 | 294.29 | - | - | - | - |
| Telephone/FAX | 75.76 | 323.28 | - | - | - | - |
| Subscriptions/Dues | 0.00 | 0.00 | - | - | - | - |
| Depreciation | 46.00 | 239.70 | - | - | 93.81 | 375.24 |
| Miscellaneous Operating Reserve | 672.06 | 2,902.01 | - | - | - | - |
| Subtotal | <u>17,277.08</u> | <u>70,298.40</u> | <u>0.00</u> | <u>0.00</u> | <u>93.81</u> | <u>375.24</u> |
| Excess Revenue over (under) Expenses | 2,718.73 | 9,684.07 | 3.77 | 14.95 | -93.81 | -375.24 |
| Fund Balance, Beginning | 678.07 | -6,287.27 | 24,514.49 | 24,503.31 | 4,388.09 | 4,669.52 |
| Prior Year AJE's Adj to Beg Fund Balance | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund Balance, Ending | <u>\$ 3,396.80</u> | <u>\$ 3,396.80</u> | <u>\$ 24,518.26</u> | <u>\$ 24,518.26</u> | <u>\$ 4,294.28</u> | <u>\$ 4,294.28</u> |

SAN JOSE ARENA AUTHORITY
 Statement of Revenue, Expenses, and
 Changes in Fund Balance
 City and Unrestricted Fund
 For the Four Months Ended October 31, 2016

| | ACTUAL | BUDGET | YTD ACTUAL | YTD BUDGET | ANNUAL BUDGET |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|--------------------|
| REVENUE | | | | | |
| City Funding | \$ 16,183.33 | \$ 16,183.33 | \$ 64,733.32 | \$ 64,733.33 | \$ 194,200.00 |
| Additional Rent- Sharks Ice | 3,808.33 | 3,808.33 | 15,233.32 | 15,233.33 | 45,700.00 |
| Ticket Revenue | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Transfer between funds | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Interest Earnings | 7.92 | 8.33 | 30.78 | 33.33 | 100.00 |
| Total Revenue | <u>19,999.58</u> | <u>20,000.00</u> | <u>79,997.42</u> | <u>80,000.00</u> | <u>240,000.00</u> |
| PERSONNEL AND RELATED EXPENSES | | | | | |
| Salaries | 15,412.86 | 15,575.00 | 59,806.03 | 62,300.00 | 186,900.00 |
| Payroll Taxes | 426.28 | 1,214.83 | 3,810.33 | 4,859.33 | 14,578.00 |
| Benefits | 331.26 | 1,091.67 | 1,611.67 | 4,366.67 | 13,100.00 |
| Vehicle Operation | 184.62 | 200.00 | 844.79 | 800.00 | 2,400.00 |
| Subtotal | <u>16,355.02</u> | <u>18,081.50</u> | <u>66,072.82</u> | <u>72,326.00</u> | <u>216,978.00</u> |
| PROFESSIONAL SERVICES | | | | | |
| Contractual Services | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Bookkeeping Services | 250.00 | 291.67 | 1,000.00 | 1,166.67 | 3,500.00 |
| CPA/Annual Audit Services | 0.00 | 225.00 | 0.00 | 900.00 | 2,700.00 |
| Subtotal | <u>250.00</u> | <u>516.67</u> | <u>1,000.00</u> | <u>2,066.67</u> | <u>6,200.00</u> |
| PROGRAM EXPENSES | | | | | |
| Staff/Board Development | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Business Meetings/Meals | 0.00 | 583.33 | 323.57 | 2,333.33 | 7,000.00 |
| Subtotal | <u>0.00</u> | <u>583.33</u> | <u>323.57</u> | <u>2,333.33</u> | <u>7,000.00</u> |
| GENERAL OPERATIONS | | | | | |
| Insurance | 440.33 | 750.00 | 1,734.34 | 3,000.00 | 9,000.00 |
| Equipment Lease/Maintenance/PO Box | 109.97 | 250.00 | 310.40 | 1,000.00 | 3,000.00 |
| Supplies/Postage | 0.00 | 250.00 | 294.29 | 1,000.00 | 3,000.00 |
| Telephone/FAX | 75.76 | 125.00 | 323.28 | 500.00 | 1,500.00 |
| Subscriptions/Dues | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Miscellaneous Operating Reserve | 46.00 | 250.00 | 239.70 | 1,000.00 | 3,000.00 |
| Subtotal | <u>672.06</u> | <u>1,625.00</u> | <u>2,902.01</u> | <u>6,500.00</u> | <u>19,500.00</u> |
| Total Expenses | <u>17,277.08</u> | <u>20,806.50</u> | <u>70,298.40</u> | <u>83,226.00</u> | <u>249,678.00</u> |
| Excess Revenue over (under) Expenses | <u>2,722.50</u> | <u>-806.50</u> | <u>9,699.02</u> | <u>-3,226.00</u> | <u>-9,678.00</u> |
| City/Unrestricted Fund Balance, Beg | 25,192.56 | 15,796.54 | 18,216.04 | 18,216.04 | 18,216.04 |
| Equipment/Furnishings | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| City/Unrestricted Fund Balance, End | <u>\$ 27,915.06</u> | <u>\$ 14,990.04</u> | <u>\$ 27,915.06</u> | <u>\$ 14,990.04</u> | <u>\$ 8,538.04</u> |

SAN JOSE ARENA AUTHORITY
 Combined Balance Sheet
 November 30, 2016

| | CITY FUND | UNRESTRICTED FUND | EQUIPMENT FUND | TOTAL |
|--|----------------------|---------------------|--------------------|----------------------|
| ASSETS | | | | |
| Cash | \$ 141,704.29 | \$ 24,521.91 | \$ - | \$ 166,226.20 |
| Accounts Receivable | 0.00 | - | - | 0.00 |
| Prepaid Assets | 1,588.78 | - | - | 1,588.78 |
| Office Furniture & Fixtures, Net | - | - | 4,200.47 | 4,200.47 |
| TOTAL ASSETS | \$ 143,293.07 | \$ 24,521.91 | \$ 4,200.47 | \$ 172,015.45 |
| LIABILITIES AND FUND BALANCE | | | | |
| Accounts Payable | \$ 484.42 | - | - | \$ 484.42 |
| Accrued Liabilities | 5,754.71 | - | - | 5,754.71 |
| Deferred revenues | 135,641.70 | - | - | 135,641.70 |
| TOTAL LIABILITIES | 141,880.83 | 0.00 | 0.00 | 141,880.83 |
| Restricted | 1,412.24 | 0.00 | 0.00 | 1,412.24 |
| Unrestricted | 0.00 | 24,521.91 | 0.00 | 24,521.91 |
| Net investment in equipment | 0.00 | 0.00 | 4,200.47 | 4,200.47 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 143,293.07 | \$ 24,521.91 | \$ 4,200.47 | \$ 172,015.45 |

FINANCIAL STATEMENTS FOR INTERNAL PURPOSES ONLY

SAN JOSE ARENA AUTHORITY
Statement of Revenue, Expenses, and
Changes in Fund Balance
For the Five Months Ended November 30, 2016

| | CITY FUND CURRENT MONTH | CITY FUND ACTUAL YTD | UNRESTRICTED FUND CURRENT MONTH | UNRESTRICTED FUND ACTUAL YTD | EQUIPMENT FUND CURRENT MONTH | EQUIPMENT FUND ACTUAL YTD |
|--|----------------------------------|-------------------------------|--|---------------------------------------|---------------------------------------|------------------------------------|
| REVENUE | | | | | | |
| City Funding | \$ 16,183.33 | \$ 80,916.65 | \$ - | \$ - | \$ - | \$ - |
| Additional Rent Sharks Ice | 3,808.33 | 19,041.65 | - | - | - | - |
| Ticket Revenue | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Transfer between funds | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Interest Earnings | 3.57 | 19.40 | 3.65 | 18.60 | - | - |
| Total Revenue | <u>19,995.23</u> | <u>99,977.70</u> | <u>3.65</u> | <u>18.60</u> | <u>0.00</u> | <u>0.00</u> |
| PERSONNEL AND RELATED EXPENSES | | | | | | |
| Salaries | 15,023.62 | 74,829.65 | - | - | - | - |
| Payroll Taxes | 396.51 | 4,206.84 | - | - | - | - |
| Benefits | 680.68 | 2,292.35 | - | - | - | - |
| Vehicle Operation | 193.62 | 1,038.41 | - | - | - | - |
| Subtotal | <u>16,294.43</u> | <u>82,367.25</u> | - | - | - | - |
| PROFESSIONAL SERVICES | | | | | | |
| Contractual Services | 0.00 | 0.00 | - | - | - | - |
| Bookkeeping Services | 250.00 | 1,250.00 | - | - | - | - |
| CPA/Annual Audit Services | 0.00 | 0.00 | - | - | - | - |
| Subtotal | <u>250.00</u> | <u>1,250.00</u> | - | - | - | - |
| PROGRAM EXPENSES | | | | | | |
| Staff/Board Development | 0.00 | 0.00 | - | - | - | - |
| Business Meetings/Meals | 4,092.00 | 4,415.57 | - | 0.00 | - | - |
| Subtotal | <u>4,092.00</u> | <u>4,415.57</u> | - | <u>0.00</u> | - | - |
| GENERAL OPERATIONS | | | | | | |
| Insurance | 440.33 | 2,174.67 | - | - | - | - |
| Equipment Lease/Maintenance/PO Box | 133.62 | 444.02 | - | - | - | - |
| Supplies/Postage | 127.88 | 422.17 | - | - | - | - |
| Telephone/FAX | 75.53 | 398.81 | - | - | - | - |
| Subscriptions/Dues | 0.00 | 0.00 | - | - | - | - |
| Depreciation | 0.00 | 0.00 | - | - | 93.81 | 469.05 |
| Miscellaneous Operating Reserve | 566.00 | 805.70 | - | - | - | - |
| Subtotal | <u>1,343.36</u> | <u>4,245.37</u> | - | <u>0.00</u> | <u>93.81</u> | <u>469.05</u> |
| Total Expenses | <u>21,979.79</u> | <u>92,278.19</u> | <u>0.00</u> | <u>0.00</u> | <u>93.81</u> | <u>469.05</u> |
| Excess Revenue over (under) Expenses | -1,984.56 | 7,699.51 | 3.65 | 18.60 | -93.81 | -469.05 |
| Fund Balance, Beginning | 3,396.80 | -6,287.27 | 24,518.26 | 24,503.31 | 4,294.28 | 4,669.52 |
| Prior Year AJE's Adj to Beg Fund Balance | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund Balance, Ending | <u>\$ 1,412.24</u> | <u>\$ 1,412.24</u> | <u>\$ 24,521.91</u> | <u>\$ 24,521.91</u> | <u>\$ 4,200.47</u> | <u>\$ 4,200.47</u> |

SAN JOSE ARENA AUTHORITY
Statement of Revenue, Expenses, and
Changes in Fund Balance
City and Unrestricted Fund
For the Five Months Ended November 30, 2016

| | ACTUAL | BUDGET | YTD ACTUAL | YTD BUDGET | ANNUAL BUDGET |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|--------------------|
| REVENUE | | | | | |
| City Funding | \$ 16,183.33 | \$ 16,183.33 | \$ 80,916.65 | \$ 80,916.67 | \$ 194,200.00 |
| Additional Rent Sharks Ice | 3,808.33 | 3,808.33 | 19,041.65 | 19,041.67 | 45,700.00 |
| Ticket Revenue | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Transfer between funds | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Interest Earnings | 7.22 | 8.33 | 38.00 | 41.67 | 100.00 |
| Total Revenue | <u>19,998.88</u> | <u>20,000.00</u> | <u>99,996.30</u> | <u>100,000.00</u> | <u>240,000.00</u> |
| PERSONNEL AND RELATED EXPENSES | | | | | |
| Salaries | 15,023.62 | 15,575.00 | 74,829.65 | 77,875.00 | 186,900.00 |
| Payroll Taxes | 396.51 | 1,214.83 | 4,206.84 | 6,074.17 | 14,578.00 |
| Benefits | 680.68 | 1,091.67 | 2,292.35 | 5,458.33 | 13,100.00 |
| Vehicle Operation | 193.62 | 200.00 | 1,038.41 | 1,000.00 | 2,400.00 |
| Subtotal | <u>16,294.43</u> | <u>18,081.50</u> | <u>82,367.25</u> | <u>90,407.50</u> | <u>216,978.00</u> |
| PROFESSIONAL SERVICES | | | | | |
| Contractual Services | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Bookkeeping Services | 250.00 | 291.67 | 1,250.00 | 1,458.33 | 3,500.00 |
| CPA/Annual Audit Services | 0.00 | 225.00 | 0.00 | 1,125.00 | 2,700.00 |
| Subtotal | <u>250.00</u> | <u>516.67</u> | <u>1,250.00</u> | <u>2,583.33</u> | <u>6,200.00</u> |
| PROGRAM EXPENSES | | | | | |
| Staff/Board Development | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Business Meetings/Meals | 4,092.00 | 583.33 | 4,415.57 | 2,916.67 | 7,000.00 |
| Subtotal | <u>4,092.00</u> | <u>583.33</u> | <u>4,415.57</u> | <u>2,916.67</u> | <u>7,000.00</u> |
| GENERAL OPERATIONS | | | | | |
| Insurance | 440.33 | 750.00 | 2,174.67 | 3,750.00 | 9,000.00 |
| Equipment Lease/Maintenance/PO Box | 133.62 | 250.00 | 444.02 | 1,250.00 | 3,000.00 |
| Supplies/Postage | 127.88 | 250.00 | 422.17 | 1,250.00 | 3,000.00 |
| Telephone/FAX | 75.53 | 125.00 | 398.81 | 625.00 | 1,500.00 |
| Subscriptions/Dues | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Miscellaneous Operating Reserve | 566.00 | 250.00 | 805.70 | 1,250.00 | 3,000.00 |
| Subtotal | <u>1,343.36</u> | <u>1,625.00</u> | <u>4,245.37</u> | <u>8,125.00</u> | <u>19,500.00</u> |
| Total Expenses | <u>21,979.79</u> | <u>20,806.50</u> | <u>92,278.19</u> | <u>104,032.50</u> | <u>249,678.00</u> |
| Excess Revenue over (under) Expenses | <u>-1,980.91</u> | <u>-806.50</u> | <u>7,718.11</u> | <u>-4,032.50</u> | <u>-9,678.00</u> |
| City/Unrestricted Fund Balance, Beg | 27,915.06 | 14,990.04 | 18,216.04 | 18,216.04 | 18,216.04 |
| Equipment/Furnishings | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| City/Unrestricted Fund Balance, End | <u>\$ 25,934.15</u> | <u>\$ 14,183.54</u> | <u>\$ 25,934.15</u> | <u>\$ 14,183.54</u> | <u>\$ 8,538.04</u> |

SAN JOSE ARENA AUTHORITY
 Combined Balance Sheet
 December 31, 2016

| | CITY FUND | UNRESTRICTED FUND | EQUIPMENT FUND | TOTAL |
|--|----------------------|---------------------|--------------------|----------------------|
| ASSETS | | | | |
| Cash | 122,853.81 | 24,525.56 | \$ - | \$ 147,379.37 |
| Accounts Receivable | 0.00 | - | - | 0.00 |
| Prepaid Assets | 1,148.45 | - | - | 1,148.45 |
| Office Furniture & Fixtures, Net | - | - | 4,106.66 | 4,106.66 |
| TOTAL ASSETS | \$ 124,002.26 | \$ 24,525.56 | \$ 4,106.66 | \$ 152,634.48 |
| LIABILITIES AND FUND BALANCE | | | | |
| Accounts Payable | 736.42 | - | - | \$ 736.42 |
| Accrued Liabilities | 5,754.71 | - | - | 5,754.71 |
| Deferred revenues | 115,650.04 | - | - | 115,650.04 |
| TOTAL LIABILITIES | 122,141.17 | 0.00 | 0.00 | 122,141.17 |
| Restricted | 1,861.09 | 0.00 | 0.00 | 1,861.09 |
| Unrestricted | 0.00 | 24,525.56 | 0.00 | 24,525.56 |
| Net investment in equipment | 0.00 | 0.00 | 4,106.66 | 4,106.66 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 124,002.26 | \$ 24,525.56 | \$ 4,106.66 | \$ 152,634.48 |

SAN JOSE ARENA AUTHORITY
Statement of Revenue, Expenses, and
Changes in Fund Balance
For the Six Months Ended December 31, 2016

| | CITY FUND CURRENT MONTH | CITY FUND ACTUAL YTD | UNRESTRICTED FUND CURRENT MONTH | UNRESTRICTED FUND ACTUAL YTD | EQUIPMENT FUND CURRENT MONTH | EQUIPMENT FUND ACTUAL YTD |
|--|----------------------------------|-------------------------------|--|---------------------------------------|---------------------------------------|------------------------------------|
| REVENUE | | | | | | |
| City Funding | \$ 16,183.33 | \$ 97,099.98 | - | - | \$ - | \$ - |
| Additional Rent Sharks Ice | 3,808.33 | 22,849.98 | - | - | - | - |
| Ticket Revenue | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Transfer between funds | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Interest Earnings | 3.17 | 22.57 | 3.65 | 22.25 | - | - |
| Total Revenue | <u>19,994.83</u> | <u>119,972.53</u> | <u>3.65</u> | <u>22.25</u> | <u>0.00</u> | <u>0.00</u> |
| PERSONNEL AND RELATED EXPENSES | | | | | | |
| Salaries | 15,046.38 | 89,876.03 | - | - | - | - |
| Payroll Taxes | 390.12 | 4,596.96 | - | - | - | - |
| Benefits | 0.00 | 2,292.35 | - | - | - | - |
| Vehicle Operation | 187.62 | 1,226.03 | - | - | - | - |
| Subtotal | <u>15,624.12</u> | <u>97,991.37</u> | - | - | - | - |
| PROFESSIONAL SERVICES | | | | | | |
| Contractual Services | 75.13 | 75.13 | - | - | - | - |
| Bookkeeping Services | 250.00 | 1,500.00 | - | - | - | - |
| CPA/Annual Audit Services | 2,700.00 | 2,700.00 | - | - | - | - |
| Subtotal | <u>3,025.13</u> | <u>4,275.13</u> | - | - | - | - |
| PROGRAM EXPENSES | | | | | | |
| Staff/Board Development | 0.00 | 0.00 | - | - | - | - |
| Business Meetings/Meals | 194.72 | 4,610.29 | - | - | - | - |
| Subtotal | <u>194.72</u> | <u>4,610.29</u> | <u>0.00</u> | <u>0.00</u> | - | - |
| GENERAL OPERATIONS | | | | | | |
| Insurance | 440.33 | 2,615.00 | - | - | - | - |
| Equipment Lease/Maintenance/PO Box | 0.00 | 444.02 | - | - | - | - |
| Supplies/Postage | 140.28 | 562.45 | - | - | - | - |
| Telephone/FAX | 75.40 | 474.21 | - | - | - | - |
| Subscriptions/Dues | 0.00 | 0.00 | - | - | - | - |
| Depreciation | 0.00 | 0.00 | - | - | 93.81 | 562.86 |
| Miscellaneous Operating Reserve | 46.00 | 851.70 | - | - | - | - |
| Subtotal | <u>702.01</u> | <u>4,947.38</u> | - | - | <u>93.81</u> | <u>562.86</u> |
| Total Expenses | <u>19,545.98</u> | <u>111,824.17</u> | <u>0.00</u> | <u>0.00</u> | <u>93.81</u> | <u>562.86</u> |
| Excess Revenue over (under) Expenses | 448.85 | 8,148.36 | 3.65 | 22.25 | -93.81 | -562.86 |
| Fund Balance, Beginning | 1,412.24 | -6,287.27 | 24,521.91 | 24,503.31 | 4,200.47 | 4,669.52 |
| Prior Year AJE's Adj to Beg Fund Balance | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund Balance, Ending | <u>\$ 1,861.09</u> | <u>\$ 1,861.09</u> | <u>\$ 24,525.56</u> | <u>\$ 24,525.56</u> | <u>\$ 4,106.66</u> | <u>\$ 4,106.66</u> |

SAN JOSE ARENA AUTHORITY
Statement of Revenue, Expenses, and
Changes in Fund Balance
City and Unrestricted Fund
For the Six Months Ended December 31, 2016

| | ACTUAL | BUDGET | YTD ACTUAL | YTD BUDGET | ANNUAL BUDGET |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|--------------------|
| REVENUE | | | | | |
| City/Funding | \$ 16,183.33 | \$ 16,183.33 | \$ 97,099.98 | \$ 97,100.00 | \$ 194,200.00 |
| Additional Rent Sharks Ice | 3,808.33 | 3,808.33 | 22,849.98 | 22,850.00 | 45,700.00 |
| Ticket Revenue | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Transfer between funds | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Interest Earnings | 6.82 | 8.33 | 44.82 | 50.00 | 100.00 |
| Total Revenue | 19,998.48 | 20,000.00 | 119,994.78 | 120,000.00 | 240,000.00 |
| PERSONNEL AND RELATED EXPENSES | | | | | |
| Salaries | 15,046.38 | 15,575.00 | 89,876.03 | 93,450.00 | 186,900.00 |
| Payroll Taxes | 390.12 | 1,214.83 | 4,596.96 | 7,289.00 | 14,578.00 |
| Benefits | 0.00 | 1,091.67 | 2,292.35 | 6,550.00 | 13,100.00 |
| Vehicle Operation | 187.62 | 200.00 | 1,226.03 | 1,200.00 | 2,400.00 |
| Subtotal | 15,624.12 | 18,081.50 | 97,991.37 | 108,489.00 | 216,978.00 |
| PROFESSIONAL SERVICES | | | | | |
| Contractual Services | 75.13 | 0.00 | 75.13 | 0.00 | 0.00 |
| Bookkeeping Services | 250.00 | 291.67 | 1,500.00 | 1,750.00 | 3,500.00 |
| CPA/Annual Audit Services | 2,700.00 | 225.00 | 2,700.00 | 1,350.00 | 2,700.00 |
| Subtotal | 3025.13 | 516.67 | 4,275.13 | 3,100.00 | 6,200.00 |
| PROGRAM EXPENSES | | | | | |
| Staff/Board Development | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Business Meetings/Meals | 194.72 | 583.33 | 4,610.29 | 3,500.00 | 7,000.00 |
| Subtotal | 194.72 | 583.33 | 4,610.29 | 3,500.00 | 7,000.00 |
| GENERAL OPERATIONS | | | | | |
| Insurance | 440.33 | 750.00 | 2,615.00 | 4,500.00 | 9,000.00 |
| Equipment Lease/Maintenance/PO Box | 0.00 | 250.00 | 444.02 | 1,500.00 | 3,000.00 |
| Supplies/Postage | 140.28 | 250.00 | 562.45 | 1,500.00 | 3,000.00 |
| Telephone/FAX | 75.40 | 125.00 | 474.21 | 750.00 | 1,500.00 |
| Subscriptions/Dues | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Miscellaneous Operating Reserve | 46.00 | 250.00 | 851.70 | 1,500.00 | 3,000.00 |
| Subtotal | 702.01 | 1,625.00 | 4,947.38 | 9,750.00 | 19,500.00 |
| Total Expensés | 19,545.98 | 20,806.50 | 111,824.17 | 124,839.00 | 249,678.00 |
| Excess Revenue over (under) Expenses | 452.50 | -806.50 | 8,170.61 | -4,839.00 | -9,678.00 |
| City/Unrestricted Fund Balance, Beg | 25,934.15 | 14,183.54 | 18,216.04 | 18,216.04 | 18,216.04 |
| Equipment/Furnishings | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| City/Unrestricted Fund Balance, End | \$ 26,386.65 | \$ 13,377.04 | \$ 26,386.65 | \$ 13,377.04 | \$ 8,538.04 |

SAP Center at San Jose
5 Year Capital Budget

SJAA Board Meeting
March 22, 2017
Agenda Item 4.4.a.

5 YEAR CAPITAL BUDGET SAP CENTER

| | 2017/18 | 2018/19 | 2019/20 | 2020/21 | 2021/22 | TOTAL | Deferred | TOTAL |
|--|---------|---------|---------|---------|---------|-----------|-----------|-----------|
| NORMAL CAPITAL REPAIRS AND REPLACEMENTS | | | | | | | | |
| ADA Upgrades | | | | | | 0 | 950,000 | 950,000 |
| Audio Visual Systems | | | | | | 0 | 750,000 | 750,000 |
| LED Displays | | | | | | 0 | 1,406,000 | 1,406,000 |
| Network Storage | | | | | | 0 | | 0 |
| Spotlights | | | | | | 0 | | 0 |
| Scoreboard | | | | | | 0 | | 0 |
| Sound System | 146,000 | | | | | 146,000 | 180,000 | 326,000 |
| Television | | | 280,000 | | | 280,000 | | 280,000 |
| Replay System | | | | | | 0 | | 0 |
| Basketball | | | | | | 0 | | 0 |
| Blackout Curtains | | | | | | 0 | | 0 |
| Blockader Barricades | | | | | | 0 | 10,000 | 10,000 |
| Carpeting | | 125,000 | | | | 125,000 | 107,000 | 232,000 |
| Cleaning Equipment | | | | | | 0 | | 0 |
| Rider Scrubbers | | | 46,000 | | | 46,000 | | 46,000 |
| Rider Sweeper | | 58,000 | | | | 58,000 | | 58,000 |
| Concrete | 350,000 | | | 185,000 | | 535,000 | | 535,000 |
| Dasherboards | | | | | | 0 | | 0 |
| Doors and Frames | | | 50,000 | | | 50,000 | | 50,000 |
| Door Hardware | | | 30,000 | | | 30,000 | | 30,000 |
| Entrance Walk off Mat | | | | 33,000 | | 33,000 | | 33,000 |
| Elevators | | | | | | 0 | 763,567 | 763,567 |
| Escalators | | | | | | 0 | 400,000 | 400,000 |
| Emergency Generator | | 850,000 | | | | 850,000 | | 850,000 |
| Exterior Trash/Ash Receptacles | | 22,000 | | | | 22,000 | | 22,000 |
| Fall Protection | | | | | | 0 | 41,000 | 41,000 |
| Fire Systems | | | 75,000 | | | 75,000 | | 75,000 |
| Floors | | | | | | 0 | 135,000 | 135,000 |
| Food Service Equipment | | | 650,000 | 400,000 | | 1,050,000 | 300,000 | 1,350,000 |
| Furniture | | | | | | 0 | | 0 |
| Folding Chairs | | | | 39,000 | | 39,000 | | 39,000 |
| Tables | | | | | | 0 | | 0 |
| Glazing | 42,000 | 90,000 | | | | 132,000 | | 132,000 |
| Graphics | | 57,000 | | | | 57,000 | | 57,000 |
| Grease Traps | | | 150,000 | | | 150,000 | | 150,000 |

SAP Center at San Jose
5 Year Capital Budget

SJAA Board Meeting
March 22, 2017
Agenda Item 4.4.a.

5 YEAR CAPITAL BUDGET SAP CENTER

| | 2017/18 | 2018/19 | 2019/20 | 2020/21 | 2021/22 | TOTAL | Deferred | TOTAL |
|-----------------------------------|---------|-----------|-----------|---------|---------|-----------|----------|-----------|
| Hall of Fame | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 125,000 | | 125,000 |
| Handrails | | | | | | 0 | | 0 |
| Hoist Systems | | | | | | 0 | | 0 |
| Homasote Insulation Floor | | | | | | 0 | | 0 |
| Ice Edger | | | | 5,000 | | 5,000 | | 5,000 |
| Ice Machine | | | 30,000 | | | 30,000 | | 30,000 |
| Interior Flags | | | | | | 0 | | 0 |
| Laundry Equipment | | | | | | 0 | | 0 |
| Landscape | | | | | | 0 | 11,000 | 11,000 |
| LEED-Green Initiatives | | | 75,000 | | | 75,000 | 200,000 | 275,000 |
| Lighting System | 130,000 | 250,000 | 250,000 | 350,000 | 250,000 | 1,230,000 | 250,000 | 1,480,000 |
| Controls | | 132,000 | | | | 132,000 | 200,000 | 332,000 |
| Loading Dock Bumpers | | | | | | 0 | | 0 |
| Loading Dock Gate | | | | | | 0 | | 0 |
| Material Handling | | | | | | 0 | | 0 |
| Carts | | | | | | 0 | 68,000 | 68,000 |
| Motorized Carts | | 72,000 | | | | 72,000 | | 72,000 |
| Forklifts | | | | 42,500 | 36,000 | 114,500 | | 114,500 |
| Mechanical, Plumbing & Electrical | | | | | | 36,000 | | 36,000 |
| Air Compressor | | | | | | 0 | | 0 |
| Air Conditioning Chillers | 27,000 | 27,000 | 525,000 | 625,000 | | 1,204,000 | | 1,204,000 |
| Brine Chillers | 36,000 | 36,000 | 1,245,000 | 52,000 | | 1,369,000 | | 1,369,000 |
| Boilers | 235,000 | | | | | 235,000 | | 235,000 |
| Chilled Water Pumps | | | | | | 0 | | 0 |
| Chilled Water Valves | | | | | | 0 | | 0 |
| Cooling Tower | | | | | | 0 | | 0 |
| Building Automation System | | 1,100,000 | | | | 1,100,000 | | 1,100,000 |
| Exhaust Fan Motors | | 107,000 | | | | 107,000 | | 107,000 |
| Faucet Replacements | | | | 53,000 | | 53,000 | | 53,000 |
| Drinking Fountains | | | | | | 0 | | 0 |
| HVAC | 50,000 | 50,000 | 75,000 | | | 175,000 | 133,000 | 308,000 |
| Piping Replacement | 50,000 | 50,000 | 50,000 | 50,000 | 50,000 | 250,000 | 150,000 | 400,000 |
| Pumps | | | | | | 0 | | 0 |
| Transformers | 25,000 | 75,000 | 100,000 | 100,000 | 100,000 | 400,000 | 200,000 | 600,000 |
| Water Softener | | 16,000 | | | | 16,000 | | 16,000 |
| Millwork | | | | | | 0 | | 0 |
| Netting | 10,000 | 10,000 | 10,000 | 10,000 | 10,000 | 50,000 | | 50,000 |
| Office Equipment | | | | | | 0 | | 0 |

SAP Center at San Jose
5 Year Capital Budget

SJAA Board Meeting
March 22, 2017
Agenda Item 4.4.a.

5 YEAR CAPITAL BUDGET SAP CENTER

| | 2017/18 | 2018/19 | 2019/20 | 2020/21 | 2021/22 | TOTAL | Deferred | TOTAL |
|--------------------------------|------------------|------------------|------------------|------------------|------------------|-------------------|------------------|-------------------|
| Copiers | | | | | | 0 | | 0 |
| Fax Machines | | | | | | 0 | | 0 |
| Outdoor Sign | | | | | | 0 | | 0 |
| Painting | | 150,000 | | 132,000 | | 282,000 | 100,000 | 382,000 |
| Portable Radios | | | | | | 0 | | 0 |
| Restrooms | | | 50,000 | 25,000 | | 75,000 | 200,000 | 275,000 |
| Roof | | | | | | 0 | | 0 |
| Seating Fixed | 125,000 | 150,000 | 150,000 | 150,000 | 150,000 | 725,000 | 150,000 | 875,000 |
| Seating Retractable | | 525,000 | 525,000 | | 650,000 | 1,700,000 | | 1,700,000 |
| Security | 100,000 | | | 100,000 | | 200,000 | | 200,000 |
| Physical Enhancements | | | | | | 0 | 250,000 | 250,000 |
| ID Systems | | | 155,000 | | | 155,000 | | 155,000 |
| Shop Tools | | | | | | 0 | | 0 |
| Stage & Attachments | | | | | | 0 | | 0 |
| Suites | | | | | | 0 | | 0 |
| Telecommunications Systems | | | | | | 0 | | 0 |
| Tempered Glass | | | | | | 0 | | 0 |
| Plexiglass | | 95,000 | | | 95,000 | 190,000 | | 190,000 |
| Trash Compactor | | | | | | 0 | | 0 |
| Trash Containers | | | | | | 0 | | 0 |
| Wi-Fi System | | | 382,000 | | | 382,000 | | 382,000 |
| Van | | | | | | 0 | | 0 |
| Zamboni | | | 85,000 | | | 85,000 | | 85,000 |
| Unanticipated Repairs | 150,000 | 150,000 | 150,000 | 150,000 | 150,000 | 750,000 | | 750,000 |
| Parking Repairs & Replacements | 0 | 0 | 436,000 | 159,000 | 0 | 595,000 | | 595,000 |
| TOTAL | 1,501,000 | 4,222,000 | 5,599,000 | 2,685,500 | 1,516,000 | 15,523,500 | 6,954,567 | 22,478,067 |
| BUDGET | 1,500,000 | 4,000,000 | 4,000,000 | 4,000,000 | 4,000,000 | 17,500,000 | | 17,500,000 |

Solar4America Ice at San Jose
5 Year Capital Budget

SJAA Board Meeting
March 22, 2017
Agenda Item 4.4.a.

| | 2017/18 | 2018/19 | 2019/20 | 2020/21 | 2021/22 | TOTAL |
|--|---------|---------|---------|---------|---------|---------|
| NORMAL CAPITAL REPAIRS AND REPLACEMENTS | | | | | | |
| Audio Visual Systems | 15,000 | 15,000 | 15,000 | 15,000 | 15,000 | 75,000 |
| Amplifiers | | | | | | 0 |
| Head End Equipment | | | | | | 0 |
| Speakers | | | | | | 0 |
| Artwork | | | | | | 0 |
| Bleachers | | | | | | 0 |
| Carpeting | 25,000 | | | | 40,000 | 65,000 |
| Cleaning Equipment | 10,000 | | | | | 10,000 |
| Dasherboards | 10,000 | 25,000 | | | | 35,000 |
| Doors and Frames | | | 58,340 | 37,500 | | 95,840 |
| Doors Roll Up | | | 7,700 | | | 7,700 |
| Door Hardware | 5,000 | 17,609 | | | | 22,609 |
| Elevators | | 10,000 | 69,000 | | 69,000 | 138,000 |
| Exterior Cleaning | | | | 10,000 | | 20,000 |
| Exterior Trash/Ash Receptacles | | | | | | 0 |
| Fire Systems | | | | | | 0 |
| Floors | | | | | | 0 |
| Food Service Equipment | 8,000 | | | | | 8,000 |
| Chairs | | | | | | 0 |
| Tables | | | | | | 0 |
| Glazing | | | | | | 0 |
| Nets/Edger /Graphics | 35,000 | 30,000 | 15,000 | 15,000 | 15,000 | 110,000 |
| Low E- Ceiling | | | | | | 0 |
| Handrails | | | | | | 0 |
| Ice Machine | | | | | | 0 |
| Interior Flags | | | | | | 0 |
| Landscape | 10,000 | | | | | 10,000 |
| Lighting System | 50,000 | 200,000 | 200,000 | | 100,000 | 550,000 |
| Lockers | | | | | | 0 |
| Locker rooms | | | | | | 10,000 |
| Material Handling | 10,000 | | | | | 10,000 |
| Carts | | | | | | 0 |
| Mechanical, Plumbing & Electrical | | | | | | 0 |
| Faucet Replacement | | | | 72,500 | 72,500 | 145,000 |
| | | | | | | 0 |

Solar4America Ice at San Jose
5 Year Capital Budget

SJAA Board Meeting
March 22, 2017
Agenda Item 4.4.a.

| | 2017/18 | 2018/19 | 2019/20 | 2020/21 | 2021/22 | TOTAL |
|---|------------------|----------------|------------------|----------------|----------------|------------------|
| Boiler | | | 24,610 | | | 24,610 |
| Chilled Water Pumps | | | | 24,310 | | 24,310 |
| Chilled Water Valves | | | | | | 0 |
| Cooling Tower | | | 76,039 | | | 76,039 |
| Building Automation System | | | | | | 0 |
| Exhaust Fan Motors | | | | 20,000 | 20,000 | 40,000 |
| Dehumidifiers | | | | | 120,000 | 120,000 |
| Ice Chiller Plant | 1,900,000 | | 266,800 | | | 2,166,800 |
| Water Treatment Center | | | | | | 0 |
| Hot Water Pumps | | | | 24,310 | | 24,310 |
| Drinking Fountains | | | | | | 0 |
| HVAC | | | | | | 0 |
| South - Zamboni Room - Concrete Re-Work | | | 20,100 | | | 20,100 |
| Transformers | | | 17,926 | | | 17,926 |
| Netting | | 15,000 | | 63,365 | | 63,365 |
| Office Equipment | | | | | | 15,000 |
| Outdoor Sign | | | | | | 0 |
| Painting | 42,000 | 32,000 | 40,000 | 32,000 | 32,000 | 178,000 |
| Seal Exterior Block | | | | | | 0 |
| Parking | | | | | | 0 |
| Restrooms - Tile, Partitions | 18,000 | | 12,080 | | | 60,080 |
| Shower Floors | 35,000 | | | 30,000 | | 35,000 |
| Roof | 10,000 | | | | | 10,000 |
| Rubber Floor | 25,000 | | | | 314,368 | 339,368 |
| Scoreboard | | | 21,344 | 30,000 | | 51,344 |
| Security | 36,000 | | 22,000 | | | 58,000 |
| Skates/Racks | | | | | | 0 |
| Telecommunications Systems | | | | | | 0 |
| Tempered Glass | | | | | | 0 |
| Plexiglass | 20,000 | 53,360 | | | | 73,360 |
| Trash Containers | | | | | | 0 |
| Zamboni | | 110,000 | 150,000 | | | 260,000 |
| Unanticipated Repairs | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 | 375,000 |
| TOTAL | 2,339,000 | 582,969 | 1,090,939 | 498,985 | 872,868 | 5,384,761 |

San Jose Arena Authority

Memorandum

To: Members of the Arena Authority Board of Directors
From: John Kennett, Co-Chair, San Jose Municipal Stadium Committee *cmj/For*
Subject: Recommendations for and Updates on Capital Repairs at San Jose Municipal Stadium
Date: March 1, 2017

Since 2008, the San Jose Arena Authority has served as custodian to the management agreement between the City of San Jose and the Baseball Acquisition Company (BAC/San Jose Giants) for San Jose Municipal Stadium, home of the San Jose Giants professional baseball team. Long considered a treasured community asset, the 75-year old stadium is one of the oldest professional baseball parks in the United States. (Among others, Chicago's Wrigley Field and Boston's Fenway Park are older.)

Although much is required to improve the current condition of the stadium, the stadium capital reserve fund, which is funded by the Giants annual payment to the City, is very limited. From a percentage of revenues from the 2016 season, the San Jose Giants will make a payment of \$39,300 to the City, with the payment being deposited into the City's stadium capital reserve fund.

On February 6th, the Arena Authority's San Jose Municipal Stadium Committee met with City staff and members of the San Jose Giants to discuss stadium capital budget issues. From that meeting, the following capital items are being recommended for funding from the City's stadium capital reserve fund:

FY 2017-18 Municipal Stadium Capital Repairs from Stadium Reserve Fund (\$39,300)

- Upgrade the stadium concourse restrooms
- Replace aging bench seats with individual fixed seats

In addition to the capital items to be funded through the stadium capital reserve fund, one other item is being considered by the City from a separate City funding source. Please see the item listed below:

FY 2017-18 Municipal Stadium Funding Submittal for City Consideration

- Prepare and repaint the stadium light standards (cost to be determined)

Finally, the San Jose Giants are fully funding and replacing their aging outfield scoreboard. The Giants have begun discussions with the appropriate City departments to ensure the successful installation of the stadium's new scoreboard. Please see funding information below:

San Jose Giants Funding Source (\$500,000)

- Install new digital stadium scoreboard in right-center field

Please also note that work continues on the FY 2016-17 capital improvements. The concourse sewer line work (coating and sealing the surface) is nearing completion. Additionally, the Giants and the City are looking into replacing grease traps in the food service area through a City funding source.

San Jose Arena Authority Board of Directors

March 1, 2017

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Following any action taken by the Arena Authority Board of Directors, Authority staff will forward the capital budget recommendations to the City. If you have any comments or questions about the stadium or the capital program, please feel free to contact Chris Morrissey.

- c. Bonny Duong, City Manager's Budget Office
Dan Keller, Department of Public Works
Lance Motch, San Jose Giants
Daniel Orum, San Jose Giants