

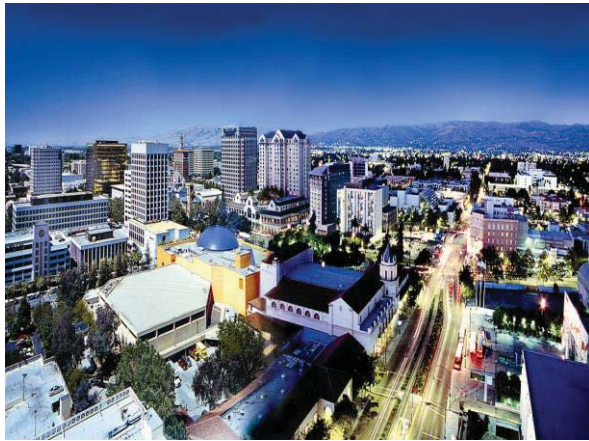
CITY OF SAN JOSE

2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

STRATEGIC LOCATION

Situated between the Diablo and Santa Cruz mountain ranges, the City of San José encompasses 180.2 square miles at the southern tip of the San Francisco Bay. San José's central location between San Francisco to the north and Monterey/Carmel to the south makes the "Capital of Silicon Valley" a gateway to adventures throughout California.



With a population of one million, San José is the 10th largest city in the nation.¹ Over 1.8 million people reside in Santa Clara County, of which San José is the county seat.

HISTORY

In November 1777, El Pueblo San José de Guadalupe became the first civil settlement in California. The settlement was mostly occupied by the Ohlone Indians along the Guadalupe River and Spanish settlers. At that time, San José was a farming community cultivating a number of different crops, which served the military communities in San Francisco and Monterey. In 1850, San José became the first capital of California, but this honor remained for only two years due to flooding in downtown and the lack of hotel capacity. Furthering San José's difficulties, the City was plagued with floods, earthquakes, and fires in the early 1900s. However, over the next century, San José experienced one of the most significant economic changes in California history, transforming from an agricultural community to what is known today as the "Capital of Silicon Valley."

QUALITY OF LIFE

San José's quality of life is unsurpassed. With an average of 300 days of sunshine per year and temperatures varying from an average of 50 degrees in January to an average of 70 degrees in July, those living and working in San José can enjoy the City's many attractions, cultural and performing arts, sports and recreation opportunities, and year-round festivals and celebrations. San José has received accolades from The Milken Institute, Forbes, The Atlantic, and other national media as the place to live and do business.

DIVERSITY

Diversity is a hallmark of San José. San José is a city proud of the cultural and ethnic diversity of its population and workforce and the rich cultural identity of its many neighborhoods. City residents speak more than 50 different languages.



¹ State of California, Department of Finance, E-1 Population Estimates for Cities, Counties and the State with Annual Percentage Change – January 1, 2014 and 2015. (Released May 2015)

CITY OF SAN JOSE

2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

DIVERSITY

Japantown is a popular tourist stop and a cornerstone neighborhood full of tradition. Little Saigon is a haven of Vietnamese-owned and operated businesses where customers and tourists can experience unique shopping experiences and diverse restaurants. Biblioteca Latinoamericana, one of the City's innovative library branches, boasts one of the largest collections of Spanish language materials in northern California. The City hosts many cultural festivals and numerous ethnic chambers of commerce are active in the community. According to the 2014 American Community Survey, residents of the City are 34% Asian, 33% Hispanic, 27% White, 3% African American, and 3% other.

EDUCATION

Sixteen public school districts and an estimated 300 private and parochial schools provide families with a range of educational choices. Innovative programs in local school districts include a nationally acclaimed performing arts magnet and concentrations in aerospace, international studies, math and science, and radio and television.



Higher education facilities in and around San José are distinguished. San José State University (SJSU) is California's oldest public university, founded in 1857. It offers strong programs in business, information technology, journalism, mass communications, and engineering, with SJSU graduating twice as many engineers annually as any nearby university. In addition, the collaboration between SJSU and the City of San José to construct and operate the Dr. Martin Luther King, Jr. Library (King Library), the first joint City/University library, earned the prestigious national title of Gale/Library Journal 2004 Library

of the Year. The King Library also received the National Medal for Museum and Library Service from the Institute of Museum and Library Services in 2011.

Area colleges include Santa Clara University, the State's oldest institution of higher private education, founded in 1851. Other excellent nearby universities include Stanford University, University of California at Berkeley, University of California at San Francisco, and University of California at Santa Cruz.

Seven community colleges serve the County of Santa Clara, offering a variety of two-year programs and work-ready certificate programs. Community-based programs like Metropolitan Education District and the Center for Employment Training fill the need for basic skills and job training.

ECONOMIC DIVERSITY

Perhaps more important than rankings and statistics, the term "Capital of Silicon Valley" describes not only a city and geographic region, but also a culture, an entrepreneurial energy, a spirit of innovation, and a symbol of opportunity. While San José and the greater Silicon Valley are largely

CITY OF SAN JOSE 2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

ECONOMIC DIVERSITY

associated with the technology industry, the City's business profile is diverse and healthy. San José is home to approximately 60,000 businesses employing a total of 400,000 workers in sectors ranging from advanced manufacturing to healthcare to software. Commercial, retail, industrial, professional, and service businesses all thrive in San José.

INTERNATIONAL

On the international front, San José attracts significant foreign investment from throughout the globe, particularly in information technology industrial sectors. San José is also a leading city in exporting goods and services. To expand international economic ties, the City maintains Economic Partnership Agreements with key international cities and regions that complement San José's economic profile in technological innovation and entrepreneurship.

TOURISM

Residents and visitors enjoy the City's many attractions year-round: museums, parks, sports, multicultural festivals, theme parks, shopping, and, of course, great hotels and restaurants. Attractions include the Tech Museum of Innovation, San José Museum of Art, Raging Waters, Happy Hollow Park & Zoo, Japanese Friendship Garden, Winchester Mystery House, and Children's Discovery Museum of San José.

SPORTS

Several professional sports teams call San José home: the Sharks, National Hockey League; the Earthquakes, Major League Soccer; the Barracuda, Minor League Hockey; and the Giants, Minor League Baseball. The City also has a state-of-the-art community ice center, golf courses, and parklands, including 57 miles of beautiful walking and biking trails.



TRANSPORTATION

San José/Silicon Valley has the following mass transportation options:

- The Norman Y. Mineta San José International Airport, located within minutes of downtown, serving an estimated 10 million passengers annually, with 12 major passenger airlines operating service to 29 domestic and six international destinations.
- The Santa Clara Valley Transportation Authority (VTA) carried a total of 44.1 million passenger trips in 2015 on its bus and light rail system.
- Caltrain, a commuter rail service with 32 stations, runs from Gilroy through San José and north to San Francisco, with an average weekday ridership of 58,000. Caltrain operates 92 weekday trains, including 22 Baby Bullet express route trains that travel from San José to San Francisco in less than an hour.
- Bay Area Rapid Transit (BART) and California High-Speed Rail both have planned routes to San José. In April 2012, construction began on phase one of the BART Silicon Valley Extension. Significant construction activities are underway, including major utility relocation throughout the project corridor, trench work at major project intersections, and ongoing construction at future station sites. Passenger service is scheduled to begin in 2017-2018.

CITY OF SAN JOSE

2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

BASIC CITY FACTS

FOUNDED: 1777; California's first civilian settlement
INCORPORATED: March 27, 1850; California's first incorporated City, and site of the first State capital

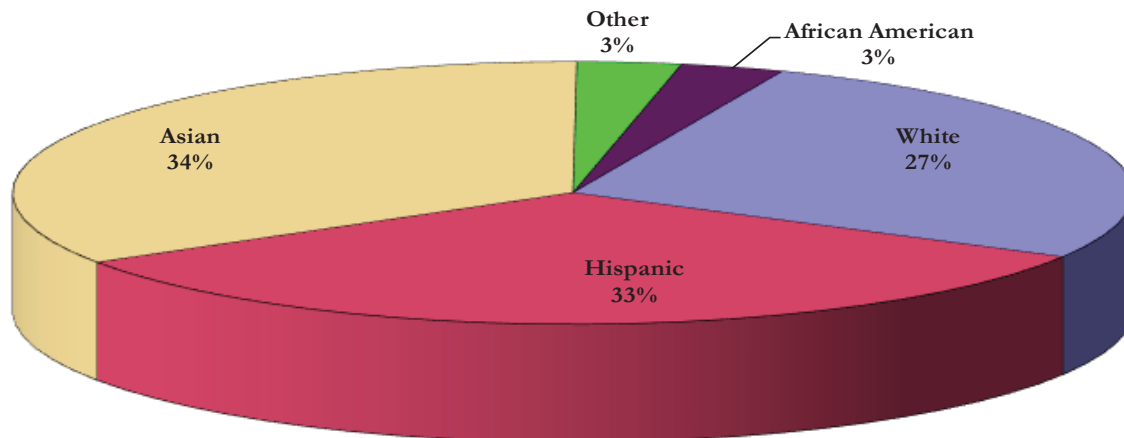
GENERAL DATA

Population ²	1,016,479
Registered Voters	385,928
Median Household Income	\$83,787
Miles of Streets	2,432
Miles of Alleys	2
Area of City (square miles)	180.2
Land Use:	
Single-Family	33.3%
Two-Family	2.3%
Multi-Family	6.5%
Mobile Home	0.8%
Commercial	5.1%
Industrial	7.6%
Government Institutions	2.8%
Airports	1.2%
Schools	4.5%
Parks/Open Space	8.6%
Roadways	20.9%
Mixed Use	0.8%
Undeveloped	5.6%



DEMOGRAPHICS

Breakdown of Race/Ethnicities (U.S. Census Bureau, 2014 American Community Survey 1-Year Estimates)

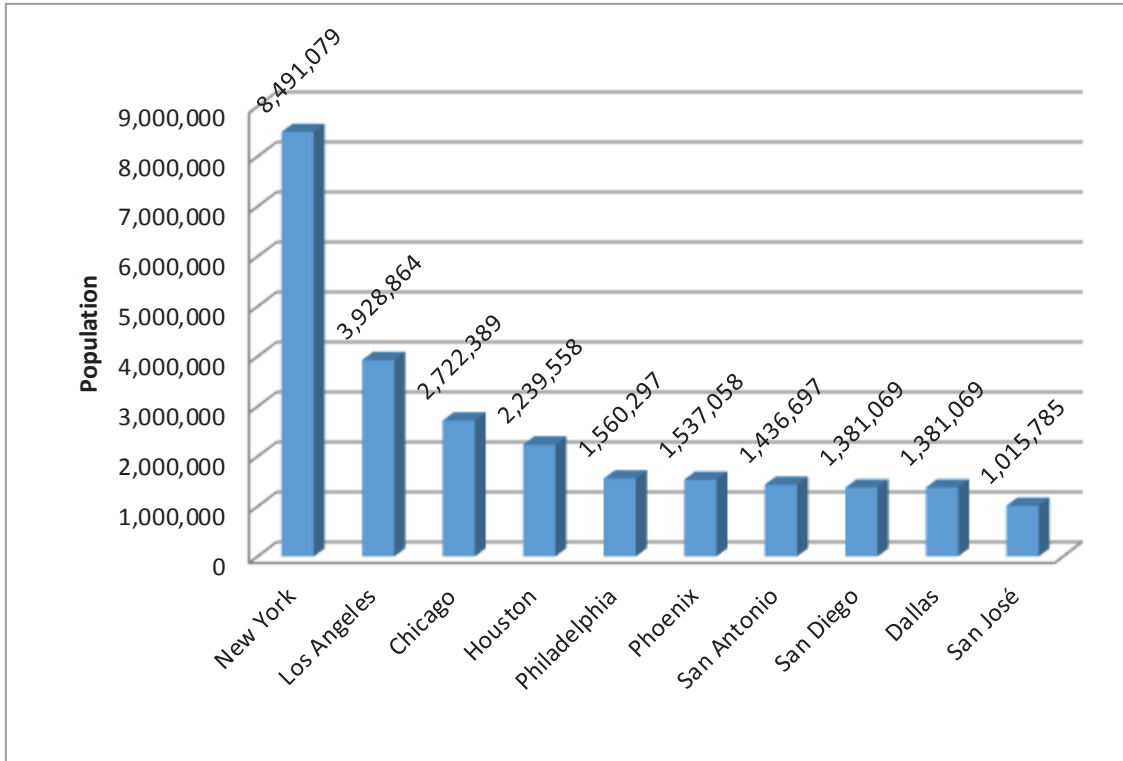


² State of California, Department of Finance, E-1 Population Estimates for Cities, Counties and the State with Annual Percentage Change – January 1, 2014 and 2015. (Released May 2015).

CITY OF SAN JOSE
2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

POPULATION OF 10 LARGEST U.S. CITIES



Source: U.S. Census Bureau – July 2014.

MAJOR EMPLOYERS

<u>Company</u>	<u>Number of Employees</u>
Santa Clara County	17,800
Cisco Systems	14,000
City of San José*	5,945
San José State University	4,300
Western Digital/HGST	3,000
eBay	2,800
Paypal, Inc.	2,800
IBM Corporation	2,800
Adobe Systems Inc.	2,100
Kaiser Permanente	2,100
Good Samaritan Health System	2,000
Target Corporation	1,900
Brocade Communication	1,700
Cadence Design Systems Inc.	1,600
Maxim Integrated Products	1,600

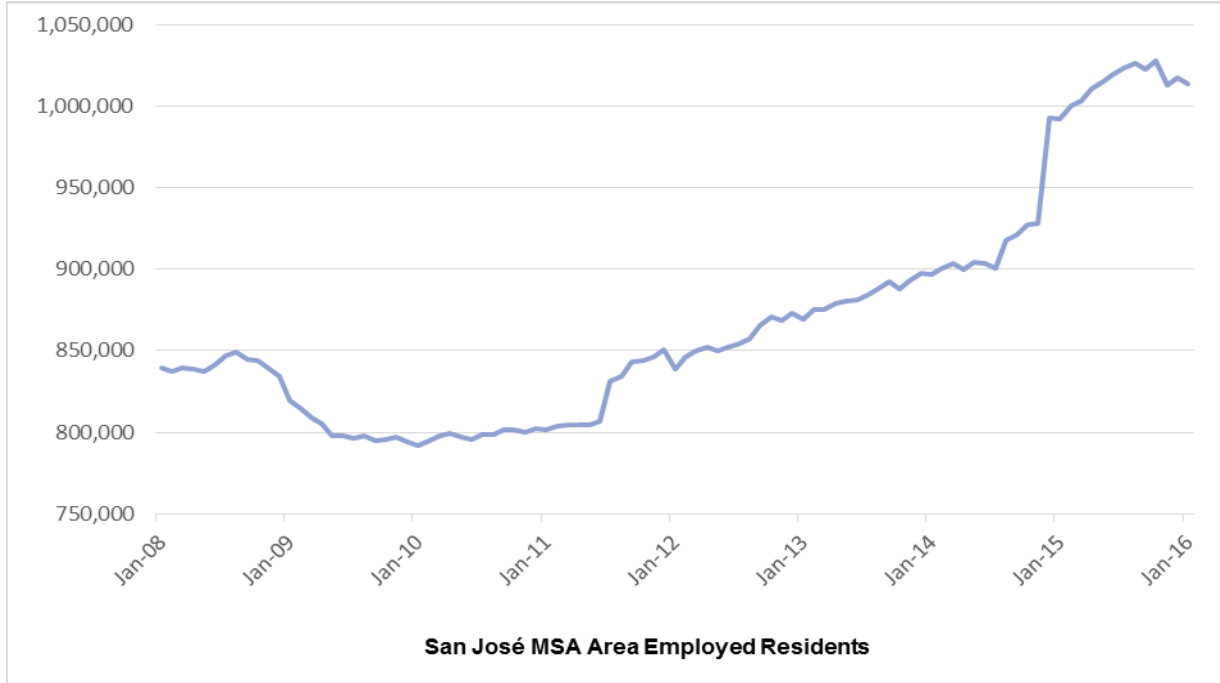
Source: City of San José, Office of Economic Development

* 2015-2016 Adopted Operating Budget

CITY OF SAN JOSE
2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

CITY OF SAN JOSE EMPLOYED RESIDENTS



Source: U.S. Census Bureau, California Employment Development Department

ANNUAL UNEMPLOYMENT RATES**

Unemployment Rates***	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
San José MSA	11.2%	10.0%	8.6%	7.0%	5.3%	4.5%	3.90%
State	12.4%	11.7%	10.5%	8.9%	7.5%	6.7%	5.60%
National	9.6%	8.9%	8.1%	7.4%	6.2%	5.6%	5.10%

** Average annual rates based on monthly employment statistics; 2016 reflects March data

*** Unadjusted unemployment rates

Source: U.S. Census Bureau, California Employment Development Department

CITY OF SAN JOSE
2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

AIRPORT*

Size	1,050	Approx. Acres
Terminals	2	
Runways	3	
Hours of Operation	24	
Flights in 2015-2016 (estimated):		
Commercial Airline Operations	76,050	
Cargo Commercial Airlines Operations	1,570	
Taxi/Commuter Commercial	19,055	
General Aviation	34,670	
Military Flights	241	
Landings per Day in 2015-2016 (estimated):		
Commercial	132	
General Aviation	47	
Number of Passengers in 2015-2016 (estimated):	10.0	Million
Public Parking Spaces:		
Hourly Parking	2,500	
Daily Parking	1,360	
Economy Parking	1,670	
Services:		
Passenger Airlines	12	
All-Cargo Airlines	2	
General Aviation Based Aircraft	136	



ENVIRONMENT AND UTILITIES*

Miles of Municipal Sewer Mains		2,308
Number of Water Pollution Control Plants ³		1
Number of Square Miles the Sanitary Sewer System Spans		179.8
Gallons of Wastewater the Plant has the Capacity to Treat Per Day		167.0 Million
Gallons of Wastewater Treated Per Day		92.0 Million
Number of Municipal Water Systems ⁴		1
Water Services in Municipal Service Water Area		26,700
Miles of Water Mains		345
Gallons of Potable Municipal Water Delivered		5.0 Billion
Gallons of Recycled Municipal Water Delivered		1.4 Billion
2015-2016 Recycled Materials:		
Tons of Paper	46,609	
Tons of Glass	16,069	
Tons of Cardboard	11,651	
Tons of Metals	4,030	
Tons of Plastics	6,317	
Tons of Other Materials	<u>563</u>	
Total Tons of Recyclables	85,239	



* Current Counts or 2015-2016 Year-End Estimates

³ Serving the San José, Santa Clara, Milpitas, Campbell, Cupertino, Los Gatos, Saratoga, and Monte Sereno areas.

⁴ Serving the Evergreen, North San José, Alviso, Edenvale, and Coyote Valley areas. Other areas served by private water companies.

CITY OF SAN JOSE
2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

ENVIRONMENT AND UTILITIES*

2015-2016 Recycled Materials:	
Multi-Family Dwelling Tons Composted	58,384
Single-Family Dwelling Tons Composted	42,274
Tons of Yard Trimmings	115,682
Tons of Used Motor Oil	229
Tons of Used Oil Filters	24

FIRE*

Fire Stations	33
Companies	40
Squad Cars	5
Equipment	
Engines:	
Front Line	30
Relief	15
Trucks:	
Front Line	9
Relief	4
Brush Patrol Apparatus:	
Front Line	7
Relief	6
Aircraft Rescue and Firefighting Apparatus:	
Front Line	2
Relief	1
Urban Search/Rescue and Hazmat Apparatus:	
Front Line	3
Auxiliary Apparatus	90
Emergency Medical Calls	54,000
Fire Safety Code Inspections	15,000
Fires	1,950



LIBRARIES*

Number of Outlets:	
Main Library	1
Branches	23
Items Checked Out (Circulation)	9,705,777
Electronic Resources Checked Out (Circulation)	546,503
Books (Inventory)	1,754,959
Audio Visual Materials (Inventory)	404,117



PARKING*

Parking Meters	2,566
Parking Lots (967 total spaces)	6
Parking Garages (6,182 total spaces)	8

* Current Counts or 2015-2016 Year-End Estimates

CITY OF SAN JOSE
2016-2017 PROPOSED OPERATING BUDGET

SAN JOSE AT A GLANCE

PARKS, RECREATION AND NEIGHBORHOOD SERVICES*

Park Sites**	200
Basketball Hoops	152
Bocce Ball Courts	14
Exercise Courses	35
Handball Courts	7
Horseshoe Pits	17
Lawn Bowling Greens	13
Volleyball Courts	12
Skate Parks	7
Multi-Use Fields	98
Swimming Pools	6
Tennis Courts	92
Park Acreage**	3,487
Playgrounds**	263
City-Operated Community Centers	12
Partner-Operated Re-Use Sites	39
Public Golf Courses	3
Gymnasiums	9
Fitness Rooms	6
Youth Centers	6
Walking and Biking Trails (miles)	58
Total Participation in Recreation Programs at Community Centers	662,413
Total Participation in Recreation Programs at Re-Use Centers	21,500



POLICE*

Police Stations	1
Community Policing Centers	3
Police Marked Vehicles	328
Motorcycles	52
Horses	3
Dogs	12
Aircraft:	
Helicopter	1
Fixed Wing	1
Number of Emergency Calls Received	563,000
Number of Non-Emergency Calls Received	385,000
Cases Assigned Per Year	22,000



* Current Counts or 2015-2016 Year-End Estimates
 ** Data represents City services (excludes school data)