



Memorandum

TO: MAYOR REED

FROM: Councilmember Pierluigi Oliverio

SUBJECT: BUDGET DOCUMENT

DATE: May 23, 2011

Approved

Date

5/23/11

RECOMMENDATION

That the following recommendation be enacted.

Proposal

Program/Project Title: **Change the use of Healthy Neighborhood Venture Fund (HNVF)**

Amount of City Funding Required: **Please see description/options provided below**

Fund Type **HNVF**

Anticipated Outcomes: Requested funding changes would affect benefits or services for San José residents, businesses, community groups, etc., as described below: (Use as much space as required.)

HNVF

The Healthy Neighborhood Venture Fund (HNVF) began in in the late 1990's/early 2000's. These monies are a result of the tobacco industry settlement. At that time, other municipalities used these funds to pay for infrastructure costs. San Jose, however, decided to use these costs on starting a new program called HNVF. For the past decade, the City has given out tens millions of dollars to non-profit/charity groups with limited oversight. Further, the majority of these monies goes to pay for the staff of the non-profits/charity's rather than to the services themselves. Instead of having these funds go to groups outside of the City's Charter, these funds should be spent within the City and used for the purposes I have listed below.

I suggest using the millions of dollars on services within the City of San Jose Charter as listed below:

- 6 police officers
- 2 Attorneys
- 2 planners (focused only on economic development)

- 1 City Clerk
- 1 Auditor
- 1 Information Technology

Funding Source

Program/Project Title: **HNVF**

Amount of City Funding Change: **Please see above**

Fund Type (i.e. General Fund, C&C funds, etc.) **HNVF**

Anticipated Outcomes: Requested funding changes would affect benefits or services for San José residents, businesses, community groups, etc., as described below: (Use as much space as required.)

See above

Department or Organization: **HNVF**

Department or Organization Contact (Please list contact information for the individual that certified cost estimates contained within your recommendation.)

Not applicable

This change is:

 One-time **X Ongoing**

The City Service Area to which the change best relates:

- X Community and Economic Development Services**
- Environmental and Utility Services
- Neighborhood Services
- Public Safety
- Strategic Support
- Transportation and Aviation Services