

Exhibit 1
City of Milpitas

Annual Report of Development Fees and Expenditures for the
Fiscal Year ended June 30, 2018

Traffic Impact Fee

Description:

In order to implement the goals and objectives of the City of Milpitas General Plan and to mitigate the traffic impacts caused by new development in the City of Milpitas, certain roadways such as Montague Expressway and Calaveras Boulevard must be widened.

Fee:

The amount of the fee as of June 30, 2018 was as follows:

Area Covered	Type of Dwelling	Amount
Citywide except TASP to widen Montague Expressway		\$1,024 per PM peak trip
Citywide except TASP to widen Calaveras Boulevard	Residential 5 or more units	\$266 per dwelling unit
	Retail Development of 1,000 or more square feet	\$803 per thousand square feet
	Office Development of 1,000 or more square feet	\$685 per thousand square feet
	Other Uses	A focused nexus study will be required

Exhibit 1- continued
Traffic Impact Fee Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances for
Fiscal Year 2017-2018

Fees collected and interest earned:

Revenues

Traffic Fees	\$313,452
Interest	<u>23,512</u>
 Total Revenues	 <u>336,964</u>

Fees expended on public improvement:

Expenditures:

Total Expenditures	_____ 0
Excess/(deficiency) of revenues over/ (under) expenditures	366,964
 <u>Beginning and ending balance:</u>	
Fund Balance, beginning of year	<u>1,697,233</u>
 Fund Balance, end of year	 <u>\$2,034,197</u>

CIP Number	Project Description	% of the project funded with development fees	Construction Commencement Date
4179	This project provides a fourth through lane in each direction on Montague Expressway at Great Mall Parkway. It also includes adding one westbound lane on Montague Expressway from Hwy 680 to UPRR rails, however, these limits may be revised due to right of way availability	17%	1996
4258	This project will replace the existing roadway bridges between Milpitas Boulevard and Abel Street. These bridge structures were constructed over 40 years ago are reaching their design life. In addition these structures do not have adequate bicycle and pedestrian facilities. The replacement bridge structures will be wider to include 3-lanes, 10 foot sidewalls and 6 foot bike lanes in each direction. Calaveras Boulevard is a State Route and the City would be the local sponsor of this project. The City would provide a local funding match generated through Traffic Impact Fees.	100%	No construction commencement date has been identified due to insufficient funds collected.

Inter-fund transfer or loan made description:

None

Refunds made from surplus fees and amount of any allocations made:

None

Exhibit 2
Annual Report for the Transit Area Specific Plan (TASP) Impact Fee
Fiscal Year ended June 30, 2018

Description:

Based on Resolution No. 8344 Exhibit A Transit Area Development Impact Fee Update Report prepared by Economic & Planning Systems, Inc., dated February 2014, the purpose of the Transit Area Specific Plan Impact fee is to fund the planning and development (as described in the Report) of an approximately 437-acre area in the southern portion of the City near the Great Mall shopping center to support more residents and workers with appropriately scaled utilities, parks community facilities, and roadways.

Fee:

The amount of the fee per February 2014 Transit Area Development Impact Fee Update:

Type of Dwelling	Amount
Residential	\$32,781 per unit
Retail	\$22.80 per square foot
Office	\$36.60 per square foot

Exhibit 2- Continued

Transit Area Specific Plan (TASP) Impact Fee Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances for
Fiscal Year 2017-2018

Fees collected and interest earned:

Revenues:

TASP Impact Fees	\$ 27,629,815
Interest	<u>427,476</u>
Total Revenues	<u>28,057,291</u>

Fees expended on public improvement (See table for % of cost funded with fees):

Expenditures:

1. CP 2004 - S. Milpitas Boulevard Extension	7,000,000
2. CP 2007 - Berryessa Creek Trail	(300,000)
3. CP 2008 - Montague Ped. Overcrossing at Piper Dr.	1,100,000
4. CP 5102 - McCandless Park	3,250,000
5. CP 7076 – Well Upgrade Project	2,075,000
6. Parks and Community Facilities	11,570,441
7. Water	57,063
8. Traffic	11,459
9. Interest on Interfund Loans	<u>47,542</u>
Total Expenditures	<u>24,811,505</u>
Excess (deficiency) of revenues over (under) expenditures	3,245,786
<u>Beginning and ending balance:</u>	
Fund Balance, beginning of year	<u>27,747,795</u>
Fund Balance, end of year	<u>\$30,993,582</u>

CIP/Item Number	Project Description	% of the project funded with development fees	Construction Commencement Date
2004	This project provides for the acquisition of land, design, construction, and administration for extension of S. Milpitas Boulevard including utilities from Montague Expressway to the edge of BART Station frontage. The City entered into an agreement on August 3, 2010 with the Valley Transportation Agency (VTA) to construct the project for the City in conjunction with the BART project. The BART project will also be responsible for the construction of the remaining portion of the road from the BART Station to Capital Avenue.	100%	2013
2007	This project provides for the design and construction of Reach 4, 5 and 6A of the Berryessa Creek Trail from Calaveras Blvd to San Jose City limits South of Montague Expressway. This project is identified and described further in the "Berryessa Creek Trail and Coyote Creek Trail Feasibility Report." The scope of work includes trail and accessibility improvements, intersection modifications and trail amenities. The project will be coordinated with the US Army Corp of Engineers/ SCVWD creek flood improvements project. It is also identified in the VTP 2040 Plan, as it provides a direct pedestrian/bicycle connection from the Town Center to the future BART station.	50%	No construction commencement date has been identified due to insufficient funds collected.
2008	This project provides for the construction of a pedestrian overcrossing (POC) over Montague Expressway at Piper Drive. The pedestrian overcrossing is part of the Transit Area Specific Plan (TASP) circulation infrastructure improvement that provides safe and convenient pedestrian circulation between the Milpitas BART station, Great Mall and surrounding residential developments.	50%	2016
5102	This project provides for a new public park adjacent a new MUSD elementary school located on McCandless drive in the Transit Area. The park will provide approximately 4 acres of City public park space, which will include play fields, athletic courts, parking, picnic area, play structure, and restrooms.	100%	2015
7076	This well upgrade program includes the installation of a new well and pump station at the City's McCandless Park site to serve the Midtown and Transit Area Specific Plan including future development.	31%	1996
6	Construction of Parks and Community Facilities related to the following residential projects: 1) Traverse located at Trade Zone Blvd., 2) Citation Homes- Amalfi located at Piper Dr. and Montague Expressway, 3) Pulte Homes- Milpitas Station located at S. Milpitas Blvd and Montague Expressway 4) 620 E. Capital and 5) 750 Capital.	100%	2015
7	Reclaimed Water	100%	2015
8	Traffic Signal	100%	2017
9	Interest on interfund loans advanced from Sewer and TOT funds.	100%	2015

Inter-fund transfer or loan made description:

None

Refunds made from surplus fees and amount of any allocations made:

None

Exhibit 3
Annual Report Storm Drain Fee
Fiscal Year ended June 30, 2018

Description:

The purpose of the storm drain fee is to fund facilities necessary to provide storm drain services, and revenues derived from the fee imposed by the City shall be used solely for that purpose. Prior to connection or discharge to any storm drain facility from a new development project, developers shall pay City a fee for connection/discharge to the City's storm drain system (Municipal Code XI-16). The developers may also be assessed with mitigation fee due to the impact to the storm drain system.

Fee:

The amount of the fee as of June 30, 2018 was as follows:

Type of Dwelling	Parcel Size	Per Parcel Fee
Connection Fees		
Single-family medium density	Equal or smaller than 8,710 square feet	\$1,100
Single-family low density	Between 8,711 and 43,560 square feet	\$1,916
Single-family	Between 1 acre and 4 acres	\$3,594
Single-family	Between 4 acre and 9 acres	\$4,792
Single-family	Greater than 9 acres	\$6,469
Multiple-family		\$16,771 per acre
Commercial, industrial, institutional, or mixed use sites		\$21,562 per acre
Schools with athletic fields		\$7,187 per acre
Parks		\$4,792 per park
Offsite Storm Mitigation Fee		Various depending on the agreed-upon impact assessment

Exhibit 3- continued
Storm Drain Development Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances for
Fiscal Year 2017-2018

Fees collected and interest earned:

Revenues:

Connection Fees	\$376,756
Interest	76,363
Funding returned from completed project	11,855
Operating Transfer In from General Fund	<u>500,000</u>
 Total Revenues	 <u>964,974</u>

Fees expended on public improvement (See table for % of cost funded with fees):
Expenditures:

CIP 3700 - Storm Drain Master Plan Update	65,000
CIP 3714 – Flap Gate Replacement	50,000
CIP 3715 – Storm Drain System Rehab 17-19	<u>1,000,000</u>
 Total Expenditures	 <u>1,115,000</u>

Excess (deficiency) of revenues over (under) expenditures	(150,026)
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Beginning and ending balance:

Fund Balance, beginning of year	<u>2,063,248</u>
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Fund Balance, end of year	<u>\$ 1,913,220</u>
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CIP Number	Project Description	% of the project funded with development fees	Construction commencement Date
3700	Prior work included storm drain system repairs at various locations and wetland riparian mitigation and maintenance work at Wrigley-Ford and Ford Creeks. The remaining work is required by Regional Water Quality Control Board and Army Corps of Engineer permits to inspect, repair, maintain, and submit reports on the Creek sites until February 2023.	100%	2008
3714	This project provides assessment and replaces and/or installs check valve assemblies at creek outfalls. The work also includes replacing deteriorated outfall piping.	100%	2017
3715	This project provides for the design, construction, and repair of storm drain systems at various locations due insufficient capacity and aging infrastructure. Work scope includes pump station rehabilitation work to electrical and mechanical systems.	71%	2017

Inter-fund transfer or loan made description:

None

Refunds made from surplus fees and amount of any allocations made:

None