TO: Mayor & City Council  FROM: Chief Pangelinan, Acting City Manager
RE: WEEKLY ISSUES UPDATE  DATE: July 14, 2017

BUILDING AND OCCUPANCY PERMITS: Building permits were issued to:

1. **Great Mall**, for the cosmetic upgrades to portals, entries, tower, exterior walls, exterior sliding doors and site signage located at 1100 South Main Street at an estimated construction cost of $5.4M.
2. **LPA Inc.**, for site improvements around (3) buildings located at 680, 880, 940 North McCarthy Boulevard at an estimated construction cost of $500,000.

Occupancy permit applications were submitted by four new businesses moving to Milpitas:

1. **Rajyoga Meditation & Research Center**, a meditation center located at 540 South Abel Street.
2. **ZL Technologies, Inc.**, a new software company located at 860 N McCarthy Blvd.
3. **iSHOP**, an administrative office for a food broker business moving from Fremont to 1768 Houret Court.
4. **Myriad Enterprises**, an office for a real estate investment business located at 1102 Wrigley Way.

CONSTRUCTIONS UPDATE:

**District 1, 7 story mixed use project with commercial retail space and 371 apartments by Lyon Community Developments, located at 1315 McCandless Drive:** Parking garage is substantially complete and roofing is in progress on the east portion of the project. Wood wall, floor and roof framing is close to completion. See the aerial photo (on the right) taken on June 26th.

**McCarthy Creekside Development, 5 single story high pile storage warehouse use shell buildings, total of 926,000 sf and 1 retail/restaurant building of 6,000 sf by McCarthy Ranch developer located at 625 North McCarthy Boulevard:** The photo on the left shows the concrete wall panels for the first building being prepared on top of the new concrete floor.
Bay Rock Storage, four new storage buildings located at 985 Montague Expressway: On Wednesday July 6th, a construction truck delivering concrete to the Bay Rock Storage project at 985 Montague Expressway overturned due to soft soil. Driver obtained only minor injuries and there was a small spill of fluid that required special clean up. See photo below.

Building and Safety Department on ISO (Insurance Services Office, Inc.) newsletter: City of Milpitas Building and Safety Department enhances streamline permit process, valuable customer service through use of technology.

Congratulations to the Milpitas Building & Safety Department for being recognized nationally for enhancing customer service through technology. Full publicized ISO Newsletter is found by clicking this link or copying and pasting this website address:


HUMAN RESOURCES DEPARTMENT UPDATES: Human Resources staff is working on plans for our annual Health Fair to be held during CalPERS Open Enrollment (September 11 – October 6).

CURRENT EMPLOYMENT OPPORTUNITIES: Human Resources is accepting applications this week for the following employment opportunities. Interested candidates can find positions at www.ci.milpitas.ca.gov/jobs and www.calopps.org in addition to the City of Milpitas LinkedIn page and @MilpitasCityJob Twitter account.

Open Competitive Opportunities:
- Associate Engineer (Land Development) – open until filled
- Building Inspector – continuous
- Communications Dispatcher Supervisor – open until filled
- Communications Dispatcher – open until filled

Transfer/Promotional Opportunities (only open to current City employees):
- Fire Captain – closes today, 7/14/2017
- Senior Public Works Lead – closed 7/13/2017
Temporary Opportunities:
- Adult Crossing Guard
- Fitness Instructor
- Head Swim Coach
- Public Works Inspector (Land Development)
- Recreation Leader: After the Bell Program
- Recreation Leader: Building Attendant
- Recreation Leader: Referee

UPCOMING EMPLOYEE TRAINING OPPORTUNITIES:

Employees are encouraged to sign up for the CalPERS Benefits Employee Event in Santa Clara on July 21-22 to learn about retirement and health benefits, including the importance of deferred compensation. Register at https://www.calpers.ca.gov/page/education-center/member-education/benefits-education-events/calendar

<table>
<thead>
<tr>
<th>TITLE</th>
<th>DATE/TIME</th>
<th>LOCATION</th>
</tr>
</thead>
<tbody>
<tr>
<td>CalPERS Webinar on Retirement Benefit Options</td>
<td>Wed., July 12, 2017</td>
<td>Committee Conference Room</td>
</tr>
<tr>
<td>ICMA Supervisory Practices Webinar Session #4: Team Building, Communicating, Leading Change</td>
<td>Thur., July 13,2017 10:00AM – 11:30AM</td>
<td>Committee Conference Room</td>
</tr>
<tr>
<td>Harassment Prevention Training</td>
<td>Mon., July 17, 2017 10:00AM – 12:00PM</td>
<td>Council Chambers</td>
</tr>
</tbody>
</table>

Class & Program Registration Revenue: Summer registration began March 28, 2017 and to date has brought in $683,070.94, which is 109% of last year’s Summer total. Summer registration continues until August 2017.

Special Events Update: This year’s Pool Party event consisted of music, games, fun and much more! The event was held at the Milpitas Sports Center pool area and offered FREE recreational swim to all attendees. This year’s pool party, from 1:00 to 4:00 pm had approximately 500 people in attendance.

July 4th Celebration would not have been complete without the Concert and Fireworks. Gates were opened at 5:00pm for presale tickets and 6:00pm for all others. The Concert and Fireworks event consisted of musical entertainment, supplied by Center Stage performers as an opening act from 6:30pm to 7:00pm and the main performers were The Houserockers, a 10-piece Rock & Soul band from Los Gatos. The Fireworks show lasted approximately 25 minutes. This year attendees were again able to purchase food from food trucks supplied by Food Truck Mafia. People who purchased food from the trucks were able to sit at the dining/seating area for the food truck area and enjoyed music by a local DJ. This year’s event had approximately 18,000 people in attendance between the Sports Center Sports Field, Cardoza Park and people outside the entrance.

Barbara Lee Senior Center: On Monday, July 10, a new program called Plaza Dancing began in the afternoon at the Senior Center. Plaza Dancing (also known as Square Dancing) is popular in China and is usually done in public areas (public squares). It is a form of coordinated exercise done to music.

The popular Oil Painting classes returned to the Senior Center after a brief hiatus! During the search for a new instructor, “Open Studio” sessions were scheduled for students to continue their painting and help each other if needed. Due to the popularity of the Open Studio sessions, staff will keep it in the available programming to compliment art class instruction!

A trip to Hakoni Gardens was on Wednesday, July 12 with 15 participants. During the trip, they had a guided tour of the estate and viewed a tea ceremony.

Upcoming Senior Center Events/Activities
July 19: VTA Info Table, 10:00am
July 20: Mindful Meditation, 10:00am
July 21: Ardenwood Farm Trip
Youth Programs:

Pre-K Enrichment – To date, Recreation and Community Services has received 157 enrollments for Pre-K Enrichment, Summer 2017. Summer registration is still in progress and we anticipate similar 2016 enrollment numbers by the end of the season.

Recreation Assistance Program (RAP) – The Recreation Assistance Program (RAP) offers financial assistance to Milpitas families that wish to participate in Recreation and Community Services programs. For the 2016-2017 funding cycle, 57 families were granted access to funding with a total of $6,425.50 awarded.

Summer Day Camp 2017 – To date we have received 1,677 camp registrations for Summer 2017. This is an increase of approximately 35% from last year’s reported registration (1,087 registrations Summer 2016).

Camp Golden Arrow and Camp Winnemucca are the City of Milpitas internal Day Camps. Each Wednesday Camp goes on a field trip and each Friday they enjoy a “Camp Mixer” with on-site entertainment. This Wednesday, July 12, Camp traveled to Alum Rock Park Youth Science Institute (YSI) for their field trip. On Friday, July 14, EarthCapades, an environmental awareness circus group, performed for our weekly “Camp Mixer.”

Camp Golden Arrow and Camp Winnemucca participated in the Milpitas Unified School District’s summer meal program. From June 12- July 21 (Monday-Friday, excluding Wednesdays), campers can enjoy a free meal provided by the Milpitas Unified School District (MUSD).

Aquatics: Aquatics staff hosted the “Waving the Red, White, and Blue” pool party on July 4, 2017 from 1:00PM-4:00PM. The Pool Party hit maximum capacity and received great positive feedback. Patrons were pleased with the decorations, number of staff on hand, the DJ, the jumper, and the cleanliness of the pool!

To date revenue received $192,114 for Summer 2017. This is an increase of approximately 11% from last year’s reported revenue of $170,860.91.

Sports Center: The new Adult Soccer League was a complete success this past Spring and will start their summer league with five teams registered. Games are played on the turf football field beginning July 15, 2017.

UPCOMING MILPITAS EVENTS:

<table>
<thead>
<tr>
<th>DATE &amp; TIME</th>
<th>WHAT</th>
<th>LOCATION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tuesday, July 18, 6:15pm to 8:15pm</td>
<td>Summer Concert #3: Sang Matiz (Performers)</td>
<td>Murphy Park</td>
</tr>
<tr>
<td>Thursday, July 27, 8:30pm</td>
<td>Last Movie Night Out: Finding Dory</td>
<td>Civic Center Plaza</td>
</tr>
<tr>
<td>Tuesday, August 1, 6:15pm to 8:15pm</td>
<td>Last Summer Concert: Bruce Guynn &amp; Big Rain</td>
<td>Murphy Park</td>
</tr>
</tbody>
</table>
BART Construction (at over 90% complete) will create intermittent traffic impacts in the following areas:

- **Montague Expressway:** Montague Expressway now has a street-level bridge that will pass over future BART that is in a trench below. To minimize impacts to the travelling public during peak commute hours in the AM and PM, all lanes will be open. The contractor for the County’s Montague Widening project, OC Jones, has completed their second stage of construction and they partially reopened South Milpitas Boulevard on February 5, 2017, for “right-in, right-out” only. For this 3rd phase of construction, there will be no left turns from or onto Montague Expressway.

- **Capitol Avenue:** SSH recently completed their final reconstruction of northbound Capitol Avenue with three through lanes starting just north of the BART trench. They have nearly completed the installation of the decorative TASP crosswalk to the Light Rail Station at the new South Milpitas Boulevard extension. Since the other VTA contractor (C671) left their lane closure in place, SSH plans additional single northbound lane closures and will shift those closures as needed to complete the new crosswalk installation across Capitol Avenue. Additionally, VTA announced another 2-month temporary closure of the Montague Light Rail Station which started May 22, 2017. SSH is making final modifications to accommodate the new elevator from the BART pedestrian overcrossing. During this closure, a shuttle is being provided between VTA’s Montague Light Rail Station and VTA’s Great Mall Transit Center. The shuttle schedules are listed below; and the location of the shuttle stops and route are on the map below:

  - Weekdays from 6:00 AM to 11:30 PM
  - Weekends from 7:00 AM to 11:30 PM
  - every 15 minutes before 8:30 PM and every 30 Minutes after 8:30 PM

- **Dixon Landing Road:** SSH completed the majority of their roadway improvements during the previous single lane closures and placed the permanent striping. A temporary left-turn lane, from southbound Milmont Drive, was installed through the median in order to provide an alternate access to the “7-11” shopping center. This was recently removed and the median was restored, since the alternate “7-11” driveway on Dixon reopened in mid-March 2016.

- **Piper Drive:** One lane in each direction was re-opened to the public since May 2, 2014. Single-lane closures may periodically be required to allow final improvements to the roadway and the at-grade UPRR crossing.
Entire BART alignment through City of Milpitas: Now that the tracks are fully energized, train testing can begin soon! Some of this testing will need to occur during the night and early morning hours. **VTA will notify the City at least a week prior to.**

Design & Construction

Projects Impacting the Public:

- **Alviso Adobe Phase V – Interior Restoration (CIP 5055):** This project provides for the restoration of the first floor of the Alviso Adobe. A design contract was approved by the City Council on August 16, 2016. The concept design was approved by PRCRC on February 6, 2017, and was approved by the City Council on May 16, 2017. The preliminary design is underway.

- **Marylinn Drive Sanitary Sewer Replacement (CIPs 6115 & 6116):** This project provides for the replacement of a 27" & 30" diameter sanitary sewer pipeline along Marylinn Drive and under I-880. The consultant is proceeding with a CIP design to line the existing pipes as a cost savings measure. 50% design plans were submitted and reviewed. 100% plans have been received and are ready for bid advertisement. The City is working with the SCVWD for issuance of an encroachment permit.

- **Milpitas Sports Center Pool Repairs (CIP 3408):** The project repaired and resurfaced three sports center pools. Construction was completed on time and within budget on May 5, 2016. Council approved initial acceptance of the project on September 20, 2016, and the project is in the one-year warranty period.

- **Light Rail Median Landscaping (CIP 2001):** This project provides for landscape improvements within the medians along Great Mall Parkway, from I-880 to the southern City limits. The new landscape will be irrigated with recycled water. The project was advertised in October, 2016 and two bids were received. The construction contract was approved by City Council on December 6, 2016. The Notice to Proceed to the contractor was issued on February 14, 2017. The contractor is currently installing concrete improvements, irrigation, and drainage systems for all islands. Planting for Island D, E, F (Abel Street to Montague Expressway) to start in late July.

- **Dempsey Road Water line Replacement (Projects 3709, 7100 & 7118):** This project provides for the replacement of portions of the water main and storm drainage line along Dempsey Road, between Yosemite Drive and Calaveras Boulevard, and depending of funding will install a recycled waterline along the alignment. The final design of the storm, water and recycled lines is underway.

- **237/McCarthy Boulevard Median Landscaping (CIP 4274):** This project provides for median landscaping and irrigation, for the medians at the 237/McCarthy Boulevard Interchange. A Funding Agreement, between VTA and the City, was executed in 2012 to provide funding for this project and to allow VTA to administer the construction. Staff is working with VTA, who will be administering the construction contract. Construction is expected to start by mid-July, 2017.

- **Milpitas Midtown East Parking Garage (CIP 3407):** The project provides for the electric motor operation of fire doors within the garage and library. The contractor has completed the installation of the new electrical panel and most of the related conduits. The contractor has installed 4 of the new 6 door operators. The door operator for the Library door, key switches, sensing edge, and backup battery has been installed. Construction is complete and the project was accepted on March 7, 2017 and is in the one-year warranty period.

- **Berryessa Creek Improvement Project (Army Corp of Engineers/SCVWD):** The Santa Clara Valley Water District (SCVWD) and the Army Corp of Engineers are completing the design for a project to improve Berryessa Creek, from south of Montague Expressway to State Route 237. The contractor is currently working along the South Side of Calaveras Boulevard and near Los Coches Street. The project is anticipated to be completed in 2018.
• **Sports Center Sports Fields (CIP 5104):** This project provided for the installation of a synthetic turf football/soccer field and a smaller multi-purpose field, including lighting and related furniture and equipment. Construction was completed, the project was accepted on February 7, 2017, and is in the one-year warranty period.

• **Higuera Adobe Park Renovation (CIP 5097):** This project provides for the renovation of the picnic area and replacement park play equipment. Parking lot surface improvements and ADA access improvements are also included. Start of construction was March 1, 2017 and the contractor is installing irrigation, preparing the soil for planting and installing new pavers in the new picnic area. The anticipated completion date is August, 2017.

• **Bridge Improvement Project (CIP 4271):** This project provides for the repair and resurfacing of City-owned bridges, as identified by Caltrans, as deficient and in need of maintenance. Construction is complete, the project was accepted on February 7, 2017, and is in the one-year warranty period.

• **Wrigley-Ford Creek Erosion Repair (CIP 3700 & 3706):** This project provided repair of erosion damage to the Wrigley-Ford creek riparian mitigation area. Construction is complete. Project was accepted by the City Council on November 15, 2016 and is in the one-year warranty period.

• **Cathodic Protection Improvement – Main Sewer Pump Station (CIP 7115):** This project provides for the installation of corrosion protection for the sewer force main system within the Main Sewer Pump Station, at North McCarthy Boulevard. The project will also evaluate the City-owned sewer force main system between the Main Sewer Pump Station, at North McCarthy Boulevard, and the San Jose Wastewater Treatment Plant, at Zanker Road. The evaluation is an update to the City’s 2012 Annual Survey and Cathodic Protection Condition Assessment. Bid package for advertisement for work within the Main Sewer Pump Station is underway.

• **McCandless Park (CIP 5102):** This project provides for a new public park, adjacent to the new Milpitas Unified School District Elementary School, located on the east side of McCandless Drive, south of Montague Expressway, 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. City and school staff continue to coordinate project related issues, including construction of a pedestrian bridge over East Penitencia Creek and a groundwater well on the new park. The City Council approved contract agreement with the park designer on February 21, 2017. Design phase started in mid-March 2017.

• **New Midtown Street Light Project (CIP 3430):** This project provides for the phased installation of Midtown standard decorative street lighting along South Main Street, from Carlo Street to Great Mall Parkway. The first segment of lighting design and installation will be from Carlo Street to just north of Corning Avenue. The engineering design phase commenced in January, 2017 for Segment 1 (from Carlo Street to Corning Avenue) and is anticipated to be completed in 2018.

• **Utility Underground 2017 Project (CIP 3425):** This project provides preliminary engineering, support services, and coordination to the Pacific Gas & Electric Company (PG&E) for the creation of a new Rule 20A Utility Underground District (UUD) on Corning Avenue, from South Main Street to North Abel Street and South Main Street from Corning Avenue to East Curtis Avenue. The new underground district will utilize PG&E’s Rule 20A funds for construction of the utility undergrounding of existing overhead pole mounted electric, cable, and AT&T lines along South Main St. and Corning Avenue. The City Council approved the Resolution creating the UUD on January 3, 2017. Staff has submitted documentation to PG&E to enter the Rule 20A program. PG&E estimates their design process will start in early 2018.

• **Daniel Court Water Main & Service Replacement (CIP 7110 & 7131):** This project will provide for the construction of waterline and service laterals and replacement of water meters and fire hydrants on both sides of Daniel Court, east and west of North Park Victoria Drive. The project was advertised in May and one bid was received. City Council award the construction contract to D&D Pipelines, Inc. on June 20, 2017. Construction to commence late July/early August.
- **TASP Underground Utility District (CIP 4281):** This project provides for the creation of a new utility underground district to underground existing overhead PG&E, Cable TV, and AT&T lines within TASP redevelopment area, along South Milpitas Blvd. and Montague Expressway. The new district would be administered by the City and the design and construction to be completed by PG&E, using the City's and County's Rule 20A funds. VTA is installing the new undergrounding substructure for AT&T and PG&E (at risk) as part of the BART project, at their cost. The City Council approved the Resolution creating the UUD on January 3, 2017. Staff is working with PG&E to implement the requirements for the district. PG&E estimates their design process will start in early 2018.

- **Well Upgrade (CIP 7076):** This project will provide for a new well within the City’s New McCandless Park, which is currently under design and is located east of McCandless Drive, south of Montague Expressway, in the Transit Area. The design and installation of the well will be executed in phases. Phase 1 design services will provide for the evaluation of the hydrogeologic characteristics of the McCandless site, including installation of a test bore hole. The designer will acquire a contractor to drill a test hole to verify aquifer volume and water quality in August-September 2017.

**Land Development (Private):**

<table>
<thead>
<tr>
<th>UNDER CONSTRUCTION (ONSITE &amp; OFFSITE) ACTIVE PROJECTS</th>
<th>IMPACT</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>District 2, Taylor Morrison, McCandless Drive (PJ2825):</strong> This is a medium density residential project off the northerly portion of McCandless Drive. McCandless Drive is now open for through access to the public. Staff is preparing the project for Council initial acceptance.</td>
<td>None</td>
</tr>
</tbody>
</table>
| **Metro, Pulte Home, 1401 South Milpitas Boulevard (PJ 1211):** This project will construct 318 residential units in total, at the intersection of the future Garden Street and South Milpitas Boulevard. Activities are:  
  - Lot 1 is under construction.  
  - Public improvements for South Milpitas Boulevard and Garden Street are near completion.  
  - Lots 2-4 is under construction.  
  - The landscaping plans have a retaining wall whose footing is encroaching into a sidewalk easement and there are several landscaping walls within the public service easements, staff is working on an encroachment agreement for these facilities. | Traffic delays on South Milpitas Boulevard |
<p>| <strong>Orchid, DR Horton, 31 South Milpitas Boulevard (PJ2812):</strong> This project will construct 80 single-family detached units with related infrastructure (water, sewer, storm drain and other utilities and improvements along Los Coches Street and Milpitas Boulevard). | None |
| <strong>Citation 1 (north portion of Piper Drive) (PJ2527):</strong> This project will construct 94 townhouse units and two apartment buildings, totaling 638 units. On-site construction is complete. Off-site improvements are under construction. The Multi Party C3 agreement is being routed to City Staff for signature. | No traffic impact |
| <strong>Traverse, K. Hovnanian, 569 Trade Zone Boulevard (PJ2874):</strong> This project will construct 207 residential townhome units on 12.5 acres of land with new public roadway system and a public park. They are looking to release the final unit and are currently in the process of reviewing the conditions of approval and addressing punchlist items from public works inspector. We are currently being held up by South Bay Water Recycling as they will not issue any recycled water meter permits until they have received and reviewed all off-site improvement plans showing major distribution lines. Utilities Section will take the lead. | No traffic impact |</p>
<table>
<thead>
<tr>
<th>Project Details</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Waterstone, Lennar Homes, 1494 California Circle (PJ2830, PJ1160):</strong> This project will construct 84 single-family residential units on an existing industrial site.</td>
<td>Possible traffic delays along California Circle and I-880 ramp.</td>
</tr>
<tr>
<td><strong>District 1, Lots 2, 3A and 4, Lyons, 1320 McCandless Drive, 1425 McCandless Drive, and 1310 McCandless Drive/1463 Centre Pointe Drive:</strong> This project will construct 3 high-density residential and mixed use projects. There is no activity on 3A and 4. Lot 2 has been submitted for site improvement permit and comments provided to applicant. On site irrigation plans have been reviewed and comments were provided.</td>
<td>Possible traffic delays on McCandless Drive and Great Mall Parkway.</td>
</tr>
<tr>
<td><strong>Piper, KB Homes, 1256 Piper Drive (PJ1122):</strong> This project will construct 98-townhome-style condominiums and 1-condominium tower with 210 units in the corner of Piper Drive and Garden Street. Revised on-site irrigation plans and off-site irrigation plans have been signed by the Assistant City Engineer. We are currently being held up by South Bay Water Recycling as they will not issue any authorization letters for use until they have received and reviewed all off-site improvement plans showing major distribution lines. The Utility staff is handling this process. Staff is working with the developer and PG&amp;E to resolve the issue of Condition of Approval (COA) #58. The applicant has submitted on-site and off-site joint trench and street light plans for 1st review.</td>
<td>Traffic delays on Piper Drive and Garden Street.</td>
</tr>
</tbody>
</table>

**UNDER CONSTRUCTION (ONSITE ONLY)**

<table>
<thead>
<tr>
<th>Project Details</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Murphy Ranch Townhomes, Lyons, and Coyote Creek (PJ2740):</strong> This project will construct 285 townhomes (approved as part of the Fairfield Project). Fine grading, underground work and site improvement construction are mostly completed. The developer will coordinate traffic control with the adjacent Fairfield project. Off-site improvements have been completed and accepted by the City Council with Cerano Apts. Final Occupancy punchlist (RW closeout) is in progress.</td>
<td>No traffic delays.</td>
</tr>
<tr>
<td><strong>District 1, Lyons (north portion of McCandless Drive) (PJ1134):</strong> This project is a mix-use commercial and high density residential development located at the northerly portion of McCandless Drive. Addendum #4 to the SI permit were submitted for their 3rd review and comments were provided, at issue the revised project frontage is not in conformance with the approved Tentative Map.</td>
<td>Traffic delays on Great Mall Parkway.</td>
</tr>
<tr>
<td><strong>Palazzo, KB Homes, 1200 Piper Drive (PJ1051):</strong> This project will construct 94 townhome-style condominiums at the northeast corner of Piper Drive and Garden Street. The project is nearly complete.</td>
<td>No traffic delays.</td>
</tr>
</tbody>
</table>