TO: Mayor & City Council       FROM: Chief Pangelinan, Acting City Manager
RE: WEEKLY ISSUES UPDATE       DATE: July 28, 2017

BUILDING AND OCCUPANCY PERMITS: Building permits were issued to:
1. FireEye, a cyber security System Company for expansion to their facility at the 2-story existing
   building located at 601 McCarthy Blvd at an estimated construction cost of $19.69M.
2. Valley Design & Construction Inc., for tenant improvement at the vacant building located at
   1831 Tarob Ct. in preparation for future tenant move-in at an estimated construction cost of
   $225,000.

Building permit applications were submitted by:
a) Al-Hilal Masjid & Community Center, for tenant improvement for their new community and
   religious center located at 374 Turquoise St. at an estimated construction cost of $750,000.
b) South Bay Construction Inc., for site improvements around the vacant building at 501 Sycamore
   Dr. in preparation for future tenant move-in at an estimated construction cost of $553,652.
c) California Diversified LLC, for tenant improvements at the vacant building located at 890
   McCarthy Blvd. in preparation for future tenant move-in at an estimated construction cost of
   $290,000.

Abest Tax Services Inc., an accounting & tax services office located at 1621 South Main Street
submitted an Occupancy Permit application.

The following businesses have received final inspection and are now open for operation:
a. TalkNFix, a kiosk in the Great Mall for mobile phones repair.
b. Hatifi General Installation Inc., a general office for installation of closets & locker system located
   at 53 Minnis Circle.
c. Pangea Legal Services, a legal office for immigration services located at 538 Valley Way.
d. Earth Island Institute dba Bay area Wilderness Training, a training office located at 471 Valley
   Way.

CONSTRUCTIONS UPDATE:

Waterstone, 84 single family
homes development by Lennar
developer located at 1494
California Cir.: Three more homes
have received final inspection and
are ready for the new owners to
move in. 43 homes are now
completed, 3 are models and 38 are
in various stages of completion.
See photo on the right.

Towns at Metro, 267 townhomes
development by Pulte Homes located at
1401 S Milpitas Blvd: The photo below
shows the three buildings which are in the
beginning framing stages. Plumbing and
fire sprinklers works are also underway.
See photo on the left.
Somont, a 4-story, 141 stacked flat condominium unit’s residential development by Lennar Homes located at 450 Montague Expressway: Wood framing for the seven condos buildings are in progress. See photo below.

Prynt, 25 townhomes style condominium including 5 live/work units development by Taylor Morrison located at 75 S Milpitas Boulevard: The photo below shows two out of three buildings foundations have been poured for the above project. See photo on the right.

Fire incident at Embassy Suites: The Building and Safety Department responded to a request by dispatch on Sunday, July 23, 2017 at about 9:45 AM to access the damage caused due to the explosion of bus duct between transformer and electrical equipment at Embassy Suites located at 901 E. Calaveras Boulevard. PG&E had shut off the power to the transformer and occupants had to be evacuated from the building. A notice of restricted access (yellow tag) was posted since the electrical power to the building was out. On Monday morning, July 24th, electrical permit was issued to the electrical contractor to install temporary generator, followed with inspection in an effort to supply electricity to the building and to allow occupancy. See photo on the left.
**POLICE DEPARTMENT UPDATE:** On Wednesday, July 26, 2017, the Traffic Safety Unit hosted a traffic safety presentation for about fifty (50) elementary school-aged children at the India Community Center located at 525 Los Coches Street. The topics included bicycle safety, scooter safety, use of helmets, and pedestrian laws since the start of school is right around the corner. A canine officer was on-duty, so the kids got to interact with a police canine at the end of the hour-long presentation.

The Police Community Relations Unit is preparing for the upcoming National Night Out, “America’s Night Out Against Crime”, held on Thursday, August 3, 2017 in the City of Milpitas. So far, there are forty-two (42) confirmed hosts. Milpitas residents interested in hosting a National Night Out neighborhood party or to obtain information should contact Officer John Muok at (408) 586-2526 or via email at jmuok@ci.milpitas.ca.gov.

**HUMAN RESOURCES DEPARTMENT NEWS:** The City’s applicant tracking system, www.CalOpps.org underwent a system update from July 21-24. Applicants for employment will need to create a new profile or request a new password for their existing profile. Applicants who have questions about recruitments should contact the City’s Human Resources Department at 408-586-3090 or for technical issues, contact CalOpps using the “Contact Us” link on their website.

Individualized Total Compensation Reports were distributed to employees this week. The Total Compensation Report is a three-year snapshot of employee’s earnings and benefits for calendar years 2014-2016. The report includes all compensation paid as well as benefit costs paid to benefit providers on behalf of employees. Employees who were hired after 2014 will have values that are prorated based on earnings, or will display “$0” displayed as earnings in the total columns.

**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.

<table>
<thead>
<tr>
<th>Open Competitive Opportunities</th>
<th>Temporary Opportunities</th>
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<tbody>
<tr>
<td>Associate Engineer (Land Development) – open until filled</td>
<td>Adult Crossing Guard</td>
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<tr>
<td>Building Inspector – continuous</td>
<td>Fitness Instructor</td>
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<td>Communications Dispatch Supervisor – open until filled</td>
<td>Head Swim Coach</td>
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<tr>
<td>Communications Dispatcher – open until filled</td>
<td>Public Works Inspector (Land Development)</td>
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<tr>
<td>Economic Development Specialist</td>
<td>Recreation Leader: Building Attendant</td>
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<td>Engineering Aide</td>
<td>Recreation Leader: Referee</td>
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<td>Human Resources Assistant</td>
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<td>Police Officer (entry-level and lateral)</td>
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<tr>
<td>Senior Accountant</td>
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**CURRENT EMPLOYEE TRAINING OPPORTUNITIES:**

Almost 100 employees have gone through Harassment Prevention Training this month! All City employees must be trained annually under the City’s EEOC Consent Decree. Our next two Harassment Prevention Training sessions are scheduled for:

- **Wednesday, August 30, 2017, 9:00-11:00, Committee Room; and**
- **Thursday, August 31, 2017, 10:00-12:00, Committee Room.**

<table>
<thead>
<tr>
<th>TITLE</th>
<th>DATE/TIME</th>
<th>LOCATION</th>
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<tbody>
<tr>
<td>ICMA Supervisory Practices Webinar Session #5: Strategic Planning, Managing Workflow, and Budgeting</td>
<td>Thur., July 27,2017 10:00AM – 11:30AM</td>
<td>Committee Conference Room</td>
</tr>
<tr>
<td>Wellness Seminar on Weight Management</td>
<td>Thur., July 27,2017 11:30AM – 12:30PM</td>
<td>Committee Conference Room</td>
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</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. 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 will be implemented next week (7/31-8/4) to allow final improvements to the roadway.

- **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 project was advertised and bid opening was July 19. No bids were received. Due to the pending October 15 deadline for work adjacent to Penitencia Creek as mandated by State Fish & Wildlife permit, the project is on hold until January 2018. The project will be re-advertised in January 2018 and Bid opening will be in February. Project construction is anticipated to start April 2018.

- **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 (Able St 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 the end of 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 will be in 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.

- **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.
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 awarded the construction contract to D&D Pipelines, Inc. on June 20, 2017. The notice to proceed for all construction was issued on 7/20/17. Construction is underway and the contractor is approximately 50% complete with new water main installation.

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.

Street Resurfacing 2017 Project (CIP 4284): This project provides for the localized repair of failed asphalt concrete pavement, resurface asphalt concrete pavement, install ADA compliant sidewalk ramps, repair damaged sidewalk, curb and gutter and reinstall pavement delineation on the following street segments:
   1) Milpitas Boulevard between Hanson Court and northerly City limit
   2) Dixon Landing between Milpitas Boulevard and 400 feet east of Milmont Drive.

This project will also include localized repair of failed asphalt concrete pavement on the following street segments:
   1) McCarthy Boulevard between Ranch Drive and northerly City limit
   2) Abbott Avenue between Calaveras Boulevard and Rudyard Drive
   3) Main Street between Corning Avenue and Curtis Avenue
   4) Yosemite Drive between Milpitas Boulevard and Vista Way
   5) Dempsey Road between French Court and Landess Avenue
   6) Tasman Drive between Alder Drive and I-880 Overpass

City Council awarded the project to O’Grady Paving, Inc. on June 20, 2017. Construction to begin in early August.

Land Development (Private):

<table>
<thead>
<tr>
<th>UNDER CONSTRUCTION (ONSITE &amp; OFFSITE) ACTIVE PROJECTS</th>
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<tbody>
<tr>
<td>DESCRIPTION</td>
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<tr>
<td><strong>District 2, Taylor Morrison, McCandless Drive (PJ2825):</strong></td>
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<tr>
<td><strong>Metro, Pulte Home, 1401 South Milpitas Boulevard (PJ 1211):</strong></td>
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<tr>
<td><strong>Orchid, DR Horton, 31 South Milpitas Boulevard (PJ2812):</strong></td>
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<tr>
<td>Citation 1 (north portion of Piper Drive) (PJ2527): 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 complete and executed.</td>
</tr>
<tr>
<td>Traverse, K. Hovnanian, 569 Trade Zone Boulevard (PJ2874): 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.</td>
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<tr>
<td>Waterstone, Lennar Homes, 1494 California Circle (PJ2830, PJ1160): This project will construct 84 single-family residential units on an existing industrial site.</td>
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<td>District 1, Lots 2, 3A and 4, Lyons, 1320 McCandless Drive, 1425 McCandless Drive, and 1310 McCandless Drive/1463 Centre Pointe Drive: 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>
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<tr>
<td>Piper, KB Homes, 1256 Piper Drive (PJ1122): This project will construct 98-townhome-style condominiums and 1-condominium tower with 210 units at 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>
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**UNDER CONSTRUCTION (ONSITE ONLY)**

| Murphy Ranch Townhomes, Lyons, and Coyote Creek (PJ2740): 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. | No traffic delays |
| District 1, Lyons (north portion of McCandless Drive) (PJ1134): 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. | Traffic delays on Great Mall Parkway |
| Palazzo, KB Homes, 1200 Piper Drive (PJ1051): This project will construct 94 townhome-style condominiums at the northeast corner of Piper Drive and Garden Street. The project is nearly complete. | No traffic delays |