



Memorandum

TO: HONORABLE MAYOR
AND CITY COUNCIL

FROM: Albert Balagso

SUBJECT: ANIMAL SERVICE AGREEMENT
WITH THE CITY OF MILPITAS

DATE: 05-22-06

Approved

Deanna Santana

Date

5/26/06

City-Wide

RECOMMENDATION

Adoption of a resolution authorizing the City Manager to negotiate and execute an agreement with the City of Milpitas to provide the City of Milpitas with animal care services from the City of San José Animal Care and Services Division of the Parks, Recreation and Neighborhood Services Department for the period between July 1, 2006 to June 30, 2009, in the amount of \$624,541.

OUTCOME

In consideration for compensation in the amount of \$624,541, for the period July 1, 2006 to June 30, 2009, the City will provide specified animal care services to the City of Milpitas.

BACKGROUND

The City of San José has provided animal care services to the City of Milpitas continuously since July 1, 2001. These services include response to emergency calls, pick up of stray and dead animals, quarantine bite incidents and other field activities, animal licensing, and animal sheltering services.

The City of Milpitas has approximately 63,000 residents. In fiscal year 2004-2005, the City of San José responded to 1,121 calls for service and handled 795 live animals for the City Milpitas. These same services are currently provided in fiscal year 2005-2006 for \$189,991. It is anticipated that the population in Milpitas will grow at a rate of 3% per year during the next several years resulting in an increase in need for animal care services.

ANALYSIS

An agreement with the City of Milpitas would continue the provision of animal care services for the period July 1, 2006 to June 30, 2009. The animal care services include field services, dead animal pick up, response to emergency calls, pick up of confined and injured animals, response to

complaints, and provision of shelter and veterinarian care. Investigation services are to be referred to the appropriate Milpitas code enforcement agency. In addition, the residents of Milpitas will have access to San José's low cost public spay neuter clinic.

In consideration of the anticipated increase in Milpitas' population, providing Milpitas residents access to the spay and neuter clinic, and the cost of living increases, the City will be seeking a 13% increase in compensation compared to the most recent agreements. This increase will be phased in over the three-year term of the agreement.

COORDINATION

This memorandum was coordinated with the City Manager's Office and the City Attorney's Office.

COST IMPLICATIONS

The agreement will provide that the City of Milpitas compensate the City of San José the following amount for the period of July 1, 2006 through June 30, 2009.

FY 2006-2007	\$201,380
FY 2007-2008	\$207,432
FY 2008-2009	\$215,729
Total Revenue to City	\$624,541

The total compensation to the City of San José for the three-year agreement will offset the City of San José's expenses associated with delivery of the service. This General Fund revenue was anticipated and included in the 2006-2007 Proposed General Fund revenue estimates.

CEQA

Not a project.



ALBERT BALAGSO
Acting Director of Parks, Recreation
and Neighborhood Services