

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, MAY 18, 2021**



**CITY HALL KIVA
3939 N. DRINKWATER BOULEVARD
SCOTTSDALE, AZ 85251**

CALL TO ORDER

Mayor David D. Ortega called to order a Regular Meeting of the Scottsdale City Council at 5:01 P.M. on Tuesday, May 18, 2021.

ROLL CALL

Present: Mayor David D. Ortega; Vice Mayor Betty Janik; and Councilmembers Tammy Caputi, Tom Durham, Kathy Littlefield, Linda Milhaven (participated telephonically), and Solange Whitehead

Also Present: City Manager Jim Thompson, City Attorney Sherry Scott, Acting City Treasurer Judy Doyle, City Auditor Sharron Walker, and City Clerk Ben Lane

PLEDGE OF ALLEGIANCE – Councilwoman Whitehead

MAYOR'S REPORT

Mayor Ortega reported that, in light of Centers for Disease Control and Prevention Guidelines, he withdrew Scottsdale's face covering mandate. Mayor Ortega encouraged everyone to get vaccinated and noted that limited attendance rules in city facilities will continue until the COVID-19 infection rates decrease further.

Mayor Ortega announced that after more than ten years as Scottsdale's Poet Laureate, Bob Frost was designated as Poet Laureate Emeritus. Therefore, the City is searching for its next Poet Laureate. The Mayor encouraged local poets to log on to ScottsdaleAZ.gov and search "Poet Laureate" to find details on how to apply.

Mayor Ortega presented a token of appreciation to Acting City Treasurer Judy Doyle for her service and dedication during the last several months.

NOTE: MINUTES OF CITY COUNCIL MEETINGS AND WORK STUDY SESSIONS ARE PREPARED IN ACCORDANCE WITH THE PROVISIONS OF ARIZONA REVISED STATUTES. THESE MINUTES ARE INTENDED TO BE AN ACCURATE REFLECTION OF ACTION TAKEN AND DIRECTION GIVEN BY THE CITY COUNCIL AND ARE NOT VERBATIM TRANSCRIPTS. DIGITAL RECORDINGS AND CLOSED CAPTION TRANSCRIPTS OF SCOTTSDALE CITY COUNCIL MEETINGS ARE AVAILABLE ONLINE AND ARE ON FILE IN THE CITY CLERK'S OFFICE.

PUBLIC COMMENT – Lisa Sampson spoke about the historic value of the student artwork at the former Tonalea Elementary School site and expressed concern with Scottsdale Unified School District's proposed lease with Phoenix Rising Youth Soccer.

MINUTES

Request: Approve the Work Study Session Minutes of April 13, 2021; Special Meeting Minutes of April 13, 2021; and Executive Session Minutes of April 13, 2021.

MOTION AND VOTE - MINUTES

Vice Mayor Janik made a motion to approve the Work Study Session Minutes of April 13, 2021; Special Meeting Minutes of April 13, 2021; and Executive Session Minutes of April 13, 2021. Councilmember Durham seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

CONSENT AGENDA

1. **Fate Brewing Company Liquor License (25-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for an existing location and owner, and new license series.
Location: 7337 E. Shea Boulevard, Suite 105
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
2. **Jazzbird Liquor License (26-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a location/owner transfer of a Series 7 (beer and wine bar) State liquor license for an existing location with a new owner.
Location: 8445 E. Hartford Drive
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
3. **Rockefeller Liquor License (27-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for an existing location with a new owner.
Location: 8260 N. Hayden Road, Suite A100
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
4. **Namaste Indian Restaurant Liquor License (28-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for a new location and owner.
Location: 20851 N. Scottsdale Road, Suite D102
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

- 5. Simply Thai Kitchen Liquor License (29-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for an existing location with a new owner.
Location: 8989 E. Via Linda, Suite 101
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 6. Roadway Easement Abandonment (2-AB-2021)**
Request: Adopt **Resolution No. 12142** authorizing the abandonment of the 25-foot-wide Easement for future roadway located on a property with Single-Family Residential (R1-35) zoning.
Location: 7601 E. Thunderbird Road
Staff Contact(s): Randy Grant, Planning, Economic Development and Tourism Director, 480-312-2664, rgrant@scottsdaleaz.gov
- 7. Princess Metering Station Rehabilitation Project Construction Phase Services Contract**
Request: Adopt **Resolution No. 12128** authorizing Construction Manager at Risk Contract No. 2020-192-COS-A2 with Currier Construction, Inc., in the amount of \$1,662,582.68, for the third of three Guaranteed Maximum Price proposals to provide construction phase services for the Princess Metering Station Rehabilitation project.
Location: 911 N. Stadem Drive (South of the Hontz Fire/Police Training Facility)
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
- 8. Engineering Services Contract for the Repair Lakes and Irrigation at Vista del Camino Park in the Indian Bend Wash Project**
Request: Adopt **Resolution No. 12158** authorizing Contract No. 2021-054-COS with J2 Engineering and Environmental Design, LLC., in the amount of \$730,771, for engineering services for Bond 2019 Project 23 – Repair Lakes and Irrigation at Vista del Camino Park in the Indian Bend Wash.
Location: Lower Indian Bend Wash from Murray Lane south to McKellips Road
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
- 9. Desert Mountain Club Revocable Parking and Driveway License Agreement**
Request: Adopt **Resolution No. 11830** authorizing Agreement No. 2020-101-COS with Desert Mountain Club, Inc., permitting the construction and use of a driveway and adjoining parking spaces on city land to serve property west of Desert Mountain Parkway.
Location: Adjacent to 37100 N. Cave Creek Road
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
- 10. Proposition 202 Grant Applications**
Request: Adopt **Resolution No. 12131** authorizing the Government Relations Director or designee to submit Proposition 202 grant applications to the various local Indian Nations on behalf of city-operated programs during the period of July 1, 2021, through June 30, 2022.
Staff Contact(s): Brad Lundahl, Government Relations Director, 480-312-2683, blundahl@scottsdaleaz.gov

11. Vehicular Collision Reporting Grant

Request: Adopt Resolution No. 12151 to authorize:

1. The City Manager or designee to execute Agreement No. 2021-055-COS with the Governor's Office of Highway Safety to accept a grant in the amount of \$85,000 to purchase equipment related to the implementation of the Arizona Traffic and Criminal Software for vehicular collision reporting.
2. A budget transfer in the amount of \$85,000 from the Fiscal Year 2020/21 Future Grants Budget and/or Grant Contingency Budget and the creation of a new cost center to record the related grant activity.

Staff Contact(s): Jeff Walther, Chief of Police, 480-312-1901, jwalther@scottsdaleaz.gov

12. Audit Committee Recommendation for the Neighborhood Advisory Commission Sunset Review

Request: Adopt Resolution No. 12146 accepting the Audit Committee's recommendation and authorizing the continuation of the Neighborhood Advisory Commission.

Staff Contact(s): Sharron Walker, City Auditor, 480-312-7867, swalker@scottsdaleaz.gov

13. Monthly Financial Report

Request: Accept the Fiscal Year 2020/21 Monthly Financial Report as of March 2021.

Staff Contact(s): Sylvia Dlott, Acting Budget Director, 480-312-2419, sdlott@scottsdaleaz.gov

13A. William Edwards Settlement Agreement and General Release of All Claims

Request: Adopt Resolution No. 12172 authorizing Agreement No. 2021-065-COS with William Edwards in the amount of \$96,000 to settle William Edwards' claim against the City and its employees.

Staff Contact(s): Sherry Scott, City Attorney, 480-312-2405, sscott@scottsdaleaz.gov

MOTION AND VOTE – CONSENT AGENDA

Councilmember Durham made a motion to approve Consent Agenda items 1 through 13A. Councilwoman Littlefield seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

REGULAR AGENDA

14. Public Hearing on the Biennial Certified Audit of Land Use Assumptions, Infrastructure Improvements Plan and Development Impact Fees

Request: Hold a public hearing as required by Arizona Revised Statutes §9-463.05(G)(2) to solicit and receive public comment on Report 2103, *City of Scottsdale Biennial Certified Audit of Land Use Assumptions, Infrastructure Improvements Plan and Development Fees*, for the City's water and wastewater utilities.

Presenter(s): Sharron Walker, City Auditor

Staff Contact(s): Sharron Walker, City Auditor, 480-312-7867, swalker@scottsdaleaz.gov

Mayor Ortega opened the public hearing.

City Auditor Sharron Walker and Willdan Financial Services Senior Project Manager Kevin Burnett gave PowerPoint presentations (attached) on the Biennial Certified Audit of Land Use Assumptions, Infrastructure Improvements Plan and Development Impact Fees.

There were no public comments.

Mayor Ortega closed the public hearing.

MOTION AND VOTE – ITEM 14

Councilwoman Littlefield made a motion to accept the report as presented. Councilwoman Caputi seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

15. Public Hearing on Proposed Water and Wastewater Land Use Assumptions and Infrastructure Improvements Plans

Request: Accept citizen comments at a public hearing regarding proposed Water and Wastewater Land Use Assumptions and Water and Wastewater Infrastructure Improvement Plans related to proposed changes to development fees.

Presenter(s): Brian Biesemeyer, Water Resources Executive Director

Staff Contact(s): Gina Kirklin, Enterprise and Finance Director, 480-312-5006, gkirklin@scottsdaleaz.gov

Mayor Ortega opened the public hearing.

Water Resources Executive Director Brian Biesemeyer gave a PowerPoint presentation (attached) on the proposed water and wastewater land use assumption and infrastructure improvement plans.

There were no public comments.

Mayor Ortega closed the public hearing.

MOTION AND VOTE – ITEM 15

Councilwoman Whitehead made a motion to accept the report as presented. Councilwoman Littlefield seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

16. Monthly Financial Update

Request: Receive, discuss, and provide possible direction on the City Treasurer's monthly financial presentation as of April 2021.

Presenter(s): Judy Doyle, Acting City Treasurer

Staff Contact(s): Sylvia Dlott, Acting Budget Director, 480-312-2419, sdlott@scottsdaleaz.gov

Acting City Treasurer Judy Doyle gave a PowerPoint presentation (attached) on the City's financial status as of April 2021.

17. Public Hearing and Adoption of Fiscal Year 2021/22 Rates and Fees

Requests:

1. Accept citizen comments at a public hearing regarding proposed rates and fees.
2. Adopt **Resolution No. 12157** declaring the document titled "*Amendments to Chapter 49, Scottsdale Revised Code – Water, Sewers and Sewage Disposal*" to be a public record.

3. Adopt **Ordinance No. 4498** amending portions of Scottsdale Revised Code, Chapter 49, Water, Sewer and Sewage Disposal, to adjust sewer rates and miscellaneous water charges, effective July 1, 2021, and water rates, effective November 1, 2021.
4. Adopt **Ordinance No. 4499** amending Scottsdale Revised Code, Chapter 16, Licenses, Taxation and Miscellaneous Business Regulations and Chapter 24, Solid Waste Management, effective July 1, 2021.
5. Adopt **Resolution No. 12112** authorizing adjustments to the Planning and Development Services Department's rates and fees, effective July 1, 2021.
6. Adopt **Resolution No. 12143** establishing a "*Special Revenue Fund for Stormwater Fee for Projects*", identifying and directing revenues to be recorded in said fund; limiting purposes for expenditures from said fund; authorizing the City Treasurer to create and monitor said fund; and establishing a delayed effective date of July 1, 2021.
7. Adopt **Resolution No. 12150** authorizing:
 - a. Adjustments to the Community Services Division schedule of program charges, rental fees, and fines, effective July 1, 2021.
 - b. The City Manager to execute Scottsdale Stadium and Indian School Park Use Agreements that contain negotiated fees or fees for areas that have not typically been reservable by the public.
 - c. The City Manager to execute WestWorld agreements with negotiated fees.
8. Adopt **Resolution No. 12139** authorizing an adjustment of fees and charges by Public Safety – Fire, effective July 1, 2021.

Presenter(s): Judy Doyle, Acting City Treasurer

Staff Contact(s): Adam Samuels, Senior Budget Analyst, 480-312-2256,
asamuels@scottsdaleaz.gov

Mayor Ortega opened the public hearing.

Acting City Treasurer Judy Doyle gave a PowerPoint presentation (attached) on the proposed Fiscal Year 2021/22 rates and fees.

There were no public comments.

Mayor Ortega closed the public hearing.

MOTION NO. 1 AND VOTE – ITEM 17

Councilwoman Whitehead made a motion to amend Resolution No. 12139 to keep the fees related to Fire Education Courses the same. Councilwoman Littlefield seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

MOTION NO. 2 AND VOTE – ITEM 17

Councilwoman Whitehead made a motion to adopt:

- (1) Resolution No. 12157;
- (2) Ordinance No. 4498 amending portions of Scottsdale Revised Code, Chapter 49, Water, Sewer and Sewage Disposal, to adjust sewer rates and miscellaneous water charges, effective July 1, 2021, and water rates, effective November 1, 2021;
- (3) Ordinance No. 4499 amending Scottsdale Revised Code, Chapter 16, Licenses, Taxation and Miscellaneous Business Regulations and Chapter 24, Solid Waste Management, effective July 1, 2021;

- (4) Resolution No. 12112;
- (5) Resolution No. 12143;
- (6) Resolution No. 12150; and
- (7) Resolution No. 12139, as amended.

Vice Mayor Janik seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

18. Public Hearing on and Adoption of Proposed Fiscal Year (FY) 2021/22 Budget (Tentative Budget)

Requests:

1. The City Council solicits and receives public input relative to the entire Proposed FY 2021/22 Budget, which includes both the Operating Budget and Capital Improvement Plan. The City Council may direct staff to revise the Proposed FY 2021/22 Budget prior to adoption or may adopt the proposed version as the Tentative Budget required for conformity with Arizona Revised Statutes and City Charter.
2. Adopt **Ordinance No. 4501** as presented (or as modified by Council) establishing the Tentative Budget for FY 2021/22. Establishment of the Tentative Budget statutorily fixes the maximum expenditure limit. The maximum expenditure limit may still be lowered by Council before final budget adoption.

Adoption of Ordinance No. 4501 also directs the City Clerk to meet obligations regarding publication and notices imposed by Arizona Revised Statutes and City Charter. Through adoption of Ordinance No. 4501, Council also tentatively adopts the FY 2021/22 Job Classification Plan in conformity with Scottsdale Revised Code Sec. 14-20, *et seq.*

Presenter(s): Judy Doyle, Acting City Treasurer and Jim Thompson, City Manager
Staff Contact(s): Sylvia Dlott, Acting Budget Director, 480-312-2419, sdlott@scottsdaleaz.gov

Acting City Treasurer Judy Doyle gave a PowerPoint presentation (attached) on the Fiscal Year 2021/2022 Tentative Operating Budget:

Assistant City Manager Bill Murphy gave a PowerPoint presentation (attached) on Scottsdale affordable housing options.

City Engineer Dave Lipinski gave a PowerPoint presentation (attached) on General Fund Capital Improvement Plan budget changes.

Mayor Ortega opened the public hearing.

There were no public comments.

MOTION AND VOTE NO. 1 – ITEM 18

Mayor Ortega made a motion to add a \$10 million unfunded contingency in a Special Revenue Fund to be used for affordable housing. Councilwoman Whitehead seconded the motion, which carried 6/1, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, and Whitehead voting in the affirmative and Councilmember Milhaven dissenting.

Mayor Ortega closed the public hearing.

MOTION NO. 2 AND VOTE – ITEM 18

Councilwoman Littlefield made a motion to adopt Ordinance No. 4501, as amended, establishing the Tentative Budget for FY 2021/22. Vice Mayor Janik seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

19. Council Subcommittee on Education

Request: Adopt **Resolution No. 12135** to authorize:

1. The creation of a three-member Council Subcommittee on Education to identify and analyze opportunities for closer cooperation with geographically contiguous education providers and to provide information, analysis, and recommendations to the Council regarding the same.
2. Appoint Mayor David D. Ortega and Councilmembers Tammy Caputi and Solange Whitehead to the subcommittee.

Staff Contact(s): Rachel Smetana, Mayor's Chief of Staff, 480-312-7806,
rsmetana@scottsdaleaz.gov

Mayor's Chief of Staff Rachel Smetana gave a PowerPoint presentation (attached) on the proposed Council Subcommittee on Education.

Mayor Ortega gave a presentation on the proposed Council Subcommittee on Education.

MOTION AND VOTE – ITEM 19

Vice Mayor Janik made a motion to adopt Resolution No. 12135 to:

- (1) authorize the creation of a three-member Council Subcommittee on Education to identify and analyze opportunities for closer cooperation with geographically contiguous education providers and to provide information, analysis, and recommendations to the Council regarding the same; and
- (2) appoint Mayor David D. Ortega and Councilmembers Tammy Caputi and Solange Whitehead to the subcommittee.

Councilwoman Whitehead seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

The Council recessed at 6:51 P.M.

The Council reconvened at 7:03 P.M.

20. Parking Text Amendment (5-TA-2020)

Requests:

1. Adopt **Ordinance No. 4500** approving a text amendment to the City of Scottsdale Zoning Ordinance No. 455, amending Article IX Parking and Loading Requirements, Sections 9.100. through 9.201., including any applicable sections related to the required parking for hotels, multi-family residential, and office, the in-lieu parking program, downtown overlay, and Article VII General Provisions, Section 7.1200. related to special improvement requirements for public parking.
2. Adopt **Resolution No. 12141** declaring the document titled "*Parking Text Amendment Legislative Draft*" to be a public record.

Presenter(s): Bryan Cluff, Principal Planner

Staff Contact(s): Randy Grant, Planning and Development Services Director, 480-312-2664, rgrant@scottsdaleaz.gov

Principal Planner Bryan Cluff gave a PowerPoint presentation (attached) on the proposed Parking Text Amendment.

Mayor Ortega opened public testimony.

The following commented on Downtown parking:

- Sonnie Kirtley, Coalition of Greater Scottsdale
- Marilyn Atkinson, Scottsdale resident
- French Thompson, Scottsdale business owner
- Laurie Coe, Scottsdale resident
- Bob Pejman, Scottsdale business owner
- Janet Wilson, Scottsdale business owner
- Emily Austin, Scottsdale resident

Mayor Ortega closed public testimony.

MOTION NO. 1 AND VOTE – ITEM 19

Vice Mayor Janik made a motion to amend Resolution 12141, under Article IX, (Page 13), Travel Accommodations (Hotels), to include a 2,000 square-foot exception for commercial uses that are within the same building as the hotel. Mayor Ortega seconded the motion, which carried 5/2, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham, Littlefield, and Whitehead voting in the affirmative and Councilmembers Caputi and Milhaven dissenting.

MOTION NO. 2 AND VOTE – ITEM 19

Councilwoman Whitehead made a motion to amend Resolution 12141 under Article IX (Page 7), Multifamily residential (outside Old town/downtown area) to reduce guest parking from one space per each eight units to one space per each six units. Councilmember Durham seconded the motion, which carried 5/2, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham, Littlefield, and Whitehead voting in the affirmative and Councilmembers Caputi and Milhaven dissenting.

MOTION NO. 3 AND VOTE – ITEM 19

Councilwoman Whitehead made a motion to amend Resolution 12141 under Article IX (Page 15), "Dwellings, multiple-family (Downtown Area)" to create two categories:

- 1) Category 1, representing developments with 20 units or less, retain the one-to-one parking ratio that exists today; and
- 2) Category 2, representing developments with more than 20 units, change guest parking to 1 space per every 6 units.

Mayor Ortega seconded the motion, which carried 5/2, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham, Littlefield, and Whitehead voting in the affirmative and Councilmembers Caputi and Milhaven dissenting.

MOTION NO. 4 AND VOTE – ITEM 19

Mayor Ortega made a motion to amend Resolution 12141, Article IX (Page 38), to add tandem parking in the Downtown for residential units under the same ownership; and on Page 28, to strike "Residential additional parking waiver" paragraphs (d) and (d)(i). Councilwoman Whitehead seconded the motion, which carried 6/1, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, and Whitehead voting in the affirmative and Councilmember Milhaven dissenting.

MOTION NO. 5 AND VOTE – ITEM 19

Vice Mayor Janik made a motion to adopt Ordinance No. 4500 and Resolution No. 12141, as amended. Councilwoman Littlefield seconded the motion, which carried 6/1, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, and Whitehead voting in the affirmative and Councilmember Milhaven dissenting.

MAYOR AND COUNCIL ITEMS

21. Boards, Commissions, and Task Forces Appointments

Board of Adjustment

*Nominee(s): Julian Anderson, Thomas Barrett, Michael Gonzalez, Ryan Wagner
Council to fill two vacancies (appointments effective May 22, 2021)*

Julian Anderson: Councilmembers Littlefield and Milhaven.

Thomas Barrett: Councilmember Durham.

Michael Gonzalez: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead.

Ryan Wagner: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi and Whitehead.

Appointments: Michael Gonzalez was reappointed, and Ryan Wagner was appointed, to the Board of Adjustment, effective May 22, 2021.

Environmental Advisory Commission

*Nominee(s): Natalie Chrisman Lazarr
Council to fill one vacancy (appointment effective May 22, 2021)*

Natalie Chrisman Lazarr: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead.

Appointment: Natalie Chrisman Lazarr was reappointed to the Environmental Advisory Commission, effective May 22, 2021.

Historic Preservation Commission

Nominee(s): Linda Davis

Council to fill one vacancy (appointment effective May 22, 2021)

Linda Davis: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead.

Appointment: Linda Davis was reappointed to the Historic Preservation Commission, effective May 22, 2021.

Human Services Commission

Nominee(s): Diane Lester, Roger Lurie, Tricia Serlin, Paula Sturgeon, Raoul Zubia

Council to fill two vacancies (appointments effective May 18, 2021)

Diane Lester: Councilwoman Littlefield.

Roger Lurie: Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham and Whitehead.

Tricia Serlin: Councilmembers Durham and Littlefield.

Paula Sturgeon: Councilmembers Caputi and Milhaven.

Raoul Zubia: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Milhaven, and Whitehead.

Appointments: Roger Lurie and Raoul Zubia were appointed to the Human Services Commission, effective May 18, 2021.

Library Board

Nominee(s): Janet Smigielski

Council to fill one vacancy (appointment effective May 22, 2021)

Janet Smigielski: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead.

Appointment: Janet Smigielski was reappointed to the Library Board, effective May 22, 2021.

Loss Trust Fund Board

Nominee(s): Linda Wannie

Council to fill one vacancy (appointment effective May 18, 2021)

Linda Wannie: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voted in the affirmative.

Appointment: Linda Wannie was appointed to the Loss Trust Fund Board, effective May 18, 2021.

McDowell Sonoran Preserve Commission

*Nominee(s): Robert Borsch, Robert Fishman, Kerry Olsson, Todd Shaffer, Jeffrey Smith
Council to fill two vacancies (appointments effective May 22, 2021)*

Robert Borsch: Councilmember Milhaven.

Robert Fishman: Councilwoman Caputi.

Kerry Olsson: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, and Whitehead.

Jeffrey Smith: Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham, Littlefield, Milhaven, and Whitehead.

Appointments: Kerry Olsson and Jeffrey Smith were appointed to the McDowell Sonoran Preserve Commission, effective May 22, 2021.

Neighborhood Advisory Commission

*Nominee(s): Dawn Abel, Ragan Grossman, Bridget Schwartz-Manock
Council to fill one vacancy (appointment effective May 18, 2021)*

Dawn Abel: Councilmembers Durham and Littlefield.

Bridget Schwartz-Manock: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Milhaven, and Whitehead.

Appointment: Bridget Schwartz-Manock was appointed to the Neighborhood Advisory Commission, effective May 18, 2021.

Parks and Recreation Commission

*Nominee(s): Steve Masear, Teresa Kim Quale
Council to fill one vacancy (appointment effective May 18, 2021)*

Teresa Kim Quale: Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead.

Appointment: Teresa Kim Quale was appointed to the Parks and Recreation Commission, effective May 18, 2021.

Planning Commission

*Nominee(s): **David Brotman, Mark Edelman, Barney Gonzales, Anthony Leavy, Daniel Lupien, Kevin Maxwell, Patricia O'Neil, Joshua Rush, Christian Serena
Council to fill two vacancies (one appointment effective May 18, 2021; one appointment effective May 22, 2021)*

Mark Edelman: Councilmembers Caputi and Milhaven.

Barney Gonzales: Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham and Whitehead.

Anthony Leavy: Councilwoman Littlefield.

Daniel Lupien: Councilmember Milhaven.
Kevin Maxwell: Councilwoman Caputi.
Christian Serena: Mayor Ortega; Vice Mayor Janik; and Councilmembers Durham, Littlefield, and Whitehead.
Appointments: Barney Gonzales was appointed, effective May 22, 2021, and Christian Serena was appointed, effective May 18, 2021, to the Planning Commission.

**Nominee withdrew application from consideration.

Public Safety Personnel Retirement System Boards

Appointee: Ken Strobeck

Council affirmation of Mayor David D. Ortega's proposed appointment (effective May 18, 2021)

MOTION AND VOTE – PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM BOARDS

Vice Mayor Janik made a motion to affirm Mayor Ortega's appointment of Ken Strobeck to the Public Safety Personnel Retirement System Boards, effective May 18, 2021. Councilwoman Whitehead seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

ADJOURNMENT

MOTION AND VOTE – ADJOURNMENT

Councilwoman Whitehead made a motion to adjourn. Councilwoman Caputi seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

The Regular City Council Meeting adjourned at 9:47 P.M.

SUBMITTED BY:



Ben Lane, City Clerk

Officially approved by the City Council on July 1, 2021

CERTIFICATE

I hereby certify that the foregoing Minutes are a true and correct copy of the Minutes of the Regular Meeting of the City Council of Scottsdale, Arizona held on the 18th day of May 2021.

I further certify that the meeting was duly called and held, and that a quorum was present.

DATED this 1st day of July 2021.



Ben Lane, City Clerk

Public Hearing on
**Biennial Certified Audit of
Land Use Assumptions (LUA),
Infrastructure Improvements Plan (IIP),
and Development Impact Fees
FY 2018/19 – 2019/**

Presenters: Sharron Walker, City Auditor
and Willdan Financial Services

Background

- In 2011, state legislation placed several requirements on municipalities' development impact fees.
(Arizona Revised Statutes §9-453.05)
- The City of Scottsdale adopts development fees for Scottsdale Water's water and wastewater utilities following these requirements.

Background cont'd

- The state law also requires the City to either:
 - 1) Appoint an Infrastructure Improvements Advisory Committee
(subject to additional statutory requirements)
- OR**
- 2) Provide for a biennial certified audit of its land use assumptions, infrastructure improvements plan and development fees.

Scottsdale Water opted for the biennial certified audit.

Background cont'd

- The audit shall be conducted by “qualified professionals”:
 - Not employees or officials of the city
 - Did not prepare the IIP
 - Defined as professional engineer, surveyor, financial analyst or planner providing services within the scope of their license, education or experience.
- The City Auditor contracted with Willdan Financial Services to conduct the audit.

Background cont'd

- The City is required to post the report on its website and conduct a public hearing within 60 days.
 - Posted for Audit Committee meeting: April 9
 - Audit Committee voted unanimously (3-0) to accept the report: April 19
 - News item posted on City webpage with notice of hearing: April 20
 - Public hearing scheduled: May 18 (39 days after initial posting)

- Willdan Financial Services will provide an overview of the analysis and results for the public

*CITY OF
SCOTTSDALE, ARIZONA*

**BIENNIAL CERTIFIED AUDIT OF LAND USE
ASSUMPTIONS, INFRASTRUCTURE IMPROVEMENT
PLANS AND DEVELOPMENT IMPACT FEES**

BACKGROUND

- City's development impact fees (DIFs) are subject to statutory requirements on how they are assessed, collected, used, and reported (ARS §9-463.05).
- DIFs may be assessed to offset the cost of providing necessary public services to a development.
 - Must be based on Land Use Assumptions (LUA) and an Infrastructure Improvement Plan (IIP) adopted by the City

BACKGROUND

- Willdan Financial Services audited the City's:
 - LUA – Prepared by City (November 22, 2017)
 - IIP – Prepared by CH2M Hill (November 22, 2017)
 - Development fee report – Prepared by Confluence Consulting LLC and Raftelis Financial Consultants (March 7, 2018)
 - DIF revenues and expenditures for the periods July 1, 2018 – June 30, 2019 and July 1, 2019 – June 30, 2020.
- Audit completed earlier this year

AUDIT OBJECTIVES

Audit scope included reviewing:

1. Land Use Assumptions (LUA)
 - Was development consistent with capital needs?
2. Infrastructure Improvement Plan (IIP)
 - Was the system expanded to accommodate growth?
3. Expenditures
 - Were expenditures made on eligible items?
4. Level of Service
 - Has the City maintained the same level of service for new growth?
5. Permit Sampling
 - Were fees charged correctly?

AUDIT RESULTS

1. Review Land Use Assumptions
 - Minor differences between projected and actual development
 - Development looked at a 10-year snapshot
2. Review of Infrastructure Improvement Plan
 - Some projects were completed, some undertaken and not completed, some not yet started.
 - Projects were based on a 10-year horizon
3. Review of Expenditures
 - All of the expenditures were on DIF related projects

AUDIT RESULTS (CONTINUED)

4. Level of Service Review
 - Appropriate matching of new development and available resources
5. Permit Sampling
 - Fees were correctly charged based on development
 - No inequities in implementing the plan and assessing fees

AUDIT CONCLUSIONS

The City's development impact fee program was conducted consistent with and in compliance with ARS §9-463.05

QUESTIONS

Requested Action

Invite public comments for the Public Hearing on Report 2103 - *Biennial Certified Audit of LUA, IIP, and Development Fees* for FY 2018/19 - FY 2019/2020

Land Use Assumptions and Infrastructure Improvements Plans for Water and Wastewater



Brian K. Biesemeyer, PE
Executive Director



Development Fees

- Development fees are one-time fees charged to offset costs associated with providing necessary public services to a new development
- Development fees must result in a beneficial use to the development
- Historically, Scottsdale has adopted only water and wastewater development fees

Development Fees

- City of Scottsdale General Plan:

“The city of Scottsdale has long held the philosophy that new development should “pay for itself” and not burden existing residents and property owners with the provision of infrastructure and public services and facilities.”

Cost of Development Element, page 145

Development Fee Process

Arizona Revised Statute §9-463.05 requires cities to adopt a

- Land Use Assumptions (LUA) and an,
- Infrastructure Improvements Plan (IIP),

prior to the adoption or amendment of development fees.

Development Fee Process Timeline

May 18, 2021	Public Hearing on IIP and LUA
July 1, 2021	Request City Council to adopt IIP and LUA
August 24, 2021	Public Hearing on Development Fee Report
September 28, 2021	Request City Council to adopt new development fees
January 1, 2022	New development fees become effective

Land Use Assumptions (LUA) Report

- Covers the period 2021 to 2030
- Must be updated at least every five years
- Shows projections of changes in land uses, densities, intensities and population for the service area for ten years or more pursuant to the General Plan

Key Data Used in LUA

- 2019 Maricopa Association of Governments (MAG) Socioeconomic Projections for Population and Employment
- The City of Scottsdale General Plan
- The City of Scottsdale Zoning Classifications
- Draft 2021 Integrated Water Resource Master Plan Update
- Input from City of Scottsdale long range planning group

Service Areas

- Water service area as defined by State Statute, is the City limits with the:
 - Exception of EPCOR service area
 - Addition of areas outside city limits
- Wastewater service area as defined by State Statute, is the City limits with the:
 - Addition of some Phoenix and Paradise Valley flow
 - Addition of Black Mountain Sewer service area
 - Addition of Fountain Hills Sanitary District service area

Infrastructure Improvement Plans (IIP)

- Covers the period 2021 to 2030
- Must be updated at least every five years
- Defines Equivalent Demand Units
- Defines existing and future Level of Service
- Estimates cost of future facility and system expansions based on the Land Use Assumptions (LUA)

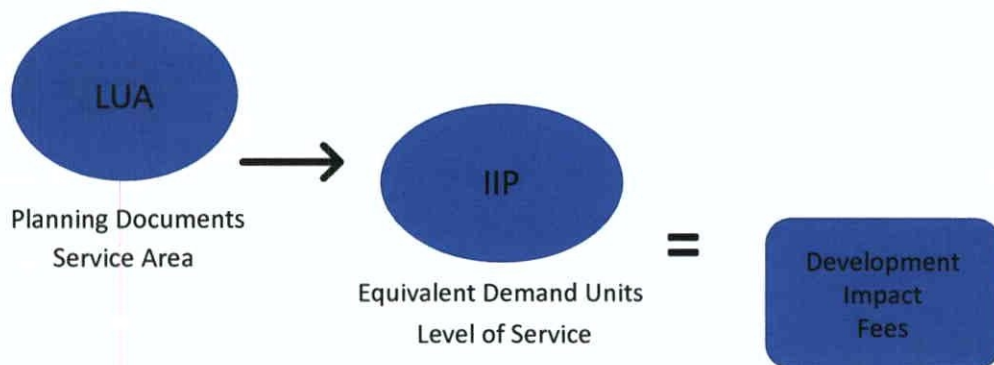
Equivalent Demand Units (EDUs)

- State law requires that an EDU be defined:
 - Water Equivalent Demand Unit
 - Equal to one detached single family dwelling unit
 - Wastewater Equivalent Demand Unit
 - Equal to one detached single family dwelling unit

Existing and Future Level of Service (LOS)

- State law requires that a LOS be established:
 - Water LOS is defined as the system's ability to meet the peak day demand per EDU
 - Wastewater LOS is defined as the system's ability to meet the average annual day demand per EDU

Development Impact Fee Process Flow

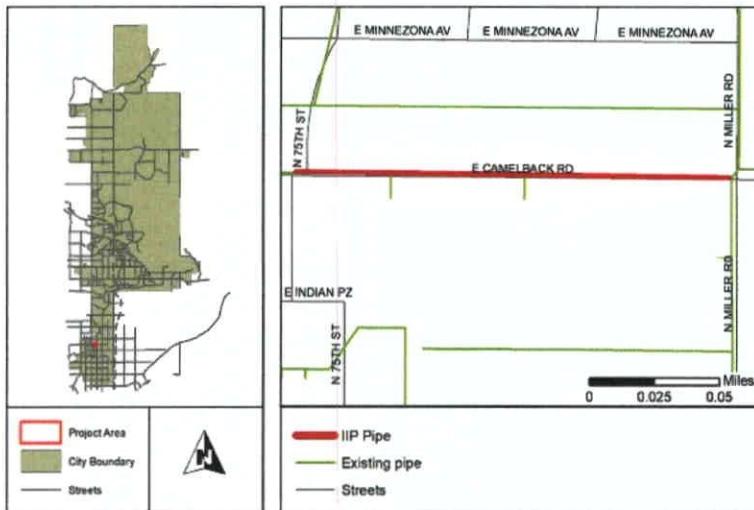


Future Facility and System Expansion 2021-2030

	Total Project Budget	Funded with Rates	Funded with Development Fees
Water:			
Water Treatment Expansion	\$50.1	\$4.9	\$45.2
Distribution System Expansion	97.9	13.6	84.3
Supply Expansion	<u>55.2</u>	<u>14.4</u>	<u>40.8</u>
Water Total	\$203.2	\$32.9	\$170.3
Wastewater:			
Collection System Expansion	<u>\$83.7</u>	<u>\$17.3</u>	<u>\$66.4</u>
Wastewater Total	\$83.7	\$17.3	\$66.4
Total IIP	\$286.9	\$50.2	\$236.7

*Amounts in millions

"Camelback Road Sewer Improvements"



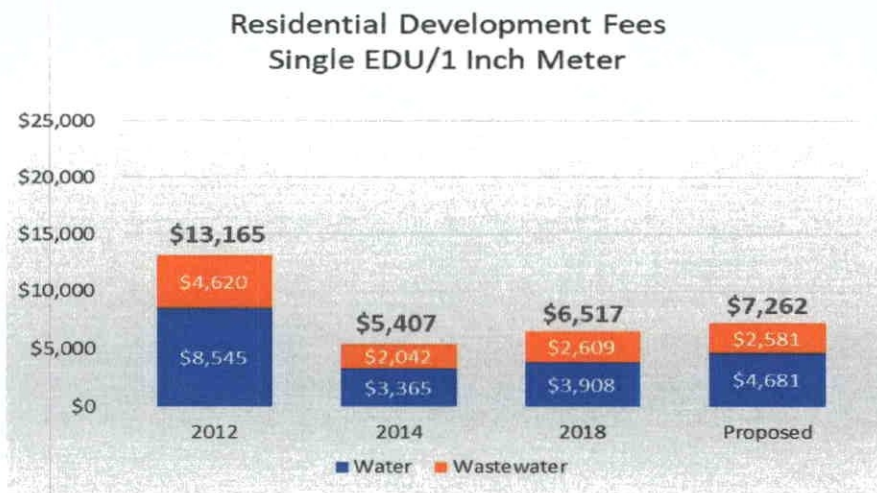
	Total Project Budget	Funded with Rates	Funded with Development Fees
Cost Split	\$1,234,000	\$592,000	\$642,000
Percent Split	100%	48%	52%

Description - Upsize existing 15" Sewer Line to 21" Sewer Line

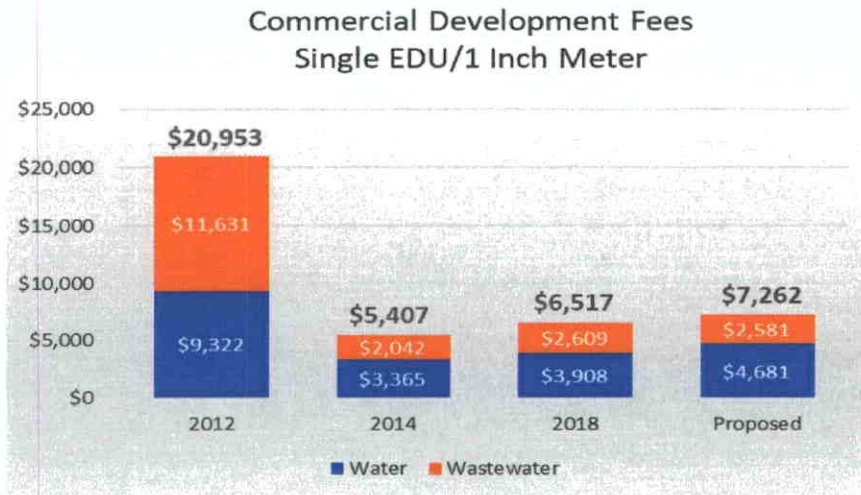
Current Development Fee Estimates

- Water development fee per EDU = \$4,681
- Wastewater development fee per EDU = \$2,581

Comparative Development Fees



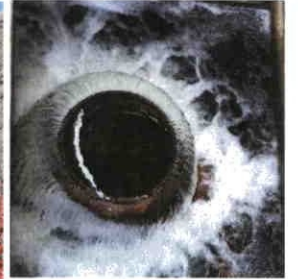
Comparative Development Fees



What's Next

- The Development Fee Report is currently being finalized and is tentatively scheduled to be available in July.
- The Development Fee Report will be based on current assumptions as documented in the Land Use Assumptions report and the Infrastructure Improvement Plans report.

Questions?



Monthly Financial Update – April 30, 2021

City Council Meeting – May 18, 2021

1

General Fund Operating Sources April 2021: Fiscal Year to Date (in millions: rounding differences may occur)

	FY 2018/19	FY 2019/20	FY 2020/21	FY 2020/21	Actual vs. Budget	
	<u>Actuals</u>	<u>Actuals</u>	<u>Actuals</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>Percent</u>
Taxes - Local	\$125.6	\$134.7	\$128.9	\$111.3	\$17.6	16%
Property Tax	22.6	23.6	24.0	23.9	0.1	0%
State Shared Revenues	54.5	59.0	66.0	59.2	6.8	12%
Charges for Service/Other	11.3	10.9	11.7	10.4	1.3	13%
License Permits & Fees	6.9	6.3	6.2	5.0	1.2	24%
Fines Fees & Forfeitures	6.3	6.2	5.4	6.1	(0.7)	(12%)
Interest Earnings	3.2	3.6	2.8	2.9	(0.1)	(4%)
Building Permit Fees & Charges	13.0	16.1	14.3	13.7	0.5	4%
Indirect/Direct Cost Allocations	5.5	6.1	5.9	5.9	-	-
Transfers In	9.0	9.5	9.4	8.5	0.9	11%
Total Sources	\$257.9	\$276.1	\$274.5	\$246.9	\$27.6	11%

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General Fund Operating Sources: 1% Sales Tax April 2021: Fiscal Year to Date (in millions: rounding differences may occur)

	FY 2018/19 <u>Actuals</u>	FY 2019/20 <u>Actuals</u>	FY 2020/21 <u>Actuals</u>	FY 2020/21 <u>Revised Budget</u>	Actual vs. Budget Favorable / (Unfavorable)	
					<u>Amount</u>	<u>Percent</u>
Automotive	\$15.2	\$15.5	\$15.4	\$12.4	\$3.0	24%
Construction	8.7	8.9	10.0	7.0	3.0	44%
Dining/Entertmnt	9.5	9.5	8.3	6.0	2.3	39%
Food Stores	6.6	7.0	7.4	7.0	0.4	6%
Hotel/Motel	6.0	5.8	3.7	2.8	0.9	32%
Major Dept Stores	8.3	8.7	8.1	8.1	-	-
Misc Retail Stores	18.4	21.6	23.8	18.4	5.4	29%
Other Activity	11.3	11.8	13.1	10.0	3.2	32%
Rental	14.1	15.6	13.8	14.2	(0.5)	(3%)
Utilities	3.9	4.1	4.0	4.3	(0.3)	(7%)
Sales Tax Total	\$102.0	\$108.3	\$107.6	\$90.1	\$17.5	19%

3

General Fund Operating Uses by Category April 2021: Fiscal Year to Date (in millions: rounding differences may occur)

	FY 2018/19 <u>Actuals</u>	FY 2019/20 <u>Actuals</u>	FY 2020/21 <u>Actuals</u>	FY 2020/21 <u>Revised Budget</u>	Actual vs. Budget Favorable / (Unfavorable)	
					<u>Amount</u>	<u>Percent</u>
Personnel Services*	\$161.8	\$170.8	\$159.4	\$163.3	\$3.9	2%
Contractual Services	47.5	51.0	47.1	50.2	3.1	6%
Commodities	5.8	6.2	5.6	5.6	-	-
Capital Outlays	0.7	0.3	0.6	0.5	(0.1)	(28%)
Contracts Payable & COPs	1.6	1.6	0.4	0.4	-	-
Transfers Out	1.9	3.2	4.8	-	(4.8)	n/a
Total Uses	\$219.2	\$233.1	\$218.0	\$220.0	\$2.0	1%
*Pay Periods thru April:	21	21	22			

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General Fund Operating Uses: Personnel Services

April 2021: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 2018/19	FY 2019/20	FY 2020/21	FY 2020/21	Actual vs. Budget	
	<u>Actuals</u>	<u>Actuals</u>	<u>Actuals</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>Percent</u>
Salaries*	\$106.3	\$111.0	\$102.1	\$104.4	\$2.3	2%
Overtime	\$7.1	\$7.9	\$7.7	\$7.7	\$ -	-
Health/Dental	\$15.2	\$16.4	\$14.5	\$14.5	\$ -	-
Fringe Benefits	\$7.4	\$7.9	\$7.7	\$7.9	\$0.2	2%
Retirement	\$25.3	\$26.9	\$27.2	\$28.6	\$1.4	5%
Contract Workers	\$0.5	\$0.6	\$0.2	\$0.1	\$ -	-
Personnel Services Total	\$161.8	\$170.8	\$159.4	\$163.3	\$3.9	2%
*Pay Periods thru April:	21	21	22			

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General Fund Operating Division Expenditures

April 2021: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 2018/19	FY 2019/20	FY 2020/21	FY 2020/21	Actual vs. Budget	
	<u>Actuals</u>	<u>Actuals</u>	<u>Actuals</u>	<u>Revised Budget</u>	<u>Favorable / (Unfavorable) Amount</u>	<u>Percent</u>
Mayor & Council and Charter Officers	\$22.1	\$23.3	\$22.7	\$23.9	\$1.1	5%
Administrative Services	11.9	12.5	13.1	13.4	0.3	2%
Community and Economic Development	16.9	17.7	17.5	17.6	0.1	1%
Community Services	32.3	32.7	29.6	30.8	1.2	4%
Public Safety - Fire	35.9	39.1	34.4	34.2	(0.1)	0%
Public Safety - Police	81.2	87.1	79.0	82.5	3.5	4%
Public Works	15.5	15.9	16.5	17.2	0.7	4%
Total	\$215.7	\$228.3	\$212.8	\$219.6	\$6.8	3%

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General Fund Results: Summary

April 2021: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 18/19 Actual	FY 19/20 Actual	FY 20/21 Actual	FY 20/21 Budget	Actual Vs. Budget	
					Fav/(Unf)	%
Sources	\$257.9	\$276.1	\$274.5	\$246.9	\$27.6	11%
Uses	\$219.2	\$233.1	\$218.0	\$220.0	\$2.0	1%
Change in Fund Balance	\$38.7	\$43.0	\$56.5	\$26.9	\$29.6	

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General Fund Operating Sources

April 2021: Year-End Estimate

(in millions: rounding differences may occur)

	FY 2020/21	FY 2020/21	Approved vs. Forecast	
	Approved	Forecast*	Favorable / (Unfavorable)	
		Budget	Amount	Percent
Taxes - Local	\$136.7	\$152.3	\$15.6	11%
Property Tax	33.1	33.1	-	-
State Shared Revenues	72.2	75.8	3.6	5%
Charges for Service/Other	13.6	14.7	1.1	8%
License Permits & Fees	6.4	6.6	0.2	4%
Fines Fees & Forfeitures	7.5	6.7	(0.9)	(12%)
Interest Earnings	3.5	3.5	-	-
Building Permit Fees & Charges	16.5	16.6	0.1	1%
Indirect/Direct Cost Allocations	7.0	7.0	-	-
Transfers In	10.0	11.7	1.6	16%
Total Sources	\$306.4	\$327.8	\$21.4	7%

*Forecast as of 2021/22 Tentative Budget.

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General Fund Operating Uses

April 2021: Year-End Estimate

(in millions: rounding differences may occur)

	FY 2020/21	FY 2020/21	Approved vs. Forecast	
	Approved	Forecast*	Favorable / (Unfavorable)	
			Amount	Percent
Personnel Services**	\$198.9	\$191.5	\$7.4	4%
Contractual Services	61.1	61.3	(0.2)	0%
Commodities	8.3	8.3	(0.1)	(1%)
Capital Outlays	0.5	0.8	(0.4)	(71%)
Contracts Payable & COPs	6.4	0.4	-	-
Transfers Out	19.7	54.2	(34.5)	nm
Total Uses	\$288.8	\$316.5	(\$27.8)	(10%)

*Forecast as of FY 2021/22 Tentative Budget.

**Includes budgeted vacancy savings and PSPRS DROP savings net of leave accrual payouts and midyear merit/market adjustments.

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General Fund Results: Summary

April 2021: Year-End Estimate

(in millions: rounding differences may occur)

	FY 20/21 Revised Budget	FY 20/21 Forecast Budget	Variance	
			Fav/(Unf)	%
Sources	\$306.4	\$327.8	\$21.4	7%
Uses	\$288.8	\$316.5	(\$27.8)	(10%)
Change in Fund Balance	\$17.6	\$11.3	(\$6.4)	

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PUBLIC HEARING & ADOPTION OF FY 2021/22 RATES & FEES

City Council
May 18, 2021

FY 2021/22 RATES & FEES



FY 2020/21 RATES & FEES CHANGES

■ Planning & Development Services Base Fees

- Various increases to User Fees of about 5.1% in aggregate. Help cover inflationary costs and department operating costs to provide a better customer experience and to properly and timely address customer needs.

Additional General Fund revenue of **\$817,025** for FY 2021/22

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FY 2021/22 FORECASTED REVENUE

ENTERPRISE	
Enterprise Funds	Revenue
Water Resources	\$4,025,334
Public Works	\$1,233,399

NON-ENTERPRISE	
General Fund	
C&ED – Planning & Dev. Services	\$845,525
Community Services	\$105,400
Public Safety – Fire	\$46,500
CIP Stormwater Special Revenue Fund	
C&ED – Planning & Dev. Services	\$1,090,000

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FY 2021/22 RECOMMENDATIONS

Adopt Resolution No. 12157 and Ordinance No. 4498, amending portions of Chapter 49, of the Scottsdale Revised Code regarding Water, Sewer and Sewage Disposal. Sewer rates and miscellaneous water charges, effective July 1, 2021 and water rates effective November 1, 2021.

Adopt Ordinance No. 4499, amending Chapter 16, Licensing, Taxation and Miscellaneous Business Regulations, and Chapter 24, Solid Waste Management, of the Scottsdale Revised Code, effective July 1, 2021.

Adopt Resolution No. 12112, authorizing and approving adjustments to the Planning and Development Services Department's rates and fees, effective July 1, 2021.

Adopt Resolution No. 12143, establishing a "Special Revenue Fund for Stormwater Fee for Projects", identifying and directing revenues to be recorded in said fund; limiting purposes for expenditures from said fund; authorizing the City Treasurer to create and monitor said fund; and establishing a delayed effective date of July 1, 2021.

Adopt Resolution No. 12150, authorizing and approving adjustments to the Community Services Division schedule of program charges, rental fees and fines; continuing to authorize the City Manager to execute Scottsdale Stadium and Indian School Park use agreements with negotiated fees or fees for areas not typically reserved; and continuing to authorize the City Manager to execute WestWorld Agreements with negotiated fees effective July 1, 2021.

Adopt Resolution No. 12139, authorizing an adjustment of fees and charges to Public Safety – Fire, effective July 1, 2021.

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The following slides are from the March 2, 2021 proposed rates and fees discussion. They are included as a resource only.

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- **Present in Detail**
- **60 Day Posting Compliance**
- **Public Hearing & Adopt on May 18, 2021**

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Annual Review of Rates & Fees per Financial Policy No. 9

**ENTERPRISE
PROPOSED
RATE & FEE
CHANGES**



Ensure Rates & Fees Recover All Direct/Indirect Cost of Service, Debt Service and Provide Adequate Funding for Future Capital Needs



Proposed Rate & Fee Changes Submitted by:

- Water Resources
- Water & Sewer
- Public Works
- Solid Waste

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**NON-ENTERPRISE
PROPOSED
RATE & FEE
CHANGES**



Periodical Review of Rates & Fees per
Financial Policy No. 10



Rates & Fees Based on Acceptable
Recovery Rates for Direct/Indirect Cost of
Services



Proposals for Rate &
Fee Changes
Submitted by:

Community & Economic Development
Planning & Development Services
Community Services
Public Safety – Fire

ENTERPRISE

Enterprise Funds	Revenue
Water Resources	\$4,025,334
Public Works	\$1,233,399

NON-ENTERPRISE

General Fund	Revenue
C&ED – Planning & Dev. Services	\$1,032,203
Community Services	\$105,400
Public Safety – Fire	\$46,500

CIP Stormwater Special Revenue Fund	Revenue
C&ED – Planning & Dev. Services	\$1,090,000

💧 Enterprise Funds

- Water, Sewer and Contractual Funds
 - Recovery of all direct and indirect costs of service
 - Rates based on multi-year financial plans

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💧 Operational

- Increasing cost of repairing aging infrastructure
- Increasing actions required for drought preparedness
- Increasing groundwater treatment operating costs to improve the reliability, safety and water quality of Scottsdale wells
- Increasing costs of raw water and treatment chemicals

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💧 CIP

- Drought driven improvements – Aquifer Storage and Recovery (ASR) wells and automated meter programs
- Increasing cost of rehabilitation and replacement of aging infrastructure
- Technology and security improvements

Water Resources (In \$ Millions)	FY 2021/22 Request	5 Year
Water Distribution System Rehabilitation/Improvements	\$17.7	\$34.5
Water Treatment Facility Rehabilitation/Improvements	1.0	24.2
Deep Well Recharge/Recovery Projects	10.7	19.1
Technology and Security Improvements	0.5	4.6
Water Meter Replacement Program	-	2.5
Other	0.9	4.4
Total	\$30.8	\$89.3

Water Resources (In \$ Millions)	FY 2021/22 Request	5 Year
Sub-Regional Operating Group (SROG) Regional Wastewater Facilities	-	\$17.1
Wastewater Treatment Facility Rehabilitation/Improvements	-	6.6
Wastewater System (Sewer) Improvements	\$0.3	4.3
Technology and Security Improvements	0.3	3.6
Water Reclamation Participation Program	-	1.3
Other	0.2	2.1
Total	\$0.8	\$35.0

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◆ Proposed for November 1, 2021

- ◆ Water rate increase (2.7%)

◆ Proposed for July 1, 2021

- ◆ Sewer rate increase (2.4%)
- ◆ Miscellaneous rate and service charge increases varied by type

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	Estimated Revenue (Current)	% Change	Estimated Revenue (Increase)
Water Rates	\$106,439,000	2.7%	\$2,909,000
Sewer Rates	\$41,101,000	2.4%	\$968,000
Total Rates	\$147,540,000		\$3,877,000

Base Fees (All Customers)

	Current	Proposed	
5/8" Meter	\$13.00	\$13.80	Proposed implementation date November 1, 2021
3/4" Meter	\$16.80	\$17.80	
1" Meter	\$23.80	\$25.25	
1.5" Meter	\$39.00	\$41.40	
2" Meter	\$52.00	\$55.20	
3" Meter	\$104.00	\$110.40	
4" Meter	\$162.50	\$172.50	
6" Meter	\$325.00	\$345.00	
8" Meter	\$455.00	\$483.00	

**Current
Residential Use Including
Landscaping Volume Charges
(Rates Per 1K Gallons)**

Tier	Rate	From	To
1	\$1.65	0	5,000
2	\$3.00	5,001	12,000
3	\$3.90	12,001	30,000
4	\$5.20	30,001	65,000
5	\$6.10	Over 65,000	

**Proposed
Residential Use Including
Landscaping Volume Charges
(Rates Per 1K Gallons)**

Tier	Rate	From	To
1	\$1.65	0	5,000
2	\$3.00	5,001	12,000
3	\$4.05	12,001	30,000
4	\$5.50	30,001	65,000
5	\$6.40	Over 65,000	

Proposed implementation date – November 1, 2021

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**Current
Commercial Use Including
Landscaping Volume Charges
(Rates Per 1K Gallons)**

Tier	Rate	From	To
1	\$1.65	0	5,000
2	\$3.00	5,001	12,000
3	\$3.90	12,001	30,000
4	\$4.60	Over 30,000	

**Proposed
Commercial Use Including
Landscaping Volume Charges
(Rates Per 1K Gallons)**

Tier	Rate	From	To
1	\$1.65	0	5,000
2	\$3.00	5,001	12,000
3	\$4.05	12,001	30,000
4	\$4.90	Over 30,000	

Proposed implementation date – November 1, 2021

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Base Fees (All Customers)

	Current	Proposed
5/8" Meter	\$4.50	\$5.00
3/4" Meter	\$4.50	\$5.00
1" Meter	\$4.50	\$5.00
1.5" Meter	\$27.00	\$30.00
2" Meter	\$63.00	\$70.00
3" Meter	\$81.00	\$90.00
4" Meter	\$119.00	\$132.00
6" Meter	\$225.00	\$250.00
8" Meter	\$315.00	\$350.00

Proposed implementation date
July 1, 2021

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Customer Category	Current Rates	Proposed Rates
Single Family Residential	\$2.68	\$2.68
Multi Family Residential	\$2.68	\$2.68
Commercial Without Dining	\$2.68	\$2.68
Commercial With Dining	\$3.57	\$3.75
Hotels Without Dining	\$2.92	\$2.68
Hotels With Dining	\$3.57	\$3.75
Car Washes	\$2.65	\$2.68

Customer Category	Current Rates	Proposed Rates
Commercial Laundry	\$3.21	\$3.52
Laundromats	\$2.68	\$2.68
Metal Platers	\$2.95	\$3.05
Restaurants/Bakeries	\$4.98	\$5.18
Service Station Auto Repair	\$2.68	\$2.70
Medical Institutions	\$2.68	\$2.68
Schools	\$2.68	\$2.68

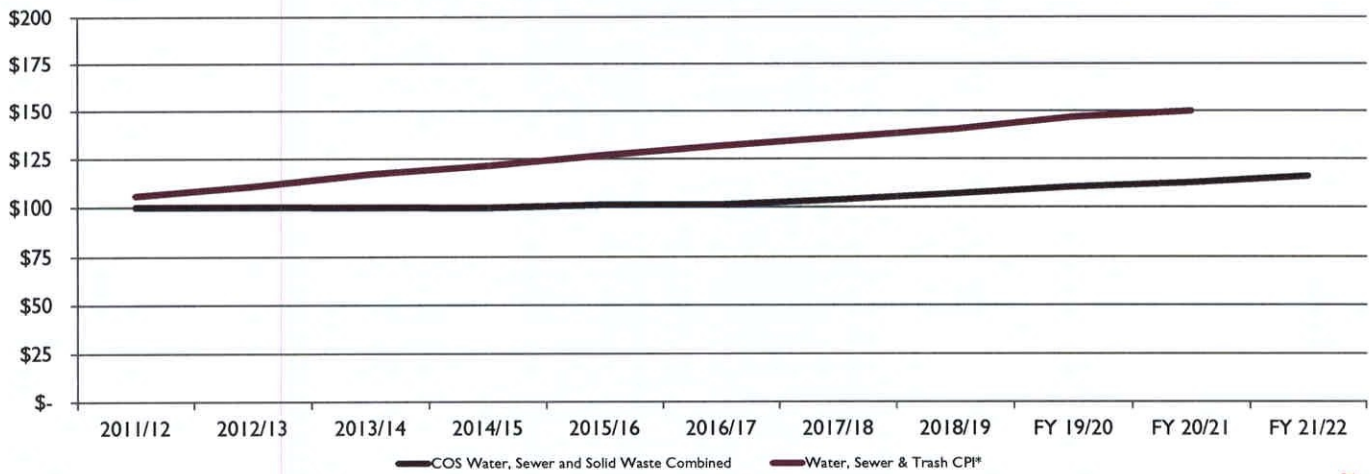
Proposed implementation date – July 1, 2021

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🔥 Water and Sewer Average Rate Adjustments:

Fiscal Year	Water	Sewer	Weighted Average
2017/18	2.9%	2.6%	2.8%
2018/19	2.8%	1.5%	2.5%
2019/20	3.0%	2.0%	2.8%
2020/21	- 0 -	1.5%	0.4%
2021/22	2.7%	2.4%	2.6%
5 Yr Average	2.3%	2.0%	2.2%

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*Water, Sewer and Trash Collection Services CPI/All Urban Consumers

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Service Charges	Est. # Of Sales	FY 2020/21 Fee	Proposed FY 2021/22 Fee	Increase Amt	% Change	Est. Revenue Change
Meter and Service Lines (All Sizes)	295	\$250 - \$2,829	\$270 - \$3,120	Various	Average 12%	\$44,834
Move Meter Up to 15 Feet	20	\$800	\$870	\$70	9%	\$1,400
Raise or Lower Meter	1	\$210	\$260	\$50	24%	\$50
1" Construction Hydrant Meter Deposit	100	\$800	\$929	\$129	16%	NA*
3" Construction Hydrant Meter Deposit	100	\$2,000	\$2,566	\$566	28%	NA*
Additional Water Fund Revenue						\$46,284

Proposed implementation date – July 1, 2021

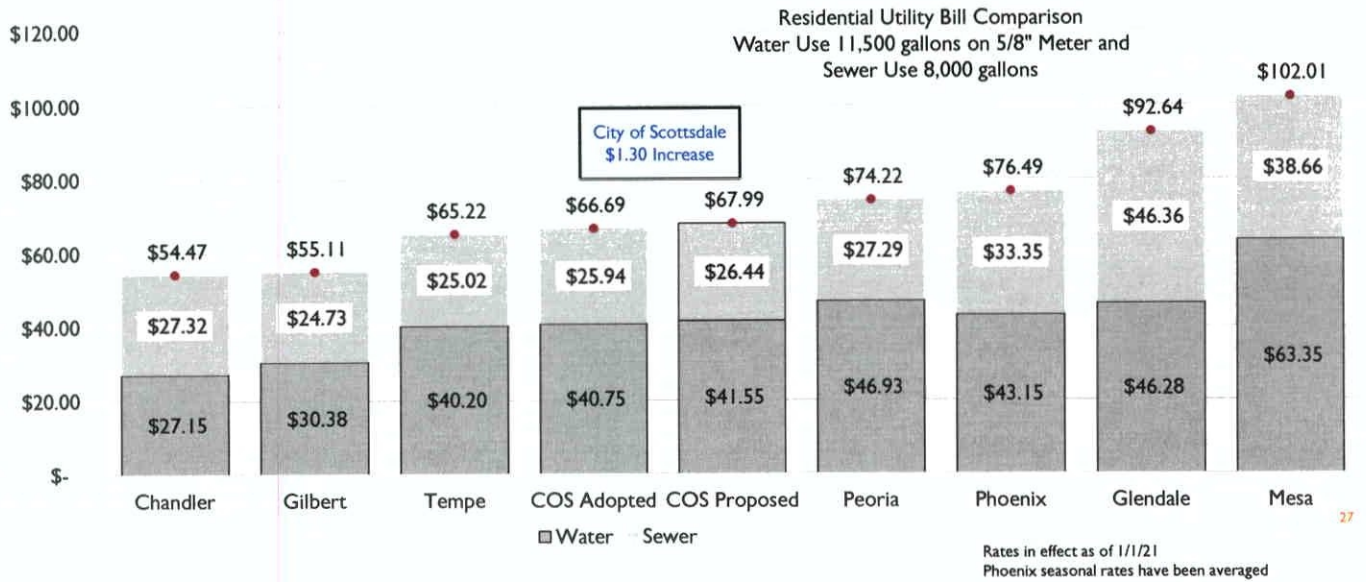
**Deposits are refunded when meter returned*

25

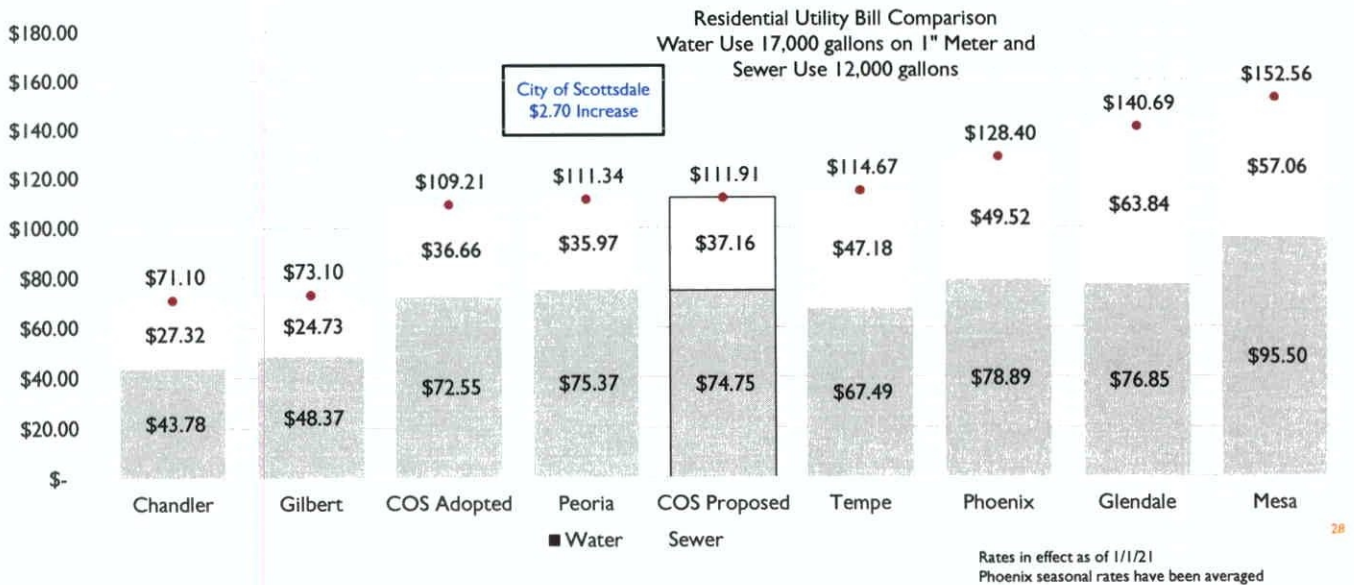
Service Charges	Est. # Of Sales	FY 2020/21 Fee	Proposed FY 2021/22 Fee	Increase Amt	% Change	Est. Revenue Change
Residential Water Hauler Capital Recovery	65	\$6	\$0	(\$6)	(100%)	(\$6,050)
Residential Water Hauler Flat Rate	65	Various	\$320	Various	Various	\$17,550
Commercial Water Hauler Capital Recovery	3	\$25	\$0	(\$25)	(100%)	(\$1,000)
Commercial Water Hauler Flat Rate	3	Various	\$50,000	Various	Various	\$45,000
Bulk Water Rate	2	\$1.75	\$1.85	\$0.10	6%	\$6,500
Hydrant Meter Flat Rate	110	Various	\$5,700	Various	Various	\$33,000
Additional Water Fund Revenue						\$102,050

Proposed implementation date – July 1, 2021

26



27



28

◆ Proposed for November 1, 2021

- ◆ Water rate increase (2.7%)

◆ Proposed for July 1, 2021

- ◆ Sewer rate increase (2.4%)
- ◆ Miscellaneous rate and service charge increases varied by type

	Type	FY 2020/2021 Rate	FY 2021/22 Rate	% Incr.
RESIDENTIAL	First Can	* \$21.51	* \$22.58	5.0%
	Additional Can	\$10.90	\$11.45	5.0%
COMMERCIAL				
Front Load	2 Cubic Yard	\$87.09	\$91.44	5.0%
	3 Cubic Yard	\$93.68	\$98.36	5.0%
	4 Cubic Yard	\$100.58	\$105.61	5.0%
	5 Cubic Yard	\$106.91	\$112.26	5.0%
	6 Cubic Yard	\$113.51	\$119.19	5.0%
	8 Cubic Yard	\$123.24	\$129.40	5.0%
Roll-Off (incl. 3 tons)		\$482.43	\$506.55	5.0%
Holiday Park		\$88.79	\$93.23	5.0%
Recycling Carts	90 Gallon	\$9.42	\$9.89	5.0%
	300 Gallon	\$30.80	\$32.34	5.0%
Container Recycling	2 Cubic Yard	\$66.97	\$70.32	5.0%
	3 Cubic Yard	\$70.39	\$73.91	5.0%
	4 Cubic Yard	\$73.81	\$77.50	5.0%
	6 Cubic Yard	\$80.65	\$84.68	5.0%
	8 Cubic Yard	\$87.50	\$91.88	5.0%

* Total current rate of \$21.51 and proposed rate of \$22.58 include \$0.04 fee paid to the State of Arizona section 49.836

		FY 2021/22	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26
RESIDENTIAL	First Can	5.0%	4.0%	4.0%	4.0%	4.0%
	Additional Can	5.0%	4.0%	4.0%	4.0%	4.0%
COMMERCIAL						
Front Load	2 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	3 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	4 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	5 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	6 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	8 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
Roll-off (incl. 3 tons)		5.0%	3.0%	3.0%	3.0%	3.0%
Recycling Carts	90 Gallon	5.0%	3.0%	3.0%	3.0%	3.0%
	300 Gallon	5.0%	3.0%	3.0%	3.0%	3.0%
Container Recycling	2 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	3 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	4 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	6 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	8 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%

31

		FY 2021/22	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26
RESIDENTIAL	First Can	5.0%	4.0%	4.0%	4.0%	4.0%
	Additional Can	5.0%	4.0%	4.0%	4.0%	4.0%
COMMERCIAL						
Front Load	2 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	3 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	4 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	5 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	6 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
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Recycling Carts	90 Gallon	5.0%	3.0%	3.0%	3.0%	3.0%
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	3 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	4 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	6 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%
	8 Cubic Yard	5.0%	3.0%	3.0%	3.0%	3.0%

Last year projected: 3.0% (\$0.64)
This year requesting: 5.0% (\$1.07)

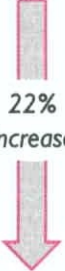
32

- Vehicle replacement costs
- Recycling costs
- Vehicle loss
- COVID
- Alley conversion

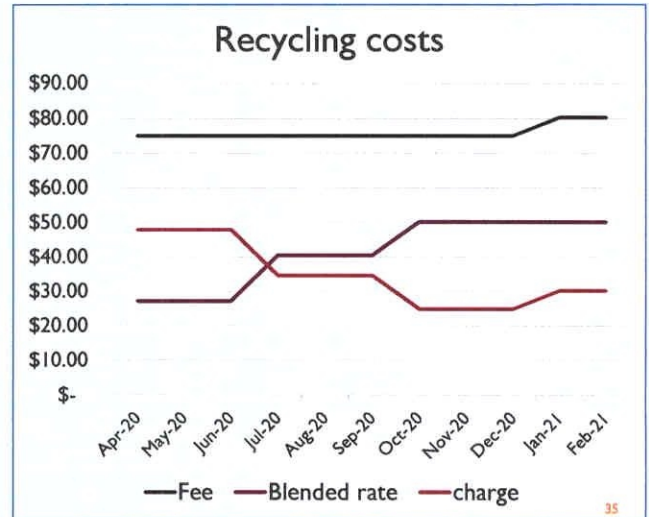
- New purchase cost for a new residential side-loader:

2015	\$ 322,517.04
2016	\$ 326,721.43
2017	
2018	\$ 363,065.77
2019	\$ 372,822.03
2020	
2021	\$ 391,997.77

22%
increase




- Still affected by down market for recyclables, loss of contracted sorting facility due to fire
- Recycling again since April 2020 through Phoenix
- Negotiating contract with SRPMIC to allow rebuild of sorting facility
- Market moving in the right direction



- Fire January 3
- 9 trucks total loss (of 52 total); total depreciated value of \$1.6M
- Replacement strategy:
 - Scheduled replacements: 4 due in now, early order additional trucks planned for 2021/22 replacement
 - Buy 2 rear loaders with 2020/21 funds and defer others scheduled for replacement
 - Loaners from Phoenix, Tempe, Mesa, Peoria
- Did not change proposed rates, although future costs will increase



- Commercial program:
 - 2-3% revenue loss
 - Little customer loss; reductions were in service levels
- Residential program:
 - 7% increase year-over-year in tonnage
 - Previous 4 years averaged 1% annual growth
 - Cost to transfer and dispose of additional tons: about \$124k
- Across programs:
 - About 2000 hours lost due to COVID

37

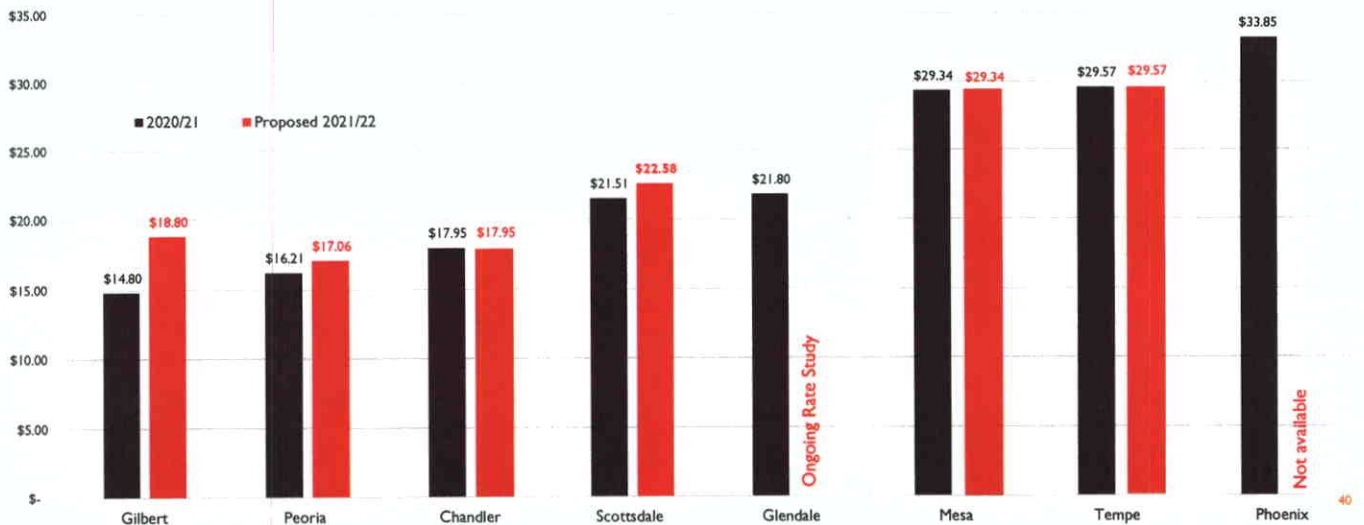
- Upfront costs, long-term savings
 - Affects 11,450 customers (about 14% of residential service)
 - \$978k in costs over 4 years
 - Savings through:
 - Larger, more efficient trucks; fewer trips to landfill
 - Reduce accidents
 - Reduce illegal dumping; fewer trips to landfill, reduced tipping fees
 - Address short-term rental problems



38

Revenue	Estimated Revenue (Current)	% Change	Estimated Revenue (Increase)
Residential Rates	\$21,887,742	5.0%	\$1,091,023
*Commercial Front Load Rates	\$2,437,786	5.0%	\$121,920
Commercial Roll Off	\$265,819	5.0%	\$13,290
Commercial Recycling	\$143,360	5.0%	\$7,166
Total Rates	\$24,734,707	5.0%	\$1,233,399

*Includes Holiday Park



	Type	FY 2020/2021 Rate	FY 2021/22 Rate	% Incr.
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	Additional Can	\$10.90	\$11.45	5.0%
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Front Load	2 Cubic Yard	\$87.09	\$91.44	5.0%
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41

* Total current rate of \$21.51 and proposed rate of \$22.58 include \$0.04 fee paid to the State of Arizona section 49.836

Annual review of Fee Schedule resulted in the following proposals:

- **Base Rate & Fee** - Various increases of about 7.2% or less in aggregate. Help cover inflationary costs and department operating costs to provide a better customer experience and to properly and timely address customer needs.

42

Additional General Fund revenue of \$1,003,703 for FY 2021/22

Wireless Communications Facilities (WCF) in Right-of-Way:

- Resolution No. 7983 states Council is authorized to establish fees and may adjust these fees on an annual basis
- Proposed increase of 3% for installations
- Proposed increase is consistent with lease payments in the wireless industry
- Since adoption in FY 2008/09, WCF fees have increased each year by approximately 3%

Additional General Fund revenue of \$28,500 for FY 2021/22

43

CIP Stormwater Fee:

- City staff recommend increasing the CIP stormwater fee on city utility bills by \$1.00 per month
- Dedicated entirely to city Drainage and Flood Control CIP projects
- Most projects will qualify for 50% matching funds from the Maricopa County Flood Control District

Additional CIP Stormwater revenue of \$1,090,000 for FY 2021/22

44

Bell Road Sports Complex (BRSC) Rental Fee:

- The Bell Road Sports Complex is a new bond-funded project set to open mid-FY 2021/22.
- There is not currently a fee structure set in place for this facility. Staff is proposing adding a Bell Road Sports Complex specific "Entire Complex Fee" to be utilized for events that book the entire complex (i.e., all 6 fields, parking lots, and patio, for an entire day) for a minimum of 2 days.
- Due to the timing of the opening of the complex, expected revenue for FY 2021/22 will be half of what is expected for a full fiscal year.

45
Additional General Fund revenue of **\$86,800** for FY 2021/22

Scottsdale Sports Complex (SSC) Rental Fee:

- Staff is proposing an increased "Entire Complex Fee" for the Scottsdale Sports Complex. The Entire Complex Fee is utilized for events that book the entire complex (i.e., all 10 fields, parking lots and patio, for an entire day) for a minimum of 2 days.

46
Additional General Fund revenue of **\$18,600** for FY 2021/22

Public Education Class Fees:

- **Existing Classes:** Fee increases are being proposed for existing CPR, CPR/First Aid Combo and Babysitting Public Education classes. These increases will address the higher labor cost of instructors and of materials, while still offering competitive pricing when compared to other local providers.
- **New Class: Preserve/Outdoor First Aid:** Fee related to newly offered class with the goal to offer training on administering first aid and dealing with medical emergencies while outdoors or on the Preserve. Pricing will be well below similar classes offered by the private sector.

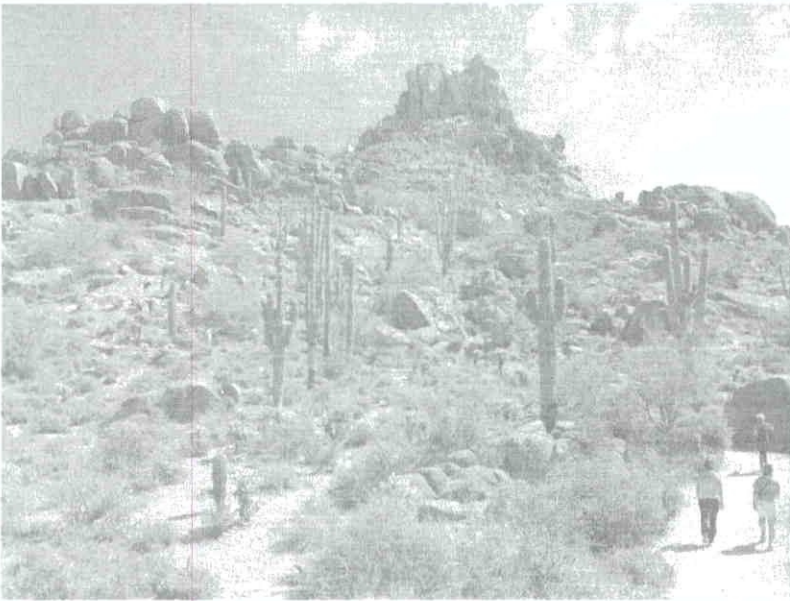
47

- **After Hours Fire Inspections:** This fee is to assist the new construction industry to get inspections done in an emergency fashion. Often used during the Final Certificate of Occupancy inspection whereas the building/business is approved and ready to be opened for business, thus keeping City of Scottsdale commerce moving forward.
- **Across the Board Permit Cost Increase:** These fees include permitting related to events involving the use of Tents and Vehicles as well as those for fireworks sales/shows and the need to rush permits. Historically, while Fire Permits have increased, they have not kept up with the costs in staff time nor have they kept up with the pricing of other Fire Department jurisdictions.

Additional General Fund revenue of **\$46,500** for FY 2021/22

48

Questions?



**FY 2021/22
TENTATIVE
OPERATING
& CAPITAL
BUDGET**

**CITY COUNCIL
MAY 18, 2021**

FY 2021/22 TENTATIVE BUDGET CHANGES

Fleet Management Fund - \$1.6 million

Delivery Delays	FY 2020/21	FY 2021/22	Total
Fire Pumper Truck	(\$0.5)	\$0.5	\$ -
Fire Utility Truck	(\$0.1)	\$0.1	\$ -
Fire ARFF Truck	(\$1.0)	\$1.0	\$ -
Police 5 Horse Trailer	(\$0.0)	\$0.0	\$ -
Total	(\$1.6)	\$1.6	\$ -

Rounding differences may occur.

FY 2021/22 TENTATIVE BUDGET CHANGES

American Rescue Plan Act Funds - \$30.05 million

	FY 2021/22	FY 2022/23	Total
ARPA Funds	\$15.025	\$15.025	\$30.05

Rounding differences may occur.



**General Fund
Operating Budget
Changes**

FY 20/21 GENERAL FUND FORECAST SUMMARY (\$ millions)

	FY 20/21 Proposed	FY 20/21 Tentative	Fav / (Unfav) Difference
Beginning Balance	\$119.0	\$119.0	\$ -
Revenues	\$316.1	\$316.2	\$0.1
Transfers In	\$11.7	\$11.7	\$ -
Total Sources	\$327.7	\$327.8	\$0.1
Expenditures	\$267.6	\$262.0	\$5.7
Debt Service	\$0.4	\$0.4	\$ -
Transfers Out	\$54.2	\$54.2	\$ -
Total Uses	\$322.2	\$316.5	\$5.7
Ending Balance	\$124.5	\$130.3	\$5.8

Rounding differences may occur.

5

FY 21/22 GENERAL FUND FORECAST SUMMARY (\$ millions)

	FY 21/22 Proposed	FY 21/22 Tentative	Fav / (Unfav) Difference
Beginning Balance	\$124.5	\$130.3	\$5.8
Revenues	\$324.1	\$324.1	\$ -
Transfers In	\$11.2	\$11.4	\$0.2
Total Sources	\$335.3	\$335.5	\$0.2
Expenditures	\$346.7	\$346.3	\$0.4
Debt Service	\$0.4	\$0.4	\$ -
Transfers Out	\$31.0	\$31.0	\$ -
Total Uses	\$378.1	\$377.6	\$0.5
Sources Over/(Under) Uses	(\$42.8) *	(\$42.2) *	\$0.7
Ending Balance	\$81.7	\$88.1	\$6.5

* Includes the following one-time items: 1) \$40M to PSPRS to address unfunded liability; and 2) \$8.4M to CIP to primarily fund five energy savings projects.

Rounding differences may occur.

6

Scottsdale Affordable Housing

AVAILABLE HOUSING OPTIONS

7

Affordable Housing

- Community Assistance Office allocated 755 vouchers
- Vouchers Paid with 200 private landlords
- Past and present home purchases (portfolio)
- Holiday Park area (24 units)
- 2nd St./Goldwater (26 units)
- Belleview/East Scottsdale Rd (8 units)
- Implementation of comprehensive landlord outreach
- More rental properties

8

Units Leased

8

Prior YTD 3,736 Monthly Average: 623
 Current YTD 3,595 Monthly Average: 599



755 Vouchers available but there is a decreasing number of rental units that qualify at less than \$1000/month for a one-bedroom unit.

9

Units Leased

9



Rising average monthly rent in Scottsdale leads to lower Housing Choice Voucher utilization.

10



Rising market rates lead to decrease in landlord participation

11

Opportunities

- 735 HUD housing choice vouchers - \$5.5 million subsidies paid to 190 private market landlords
- 20 HUD Foster Youth to Independence vouchers for foster youth aging out of foster care system
- Application to HUD for tenant based rental assistance for Scottsdale vulnerable populations
- Application to HUD for landlord/developer Project Based vouchers
- Increase in HUD HOME purchases in Scottsdale – currently 8 units
- HUD Housing Rehab Program (roof, emergency, green building)
- Implement comprehensive landlord outreach strategy
- Continue current Homelessness programs
- Consider various options to fund additional affordable units in Scottsdale

12

Housing Opportunities

- Look to create tenant based rental assistance (most vulnerable Scottsdale residents i.e., senior citizens, veterans and foster youth)
- Expansion and Funding Rehabilitation Program (Roof/Green Building/Emergency)
- Use new federal funding (assist low/moderate income residents)
- Creation of project-based voucher/partnership - non-profit/private sector

13

NEW SCOTTSDALE HOMELESSNESS PROGRAMS

**CARES & CDBG FUNDED SERVICES SERVING THE MOST
VULNERABLE IN OUR COMMUNITY.**

14



PHOENIX RESCUE MISSION OUTREACH & NAVIGATION

- ENGAGING DAILY WITH THOSE EXPERIENCING STREET HOMELESSNESS IN SCOTTSDALE AND CONNECTING THEM TO NEEDED RESOURCES.
- SINCE STARTING IN SEPTEMBER HAVE MADE OVER 250 UNDUPLICATED CONTACTS TO ASSIST THIS POPULATION THROUGH COMPREHENSIVE CASE MANAGEMENT.
- HAVE ASSISTED IN PLACING OVER 40 INDIVIDUALS AND FAMILIES IN SHELTERS, AND SUBSTANCE/BEHAVIORAL HEALTH TREATMENT PROGRAMS SINCE SEPTEMBER 2020.

15

ELAINE – TRANSPORTATION SERVICES

- Have served over 50 unduplicated clients in transportations to 'social determinants of health'.
- Have provided over 170 rides that lead to housing, employment, behavioral/medical health stability.



16

NEW FACES DAY RELIEF CENTER

- Faith community's effort with Community Bridges to provide navigation for homeless population to needed services and resources and offer crisis response as needed.
- Shower & Laundry program, lunch, padded sleeping mats, and other on-site services.
- Two current faith communities participating plus an additional site soon.

17



General Fund
CIP Budget
Changes

18

FY 2021/22
TENTATIVE
ADOPTED
CIP BUDGET

7-Replace Outdated 9-1-1 Computer Aided Dispatch and Records Management to Improve Efficiency - Reduced budget based on final cost estimates – (\$0.5) million (RICO)

33-Renovate the Via Linda Police Station to Increase Efficiency – **Advanced** a segment of the renovation - \$3.0 million (Bond 2019)

53-Build Multi-Use Sports Fields in the area of Bell Road - **Increased** budget to fully fund updated costs - \$0.4 million (General Fund)

61-Purchase land, expand Pinnacle Peak Park parking lot, staff office and restrooms, renovate hiking trail and construct an interpretive trail – **Advanced** budget timeline - \$1.6 million (Bond 2019)

19

FY 2021/22
TENTATIVE
ADOPTED
CIP BUDGET

Airport Future Grants and Matching Funds Contingency - **Increased** budget to address unforeseen grants - \$0.5 million (Grant and Aviation Rates)

Various Water and Sewer projects – **Increased** budget consistent with the Infrastructure Improvement Plan (IIP) - \$11.6 million (Water and Sewer Rates and Development Fees)

20

FY 2021/22
TENTATIVE
BUDGET
ADOPTION

ADOPT ORDINANCE NO. 4501
AS PRESENTED
(OR AS MODIFIED BY COUNCIL)
ESTABLISHING THE
FY 2021/22 TENTATIVE BUDGET

Item 19

Requested Council Action

Adopt Resolution 12135 to authorize the creation of a three-member Council Subcommittee. Appoint Mayor David D. Ortega and Councilmembers Tammy Caputi and Solange Whitehead to the subcommittee.

Parking Text Amendment

5-TA-2020

**City Council
May 18, 2021**

Coordinator: Bryan Cluff

Background

May 4, City Council Discussion and Continuation

- Enforcement of the existing free parking requirements
- Incremental changes, focus on 2-3 sections of the code
- Guest parking for MFR is an immediate issue that needs to be addressed now
- The hotel parking ratio needs to account for employee parking
- Hotel employee parking requirements may need to be considered case-by-case
- Administrative parking reductions (20%) may not be appropriate
- The Ordinance should define Mixed-use
- 5,000 square feet waiver may be too high for hotel commercial uses
- Provide the data behind staff recommendations

Staff Changes

- Mixed-use developments parking ratio. At least 20% non-residential.
- Clarification of the limitations on the mixed-use shared parking reductions and Parking Master Plans.
- Limit administrative reductions from 20% to 10%.
- Ordinance 4500 governance. City Council approval, or approval of a DRB application prior to the effective date of Ordinance 4500 shall not be subject to the changes.
- Changed the Downtown Overlay Waiver from 500 square feet to 1,000 square feet of commercial space.
 - At least one (1) parking space on-site for non-residential expansions.
 - At least two (2) parking spaces on-site for additions that include residential.

Enforcement

- Increased enforcement of free parking requirements:

Free parking in the Downtown Area. Required parking for developments within the Downtown Area shall be provided at no cost to the patrons, employees, residents, or their guests of the development. If the required parking of a development, which the required parking is on the same site as the development, is only available through the use of a valet services, the valet service shall be provided at no cost to the user.

- Hotels
- Multi-family residential
- Office/Commercial

Background (Data)

General Comparisons

All but 1 of the valley Cities have different (lower) parking requirements in their Downtown area.

All valley Cities allow for parking reductions.

3 valley Cities do not require any parking in their Downtown area.

Background (Data)

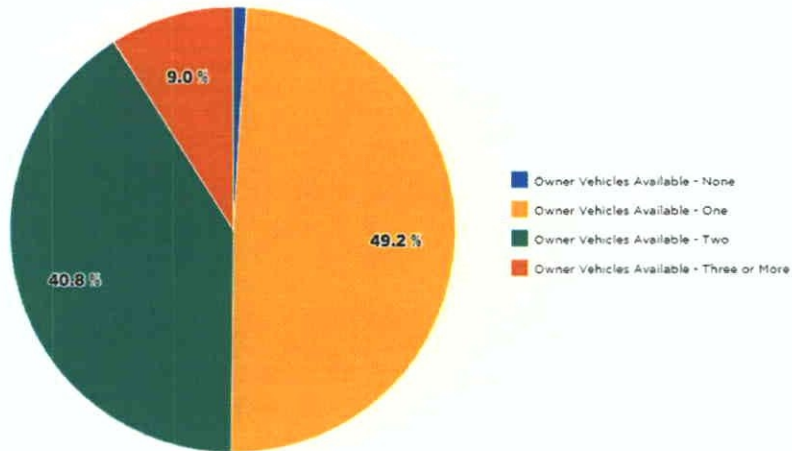
Vehicle Ownership per Unit



Source:
Maricopa Association of Governments Demographics
American Community Survey by Block Group
2013-2017 5 year estimates

Background (Data)

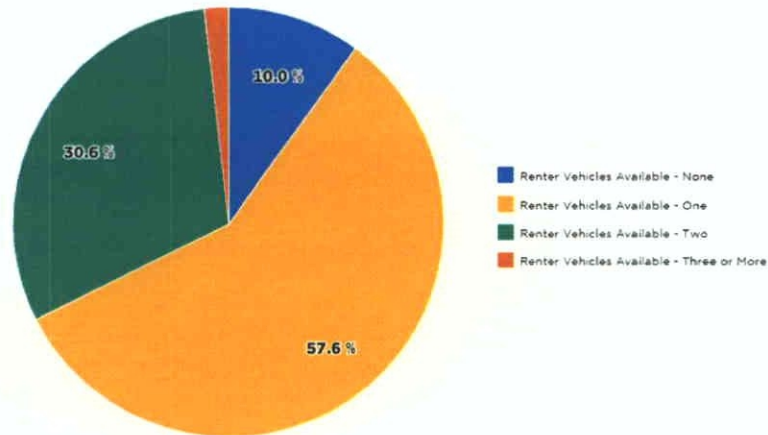
Vehicle Ownership Per Unit (Old Town) Owner Occupied



Old Town
Sources: US Census ACS 5-year 2015-2019

Background (Data)

Vehicle Ownership Per Unit (Old Town) Renter Occupied



Old Town
Sources: US Census ACS 5-year 2015-2019

Background (Data)

Hotels

9 out of 10 valley Cities have a lower requirement than Scottsdale.

3 valley Cities do not require any parking for hotels in their Downtown area.

Average: 1.1 space per room

Highest: 1.3 spaces per room

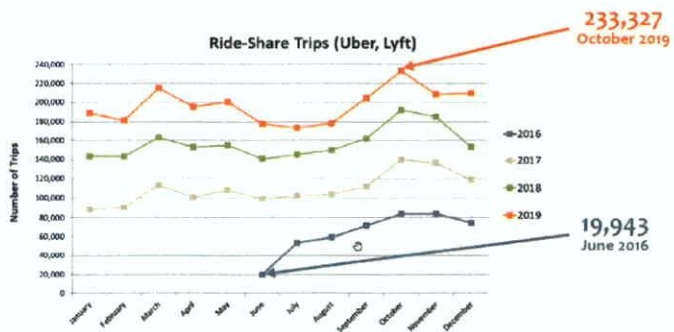
Lowest: 0.3 spaces per room (no parking in Downtown)

All ratios include employee parking.

Background (Data)

Rideshare

Rideshare continues to grow, with more than 10 times as many trips from 2016 to 2019.



Ride share continues to grow in popularity year after year

Source: Phoenix Sky Harbor International Airport Ground Transportation Report

Background (Data)

Hotels

Parking demand estimates; National Data & Industry

Scottsdale
(data collection)

0.6
(per room)

National
(data collection)

0.75
(per room)

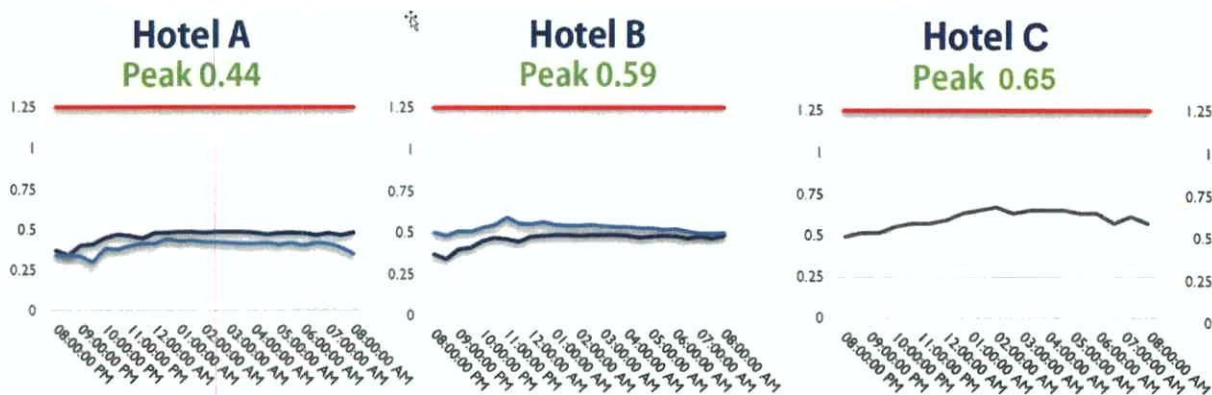
Industry
(Evolution Hos.)

0.84
(per room)

Background (Data)

Hotels

Parking data collected at 3 Old Town Scottsdale hotels during peak season.



Background (Data)

Valley Comparisons

Multi-family

- Average Non-Downtown Areas
Studio: 1.10
1-Bed: 1.35
2-Bed: 1.92
3-Bed: 2.16
- Average Including Downtown Areas
Studio: 0.7
1-Bed: 0.8
2-Bed: 1.22
3-Bed: 1.25
- Average Guest parking requirement: 1 space per 6.3 units

Background (Data)

Multi-family

Parking demand estimates; ITE Parking Generation Manual

Downtown
Core

1.1
(per unit)

Mixed-
Use/Urban

1.2
(per unit)

Suburban

1.6
(per unit)

*Staff recommended ratio provides 1.65 spaces per unit on average.

Background (Data)

Multi-family

Case Studies / Impacts of Parking Ratios

Studio: 1.25	Staff Proposal
1-Bed: 1.3	↑ 16% (A)
2-Bed: 1.7	
3-Bed: 1.9	
Guest: 1/8	

Studio: 1.25	↑ 20% (B)
1-Bed: 1.3	
2-Bed: 1.7	
3-Bed: 1.9	
Guest: 1/5	

Studio: 1.0	↑ 28% (C)
1-Bed: 1.5	
2-Bed: 2.0	
3-Bed: 2.0	
Guest: 1/8	

Studio: 1.0	(Citizen Petition)	↑ 38% (D)
1-Bed: 1.5		
2-Bed: 2.0		
3-Bed: 2.0		
Guest: 1/4		

Background (Data)

Multi-family

Case Study – The Kimsey

- The recently approved Kimsey development includes 190 dwelling units. 314 parking spaces are provided for the residential units, which includes 41 spaces that will be available for guest parking.
- The below summary shows how the ratios proposed on the previous slide would impact the parking requirements for the Kimsey development:

➤ Current code:	247 spaces	Kimsey exceeds by 40 spaces
➤ Option A (Staff):	297 spaces	Kimsey exceeds by 17 spaces
➤ Option B:	311 spaces	Kimsey exceeds by 3 spaces
➤ Option C:	331 spaces	Kimsey deficient by 17 spaces
➤ Option D:	348 spaces	Kimsey deficient by 34 spaces

Request

Adopt Ord. 4500 approving a text amendment to the Zoning Ordinance to amend Parking Requirements:

1. Travel Accommodations (Hotel)
2. Multi-Family Residential
3. Office (Call Centers)
4. Downtown Overlay Waivers
5. In-Lieu Parking
6. Special Improvement Requirements

1. Travel Accommodations (Hotels)

- Reduce per room requirement from 1.25 to 1.0.
- Add a performance requirement on parking master plans to address employee parking.
 - Parking master plan must specifically include provisions for employee parking. Required parking shall be on-site.
- Clarify requirements associated with conference space and auxiliary commercial uses.
 - Exemption for first 5,000 square feet.

1. Travel Accommodations (Hotels)

- Clarify requirements associated with conference space and auxiliary commercial uses.
 - Option A: Exemption for first 5,000 square feet.
 - Option B: Exemption for first 2,500 square feet.
 - Option C: Exemption for first 1,500 square feet.
 - Option D: Other amount.

2. Multi-family Residential

- Add guest parking requirement of 1 space per 8 units, Citywide.
 - Shall be located so they are easily accessed by guests, as determined by the Development Review Board.
- Modify the per unit requirement in the Old Town to match current requirement outside of Old Town.
 - a) 1.25 per studio (existing: 1)
 - b) 1.3 per 1 bed (existing: 1)
 - c) 1.7 per 2 bed (existing: 2)
 - d) 1.9 per 3 bed or more (existing: 2)

2. Multi-family Residential

(A) Studio: 1.25
1-Bed: 1.3
2-Bed: 1.7
3-Bed: 1.9
Guest: 1/8

↑ 16%

(B) Studio: 1.25
1-Bed: 1.3
2-Bed: 1.7
3-Bed: 1.9
Guest: 1/5

↑ 20%

(C) Studio: 1.0
1-Bed: 1.5
2-Bed: 2.0
3-Bed: 2.0
Guest: 1/8

↑ 28%

(D) Studio: 1.0
1-Bed: 1.5
2-Bed: 2.0
3-Bed: 2.0
Guest: 1/4

↑ 38%

3. Office

- Add a new category for call center (higher demand) type offices with a requirement of 5 per 1000 square feet (1 space per 200 square feet).

4. Downtown Overlay

- Created in 2003; intended to promote reinvestment.
- Currently allowed: 2,000 square feet and 4 dwelling units.
- Reduced To: 1,000 square feet, and 1 dwelling unit.
 - Must have 1 space on-site for non-residential waiver.
 - Must have 2 spaces on-site for residential waiver.

5. In-Lieu Parking

- Eliminate the option to purchase new permanent in-lieu spaces; leasing remains an option.
- Maximum property size of 20,000 square feet.

6. Special Improvement Requirements

- Only applicable to developments that are constructing public parking as part of a private development.
- Associated with disbursement of bonus funds.
- Currently, only 25% of the cost is credited for above ground structures.
- Provides more credit (100%) for above ground structures that are integrated with a building or include enhanced design.

Parking Text Amendment

5-TA-2020

**City Council
May 18, 2021**

Coordinator: Bryan Cluff