

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, JANUARY 14, 2014**



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

CALL TO ORDER

Mayor W.J. "Jim" Lane called to order a Regular Meeting of the Scottsdale City Council at 5:02 P.M. on Tuesday, January 14, 2014, in the City Hall Kiva.

ROLL CALL

Present: Mayor W.J. "Jim" Lane
Vice Mayor Virginia L. Korte
Councilmembers Suzanne Klapp (arrived at 5:15 p.m.), Robert W. Littlefield, Linda Milhaven, Guy Phillips, and Dennis E. Robbins

Also Present: City Manager Fritz Behring
City Attorney Bruce Washburn
City Treasurer Jeff Nichols
City Auditor Sharron Walker
City Clerk Carolyn Jagger

PLEDGE OF ALLEGIANCE – Girl Scout Troop 163, Troop Leader Kate Gookin

INVOCATION – Pastor Andre Wadsworth, Impact Church

MAYOR'S REPORT

Mayor Lane announced that 24/7 Wall Street recognized Scottsdale as being sixth in the nation for best run cities. Some of the reasons for the designation were the City's low crime rate, high bond rating, and educated citizenry.

CITY MANAGER'S REPORT – None

PRESENTATIONS/INFORMATION UPDATES – None

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.

POSSIBLE EXECUTIVE SESSION

Notice is hereby given that at any time during tonight's meeting, the City Council may make a motion to recess into Executive Session to discuss and consider the employment, assignment, reappointment, compensation and benefits of the Presiding Judge and; and/or to discuss and consult with the attorneys for legal advice regarding same. A.R.S. § 38-431.03(A)(1) and (A)(3).

PUBLIC COMMENT

John Washington commented on quality of life in Scottsdale as it relates to noise in Downtown and submitted the attached document for the record.

ADDED ITEMS

A1. Added Items

Consent Item No. 28A was added to the agenda January 9, 2014.

Request: Vote to accept the agenda as presented or continue the added item(s) to the next scheduled Council meeting, which is January 27, 2014.

MOTION AND VOTE – ADDED ITEMS

Councilwoman Milhaven made a motion to accept the agenda as presented. Councilman Robbins seconded the motion, which carried 6/0, with Councilwoman Klapp absent.

MINUTES

Request: Approve the Regular/General Plan Amendment Meeting Minutes of November 19, 2013; Special Meeting Minutes of November 20, 2013 and December 9, 2013; Regular Meeting Minutes of December 9, 2013 and December 10, 2013; and Executive Session Minutes of December 9, 2013.

MOTION AND VOTE - MINUTES

Councilman Phillips made a motion to approve the Regular/General Plan Amendment Meeting Minutes of November 19, 2013; Special Meeting Minutes of November 20, 2013 and December 9, 2013; Regular Meeting Minutes of December 9 and 10, 2013; and Executive Session Minutes of December 9, 2013. Councilman Robbins seconded the motion, which carried 6/0, with Councilwoman Klapp absent.

CONSENT AGENDA

MOTION AND VOTE - ITEMS 34 & 35

Councilman Littlefield made a motion to continue Items 34 and 35, the Associate Judge and Presiding Judge reappointments, to January 27, 2014. Councilwoman Milhaven seconded the motion, which carried 6/0, with Councilwoman Klapp absent.

1. Oregano's Pizza Bistro Liquor License (112-LL-2013)

Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for an acquisition of control change for an existing series 12 (restaurant) State liquor license.

Location: 7215 E. Shea Boulevard

Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210,
tcurtis@scottsdaleaz.gov

- 2. Fry's Marketplace Store No. 621 Liquor License (113-LL-2013)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a series 9S (sampling privileges for a liquor store) State liquor license for an existing location and owner.
Location: 8900 E. Via Linda Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 3. Fired Pie Liquor License (114-LL-2013)**
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: 14740 Northsight Boulevard, Suite 101
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 4. Paul Martin's American Grill Liquor License (115-LL-2013)**
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: 6186 N. Scottsdale Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 5. Bootleggers Liquor License (116-LL-2013)**
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: 7217 E. 1st Street
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 6. Zinburger Scottsdale Quarter Liquor License (117-LL-2013)**
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: 15257 N. Scottsdale Road, Suite F1-150
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 7. Union Barrelhouse Liquor License (118-LL-2013)**
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: 3636 N. Scottsdale Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

- 8. El Dorado Bar and Grill Liquor License (119-LL-2013)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a person transfer of a series 6 (bar) State liquor license for an existing location with a new owner.
Location: 8708 E. McDowell Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 9. Vintner's Circle Liquor License (122-LL-2013)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a series 13 (domestic farm winery) State liquor license for an existing location with a new owner.
Location: 2765 N. Scottsdale Road, Suite 109
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 10. Scramble, A Breakfast Joint Liquor License (123-LL-2013)**
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: 6590 N. Scottsdale Road, Suite 100
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 11. Shotgun Betty's Saloon Conditional Use Permit (9-UP-2005#2)**
Request: Find that the conditional use permit criteria have been met, and adopt **Resolution No. 9603** approving an amendment to an existing bar use Conditional Use Permit to expand the hours of operation for an existing bar in a 3,400± square-foot building with Central Business District, Parking District, Downtown Overlay (C-2/P-3 DO and P-2 DO) zoning.
Location: 7330 E. Stetson Drive
Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov
- 12. El Santo/Morning Squeeze Conditional Use Permit (12-UP-2013)**
Request: Find that the conditional use permit criteria have been met, and adopt **Resolution No. 9598** approving a Conditional Use Permit for live entertainment for a 3,326± square-foot establishment with Industrial Park (I-1) zoning.
Location: 7301 E. Butherus Drive
Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov
- 13. Permanent Extension of Premises for Ricky's Tacos & Beer (10-EX-2013)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a permanent extension of premises for a series 12 (restaurant) State liquor license.
Location: 7323 E. Shoeman Lane
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

14. Ricky's Restaurant Outdoor Dining License Agreement

Request: Adopt **Resolution No. 9579** authorizing Outdoor Dining License Agreement No. 2013-183-COS with NYSBV Investment, LLC for an outdoor dining patio on City right-of-way.

Location: 7325 E. Shoeman Lane

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

15. Permanent Extension of Premises for Scottsdale Center for the Performing Arts (12-EX-2013)

Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a permanent extension of premises for a series 5 (government) State liquor license.

Location: 7380 E. 2nd Street

Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

16. Permanent Extension of Premises for Don & Charlie's (13-EX-2013)

Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a permanent extension of premises for a series 6 (bar) State liquor license.

Location: 7501 E. Camelback Road

Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

17. Scottsdale Bible Church Abandonment (4-AB-2013)

Request: At the request of the applicant, continue to January 27, 2014.

Location: 7601 E. Shea Boulevard

Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

18. PCC, PRC, S-S Zoning Ordinance Text Amendments (1-TA-2013, 2-TA-2013, and 3-TA-2013)

Item No. 18 was moved to the Regular Agenda (Page 7).

19. Transportation On-Call Engineering Service Contracts Modifications

Request: Adopt **Resolution No. 9604** authorizing the following transportation on-call engineering service contract modifications for the fifth year option:

1. On-Call Engineering Services Contract No. 2009-188-COS-A3 with Gavan and Barker, Inc.
2. On-Call Engineering Services Contract No. 2009-189-COS-A3 with Wood Patel and Associates, Inc.
3. On-Call Engineering Services Contract No. 2009-190-COS-A3 with Dibble Engineering, Inc.
4. On-Call Engineering Services Contract No. 2009-192-COS-A3 with URS Corporation.

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

20. Capital Improvement and Facilities On-Call Structural Engineering Service Contracts

Request: Adopt **Resolution No. 9607** authorizing the following on-call engineering service contracts for one year, with the option to extend for four additional one-year periods:

1. On-Call Engineering Services Contract No. 2014-001-COS with Caruso Turley Scott, Inc.
2. On-Call Engineering Services Contract No. 2014-002-COS with Gannett Fleming, Inc.

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

21. Scottsdale's Museum of the West Design-Build Contract

Request: Adopt **Resolution No. 9609** authorizing Design-Build Manager Construction Services Agreement No. 2014-004-COS with Core/LGE, a Joint Venture, for a guaranteed maximum price of \$11,360,000 for construction of Scottsdale's Museum of the West.

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

22. Jomax Road Right-of-Way Agreement

Request: Adopt **Resolution No. 9608** authorizing Right-of-Way Agreement No. 2014-003-COS with the Arizona State Land Department for a water line along Jomax Road from 62nd Street to Scottsdale Road.

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

23. Land Conveyance

Request: Adopt **Resolution No. 9538** authorizing a land sale with Pelcom, LLC for approximately 0.1 acres of City-owned land, at a price of \$241,725.

Location: West of Scottsdale Road, North of Goldwater Boulevard

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

24. Scottsdale Road and 2nd Street Sidewalk Improvements Development Agreement

Request: Adopt **Resolution No. 9572** authorizing Development Agreement No. 2013-180-COS with SS Phase Two, LLC for the purpose of contributing funds for the removal and reconstruction of a portion of the North Scottsdale Road and East 2nd Street sidewalk and related improvements.

Location: 3748 N. Scottsdale Road

Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov

25. Fiscal Year 2014/15 Employee Medical Benefits Contract

Request: Adopt **Resolution No. 9616** authorizing Contract No. 2014-009-COS with Cigna Healthcare to administer medical, pharmacy, dental, employee assistance program, and behavioral health benefits to City employees beginning July 1, 2014, and set the amounts of administrative fees to be paid.

Staff Contact(s): Bruce Davis, Human Resources Executive Director, 480-312-2615, bdavis@scottsdaleaz.gov

26. WaterSMART Grant Application

Request: Adopt **Resolution No. 9623** authorizing the Water Resources Division to apply for a Bureau of Reclamation WaterSMART grant of up to \$300,000 for a micro-turbine project.

Staff Contact(s): Brian Biesemeyer, Water Resources Executive Director, 480-312-5683, bbiesemeyer@scottsdaleaz.gov

27. Disposition and Use of Real Property Code Amendment

Request: Adopt **Ordinance No. 4129** amending Scottsdale Revised Code Section 2-221, Disposition and Use of Real Property, to clarify existing language and add a provision for the administrative approval of minor leases of City property.

Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov

28. Monthly Financial Report

Request: Accept the FY 2013/14 Monthly Financial Report as of October 2013.

Staff Contact(s): Judy McIlroy, Budget Director, 480-312-2603, jmcilroy@scottsdaleaz.gov

28A. Wildlife Study Agreement

Request: Adopt **Resolution No. 9624** authorizing Wildlife Study Agreement No. 2014-010-COS with the Arizona Game and Fish Department to secure the assistance and expertise of the department in performing wildlife studies to assist with management of wildlife populations and their habitats within Scottsdale's McDowell Sonoran Preserve.

Staff Contact(s): Kroy Ekblaw, Preserve Director, 480-312-7064, kekblaw@scottsdaleaz.gov

**29. Rockbar Inc. Rezoning and Conditional Use Permit (2-ZN-2001#2 and 2-UP-2001#2)
Requests:**

Item No. 29 was moved to the Regular Agenda (Page 8).

MOTION AND VOTE - CONSENT AGENDA

Councilman Robbins made a motion to approve Consent Items 1 through 28A, absent Items 18 and 29, which were moved to the Regular Agenda. Councilwoman Milhaven seconded the motion, which carried 6/0, with Councilwoman Klapp absent.

Councilwoman Klapp arrived at 5:15 p.m.

REGULAR AGENDA

18. PCC, PRC, S-S Zoning Ordinance Text Amendments (1-TA-2013, 2-TA-2013, and 3-TA-2013)

Requests:

1. Adopt **Resolution No. 9596** declaring the document entitled "Zoning Ordinance Text Amendment – Planned Community Center (PCC) - 1-TA-2013" as a public record.
2. Adopt **Ordinance No. 4123** approving a text amendment to the City of Scottsdale Zoning Ordinance No. 455 to amend Article I. (Administration and Procedures), Article III. (Definitions), and Article V. (District Regulations) for the purpose of updating definitions and regulations related to allowable land uses and development standards for the Planned Community Center zoning district for Case No. 1-TA-2013.

3. Adopt **Resolution No. 9599** declaring the document entitled "Zoning Ordinance Text Amendment – Planned Regional Center (PRC) - 2-TA-2013" as a public record.
4. Adopt **Ordinance No. 4124** approving a text amendment to the City of Scottsdale Zoning Ordinance No. 455 to amend Article V. (District Regulations) and Article VII. (General Provisions) for the purpose of updating regulations related to allowable land uses and development standards for the Planned Regional Center zoning district for Case No. 2-TA-2013.
5. Adopt **Ordinance No. 4126** approving a text amendment to the City of Scottsdale Zoning Ordinance No. 455 to amend Article V. (District Regulations) for the purpose of updating regulations related to allowable land uses and development standards for the Support Services (S-S) zoning district for Case No. 3-TA-2013.

Presenter(s): Kira Wauwie, Project Coordination Liaison

Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov

Project Coordination Liaison Kira Wauwie gave a PowerPoint presentation (attached) on the proposed PCC, PRC, and S-S Zoning Ordinance Text Amendments.

MOTION NO. 1 AND VOTE - ITEM 18

Councilman Phillips made a motion not to adopt Resolution No. 9596, Ordinance No. 4123, Resolution No. 9599, Ordinance No. 4124, and Ordinance No. 4126. Councilman Littlefield seconded the motion, which failed 2/5, with Mayor Lane; Vice Mayor Korte; and Councilmembers Klapp, Milhaven, and Robbins dissenting.

MOTION NO. 2 AND VOTE - ITEM 18

Vice Mayor Korte made a motion to adopt Ordinance No. 4123, Resolution No. 9596, Ordinance No. 4124, Resolution No. 9599, and Ordinance No. 4126. Councilwoman Milhaven seconded the motion, which carried 5/2, with Councilmembers Littlefield and Phillips dissenting.

29. Rockbar Inc. Rezoning and Conditional Use Permit (2-ZN-2001#2 and 2-UP-2001#2) Requests:

1. Adopt **Ordinance No. 4125** approving the Zoning District Map Amendment from Downtown/Retail Specialty-Type 1, Downtown Overlay (D/RS-1 DO) to Downtown/Downtown Core-Type 1, Downtown Overlay (D/DC-1 DO) zoning on a 0.06± acre property, and finding that the proposed Zoning District Map Amendment is consistent and conforms with the adopted General Plan for Case No. 2-ZN-2001#2.
2. Find that the conditional use permit criteria have been met, and adopt **Resolution No. 9600** approving an amendment to the stipulations for an existing Conditional Use Permit for live entertainment use for a location with Downtown/Downtown Core-Type 1, Downtown Overlay (D/DC-1 DO) zoning for Case No. 2-UP-2001#2.

Location: 4245 N. Craftsman Court

Presenter(s): Dan Symer, Senior Planner

Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov

Senior Planner Dan Symer gave a PowerPoint presentation (attached) on the Rockbar Inc. rezoning and Conditional Use Permit (CUP) amendment requests.

Alex Mundy, applicant, gave a presentation on rezoning and CUP amendment requests for Rockbar Inc.

MOTION - ITEM 29

Councilman Robbins made a motion that the Council not adopt Ordinance No. 4125. Councilman Littlefield seconded the motion.

ALTERNATE MOTION - ITEM 29

Councilwoman Milhaven made an alternate motion to approve Ordinance No. 4125 and find that the conditional use permit criteria have been met, and adopt Resolution No. 9600 to allow the service windows to be open for a period of one year. Mayor Lane seconded the motion, which carried 4/3, with Councilmembers Littlefield, Phillips, and Robbins dissenting.

30. Pure Bliss Premium Medibles Conditional Use Permit (10-UP-2013)

Request: Find that the conditional use permit criteria have been met, and adopt **Resolution No. 9554** approving a Conditional Use Permit for a 1,385± square-foot Medical Marijuana Use (Infusion Bakery) with Industrial Park District (I-1) zoning.

Location: 7655 E. Evans Road, Suite 5

Presenter(s): Greg Bloemberg, Planner

Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov

Planner Greg Bloemberg gave a PowerPoint presentation (attached) on the proposed Pure Bliss Premium Medibles Conditional Use Permit (CUP).

Court Rich, applicant representative, pointed out that the Council had previously approved the location for a retail center for distribution of medical marijuana. He clarified that the application is for a bakery and that the location would not be used for direct sales of medical marijuana.

Mayor Lane opened public testimony.

- Craig O'Loughlin, attorney for Buyers Dispensary Inc., stated that Buyers Dispensary had been the medical marijuana license holder for Pure Bliss. A dispensary in Mesa is now the license holder, and Pure Bliss no longer has permission from Buyers Dispensary to use their license.

Mayor Lane closed public testimony.

MOTION NO. 1 AND VOTE - ITEM 30

Councilman Robbins made a motion to not approve Resolution No. 9554, and to find that the use is not compatible with the other uses in the area and the CUP criteria have not been met. Councilman Phillips seconded the motion, which failed 3/4, with Vice Mayor Korte and Councilmembers Klapp, Littlefield, and Milhaven dissenting.

MOTION NO. 2 AND VOTE - ITEM 30

Councilwoman Klapp made a motion to find that the conditional use permit criteria have been met and adopt Resolution No. 9554, approving a Condition Use Permit for medical marijuana use located at 7655 East Evans Road, Suite 5, with Industrial Park District zoning. Vice Mayor Korte seconded the motion which carried 4/3, with Mayor Lane and Councilmembers Phillips and Robbins dissenting.

31. Public Hearing on Proposed Water and Wastewater Impact Fees

Request: Conduct a public hearing on proposed changes to water and wastewater impact fees to be effective July 1, 2014.

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

Staff Contact(s): Brian Biesemeyer, Water Resources Executive Director, 480-312-5683, bbiesemeyer@scottsdaleaz.gov

Water Resources Executive Director Brian Biesemeyer gave a PowerPoint presentation (attached) on the proposed changes to the water and wastewater impact fees.

32. Monthly Financial Update

Request: Receive, discuss, and provide possible direction on the City Treasurer's monthly financial presentation as of November and December 2013.

Presenter(s): Jeff Nichols, City Treasurer

Staff Contact(s): Judy McIlroy, Budget Director, 480-312-2603, jmcilroy@scottsdaleaz.gov

City Treasurer Jeff Nichols gave a PowerPoint presentation (attached) on the City's financial status as of November and December 2013.

MAYOR AND COUNCIL

33. Boards, Commissions, and Task Force Nominations (Note: Interviews and appointments scheduled for January 27, 2014)

Human Services Commission (*one vacancy*) – Vice Mayor Korte nominated Donald Nordlund and Councilman Phillips nominated Harold Roth.

Library Board (*one vacancy*) – Councilwoman Klapp nominated Christine Naiman and Mayor Lane nominated Teresa Quale.

Loss Trust Fund Board (*one vacancy*) – There were no applicants for this board.

Neighborhood Advisory Commission (*two vacancies*) – Mayor Lane nominated Todd Becker and Todd Mazon.

Planning Commission (*one vacancy*) – Councilwoman Klapp nominated Matthew Cody and Councilman Phillips nominated Robert Rogers.

Tourism Development Commission (*one non-Hotelier vacancy*) – Councilman Phillips nominated Richard Alt, Councilwoman Milhaven nominated Camille Hill, and Councilman Robbins nominated Randal Ortiz.

Trails Subcommittee (*one non-Transportation Commissioner vacancy*) – Councilman Robbins nominated Michael Kuzel.

Transportation Commission (*one vacancy*) – Councilman Phillips nominated Barry Graham and Vice Mayor Korte nominated Steven Olmsted.

33A. Request to Agendize Initiation of a Process to Determine Whether to Revoke the Conditional Use Permits of Smashboxx, El Hefe Super Macho Taqueria, and Hi-Fi Kitchen & Cocktails

Request: At the request of Councilman Littlefield, discuss and provide possible direction to staff to agendize: "Consider initiation of the process to determine whether to revoke the Conditional Use Permits of Smashboxx, El Hefe Super Macho Taqueria, and Hi-Fi Kitchen & Cocktails."

Councilman Littlefield explained his reasons for asking to have the initiation of a process to determine whether to revoke the three Conditional Use Permits agendized.

MOTION AND VOTE - ITEM 33A

Councilman Littlefield made a motion that the Council agendize the initiation of a process to revoke the conditional use permits of Smashboxx, El Hefe Super Macho Taqueria, and Hi-Fi Kitchen & Cocktails. Councilman Phillips seconded the motion, which failed 2/5, with Mayor Lane; Vice Mayor Korte; and Councilmembers Klapp, Milhaven, and Robbins dissenting.

34. Associate City Judge Reappointment

Request: Discuss, consider, and act on the potential reappointment of Statia Hendrix, Associate City Judge, to a term of four years, as set forth in the City Code, to begin on March 9, 2014.

Presenter(s): Bruce Davis, Human Resources Executive Director

Staff Contact(s): Bruce Davis, Human Resources Executive Director, 480-312-2615, bdavis@scottsdaleaz.gov

Continued to January 27, 2014.

35. Presiding Judge Reappointment

Request: Discuss, consider, and act on the potential reappointment, including terms of employment, of Joseph Olcavage, Presiding Judge, to a term of four years, as set forth in the City Code, to begin on March 9, 2014.

Presenter(s): Bruce Davis, Human Resources Executive Director

Staff Contact(s): Bruce Davis, Human Resources Executive Director, 480-312-2615, bdavis@scottsdaleaz.gov

Continued to January 27, 2014.

PUBLIC COMMENT – None

CITIZEN PETITIONS

36. Receipt of Citizen Petitions

Request: Accept and acknowledge receipt of citizen petitions. Any member of the Council may make a motion, to be voted on by the Council, to: (1) Direct the City Manager to agendize the petition for further discussion; (2) direct the City Manager to investigate the matter and prepare a written response to the Council, with a copy to the petitioner; or (3) take no action.

Staff Contact(s): Carolyn Jagger, City Clerk, 480-312-2411, cjagger@scottsdaleaz.gov

No citizen petitions were received.

MAYOR AND COUNCIL ITEMS – None

ADJOURNMENT

With no further business to discuss, the Regular Meeting adjourned at 6:47 P.M.

SUBMITTED BY:



**Carolyn Jagger
City Clerk**

Officially approved by the City Council on February 4, 2014

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 14th day of January 2014.

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

DATED this 4th day of February 2014.



Carolyn Jagger, City Clerk

Item 18

**1-TA-2013 – PCC
2-TA-2013 – PRC
3-TA-2013 – S-S**

City Council Hearing
January 14, 2014

City of Scottsdale
Current Planning

Schedule

- | | |
|-------------------|---------------|
| ✓ June 12 | PC Initiation |
| ✓ November 13 | PC Non-Action |
| ✓ November 20, 21 | Open Houses |
| ✓ December 21 | PC Hearing |
| • January 14 | City Council |

Overview

- **On-going improvements**
 - Use matrix
 - Simplify language
 - Consistent style
 - Order logically
 - Remove bulk control
- **Combine uses (office, retail)**
- **Not increasing intensity/density/height**
- **No change to uses or standards of community importance**

PCC

- **Uses**
 - Add comparable, but not more intense uses
 - Revise use names for consistency
- **Development standards**
 - Revise order
 - Clarify language
 - Combine courtyard and common open space

PRC

- **Uses**
 - Add comparable, but not more intense uses
 - Revise use names to match other districts
- **Standards**
 - Revise order, group like parts with like parts
 - Clarify language
 - Convert from 2000 sf area per dwelling to density of 21 units per acre
 - Remove hotel site area per guest room limitation
 - Remove limitation on office being 40% of nonresidential uses

S-S

- Match district allowances and requirements to the purpose
- Consistency
 - Revise order and relationships of standards

Summary / Discussion

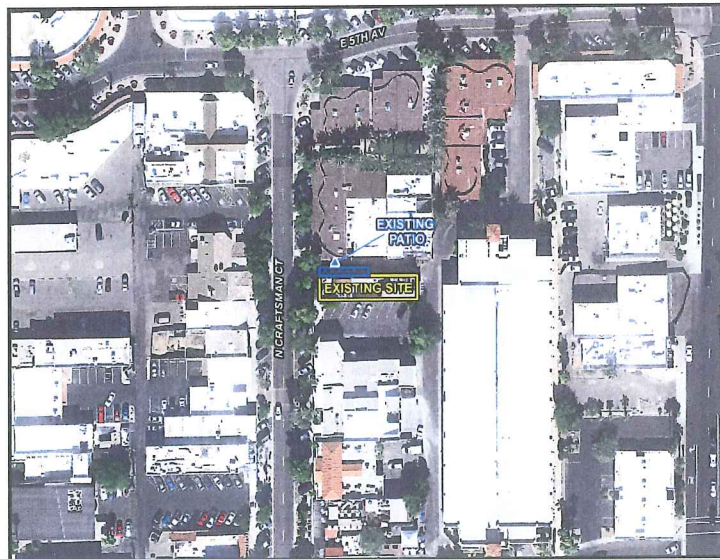
Item 29

Rockbar Inc.

**2-ZN-2001#2 and
2-UP-2001#2**

Coordinator: Dan Symer, AICP
January 14, 2014

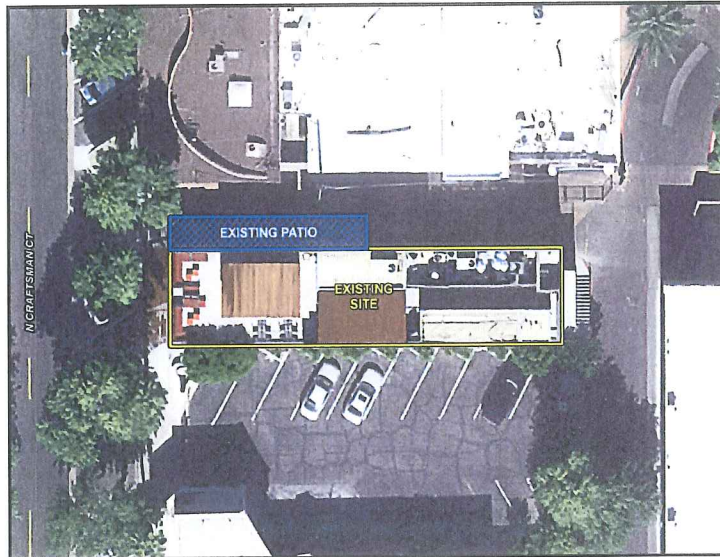
Rockbar Inc.



CONTEXT AERIAL

2-ZN-2001#2 and 2-UP-2001#2

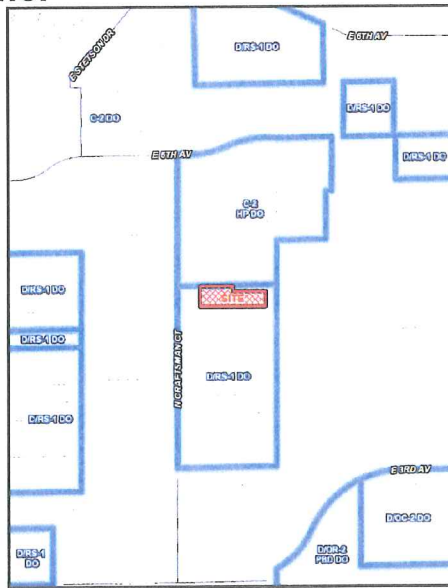
Rockbar Inc.



CLOSE AERIAL

2-ZN-2001#2 and 2-UP-2001#2

Rockbar Inc.



ZONING

2-ZN-2001#2 and
2-UP-2001#2

Rockbar Inc.

Request:

- **Amend the Stipulations for Conditional Use Permit for a Live Entertainment and Zoning District Map Amendment pertain to sound and to allow for the north service window to be open during Live Entertainment performances.**

OVERVIEW

2-ZN-2001#2 and 2-UP-2001#2

Rockbar Inc.

Planning Commission:

- **No opposition spoke at the Planning Commission hearing**
- **The Planning Commission heard these cases on December 11, 2013 and recommended approval per the attached stipulations with a vote of 5-0.**

OVERVIEW

2-ZN-2001#2 and 2-UP-2001#2

Pure Bliss Premium Medibles

10-UP-2013

City Council

January 14, 2014

Planner: Greg Bloemberg

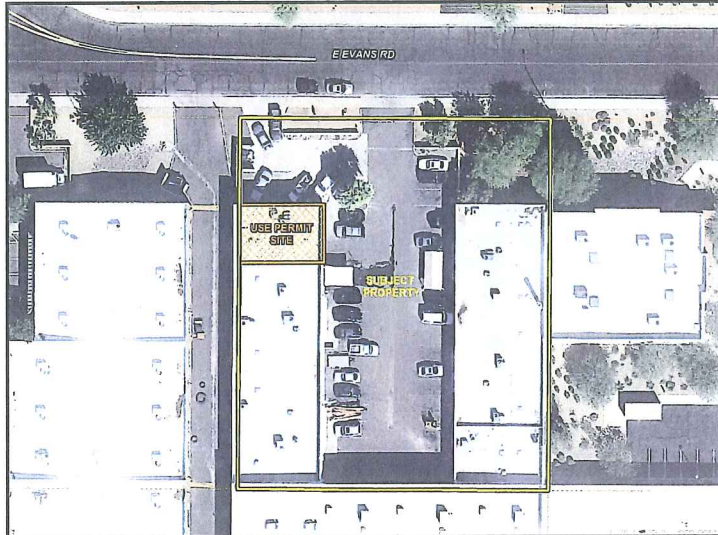
Pure Bliss Premium Medibles



CONTEXT AERIAL

10-UP-2013

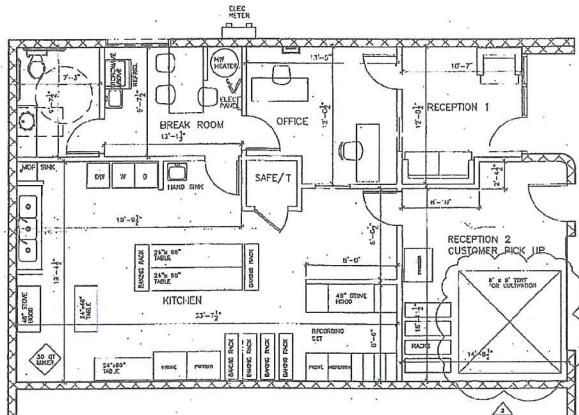
Pure Bliss Premium Medibles



CLOSE AERIAL

10-UP-2013

Pure Bliss Premium Medibles



FLOOR PLAN

10-UP-2013

Pure Bliss Premium Medibles

- Location previously approved twice for Medical Marijuana use (26-UP-11 & 4-UP-12)
- Facility will operate under existing Registration Certificate for dispensary in Mesa
- Motion to approve at 11/19/13 City Council did not pass. No alternative motion was made.

OVERVIEW

10-UP-2013

Pure Bliss Premium Medibles

10-UP-2013

City Council

January 14, 2014

Planner: Greg Bloemberg

PUBLIC HEARING
January 14, 2014

Impact Fees
For
Water and Wastewater

Brian K. Biesemeyer
Water Resources Executive Director

Impact Fees

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

New Impact Fee Process

- Arizona Revised Statute §9-463.05, effective January 1, 2012, requires a new process for impact fee adoption:
 - Post on City's website draft Land Use Assumptions (LUA) and Infrastructure Improvement Plans (IIP): August 20, 2013
 - Public hearing on LUA and IIP: October 22, 2013
 - Adoption of LUA and IIP: December 10, 2013

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New Impact Fee Process (Cont'd)

- Post on City's website draft Impact Fee Report: December 13, 2013
- ***Public hearing on draft Impact Fee Report and proposed fees:*** Today
- Proposed adoption of Impact Fee Report and fees: February 25, 2014
- Repeal old impact fee Ordinance and proposed adoption of new impact fee Ordinance: February 25, 2014
- Proposed effective date of Impact Fees and Ordinance: July 1, 2014

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Impact Fee Components

Buy-In

Interest Expense
(Debt Principal Credit)

Future Expansion

5

Buy-In to Available Existing Capacity

- Buy-in feature for capacity that already exists:
 - Applicable for eligible assets only
 - New developments must 'buy-in' to the existing capacity
 - Represents the replacement cost new less depreciation
- Existing capacity available for growth:
 - Current Capacity
 - Less Reserved Capacity
 - Less Level of Service provided today
 - Equals Existing Capacity Available for Growth

6

Projected Interest Expense and Debt Principal Credit

- Impact fees also recover the interest expense on debt issued to fund growth related capital projects

- The debt principal credit prevents the new customer from being double charged for principal payments

7

Future Expansion

- Water planning estimates for 2013 through 2023
 - Treatment facilities will not be expanded
 - Distribution system expansion of approximately \$26.4 million
 - Supply expansion of approximately \$3.2 million for recharge wells

- Wastewater planning estimates for 2013 through 2023
 - Treatment facilities will not be expanded
 - Collection system expansion of approximately \$4.7 million

8

Other Impact Fee Features

- Determines fees based on a ten year planning period
- Combines the water and the water resource impact fees into one (water) impact fee
- Eliminates administrative fees
- All fees now based on meter size/type which simplifies the structure, minimizes administrative burden and associates fees to level of service

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Impact Fees

Fee Component	Water Total Cost Per EDU*	Wastewater Total Cost Per EDU*
Buy-In	\$3,802	\$1,995
Interest Expense (Debt Principal Credit)	(\$701)	\$22
Future Expansion	\$264	\$25
Impact Fee Per EDU	\$3,365	\$2,042

*One Equivalent Demand Unit (EDU) equals one detached single family dwelling unit.

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Impact Fee Schedule

Meter Size	Water Fee	Wastewater Fee	Total Impact Fee
≤ 1 Inch	\$3,365	\$2,042	\$5,407
1 1/2 Inch	\$16,825	\$10,210	\$27,035
2 Inch	\$26,920	\$16,336	\$43,256
3 Inch Compound	\$53,840	\$32,672	\$86,512
3 Inch Turbine	\$74,030	\$44,924	\$118,954
4 Inch Compound	\$84,125	\$51,050	\$135,175
4 Inch Turbine	\$141,330	\$85,764	\$227,094
6 Inch Compound	\$168,250	\$102,100	\$270,350
6 Inch Turbine	\$291,073	\$176,633	\$467,706
8 Inch Compound	\$269,200	\$163,360	\$432,560

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Lower Impact Fees

- Lower fees driven by the shortened planning period of ten years versus 'build-out'
- Lower fees driven by the much lower growth related expansion requirements
 - Current growth related capital costs \$34.5M
 - Prior growth related capital costs \$731.4M
- Offset by higher buy-in; assets were constructed in the last planning period increasing the asset base
 - Current asset base \$1,100M
 - Prior asset base \$820M

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Single Family Residential

Water and Wastewater Fee Comparison				
Lot Size	Current	Proposed	Inc. (Dec.)	%
1 Inch Meter				
6,999 SF	\$7,477	\$5,407	(\$2,070)	-28%
11,799 SF	\$10,321	\$5,407	(\$4,914)	-48%
22,799 SF	\$13,165	\$5,407	(\$7,758)	-59%
43,556 SF	\$14,596	\$5,407	(\$9,189)	-63%
1.5 Inch Meter				
43,556 SF	\$14,596	\$27,035	\$12,439	85%
87,119 SF	\$16,009	\$27,035	\$11,026	69%
121,799 SF	\$20,271	\$27,035	\$6,764	33%

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Multi-Family Residential

Water and Wastewater Fee Comparison				
100 Unit Apartment, Average Density 1,600 SF				
Meters	Current	Proposed	Inc. (Dec.)	%
Five 1.5" Meters	\$554,960	\$135,175	(\$419,786)	-76%
Five 2.0" Meters	\$554,960	\$216,280	(\$338,681)	-61%

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Commercial

Water and Wastewater Fee Comparison				
Meter Size	Current	Proposed	Inc. (Dec.)	%
1 Inch	\$20,953	\$5,407	(\$15,546)	-74%
1.5 Inch	\$43,861	\$27,035	(\$16,826)	-38%
2 Inch	\$86,540	\$43,256	(\$43,284)	-50%
3 Inch	\$134,962	\$86,512	(\$48,450)	-36%
4 Inch	\$496,636	\$135,175	(\$361,461)	-73%
6 Inch	\$831,234	\$270,350	(\$560,884)	-67%
8 Inch	\$1,256,056	\$432,560	(\$823,496)	-66%

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What's Next

- Conduct a Public Hearing today
- Proposed adoption of impact fees: February 25, 2014
- Repeal old impact fee Ordinance and proposed adoption of new impact fee Ordinance: February 25, 2014
- Proposed effective date of impact fees and amended Ordinance: July 1, 2014

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Questions

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Commercial

Water and Wastewater Fee Comparison				
Meter Size	Current	Proposed	Inc. (Dec.)	%
5/8 Inch	\$7,878	\$5,407	(\$2,471)	-31%
3/4 Inch	\$9,890	\$5,407	(\$4,483)	-45%
1 Inch	\$20,953	\$5,407	(\$15,546)	-74%
1.5 Inch	\$43,861	\$27,035	(\$16,826)	-38%
2 Inch	\$86,540	\$43,256	(\$43,284)	-50%
3 Inch	\$134,962	\$86,512	(\$48,450)	-36%
4 Inch	\$496,636	\$135,175	(\$361,461)	-73%
6 Inch	\$831,234	\$270,350	(\$560,884)	-67%
8 Inch	\$1,256,056	\$432,560	(\$823,496)	-66%

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Item 32

Monthly Financial Update

As of December 31, 2013

City Council
 January 14, 2014
 Prepared by: City Treasurer

General Fund Operating Sources December 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

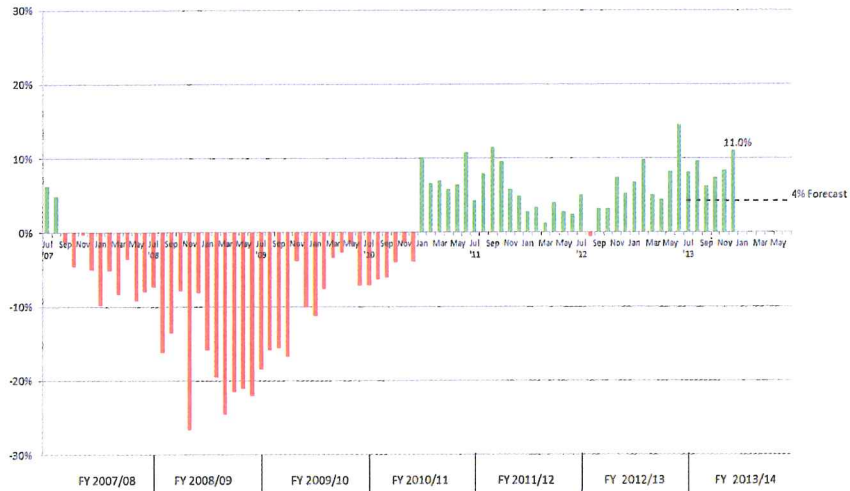
Sources Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sales Tax: 1.0% General Purpose	\$39.0	\$40.4	\$43.7	\$42.2	\$1.5	4%
0.1% Public Safety	3.8	3.9	4.2	4.1	0.1	4%
State Shared: Sales Tax	8.2	8.4	9.0	9.0	-	-
Revenue	9.2	11.1	12.1	12.1	-	-
Auto Lieu Tax	3.5	3.2	3.5	3.7	(0.1)	(3%)
Property Taxes (Primary)	13.6	13.5	13.7	14.0	(0.3)	(2%)
Franchise Fees/In-Lieu Tax	5.3	5.6	5.6	5.4	0.2	4%
Other: Licenses, Permits & Fees	3.4	3.2	3.5	3.5	(0.1)	(2%)
Fines & Forfeitures	3.5	3.3	3.1	3.4	(0.3)	(9%)
Miscellaneous	3.9	3.0	3.1	2.7	0.5	17%
Building Permits	4.1	5.6	7.9	4.5	3.5	78%
Interest Earnings	0.5	0.6	0.9	0.5	0.4	79%
Indirect Cost Allocations	4.3	3.5	3.3	3.3	-	-
Transfers In	6.1	5.1	3.9	3.9	(0.1)	(2%)
<i>Subtotal Operating Sources</i>	<i>\$108.3</i>	<i>\$110.4</i>	<i>\$117.5</i>	<i>\$112.2</i>	<i>\$5.3</i>	<i>5%</i>
Bed Taxes	4.7	0.0	0.0	0.0	0.0	
<i>Total Operating Sources</i>	<i>\$112.9</i>	<i>\$110.4</i>	<i>\$117.5</i>	<i>\$112.2</i>	<i>\$5.3</i>	<i>5%</i>

General Fund Operating Sources: Sales Tax December 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

1.0% Sales Tax Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
<u>Consumer Spending:</u>						
Small retail stores	\$6.1	\$6.5	\$7.1	\$6.8	\$0.2	4%
Large retail stores	4.2	4.2	4.3	4.4	(0.1)	(3%)
Misc goods & services	2.5	2.6	3.0	2.7	0.4	14%
Grocery & convenience	2.9	2.9	3.0	2.9	-	-
Auto sales & maintenance	4.5	5.1	5.7	5.5	0.1	4%
<u>Tourism/Entertainment:</u>						
Hotel lodging & misc sales	1.6	1.6	1.8	1.6	0.1	10%
Restaurants & bars	3.3	3.4	3.6	3.6	0.1	2%
<u>Business:</u>						
Construction	4.2	4.3	5.3	4.9	0.4	9%
Rental	5.8	6.0	6.1	6.0	0.1	1%
Utilities	2.4	2.4	2.4	2.5	(0.1)	(4%)
Licenses, penalties/interest	1.4	1.3	1.3	1.3	(0.1)	(3%)
Total 1.0% Sales Tax	\$39.0	\$40.4	\$43.7	\$42.2	\$1.5	4%

General Fund Sales Tax: 1.0% General Purpose – Year over Year Change



General Fund Operating Uses: by Category December 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Personnel Services*:						
Salaries & Wages	\$56.2	\$56.7	\$57.4	\$57.5	\$0.1	0%
Overtime	2.8	3.2	3.7	2.9	(0.9)	(30%)
FICA	3.8	3.8	3.9	3.9	-	-
Retirement	6.7	7.8	8.5	8.5	-	-
Health/Dental & Misc	6.8	7.4	7.8	7.9	0.1	2%
<i>Total Personnel Services</i>	<i>\$76.3</i>	<i>\$78.9</i>	<i>\$81.4</i>	<i>\$80.7</i>	<i>(\$0.6)</i>	<i>(1%)</i>
Contractual, Commodities, Capital Outlay	25.0	27.5	29.4	33.4	4.1	85%
<i>Total Operating Expenses</i>	<i>\$101.3</i>	<i>\$106.4</i>	<i>\$110.7</i>	<i>\$114.2</i>	<i>\$3.4</i>	<i>3%</i>
Debt Serv. & Contracts	7.9	2.7	1.6	1.6	-	-
Transfers Out	2.0	3.0	-	-	-	-
<i>Total Operating Uses</i>	<i>\$111.1</i>	<i>\$112.2</i>	<i>\$112.3</i>	<i>\$115.8</i>	<i>\$3.4</i>	<i>3%</i>
*Pay Periods thru December:	13	13	13			

General Fund Operating Uses: by Division December 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

Division	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Mayor & Council, Charter Officers	\$8.4	\$8.8	\$9.0	\$9.4	\$0.4	5%
Administrative Services	7.0	7.5	7.6	7.8	0.2	3%
Comm. & Econ Development	12.1	11.9	12.2	12.5	0.3	3%
Community Services	15.0	16.2	16.4	16.9	0.5	3%
Public Safety	5.3	5.7	6.3	6.7	0.5	7%
Public Safety - Fire	11.8	12.9	14.2	14.1	-	-
Public Safety - Police	34.5	35.3	36.4	36.7	0.3	1%
Public Works	7.2	8.1	8.7	10.0	1.3	13%
<i>Total Operating Expenses</i>	<i>\$101.3</i>	<i>\$106.4</i>	<i>\$110.7</i>	<i>\$114.2</i>	<i>\$3.4</i>	<i>3%</i>

General Fund Results: Summary December 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sources	\$112.9	\$110.4	\$117.5	\$112.2	5.3	5%
Uses	111.1	112.2	112.3	115.8	3.4	3%
Change in Fund Balance	\$1.9	(\$1.8)	\$5.2	(\$3.6)	\$8.7	

General Fund Operating Sources December 2013

(in millions: rounding differences may occur)

Sources Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sales Tax: 1.0% General Purpose	\$7.5	\$7.9	\$8.7	\$8.2	\$0.6	7%
0.1% Public Safety	0.7	0.7	0.8	0.7	0.1	7%
State Shared: Sales Tax	1.3	1.4	1.5	1.5	-	-
Revenue	1.5	1.9	2.0	2.0	-	-
Auto Lieu Tax	0.5	0.3	0.5	0.6	-	-
Property Taxes (Primary)	4.2	3.1	3.8	4.3	(0.5)	(11%)
Franchise Fees/In-Lieu Tax	0.1	0.1	0.1	0.1	-	-
Other: Licenses, Permits & Fees	0.8	0.7	0.8	0.8	-	-
Fines & Forfeitures	0.5	0.5	0.5	0.6	(0.1)	(10%)
Miscellaneous	0.6	0.5	0.5	0.3	0.2	47%
Building Permits	0.8	1.1	2.2	0.8	1.5	nm
Interest Earnings	0.3	0.1	0.2	0.1	0.1	98%
Indirect Cost Allocations	0.7	0.6	0.5	0.5	-	-
Transfers In	0.5	0.5	0.5	0.6	(0.1)	(9%)
<i>Subtotal Operating Sources</i>	<i>\$20.1</i>	<i>\$19.3</i>	<i>\$22.8</i>	<i>\$21.0</i>	<i>\$1.7</i>	<i>8%</i>
Bed Taxes	1.1	0.0	0.0	0.0	-	-
<i>Total Operating Sources</i>	<i>\$21.2</i>	<i>\$19.3</i>	<i>\$22.8</i>	<i>\$21.0</i>	<i>\$1.7</i>	<i>8%</i>

General Fund Operating Sources: Sales Tax December 2013

(in millions: rounding differences may occur)

1.0% Sales Tax Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
<i>Consumer Spending:</i>						
Small retail stores	\$1.2	\$1.2	\$1.5	\$1.3	\$0.2	12%
Large retail stores	0.8	0.8	0.8	0.8	-	-
Misc goods & services	0.5	0.6	0.6	0.6	-	-
Grocery & convenience	0.6	0.5	0.5	0.5	-	-
Auto sales & maintenance	0.8	0.9	1.1	0.9	0.1	16%
<i>Tourism/Entertainment:</i>						
Hotel lodging & misc sales	0.4	0.3	0.4	0.3	-	-
Restaurants & bars	0.6	0.6	0.7	0.7	0.1	9%
<i>Business:</i>						
Construction	0.7	0.8	1.0	0.8	0.2	19%
Rental	0.9	1.0	1.0	1.0	-	-
Utilities	0.4	0.4	0.4	0.4	-	-
Licenses, penalties/interest	0.7	0.7	0.7	0.7	-	-
Total 1.0% Sales Tax	\$7.5	\$7.9	\$8.7	\$8.2	\$0.6	7%

General Fund Operating Uses: by Category December 2013

(in millions: rounding differences may occur)

Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
<i>Personnel Services*:</i>						
Salaries & Wages	\$8.5	\$8.7	\$8.8	\$8.8	(\$0.1)	(1%)
Overtime	0.6	0.5	0.7	0.6	(0.1)	(14%)
FICA	0.6	0.6	0.6	0.6	-	-
Retirement	1.1	1.2	1.4	1.4	-	-
Health/Dental & Misc	1.1	1.2	1.3	1.3	-	-
Total Personnel Services	\$11.8	\$12.1	\$12.7	\$12.7	(\$0.1)	(1%)
Contractual, Commodities, Capital Outlay	3.4	4.2	4.6	5.9	1.3	22%
Total Operating Expenses	\$15.3	\$16.4	\$17.3	\$18.5	\$1.2	7%
Debt Serv. & Contracts	6.5	1.7	1.6	1.6	-	-
Transfers Out	0.6	-	-	-	-	-
Total Operating Uses	\$22.3	\$18.0	\$18.9	\$20.1	\$1.2	6%

*Pay Periods in December: 2 2 2

General Fund Operating Uses: by Division December 2013

(in millions: rounding differences may occur)

Division	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Mayor & Council, Charter Officers	\$1.3	\$1.6	\$1.4	\$1.4	\$ -	-
Administrative Services	1.0	1.1	1.1	1.0	(0.1)	(11%)
Comm. & Econ Development	1.8	1.9	1.9	2.2	0.3	13%
Community Services	2.2	2.3	2.3	2.6	0.2	9%
Public Safety	0.7	0.8	0.8	1.0	0.2	21%
Public Safety - Fire	1.9	2.0	2.2	2.3	0.1	3%
Public Safety - Police	5.5	5.3	5.8	6.0	0.2	4%
Public Works	0.8	1.4	1.8	2.1	0.3	16%
<i>Total Operating Expenses</i>	<u>\$15.3</u>	<u>\$16.4</u>	<u>\$17.3</u>	<u>\$18.5</u>	<u>\$1.2</u>	<u>7%</u>

General Fund Results: Summary December 2013

(in millions: rounding differences may occur)

	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sources	\$21.2	\$19.3	\$22.8	\$21.0	1.7	8%
Uses	22.3	18.0	18.9	20.1	1.2	6%
Change in Fund Balance	<u>(\$1.1)</u>	<u>\$1.3</u>	<u>\$3.9</u>	<u>\$0.9</u>	<u>\$2.9</u>	

Monthly Financial Update

As of November 30, 2013

City Council
 January 14, 2014
 Prepared by: City Treasurer

General Fund Operating Sources November 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

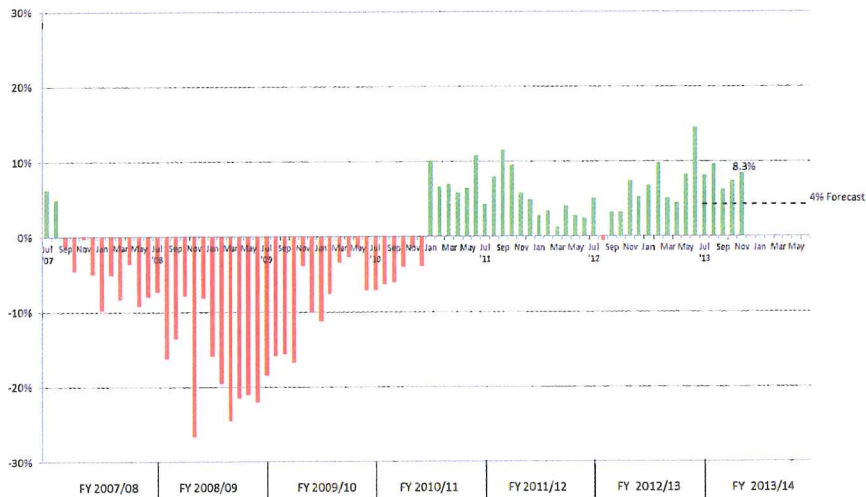
Sources Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sales Tax: 1.0% General Purpose	\$31.5	\$32.5	\$34.9	\$34.0	\$0.9	3%
0.1% Public Safety	3.1	3.2	3.4	3.3	0.1	3%
State Shared: Sales Tax	6.9	7.0	7.5	7.6	(0.1)	(1%)
Revenue	7.6	9.3	10.1	10.1	-	-
Auto Lieu Tax	3.0	3.0	3.0	3.1	(0.1)	(4%)
Property Taxes (Primary)	9.4	10.4	9.9	9.7	0.2	2%
Franchise Fees/In-Lieu Tax	5.2	5.4	5.5	5.3	0.2	4%
Other: Licenses, Permits & Fees	2.5	2.5	2.7	2.7	-	-
Fines & Forfeitures	2.9	2.8	2.6	2.8	(0.3)	(9%)
Miscellaneous	3.3	2.6	2.7	2.3	0.3	13%
Building Permits	3.4	4.5	5.7	3.7	2.0	54%
Interest Earnings	0.3	0.5	0.7	0.4	0.3	75%
Indirect Cost Allocations	3.5	2.9	2.7	2.7	-	-
Transfers In	5.6	4.5	3.4	3.4	-	-
<i>Subtotal Operating Sources</i>	<i>\$88.2</i>	<i>\$91.0</i>	<i>\$94.7</i>	<i>\$91.2</i>	<i>\$3.5</i>	<i>4%</i>
Bed Taxes	3.6	0.0	0.0	0.0	0.0	
<i>Total Operating Sources</i>	<i>\$91.7</i>	<i>\$91.0</i>	<i>\$94.7</i>	<i>\$91.2</i>	<i>\$3.5</i>	<i>4%</i>

General Fund Operating Sources: Sales Tax November 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

1.0% Sales Tax Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
<u>Consumer Spending:</u>						
Small retail stores	\$4.9	\$5.2	\$5.6	\$5.5	\$0.1	2%
Large retail stores	3.4	3.4	3.4	3.6	(0.1)	(4%)
Misc goods & services	2.1	2.0	2.5	2.1	0.4	19%
Grocery & convenience	2.3	2.4	2.4	2.4	-	-
Auto sales & maintenance	3.7	4.2	4.6	4.6	-	-
<u>Tourism/Entertainment:</u>						
Hotel lodging & misc sales	1.2	1.2	1.4	1.3	0.1	9%
Restaurants & bars	2.7	2.8	2.9	2.9	-	-
<u>Business:</u>						
Construction	3.5	3.5	4.3	4.0	0.2	7%
Rental	4.9	5.0	5.1	5.0	0.1	2%
Utilities	2.0	2.0	2.0	2.1	(0.1)	(3%)
Licenses, penalties/interest	0.7	0.6	0.6	0.6	-	-
Total 1.0% Sales Tax	\$31.5	\$32.5	\$34.9	\$34.0	\$0.9	3%

General Fund Sales Tax: 1.0% General Purpose – Year over Year Change



General Fund Operating Uses: by Category November 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Personnel Services*:						
Salaries & Wages	\$47.7	\$48.0	\$48.6	\$48.7	\$0.1	0%
Overtime	2.2	2.7	3.1	2.3	(0.8)	(34%)
FICA	3.3	3.3	3.3	3.3	-	-
Retirement	5.7	6.6	7.2	7.2	-	-
Health/Dental & Misc	5.6	6.2	6.5	6.6	0.1	2%
<i>Total Personnel Services</i>	\$64.4	\$66.8	\$68.6	\$68.1	(\$0.6)	(1%)
Contractual, Commodities, Capital Outlay	21.6	23.2	24.8	27.9	3.1	11%
<i>Total Operating Expenses</i>	\$86.0	\$90.0	\$93.4	\$95.9	\$2.5	3%
Debt Serv. & Contracts	1.3	1.1	-	-	-	-
Transfers Out	1.5	3.0	-	-	-	-
<i>Total Operating Uses</i>	\$88.8	\$94.2	\$93.4	\$96.0	\$2.5	3%
*Pay Periods thru November:	11	11	11			

General Fund Operating Uses: by Division November 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

Division	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Mayor & Council, Charter Officers	\$7.1	\$7.2	\$7.6	\$8.3	\$0.7	8%
Administrative Services	6.0	6.4	6.5	6.8	0.3	5%
Comm. & Econ Development	10.3	10.0	10.3	10.3	0.1	1%
Community Services	12.8	13.9	14.1	14.4	0.3	2%
Public Safety	4.6	4.9	5.5	5.7	0.3	5%
Public Safety - Fire	9.8	10.9	11.9	11.8	(0.1)	(1%)
Public Safety - Police	29.0	30.0	30.6	30.7	0.1	0%
Public Works	6.4	6.7	6.9	7.9	1.0	12%
<i>Total Operating Expenses</i>	\$86.0	\$90.0	\$93.4	\$95.9	\$2.5	3%

General Fund Results: Summary November 2013: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sources	\$91.7	\$91.0	\$94.7	\$91.2	\$3.5	4%
Uses	88.8	94.2	93.4	96.0	2.5	3%
Change in Fund Balance	\$3.0	(\$3.2)	\$1.3	(\$4.8)	\$6.1	

General Fund Operating Sources November 2013

(in millions: rounding differences may occur)

Sources Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sales Tax: 1.0% General Purpose	\$6.4	\$6.9	\$7.4	\$7.1	\$0.3	4%
0.1% Public Safety	0.6	0.7	0.7	0.7	-	-
State Shared: Sales Tax	1.4	1.4	1.5	1.5	-	-
Revenue	1.5	1.9	2.0	2.0	-	-
Auto Lieu Tax	0.5	0.6	0.7	0.6	0.1	17%
Property Taxes (Primary)	6.1	7.3	6.7	6.3	0.4	6%
Franchise Fees/In-Lieu Tax	2.4	0.0	0.0	0.0	-	-
Other: Licenses, Permits & Fees	0.6	0.7	0.8	0.7	0.1	16%
Fines & Forfeitures	0.5	0.5	0.5	0.6	-	-
Miscellaneous	0.6	0.6	0.6	0.5	0.1	13%
Building Permits	0.6	0.8	0.9	0.7	0.2	25%
Interest Earnings	0.0	0.1	0.1	0.1	0.1	64%
Indirect Cost Allocations	0.8	0.6	0.5	0.5	-	-
Transfers In	0.6	0.6	0.7	0.6	-	-
<i>Subtotal Operating Sources</i>	<i>\$22.9</i>	<i>\$22.6</i>	<i>\$23.1</i>	<i>\$21.9</i>	<i>\$1.1</i>	<i>5%</i>
Bed Taxes	1.1	0.0	0.0	0.0	-	-
<i>Total Operating Sources</i>	<i>\$24.0</i>	<i>\$22.6</i>	<i>\$23.1</i>	<i>\$21.9</i>	<i>\$1.1</i>	<i>5%</i>

General Fund Operating Sources: Sales Tax November 2013

(in millions: rounding differences may occur)

1.0% Sales Tax Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
<u>Consumer Spending:</u>						
Small retail stores	\$1.0	\$1.1	\$1.1	\$1.1	\$ -	-
Large retail stores	0.7	0.7	0.7	0.7	-	-
Misc goods & services	0.4	0.4	0.5	0.4	0.1	20%
Grocery & convenience	0.5	0.6	0.5	0.5	-	-
Auto sales & maintenance	0.7	0.9	0.9	0.9	(0.1)	(17%)
<u>Tourism/Entertainment:</u>						
Hotel lodging & misc sales	0.4	0.4	0.4	0.4	-	-
Restaurants & bars	0.6	0.6	0.6	0.6	-	-
<u>Business:</u>						
Construction	0.6	0.7	1.0	0.8	0.2	25%
Rental	0.9	1.0	1.0	1.0	-	-
Utilities	0.4	0.4	0.4	0.4	-	-
Licenses, penalties/interest	0.1	0.2	0.1	0.2	(0.1)	(14%)
Total 1.0% Sales Tax	\$6.4	\$6.9	\$7.4	\$7.1	\$0.3	4%

General Fund Operating Uses: by Category November 2013

(in millions: rounding differences may occur)

Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Personnel Services*:						
Salaries & Wages	\$8.5	\$8.5	\$8.8	\$8.8	\$ -	-
Overtime	0.5	0.4	0.6	0.4	(0.2)	(41%)
FICA	0.6	0.6	0.6	0.6	-	-
Retirement	1.0	1.2	1.3	1.3	-	-
Health/Dental & Misc	1.1	1.2	1.3	1.3	-	-
Total Personnel Services	\$11.7	\$11.9	\$12.6	\$12.4	(\$0.2)	(1%)
Contractual, Commodities, Capital Outlay	4.7	4.7	4.5	6.2	1.6	27%
Total Operating Expenses	\$16.4	\$16.6	\$17.1	\$18.6	\$1.5	8%
Debt Serv. & Contracts	0.5	0.1	-	-	-	-
Transfers Out	0.6	-	-	-	-	-
Total Operating Uses	\$17.4	\$16.8	\$17.1	\$18.6	\$1.5	8%

***Pay Periods in November: 2 2 2**

General Fund Operating Uses: by Division November 2013

(in millions: rounding differences may occur)

Division	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Mayor & Council, Charter Officers	\$1.2	\$1.3	\$1.6	\$1.8	\$0.2	13%
Administrative Services	1.0	1.1	1.0	1.1	-	-
Comm. & Econ Development	2.2	1.8	1.8	1.9	0.1	4%
Community Services	2.5	2.4	2.5	2.7	0.2	8%
Public Safety	1.1	1.0	1.0	1.4	0.4	29%
Public Safety - Fire	1.9	2.0	2.2	2.2	-	-
Public Safety - Police	5.4	5.3	5.6	5.6	-	-
Public Works	1.2	1.7	1.4	1.9	0.5	24%
<i>Total Operating Expenses</i>	<u>\$16.4</u>	<u>\$16.6</u>	<u>\$17.1</u>	<u>\$18.6</u>	<u>\$1.5</u>	<u>8%</u>

General Fund Results: Summary November 2013

(in millions: rounding differences may occur)

	FY 11/12	FY 12/13	FY 13/14	FY 13/14	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sources	\$24.0	\$22.6	\$23.1	\$21.9	\$1.1	5%
Uses	17.4	16.8	17.1	18.6	1.5	8%
Change in Fund Balance	<u>\$6.6</u>	<u>\$5.8</u>	<u>\$6.0</u>	<u>\$3.3</u>	<u>\$2.6</u>	

I took the easier way out and moved to New York City (part time). I live in the middle of one of the largest areas of bars and clubs and you would not believe how QUIET it is. For the first time in 15+ years, I get a good night sleep. I dread the times I have to go back to Arizona, knowing that I will not get sleep.

There are signs when you leave the bars that say, 'Please respect our neighbors and be quiet.'

Scottsdale could learn a lot from this city....