

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING AND WORK STUDY SESSION MINUTES
TUESDAY, JUNE 21, 2022**



**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 5:00 P.M. on Tuesday, June 21, 2022 in the City Hall Kiva Forum.

ROLL CALL

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

Also Present: City Manager Jim Thompson, City Attorney Sherry Scott, City Treasurer Sonia Andrews, City Auditor Sharron Walker, and City Clerk Ben Lane

PLEDGE OF ALLEGIANCE – Councilwoman Whitehead

MAYOR'S REPORT

Mayor Ortega asked to keep the Ukrainian people and country in the forefront of our thoughts and for a moment of silence as we hope for their peace and freedom.

Mayor Ortega reported that the City's Office of Diversity Programs, along with partners including Mayo Clinic, HonorHealth, and the Scottsdale Fire Fighters Association, held a successful Juneteenth event at the Scottsdale Stadium Field House on Sunday, June 19, 2022.

PUBLIC COMMENT – Mitch Roth spoke about the sound wall originally planned for the area along Pima Road between Pinnacle Peak and Happy Valley Roads.

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.

ADDED ITEM

A1. Added Item

Item No. 34A was added to the agenda on June 15, 2022 and requires a separate vote to remain on the agenda.

Request: Vote to accept the agenda as presented or continue the added items to the next scheduled Council meeting, which is July 6, 2022.

MOTION AND VOTE – ADDED ITEM

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

CONSENT AGENDA

1. Hashi Liquor License (36-LL-2022)

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: 23233 N. Pima Road, Suite G101

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

2. America's Taco Shop Liquor License (37-LL-2022)

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 previously licensed location with a new owner.

Location: 7001 E. 1st Avenue

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

3. Lorenzo's Pizza & Pasta Liquor License (39-LL-2022)

Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for an owner transfer of a Series 7 (beer and wine bar) State liquor license for an existing location with a new owner.

Location: 23623 N. Scottsdale Road, Suite 4

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

4. Scotchdale LLC Liquor License (41-LL-2022)

Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 4 (wholesaler) State liquor license for a new location and owner.

Location: 16674 N. 91st Street, Suite 105

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

5. **Scottsdale Meat Market Liquor Licenses (43-LL-2022)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 10 (beer and wine store) State liquor license for a new location and owner.
Location: 14987 N. Northsight Boulevard, Suite 3
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
6. **JoJo's Shakebar Liquor License (49-LL-2022)**
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: 15037 N. Scottsdale Road, Suite 150
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
7. **Permanent Extension of Premises for Cien Agaves Tacos & Tequila (7-EX-2022)**
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 for an existing location to add a new 434 square foot balcony.
Location: 7228 E. 1st Avenue
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
8. **Johnson Abandonment (11-AB-2021)**
Request: Adopt **Resolution No. 12465** authorizing the abandonment of 15-feet of public road right-of-way with Single-Family Residential (R1-43) zoning.
Location: Northern Property Line at 12501 E. Mountain View Road
Staff Contact(s): Erin Perreault, Acting Planning, Economic Development, and Tourism Executive Director, 480-312-7093, eperreault@scottsdaleaz.gov
9. **One Scottsdale Planning Unit II Preliminary Plat (8-PP-2021)**
Request: Approve the final plat for a new 6-lot mixed-use subdivision on ±54.5-acres with Planned Community (P-C) with Planned Regional Center (PRC) comparable zoning.
Location: 19701 N. Scottsdale Road
Staff Contact(s): Erin Perreault, Acting Planning, Economic Development, and Tourism Executive Director, 480-312-7093, eperreault@scottsdaleaz.gov
10. **7700 E. Indian School Road Minor General Plan Amendment and Rezoning (2-GP-2021 and 5-ZN-2021)**
Requests:
 1. Adopt **Resolution No. 12466** approving a Minor General Plan Amendment to the Scottsdale General Plan 2035 Future Land Use Map from Employment-Office to Commercial land use designation on a ±0.6-acre site.
 2. Adopt **Ordinance No. 4544** approving a zoning district map amendment from Service Residential (S-R) to Neighborhood Commercial (C-1) zoning on a ±0.6-acre site.**Location:** 7700 E. Indian School Road
Staff Contact(s): Erin Perreault, Acting Planning, Economic Development, and Tourism Executive Director, 480-312-7093, eperreault@scottsdaleaz.gov
11. **Scottsdale Airport North Taxiway A and Run-Up Area Improvements Construction Bid**
Request: Adopt **Resolution No. 12487** authorizing Construction Bid Award No. 22PB019 with J. Banicki Construction, Inc., the lowest responsive bidder, in the amount of \$4,544,080, for the construction of the Taxiway "A" North and Run-Up Area Improvements at Scottsdale Airport.
Location: 15000 N. Airport Drive
Staff Contact(s): Gary Mascaro, Aviation Director, 480-312-7735, gmascaro@scottsdaleaz.gov

- 12. Ashler Hills Park Project Pre-Construction Phase Services Contract**
Request: Adopt **Resolution No. 12511** authorizing Construction Manager at Risk Contract No. 2022-086-COS with Valley Rain Construction Corporation, in an amount not to exceed \$66,900.12, to provide pre-construction phase services for Bond 2019 Project 55 – Build a 17-Acre Neighborhood Park at Ashler Hills Drive and 74th Way (Whisper Rock).
Location: Ashler Hills Drive and 74th Way
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, daworth@scottsdaleaz.gov
- 13. Scottsdale Stadium Renovations and Pre-Construction Phase Services Contract**
Request: Adopt **Resolution No. 12467** authorizing Construction Manager at Risk Contract No. 2022-058-COS with Okland Construction Company, Inc., in an amount not to exceed \$268,339, to provide pre-construction phase services for Project PH05 – Scottsdale Stadium Renovations Phase 2 and Bond 2019 Project 15 – Build 200 Space Parking Lot off 75th Street to Serve the City Court and Scottsdale Stadium.
Location: 7408 E. Osborn Road
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, daworth@scottsdaleaz.gov
- 14. Citywide Civil/Site Construction Project Job Order Contract Increase**
Request: Adopt **Resolution No. 12510** authorizing Contract No. 2021-040-COS-A1 with Nesbitt Contracting Co., Inc., increasing the single job order limit from \$1.5 million to \$2.5 million for citywide civil/site constructions projects throughout the City.
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, daworth@scottsdaleaz.gov
- 15. Citywide Sport Courts, Fields, Fencing, Lighting, and Associated Amenities Job Order Contracts**
Request: Adopt **Resolution No. 12508** authorizing the following job order contracts in amounts not to exceed \$1,000,000 per individual job order or a total amount of \$5,000,000 for the first two years of each contract for citywide sport courts, fields, fencing, lighting, and associated amenities at various project locations:
1. Contract No. 2022-083-COS with DBA Construction, Inc.
2. Contract No. 2022-084-COS with Elite Sports Builders, LLC.
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, daworth@scottsdaleaz.gov
- 16. On-Call Water Resources Engineering Services Contracts**
Request: Adopt **Resolution No. 12514** authorizing the following one-year contract extensions, in an amount not to exceed \$1,000,000 per contract, for on-call water resources engineering services:
1. Contract No. 2019-081-COS-A2 with Carollo Engineers, Inc.
2. Contract No. 2019-082-COS-A2 with GHD, Inc.
3. Contract No. 2019-083-COS-A2 with HDR Engineering, Inc.
4. Contract No. 2019-084-COS-A2 with Narasimhan Consulting Services, Inc., doing business as NCS Engineers.
5. Contract No. 2019-085-COS-A2 with Water Works Engineers, LLC.
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, daworth@scottsdaleaz.gov

17. Citywide Sewer Rehabilitation Job Order Contracts

Request: Adopt **Resolution No. 12515** authorizing the following one-year contract extensions, in an amount not to exceed \$2,500,000 per contract, for citywide sewer system rehabilitation construction services:

1. Contract No. 2019-091-COS-A2 with Achen Gardner Construction, LLC.
2. Contract No. 2019-092-COS-A2 with Insituform Technologies, LLC.

Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555,
daworth@scottsdaleaz.gov

18. Trolley Operation Service Office Revocable License Agreement

Request: Adopt **Resolution No. 12516** authorizing Agreement No. 2022-087-COS with Dunn Transportation Inc., for a license to use office space in City-owned property at the South Corporation yard for a Trolley Operation Service Office.

Location: 7601 E. McKellips Road

Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555,
daworth@scottsdaleaz.gov

19. Fiscal Year (FY) 2022/23 Human Services Program Funding

Request: Adopt **Resolution No. 12453** approving the recommendations of the Human Services Commission and authorizing:

1. The allocation of FY 2022/23 Scottsdale Cares Program funding in the amount of \$150,000 to agencies supporting a variety of human services programs.
2. The distribution of Scottsdale Endowment Program funding in the amount of \$8,600 to the McDowell Sonoran Conservancy for their Expedition Days: Taking STEM Learning Out to the Natural Environment Program and the Arizona Burn Foundation.
3. The allocation of FY 2022/23 General Funds Programs in the amount of \$52,522 to agencies supporting a variety of human services programs.
4. The allocation of FY 2022/23 Salt River Pima-Maricopa Indian Community funds in the amount of \$125,000 to agencies supporting a variety of human services programs.
5. The allocation of FY 2022/23 General Funds in the amount of \$146,000 to Tempe Community Action Agency for congregate and home-delivered meals in South Scottsdale.
6. The Assistant City Manager, or designee, to execute contracts with non-profit agencies for programs and services that do not exceed the formal bid limit of \$25,000.
7. The Assistant City Manager, or designee, to execute any other documents and take such other actions as necessary to carry out the intent of this Resolution.

Staff Contact(s): Greg Bestgen, Human Services Department Director, 480-312-0104,
gbestgen@scottsdaleaz.gov

20. McCormick-Stillman Railroad Park Bunkhouse Capital Project Donation

Request: Adopt **Resolution No. 12494** authorizing the acceptance of a \$1,000,000 monetary donation from the Scottsdale Railroad and Mechanical Society to be deposited in the Capital Improvement Projects contributions fund and to be used towards the McCormick-Stillman Railroad Park Bunkhouse capital project.

Staff Contact(s): William B. Murphy, Assistant City Manager, 480-312-7954,
bmurphy@scottsdaleaz.gov

21. Fingerprinting Equipment Grant

Request: Adopt **Resolution No. 12493** to authorize:

1. Agreement No. 2022-074-COS with the Arizona Criminal Justice Commission for the acceptance of a National Criminal History Improvement Program grant, in the amount of \$19,072.62, with a \$2,119.18 match, for the purchase of fingerprinting equipment to be used by the Business Services Department for the processing of regulatory licenses.
2. A budget transfer in the amount of \$19,073 from the Fiscal Year 2022/23 Future Grants Budget and/or Grant Contingency Budget and the creation of a new cost center to record the related grant activities.

Staff Contact(s): Whitney Pitt, Business Services Director, 480-312-5925,
wpitt@scottsdaleaz.gov

22. School Resource Officer Intergovernmental Agreement

Request: Adopt **Resolution No. 12438** authorizing Agreement No. 2022-044-COS with the Cave Creek Unified School District for the provision of a Scottsdale Police Officer to serve as a School Resource Officer.

Staff Contact(s): Jeff Walther, Chief of Police, 480-312-1900, jwalther@scottsdaleaz.gov

23. Crime Lab Equipment Maintenance Services Contract

Request: Adopt **Resolution No. 12538** authorizing Contract No. 2022-096-COS with Full Spectrum Group, LLC, for an additional one-year extension period beyond the five years administratively authorized for crime lab equipment maintenance services, including hardware and software support services.

Staff Contact(s): Jeff Walther, Chief of Police, 480-312-1900, jwalther@scottsdaleaz.gov

24. Proposition 202 Grant Applications

Request: Adopt **Resolution No. 12474** authorizing the Government Relations Director, or designee, to submit Proposition 202 grant applications to local Indian Nations for tribal gaming grants for the period of July 1, 2022, through June 30, 2023.

Staff Contact(s): Dale Wiebusch, Government Relations Director, 480-312-2683,
dwiebusch@scottsdaleaz.gov

25. Scottsdale Sister Cities Association Membership

Request: Adopt **Resolution No. 12530** to authorize:

1. The purchase of a membership with the Scottsdale Sister Cities Association, Inc. (SSCA).
2. The City Manager, or designee, to administer the City's membership with SSCA, including executing any necessary documents relevant to the membership.

Staff Contact(s): Dale Wiebusch, Government Relations Director, 480-312-2683,
dwiebusch@scottsdaleaz.gov

26. Regional Economic Development Marketing Services Agreement

Request: Adopt **Resolution No. 12518** authorizing Agreement No. 2022-089-COS with the Greater Phoenix Economic Council in the amount of \$119,256 for regional economic development marketing services.

Staff Contact(s): Rob Millar, Economic Development Director, 480-312-2533,
rmillar@scottsdaleaz.gov

27. Tourism Event Funding Programs

Request: Adopt the following resolutions authorizing use of the Tourism Development Fund for Fiscal Year 2022/23 events that meet the criteria of the following Tourism Event Funding programs:

1. **Resolution No. 12520** authorizing the Event Venue Fee Funding Program and the Mayor to execute individual agreements with each event producer.
2. **Resolution No. 12521** authorizing the Community Event Funding Program and the Mayor to execute individual agreements with each event producer for funding of \$30,000 or less, while agreements for funding of more than \$30,000 will be subject to Council approval.
3. **Resolution No. 12522** authorizing the Matching Event Advertising Funding Program and the Mayor to execute individual agreements with each event producer.
4. **Resolution No. 12523** authorizing the New Event Development Funding Program, subject to Council approval of such agreements, and authorizing staff to use the New Event Development Guidelines to evaluate whether an event qualifies for funding.

Staff Contact(s): Karen Churchard, Tourism and Events Director, 480-312-2890, kchurchard@scottsdaleaz.gov

28. Scottsdale Museum of the West Financial Participation Agreement

Request: Adopt **Resolution No. 12485** authorizing Financial Participation Agreement No. 2022-069-COS with Scottsdale Museum of the West, Inc., in the amount of \$400,000 for Fiscal Year 2022/23 to be allocated for activities consistent with Museum Management Agreement No. 2021-088-COS.

Staff Contact(s): Karen Churchard, Tourism and Events Director, 480-312-2890, kchurchard@scottsdaleaz.gov

29. Scottsdale Arts Financial Participation Agreement

Request: Adopt **Resolution No. 12486** authorizing Agreement No. 2022-070-COS with Scottsdale Cultural Council, doing business as Scottsdale Arts, for Fiscal Year 2022/23 in the amount of \$6,060,314 to be allocated for activities consistent with Management Services Agreement No. 2020-046-COS.

Staff Contact(s): Karen Churchard, Tourism and Events Director, 480-312-2890, kchurchard@scottsdaleaz.gov

30. Experience Scottsdale Destination Marketing Services Agreement

Request: Adopt **Resolution No. 12459** authorizing Agreement No. 2022-054-COS with Scottsdale Convention and Visitors Bureau, Inc., doing business as Experience Scottsdale, to use the Tourism Development Fund for the provision of destination marketing services.

Staff Contact(s): Karen Churchard, Tourism and Events Director, 480-312-2890, kchurchard@scottsdaleaz.gov

Mayor Ortega opened public comment.

Diana Smith, Scottsdale resident, expressed concern about full disclosure and transparency related to the City's newly created marketing reserve fund.

Mayor Ortega closed public comment.

- 31. Human Resources Management Code Amendment**
Request: Adopt **Ordinance No. 4554** amending Scottsdale Revised Code, Chapter 14, Human Resources Management, Section 14-82, Vacation.
Staff Contact(s): Donna Brown, Human Resources Director, 480-312-2615, dbrown@scottsdaleaz.gov
- 32. Purchase of Property-Casualty Insurance for the Period of July 1, 2022, to July 1, 2023**
Request: Adopt **Resolution No. 12533** to authorize:
1. The purchase of property-casualty insurance, including general liability, law enforcement liability, vehicle liability, public officials' errors and omissions, property, workers' compensation, cyber liability, aviation drone, and airport liability insurance for Fiscal Year (FY) 2022/23.
2. The Risk Management Director, or designee, to execute such documents and take all other actions and sign all other documents necessary and proper to purchase the policies authorized by this Resolution for FY 2022/23.
Staff Contact(s): George Woods, Risk Management Director, 480-312-7040, gwoods@scottsdaleaz.gov
- 33. Bartlett Dam Modification Feasibility Study Budget Transfer**
Request: Adopt **Resolution No. 12512** authorizing a Fiscal Year 2021/22 Capital Budget appropriation transfer in the amount of \$400,000 from the Water Participation Program – City Portion (WH03) Capital Project to a newly created capital project to be titled "*Bartlett Dam Modification Feasibility Study*" that will be funded by water rates.
Staff Contact(s): Brian Biesemeyer, Water Resources Executive Director, 480-312-5683, bbiesemeyer@scottsdaleaz.gov
- 34. Monthly Financial Report**
Request: Accept the Fiscal Year 2021/22 Monthly Financial Report as of April 2022.
Staff Contact(s): Judy Doyle, Budget Director, 480-312-2603, jdoyle@scottsdaleaz.gov
- 34A. Axon Final Plat (6-PP-2022)**
Request: Adopt **Ordinance No. 4556** approving a final plat for the Axon subdivision, consisting of three lots and associated rights-of-way and tracts and easements on a ±60-acre site with Planned Community District, Industrial Park (P-C I-1) zoning.
Location: Loop 101 (West Bound) and N. Hayden Road
Staff Contact(s): Erin Perreault, Acting Planning, Economic Development, and Tourism Executive Director, 480-312-7093, eperreault@scottsdaleaz.gov

MOTION AND VOTE – CONSENT AGENDA

Councilwoman Janik made a motion to approve Consent Agenda Items 1 through 34A. Vice Mayor Durham seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Durham; and Councilmembers Caputi, Janik, Littlefield, Milhaven, and Whitehead voting in the affirmative.

REGULAR AGENDA

35. **FLW Storage Rezoning and Conditional Use Permit (8-ZN-2021 and 16-UP-2021)**

Requests:

1. Adopt **Ordinance No. 4543** approving a zoning district map amendment from Single-Family Residential (R1-35) to Highway Commercial (C-3) on a ±3.38-acre site located at Parcel No. 215-51-026.
2. Find that the conditional use permit criteria have been met and adopt **Resolution No. 12461** approving a Conditional Use Permit for vehicle storage associated to the proposed Highway Commercial (C-3) zoning on a ±3.38-acre site located at Parcel No. 215-51-026.

Location: North of E. Frank Lloyd Wright Boulevard and West of the Loop 101, backing to the Central Arizona Project canal

Presenter(s): Jeff Barnes, Senior Planner

Staff Contact(s): Erin Perreault, Acting Planning, Economic Development, and Tourism Executive Director, 480-312-7093, eperreault@scottsdaleaz.gov

Senior Planner Jeff Barnes gave a PowerPoint presentation (attached) on the FLW Storage rezoning and conditional use permit applications.

Applicant representative Greg Loper, with Clear Sky Capital, gave a presentation on the FLW Storage rezoning and conditional use permit applications.

MOTION AND VOTE – ITEM 35

Councilwoman Whitehead made a motion to adopt Ordinance No. 4543 approving a zoning district map amendment from Single-Family Residential (R1-35) to Highway Commercial (C-3) on a ±3.38-acre site located at Parcel No. 215-51-026 and adopt Resolution No. 12461 approving a Conditional Use Permit for vehicle storage associated to the proposed Highway Commercial (C-3) zoning on a ±3.38-acre site located at Parcel No. 215-51-026. Mayor Ortega seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Durham; and Councilmembers Caputi, Janik, Littlefield, Milhaven, and Whitehead voting in the affirmative.

36. **Scottsdale Sustainable Water Management Principles**

Request: Adopt **Resolution No. 12539** approving and adopting the Scottsdale Sustainable Water Management Principles and authorizing the Water Resources Executive Director to execute any other documents and take such other actions as necessary to carry out the intent of this Resolution.

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, Water Policy Manager Gretchen Baumgardner, and Water Resources Administrator Kevin Rose gave a PowerPoint presentation (attached) on the proposed Sustainable Water Management Principles.

MOTION AND VOTE – ITEM 36

Councilwoman Whitehead made a motion to adopt Resolution No. 12539 approving and adopting the Scottsdale Sustainable Water Management Principles and authorizing the Water Resources Executive Director to execute any other documents and take such other actions as necessary to carry out the intent of this Resolution. Councilwoman Caputi seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Durham; and Councilmembers Caputi, Janik, Littlefield, Milhaven, and Whitehead voting in the affirmative.

37. Fiscal Year (FY) 2022/23 Property Tax Levies

Request: Adopt **Ordinance No. 4547** assessing the FY 2022/23 primary and secondary property tax levies and fixing the primary and secondary property tax rates.

Presenter(s): Judy Doyle, Budget Director

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

Budget Director Judy Doyle gave a PowerPoint presentation (attached) on the Fiscal Year 2022/23 property tax levies.

MOTION AND VOTE – ITEM 37

Councilwoman Janik made a motion to adopt Ordinance No. 4547 assessing the Fiscal Year 2022/23 primary and secondary property tax levies and fixing the primary and secondary property tax rates. Councilwoman Littlefield seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Durham; and Councilmembers Caputi, Janik, Littlefield, Milhaven, and Whitehead voting in the affirmative.

38. Fiscal Year (FY) 2022/23 Streetlight Improvement District Property Tax Levy

Request: Adopt **Ordinance No. 4548** assessing the FY 2022/23 Municipal Streetlight Improvement District property tax levy by district in accordance with Arizona Revised Statutes and the City Charter.

Presenter(s): Judy Doyle, Budget Director

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

Budget Director Judy Doyle gave a PowerPoint presentation (attached) on the Fiscal Year 2022/23 Streetlight Improvement District property tax levy.

MOTION AND VOTE – ITEM 38

Vice Mayor Durham made a motion to adopt Ordinance No. 4548 assessing the Fiscal Year 2022/23 Municipal Streetlight Improvement District property tax levy by district in accordance with Arizona Revised Statutes and the City Charter. Councilwoman Janik seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Durham; and Councilmembers Caputi, Janik, Littlefield, Milhaven, and Whitehead voting in the affirmative.

PUBLIC COMMENT – None

CITIZEN PETITIONS

39. 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 agendaize 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): Ben Lane, City Clerk, 480-312-2411, blane@scottsdaleaz.gov

No citizen petitions were received.

MAYOR AND COUNCIL ITEMS

40. Initiate City Council Review of the Development Review Board's June 2, 2022, Decision Regarding 25-DR-2021 (The Goldwater)

Request: At the request of Mayor Ortega, consider whether to initiate a formal City Council review of the Development Review Board's June 2, 2022, decision, which approved the site plan, landscape plan, and building elevations for a mixed-use development with 40 dwelling units in a 70-foot-tall building located at 7000 E. 4th Street.

Mayor Ortega noted the applicant made minor modifications to the project which were reviewed and accepted by staff and recorded. For this reason, Mayor Ortega did not make a motion on this item.

Mayor David D. Ortega adjourned the Regular portion of the City Council Meeting at 6:10 P.M.

Mayor David D. Ortega called the City Council Work Study Session to order at 6:11 P.M. and noted the Mayor, City Council, and Charter Officers were all present.

CITY COUNCIL WORK STUDY SESSION

PUBLIC COMMENT – None

1. Home Arizona Presentation

Request: Presentation, discussion, and possible direction to staff regarding current housing conditions and associated economic forecasts.

Presenter(s): Rob Millar, Economic Development Director

Staff Contact(s): Rob Millar, Economic Development Director, 480-312-2533, rmillar@scottsdaleaz.gov

MOTION AND VOTE – ITEM 1

Councilwoman Whitehead made a motion to continue Item 1 [Home Arizona Presentation] to a date to be determined. Councilwoman Littlefield seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Durham; and Councilmembers Caputi, Janik, Littlefield, Milhaven, and Whitehead voting in the affirmative.

MOTION AND VOTE – ADJOURNMENT

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

ADJOURNMENT

The City Council Work Study Session adjourned at 6:12 P.M.

SUBMITTED BY:



Ben Lane, City Clerk

Officially approved by the City Council on August 22, 2022

CERTIFICATE

I hereby certify that the foregoing Minutes are a true and correct copy of the Minutes of the Regular Meeting and Work Study Session of the City Council of Scottsdale, Arizona, held on the 21st day of June 2022.

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

DATED this 22nd day of August 2022.



Ben Lane, City Clerk

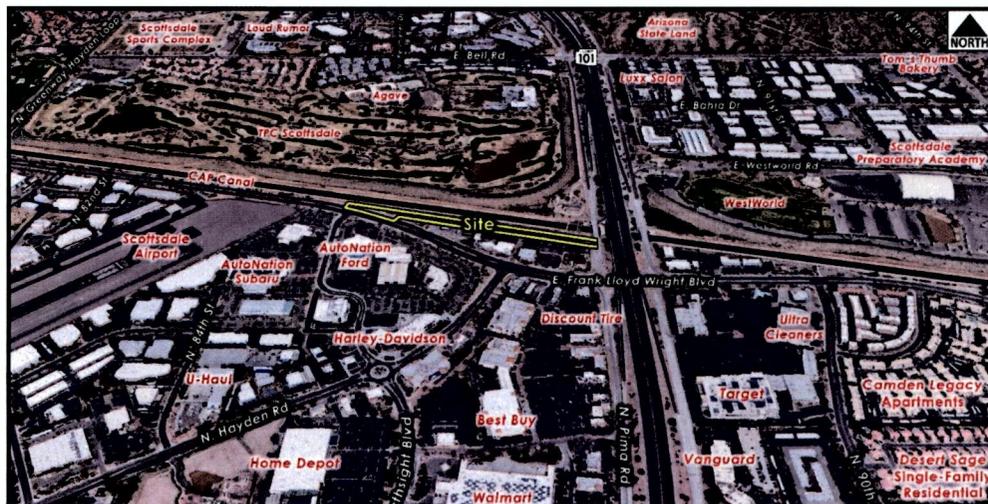
FLW Storage

8-ZN-2021 & 16-UP-2021

City Council
6/21/2022

Coordinator: Jeff Barnes

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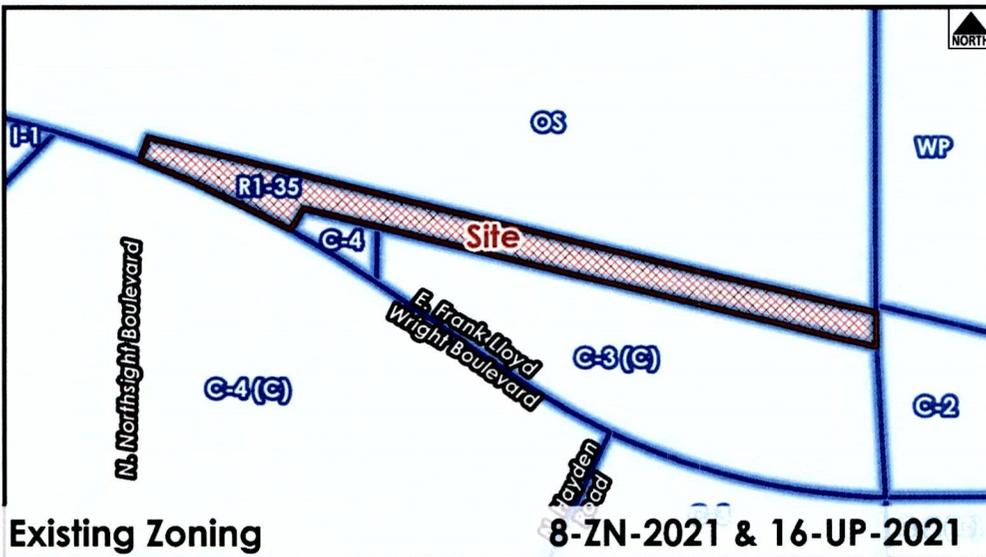
Context Aerial

8-ZN-2021 & 16-UP-2021

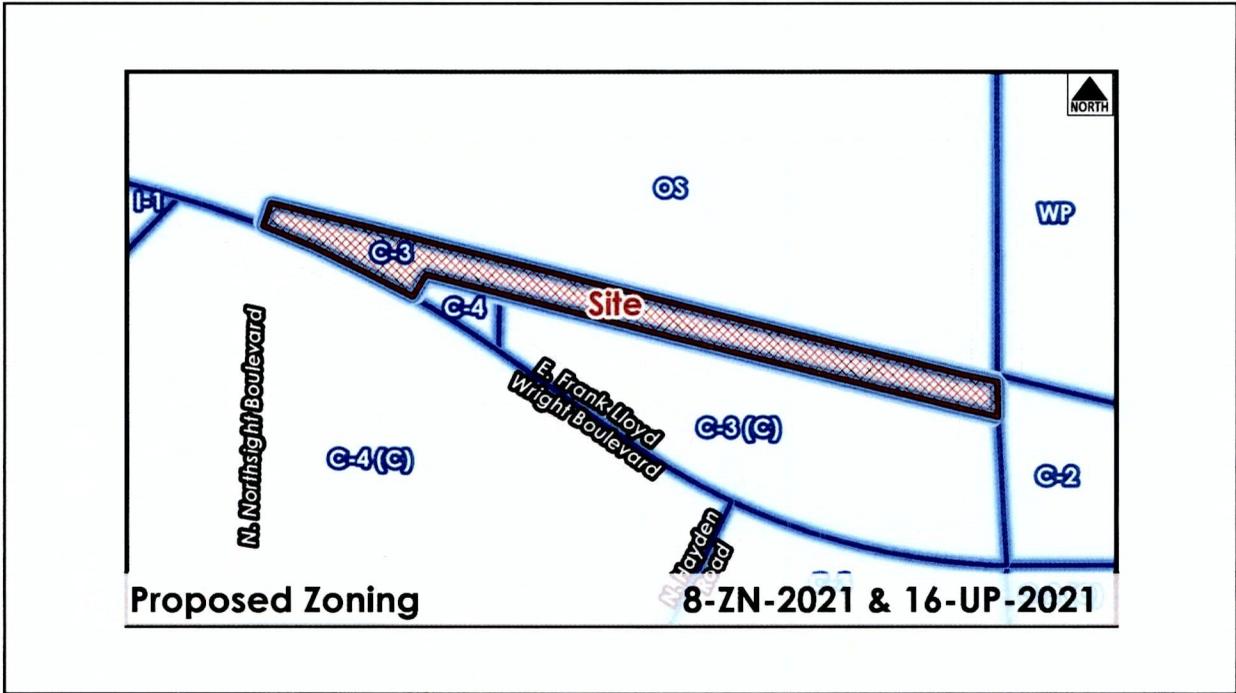
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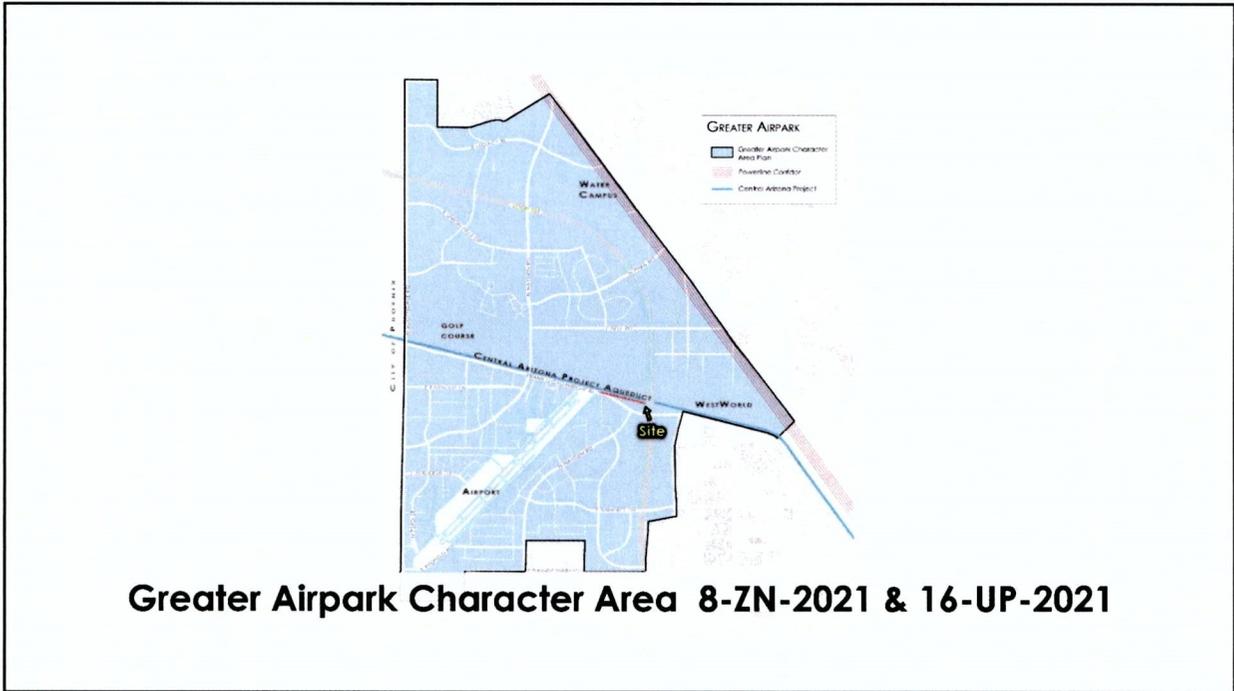
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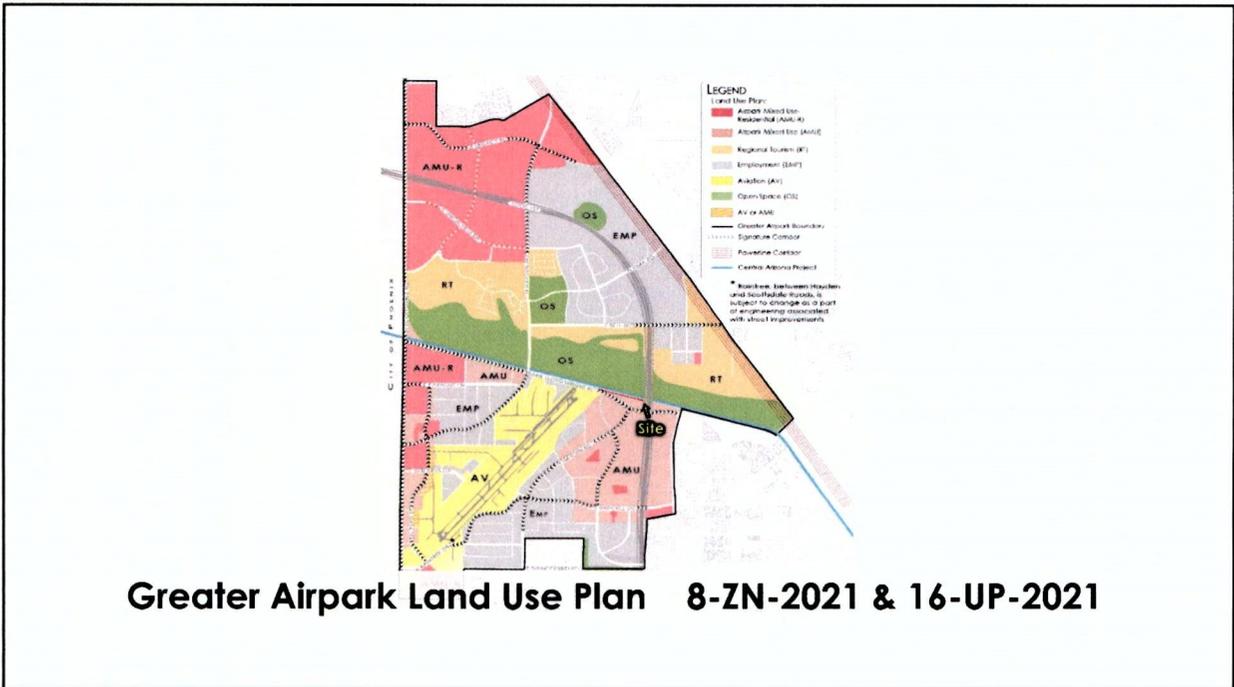
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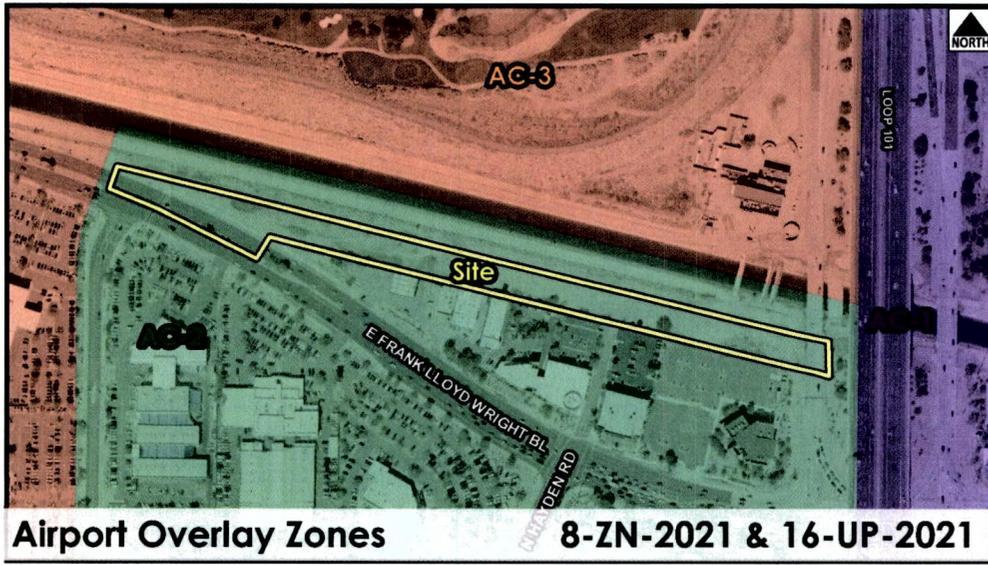
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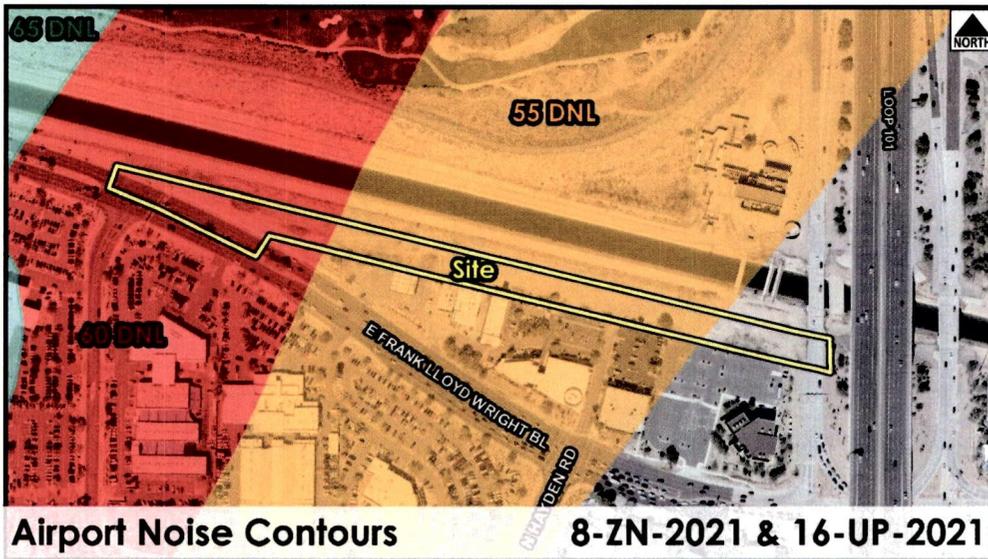
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Action Requested

1. Adopt Ordinance No. 4543 approving a Zoning District Map Amendment from Single-family Residential (R1-35) to Highway Commercial (C-3) on a +/-3.38-acre site located at APN 215-51-026, which is generally located north of E Frank Lloyd Wright Boulevard and west of the Loop 101, backing to the Central Arizona Project (CAP) canal.
2. Adopt Resolution No. 12461 approving a Conditional Use Permit for Vehicle Storage associated to the proposed Highway Commercial (C-3) zoning on a +/-3.38-acre site located at APN 215-51-026, which is generally located north of E Frank Lloyd Wright Boulevard and west of the Loop 101, backing to the Central Arizona Project (CAP) canal.

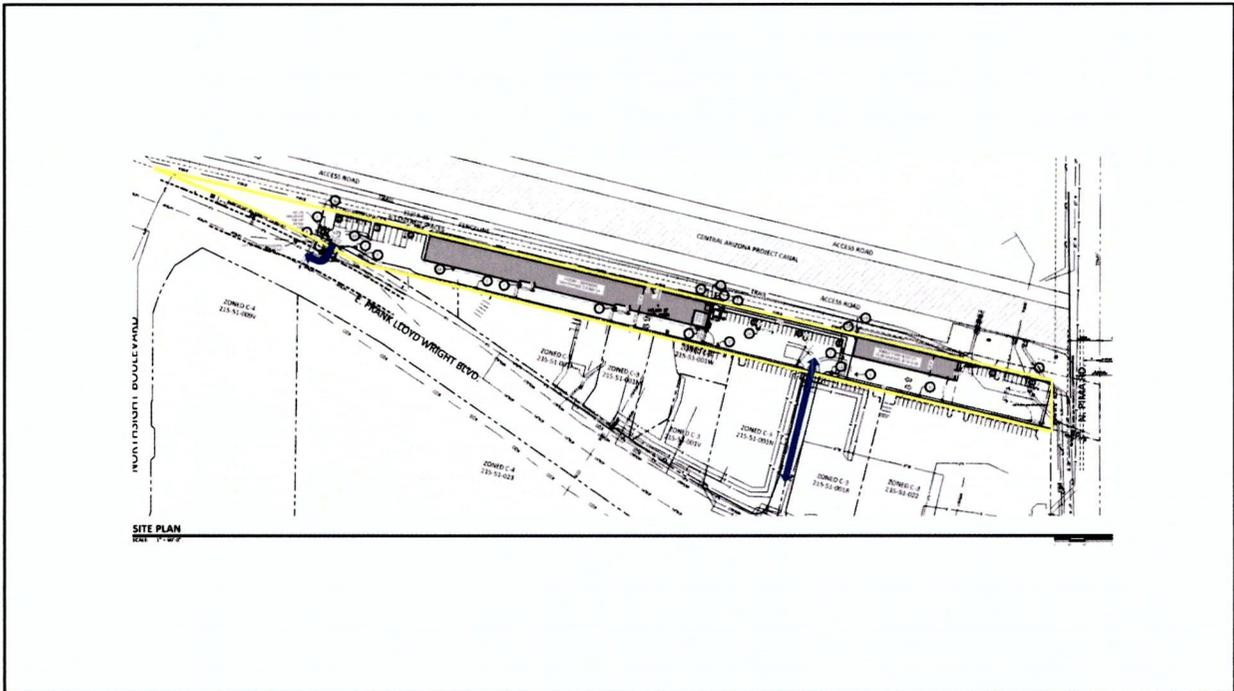
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Action Results

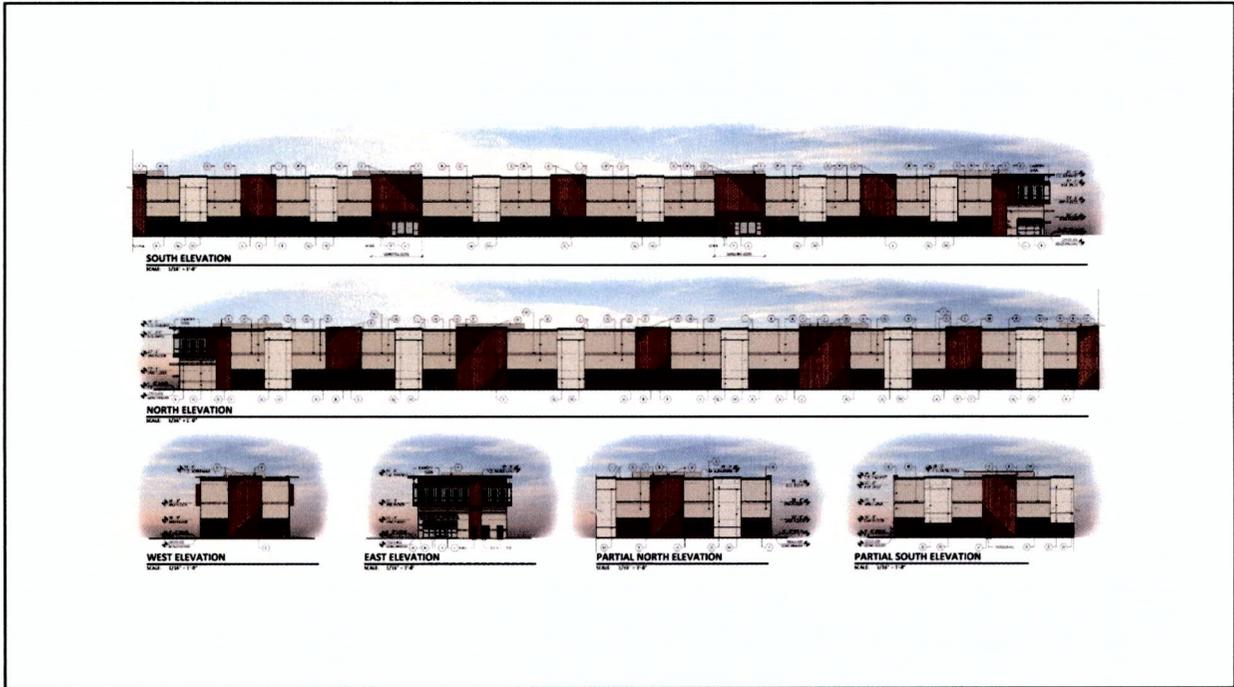
Rezoning this site from Single-family Residential (R1-35) to Highway Commercial (C-3):

- Allows for commercial land uses on this site
- Removes setback encumbrances on the adjacent existing commercial properties. (50-feet where Commercial currently abuts Residential)

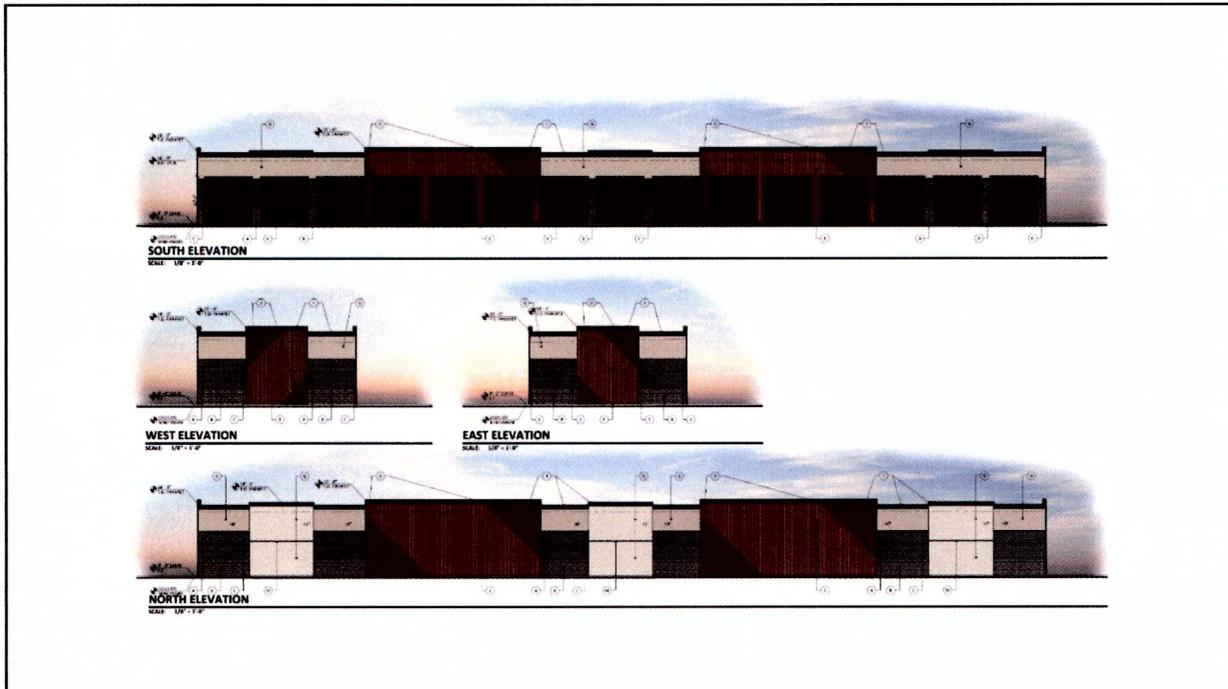
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Conditional Use Permit Criteria

- A. That the granting of such Conditional Use Permit will not be materially detrimental to the public health, safety or welfare. In reaching this conclusion, the Planning Commission and the City Council's consideration shall include, but not be limited to, the following factors:
1. Damage or nuisance arising from noise, smoke, odor, dust, vibration or illumination.
 - **The Vehicle Storage use is ancillary to the primary use of the site for Internalized Community Storage. The conceptual site layout accounts for a 15-garage storage structure and additional covered vehicle storage spaces. There are not any anticipated damage or nuisance impacts resulting from the Vehicle Storage use on this site.**
 2. Impact on surrounding areas resulting from an unusual volume or character of traffic.
 - **The Vehicle Storage use component of the proposed development configuration is not anticipated to create unusual impacts relative to the overall use of the site and those of the surrounding properties.**
- B. The characteristics of the proposed conditional use are reasonably compatible with the types of uses permitted in the surrounding areas.
- **As the Vehicle Storage use is a lesser integrated component to the Internalized Community Storage primary use, the resulting use of this site is anticipated to be reasonably compatible with the allowable uses of the other Highway Commercial (C-3) zoned properties that abut this property and along this segment of E. Frank Lloyd Wright Boulevard.**
- C. The additional conditions specified in Section 1.403, as applicable, have been satisfied.
- **There are no additional provisions identified for Vehicle Storage.**

18

Other Boards and Commissions

- Heard by Planning Commission on April 27, 2022 and recommended approval with a vote of 6-0.

19

Action Requested

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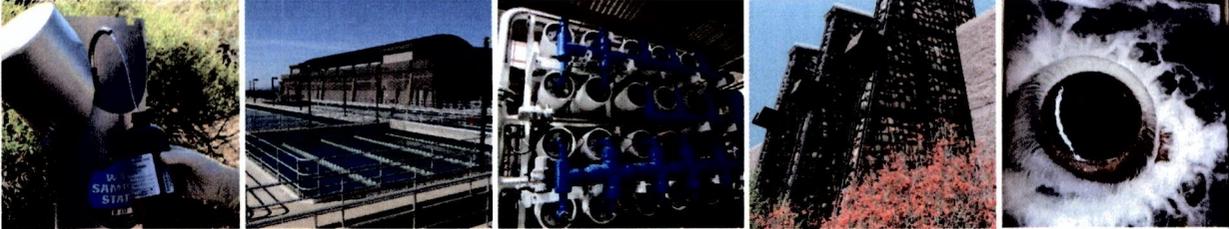
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FLW Storage
8-ZN-2021 & 16-UP-2021

City Council
6/21/2022

Coordinator: Jeff Barnes

Scottsdale Sustainable Water Management Principles



Brian K. Biesemeyer, PE
Executive Director



1

Sustainable Water Management Principles

A set of nine principles compiled from existing Scottsdale Water Management practices and policies with the intent of providing a transparent framework for sustainable water solutions for Scottsdale¹.

¹A new procedure and practice is proposed with Principle 4: Water and Land Use Management

2

Sustainable Water Management Principles Water Policy Committee

Gretchen Baumgardner, Water Policy
Manager

Brian K. Biesemeyer, Executive Director,
Scottsdale Water

Tom Gill, Water Services Director

Suzanne Grendahl, Water Quality Director

Gina Kirklin, Enterprise and Finance Director

Scott Mars, Planning and Engineering
Director

Lisa McNeilly, Sustainability Director

Rob Millar, Economic Development Director

Erin Perreault, Planning and Development
Area Director

Kevin Rose, Water Resources Administrator

Valerie Schneider, Public Information Officer

David Walby, Water Reclamation Services
Director

3

Sustainable Water Management Principles

1. Water Quality
2. Water Conservation
3. Water Resource Planning
4. Water and Land Use
Management
5. Water Recycle and
Reuse
6. Water Recharge and
Recovery
7. Infrastructure
8. Financial Planning
9. Climate Change and
Drought

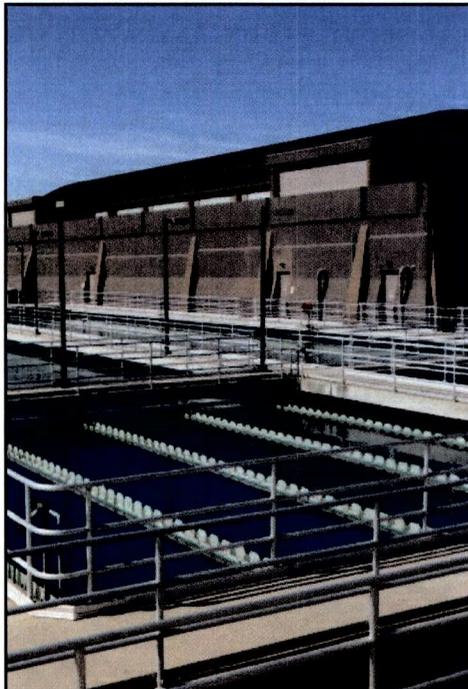
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Sustainable Water Management Principles

1. Water Quality
2. Water Conservation
3. Water Resource Planning
4. Water and Land Use Management
5. Water Recharge and Reuse
6. Water Recharge and Recovery
7. Infrastructure
8. Financial Planning
9. Climate Change and Drought

Presenter: Brian Biesemeyer
Gretchen Baumgardner
Kevin Rose

5



Principle 1: Water Quality

- Scottsdale Water shall
 - Build, operate, maintain, and monitor water treatment facilities that provide quality drinking water which meets federal and state regulations.
 - ✓ Treatment facilities are designed such that the treated water is at least 50% less than any maximum contaminant level.
 - Comply with the Amended Record of Decision and Amended Consent Decree for the associated North Indian Bend Wash Superfund Site.
 - Maintain a cross connection/backflow prevention programs

6



Principle 1: Water Quality

- Scottsdale Water shall
 - Operate, maintain and monitor reclaimed and recycled water facilities to meet requirements of all state permits.
 - Maintain an Industrial Pretreatment Program
 - Operate and maintain a Water Quality Laboratory which meets all regulatory requirements.
 - Maintain a Municipal Separate Storm Sewer System (MS4) permit which protects waters of the State and Waters of the United States from pollution.

7

Principle 2: Water Conservation

There are two main objectives of the water conservation program.

1. Provide resources and tools to customers to help them save and conserve water.
2. Provide education and training to customers to assist them in understanding the importance of water in a desert city and how to integrate water conservation into their lives



8

Principle 2: Water Conservation

To achieve these objectives:

1. Develop and administer innovative water conservation tools that address a suite of programmatic options for all customer types.
2. Develop a diverse water conservation education program for its customers.
3. Engaged in local, state, and federal discussions on water conservation.
4. Comply with all regulatory reporting requirements



9

Principle 3: Water Resource Planning

The city has a multi-faceted water resources portfolio.

The city of Scottsdale is located within the Phoenix Active Management Area (AMA) which was established under the 1980 Ground Water Management Act by the State Legislature.

This principles focuses on 2 component:

- Water Resources Regulatory Compliance
- Long-Term Planning



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Principle 3: Water Resource Planning

Water Resources Regulatory Compliance

1. Scottsdale Water shall remain in compliance with the Assured Water Supply Program and Annual Reports
2. Scottsdale Water shall, when available, recharge imported surface water underground for future use.
3. Scottsdale Water shall actively pursue and water rights.



11

Principle 3: Water Resource Planning

Long-Term Planning

- Scottsdale is responsible for ensuring a resilient and sustainable water supply for Scottsdale residents and businesses into the future.
- While conservation will always be a component of this, long-term planning in the face of climate variability and uncertainty is also a component.
- This entails identifying state and federal policies that have implications to affect the City, identifying new sources, exchange partnerships, and/or shared infrastructure projects.

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Principle 3: Water Resource Planning

Long-Term Planning (continue)

1. Remain engaged in local, state, and federal discussions on water resources planning
2. Examine future potential extended long-term drought/shortage supply issues
3. Examine potential future water supply acquisition opportunities



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Principle 4: Water and Land Use Management

Land use planning is based on the most recently adopted Scottsdale General Plan. The General Plan's land use elements are to provide and preserve the quality of the City's vision and physical environment while integrating the priorities and values set forth by the plan.

Water is an essential component to this plan and future planning needs are based on the land use as laid out in the General Plan.

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Principle 4: Water and Land Use Management

To ensure decisions on land use are made with consideration for the impact on water resources, the City will develop policies that require any General Plan amendment or rezoning request that shows a water use above 100,000 gallons per day (excluding fire flow).

This level of water user would be required to produce a Water Demand Exhibit.

15

Principle 4: Water and Land Use Management

Water Demand Exhibit will include:

1. Total estimated water use per day on a sustained basis (Water Use)
2. Net water use (NW) as defined as $NW = \text{Water Use} \times (1 - (\text{daily sewer flows}/\text{daily total water use}))$
3. Water conservation measures above those required by City code
4. For commercial or mixed-use development, the annual economic value of the development on a per gallon of use basis.

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Principle 4: Water and Land Use Management

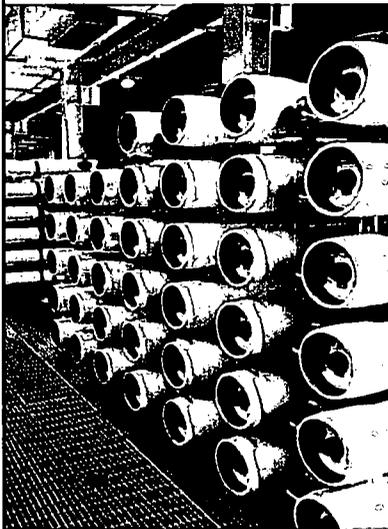
Example list of Developments:

- Development would need to provide additional elements of the project that create value to the community and additional conservation measures.

	Water gpd	Wastewater gpd	% Return Flow	Total Water minus WW
Development A	161,185	105,660	66%	55,525
Development B	175,680	74,304	42%	101,376
Development C	338,400	129,280	38%	209,120

- Next steps for Water and Planning staff is to develop the criteria for these developments to present to development review for consideration.

17



Principle 5: Water Recycle and Reuse

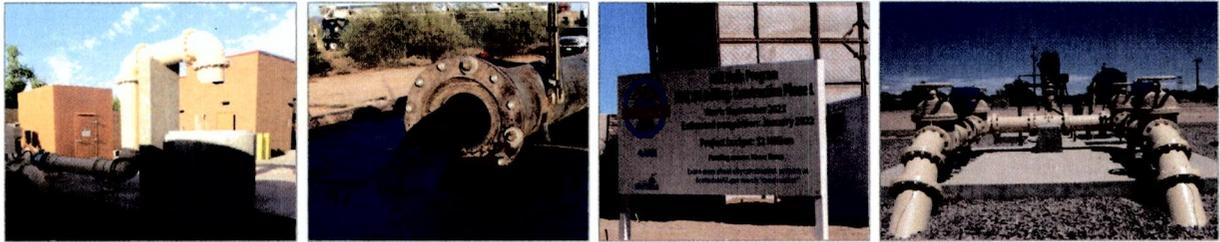
Scottsdale Water shall:

1. Remain engaged in regional, state, and national discussions and negotiations on the use and regulation of reclaimed water
2. Expand recycled water systems, where possible, to replace potable water use.
3. Maintain standards for the equipment and infrastructure that is unique to the conveyance, treatment and distribution of reclaimed water.
4. Maintain adopted ordinances and policies that require the use of reclaimed water, where appropriate.
5. Maintain education programs that focus on what reclaimed water is and the benefits to the City's water resources portfolio and citizens.

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Principle 6: Water Recharge and Recovery

This strategy includes reducing groundwater pumping, increasing the use of renewable water supplies, and increasing the amount of recharge and emphasizing recharge within the Scottsdale Water service area.



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Principle 7: Infrastructure



Infrastructure planning is incorporated in Scottsdale Water's Capital Improvement Plans and developed in coordination with three key documents:

1. Integrated Water Resources Master Plan (5-year cycle)
2. Infrastructure Improvement Plan (3-year cycle)
3. Technology Master Plan (5-year cycle)

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Principle 8: Financial Planning



- Principles mirror Comprehensive Financial Policies adopted February 22, 2022
- Sustainable Water Management Policies:
 - Provides guidance for proper management, stewardship and safeguarding of assets and resources
 - Ensures long-term financial stability and sustainability

21

Principle 8: Financial Planning

- Scottsdale Water is a self-supporting enterprise fund
- Rates and fees are:
 - Based on direct and indirect cost recovery and include infrastructure needs
 - Based on multi-year financial plans and reviewed annually
- Reserves are required, fully funded, requiring approval from Council to access
- Bond covenants requirements are met
- Development Fee programs exist for capital expenses attributed to new development

22

Principle 9: Climate Change and Drought

To address changes to long-term water resources resiliency, the City will approach both the demand-management-side as well as supply-side to climate impacts and uncertainty.

1. The City shall adopt a Drought Management Plan (DMP)
2. Scottsdale Water will participate in and be part of the City's sustainability planning efforts
3. Scottsdale Water shall participate in regional, state, national, and international level discussions and projects on water supply augmentation and firming.

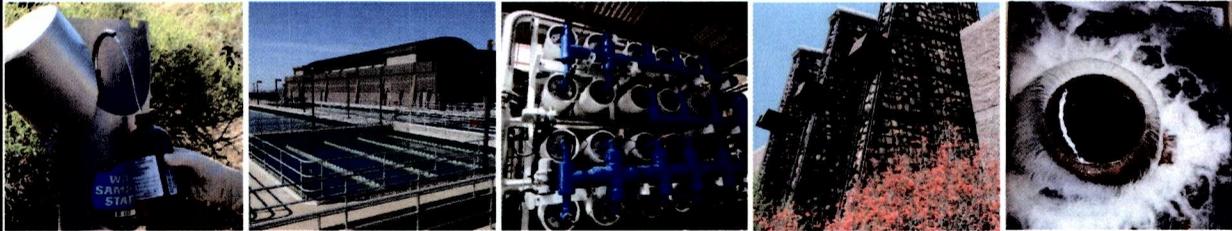
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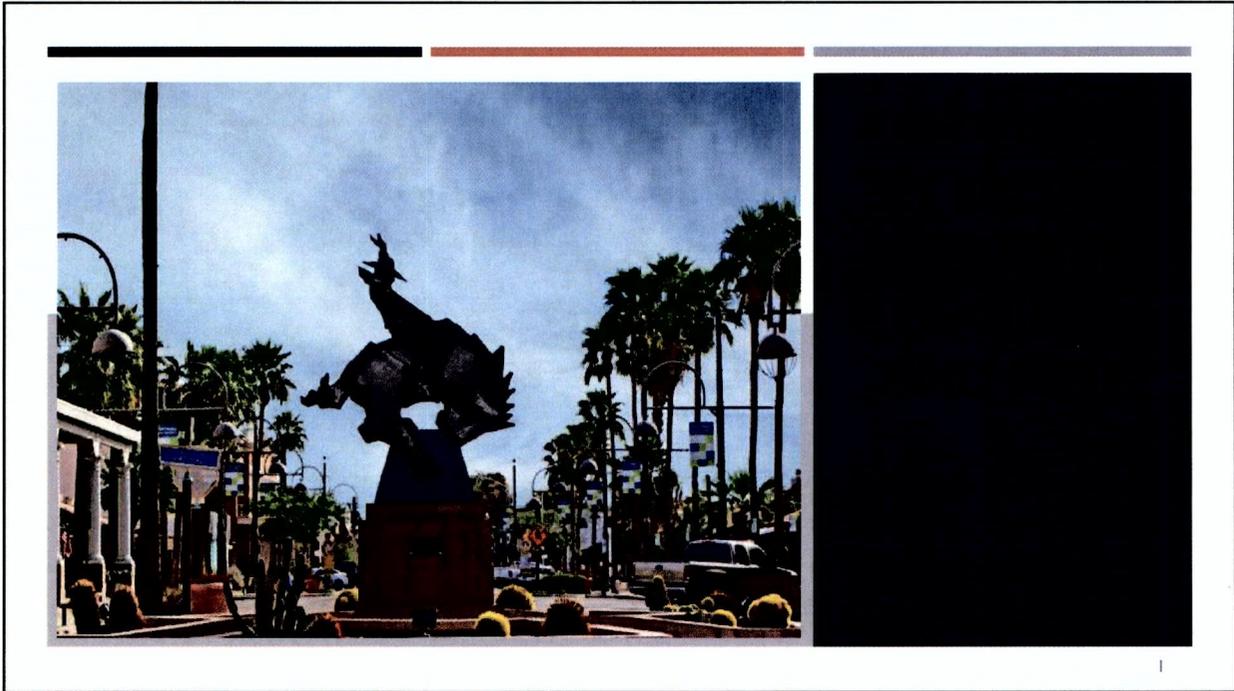
Staff Recommendation

Approve Resolution No. 12539 adopting the Scottsdale Sustainable Water Management Principles.

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Questions?





1

PROPERTY TAX – LEVY AND RATE

	FY 2021/22	FY 2022/23	\$ Chg	% Chg
SECONDARY				
Levy	\$35.1	\$30.1	-\$5.0	-14%
Rate	0.5042	0.4101	-0.0941	-19%
PRIMARY				
Levy	\$35.1	\$36.4	\$1.4	4%
Rate	0.5039	0.4970	-0.0069	-1%
TOTAL				
Levy	\$70.1	\$66.5	-\$3.7	-5%
Rate	1.0081	0.9071	-0.1010	-10%

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Rounding differences may occur.

2

Adopt Ordinance No. 4547 assessing the FY 2022/23 primary and secondary property tax levies and fixing the primary and secondary property tax rates.

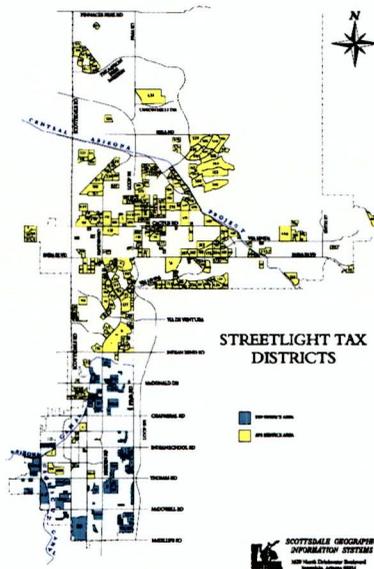




FY 2022/23
MUNICIPAL
STREETLIGHT
IMPROVEMENT
DISTRICT
PROPERTY TAX
LEVY

CITY COUNCIL
JUNE 21, 2022

1



FY 2022/23
PROPOSED EXPENSE
AND TAX LEVY
\$524,844

2

2

ACTION

Adopt Ordinance No. 4548 assessing the FY 2022/23 Streetlight Improvement District property tax levy by district in accordance with Arizona Revised Statutes and the City Charter.

3