

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, FEBRUARY 25, 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 5:04 P.M. on Tuesday, February 25, 2014, in the City Hall Kiva.

ROLL CALL

Present: Mayor W.J. "Jim" Lane
Vice Mayor Virginia L. Korte
Councilmembers Suzanne Klapp, Robert W. Littlefield (arrived at 5:12 P.M.), 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 – Webelos Pack 344, Pack Leader Michael Franks

INVOCATION – Mayor Lane requested a moment of silence.

MAYOR'S REPORT

Mayor Lane reported that Scottsdale leaders will work closely with Google Fiber in a joint planning process to determine what it would take to expand a new fiber-optic network to Valley residents. The new network delivers ultra-high speed Internet, along with hundreds of high-definition TV channels.

CITY MANAGER'S REPORT – 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.

PRESENTATIONS/INFORMATION UPDATES – None

PUBLIC COMMENT

- Darlene Petersen commented on the City's Best Run City Award.
- Marc Stevens asked the Council if they believe the State's constitutional laws and local rules and regulations apply to him for no other reason than he is physically in Scottsdale.
- Mike Aloisi commented on the importance of public safety.

MINUTES

Request: Approve the Special Meeting Minutes of January 27, 2014 and February 4, 2014; Regular Meeting Minutes of January 27, 2014 and February 4, 2014; and Executive Session Minutes of January 27, 2014 and February 4, 2014.

MOTION AND VOTE – MINUTES

Councilman Robbins made a motion to approve the Special Meeting Minutes of January 27, 2014 and February 4, 2014; Regular Meeting Minutes of January 27, 2014 and February 4, 2014; and Executive Session Minutes of January 27, 2014 and February 4, 2014. Vice Mayor Korte seconded the motion, which carried 7/0.

CONSENT AGENDA

- 1. Pinnacle Peak Patio and Pinnacle Peak Brewing Co. Liquor License (3-LL-2014)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for an agent and acquisition of control change for existing series 6 (bar) and Series 3 (domestic microbrewery) State liquor licenses.
Location: 10426 E. Jomax Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 2. Miller's Liquor License (4-LL-2014)**
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: 20511 N. Hayden Road, Suite 100
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 3. Pizza Me! Liquor License (5-LL-2014)**
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: 9619 N. Hayden Road, Suites A-101 and A-102
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

4. Akita Sushi Liquor License (6-LL-2014)

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: 9011 E. Via Linda

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

5. The Standard Liquor License (7-LL-2014)

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: 10050 N. Scottsdale Road, Suite 127

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

6. Permanent Extension of Premises for Oregano's Pizza Bistro (2-EX-2014)

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: 7215 E. Shea Boulevard

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

7. Foothills Community Foundation Bingo Application (1-BI-2014)

Request: Consider forwarding a recommendation of approval to the Arizona Department of Revenue for a bingo license for Foothills Community Foundation.

Location: 34520 N. 60th Street, Building B

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

8. Diamante Non-Major General Plan Amendment and Rezoning (9-GP-2013 and 16-ZN-2013)

Requests:

1. Adopt **Resolution No. 9642** approving a Non-Major General Plan Amendment to the Scottsdale General Plan 2001 Land Use Designation Map from the Mixed-Use Neighborhoods land use designation to the Urban Neighborhoods land use designation on an 11± acre site for Case No. 9-GP-2013.
2. Adopt **Ordinance No. 4139** approving a zoning district map amendment from Highway Commercial (C-3) and General Commercial (C-4) zoning to Multiple-Family Residential (R-5) zoning; and finding that the proposed zoning district map amendment is consistent and conforms with the adopted General Plan on an 11± acre site for Case No. 16-ZN-2013.

Location: 6525 E. Thomas Road

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

9. Eldorado on First Rezoning (17-ZN-2013)

Requests:

1. Adopt **Ordinance No. 4131** approving a zoning district map amendment from Service Residential Downtown Overlay (S-R DO) and Multiple-Family Residential Downtown Overlay (R-5 DO) zoning to Downtown/Downtown Multiple Use-Type 2, Planned Block Development Overlay, Downtown Overlay (D/DMU-2 PBD DO) zoning and a Development Plan; and determining that the Planned Block Development Overlay criteria have been met and that the proposed zoning district map amendment is consistent and conforms with the adopted General Plan on a 28,092± square-foot site.
2. Adopt **Resolution No. 9621** declaring as a public record that certain document entitled "Eldorado on First Development Plan, 17-ZN-2013."

Location: 6901, 6903, 6905, 6907, 6909, 6911, 6913, and 6915 East 1st Street

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

10. SB 1103 Charter Schools Text Amendment (7-TA-2013)

Requests:

1. Adopt **Ordinance No. 4140** approving a text amendment to the City of Scottsdale Zoning Ordinance No. 455 to amend Article V. (District Regulations) for the propose of updating land use regulations for Charter Schools.
2. Adopt **Resolution No. 9643** declaring as a public record that certain document entitled "Zoning Ordinance Text Amendment-Charter Schools-7-TA-2013."

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

11. Capital Improvement Project Budget Transfer

Request: Adopt **Resolution No. 9634** authorizing CIP budget appropriation transfer from the CAP Gravity Thickener Project W1301, in the amount of \$1,360,180, to the Booster Station Upgrades CIP Project W9903 that is to be funded by water rates.

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

12. Thompson Peak Parkway and Paradise Lane Intersection Project General Fund Capital Contingency Budget Appropriation Transfer

Request: Adopt **Resolution No. 9663** to authorize:

1. FY 2013/14 General Fund Capital Contingency budget appropriation transfer, in the amount of \$110,117, to be funded by contributions from the McDowell Mountain Ranch Community Facilities District.
2. Budget transfer from CIP Project 410-YA19A, Intersection Mobility Enhancements in the amount of \$180,833 that will be funded by the Transportation Sales Tax, for a total of \$290,950, to a newly created capital improvement project to be titled Thompson Peak Parkway and Paradise Lane Intersection Improvements to record all financial transactions.

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

- 13. Vehicle Grant Funds Transfer Intergovernmental Agreement**
Request: Adopt **Resolution No. 9644** to authorize:
1. Intergovernmental Agreement No. 2014-016-COS with Valley Metro to transfer insurance proceeds in the amount of \$238,585.29 that the City received as compensation for a federally funded transportation vehicle that was declared to be totaled.
 2. Valley Metro to use the transferred \$238,585.29 and \$198,295.71 of the City's portion of the Transit Life Cycle Funding from the Proposition 400 transportation tax towards purchase of replacement vehicles for the City.
 3. A budget transfer of \$238,586 from the adopted FY 2013/14 Future Grants Budget and/or Grants Contingency Budget and the creation of a new cost center to record the related grant activity.
- Staff Contact(s):** Paul Basha, Transportation Director, 480-312-7651, pbasha@scottsdaleaz.gov
- 14. Water Storage Agreement**
Request: Adopt **Resolution No. 9633** authorizing Agreement No. 2014-014-COS with Central Arizona Water Conservation District to store the City's unused Central Arizona Project water allocation at the Tonopah Desert Recharge Project facility.
Staff Contact(s): Brian Biesemeyer, Water Resources Executive Director, 480-312-5683, bbiesemeyer@scottsdaleaz.gov
- 15. Scottsdale Professional Rodeo Cowboys Association Champions Challenge Event**
Request: Adopt **Resolution No. 9648** to authorize:
1. Funding, not to exceed \$75,000, from the City portion of bed tax allocated toward event development for the "Scottsdale Professional Rodeo Cowboys Association Champions Challenge" event.
 2. New Event Funding Agreement No. 2014-020-COS with Parada del Sol, Inc.
- Staff Contact(s):** Danielle Casey, Economic Development Director, 480-312-7601, dcasey@scottsdaleaz.gov
- 16. Parada del Sol Rodeo WestWorld Event Agreement**
Request: Adopt **Resolution No. 9651** authorizing Contract No. 2014-023-COS with Parada del Sol, Inc., to utilize WestWorld's Equestrian Facilities to produce the Parada del Sol Rodeo.
Staff Contact(s): Paul Katsenes, Community and Economic Development Executive Director, 480-312-2890, pkatsenes@scottsdaleaz.gov
- 17. Audit Committee Recommendation for Airport Advisory Commission Sunset Review**
Request: Adopt **Resolution No. 9652** accepting the Audit Committee's recommendation and authorizing continuation of the Airport Advisory Commission.
Staff Contact(s): Sharron Walker, City Auditor, 480-312-7867, swalker@scottsdaleaz.gov
- 18. Audit Committee Recommendation for Trails Subcommittee Sunset Review**
Request: Adopt **Resolution No. 9653** accepting the Audit Committee's recommendation and authorizing continuation of the Trails Subcommittee.
Staff Contact(s): Sharron Walker, City Auditor, 480-312-7867, swalker@scottsdaleaz.gov

19. Fenyves v. City of Scottsdale Settlement

Request: Adopt **Resolution No. 9658** authorizing settlement in the amount of \$420,000 of Allan Fenyves' negligence lawsuit against the City entitled *Fenyves v. City of Scottsdale, et al.*, Case No. CV 2010-025160, currently pending in the Maricopa County Superior Court.

Staff Contact(s): Bruce Washburn, City Attorney, 480-312-2405,
bwashburn@scottsdaleaz.gov

20. Water and Wastewater 2014 Impact Fee Report and Code Amendments

Requests:

1. Adopt **Resolution No. 9620** declaring as public records those certain documents entitled "2014 Impact Fee Report" and "Water and Wastewater Development Fees Ordinance of the City of Scottsdale."
2. Adopt **Ordinance No. 4130** adopting the 2014 Impact Fee Report, the newly modified development fees, and amending the Scottsdale Revised Code, Chapter 49 (Water, Sewers, and Sewage Disposal), by repealing existing Chapter 49, Article III, Sections 49-71 through 49-76, and adopting in its place the Water and Wastewater Development fees Ordinance, Chapter 49, Article III, Sections 49-71 through 49-90, which comply with the legislative changes required by ARS §9-463.05, effective July 1, 2014.
3. Adopt **Ordinance No. 4137** amending Section 49-19 (F), relating to water and wastewater development fees, to provide clarification to certain conditions of service, effective April 1, 2014.
4. Adopt **Ordinance No. 4138** adopting Section 49-27, relating to water and wastewater development fees, to prohibit manifold meters, effective April 1, 2014.

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

21. Private Parking Towing Code Amendment

Request: Adopt **Ordinance No. 4136** amending Article V, by deleting Sections 17-123 through 17-123.5, and adding Article X, Sections 17-360 through 17-372 to Chapter 17 (Motor Vehicles and Traffic) to the Scottsdale Revised Code for the regulation of private property towing.

Staff Contact(s): Alan Rodbell, Public Safety Executive Director, 480-312-1900,
arodbell@scottsdaleaz.gov

22. Pedalbus Code Amendment

Item 22 was moved to the Regular Agenda at the request of Mayor Lane (Page 7).

23. Public Nuisance and Property Maintenance Code Amendment

Requests:

1. Adopt **Resolution No. 9626** declaring as a public record that certain document entitled "Amendments to Chapter 18, Public Nuisance and Property Maintenance, of the Scottsdale Revised Code."
2. Adopt **Ordinance No. 4133** amending Chapter 18 (Public Nuisance and Property Maintenance) of the Scottsdale Revised Code to provide a more effective code and enhance public safety.

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

24. Monthly Financial Report

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

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

25. Monthly Financial Report

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

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

MOTION AND VOTE – CONSENT AGENDA

Vice Mayor Korte made a motion to approve Consent Items 1 through 25, absent Item 22, which was moved to the Regular Agenda. Councilman Phillips seconded the motion, which carried 7/0.

REGULAR AGENDA

22. Pedalbus Code Amendment

Request: Adopt **Ordinance No. 4135** adding Article XI, Sections 17-380 through 17-392 to Chapter 17 (Motor Vehicles and Traffic) to the Scottsdale Revised Code for the regulation of pedalbuses.

Staff Contact(s): Alan Rodbell, Public Safety Executive Director, 480-312-1900,
arodbell@scottsdaleaz.gov

Mayor Lane explained that he moved Item 22 to the Regular Agenda to allow the Council to consider changing the end time of the hours of operation from 10:00 P.M. to 11:00 P.M.

MOTION – ITEM 22

Mayor Lane made a motion to adopt Ordinance No. 4135, with a change in the hours to Section 17-385(a)(14) to make it unlawful for an operator to operate a pedalbus between 11:00 P.M. and 6:00 A.M. the next morning. Councilman Robbins seconded the motion.

Mayor Lane opened public testimony.

- Peter Valenzuela, Genesis Group Government Relations, spoke in support of the pedalbus code amendment.

Mayor Lane closed public testimony.

VOTE ON MOTION – ITEM 22

The Council vote on the motion to adopt Ordinance No. 4135, with a change in the hours to Section 17-385(a)(14) to make it unlawful for an operator to operate a pedalbus between 11:00 P.M. and 6:00 A.M. the next morning, carried 6/1, with Councilman Littlefield dissenting.

26. Presiding City Judge Employment Agreement

Request: Adopt **Resolution No. 9655** authorizing Employment Agreement No. 2014-025-COS with Judge Olcavage, who was reappointed Presiding City Judge for a four-year term effective 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

Human Resources Executive Director Bruce Davis gave a brief presentation on the Presiding City Judge employment agreement.

MOTION AND VOTE – ITEM 26

Mayor Lane made a motion to adopt Resolution No. 9655 authorizing Employment Agreement No. 2014-025-COS with Judge Olcavage, who was reappointed Presiding City Judge for a four-year term effective March 9, 2014. Vice Mayor Korte seconded the motion, which carried 4/3, with Councilmembers Littlefield, Phillips, and Robbins dissenting.

27. Monthly Financial Update

Request: Receive, discuss, and provide possible direction on the City Treasurer's monthly financial update as of January 2014.

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 January 2013.

MAYOR AND COUNCIL

28. Boards, Commissions, and Task Force Nominations (Note: Interviews and appointments scheduled for March 18, 2014)

Human Relations Commission (*two vacancies*) – Councilman Phillips nominated James Campbell; Councilman Robbins nominated Ragan Grossman; Mayor Lane nominated Janice Johnson; and Vice Mayor Korte nominated Robin Murphy.

Industrial Development Authority (*one vacancy*) – There were no applicants for this board.

Library Board (*one vacancy*) – Mayor Lane nominated Halette Fealey; Councilwoman Klapp nominated Christine Naiman; and Councilman Robbins nominated Dierk Seeburg.

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

Neighborhood Advisory Commission (*two vacancies*) – Mayor Lane nominated Jordan Ledbetter.

Personnel Board (*one vacancy*) – There were no applicants for this board.

Transportation Commission (*one vacancy*) – Councilwoman Klapp nominated Barry Graham.

PUBLIC COMMENT – None

CITIZEN PETITIONS

15. 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.

ADJOURNMENT

With no further business to discuss, the Regular Meeting adjourned at 6:01 P.M.

SUBMITTED BY:



Carolyn Jagger
City Clerk

Officially approved by the City Council on March 18, 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 25th day of February 2014.

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

DATED this 18th day of March 2014.



Carolyn Jagger, City Clerk

Monthly Financial Update

As of January 31, 2014

City Council
 February 25, 2014
 Prepared by: City Treasurer

General Fund Operating Sources

January 2014: 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 | \$47.6 | \$49.3 | \$53.3 | \$51.5 | \$1.7 | 3% |
| 0.1% Public Safety | 4.6 | 4.8 | 5.2 | 5.0 | 0.2 | 3% |
| State Shared: Sales Tax | 9.5 | 9.9 | 10.5 | 10.6 | - | - |
| Revenue | 10.7 | 13.0 | 14.1 | 14.1 | - | - |
| Auto Lieu Tax | 4.3 | 3.8 | 4.5 | 4.5 | (0.1) | (1%) |
| Property Taxes (Primary) | 14.4 | 14.6 | 15.9 | 14.9 | 1.1 | 7% |
| Franchise Fees/In-Lieu Tax | 7.9 | 8.2 | 8.4 | 8.1 | 0.4 | 5% |
| Other: Licenses, Permits & Fees | 4.7 | 4.6 | 4.9 | 4.9 | - | - |
| Fines & Forfeitures | 4.0 | 3.8 | 3.6 | 4.0 | (0.4) | (9%) |
| Miscellaneous | 4.4 | 4.9 | 4.1 | 3.1 | 1.0 | 32% |
| Building Permits | 4.7 | 6.3 | 9.1 | 5.2 | 3.9 | 74% |
| Interest Earnings | 0.6 | 0.7 | 1.0 | 0.6 | 0.5 | 79% |
| Indirect Cost Allocations | 5.5 | 4.1 | 3.8 | 3.8 | - | - |
| Bond Proceeds * shown for debt offset | - | 29.2* | - | - | - | - |
| Transfers In | 6.1 | 5.5 | 4.4 | 4.5 | (0.1) | (3%) |
| Subtotal Operating Sources | \$129.2 | \$162.6 | \$142.8 | \$134.7 | \$8.2 | 6% |
| Bed Taxes | 5.6 | - | - | - | - | - |
| Total Operating Sources | \$134.8 | \$162.6 | \$142.8 | \$134.7 | \$8.2 | 6% |

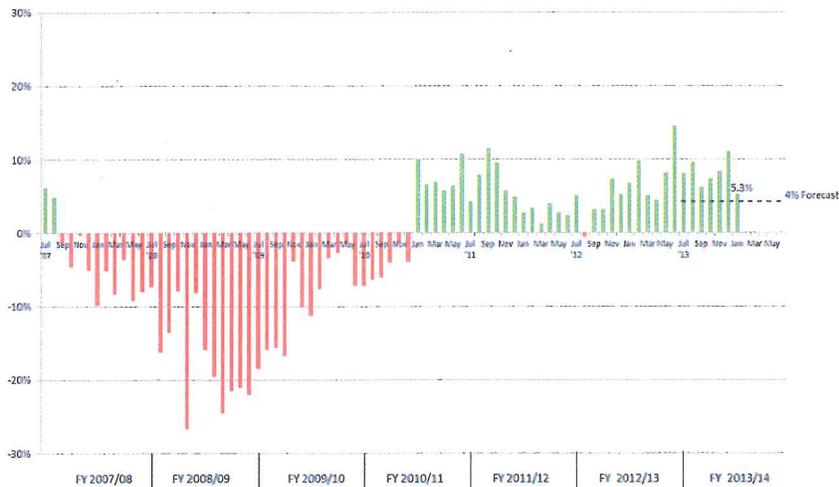
* To cover the Nordstrom Garage Lease Payoff

General Fund Operating Sources: Sales Tax January 2014: 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 | \$8.0 | \$8.2 | \$9.0 | \$8.6 | \$0.3 | 4% |
| Large retail stores | 5.3 | 5.2 | 5.4 | 5.4 | - | - |
| Misc goods & services | 3.2 | 3.7 | 4.1 | 3.8 | 0.3 | 7% |
| Grocery & convenience | 3.6 | 3.6 | 3.6 | 3.7 | (0.1) | (3%) |
| Auto sales & maintenance | 5.3 | 6.0 | 6.8 | 6.5 | 0.3 | 4% |
| <u>Tourism/Entertainment:</u> | | | | | | |
| Hotel lodging & misc sales | 1.9 | 1.9 | 2.1 | 1.9 | 0.2 | 10% |
| Restaurants & bars | 4.0 | 4.1 | 4.4 | 4.3 | 0.1 | 2% |
| <u>Business:</u> | | | | | | |
| Construction | 4.9 | 5.0 | 6.3 | 5.7 | 0.5 | 9% |
| Rental | 6.9 | 7.2 | 7.2 | 7.1 | 0.1 | 1% |
| Utilities | 2.7 | 2.7 | 2.7 | 2.8 | (0.1) | (3%) |
| Licenses, penalties/interest | 1.7 | 1.5 | 1.6 | 1.5 | 0.1 | 4% |
| Total 1.0% Sales Tax | \$47.6 | \$49.3 | \$53.3 | \$51.5 | \$1.7 | 3% |

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



General Fund Operating Uses: by Category January 2014: 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 | \$64.9 | \$65.2 | \$71.1 | \$71.1 | \$ - | - |
| Overtime | 3.3 | 3.8 | 4.7 | 3.8 | (0.9) | (24%) |
| FICA | 4.4 | 4.4 | 4.9 | 4.9 | - | - |
| Retirement | 7.8 | 9.0 | 10.6 | 10.6 | - | - |
| Health/Dental & Misc | 8.0 | 8.8 | 9.1 | 9.3 | 0.2 | 2% |
| <i>Total Personnel Services</i> | <i>\$88.4</i> | <i>\$91.2</i> | <i>\$100.5</i> | <i>\$99.7</i> | <i>(\$0.8)</i> | <i>(1%)</i> |
| Contractual, Commodities, Capital Outlay | | | | | | |
| | 29.1 | 31.7 | 34.6 | 38.7 | 4.1 | 11% |
| <i>Total Operating Expenses</i> | <i>\$117.5</i> | <i>\$122.9</i> | <i>\$135.0</i> | <i>\$138.4</i> | <i>\$3.4</i> | <i>2%</i> |
| Debt Serv. & Contracts | 6.8 | 33.9** | 1.6 | 1.6 | - | - |
| Transfers Out | 3.0 | 3.3 | - | 0.1 | 0.1 | 100% |
| <i>Total Operating Uses</i> | <i>\$127.3</i> | <i>\$160.1</i> | <i>\$136.6</i> | <i>\$140.1</i> | <i>\$3.4</i> | <i>2%</i> |
| *Pay Periods thru January: | 15 | 15 | 16 | | | |

** Includes the Nordstrom Garage Lease Payoff

General Fund Operating Uses: by Division January 2014: 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 | \$9.6 | \$10.1 | \$11.0 | \$11.6 | \$0.6 | 5% |
| Administrative Services | 8.1 | 8.4 | 9.1 | 9.5 | 0.4 | 4% |
| Comm. & Econ Development | 14.1 | 13.6 | 14.7 | 15.0 | 0.2 | 2% |
| Community Services | 17.3 | 18.7 | 19.8 | 20.2 | 0.4 | 2% |
| Public Safety | 6.0 | 6.4 | 7.1 | 7.6 | 0.5 | 7% |
| Public Safety - Fire | 13.7 | 14.9 | 17.3 | 17.4 | 0.1 | 0% |
| Public Safety - Police | 40.2 | 41.1 | 45.3 | 45.2 | (0.1) | 0% |
| Public Works | 8.6 | 9.4 | 10.6 | 11.9 | 1.3 | 11% |
| <i>Total Operating Expenses</i> | <i>\$117.5</i> | <i>\$122.9</i> | <i>\$135.0</i> | <i>\$138.4</i> | <i>\$3.4</i> | <i>2%</i> |

General Fund Results: Summary January 2014: 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 | \$134.8 | \$162.6* | \$142.8 | \$134.7 | 8.2 | 6% |
| Uses | 127.3 | 160.1* | 136.6 | 140.1 | 3.4 | 2% |
| Change in Fund Balance | \$7.5 | \$2.5 | \$6.2 | (\$5.4) | \$11.6 | |

* The Nordstrom Garage Lease Payoff paid for with bond proceeds.

General Fund Operating Sources January 2014

(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 | \$8.6 | \$9.0 | \$9.6 | \$9.3 | \$0.3 | 3% |
| 0.1% Public Safety | 0.8 | 0.9 | 0.9 | 0.9 | - | - |
| State Shared: Sales Tax | 1.4 | 1.5 | 1.5 | 1.5 | - | - |
| Revenue | 1.5 | 1.9 | 2.0 | 2.0 | - | - |
| Auto Lieu Tax | 0.8 | 0.5 | 0.9 | 0.9 | 0.1 | 9% |
| Property Taxes (Primary) | 0.9 | 1.1 | 2.2 | 0.9 | 1.3 | nm |
| Franchise Fees/In-Lieu Tax | 2.7 | 2.6 | 2.8 | 2.6 | 0.2 | 6% |
| Other: Licenses, Permits & Fees | 1.3 | 1.4 | 1.4 | 1.3 | 0.1 | 8% |
| Fines & Forfeitures | 0.6 | 0.6 | 0.5 | 0.6 | - | - |
| Miscellaneous | 0.5 | 1.8 | 0.9 | 0.4 | 0.5 | nm |
| Building Permits | 0.6 | 0.7 | 1.2 | 0.8 | 0.4 | 49% |
| Interest Earnings | 0.0 | 0.1 | 0.1 | 0.1 | 0.1 | 78% |
| Indirect Cost Allocations | 0.8 | 0.6 | 0.5 | 0.5 | - | - |
| Bond Proceeds* shown for debt offsets | - | 29.2* | - | - | - | - |
| Transfers In | 0.5 | 0.5 | 0.5 | 0.5 | - | - |
| Subtotal Operating Sources | \$20.9 | \$52.3 | \$25.4 | \$22.5 | \$2.9 | 13% |
| Bed Taxes | 0.9 | - | - | - | - | - |
| Total Operating Sources | \$21.8 | \$52.3 | \$25.4 | \$22.5 | \$2.9 | 13% |

* To cover the Nordstrom Garage Lease Payoff

General Fund Operating Sources: Sales Tax January 2014

(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 | \$1.9 | \$1.8 | \$1.9 | \$1.9 | \$0.1 | 3% |
| Large retail stores | 1.1 | 0.9 | 1.1 | 1.0 | 0.2 | 17% |
| Misc goods & services | 0.7 | 1.0 | 1.0 | 1.1 | (0.1) | (9%) |
| Grocery & convenience | 0.7 | 0.7 | 0.6 | 0.8 | (0.1) | (16%) |
| Auto sales & maintenance | 0.9 | 0.9 | 1.1 | 1.0 | - | |
| <u>Tourism/Entertainment:</u> | | | | | | |
| Hotel lodging & misc sales | 0.3 | 0.3 | 0.3 | 0.3 | - | - |
| Restaurants & bars | 0.7 | 0.7 | 0.8 | 0.7 | - | - |
| <u>Business:</u> | | | | | | |
| Construction | 0.7 | 0.7 | 1.0 | 0.9 | 0.1 | 11% |
| Rental | 1.0 | 1.2 | 1.1 | 1.1 | - | - |
| Utilities | 0.3 | 0.3 | 0.3 | 0.3 | - | - |
| Licenses, penalties/interest | 0.3 | 0.2 | 0.3 | 0.2 | - | - |
| <i>Total 1.0% Sales Tax</i> | \$8.6 | \$9.0 | \$9.6 | \$9.3 | \$0.3 | 3% |

General Fund Operating Uses: by Category January 2014

(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) | % |
| <u>Personnel Services*:</u> | | | | | | |
| Salaries & Wages | \$8.7 | \$8.5 | \$13.7 | \$13.6 | (\$0.1) | (1%) |
| Overtime | 0.5 | 0.6 | 1.0 | 0.9 | - | - |
| FICA | 0.6 | 0.6 | 1.0 | 0.9 | - | - |
| Retirement | 1.1 | 1.3 | 2.1 | 2.1 | - | - |
| Health/Dental & Misc | 1.2 | 1.3 | 1.4 | 1.4 | - | - |
| <i>Total Personnel Services</i> | \$12.1 | \$12.2 | \$19.1 | \$19.0 | (\$0.1) | (1%) |
| Contractual, Commodities, Capital Outlay | 4.1 | 4.3 | 5.2 | 5.4 | 0.2 | 3% |
| <i>Total Operating Expenses</i> | \$16.2 | \$16.5 | \$24.3 | \$24.3 | \$ - | - |
| Debt Serv. & Contracts | (1.0) | 31.1** | - | - | - | - |
| Transfers Out | 1.0 | 0.3 | - | 0.1 | 0.1 | 100% |
| <i>Total Operating Uses</i> | \$16.2 | \$47.9 | \$24.3 | \$24.4 | \$0.1 | 0% |

*Pay Periods in January:

2 2 3

** Includes the Nordstrom Garage Lease Payoff

General Fund Operating Uses: by Division January 2014

(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 | \$1.3 | \$2.0 | \$2.1 | \$0.2 | 7% |
| Administrative Services | 1.1 | 0.9 | 1.5 | 1.7 | 0.2 | 11% |
| Comm. & Econ Development | 2.0 | 1.8 | 2.6 | 2.5 | (0.1) | (3%) |
| Community Services | 2.3 | 2.6 | 3.4 | 3.4 | - | - |
| Public Safety | 0.6 | 0.7 | 0.9 | 0.9 | - | - |
| Public Safety - Fire | 1.9 | 2.1 | 3.1 | 3.2 | 0.1 | 3% |
| Public Safety - Police | 5.8 | 5.8 | 9.0 | 8.5 | (0.4) | (5%) |
| Public Works | 1.3 | 1.3 | 1.9 | 1.9 | - | - |
| <i>Total Operating Expenses</i> | \$16.2 | \$16.5 | \$24.3 | \$24.3 | \$ - | - |

General Fund Results: Summary January 2014

(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 | \$21.8 | \$52.3* | \$25.4 | \$22.5 | \$2.9 | 13% |
| Uses | 16.2 | 47.9* | 24.3 | 24.4 | 0.1 | 0% |
| Change in Fund Balance | \$5.6 | \$4.4 | \$1.1 | (\$1.9) | \$3.0 | |

* Nordstrom Garage Lease Payoff paid for with bond proceeds.