

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, MAY 13, 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 5:31 P.M. on Tuesday, May 13, 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, 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 – Brownie Troop 587, Troop Leader Lisa Reese

INVOCATION – Mayor Lane requested a moment of silence for the kidnapped school girls in Nigeria, the strife in the Ukraine, and fallen Mesa Police Officer Brandon Mendoza.

MAYOR'S REPORT

Mayor Lane thanked Vice Mayor Korte for her service as Vice Mayor and announced that Councilman Phillips will begin his term as Vice Mayor on June 1, 2014.

CITY MANAGER'S REPORT

Parks and Recreation and Human Services Director Jan Cameron introduced the CAPRA accreditation team. The team chair, Pamela Sloan, gave a brief presentation on the CAPRA Accreditation Program.

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.

PRESENTATION/INFORMATION UPDATES – None

PUBLIC COMMENT

- Katie Mayer commented on criminal activity in her community.

CONSENT AGENDA

- 1. The Local Tap and Table Liquor License (17-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: 2730 N. Scottsdale Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 2. Los Olivos Mexican Patio Liquor License (30-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 an existing Series 12 (restaurant) State liquor license.
Location: 7328 2nd Street
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 3. Humble Pie Pizza Wine and Spirits Liquor License (31-LL-2014)**
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: 6149 N. Scottsdale Road, Suite A-1
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 4. Monroe's Bar and Grill Liquor License (32-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: 9719 N. Hayden Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 5. Scottsdale Villa Mirage Resort Liquor License (33-LL-2014)**
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: 7887 E. Princess Boulevard
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

- 6. Scottsdale Links Resort Liquor License (34-LL-2014)**
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 10 (beer and wine store) State liquor license.
Location: 16858 N. Perimeter Drive
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 7. La Fontana Trattoria Pizzeria Liquor License (37-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: 8018 E. Thomas Road, Suite 1
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 8. Arriba Mexican Grill Liquor License (38-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 an existing Series 12 (restaurant) State liquor license.
Location: 15236 N. Pima Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 9. Arriba Mexican Grill Liquor License (39-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 an existing Series 3 (microbrewery) State liquor license.
Location: 15236 N. Pima Road
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 10. Permanent Extension of Premises for Bogey's (7-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 Bogey's.
Location: 14700 N. Frank Lloyd Wright Boulevard
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
- 11. Hawknest Abandonment (5-AB-2013)**
Request: Adopt **Resolution No. 9641** approving the abandonment of 15 feet of right-of-way along E. Hawknest Road and 5 feet of right-of-way along N. 84th Street, with Single-Family Residential District, Environmentally Sensitive Lands (R1-43 ESL) and (R1-35 ESL) zoning.
Location: Near the Southeast corner of E. Hawknest Road and N. 84th Street
Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov

12. Desert Song Final Plat (5-PP-2013)

Request: Approve a final plat for a new 22-lot single-family residential subdivision on a 40-acre parcel zoned Single-Family Residential, Environmentally Sensitive Lands (R1-43 ESL).

Location: Southwest corner of N. Pima Road and E. Westland Drive

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

13. Casa Buena Final Plat (11-PP-2013)

Request: Approve a final plat amendment for the existing Casa Buena Subdivision plat to remove Tract "A" (to be replatted with the Scottsdale Bible Church final plat), with Single-Family Residential District, Planned Residential District (R1-18/PRD) zoning.

Location: 7601 E. Shea Boulevard

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

14. Scottsdale Bible Church Final Plat (12-PP-2013)

Request: Approve a final plat for the Scottsdale Bible Church site (to include the existing Tract "A" from the adjacent Casa Buena Subdivision plat), with Single-Family Residential District (R1-35) zoning.

Location: 7601 E. Shea Boulevard

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

15. Legacy Cove Final Plat (14-PP-2013)

Request: Approve a final plat for a new 19-lot, single-family residential subdivision, with Single-Family Residential, Environmentally Sensitive Lands (R1-10 ESL) zoning.

Location: 9451 E. Union Hills Drive (northeast corner of Union Hills Drive and 94th Street)

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

16. Carefree 60 Final Plat (15-PP-2013)

Request: Approve a final plat for a new 42-lot single-family residential subdivision on an approximate 14.70-acre parcel, with Single-Family Residential, Environmentally Sensitive Lands (R1-7 ESL) zoning.

Location: 34577 N. 60th Street

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

17. 7605 E. Hartford Drive Rezoning (4-ZN-2014)

Request: Adopt **Ordinance No. 4151** approving a Zoning District Map Amendment to amend the Planned Community District (P-C) zoning from a comparable Central Business District (C-2) zoning to Planned Community District (P-C), with comparable Single-Family Residential District (R1-7) zoning uses and site development standards on an approximate .24± acre property (parcel 215-08-756).

Location: Parcel directly west of 7605 E. Hartford Drive

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

- 18. Citywide Heavy Site/Civil Construction Services Job Order Contract Modifications**
Request: Adopt **Resolution No. 9700** authorizing the following fourth year option Job Order Contract modifications for citywide heavy site/civil construction services:
1. Contract No. 2011-005-COS-A2 with Hunter Contracting Co.
2. Contract No. 2011-006-COS-A2 with Nesbitt Contracting Co., Inc.
Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov
- 19. Citywide Vertical Construction Services Job Order Contract Modification**
Request: Adopt **Resolution No. 9741** authorizing Job Order Contract Modification No. 2013-039-COS-A3 with Balfour Beatty Construction, LLC, for citywide vertical construction services.
Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov
- 20. Surplus Property Conveyance**
Request: Adopt **Resolution No. 9746** authorizing the sale of a City-owned single tenant office building to Raptor Funding Group in the amount of \$701,340.
Location: 9388 E. San Salvador Drive
Staff Contact(s): Daniel Worth, Public Works Executive Director, 480-312-5555, dworth@scottsdaleaz.gov
- 21. National Cutting Horse Association Days WestWorld Event Agreement**
Item 21 was moved to the Regular Agenda at the request of Councilman Phillips (see Page 6).
- 22. Scottsdale Family Advocacy Center Intergovernmental Agreement**
Request: Adopt **Resolution No. 9725** authorizing Agreement No. 2010-074-COS-A1, an extension to an intergovernmental agreement with the Arizona Department of Economic Security, for the use of the Scottsdale Family Advocacy Center.
Staff Contact(s): Alan Rodbell, Public Safety Executive Director, 480-312-1900, arodbell@scottsdale.gov
- 23. Vista del Camino Community Action Program Intergovernmental Agreement**
Request: Adopt **Resolution No. 9755** authorizing Agreement No. 2013-049-COS-A1, an amendment to renew an intergovernmental agreement with Maricopa County to operate the Community Action Program at Vista del Camino and extend its termination date.
Staff Contact(s): William Murphy, Community Services Executive Director, 480-312-7954, bmurphy@scottsdaleaz.gov
- 24. Transit Service Intergovernmental Agreement**
Request: Adopt **Resolution No. 9720** to authorize:
1. Contract No. 2013-047-COS-A1, an amendment to the Restated Transit Services Agreement with the State of Arizona Regional Public Transportation Authority, for the purpose of accepting pass-through Federal Transit Authority Grant No. AZ-57-X016 in the amount of \$100,000 to be used towards Neighborhood Trolley operating costs.
2. A budget transfer in the amount of \$100,000 from the adopted FY 2013/14 Grant 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

25. Fire Radio Replacement Budget Transfer

Request: Adopt **Resolution No. 9754** authorizing a budget transfer in the amount of \$1,208,595 from the adopted FY 2013/14 General Fund Capital Contingency Budget and the creation of a new CIP project titled Fire Radio Replacement.

Staff Contact(s): Tom Shannon, Fire Chief, 480-312-1892,
tshannon@scottsdaleaz.gov

26. Legal Fees for Jage v. City of Scottsdale et al.

Request: Adopt **Resolution No. 9751** authorizing legal fees to be incurred in Contract No. 2011-012-COS with the Law Offices of Robert S. Murphy, LLC, in a total amount not to exceed \$250,000, for the defense of *Jage v. City of Scottsdale et al.*, Cause No. CV2011-098081, currently pending in Maricopa County Superior Court.

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

27. Monthly Financial Report

Request: Accept the FY 2013/14 Monthly Financial Report as of March 2014.

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

MOTION AND VOTE – CONSENT AGENDA

Councilman Robbins made a motion to approve Consent Agenda Items 1 through 27, absent Item 21. Councilwoman Milhaven seconded the motion, which carried 7/0.

REGULAR AGENDA

21. National Cutting Horse Association Days WestWorld Event Agreement

Request: Adopt **Resolution No. 9747** authorizing Contract No. 2014-049-COS with Arizona Cutting Horse Association to hold the National Cutting Horse Association Days event at WestWorld.

Staff Contact(s): Paul Katsenes, Community and Economic Development Executive Director, 480-312-2890, pkatsenes@scottsdaleaz.gov

Community and Economic Development Executive Director Paul Katsenes gave a presentation on the proposed National Cutting Horse Association Days WestWorld Event Agreement.

MOTION AND VOTE – ITEM 21

Councilman Phillips made a motion to adopt Resolution No. 9747 authorizing a contract with Arizona Cutting Horse Association to hold the National Cutting Horse Association Days event at WestWorld. Councilman Littlefield seconded the motion, which carried 7/0.

28. Scottsdale Quarter-Phase III, Blocks L & M Rezoning (18-ZN-2013)

Requests:

1. Adopt **Ordinance No. 4150** approving the zoning district map amendment and Development Plan, including amended development standards for building height up to 90 feet and floor area ratio of 1.0; finding that the Planned Regional Center (PRC) District requirements have been met; and determining that the proposed zoning district map amendment is consistent and conforms with the adopted General Plan, for property located at the northwest corner of E. Butherus Drive and N. 73rd Street with Planned Regional Center (PRC) zoning.

2. Adopt **Resolution No. 9730** declaring the document entitled "Development Plan Scottsdale Quarter Phase III, Block L & M, 18-ZN-2013" as a public record.
Location: Northwest corner of E. Butherus Drive and N. 73rd Street
Presenter(s): Bryan Cluff, Planner
Staff Contact(s): Randy Grant, Planning, Neighborhood, and Transportation Administrator, 480-312-2664, rgrant@scottsdaleaz.gov

Planner Bryan Cluff gave a PowerPoint presentation (attached) on the Scottsdale Quarter-Phase III, Blocks L & M, rezoning request.

MOTION AND VOTE – ITEM 28

Councilwoman Milhaven made a motion to: (1) adopt Ordinance No. 4150 approving the zoning district map amendment and Development Plan, including amended development standards for building height up to 90 feet and floor area ratio of 1.0; finding that the Planned Regional Center (PRC) District requirements have been met; and determining that the proposed zoning district map amendment is consistent and conforms with the adopted General Plan, for property located at the northwest corner of E. Butherus Drive and N. 73rd Street with Planned Regional Center (PRC) zoning; and (2) adopt Resolution No. 9730 declaring the document entitled "Development Plan Scottsdale Quarter Phase III, Block L & M, 18-ZN-2013" as a public record. Councilwoman Klapp seconded the motion, which carried 5/2, with Councilmembers Littlefield and Phillips dissenting.

29. Economic Development Strategic Plan Framework

(Item No. 29 was removed at the request of staff and will be brought back by the July 2, 2014 Council meeting.)

30. Monthly Financial Update

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

31. Public Hearing and Adoption of Fiscal Year 2014/15 Rates and Fees

Requests:

1. Accept citizen comments at a public hearing regarding proposed rates and fees.
2. Adopt **Resolution No. 9706** declaring the document entitled "*Amendments to Water and Sewer Rates and Charges-Chapter 49, Scottsdale Revised Code*" as a public record.
3. Adopt **Ordinance No. 4147** amending portions of the Scottsdale Revised Code, Chapter 49, Water, Sewers and Sewage Disposal, related to water and sewer/water reclamation rates and charges, effective July 1, 2014.
4. Adopt **Resolution No. 9705** implementing new fees and setting the *Scottsdale Fire Department Fee Schedule*, effective July 1, 2014.
5. Adopt **Resolution No. 9704** implementing new off duty fees for the Scottsdale Police Department, effective July 1, 2014.
6. Adopt **Resolution No. 9739** setting City of *Scottsdale Community Services Division Schedule of Program Charges, Rental Fees and Fines*, effective July 1, 2014.

7. Adopt **Ordinance No. 4153** amending Scottsdale Revised Code, Chapter 9, City Court, relating to Court fees, effective July 1, 2014.
8. Adopt **Ordinance No. 4152** adding Section 9-17 to Chapter 9 of the Scottsdale Revised Code to create a Service Enhancement Fee, effective July 1, 2014.
9. Adopt **Resolution No. 9743** setting the *Planning and Development Service Rates and Fees Schedule* for Wireless Communications Facilities, effective July 1, 2014.

Presenter(s): Jeff Nichols, City Treasurer; Brian Biesemeyer, Water Resources Executive Director

Staff Contact(s): Brian Biesemeyer, Water Resources Executive Director, 480-312-5683, bbiesemeyer@scottsdaleaz.gov; Tom Shannon, Fire Chief, 480-312-1892, tshannon@scottsdaleaz.gov; Alan Rodbell, Police Chief, 480-312-1900, arodbell@scottsdaleaz.gov; Bill Murphy, Community Services Executive Director, 480-312-7954, bmurphy@scottsdaleaz.gov; Joseph Olcavage, Presiding Judge, 480-312-7604, jolcavage@scottsdaleaz.gov; Bruce Washburn, City Attorney, 480-312-2659, bwashburn@scottsdaleaz.gov; Brad Hartig, Chief Information Officer, 480-312-7615, bhartig@scottsdaleaz.gov

City Treasurer Jeff Nichols gave a PowerPoint presentation (attached) on the proposed Fiscal Year 2014/15 rates and fees.

Water Resources Executive Director Brian Biesemeyer gave a PowerPoint presentation (attached) on the proposed water and sewer rates and fees for Fiscal Year 2014/15.

MOTION AND VOTE – ITEM 31

Councilman Robbins made a motion to adopt Resolution No. 9706, Ordinance No. 4147, Resolution No. 9705, Resolution No. 9739, Ordinance No. 4153, Ordinance No. 4152, and Resolution No. 9743. Councilwoman Milhaven seconded the motion, which carried 7/0.

32. Public Hearing on and Adoption of Proposed Fiscal Year 2014/15 Budget (Tentative Budget)

Requests:

1. The City Council solicits and receives public input relative to the entire Proposed FY 2014/15 Budget, which includes both the Operating Budget and Capital Improvement Plan. The City Council may direct Staff to make revisions to the Proposed FY 2014/15 Budget prior to adoption or may adopt the proposed version as the Tentative Budget required for conformity with Arizona Revised Statutes and City Charter.
2. Adopt **Ordinance No. 4156** as presented (or as modified by Council) establishing the Tentative Budget for FY 2014/15. Establishment of the Tentative Budget statutorily fixes the maximum expenditure limit. The maximum expenditure limit may still be lowered by Council before final budget adoption. Adoption of Ordinance No. 4156 also directs the City Clerk to meet obligations regarding publication and notices imposed by Arizona Revised Statutes or City Charter. Through adoption of Ordinance No. 4156, Council also tentatively adopts the Proposed FY 2014/15 Classification/Compensation Schedule in conformity with Scottsdale Revised Code Sec. 14-20, et. seq.

Presenter(s): Fritz Behring, City Manager

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

City Manager Fritz Behring gave a PowerPoint presentation (attached) on the proposed Fiscal Year 2014/15 Budget.

Mayor Lane opened public testimony.

- Cindy Hill, Scottsdale citizen, spoke about public service compensation.

Mayor Lane closed public testimony.

Mr. Nichols agreed to identify funds in the operating budget for the preservation or replacement of existing assets and the rate for a sinking fund. He will provide the information to Council before the Fiscal Year 2014/15 Budget is finalized.

Mr. Behring said initial discussions have begun regarding public safety staffing and retention. Staff will return before the end of the year with information for Council to consider.

MOTION AND VOTE – ITEM 32

Councilman Robbins made a motion to adopt Ordinance No. 4156 as presented. Vice Mayor Korte seconded the motion, which carried 7/0.

PUBLIC COMMENT – None

CITIZEN PETITIONS

33. 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 6:51 P.M.

SUBMITTED BY:



Carolyn Jagger
City Clerk

Officially approved by the City Council on

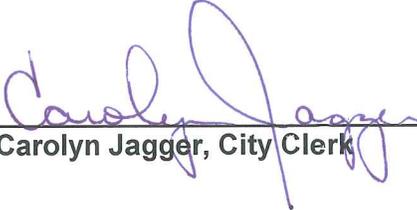
July 1, 2014

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 13th day of May 2014.

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

DATED this 1st day of July 2014.



Carolyn Jagger, City Clerk

Item 28

Scottsdale Quarter – Phase III Blocks L & M

18-ZN-2013

City Council

Coordinator: Bryan Cluff

Date: May 13, 2014

Scottsdale Quarter – Phase III Blocks L & M

The applicant is requesting amended development standards for building height and FAR.

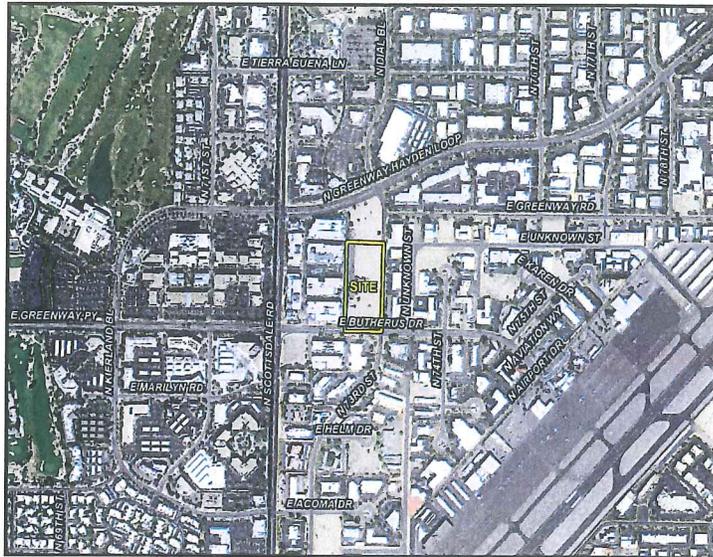
60' exclusive – 90' inclusive

0.8 – 1.0

REQUEST

18-ZN-2013

Scottsdale Quarter – Phase III Block L & M



CONTEXT AERIAL

18-ZN-2013

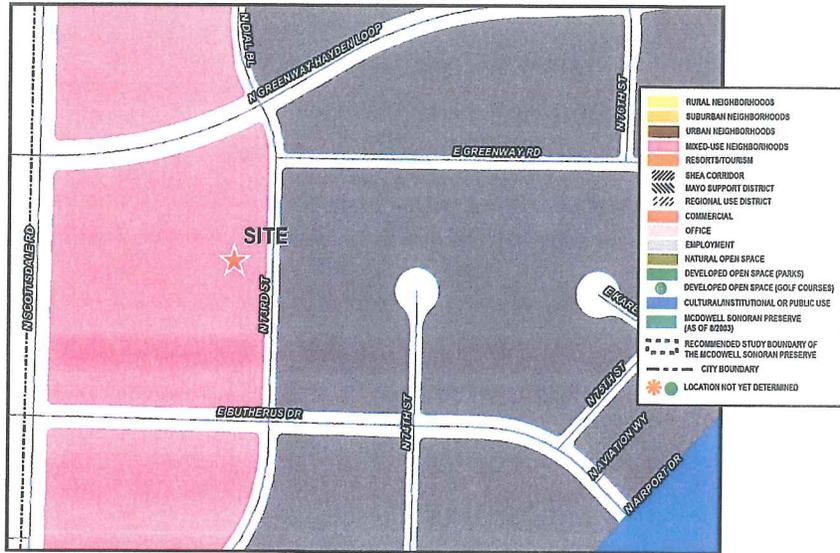
Scottsdale Quarter – Phase III Block L & M



CLOSE-UP AERIAL

18-ZN-2013

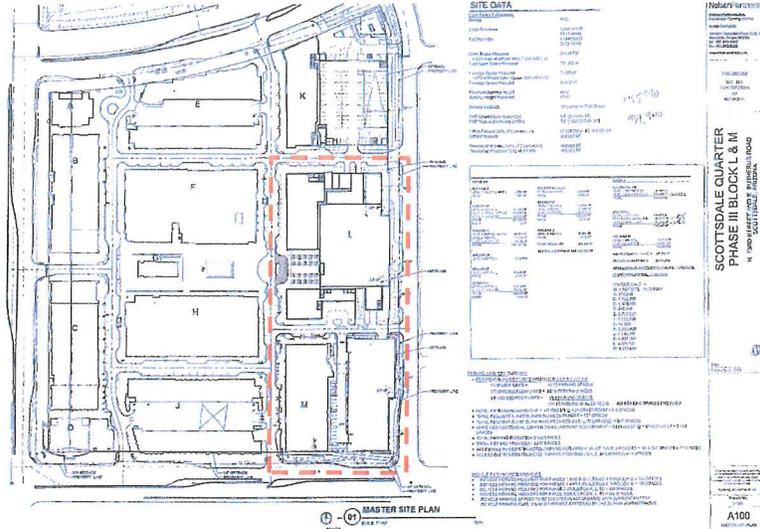
Scottsdale Quarter – Phase III Block L & M



Scottsdale Quarter – Phase III Block L & M



Scottsdale Quarter – Phase III Blocks L & M



MASTER SITE PLAN

18-ZN-2013

Scottsdale Quarter – Phase III Blocks L & M

- Vertically integrated mixed-use (5% - 20%)
- 5% additional open space
- Building massing
- Underground parking & integration of structured parking into building architecture
- Compliance with Scottsdale's Green Building Program

ADDITIONAL REQUIREMENTS

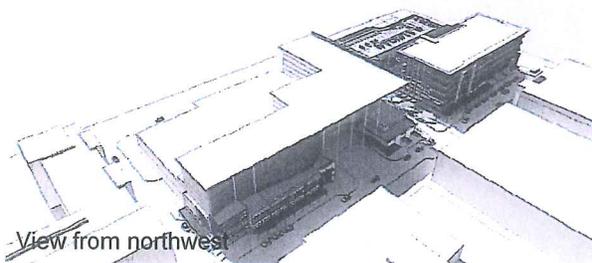
18-ZN-2013

Scottsdale Quarter – Phase III Blocks L & M

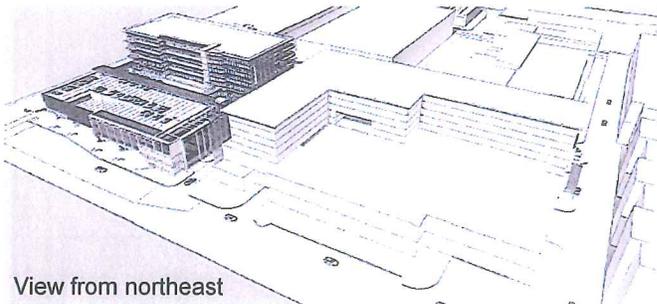
Standard	Development Project (all inclusive)	Development Site
Parcel Size (net)	23.52 acres	6.07 acres
Building Size	1,434,377 square feet	481,940 square feet
Floor Area Ratio Allowed (commercial only)	0.8, up to 1.0 w/ amended standards	N/A
Floor Area Ratio Proposed (commercial only)	1.0	1.56
Building Height Allowed	60 feet, up to 90 w/ amend.	60 feet, up to 90 w/ amend.
Building Height Proposed	90 feet	90 feet (inclusive)
Parking Required	3,709 spaces	N/A (shared)
Parking Provided	3,794 spaces	N/A (shared)
Open Space Required	204,911 square feet Plus 5% (Block K) – 6,214 SF Plus 5% (Block L&M) – 13,327 SF Total: 224,452 square feet	66,640 square feet
Open Space Provided	306,166 square feet / 7.0 acres ³ (36%+)	72,904 square feet (at grade) 9%+ 44,678 square feet (private) 76%+
Density Allowed	623 units	N/A
Density Provided	392 units	55 units

DEVELOPMENT INFORMATION

18-ZN-2013



View from northwest



View from northeast

MASSING

18-ZN-2013



View from southeast



View from southwest

PERSPECTIVES

18-ZN-2013



Over head view from north

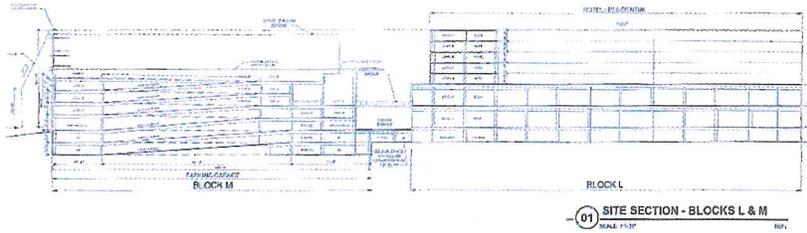


View from northeast

PERSPECTIVES

18-ZN-2013

Scottsdale Quarter – Phase III Block L & M



SITE SECTION

18-ZN-2013

Monthly Financial Update

As of April 30, 2014

City Council
 May 13, 2014
 Prepared by: City Treasurer

General Fund Operating Sources

April 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	\$69.7	\$73.1	\$79.1	\$76.3	\$2.8	4%
0.1% Public Safety	6.8	7.1	7.7	7.4	0.3	4%
State Shared: Sales Tax	14.0	14.5	15.5	15.4	0.1	1%
Revenue	15.3	18.5	20.2	20.2	-	-
Auto Lieu Tax	6.1	5.6	6.1	6.4	(0.3)	(5%)
Property Taxes (Primary)	17.6	17.5	17.8	18.1	(0.3)	(2%)
Franchise Fees/In-Lieu Tax	10.6	10.9	11.2	10.6	0.6	5%
Other: Licenses, Permits & Fees	6.7	6.6	7.3	7.1	0.2	3%
Fines & Forfeitures	6.1	5.7	5.5	5.8	(0.2)	(4%)
Miscellaneous	8.0	8.5	6.6	4.7	1.9	40%
Building Permits	6.8	9.3	12.5	7.8	4.7	60%
Interest Earnings	0.7	1.1	1.5	0.8	0.7	79%
Indirect Cost Allocations	7.2	5.9	5.4	5.4	-	-
Transfers In	8.4	6.0	5.9	6.1	(0.2)	(3%)
<i>Subtotal Operating Sources</i>	<i>\$183.9</i>	<i>\$190.4</i>	<i>\$202.3</i>	<i>\$192.2</i>	<i>\$10.1</i>	<i>5%</i>
Bond Proceeds*	-	31.0	-	-	-	-
Bed Taxes	10.9	-	-	-	-	-
<i>Total Operating Sources</i>	<i>\$194.8</i>	<i>\$221.4</i>	<i>\$202.3</i>	<i>\$192.2</i>	<i>\$10.1</i>	<i>5%</i>

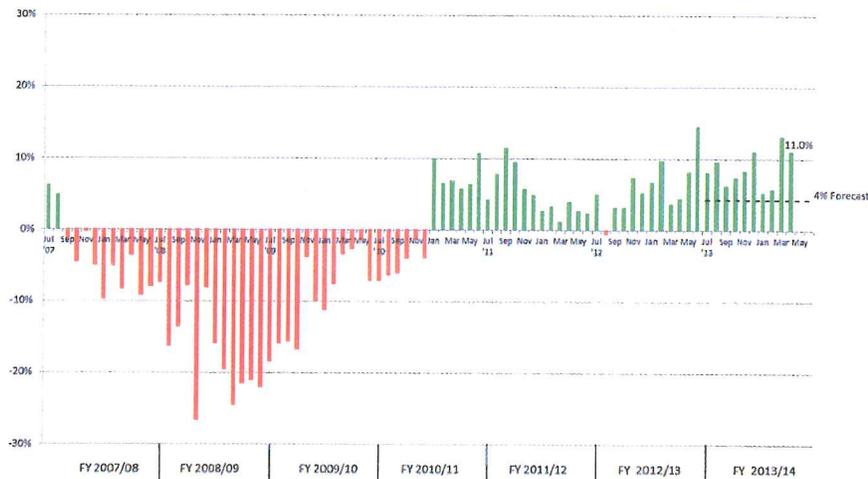
* To fund the Nordstrom Garage Lease Payoff

General Fund Operating Sources: Sales Tax April 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	\$11.7	\$12.1	\$13.3	\$12.7	\$0.6	4%
Large retail stores	7.6	7.7	7.7	7.9	(0.2)	(3%)
Misc goods & services	4.9	5.6	6.3	5.6	0.7	12%
Grocery & convenience	5.3	5.4	5.5	5.5	-	-
Auto sales & maintenance	7.9	8.9	10.1	9.7	0.4	5%
<u>Tourism/Entertainment:</u>						
Hotel lodging & misc sales	3.5	3.6	4.0	3.7	0.3	7%
Restaurants & bars	6.4	6.6	6.9	6.8	0.1	2%
<u>Business:</u>						
Construction	6.8	7.2	9.0	8.2	0.8	10%
Rental	10.0	10.4	10.4	10.3	0.1	1%
Utilities	3.7	3.7	3.7	3.8	(0.1)	(3%)
Licenses, penalties/interest	2.1	2.0	2.1	2.0	0.1	7%
Total 1.0% Sales Tax	\$69.7	\$73.1	\$79.1	\$76.3	\$2.8	4%

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



General Fund Operating Uses: by Category April 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	\$94.8	\$95.2	\$97.7	\$97.9	\$0.2	0%
Overtime	5.4	5.8	6.4	5.4	(1.0)	(18%)
FICA	6.6	6.5	6.7	6.7	-	-
Retirement	11.5	13.3	14.6	14.6	-	-
Health/Dental & Misc	11.5	12.5	13.0	13.3	0.3	2%
<i>Total Personnel Services</i>	<i>\$129.8</i>	<i>\$133.3</i>	<i>\$138.4</i>	<i>\$137.9</i>	<i>(\$0.5)</i>	<i>0%</i>
Contractual, Commodities, Capital Outlay	41.2	44.7	48.5	52.9	4.4	8%
<i>Total Operating Expenses</i>	<i>\$171.0</i>	<i>\$178.0</i>	<i>\$186.9</i>	<i>\$190.8</i>	<i>\$3.9</i>	<i>2%</i>
Debt Serv. & Contracts	7.6	33.9**	1.6	1.6	-	-
Transfers Out	10.0	3.4	0.4	0.4	-	-
<i>Total Operating Uses</i>	<i>\$188.5</i>	<i>\$215.3</i>	<i>\$189.0</i>	<i>\$192.9</i>	<i>\$3.9</i>	<i>2%</i>
*Pay Periods thru April:	22	22	22			

** Includes the Nordstrom Garage Lease Payoff

General Fund Operating Uses: by Division April 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	\$14.4	\$15.1	\$14.9	\$15.6	\$0.7	4%
Administrative Services	11.5	11.8	12.4	12.9	0.4	3%
Comm. & Econ Development	19.8	19.4	19.9	20.1	0.2	1%
Community Services	25.4	26.8	27.2	28.0	0.9	3%
Public Safety	8.7	9.1	10.4	10.2	(0.1)	(1%)
Public Safety - Fire	20.1	21.9	24.0	24.2	0.2	1%
Public Safety - Police	58.8	60.1	63.0	63.1	0.1	0%
Public Works	12.2	13.9	15.0	16.6	1.5	9%
<i>Total Operating Expenses</i>	<i>\$171.0</i>	<i>\$178.0</i>	<i>\$186.9</i>	<i>\$190.8</i>	<i>\$3.9</i>	<i>2%</i>

General Fund - Sources Year-End Estimate: FY 2013/14

(in millions: rounding differences may occur)

	FY 2013/14 Approved	FY 2013/14 Forecast (In Tentative Budget)	Variance	
			Fav/(unf)	%
1.1% Sales Taxes	\$100.5	\$104.1	\$3.6	4%
State-Shared Revenues	50.3	50.3	-	-
Property Taxes	25.5	25.5	-	-
Franchise Fees/In-Lieu Taxes	11.7	12.1	0.4	3%
Building Permits	9.9	13.8	3.9	39%
Charges for Services/Other	30.0	29.5	(0.5)	(2%)
Transfers In	10.9	10.9	-	-
Total Sources	\$238.8	\$246.2	\$7.4	3%

General Fund - Uses Year-End Estimate: FY 2013/14

(in millions: rounding differences may occur)

Category	FY 2013/14 Approved	FY 2013/14 Forecast (In Tentative Budget)	Variance	
			Fav/(Unf)	%
Personnel Services:				
Salaries & Wages	\$117.9	\$116.3	\$1.6	1%
Overtime	6.4	7.4	(1.0)	(14%)
FICA	8.0	7.8	0.2	3%
Retirement	17.4	17.1	0.3	2%
Health/Dental & Misc	16.1	15.9	0.2	1%
<i>Total Personnel Services</i>	<i>\$165.7</i>	<i>\$164.4</i>	<i>\$1.3</i>	<i>1%</i>
Contractual, Commodities, Capital Outlay	64.7	64.3	0.4	1%
<i>Total Operating Expenses</i>	<i>\$230.3</i>	<i>\$228.7</i>	<i>\$1.6</i>	<i>1%</i>
Debt Serv. & Contracts	15.0	14.6	0.4	3%
Transfers Out	5.9	5.9	-	-
<i>Total Operating Uses</i>	<i>\$251.3</i>	<i>\$249.2</i>	<i>\$2.1</i>	<i>1%</i>

General Fund Results Year End Estimate: FY 2013/14

(in millions: rounding differences may occur)

	FY 13/14 Approved	FY 13/14 Forecast (In Tentative Budget)	Variance	
			Fav/(Unf)	%
Sources	\$238.8	\$246.2	\$7.4	3%
Uses	(251.3)	(249.2)	2.1	1%
Total Sources Over/(Under) Uses	(\$12.5)	(\$3.0)	\$9.5	
Ending Unreserved Fund Balance	\$2.8	\$12.2		

General Fund Results: Summary April 2014: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 11/12 Actual	FY 12/13 Actual	FY 13/14 Actual	FY 13/14 Budget	Actual vs. Budget	
					Fav/(Unf)	%
Sources	\$194.8	\$221.4*	\$202.3	\$192.2	\$10.1	5%
Uses	188.5	215.3*	189.3	192.9	3.9	2%
Change in Fund Balance	\$6.3	\$6.1	\$13.0	(\$0.7)	\$14.0	

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

General Fund Operating Sources April 2014

(in millions: rounding differences may occur)

Sources Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14 Budget	Actual vs. Budget	
	Actual	Actual	Actual		Fav/(Unf)	%
Sales Tax: 1.0% General Purpose	\$8.1	\$8.7	\$9.4	\$8.8	\$0.6	7%
0.1% Public Safety	0.8	0.9	0.9	0.9	0.1	7%
State Shared: Sales Tax	1.4	1.4	1.6	1.6	-	-
Revenue	1.5	1.9	2.0	2.0	-	-
Auto Lieu Tax	0.6	0.6	0.3	0.6	(0.3)	(46%)
Property Taxes (Primary)	1.5	1.3	1.4	1.5	(0.1)	(5%)
Franchise Fees/In-Lieu Tax	2.6	2.7	2.7	2.6	0.2	7%
Other: Licenses, Permits & Fees	0.5	0.5	0.8	0.7	0.1	15%
Fines & Forfeitures	0.7	0.7	0.7	0.6	0.2	26%
Miscellaneous	1.3	2.0	1.4	0.6	0.8	nm
Building Permits	0.8	0.9	0.9	1.0	(0.1)	(6%)
Interest Earnings	0.0	0.2	0.1	0.1	-	-
Indirect Cost Allocations	0.7	0.6	0.5	0.5	-	-
Transfers In	0.7	0.5	0.5	0.6	-	-
<i>Subtotal Operating Sources</i>	<u>\$21.3</u>	<u>\$22.9</u>	<u>\$23.5</u>	<u>\$22.1</u>	<u>\$1.5</u>	<u>7%</u>
Bond Proceeds	-	(0.3)	-	-	-	-
Bed Taxes (gross)	2.3	-	-	-	-	-
<i>Total Operating Sources</i>	<u>\$23.6</u>	<u>\$22.6</u>	<u>\$23.5</u>	<u>\$22.1</u>	<u>\$1.5</u>	<u>7%</u>

* To fund the Nordstrom Garage Lease Payoff

General Fund Operating Sources: Sales Tax April 2014

(in millions: rounding differences may occur)

1.0% Sales Tax Category	FY 11/12	FY 12/13	FY 13/14	FY 13/14 Budget	Actual vs. Budget	
	Actual	Actual	Actual		Fav/(Unf)	%
<i>Consumer Spending:</i>						
Small retail stores	\$1.4	\$1.4	\$1.8	\$1.6	\$0.2	12%
Large retail stores	0.8	0.9	0.9	0.9	-	-
Misc goods & services	0.7	0.7	0.8	0.7	0.1	19%
Grocery & convenience	0.6	0.7	0.6	0.6	-	-
Auto sales & maintenance	1.0	1.0	1.1	1.1	-	-
<i>Tourism/Entertainment:</i>						
Hotel lodging & misc sales	0.7	0.7	0.7	0.7	-	-
Restaurants & bars	0.9	0.9	1.0	0.9	-	-
<i>Business:</i>						
Construction	0.7	0.8	0.9	0.8	0.1	15%
Rental	1.0	1.1	1.1	1.0	0.1	7%
Utilities	0.3	0.3	0.3	0.3	-	-
Licenses, penalties/interest	0.1	0.1	0.2	0.1	-	-
<i>Total 1.0% Sales Tax</i>	<u>\$8.1</u>	<u>\$8.7</u>	<u>\$9.4</u>	<u>\$8.8</u>	<u>\$0.6</u>	<u>7%</u>

General Fund Operating Uses: by Category April 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)	%
Personnel Services*:						
Salaries & Wages	\$8.5	\$8.7	\$8.9	\$8.9	\$ -	-
Overtime	0.5	0.5	0.4	0.4	-	-
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	-	-
<i>Total Personnel Services</i>	<i>\$11.7</i>	<i>\$12.2</i>	<i>\$12.4</i>	<i>\$12.6</i>	<i>\$ 0.1</i>	<i>1%</i>
Contractual, Commodities, Capital Outlay	3.8	4.1	4.6	4.4	(0.1)	(-3%)
<i>Total Operating Expenses</i>	<i>\$15.5</i>	<i>\$16.3</i>	<i>\$17.0</i>	<i>\$17.0</i>	<i>\$ -</i>	<i>-</i>
Debt Serv. & Contracts	0.2	(0.3)	-	-	-	-
Transfers Out	1.1	-	-	-	-	-
<i>Total Operating Uses</i>	<i>\$16.9</i>	<i>\$16.1</i>	<i>\$17.0</i>	<i>\$17.0</i>	<i>\$ -</i>	<i>-</i>
 *Pay Periods in April:	 2	 2	 2			

General Fund Operating Uses: by Division April 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	\$1.6	\$1.5	\$1.3	\$1.4	\$ 0.1	5%
Administrative Services	1.0	1.0	1.0	1.0	-	-
Comm. & Econ Development	1.5	1.6	1.5	1.5	(0.1)	(4%)
Community Services	2.5	2.6	2.6	2.9	0.3	9%
Public Safety	0.7	0.7	1.2	0.7	(0.5)	(69%)
Public Safety - Fire	1.9	2.0	2.2	2.2	-	-
Public Safety - Police	5.2	5.5	5.7	5.8	0.1	2%
Public Works	1.1	1.4	1.4	1.5	0.1	7%
<i>Total Operating Expenses</i>	<i>\$15.5</i>	<i>\$16.3</i>	<i>\$17.0</i>	<i>\$17.0</i>	<i>\$ -</i>	<i>-</i>

General Fund Results: Summary April 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	\$23.6	\$22.6	\$23.5	\$22.1	\$1.5	7%
Uses	16.9	16.1	17.0	17.0	-	-
Change in Fund Balance	\$6.7	\$6.5	\$6.5	\$5.1	\$1.5	

Item 31

Jeff Nichols
Presentation



FY 2014/15 Rates & Fees

City Council
May 13, 2014

Non-Enterprise Rates & Fees Policy

- Annual review to determine direct and indirect cost of service recovery rate
- Acceptable recovery rate and associated rates and fees changes approved by City Council
- Proposals for rates and fees changes submitted by:
 - City Attorney
 - City Court
 - Community Economic Development
 - Community Services
 - Public Safety – Fire
 - Public Safety – Police

Non-Enterprise Rates & Fees Change Proposals

- New rates estimated to increase General Fund revenue by **\$701,068** for FY 2014/15
 - \$ 300,000 City Attorney
 - \$ 309,472 City Court
 - \$ 33,184 Community & Economic Development
 - \$ 42,172 Community Services
 - \$ 16,240 Public Safety – Fire
 - \$ 0 Public Safety – Police

- \$ 769,170 City Court (Court Enhancement Fund)

3

City Attorney

- Service Enhancement Surcharge
 - Establish a new service enhancement surcharge of \$10 to be added on every civil and criminal charge (excluding parking)

 - Additional General Fund revenue of **\$300,000** for FY 2014/15

4

City Court

- Annual review of Court's rates and fees resulted in the following proposals:
 - Establish two new fees:
 - Contract Admin fee
 - Warrant fee
 - Revise five existing fees:
 - Diversion Program fee
 - Probation fee
 - Home Detention fee
 - Order Modification fee
 - Court Enhancement fee
- Additional General Fund revenue of **\$309,472** for FY 2014/15
- Additional Court Enhancement Fund revenue of **\$769,170** for FY 2014/15

5

Community & Economic Development

- Wireless Communications Facilities in Right-of-Way
 - Proposed increase of 3% for new or post July 2009 installations
 - Additional General Fund revenue of **\$33,184** for FY 2014/15

6

Community Services

- Annual review of Program Charges, Rental Fees, and Fines Schedule resulted in the following proposals:
 - Scottsdale Ranch Park & Indian School Park:
 - Establish new fees for reserving tennis courts in 1 hour increments
 - Library:
 - Re-establish processing fee for lost/destroyed items (eliminated 2006)
 - Establish two fees based on Inter-Library loan items
- Additional General Fund revenues of **\$42,172** for FY 2014/15
- Correct administrative error on FY 2013/14 schedule
 - Establishment of \$8 Card fee – McDowell Mountain Skate Park for new/replacement cards (approved but not posted)

7

Public Safety - Fire

- Increase three fees for classes
 - First Aid
 - CPR
 - Combo (First Aid/CPR)
- Increase two fees for Fire Service safety permits
 - Fire & Life Safety Permit Fees
 - After-hours & Weekends Fire Inspections
- Establish Off-Duty Rates for Fire Service personnel
 - Off Duty Hourly Rate
 - Off Duty Late Fee Request
 - Off Duty Late Payment Fee
 - Off Duty Insurance Waiver option
- Additional General Fund Revenues of **\$16,240** for FY 2014/15

8

Public Safety - Police

- Establish two new Off Duty rates for Police personnel
 - Off Duty Holiday Pay
 - Off Duty Incentive Pay

- Additional General Fund Revenues of **\$0** for FY 2014/15

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City Attorney

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amount	% Change	Revenue Change
<i>City Attorney:</i>						
Service Enhancement Surcharge	per charge	n/a	\$10	\$10	n/a	\$300,000
<i>Total Additional General Fund Revenue</i>						\$300,000

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City Court

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Revenue Change
<i>City Court:</i>						
Contract Admin Fee (initial or modifications)	per Contract	n/a	\$10	\$10	n/a	\$71,006
Warrant Fee (Fail to appear or Fail to pay)	per Warrant	n/a	\$65	n/a	n/a	\$154,735
Diversion Program Fee	per Case	\$103	\$150	\$47	46%	\$33,746
Probation Fee	per Case	\$103	\$150	\$47	46%	\$16,250
Home Detention Fee	per Case	\$25	\$30	\$5	20%	\$3,885
Order Modification Fee (to now include any order for alcohol screenings or treatments, community restitution, etc.)	per Change	\$25	\$25	\$0	59%	\$29,850
<i>Total Additional General Fund Revenue</i>						\$309,472
Court Enhancement Fee	per Charge	\$15	\$30	\$15	100%	\$769,170
<i>Total Additional Court Enhancement Fund Revenue</i>						\$769,170

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Community Services – Scottsdale Ranch Park & Indian School Park

Program/Fee	Fee Assessed	Proposed FY 14/15 Fee	Revenue Anticipated
<i>Scottsdale Ranch Park & Indian School Park</i>			
1.0 Hour Singles Days (R/NR/C)	per Hour	\$3/\$7/\$12	\$624
1.0 Hour Singles Prime (R/NR/C)	per Hour	\$7/\$11/\$16	\$1,456
1.0 Hours Doubles Days (R/NR/C)	per Hour	\$6/\$14/\$24	\$1,872
1.0 Hours Doubles Prime (R/NR/C)	per Hour	\$10/\$18/\$28	\$3,120
(R) Resident / (NR) Non-resident / (C) Commercial	<i>Total Additional General Fund Revenue</i>		\$7,072

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Community Services – Scottsdale Stadium

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Revenue Change
Scottsdale Stadium Fees:						
Practice Field Usage Fee – Hourly, Stadium Rate	per Hour	\$25	\$30	\$5	20%	\$0
Practice Field Usage Fee – Hourly, Commercial Rate	per Hour	\$32	\$38	\$6	19%	\$0
Practice Field Usage Fee – Stadium Rate	per Day	\$160	\$195	\$35	22%	\$0
Practice Field Usage Fee – Commercial Rate	per Day	\$200	\$244	\$44	22%	\$0
(The practice field is maintained to Major League Baseball standards and is used mostly by the Giants, and their contract covers the cost of the using the field. This rate would be charged if used by general public.)						
Total Additional General Fund Revenue						\$0

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Community Services – Library

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Revenue Change
Library:						
Processing Fee – lost or destroyed items (re-establish fee from 2006 which at the time was \$6)	per Item	n/a	\$5	\$5	n/a	\$33,500
InterLibrary Loan request – Overdue item fee	per Item	n/a	\$5	\$5	n/a	\$1,200
InterLibrary Loan request – Failure to pick up fee	per Item	n/a	\$1	\$1	n/a	\$400
Total Additional General Fund Revenue						\$35,100

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Community Services – Schedule Corrections

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Revenue Change
<i>The following fees were missing from or incorrect on the FY 2013/14 Fee Schedule and are corrected for the FY 2014/15 Fee Schedule:</i>						
Card Fee: New or Replacement Cards for McDowell Mountain Skate Park	\$8					-
Not posted last year, but approved by Council						-
						-
						-
Total Additional General Fund Revenue						<i>minimal</i>

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Public Safety - Fire

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Revenue Change
Fire:						
First Aid Class	per Person	\$40	\$45	\$5	13%	\$40
CPR Class	per Person	\$35	\$45	\$10	29%	\$200
Combo Class (CPR & First Aid)	per Person	\$44	\$45	\$1	2%	\$20
Fire Service Safety permits	per Inspection	\$100	\$159	\$59	59%	\$12,980
Fire Inspections: After-hours & weekends	per Hour	\$100	\$125	\$25	25%	\$3,000
Off Duty rate	per Hour	n/a	Varied	n/a	n/a	\$0
Off Duty Late request	per Hour	n/a	\$5	n/a	n/a	\$0
Off Duty Late Payment	per incident	n/a	5%	n/a	n/a	\$0
Total Additional General Fund Revenue						\$16,240
Off Duty Insurance Waiver Option	per request	n/a	\$10	n/a	n/a	\$0
Total Additional Risk Fund Revenue						\$0

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Public Safety - Police

Program/Fee	Fee Assessed	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amount	% Change	Revenue Change
<i>Police:</i>						
Off Duty Holiday Pay (only for City recognized Holidays)	per Hour	n/a	\$10	\$10	n/a	\$0
Off Duty Incentive Pay (jobs that are short in duration and/or late night that can be difficult to staff)	per Hour	n/a	\$10	\$10	n/a	\$0
<i>Total Additional General Fund Revenue</i>						<i>\$0</i>

Item 31

Brian Biesemeyer
Presentation

Enterprise Rates & Fees Policy

- Enterprise – Water, Sewer, Solid Waste, Aviation
 - 100% recovery of all direct and indirect costs of service
 - Rates based on multi-year financial plans

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Enterprise Rate Changes

- Water and Sewer Rate Adjustment history:

Fiscal Year	Water	Sewer	Combined Increase / (Decrease)
2010/11	- 0 -	- 0 -	- 0 -
2011/12	- 0 -	- 0 -	- 0 -
2012/13	- 0 -	- 0 -	- 0 -
2013/14	(1.8%)	4.0%	(0.2%)
2014/15 Proposed	- 0 -	(1.2%)	(0.3%)

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Enterprise Rate Change Proposals

Water Resources – Water & Sewer

- No overall rate increases planned for FY 2014/15
- Service charge adjustments proposed for FY 2014/15 to meet cost recovery requirements for various services
 - Service charge adjustments are part of the multi-year phase-in, started last year to bring charges in line with actual costs

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Water Service Charges – Services/Misc.

Service Charges Implementation Over Two Years (Second Year)	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Estimated Revenue Change
1.5" Water Meter Only	\$357	\$443	\$86	24%	\$172
2" Water Meter Only	\$443	\$535	\$92	21%	\$184
5/8" Water Meter and Installation	\$808	\$940	\$132	16%	\$660
3/4" Water Meter and Installation	\$830	\$960	\$130	16%	\$650
1" Water Meter and Installation	\$964	\$1,117	\$153	16%	\$22,950
1.5" Water Meter and Installation	\$1,538	\$1,895	\$357	23%	\$1,071
2" Water Meter and Installation	\$1,850	\$2,155	\$305	16%	\$610
Hydrant Meter Install and Remove	\$50	\$75	\$25	50%	\$3,750
Hydrant Meter Relocation Fee	\$25	\$38	\$13	52%	\$390
Fire Sprinkler – 1.5" Installation Only	\$1,237	\$1,558	\$321	26%	\$1,605
Fire Sprinkler – 2" Installation Only	\$1,458	\$1,725	\$267	18%	\$1,335
Check For Water Leaks	\$44	\$50	\$6	14%	\$180
Additional Water Fund Revenue					\$33,557

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Water Service Charges - Services/Misc.

Service Charges Implementation Over Two Years (Second Year)	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Estimated Revenue Change
Move Water Meter (Up To 15 Feet)	\$299	\$322	\$23	8%	\$230
Raise or Lower Water Meter	\$153	\$200	\$47	31%	\$470
Hydrant Meter Deposit - 1" Meter	\$250	\$300	\$50	20%	\$2,000
Hydrant Meter Deposit - 3" Meter	\$1,100	\$1,200	\$100	9%	\$10,000
Additional Water Fund Revenue					\$12,700

Service Charges Implementation Over Three Years (Second Year)	FY 13/14 Fee	Proposed FY 14/15 Fee	Increase Amt	% Change	Estimated Revenue Change
5/8" Water Meter Only	\$122	\$174	\$52	43%	\$104
3/4" Water Meter Only	\$146	\$197	\$51	35%	\$102
1" Water Meter Only	\$192	\$244	\$52	27%	\$104
Shutdown Water Main	\$143	\$186	\$43	30%	\$0
Additional Water Fund Revenue					\$310
Additional Water Fund Revenue					\$46,567

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Sewer Rates - Change Proposal

Current Sewer Rate Structure

Customer Service Charge
\$1.35

Volumetric Charges
Based on Category
Minimum Charge of \$14.87

Total Sewer Charges

Proposed Sewer Rate Structure

Base Fee
Based on Water Meter Size

Volumetric Charges
Based on Category
No Minimum Charge

Total Sewer Charges

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Sewer Rates - Change Proposal

- Elimination of the Customer Service Charge of \$1.35 per month, per user
- Implementation of a base fee determined by meter size
- Reduction in volumetric charges as an offset to revenues generated on base fees
- Changes in structure will reduce revenues slightly to ensure that charges are revenue neutral in total

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Sewer Rates - Change Proposal

- Mirrors the Water and Development Impact Fee methodologies
- Base Fee represents a fixed cost of reserving capacity for use on demand
- Volumetric rates encourage efficient use of water resources
- Allows for more flexible strategies to address future rate adjustments

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Sewer Rates - Rate Schedule

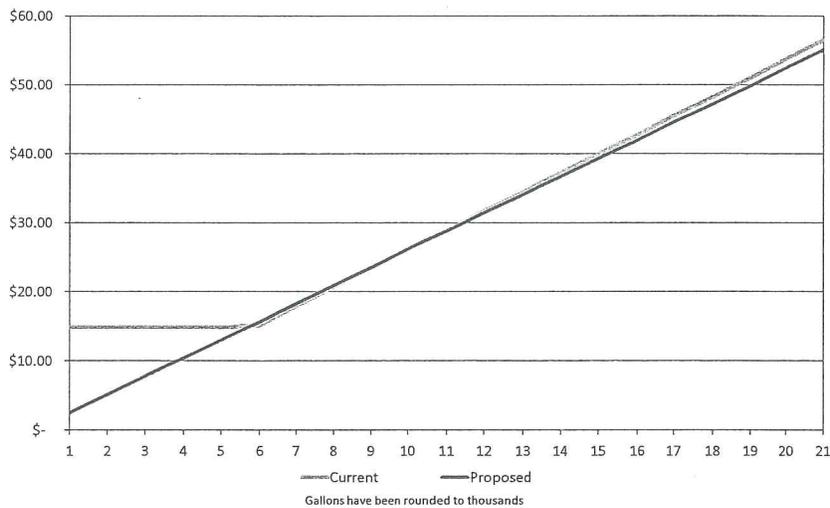
Meter Sizes	Proposed Base Fees
1" Water Meter and Smaller	\$2.50
1.5" Water Meter	\$15.00
2" Water Meter	\$35.00
3" Water Meter	\$45.00
4" Water Meter	\$65.00
6" Water Meter	\$125.00
8" Water Meter	\$175.00

Customer Category	Current Rates	Proposed Rates	Change
Single Family Residential	\$2.76	\$2.63	(\$0.13)
Multi Family Residential	\$2.76	\$2.67	(\$0.09)
Commercial Without Dining	\$2.70	\$2.70	\$0
Commercial With Dining	\$3.07	\$3.07	\$0
Hotels Without Dining	\$2.80	\$2.80	\$0
Hotels With Dining	\$3.28	\$3.28	\$0
Car Washes	\$2.60	\$2.60	\$0
Commercial Laundry	\$3.39	\$3.39	\$0
Laundromats	\$2.72	\$2.72	\$0
Restaurants/Bakeries	\$4.60	\$4.60	\$0
Service Station Auto Repair	\$2.80	\$2.80	\$0
Medical Institutions	\$2.93	\$2.93	\$0
Schools	\$2.72	\$2.72	\$0

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Sewer Rates- Residential Sewer Charges

Residential Customers with 1" or smaller water meter



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Water Resources – Effect of Rate Change

Revised Rates Anticipated To Generate / (Reduce) Revenue	
Water Charges	\$0.0 million
Sewer Charges	(\$0.4) million
Net Change	(\$0.4) million

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Enterprise Rate Change Proposals

- Solid Waste
 - Last increase: 2% effective July 1, 2009
 - No rate increases planned for FY 2014/15
- Aviation
 - Last increase: Twin Engine & Jet Transient Parking Fees approved for increase August 23, 2011 to bring to market
 - No rate increases planned for FY 2014/15

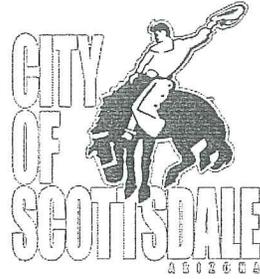
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Questions?

FY 2014/15 Rates & Fees



City Council
May 13, 2014



**FY 2014/15
Tentative Budget
Adoption**

May 13, 2014 City Council Meeting



FY 2014/15 Tentative Budget

- Balanced
- Incorporates Council priorities and policy direction
- Salary increases for employees who perform well
- \$2.7 million in General Fund spending cuts
- Eliminates 20 Full-Time Equivalents (FTEs) (18 General Fund)
- Organizational changes that eliminate unnecessary structure
- Increases contribution to Capital Improvement Plan (CIP)



General Fund Sources Overview

- Revenues up \$9.1 million (3.9 percent) from 13/14 forecast
- Sales tax receipts up 2.5 percent
- Auto sales tax receipts up 7 percent
- No property tax increase included (2 percent = \$500,000)
- Revenues include \$3.5 million (one-time) from sale of excess city buildings
- Reduced Contingency from \$5 million to \$3 million

3



Significant General Fund Increases	G.F. Impact (\$ in m)
Salary Adjustments – Pay for Performance	\$4.5
Maintenance, operation and replacement of city vehicles, computers, etc.	\$2.1
Rate increases for state retirement program	\$1.4
Employer contribution of increased healthcare costs	\$0.6
Transfer 2 FTE from Court Enhancement Fund	\$0.2

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FY 2014/15 – Operating Budget
City Council Policy Direction from April 29, 2014:

- 1) Eliminate Palomino Library Agreement Yes No
- 2) Sale of 3-4 Excess Buildings Yes No
(No Longer Considering Sale of Community Design Studio)
- 3) \$13.0M Transfer from General Fund to CIP Yes No



Modifications to proposed Budget To Implement Policy Direction from 4/29/2014 Meeting – Including....	G. F. Impact (\$ in m)
Further reduction in operating costs in Community Services	\$0.1
Eliminate 1 FTE in Administrative Services	\$0.1
Eliminate Y-Step practice where employees are paid in excess of the maximum of pay range	\$0.1



City Council Budget Review Schedule

- | | |
|---------------|--|
| Tue., June 3 | Public Hearing and Final Budget Adoption;
Truth in Taxation Hearing |
| Tue., June 17 | Public Hearing and Final Adoption of Tax
Levies |