

**SCOTTSDALE CITY COUNCIL  
REGULAR MEETING MINUTES  
TUESDAY, NOVEMBER 10, 2015**



**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, November 10, 2015, in the City Hall Kiva.

**ROLL CALL**

Present: Mayor W.J. "Jim" Lane  
Vice Mayor David N. Smith  
Councilmembers Suzanne Klapp, Virginia Korte (participated telephonically), Kathleen S. Littlefield, Linda Milhaven, and Guy Phillips

Also Present: Acting City Manager Brian Biesemeyer  
City Attorney Bruce Washburn  
City Treasurer Jeff Nichols  
City Auditor Sharron Walker  
City Clerk Carolyn Jagger

**PLEDGE OF ALLEGIANCE** – Troop and Pack 446, Leader Michael Smalley

**INVOCATION** – Pastor Bryan McAnally, Scottsdale Bible Church

**MAYOR'S REPORT**

Mayor Lane announced that, for the third straight year, the City was honored by the Center for Digital Government as one of the most strategic, efficient, and innovative guards of public-sector technology in the nation. The City was cited for its new mobile-responsive website, along with the Information Technology Department's efforts in leading regional public safety communications integration, consolidating the City's own public safety data infrastructure, and improving the Fire Department's electronic patient care records process. Chief Information Officer Brad Hartig accepted the award.

**PRESENTATION/INFORMATION UPDATES** – None

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

## **PUBLIC COMMENT**

- David Peterson and Jan Gehler reported on the successful partnership between Scottsdale schools and Scottsdale communities and introduced a new initiative called BUSS (Business United for Scottsdale Schools).
- Scott Calev expressed concern about the unity pledge letter that was distributed with the utility bills, indicating that it was done by a single councilmember. Councilmember Milhaven clarified for the record that a majority of the Council directed staff to send the letter.
- Bryan Ruth spoke in support of a non-discrimination ordinance.
- Stanna Michelle Slater spoke in support of a non-discrimination ordinance.
- Mary Wilber spoke in support of a non-discrimination ordinance.

## **ADDED ITEMS**

### **A1. Added Items**

Consent Item Nos. 21A and 21B were added to the agenda on November 5, 2015.

**Request:** Vote to accept the agenda as presented or continue the added item(s) to the next scheduled Council meeting, which is November 17, 2015.

### **MOTION AND VOTE – ADDED ITEMS**

Councilwoman Littlefield made a motion to accept the agenda as presented. Councilwoman Klapp seconded the motion, which carried 7/0.

## **MINUTES**

**Request:** Approve the Special Meeting Minutes of October 20, 2015; Regular Meeting Minutes of October 6, 2015 and October 20, 2015; Work Study Session Minutes of October 13, 2015; and Executive Session Minutes of October 20, 2015.

### **MOTION AND VOTE – MINUTES**

Councilwoman Littlefield made a motion to approve the Special Meeting Minutes of October 20, 2015; Regular Meeting Minutes of October 6, 2015, and October 20, 2015; Work Study Session Minutes of October 13, 2015; and Executive Session Minutes of October 20, 2015. Councilwoman Milhaven seconded the motion, which carried 7/0.

## **CONSENT AGENDA**

- 1. Le Cordon Bleu College of Culinary Arts Scottsdale Liquor License (90-LL-2015)**  
**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:** 4301 N. Scottsdale Road, Suite 200  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 2. Simon's Hot Dogs Liquor License (92-LL-2015)**  
**Request:** Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for a new location and owner.  
**Location:** 4280 N. Drinkwater Boulevard, Suite 200  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)

- 3. Desert Rock Winery Liquor License (93-LL-2015)**  
**Request:** Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 13 (domestic farm winery) State liquor license for a new location and owner.  
**Location:** 7302 E. Helm Drive, Suite 1002  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 4. The Bourbon Cellar Liquor License (94-LL-2015)**  
**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:** 32409 N. Scottsdale Road, Suite 107  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 5. Shake Shack Liquor License (95-LL-2015)**  
**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:** 7014 E. Camelback Road, Suite B116  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 6. Postino Highland Liquor License (96-LL-2015)**  
**Request:** Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a person and location transfer of a Series 7 (beer and wine bar) State liquor license for a new location and owner.  
**Location:** 4821 N. Scottsdale Road, Suite 103  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 7. Starbucks Coffee No. 22718 Liquor License (97-LL-2015)**  
**Request:** Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for a new location and owner.  
**Location:** 7369 N. Via Paseo del Sur  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 8. Starbucks Coffee No. 23311 Liquor License (98-LL-2015)**  
**Request:** Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for a new location and owner.  
**Location:** 3530 N. Goldwater Boulevard  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 9. Starbucks Coffee No. 5327 Liquor License (99-LL-2015)**  
**Request:** Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for a new location and owner.  
**Location:** 15811 N. Frank Lloyd Wright Boulevard, Suite 135  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)

- 10. Cornish Pasty Co. Liquor License (100-LL-2015)**  
**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:** 3800 N. Goldwater Boulevard  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 11. Permanent Extension of Premises for Sushi Brokers (9-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:** 17025 N. Scottsdale Road  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 12. Permanent Extension of Premises for Goldwater Brewing Co. (11-EX-2015)**  
**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 3 (domestic microbrewery) and a Series 7 (beer and wine bar) State liquor license.  
**Location:** 3608 and 3616 N. Scottsdale Road  
**Staff Contact(s):** Tim Curtis, Current Planning Director, 480-312-4210, [tcurtis@scottsdaleaz.gov](mailto:tcurtis@scottsdaleaz.gov)
- 13. Miller Residence Abandonment (3-AB-2013)**  
**Request:** Adopt **Resolution No. 10264** extending the time to fulfill the conditions for abandoning the western 33-foot General Land Office Patent Easement (GLO) located along the N. 130<sup>th</sup> Way alignment and the northern three (3) feet of the northern 33-foot GLO easement, along E. Gold Dust Avenue, adjacent to parcel 217-31-020F, with Single-Family Residential, Environmentally Sensitive Lands (R1-43/ESL) zoning.  
**Location:** 13030 E. Gold Dust Avenue  
**Staff Contact(s):** Randy Grant, Planning and Development Services Director, 480-312-2664, [rgrant@scottsdaleaz.gov](mailto:rgrant@scottsdaleaz.gov)
- 14. Cochise Estates Final Plat (8-PP-2014)**  
**Request:** Approve a final plat for a residential subdivision consisting of ten (10) lots and five (5) tracts on nine (9) acres located at the southeast corner of E. Shea Boulevard and N. 128<sup>th</sup> Street, with Single-Family Residential, Environmentally Sensitive Lands (R1-35 ESL) zoning.  
**Location:** 12804 and 12880 E. Cochise Road  
**Staff Contact(s):** Randy Grant, Planning and Development Services Director, 480-312-2664, [rgrant@scottsdaleaz.gov](mailto:rgrant@scottsdaleaz.gov)
- 15. Fox Haven (Astoria) Final Plat (1-PP-2015)**  
**Request:** Approve a final plat for a seven (7) lot single-family residential subdivision with Single-Family Residential Planned Residential District (R1-18 PRD) zoning.  
**Location:** 7930 E. Gold Dust Avenue and 7949 E. Cochise Road  
**Staff Contact(s):** Randy Grant, Planning and Development Services Director, 480-312-2664, [rgrant@scottsdaleaz.gov](mailto:rgrant@scottsdaleaz.gov)

- 16. Arizona Canal Path from Chaparral Road to Indian Bend Wash Construction Bid Award**  
**Request:** Authorize **Resolution No. 10249** authorizing Construction Bid Award No. 15PB022 to Valley Rain Construction Corporation, the lowest responsive bidder, at a unit price bid of \$1,866,868.15 for the construction of a multi-use path along the Arizona Canal from Chaparral Road to the Indian Bend Wash.  
**Staff Contact(s):** Dan Worth, Public Works Director, 480-312-5555, [dworth@scottsdaleaz.gov](mailto:dworth@scottsdaleaz.gov)
- 17. North Corporation Yard Wireless License Agreement Amendment**  
**Request:** Adopt **Resolution No. 10245** authorizing Agreement No. 2008-153-COS-A2 with New Cingular Wireless PCS, LLC, permitting the installation of a diesel generator to upgrade the wireless site at the City of Scottsdale North Corporation Yard.  
**Location:** 9191 E. San Salvador  
**Staff Contact(s):** Dan Worth, Public Works Director, 480-312-5555, [dworth@scottsdaleaz.gov](mailto:dworth@scottsdaleaz.gov)
- 18. McDowell Sonoran Preserve Ordinance**  
**Request:** Adopt **Ordinance No. 4226** adding Section 21-17 to Chapter 21, Article III of the Scottsdale Revised Code pertaining to restrictions for livestock within the McDowell Sonoran Preserve.  
**Staff Contact(s):** William Murphy, Community Services Director, 480-312-7954, [bmurphy@scottsdaleaz.gov](mailto:bmurphy@scottsdaleaz.gov)
- 19. Scottsdale Convention and Visitors Bureau Additional Event Request**  
**Request:** Adopt **Resolution No. 10252** approving the 2016 Native Trails Event as an "Additional Event" under the Destination Marketing Service Agreement No. 2012-053-COS with the Scottsdale Convention and Visitors Bureau.  
**Staff Contact(s):** Steve Geiogamah, Acting Tourism and Events Director, 480-312-4013, [sgeiogamah@scottsdaleaz.gov](mailto:sgeiogamah@scottsdaleaz.gov)
- 20. Arizona Criminal Justice Commission Full-Service Crime Laboratory Grant**  
**Request:** Adopt **Resolution No. 10225** to authorize:  
  1. Agreement No. 2015-211-COS with the Arizona Criminal Justice Commission to accept an Arizona Criminal Justice Full-Service Forensic Crime Laboratory grant in the amount of \$104,000 to continue funding a forensic scientist supervisor position.
  2. A budget transfer in the amount of \$104,000 from the adopted FY 2015/16 Future Grants Budget and/or the Grant Contingency Budget and the creation of a new cost center to record the related grant activities.**Staff Contact(s):** Alan Rodbell, Chief of Police, 480-312-1900, [arodbell@scottsdaleaz.gov](mailto:arodbell@scottsdaleaz.gov)
- 21. Proposition 202 Funds Acceptance Intergovernmental Agreement**  
**Request:** Adopt **Resolution No. 10234** to authorize:  
  1. Agreement No. 2015-217-COS with the Fort McDowell Yavapai Nation to accept \$105,000 in Proposition 202 Tribal Gaming funds.
  2. A budget transfer in the amount of \$105,000 from the adopted FY 2015/16 Grant Contingency Budget and/or the Future Grants Budget and the creation of a new cost center to record the related grant activities.**Staff Contact(s):** Brad Lundahl, Government Relations Director, 480-312-2683, [blundahl@scottsdaleaz.gov](mailto:blundahl@scottsdaleaz.gov)

**21A. Proposition 202 Funds Budget Transfer**

**Request:** Adopt **Resolution No. 10282** authorizing a budget transfer in the amount of \$765,000 from the adopted FY 2015/16 Grant Contingency and/or the Future Grants Budget to the center assigned to record all the grant activity.

**Staff Contact(s):** Brad Lundahl, Government Relations Director, 480-312-2683, [blundahl@scottsdaleaz.gov](mailto:blundahl@scottsdaleaz.gov)

**21B. Mobile Integrated Healthcare Practice Report**

**Request:** Accept HonorHealth and Scottsdale Fire Department's first quarter report for a Mobile Integrated Healthcare Practice.

**Staff Contact(s):** Thomas Shannon, Fire Chief, 480-312-1821, [tshannon@scottsdaleaz.gov](mailto:tshannon@scottsdaleaz.gov)

Fire Chief Thomas Shannon gave a PowerPoint presentation (attached) on the Mobile Integrated Healthcare Practice first quarter report.

**MOTION AND VOTE – CONSENT AGENDA**

Councilwoman Klapp made a motion to approve Consent items 1 through 21B. Councilwoman Milhaven seconded the motion, which carried 7/0.

**REGULAR AGENDA**

**22. Scottsdale Cultural Council Requests**

**Request:** Presentation, discussion, and direction to staff regarding the Scottsdale Cultural Council supplemental funding requests totaling \$1,606,688, including providing direction on the use of FY 2014/15 year-end unreserved fund balance to fund their request.

**Presenter(s):** Brent Stockwell, Assistant City Manager

**Staff Contact(s):** Brent Stockwell, Assistant City Manager, 480-312-7288, [bstockwell@scottsdaleaz.gov](mailto:bstockwell@scottsdaleaz.gov)

Assistant City Manager Brent Stockwell gave a PowerPoint presentation (attached) on the Scottsdale Cultural Council's funding requests and management services contract.

Mayor Lane opened public testimony.

The following spoke in support of funding the Scottsdale Cultural Council's requests:

- Jeff Beyersdorfer, Scottsdale Cultural Council Board of Directors
- Kathy Wills, Scottsdale resident
- Andrew Chippindall, Valley Ho

John Washington, Scottsdale resident, spoke in opposition to funding the Scottsdale Cultural Council's requests.

Mayor Lane closed public testimony.

Scottsdale Cultural Council (SCC) President Neale Perl gave a PowerPoint presentation (attached) on the SCC's activities and funding requests.

**MOTION NO. 1 – ITEM 22**

Councilwoman Littlefield made a motion to defer consideration of all or some of the items to the FY 2016/17 Operating Budget and Capital Improvement Plan process and to weigh the Scottsdale Cultural Council's needs along with all other City needs. Councilwoman Klapp seconded the motion.

**ALTERNATE MOTION NO. 1 – ITEM 22**

Councilmember Korte made an alternate motion to allocate \$450,000 to the Scottsdale Cultural Council for needed capital equipment or facility upgrades, as determined by the Scottsdale Cultural Council Board of Directors; provide up to \$100,000 in matching funds for Canal Convergence; and defer decisions on all other capital needs to the annual CIP budgeting process. Councilwoman Milhaven seconded the motion

**ALTERNATE MOTION NO. 2 – ITEM 22**

Vice Mayor Smith made an alternate motion to fund the Scottsdale Cultural Council's entire \$1.6 million request. The motion died for lack of a second.

**VOTE ON ALTERNATE MOTION NO. 1 – ITEM 22**

The Council vote on the alternate motion to allocate \$450,000 to the Scottsdale Cultural Council for needed capital equipment or facility upgrades, as determined by the Scottsdale Cultural Council Board of Directors; provide up to \$100,000 in matching funds for Canal Convergence; and defer decisions on all other capital needs to the annual CIP budgeting process failed, 3/4, with Mayor Lane, Vice Mayor Smith, and Councilmembers Klapp and Littlefield dissenting.

**VOTE ON MOTION NO. 1 – ITEM 22**

The Council vote on the a motion to defer consideration of all or some of the items to the FY 2016/17 Operating Budget and Capital Improvement Plan process and to weigh the Scottsdale Cultural Council's needs along with all other City needs failed 3/4, with Vice Mayor Smith and Councilmembers Korte, Milhaven, and Phillips dissenting.

**MOTION AND VOTE NO. 2 – ITEM 22**

Vice Mayor Smith made a motion to provide \$450,000 of capital funding in a manner to be determined by the Cultural Council Board in response to the City's contractual obligations, and to provide \$313,017 to fund the Cultural Council's supplemental request. Councilmember Korte seconded the motion, which failed 3/4, with Mayor Lane and Councilmembers Klapp, Littlefield, and Phillips dissenting.

City Attorney Bruce Washburn clarified the Council Rules of Procedure related to Council reconsideration of motions.

**MOTION AND VOTE NO. 3 – ITEM 22**

Vice Mayor Smith made a motion to allocate \$450,000 to the Scottsdale Cultural Council for needed capital equipment or facility upgrades, as determined by the Scottsdale Cultural Council Board of Directors; provide up to \$100,000 in matching funds for Canal Convergence; and defer decisions on all other capital needs to the annual CIP budgeting process. Councilwoman Milhaven seconded the motion, which carried 4/3, with Mayor Lane and Councilmembers Klapp and Littlefield dissenting.

Councilmember Korte left the meeting at 7:26 p.m.

**PUBLIC COMMENT – None**

**CITIZEN PETITIONS**

**12. 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](mailto:cjagger@scottsdaleaz.gov)

No citizen petitions were received.

**MAYOR AND COUNCIL ITEMS**

**24. Request to Agendize a Work Study Session on the City's Projected Capital Program**

**Request:** At the request of Vice Mayor Smith and Councilwoman Milhaven, direct staff to agendize, for a Work Study Session to be held in December 2015: "Presentation, discussion, and possible direction to staff on the City's projected capital program, including spending plans for capital and maintenance of capital assets, minimum future capital needs, sources of available funding, any gap between needs and funding, and alternatives for closing any identified gap."

**MOTION AND VOTE – ITEM 24**

Vice Mayor Smith made a motion to direct staff to agendize a discussion on the City's projected capital program, including spending plans for capital and maintenance of capital assets, minimum future capital needs, sources of available funding, any gap between needs and funding, and alternatives for closing any identified gap for a Work Study Session to be held before the FY2016/17 budget discussions. Councilwoman Milhaven seconded the motion, which carried 6/0, with Councilmember Korte absent.

**ADJOURNMENT**

The Regular City Council Meeting adjourned at 7:29 P.M.

**SUBMITTED BY:**



**Carolyn Jagger  
City Clerk**

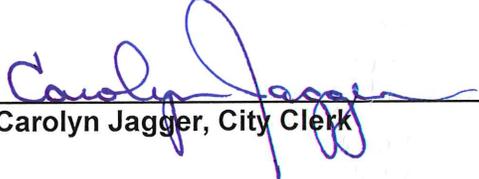
Officially approved by the City Council on December 1, 2015

## 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 10<sup>th</sup> day of November 2015.

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

**DATED** this 1<sup>st</sup> day of December 2015.

  
\_\_\_\_\_  
Carolyn Jagger, City Clerk

Item 21B



**HonorHealth and Scottsdale Fire  
Partnership for  
a Mobile Integrated Healthcare Practice (MIHP)**

**Mobile Integrated Healthcare Practice (MIHP)**

- 12-month pilot approved by council in July 2015
- Integrating the mobile resources of EMS with existing community and hospital-based healthcare resources.
- Scottsdale Fire Department Captain/paramedic and a Nurse Practitioner employed by HonorHealth
- Objectives:
  - Improving the patient experience of care (including quality and satisfaction)
  - Reducing the per capita cost of health care
  - Reducing the number of 911 responses
  - Reducing Emergency Room visits and readmissions.

## **Patient Demographics**

- Fire Department and HonorHealth Emergency Department intake data. (High Utilizer Group)
  - Initial list comprised of 25 highest utilizers from both subsets.
  - Individual usage ranged from a minimum of 10 calls for 911 service or visits to the ED to a maximum of 67 calls in one year
- Direct referral from HonorHealth Emergency Department post discharge
- Direct referral from Fire Department field crews
- Direct referral from the City of Scottsdale Senior Centers
- Direct referral from HonorHealth Case Managers

## **Successes and Lessons Learned**

- 24 patients enrolled
  - 2 already graduated
  - 2 more scheduled to graduate this week
- Success based on MIHP's ability
  - to coordinate primary care givers, support services, and family
  - to deliver patient education and direction
- 60% of cases have behavioral health component

## Item 22

### **Scottsdale Cultural Council Capital Improvement and Supplemental Funding Requests**

Nov. 10, 2015 City Council Meeting

### **Scottsdale Cultural Council Requests**

**Request:** Presentation, discussion, and direction to staff regarding the Scottsdale Cultural Council supplemental funding requests totaling \$1,606,688, including providing direction on the use of FY 2014/15 year-end unreserved fund balance to fund their request.

Group 1 – Capital Improvements to Facilities	\$1,293,671
Group 2 – Supplemental Funding Requests	<u>\$313,017</u>
Combined Group 1 and Group 2	\$1,606,688

## **Scottsdale Cultural Council**

Management Services Agreement Covers:

- Management and administration of facilities
- Maintenance and repair of specialty equipment / fixtures
- Conservation and restoration of city artwork
- Arts Grant Program management, administration and award
- Art in Public Places program management and administration
- Art in Private Development management and administration

## **Maintenance, repair and replacement of specialty equipment**

7.1.2. The Cultural Council shall maintain and repair all Specialty Equipment and Specialty Fixtures, and may, if necessary, on behalf and at the expense of the City, replace any Specialty Equipment and Specialty Fixtures which are damaged beyond repair or obsolete.

## **Capital Improvements**

7.3. Capital Improvements. The Cultural Council may recommend to the City capital improvements to City-Owned Facilities. The Cultural Council shall not undertake any capital improvements to City-Owned Facilities without City permission. All capital improvements to Non-City-Owned Facilities shall be at the Cultural Council's sole expense, unless the City and the Cultural Council otherwise agree in writing. All capital improvements to City-Owned Facilities shall be at the City's sole expense, unless the City and the Cultural Council otherwise agree in writing.

2008-048-COS

## **Supplemental funding requests**

13.6. Supplemental Funding Requests. The Cultural Council may seek supplemental Management Services Fees from the City in the event of unanticipated, extraordinary expenses, or to support new initiatives that meet the Cultural Council's formally established criteria, where such initiatives are in the best interest of the Scottsdale community and consistent with the Strategic Plan. Nothing in this subsection, however, shall obligate the City to provide additional Management Services Fees.

2008-048-COS

## Funding History (in millions)

Fiscal Year Ending	2009	2010	2011	2012	2013	2014	2015	2016	7-Yr
Annual Financial Participation Agreement	4.2	4.2	4.3	4.1	4.1	4.3	4.3	4.4	
Year over Year % Change		-1%	3%	-5%	0%	3%	0%	3%	3%
Amount with 3% Increases anticipated in 2008	4.2	4.4	4.5	4.6	4.8	4.9	5.1	5.2	
Difference		(0.1)	(0.2)	(0.5)	(0.6)	(0.7)	(0.8)	(0.8)	(3.7)

## History of Supplemental Funding (in millions)

Fiscal Year Ending	2009	2010	2011	2012	2013	2014	2015	2016
Annual Financial Participation Agreement	4.2	4.2	4.3	4.1	4.1	4.3	4.3	4.4
Supplemental operating funding due to SCPA renovation	1.3	-	-	-	-	-	-	-
Operating Projects	-	-	-	-	-	-	0.05	-
Capital Projects	-	-	-	-	0.04	-	-	-
Total	5.5	4.2	4.3	4.1	4.2	4.3	4.3	4.4

Does not include Art in Private Development In-Lieu Payments, Downtown Arts Trust, Art in Public Places operating project, or any Capital Improvement Projects with art components

### **Group 1 – Capital Improvements to Facilities**

A.	Critical Facility Upgrades MSA 7.3	\$271,750
B.	Critical Performance Equipment Upgrades MSA 7.1.2	\$435,700
C.	Facility Enhancement – SCPA Atrium MSA 7.3	\$572,221
D.	Maintenance of Specialty Equipment MSA 7.1.2	\$14,000
		<hr/>
Group 1 Total		\$1,293,671

### **Group 2 – Supplemental Funding Requests**

A.	Critical Infrastructure Equipment Upgrades MSA 13.6	\$167,217
B.	Programming – Canal Convergence / Activation MSA 13.6	100,000
C.	Facility Enhancement – 2 <sup>nd</sup> Street Landscaping MSA 7.3	45,000
		<hr/>
Group 2 Total		\$313,017
		<hr/>
Combined Group 1 and Group 2 Total		\$1,606,688

## Comprehensive Adopted Financial Policy 17

Any year-end General Fund operating surpluses not needed to restore contingency reserves or cover unforeseen shortfalls in the budget, but in no case less than twenty-five percent (25%) of construction privilege tax revenues plus one hundred percent (100%) of net interest income in excess of \$1.0 million, will be transferred to the General Fund Capital Improvement Program in the following fiscal year unless otherwise directed by City Council.

## FY 2015/16 General Fund Summary Fund Balances (\$ Millions)

	15/16 Actual Beginning
<b>Fund Balance:</b>	
10% General Fund Reserve	\$23.5
Operating Contingency	3.0
Unreserved Fund Balance	23.8
<b>Total</b>	<b>\$50.3</b>

*Rounding differences may occur.*

## Scottsdale Cultural Council Requests

**Request:** Presentation, discussion, and direction to staff regarding the Scottsdale Cultural Council supplemental funding requests totaling \$1,606,688, including providing direction on the use of FY 2014/15 year-end unreserved fund balance to fund their request.

Group 1 – Capital Improvements to Facilities	\$1,293,671
Group 2 – Supplemental Funding Requests	<u>\$313,017</u>
Combined Group 1 and Group 2	\$1,606,688

## **Item 22**

Neale Perl Presentation

### **Investing in the arts to enrich our community**

#### **Group 1 – Supplemental Funding Requests**

**\$1,293,671**

- A. Critical Facility Upgrades**
- B. Critical Performance Upgrades**
- C. Facility Enhancement - Scottsdale Center  
for the Performing Arts Atrium**
- D. Maintenance of Specialty Equipment  
or Fixture Items**

**Group 1: Capital  
Improvements**

**A. Critical Facility  
Upgrades**

**\$271,750**

**Group 1: Capital  
Improvements**

**B. Critical Performance  
Equipment Upgrades**

**\$435,700**

**Group 1: Capital Improvements**

**C. Facility Enhancement –  
Scottsdale Center for the  
Performing Arts Atrium**

**\$572,221**

**Group 1: Capital  
Improvements**

**D. Maintenance of  
Specialty Equipment or  
Fixture Items**

**\$14,000**

**Group 2 – Supplemental Funding Requests**  
**\$313,017**

- A. Critical Infrastructure**  
Equipment Upgrades
- B. Programming**  
Canal Convergence & Canal Activation
- C. Facility Enhancement**  
Landscaping 2<sup>nd</sup> Street SCPA & SMOCA

**Group 2: Supplemental  
Funding Requests**

**A. Critical Infrastructure  
Equipment Upgrades**

**\$167,217**

**Group 2: Supplemental Funding  
Requests**

**B. Programming – Canal  
Convergence & Canal Activation**

**\$100,000**

**Group 2: Supplemental  
Funding Requests**

**C. Facility Enhancement –  
Landscaping 2<sup>nd</sup> Street  
SCPA & SMOCA**

**\$45,800**

**Advancing the Arts in Our Community!**