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#### **CALL TO ORDER**

[Time: 00:00:02]

Mayor Lane: Good afternoon everyone. Nice to have you here with us today. I'd like to call to order our June 11, 2019, City Council meeting.

#### **ROLL CALL**

[Time: 00:00:10]

Mayor Lane: We'll start with the roll call please.

City Clerk Carolyn Jagger: Mayor Jim lane.

Mayor Lane: Present.

Carolyn Jagger: Vice Mayor Linda Milhaven.

Vice Mayor Milhaven: Here.

Carolyn Jagger: Councilmembers Suzanne Klapp.

Councilwoman Klapp: Here.

Carolyn Jagger: Virginia Korte.

Councilmember Korte: Here.

Carolyn Jagger: Kathy Littlefield.

Councilwoman Littlefield: Here.

Carolyn Jagger: Guy Phillips.

Councilman Phillips: Here.

Carolyn Jagger: Solange Whitehead.

Councilwoman Whitehead: Here.

Carolyn Jagger: City Manager Jim Thompson.

Jim Thompson: Here.

Carolyn Jagger: City Attorney Bruce Washburn.

Bruce Washburn: Here.

Carolyn Jagger: City Treasurer Jeff Nichols.

Jeff Nichols: Here.

Carolyn Jagger: City Auditor Sharron Walker.

Sharron Walker: Here.

Carolyn Jagger: And the clerk is present.

[Time: 00:00:33]

Mayor Lane: Thank you. Some items of business. We have speaking cards and written comments that are cards for written comments are available on the table to my right. City clerk is holding them up over her head right now, here to my right. And excuse me. And they're here to assist you in any other matters as well. We do also have yellow cards for written comments and they are the yellow cards she's holding up over her head at the present time. We have Scottsdale police department, Scottsdale fire department, all three right up here almost directly in front of me. If you have need of their assistance. The areas behind the Council are reserved for the Council and for staff. And there are restrooms on the south side over here to my left, under that exit sign there, that you see, for your convenience. If you have difficulty in hearing the proceedings at any time, we do have hearing assist

headsets available here at the clerk's office, I should say at their table over here on my right. So please check with them if you would like to get one of those for your use.

**PLEDGE OF ALLEGIANCE**

[Time: 00:01:48]

Mayor Lane: For the pledge of allegiance today, I would ask Councilwoman Whitehead to lead us in to pledge. If you can, please stand.

Councilwoman Whitehead: I pledge allegiance to the flag of the United States of America and to the Republic for which it stands, one Nation, under God, indivisible, with liberty and justice for all.

**INVOCATION**

Mayor Lane: Thank you, Councilwoman. And for invocation this evening, we have pastor Andre Wadsworth of the Impact Church to lead us in prayer, invocation.

[Time: 00:02:28]

Pastor Andre Wadsworth: Good evening. I wanted to say a lot of times people get up here and say a prayer. But I just wanted to say thank you to the Mayor, Councilwoman and Councilmen, Vice Mayor, all of the people who serve in the city. Sometimes people think that these jobs people get it for a position and me being involved in the community helping launch several churches, going overseas and to different countries, people think you sign up for the position. But you sign up really to serve the community. And to make this place better. I just want to thank you guys for what you do. It's not like you have big salaries and all of the things that you have and drive fancy cars because of salaries. I just want to acknowledge that. I think sometimes we forget. I think people in this political climate, you know, you see a lot of finger pointing and sometimes not so nice things because of what party you're on or not. So I just want to say thank you for your service and the things that you do.

All right. So let's have a quick word of prayer and get things rolling. Father God, we just thank you for this evening and Lord, we just thank you that we have an opportunity to really give. Only in the kingdom of God that you get more by giving. And Lord, if we could just focus on those things of what it really truly means to just give of ourselves, to serve each other, not look for our own interests. And Lord, I just ask that we continue to look at those things and be grounded. And not be swayed by what this person said or that person said. But swayed what we can do to make this a better place. What can we do to really help the generations that come after us. And Lord, I just ask that today, we just take a deep breath, inhale, Lord, realize what we're here for. And Lord, we just ask everyone that is here today just have a heart that is just peaceful and loving. Lord, we thank you that we get this opportunity to do what we do. We love you and in Jesus name, amen.

Mayor Lane: Thank you, Pastor.

**MAYOR'S REPORT**

[Time: 00:04:46]

Mayor Lane: You know, I have a little bit of a report today with regard to the conditions that are developing since our summer heat has come upon us here just very recently, actually. But yesterday the Scottsdale fire department put out a two acre fire that was dangerously close to homes. Today they were out at another fire helping Phoenix, on their side of Scottsdale Road. We have dangerous conditions, as the heat does come upon us and dries up the vegetation that has grown throughout the winter and spring with significant amount of additional rainfall, with which we were blessed with, nevertheless, it does provide a lot of fuel when it does dry up. So even with nature's threat, it is possible to minimize our community's risk with these types of incidents. And we ask you to make sure that you spread the word on these simple steps really, to just take some time to protect your home and property.

The following steps are to be taken to protect property from wildland fire. One is to create, when you have these kind of dimensions, 30 foot safety zone around individual homes and properties by removing flash fuels, such as we would have with dried out brush. Manage the vegetation fuel load by initially focusing on and removing invasive plants. Especially around permanent residential structures. Do not keep flammable items or allow excessive foliage to collect under the deck. Keep a garden hose connected to exterior house bibs and available for use. Be keenly aware of potentially ignition sources, fireplaces, improper disposal of smoking materials and fireworks. If you believe you see a wildfire, call 911 immediately, while the fire is still small before you take action yourself. So just some words of advice on protecting ourselves.

#### **PRESENTATIONS/INFORMATION UPDATES**

Mayor Lane: We have a presentation tonight. And I'd like to call up Megan Lynn, management assistant to the city manager. And it relates to the What Works City Silver 2019 Certification Award that was presented to the city recently. Megan, please, welcome.

[Time: 00:07:18]

Management Assistant Megan Lynn: Thank you. Good evening Mayor and City Council members. As the Mayor said, my name is Megan Lynn, management assistant to the city manager and the team lead for the city's performance management team. Tonight I'm here to celebrate Scottsdale for being recognized to using data to improve residents' lives.

The first area is that Scottsdale achieved silver certification through What Works Cities. So launched by Bloomberg in April 2015, What Works Cities helps local governments across the country improve residents' lives by using data and evidence effectively to tackle pressing challenges. As you can see on this screen, Boston, D.C., Kansas, L.A., Louisville, Memphis, New Orleans, Philadelphia, San Diego, San Francisco, Seattle. And the city of Scottsdale. We are part of an elite group to achieve certification. For the certification, cities were assessed by submitting an online application and supporting documentation to evaluate and validate overall performance across 45 criteria. So this application truly was a collaboration across the city, our certification team, all of the members of the performance management team, cross-departmental team in our city, as well as the city's executive team.

We gathered and submitted 60 plus documents as part of our application, which then led to a site visit and tour, which highlighted What Works Cities, which highlighted to the What Works Cities evaluation committee departments across the city that lead the way in evidence based decision making. So to put this achievement into perspective, Scottsdale is the smallest city to be certified and the only city in Arizona. This is a culmination of a performance management initiative, that started ten years ago. So as you can see from this timeline, it has taken a lot of work to get to this point.

So how did Scottsdale do in our certification? We met 62 percent of the certification criteria. If you think about that from a grading perspective, it might seem a little low. However, this was a very rigorous assessment process and we did very well comparatively. So to provide you with context, there are four tiers of certified cities. There's silver, gold and platinum, as well as honor roll, which Scottsdale was awarded in 2018. So when looking at this, we see across the eight foundational practices that what works city looks at, open data, performance analytics, data governance, general management, repurposing, evaluations and results driven contracting, where cities of our size measure up. And you can see how Scottsdale measures up.

We achieved the highest scores for open data, data analytics, data governance practices and the other areas where we achieved less, we're actually still far ahead of other cities our size. For those areas where we achieved less points, What Works Cities provides a road map for continued improvement, including resource academy and sprint trainings. We've already taken steps to continuously improve. For example, our purchasing department staff has participated in a results driven contracting sprint. And the city's updated strategic plan includes an initiative to build in citizen engagement, which is the practice that falls within the stakeholder engagement foundational area.

[Time: 00:11:23]

So I want to share with you three specifics of how Scottsdale is improving services using evidence based decision making. These areas were highlighted in a certification site visit from the what works city team as well as our write-up that appeared in our media about our certification. So the first is the city's use of predictive analytics when projecting water needs. In 2018, by using predictive analytics, there was a difference of fewer than one million gallons between planned and actual water use. An inaccurate prediction could have required tapping into underground aquifers or paying for water we didn't use. An accurate water order not only saves money, it allows the water department to continue to recharge local aquifers, the city continued a 20 plus year streak in pumping less groundwater out of our aquifers than we put back in.

The second is how Scottsdale uses behavioral insights to improve city services. Scottsdale city staff partnered with what works behavioral team by using randomized control trials to test the effectiveness of messaging. Messages on utility bills that led to customers donating more money each month to local non-profits, as well as signing up for paperless billing, more effective and ecofriendly and cost friendly option. After technical assistance ended, the city created a team of our own internal consultants, to carry out the work by helping staff and departments across the city apply behavioral insights to their projects.

The departments that engaged most with bits is the Human Services area, hence the picture you see. They've identified effective messaging to recruit volunteers. Scottsdale is more effectively and

efficiently engaging with these residents. The third area is the city's traffic management center, staff analyzed the impact of alternating traffic signals. Staff are turning to those human gathered insights into algorithms that will eventually allow machine learning to respond with greater precision.

So I would like to highlight a separate area, internal accomplishment of us using data for decision making and that is an effort from Scottsdale's data analytics team. Part of the city's performance management initiative. We held what we call a data for doughnuts competition. It was a fun competition. What was the goal? We wanted people to share how they individually or their team was using data to inform decision making and improve city services. And if they did, they could win doughnuts. So this competition helped identify stories of using data to improve services and amplify the importance of evidence based decision making.

The city's photo enforcement group was chosen for the first data for doughnuts competition. Support photo camera placement decisions. And educate citizens how these cameras reduce traffic violations and accidents. They partnered with the traffic engineering and crime analysts. The last area that I would like to share with you related to our performance management initiative and data driven decision making is another recognition that we recently received.

Scottsdale recently received the ELGL clarity award. Engaging local government leaders. Clarity award recognizes local governments for using clear, concise and compelling story telling to share with their community. Scottsdale was recognized for the citizen friendly annual report, which clearly and concisely shows Scottsdale's annual accomplishments, goals within four pages. This picture shows our annual report team, just a few days ago actually, with representatives from budget, communications, graphic design and the city manager's office. We're proudly showing off our clarity award and having fun doing it. We're getting ready for creating the next citizen friendly annual report.

So before I wrap up, I just wanted to recognize, we weren't going to do a picture, but I wanted those who were on the performance management team who are here tonight, just to stand up and I just wanted to recognize you for all of your hard work. And thank you, Mayor and City Council members for the opportunity to share with you how Scottsdale is using evidence-based decision making to improve and provide simply better service.

Mayor Lane: Thank you, Megan. An incidentally, just in sort of quick summary of it, obviously, this data accumulation and analytics is an effort really on the part of all of the cities that participated. But we're noted here tonight, we're top in the field of it, improving our effectiveness and efficiency in communications and operations with and for our citizens. So it's a very very valuable tool to continue to move forward with. And I know they're going to be striving for even higher representation on that. So thank you for that presentation.

#### **PUBLIC COMMENT**

[Time: 00:17:16]

Mayor Lane: Our next order of business is Public Comment. Public Comment is reserved for citizen comments regarding non-agenda items with no official Council item taken on these items. Comments are limited to issues within the jurisdiction of the city of Scottsdale. Speakers are limited to three

minutes each, with a maximum of five speakers. And there will be another opportunity for Public Comment at the end of our meeting. And to that end, we have several requests. Total of five that are available to us. And we have four. And we'll start with David Ortega. This is former Councilman David Ortega.

[Time: 00:18:03]

Former Councilman David Ortega: Hello, Mayor and Council. Thank you for your service. I think everyone in this room would agree how vital and important Downtown parking is, especially Downtown. Any disruption or interruption of parking is critical and it's bad for business. I have spoken before about this Maverick Mural. I was asked for the overhead, you would have in your packet that I just gave to you, the inspiration for the Maverick Mural. This photograph was featured in GQ magazine as part of their presentation by the applicant. This was reinterpreted by the applicant, Senator McCain and they put his, this reimagination in a parking lot right in front of the cars. They were warned off about doing this by the owner of the parking lot. It's a private parking lot, over 20,000 square feet depend on parking in this area.

And with this came a solicitation, the solicitation which you can read on there said that by donating, you will have your name on a postcard sent with this image to the president of the United States. Encouraging fruitful dialog. So this is a political billboard. It was from the beginning. We knew it was trouble for the visitors, the clients, the people who rent there. So this is, we warned and we mentioned this to Councilman Korte. During the DR discussion. We mentioned it to you directly. And when they actually trespassed on the site, we got no comment except well, you liked it. It needs to be there. You voted for it. And if it causes any problem, that is a legal opinion, that is a civil problem. Let them fight it out in the courts. That is their problem.

That is not an adequate answer. And it's placed my client, my friend in a very awkward position, where he's had to defend his own property. So I want to ask you, as you consider this, Council did write to appeal that decision. This started in August of 2018. And they have managed to delay this. It's coming up on July 2nd. So I'm asking you when you do hear this case to consider if these people were promoting this project and they were standing in the Charros parking lot and the Chamber's parking lot, Wells Fargo parking lot promoting something that was not on their property, whether that is acceptable. I think any business will say, security please get off the property. You have no business here. That is the action that I hope you'll do in denying the case when it comes forward. Thank you.

Mayor Lane: Thank you, Mr. Ortega. Next is Mr. Bob Pejman.

[Time: 00:21:23]

Bob Pejman: Thank you, Mayor lane, members of Council. Address is on the record. And I want to talk about our parking code and also put the Museum Square in that perspective. So let me put, okay. Well, when it comes to Museum Square, they are following a formula for the residential units of one parking space per one bedroom and then two parking spaces per two bedroom. And that is all okay. Based on the city code. On the hotel front, there are 190 rooms. They're providing 168 spaces that is actually at the rate of .89 percent actually per room. There is a big restaurant. There is a big conference room. Zero parking provided and no parking provided for employees.

Now, I have questioned these numbers before from staff and I've been told they're to code. So I researched the code. And they're actually right. Our code right now for multifamily residential is one parking space for one bedroom unit, two parking spaces per two bedroom units plus, no mention of guest parking. On the hotel front, our parking code is very simple. 1.25 spaces per hotel room. Again, no allocation for employees. For conference rooms, for dining, et cetera. So this led me to do some research on some comparative cities.

I went outside Arizona, California, which is actually a denser area, and a more expensive land area by far. Take the city of Laguna Beach. On the multifamily residential front, one parking space per one bedroom unit, it's a one and a half parking space. Because they recognize that people living in one bedroom units sometimes have two cars or two people live there with two cars. But the glaring piece of this is that they have a formula of providing one guest parking space per every four units. We don't have that. You go to the city of Malibu, California, identical formula. On the hotel end, Laguna Beach says that okay, one parking space per room plus, you know, fluff. But they say additional parking based on number of employees, when the greatest number of employees are on duty. We don't have that.

City of Malibu says two spaces per each room, which I think one is enough. But they also say plus one space on the average per shift number of employees, blah blah blah. And they have some formula for conference rooms and all of that. We don't have any of that. So these cities, they recognize that employees exist. And guests exist. And I'll just finish by saying this, that in a different era, where there wasn't too much development in Downtown, you could have a deficient parking code and get away with it. But when you're building so much density, to not recognize the need for visitor space, employee space, you're painting a scenario for disaster on the parking front. I hope it gets addressed. Thank you.

Mayor Lane: Next would be Janine Schmenk Gelsinger.

[Time: 00:25:12]

Janine Schmenk Gelsinger: Good evening, Mayor Mr. Mayor, Councilmembers. I grew up in Scottsdale. As someone who is a person of faith, faith leader and also a citizen, I was heartbroken and dismayed to see the street signs that have gone up at street corners talking about panhandling and letting folks know that it's okay to not give to panhandlers. When I think the issue of homelessness and poverty, it's a community issue and it requires community solutions. These signs aren't providing those community solutions, especially thinking about money spent on these signs going up, that money supports people experiencing homelessness better when it's invested in veteran support, mental health care, invested in programs like our library has for career supports. There's so many ways to support people in economic Downtowns and people experiencing hardships.

But those signs are shaming to people that are in a hard time. And let's be honest, the signs didn't go up to support people experiencing homelessness, they went up to support tourism and Scottsdale businesses, which are really important to our city. Of course we want to support our Scottsdale businesses and tourism, which is a huge industry, but if we're looking to keep Scottsdale beautiful, so that that tourism industry can thrive, those signs do not make it more beautiful. They expose



something ugly about Scottsdale and it's embarrassing to me to see those signs represent our city.

Because to me, those signs represent something ugly and that a city like ours that is compassionate and open hearted, should not be representing ourselves through signs that say it's okay to discard people, to brush them to the side, pretend it's not happening, as long as we don't have to look at it. And so I would ask you to consider those signs, taking them down so that we can represent the city the way that we want it to be, and also to really think about the impact on tourism if one of the photos of those signs were to go viral and what that means when people think about coming to Scottsdale and doing a business in a city that doesn't care about all of our residents, especially the ones that are most in need. Thank you.

Mayor Lane: Thank you. Next would be Reverend Rahdeem Robinson.

[Time: 00:27:46]

Reverend Rahdeem Robinson: Good evening, Mayor and City Council. Here to speak about the signs that are pretty much telling our homeless population here that they're not welcomed. I find the signs to be pretty offensive. And especially, as a person who used to be homeless. I used to be homeless myself. So when I look at these signs, it says you're not welcomed here. I would like to think that is not what the city of Scottsdale, I would like to think that the city of Scottsdale is a welcoming city, however, just me personally, I think those signs need to go down. And the person who does person in the city of Scottsdale, who comes to Scottsdale often, just for me, I cannot do business in this city where you are telling homeless people that they're not welcomed in this city. I encourage and I will pray that you all will think long and hard on this. Not too long.

But you will think about this and really reconsider taking these signs down and being more of a welcoming city to the homeless population. Actually I don't mean to preach here, but if we, let's be Christ-like. What would Jesus do? I don't believe that Jesus would have signs saying it's okay not to give to panhandlers. I believe that Jesus that we read about in the Bible would give to everyone who has a need on the street corners. So once again, I really pray that you would think about this and move these signs that are offensive to those that are experiencing homelessness. Thank you.

Mayor Lane: Thank you, Mr. Robinson. That does complete our Public Comments at this time. There will be time at the end of the meeting, if in fact, it's needed.

## **MINUTES**

[Time: 00:30:02]

Mayor Lane: Next order of business is our minutes. I would, since the minutes have been delivered to us and we haven't had an opportunity to review, but if there are any questions or adds or deletes, please indicate by now. Not seeing any, I would request a vote to approve the Special Meeting minutes of May 14th, 2019, and May 21, 2019. Regular Meeting minutes of May 14, 2019, and May 21st, 2019. And Executive Session minutes of May 14, 2019.

Councilman Phillips: So moved.

Councilmember Klapp: Second.

Mayor Lane: Motion has been made by Councilman Phillips and seconded by Councilwoman Klapp. Seeing there is no further comment, we're ready to vote. All those in favor, please indicate by aye and register your vote. Unanimous on the acceptance of those minutes.

**ADDED ITEMS**

[Time: 00:31:02]

Mayor Lane: Next item of business is we have Added Items, number 24A and 24B were added to the agenda on May 16, 2019. Request a vote to accept the agenda as presented or continue the added items to the next scheduled meeting, which is June 25, 2019. Do I have a motion to accept or to continue?

Councilmember Korte: Mayor, I move to accept the Consent Agenda as presented.

Councilwoman Littlefield: Second.

Mayor Lane: Motion has been made by Councilman Korte. And seconded by Councilwoman Littlefield. Unanimous. 24A and 24B. We do have one item that has been removed and that is Consent Item 22. Global Ties Arizona contract was removed at the request of staff. So it is no longer on our schedule Consent items. If you happen to be here for that Consent item, feel free to leave or otherwise spend some additional time with us on other items. We do have Consent items 1 through 24B. Of course, as I just indicated, Item 22 is removed from that. And so Item 22, Consent items 1 through 24B. Yes. Okay. We do have a request, Councilwoman Littlefield.

Councilwoman Littlefield: I have spoken to staff regarding this also. I would like to request a brief presentation on 24B.

Mayor Lane: That will have it remain on consent for presentation.

Councilwoman Littlefield: Yes.

Mayor Lane: Very good. We will go ahead then and take that presentation. Or accept that presentation at this time before we vote on the full group. Item 24A

[Time: 00:33:48]

Community Services Director Bill Murphy: Good evening Mayor. Members of the City Council. I am here to speak to you about Item 24A, which is dealing with the Scottsdale Stadium facility baseball agreement.

Mayor Lane: I'm sorry. Go ahead. I'm sorry.

Bill Murphy: Good evening.

Mayor Lane: Don't mind the commotion up here.

Bill Murphy: Okay. So I'm addressing 24A. This is dealing with the Scottsdale baseball facility agreement, which we're bringing forward to you this evening. I just want to run through a timeline for you quickly. Our master plan discussion with the Giants began in 2015. We approved the master plan here with the Council in March of 2018. We had a lease agreement with Papago sports complex, with the city of Phoenix and we awarded the design/build contract a year ago, in July of 2018. We also took forward to this Council the Scottsdale Phoenix Giants agreement on Papago, the year round player development that they will have and that was in December of 2018. We brought for you in the spring here in March, MOU for the City Council approval, in which we will be able to start construction at the stadium. Our GMP was approved for that same evening. Phase One of the construction has started. It's very actively getting put back together.

[Time: 00:35:28]

The new baseball agreement was completed and is bringing forward to you tonight on June 11th. Contained in this is our sub-lease Papago facility agreement with the city of Phoenix and the Giants and the Giants-Charros contract obligations which I'll go through for you. Phase One of this project has started in April and will conclude and be ready by February of 20. It involves a clubhouse, which has a building which is totaling square foot about 43,000 square feet. 10,000 square foot multi-use space within that area. Entry and parking is also being addressed. The press box, ticketing and administrative areas. The lodge and right field is being enhanced, as well as the right field concourse, as you come through gate B.

The Giants have invested \$15 million in this project. The city has 30 million of that inclusive of that is the \$5 million we had for the design, which we did earlier. Phase One completion will be this spring of 2020. We have also, with the assistance of the Giants, been able to in a separate concession agreement, commitment is \$2.5 million for the Phase One and we will receive payment of that in January of 2020. We will be looking down the line for additional dollars in Phase Two, as we begin to develop what that design is.

Within the baseball agreement, the capital contributions are outlined. This is to save you reading 53 pages of the contract. The contract will extend to 25 years. Our current contract would have ended in 2025. We have two five-year extensions. There is an increase in the annual maintenance and operation payments, which will come from both the Giants and the city. With an annual escalator for inflation to ensure cost recovery. Anything that might be an additional request that we would receive would be at the actual costs. There is dollars, as we collect these, we will be going into a lifecycle replacement, so that we're able to keep the stadium up to par throughout the years. Annual billing for the actual cost of the utilities and cleaning costs at the stadium will be separately billed also.

So if you take a look at what our first payment will be in 2022, it will be around \$740,000. And our current contract right now is up to \$400,000, and that is including both the stadium, there will be the stadium. The Giants use of spring training will be from January 1st to March 31st. The additional outside spring training time will be April 1st through December 31st. Will require reservations and

subject to availability as well as fees. The city, with cooperation with the Giants have been able to work out that the multi-use facility will be available to us to use in January and we'll work with the Giants in February and March. The Giants financial commitment will begin in 2021.

We will begin to look at some opportunities of Indian School Park, which will open that up for reservations, youth, adult and senior play. We had an agreement with the city of Phoenix that we would take some of those reservations. We've had some contact with various high school teams. We also have some things that we will bring forward to the Council later this fall with additional longer term contracts as well. So we plan to keep the facility very busy. The contract approved the baseball agreement in June so this is the next steps for us as we move forward. We have come forward and told you that we're doing a study with ASU. We have that completed in the draft form and now in conversations to finalize that draft with the research institute. We started our contracts with the concession. We hope to have that brought back to the Council later this summer.

[Time: 00:40:07]

We're developing an event schedule for the multi-use facility space and the stadium venue. Indian School Park will begin to look at reservations and opportunities which we can put in place in 20 and 2021. In the contract, we will have the spring training site completed by 2020, this next year. Continuing initiation of the marketing of the baseball facility will also take place, we'll utilize our experienced Scottsdale group to assist us with that, as well as the Giants have offered some advice and we have community leaders that we have been working with over the course of the last two years. We'll continue our initial efforts of securing events at Indian School Park.

I know tonight you're going to approve the budget. It's hard to think that we have to begin to plan again. So the 19/20 budget will get approved tonight. We will begin this summer to begin what 2021's budget will look like. We will work with the Giants for transitioning from Indian School Park. This is what the multi-use and clubhouse expansion will look like. This is from Osborn Road, as you're looking north. Right now it's a pile of dirt. But this is what it will end up looking like. So I wanted to let you know of public input that we've had through the whole process. Open houses over the last 24 months and we've done a lot of outreach to get a lot of advice from a lot of people to give us things that we can think about as we move this project forward.

The Scottsdale Charros who have been a big part of spring training have letters of support in their packet for you this evening. Their continuation of support for over 60 years with spring training is just essential to how this has worked out. We've gone to the Tourism Commission and we've had approval from the tourism funds to fund the project at the stadium. So tonight I'm looking for you to authorize the contract for the baseball facility agreement between the San Francisco Giants, city of Scottsdale and the Scottsdale Charros for the operation of the major league baseball training facility. The city to enter into the Papago baseball facility's sub-lease with the San Francisco Giants. Currently we have around \$650,000 which has been in our capital improvement fund at the stadium. We will move that over into a new special revenue fund to begin to be the seed dollars as we keep forward for our lifecycle of small projects in the future. And look for the appropriation to newly established operational cost. This is what was budgeted and what was available to us. With that, I'll take any questions you might have.

Mayor Lane: It looks like Councilwoman Littlefield has a comment or a question.

Councilwoman Littlefield: Just a comment, thank you, Mayor. I'm sorry I misspoke. I was looking at 24B on my screen. This whole project has been going on for a number of different years and it's been very complex and because this was just put on the agenda yesterday, I felt that the citizens had not had an adequate time to review it, to see what the current status was. And what exactly it is that we're voting on. So in the name and the effort of openness, that is why I wanted the presentation so that everyone would have a chance to see what we're doing and how it's progressing. Thank you.

Mayor Lane: Thank you, Councilwoman. We do have one request to speak on this. And it is on donated time. Dennis Robbins. Four minutes okay for you?

[Time: 00:44:26]

Former Councilman Dennis Robbins: I'll try my best, Mayor. Good evening, Mayor and City Council. Thank you for tonight. Thank you for your service. So Mayor Herb once said that serving the citizens of Scottsdale is the greatest job in the world. So this contract extension is about maintaining Scottsdale's relevance as a tourism destination. And continuing to attract millions of visitors to our city each year. This contract extension is about increased economic activity in our Downtown businesses. This allows our citizens to benefit from lower tax rate and a higher quality of life. This contract is about remodeling the crown jewel of cactus league stadiums. Scottsdale Stadium is a point of pride for our hometown of Scottsdale.

But there is more to this contract extension than meets the eye. If you look deeper, you can see significant impacts that this contract extension will have on our community. Let me tell you about Zoe Zigler. Zoe was awarded the future teacher scholarship. Since 1999, the Scottsdale Charros has awarded in-state scholarships to outstanding seniors who plan to pursue a career in teaching. You will find out that this contract extension is also about Mya, Mya just graduated from Coronado high school. If you look deeper, you will find that this contract extension is about elementary school. Two education grants in the amount of \$25,000.

The Scottsdale Charros have been woven into the fabric of this community since 1961. We live here, work here. Raise our families here. We're humble to be part of this community. We care about its success and citizens. The charities and educational efforts that we support help make Scottsdale is special place that we call home. Members of the Charros organization, blue blazers, red ties, they want to say thank you for putting your trust in our abilities to promote Scottsdale and to give back to our charitable and educational partners.

Now, if a good partnership is measured by the success of all of the parties involved, I think I can say that our partnership with the city of Scottsdale and the San Francisco Giants have been a tremendous success. The Giants have played since 1984, it's been a great benefit to them. The Charros want to thank the Giants for their investment in Scottsdale. And I want to publicly thank two people who have been Giant, pun intended, two people who have been Giant in this negotiation process, Sara and John. You both are tremendous people. We thank you for your partnership with the city and the Charros and for your commitment to Scottsdale.

Now, as a community and elected representatives of this city, you should know how amazing your staff

has been throughout this process. It's been difficult at times. But I have loved every minute of it because of the people involved. Bill Murphy, Kroy Ekblaw, Chris Walsh, and Stephanie Tippet are amazing. Thank you very much to them. Your legal team of Joe and Kim are true caring professionals. And lastly, thank you to city manager Jim Thompson for your leadership and your vision to see this thing through to the end. Thank you. So ten seconds. Let me finish where I started. The Charros organization is honored to serve the citizens of Scottsdale. Your vote to approve this contract extension will allow the Charros to continue to serve the citizens of Scottsdale for 25 years and that is the greatest job in the world. Thank you.

Mayor Lane: Thank you. That completes the request to speak on this subject. We do have a call from Councilwoman Korte.

Councilmember Korte: Thank you Mayor. I move to accept Consent Agenda items 1 through 24B with the exception of 22.

Mayor Lane: Motion has been made by Councilwoman Korte. And seconded by Councilwoman Littlefield. Ready to vote. All those in favor indicate by aye. It's unanimous. Thank you very much for the presentation. And for the comments. I'm getting too easy in my old age here. Okay. We have continued business. If you could exit quietly, I appreciate it. Thank you very much.

## **REGULAR AGENDA**

### **ITEM 25 - TRUTH IN TAXATION HEARING AND PUBLIC HEARING ON THE PROPOSED FISCAL YEAR 2019/20 PROPERTY TAX LEVY**

Mayor Lane: We'll move on to our Regular Agenda items. And starting with Item 25, Truth and Taxation and Public Hearing on the Proposed Fiscal Year 2019/2020 Property Tax Levy. We have Judy Doyle here.

[Time: 00:50:42]

Budget Director Judy Doyle: Thank you. Good evening Mayor and Councilmembers. I will once again not take the mass exodus personally. This is the property tax rate and levy hearing. State statute does require that the truth and taxation be held at least 14 days prior to the adoption of the levy. Which is scheduled for June 25th. There are no changes to the property tax from the budget. Overall property values in Scottsdale went up over the prior year by about 5.4 percent or \$326 million. The secondary property tax can only be used to repay debt service on general obligation bonds that are outstanding.

In fiscal year 19/20, we plan to levy \$33 million, which is \$1.2 million less than 18/19, which then reduces that rate from \$0.57 to \$0.52 per \$100 of assessed valuation. The primary levy which can be used by the General Fund will increase \$1.1 million to \$32.6 million. That primary levy also includes approximately 300,000 tort settlements and judgments that you have approved during the most recent calendar year. That 300,000 is then booked to our risk management fund. Total primary levy of \$32.9 million.

Because our property values went up, we can decrease that primary property tax rate from \$0.53 to \$0.52 and still achieve that levied amount. Our total rate in 19/20 will go from 1.10 to 1.04 per \$100 of assessed valuation. \$0.90 of every Scottsdale property tax dollar goes to other entities, while ten cents stays with the city. This is a property tax rate comparison of the other valley cities. Comparison has been updated since I last shared it with you during the proposed budget discussion. It now reflects all of the 19/20 proposed rates for the other cities.

Gilbert and Mesa do not have a primary tax rate. With Gilbert coming in the lowest, \$0.99 per \$100 of assessed valuation and Scottsdale coming in the second lowest at 1.04. So with that the action tonight was to solicit public testimony on the proposed 19/20 property tax levy and now by a roll call vote to approve a motion to levy the proposed property taxes to be assessed by ordinance on June 25th.

Mayor Lane: Thank you Ms. Doyle for the presentation. Seeing no further questions on that, this does serve as a call for a public testimony on this. I see no cards here and so that item has been fulfilled. And next would be a call for a motion to levy the proposed property taxes. And so I would ask for that motion.

Judy Doyle: I will just note that does have to be by a roll call.

Mayor Lane: I'm sorry. We do need to make the motion first. Yes. Okay.

Councilmember Korte: Mayor, allow me to move to approve levy of the proposed property taxes to be assessed by ordinance on June 25, 2019.

Mayor Lane: Motion made by Councilwoman Korte and seconded by Council Phillips. Will now take a roll call. Aye or nay. Completes that element. So we're set with that. Thank you.

**ITEM 26 - PUBLIC HEARING ON PROPOSED FISCAL YEAR 2019/20 MUNICIPAL STREETLIGHT IMPROVEMENT DISTRICT EXPENSES AND PROPERTY TAX LEVY (BY DISTRICT)**

Mayor Lane: Next item is Public Hearing on Proposed Fiscal Year 2019/2020, Municipal Streetlight Improvement District Expenses and Property Tax Levy By District. Ms. Doyle, you have the podium once again.

[Time: 00:55:27]

Budget Director Judy Doyle: Thank you. Just waiting for the presentation. I know it takes a minute to load. This is the public hearing on the fiscal year 2019/2020, municipal streetlight improvement district property tax levy. Just a bit of background as it relates to the streetlight improvement districts, established in 1971, to allow taxpayers to pay for the operation of the streetlights. Currently 355 streetlight improvement districts formed by petition of the property owners for the sole purpose to purchase electricity for lighting public streets. State statute requires that City Council annually adopt an ordinance levying special taxing district property tax in the amount sufficient to pay the expense of operating each of the streetlight improvement districts located throughout the city.

The streetlight levy is calculated based solely on estimated energy costs. The cost of operating each

district does vary based on usage and the number of streetlights, as well as varying rates for electrical services. As a result, the property taxes levy may differ for each district. Therefore, 355 separate property tax calculations are required. Representing almost 34,000 properties. Here is a map of the 355 districts. Yellow represents the districts that are serviced by APS. Blue are serviced by SRP. The streetlight district utility bills are paid by this property tax levy. The levy requests for fiscal year 19/20.

This item does require an action tonight. But the formal adoption of the ordinance will be on June 25th. So the action tonight was to solicit public testimony on the proposed 19/20 streetlight improvement district proposed expense and tax levy. And then to approve a motion to levy the proposed 19/20 streetlight improvement district taxes by district to be assessed by ordinance on June 25th. And this time I won't interrupt you, Mayor.

Mayor Lane: Thank you, Ms. Doyle. We have a call for public testimony for proposed fiscal year 2019/2020. We have no cards here indicated. No received. So that element is complete. And I now would call for a motion to adopt the annual statement and estimates of expenses and levy the proposed fiscal year 2019/2020 streetlight improvement district taxes by district.

Councilmember Korte: Mayor, I move to adopt the annual statements and estimates of expenses and levy the proposed fiscal year of 19/20. Are you hearing that feedback? Proposed fiscal year 2019/20 streetlight improvement district taxes by district, taxes to be assessed by ordinance on June 25th, 2019.

Mayor Lane: Motion made and seconded. We're ready to vote. Register your vote. It's unanimous acceptance of the public hearing on proposed fiscal year 2019/20.

#### **ITEM 27 - FINAL PUBLIC HEARING ON THE FISCAL YEAR 2019/20 BUDGET**

Mayor Lane: Moving right along. This is an item just specifically for the hearing.

[Time: 00:59:38]

Budget Director Judy Doyle: That is correct.

Mayor Lane: Do you have a presentation on this?

Judy Doyle: I do. Tonight, as you mentioned, the final public hearing on the city's 2019/20 budget. On May 14th, you unanimously adopted a tentative budget. And the only changes to fiscal year 19/20 since that tentative budget were to a handful of capital projects in the current fiscal year. Which by the nature of capital projects, those changes will carry forward into 19/20. All of those changes were approved by resolution on May 14th. Technical difficulties. It was a short presentation.

Mayor Lane: Do we happen to have a hard copy of it? As short as it is.

Judy Doyle: I wish I had a joke. All right. So moving on. The final budget also includes in the out years, beginning in fiscal year 2021, adjustments to Councilmembers' and Mayor's salaries. The study that was done revealed that Councilmember salaries are 69 percent below market and the Mayor's



salary is 42 percent below market. So beginning with those, beginning with those that take office on or after January of '21, Councilmembers monthly salaries will increase to \$2585. And the Mayor's monthly salary will increase from \$3,000 to \$4250. During the 19/20 development process, we had several budget related meetings, all of which provided an opportunity for public input. The later this evening you will convene into a Special Meeting to adopt the final budget. On June 25th, adopt the tax levies. This is the final public hearing to solicit public testimony. That completes the presentation.

Mayor Lane: Thank you, Ms. Doyle. The purpose of this was just for the final hearing on the fiscal year 2019/20 budget. Seeing no additional cards, none received. It's accepted. Thank you very much, Ms. Doyle.

Judy Doyle: Thank you.

Mayor Lane: So that completes our Regular Agenda items. And have no further Public Comments. No citizen petitions and no Mayor or Council items at this point.

#### **ADJOURNMENT**

[Time: 01:04:57]

Mayor Lane: So I would like to adjourn the Regular meeting and convene the City Council Special meeting immediately.

Councilmember Korte: Move to adjourn.

Mayor Lane: Thank you. Motion made and seconded. Motion to adjourn, all in favor of adjourning the Regular Meeting, please indicate by aye. We are adjourned.

#### **SPECIAL MEETING**

[Time: 01:05:16]

Mayor Lane: We are convening our Special meeting. There is no call for Public Comment at this meeting. Just by announcement, all members of Council are present as they were from the Regular meeting.

#### **ITEM 1 - FINAL ADOPTION OF FISCAL YEAR 2019/20 BUDGET ESTIMATES AND FUTURE COUNCIL SALARIES**

[Time: 01:05:29]

Mayor Lane: Special Meeting agenda Item 1 is the final adoption of fiscal year 2019, 2020 budget estimates and future Council salaries. Ms. Doyle, once again, I don't know, we'll go through that presentation again now that we have it running. No.

Budget Director Judy Doyle: Thank you. There is no formal presentation of this item at this point.

Formality to adopt the budget. Here are the two ordinances that we have requesting action.

Mayor Lane: All right. Thank you very much. I would ask for a motion on these ordinances to adopt these ordinances.

Councilman Phillips: Mayor, I move to adopt Ordinance number 4400 and Ordinance 4405.

Councilmember Korte: Second.

Mayor Lane: Motion has been made to adopt the Ordinances 4400 and 4405 and seconded. Made by Councilman Phillips and seconded by Councilwoman Korte. Please indicate by aye in favor, register your vote. Unanimous on that Item 1.

### **ADJOURNMENT**

[Time: 01:06:48]

Mayor Lane: So we have now I'm presuming we have to adjourn the Special City Council meeting, convene the Community Facilities District. There is no further action in this Special City Council meeting. And so I'll call for an adjournment of that meeting.

Councilmember Korte: Mayor, move to adjourn.

Mayor Lane: Motion made and seconded. All those in favor of adjournment on Special Meeting, please indicate by aye. We are adjourned.

### **COMMUNITY FACILITIES DISTRICT BOARD OF DIRECTORS MEETINGS**

[Time: 01:07:16]

Mayor Lane: And we will now convene the Community Facilities District Board of Directors meeting. Special City Council meeting as well. I'm sorry. Each of these individually are.

### **D.C. RANCH COMMUNITY FACILITIES DISTRICT BOARD OF DIRECTORS MEETING**

[Time: 01:07:31]

Mayor Lane: So we will I start with the D.C. Ranch Community Facilities District. Call to order. Roll call is not necessary, as indicated. And we'll start with the approval of minutes. Do I have a motion to approve the Regular Meeting minutes of Tuesday, June 12th, 2018?

Councilwoman Klapp: Motion to approve.

Councilmember Korte: Second.

Mayor Lane: All those in favor of approval, please indicate by aye. Minutes have been approved.

Item 1 is the adoption of Resolution 51 which sets out proposed budget and calls for public hearing. Do I have a motion?

Councilwoman Klapp: Moved.

Councilmember Korte: Second.

Mayor Lane: Motion made and seconded. All those in favor, please indicate by aye. Opposed. Hearing none. Second item is a call for Public Comment on the budget. Simply a call for Public Comment. We have no comment on it. Item 3 would be adoption of Resolution number 52, which approves the budget and sets tax levy. Do I have a motion please?

Councilwoman Klapp: Move to adopt.

Councilmember Korte: Second.

Mayor Lane: Motion made and seconded. All those in favor, please indicate by aye. That motion passes. Ask for an adjournment of the D.C. Ranch CFD Board.

Councilwoman Klapp: Move to adjourn.

Councilmember Korte: Second.

Mayor Lane: Motion made and seconded. All in favor of adjournment please indicate by aye. We are adjourned.

**MCDOWELL MOUNTAIN RANCH COMMUNITY FACILITIES DISTRICT BOARD OF DIRECTORS MEETING**

[Time: 01:09:10]

Mayor Lane: Convene the McDowell Mountain Ranch Community Facilities District call to order. Motion to approve the Regular Meeting minutes of Tuesday, June 12, 2018.

Councilwoman Klapp: Move to approve.

Councilmember Korte: Second.

Mayor Lane: Motion has been made and seconded. All those in favor of approval of the minutes, please indicate by aye. They have been approved. Item 1 is the adoption of Resolution number 63, sets out for proposed budget and calls for public hearings. Do I have a motion to approve that resolution?

Councilmember Klapp: Move to approve.

Councilmember Korte: Second.

Mayor Lane: Motion has been made and seconded. All those in favor of adoption Resolution 63, please indicate by aye. Motion adopted.

Mayor Lane: Again, a call for Public comment on the budget and no comments were received. Item 3 would be the adoption of Resolution 64 that approves the budget and sets tax levy. Do I have a motion for that?

Councilwoman Klapp: Move to approve.

Councilmember Korte: Second.

Mayor Lane: Motion has been made and seconded. All those in favor please indicate by aye. Motion approved. Call for an adjournment of the McDowell Mountain Ranch CFD Board.

Councilwoman Klapp: Move to adjourn.

Councilmember Korte: Second.

Mayor Lane: Motion made and seconded. All those in favor of adjournment indicate by aye, we are adjourned on that.

**SCOTTSDALE MOUNTAIN COMMUNITY FACILITIES DISTRICT BOARD OF DIRECTORS MEETING**

[Time: 01:10:33]

Mayor Lane: Convene the Scottsdale Mountain Community Facilities District. Call to order on that. All are still present. All Councilmembers are still present. Approval of minutes. Do I have a motion to approve the Regular Meeting minutes of Tuesday, June 12th, 2018.

Councilwoman Klapp: Move to approve.

Councilmember Korte: Second.

Mayor Lane: All those in favor please indicate by aye. Nay if you disapprove. Minutes have been approved. Next item would be adoption of Resolution number 66, which sets out proposed budget and calls for public hearing. Do I have a motion to adopt Resolution 66?

Councilwoman Klapp: Move to adopt.

Councilmember Korte: Second.

Mayor Lane: Motion has been made and seconded. All those in favor, please indicate by aye. Resolution 66 passes. Call for Public Comment. Seeing no cards. We have no Public Comment. We move on to item 3, adopt Resolution number 67. Do I have such a motion?

Councilwoman Klapp: Move to adopt.

Councilmember Korte: Second.

Mayor Lane: All those in favor please indicate by aye. Nay if you disapprove. Motion passes.  
Motion to adjourn the Scottsdale Mountain CFD board.

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Councilwoman Klapp: Move to adjourn.

Councilman Phillips: Second.

Mayor Lane: All those in favor of adjournment, please indicate by aye. Meeting is adjourned.

VIA LINDA ROAD COMMUNITY FACILITIES DISTRICT BOARD OF DIRECTORS MEETING

[Time: 01:12:00]

Mayor Lane: Like to call the order and convene the Via Linda Road Community Facilities District. Do I have a motion to approve the Regular Meeting minutes of Tuesday, June 12, 2018?

Councilwoman Klapp: Move to approve.

Councilmember Korte: Second.

Mayor Lane: All those in favor please indicate by aye. Minutes have been approved. Adopt Resolution number 47, which sets out proposed budget and calls for public hearing. Do I have such a motion?

Councilwoman Klapp: Move to adopt.

Councilman Phillips: Second.

Mayor Lane: Motion has been made and seconded. All those in favor of adoption of Resolution 47, please indicate by aye or nay. Resolution passes. Call for Public Comment has been made here. There are no cards. No requests. Moving on to item 3, which is adopt Resolution number 48.

Councilwoman Klapp: Move to adopt.

Councilman Phillips: Second.

Mayor Lane: Motion has been made to adopt Resolution 48 which approves the budget and sets tax levy. All those in favor please indicate by aye and nay if you oppose. Adopt Resolution 48 is passed. Motion to adjourn the Via Linda Road CFD board.

Councilwoman Klapp: Move to adjourn.

Mayor Lane: Motion has been made and seconded to adjourn. All those in favor please indicate by

aye. Meeting is adjourned.

**SCOTTSDALE WATERFRONT COMMERCIAL COMMUNITY FACILITIES DISTRICT BOARD OF DIRECTORS  
MEETING**

[Time: 01:13:25]

Mayor Lane: Next is the call to order and convene the Scottsdale Waterfront Commercial Community Facilities District. Do I have a motion to approve Regular Meeting minutes of Tuesday June 12, 2018?

Councilwoman Klapp: Move to approve.

Councilman Phillips: Seconded.

Mayor Lane: All those in favor please indicate by aye and nay if opposed. Aye. Minutes have been approved. Adopt Resolution number 33, which sets out preliminary budget and calls for public hearing. Do I have a motion to approve?

Councilwoman Klapp: Move to approve.

Councilman Phillips: Second.

Mayor Lane: Motion has been made to approve Resolution 33 and seconded. All those in favor please indicate by aye, nay if you oppose. Passes. Call for Public Comment on the budget. Hearing and seeing none. We will move on to item 3, which is to adopt Resolution number 34, that approves the budget and sets tax levy.

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Councilwoman Klapp: Move to adopt.

Councilman Phillips: Second.

Mayor Lane: Motion has been made to adopt Resolution number 34. And seconded. All those in favor please indicate by aye and nay if you oppose. Aye. Motion is passed. Call for adjournment of the waterfront commercial CFD board.

Councilwoman Klapp: Move to adjourn.

Councilman Phillips: Second

Mayor Lane: All those in favor of the adjournment of the Waterfront CFD board, please indicate by aye. We are adjourned.