

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, APRIL 7, 2020**



**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 5:02 P.M. on Tuesday, April 7, 2020.

ROLL CALL

Present: Mayor W.J. "Jim" Lane; Vice Mayor Kathleen S. Littlefield; and Councilmembers Suzanne Klapp, Virginia L. Korte, Linda Milhaven, Guy Phillips, and Solange Whitehead (all participating telephonically).

Also Present: City Manager Jim Thompson, City Attorney Sherry Scott, City Treasurer Jeff Nichols, City Auditor Sharron Walker, and City Clerk Carolyn Jagger (all participating telephonically).

MAYOR'S REPORT

Mayor Lane thanked the Scottsdale Fire Department, Scottsdale Charros, and the Rotary Club of Scottsdale for their generous donations to the food bank at Vista del Camino and to the many citizens who have made donations to help their neighbors. Mayor Lane asked for a moment of silence to consider fellow citizens who are suffering during the COVID-19 situation. Mayor Lane read a proclamation in honor of Arbor Day.

MINUTES

Request: Approve the Special Meeting Minutes of March 3, 2020; Regular Meeting Minutes of March 3, 2020; and Executive Session Minutes of March 3, 2020.

MOTION AND VOTE – MINUTES

Councilmember Korte made a motion to approve the Special Meeting Minutes of March 3, 2020; Regular Meeting Minutes of March 3, 2020; and Executive Session Minutes of March 3, 2020. Vice Mayor Littlefield seconded the motion, which carried 7/0, by a roll call vote, with Mayor Lane; Vice Mayor Littlefield; and Councilmembers Klapp, Korte, Milhaven, Phillips, and Whitehead voting in the affirmative.

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

ADDED ITEMS

***A1. Added Items

Item Nos. 13A and 16 were added to the agenda on April 1, 2020.

Request: Vote to accept the agenda as presented or continue the added items to the next scheduled Council meeting, which is April 21, 2020.

MOTION AND VOTE – ADDED ITEMS

Councilmember Korte made a motion, to accept the agenda as presented. Councilwoman Whitehead seconded the motion, which carried 7/0, by roll call vote, with Mayor Lane; Vice Mayor Littlefield; and Councilmembers Klapp, Korte, Milhaven, Phillips, and Whitehead voting in the affirmative

CONSENT AGENDA

1. **Scottsdale Burger Bar Liquor License (107-LL-2019)**
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: 23535 N. Scottsdale Road, Suite 101
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
2. **Stratta Lifestyle Kitchen Liquor License (27-LL-2020)**
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: 8260 N. Hayden Road, Suite A102
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov
3. **Water Line Easement**
Request: Adopt **Resolution No. 11751** authorizing the acceptance of a waterline easement dedication from Paradise Valley Plaza Owners Association to allow for the construction of waterline and fire protection improvements.
Location: Southeast corner of Shea Boulevard and Scottsdale Road
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
4. **Wireless Communications Antenna Site Revocable License Agreement**
Request: Adopt **Resolution No. 11608** authorizing Agreement No. 2020-034-COS with Cellco Partnership dba Verizon Wireless permitting the continued operation of a wireless site.
Location: 7337 E. Indian Bend Road
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov

5. Wireless Communications Antenna Site Revocable License Agreement

Request: Adopt **Resolution No. 11663** authorizing Agreement No. 2020-001-COS with Cellco Partnership dba Verizon Wireless permitting the continued operation of a wireless site.

Location: 10701 E. Bell Road

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

6. Water Resources Treatment Services Job Order Contracts

Request: Adopt **Resolution No. 11746** authorizing the following contracts for a two-year term, in an amount not to exceed \$15,000,000 per contract, for citywide water resources treatment services:

1. Contract No. 2020-055-COS with Currier Construction, Inc.
2. Contract No. 2020-056-COS with Garney Companies, Inc.
3. Contract No. 2020-057-COS with MGC Contractors, Inc.
4. Contract No. 2020-058-COS with Schofield Civil Construction, LLC

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

7. Water Resources Underground Infrastructure Services Job Order Contracts

Request: Adopt **Resolution No. 11747** authorizing the following contracts for a two-year term, in an amount not to exceed \$10,000,000 per contract, for citywide water resources underground infrastructure services:

1. Contract No. 2020-059-COS with Achen-Gardner Construction, LLC
2. Contract No. 2020-060-COS with B&F Contracting, Inc.
3. Contract No. 2020-061-COS with Garney Companies, Inc.
4. Contract No. 2020-062-COS with Markham Contracting Co., Inc.

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

8. Surveying Services Engineering Services Contracts

Request: Adopt **Resolution No. 11756** authorizing the following contracts for a two-year term, in an amount not to exceed \$1,000,000 per contract, for on-call surveying services:

1. Contract No. 2020-065-COS with Aztec Engineering Group, Inc.
2. Contract No. 2020-066-COS with T2 UES, Inc.

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

9. Civil/Site Work Construction Services Job Order Contracts

Request: Adopt **Resolution No. 11750** authorizing the following contract modifications for the third option year in an amount not to exceed \$5,000,000 per contract for citywide civil/site work construction services:

1. Contract No. 2016-037-COS-A3 with DBA Construction, Inc.
2. Contract No. 2016-038-COS-A3 with Nesbitt Contracting Co., Inc.

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

- 10. 53 – Build Multi-Use Sports Fields in the Area of Bell Road Engineering Services Contract**
Request: Adopt **Resolution No. 11762** to authorize:
1. Contract No. 2020-068-COS with Gavan & Barker, Inc., in an amount not to exceed \$561,872, to provide engineering services for Bond 2019 Project 53 – Build Multi-Use Sports Fields in the Area of Bell Road.
 2. The City Manager, or designee, to initiate a Municipal Use Master Site Plan for Bond 2019 Project 53 – Build Multi-Use Sports Fields in the Area of Bell Road.
- Staff Contact(s):** Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
- 11. Old Town Scottsdale Bicycle Master Plan Agreement**
Request: Adopt **Resolution No 11742** authorizing Agreement No. 2020-053-COS with Maricopa Association of Governments for the development of the Old Town Scottsdale Bicycle Master Plan for a total program cost of \$173,215.16 with a City of Scottsdale match in the amount of \$34,643.03.
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
- 12. Transit Services Intergovernmental Agreement**
Request: Adopt **Resolution No. 11740** authorizing Agreement No. 2018-126-COS-A2, the second amendment to the agreement with the Regional Public Transportation Authority, in the amount of \$195,186, for FY 2019/20 transit services, effective July 1, 2019.
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov
- 13. Reappointment of Pro Tem Judges for City Court**
Request: Adopt **Resolution No. 11726** authorizing the following reappointments of Pro Tem Judges for a four-year term for the period of May 18, 2020, through May 17, 2024: James Blomo, Jacqueline Kochis-Chapman, Susan Kayler, Lori Metcalf, Peter Reinstein, and Robert Ventrella.
Staff Contact(s): Joseph Olcavage, Presiding Judge, 480-312-2775, c/o kkung@scottsdaleaz.gov
- 13A. Designate Applicant Agent for Public Assistance**
Request: Adopt **Resolution No. 11779** authorizing and designating the City Treasurer to act as the City’s agent for public assistance, to execute and file applications for public assistance in the appropriate state offices, and to provide information to federal and state authorities for the purpose of obtaining disaster and public assistance during the COVID-19 public health emergency.
Staff Contact(s): Jeff Nichols, City Treasurer, 480-312-2364, jenichols@scottsdaleaz.gov

MOTION AND VOTE – CONSENT AGENDA

Councilwoman Klapp made a motion to approve Consent Agenda Items 1 through 13A. Councilmember Korte seconded the motion, which carried 7/0, by roll call vote, with Mayor Lane; Vice Mayor Littlefield; and Councilmembers Klapp, Korte, Milhaven, Phillips, and Whitehead voting in the affirmative.

REGULAR AGENDA

14. Proposed Fiscal Year 2020/21 Operating Budget and Capital Improvement Plan

Request: Presentation, discussion, and possible direction to staff regarding the Proposed FY 2020/21 Operating Budget and Capital Improvement Plan.

Presenter(s): Judy Doyle, Budget Director; Dave Lipinski, City Engineer

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

Budget Director Judy Doyle gave a PowerPoint presentation (attached) on the Proposed FY 2020/21 Operating Budget.

City Engineer Dave Lipinski gave a PowerPoint presentation (attached) on the Proposed FY 2020/21 Capital Improvement Plan.

Councilmembers suggested:

- Revise the budget to reflect decreased revenues and expenses.
- Provide scenarios if revenues are down 10% (15%, 20%, 25%), what would that look like?
- Decrease the budget by 10% to decrease maximum spending authority.
- Postpone some of the bond projects.
- Postpone the Palmeraie Undergrounding Project.
- Postpone or defer any salary increases.
- Maintain last year's budget for this fiscal year.
- Do not include any rate or fee increases, especially a stormwater fee or the 2% increase in the primary tax rate, in the proposed budget.
- Review contracts and contract workers for possible elimination from the budget.
- Schedule a meeting in late April or early May to review a revised budget.

15. Scottsdale Public Library Late-Fine Free

Request:

1. Adopt **Resolution No. 11745** authorizing the Scottsdale Public Library becoming a late-fine free library without an adverse impact to the current operating budget as recommended by the Scottsdale Library Board and establishing an effective date of July 1, 2020. OR
2. Adopt a motion to direct staff to continue the Library's Amnesty Program through May 31, 2020, and report back to Council with Scottsdale community specific results relating to the impact of fine elimination and the fiscal impact on the Library's operating budget.

Presenter(s): Bill Murphy, Assistant City Manager; Kira Peters, Library Director

Staff Contact(s): Kira Peters, Library Director, 480-312-2691, kcpeters@scottsdaleaz.gov

Assistant City Manager Bill Murphy and Library Director Kira Peters gave a PowerPoint presentation (attached) on the Library Board's recommendation to eliminate library late-fine fees.

MOTION AND VOTE – ITEM 15

Councilmember Korte made a motion to adopt Resolution No. 11745 authorizing the Scottsdale Public Library becoming a late-fine free library without adverse impact to the current operating budget, as recommended by the Scottsdale Library Board, and establishing an effective date of July 1, 2020. Councilwoman Klapp seconded the motion, which carried 7/0, by roll call vote, with Mayor Lane; Vice Mayor Littlefield; and Councilmembers Klapp, Korte, Milhaven, Phillips, and Whitehead voting in the affirmative.

**16. Southbridge Two – Request to Repeal (22-ZN-2018, 19-AB-2018, and 4-DA-2019)
Request(s):**

1. Adopt **Ordinance No. 4449** authorizing the repeal of Ordinance No. 4422 that approved a Zoning District Map Amendment from Central Business, Downtown Overlay (C-2 DO) and Downtown/Retail Specialty – Type 1, Downtown Overlay (D/RS-1 DO) to Downtown/Downtown Core – Type 1, Planned Block Development Downtown Overlay (D/DC-1 PBD DO), Downtown/Downtown Multiple Use – Type 2, Planned Block Development, Downtown Overlay (D/DMU-2 PBD DO) and Downtown/Downtown Multiple Use – Type 3, Planned Block Development, Downtown Overlay (D/DMU-3 PBD DO), including approval of a Development Plan, with amended development standards, for a mixed-use development on a 9.94±-acre site.
2. Adopt **Resolution No. 11774** authorizing the repeal of Resolution No. 11575 that declared “*Southbridge Two Development Plan*” to be a public record.
3. Adopt **Resolution No. 11773** authorizing the repeal of Resolution No. 11577 (Site A), Resolution No. 11578 (Site C), Resolution No. 11579 (Site D), and Resolution No. 11646 (Portico) that abandoned multiple alley and other rights-of-way to allow development of a large, mixed-use development, with various zoning districts.
4. Adopt **Resolution No. 17775** (corrected Resolution No. 11775) authorizing Termination of Development Agreement No. 2019-164-COS-A1 with Scottsdale Canal Project, LLC, and Hermosa Inn Restaurant, LLC.
5. Adopt **Resolution No. 11776** authorizing Termination of Purchase and Sale Agreement No. 2019-199-COS-A1 with Scottsdale Canal Project, LLC.

Locations: Near the intersections of E. 5th Avenue and N. Marshall Way, E. 5th Avenue and N. Goldwater Boulevard, E. 5th Avenue and N. Scottsdale Road, E. 6th Avenue and E. Stetson Drive.

Presenter(s): Brad Carr, Principal Planner

Staff Contact(s): Randy Grant, Planning and Development Services Director,
rgrant@scottsdaleaz.gov, 480-312-2664

Planning and Development Services Director Randy Grant gave a PowerPoint presentation (attached) on the applicant’s request to repeal a zoning district map amendment, public record, abandonments, development agreement, and purchase and sale agreement related to the Southbridge Two Project.

City Attorney Sherry Scott opined that the City Council has the ability and right to repeal Ordinance No. 4449, which was the subject of a referendum.

MOTION AND VOTE – ITEM 16

Councilmember Korte made a motion to adopt:

1. Ordinance No. 4449 authorizing the repeal of Ordinance No. 4422 that approved a zoning district map amendment;
2. Resolution No. 11774 authorizing the repeal of Resolution No. 11575 to be a public record;
3. Resolution No. 11773, in its entirety, authorizing the repeal of Resolution No. 11577 (Site A), Resolution No. 11578 (Site C), Resolution No. 11579 (Site D), and Resolution No. 11646 (Portico) that abandoned multiple alley and other rights-of-way to allow development of a large, mixed-use development, with various zoning districts;

4. Resolution No. 17775 (corrected Resolution No. 11775) authorizing Termination of Development Agreement No. 2019-164-COS-A1 with Scottsdale Canal Project, LLC, and Hermosa Inn Restaurant, LLC; and
5. Resolution No. 11776 authorizing Termination of Purchase and Sale Agreement No. 2019-199-COS-A1 with Scottsdale Canal Project, LLC.

Councilwoman Milhaven seconded the motion, which carried 4/3, by roll call vote, with Mayor Lane and Councilmembers Klapp, Korte, and Milhaven voting in the affirmative, and Vice Mayor Littlefield and Councilmembers Phillips and Whitehead dissenting.

MAYOR AND COUNCIL ITEMS

Councilmember Korte made a motion to ask the City Manager to develop a presumption for care and sick leave program for employees related to the COVID-19 virus, identify a source of funding, and return to the Council with a plan as soon as possible. Councilman Phillips seconded the motion, which carried 7/0, by roll call vote, with Mayor Lane; Vice Mayor Littlefield; and Councilmembers Klapp, Korte, Milhaven, Phillips, and Whitehead voting in the affirmative.

ADJOURNMENT

The Regular City Council Meeting adjourned at 7:51 P.M.

SUBMITTED BY:



Carolyn Jagger
City Clerk

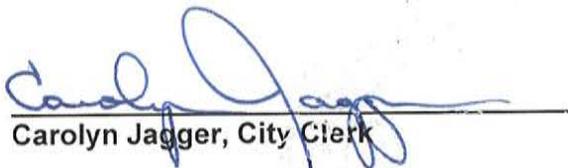
Officially approved by the City Council on May 5, 2020

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 7th day of April 2020.

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

DATED this 5th day of May 2020.



Carolyn Jagger, City Clerk

ITEM 14

**FY 2020/21 PROPOSED
OPERATING & CAPITAL
BUDGET OVERVIEW**

City Council
April 7, 2020

1

1

Operating Budget Overview
Judy Doyle, Budget Director

CIP Budget Overview
Dave Lipinski, City Engineer

**FY 2020/21
PROPOSED
BUDGET**

2

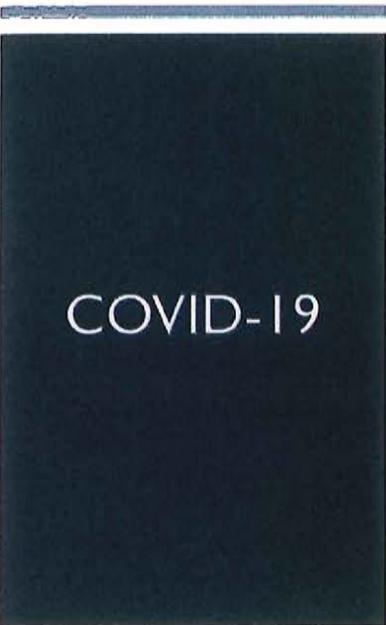
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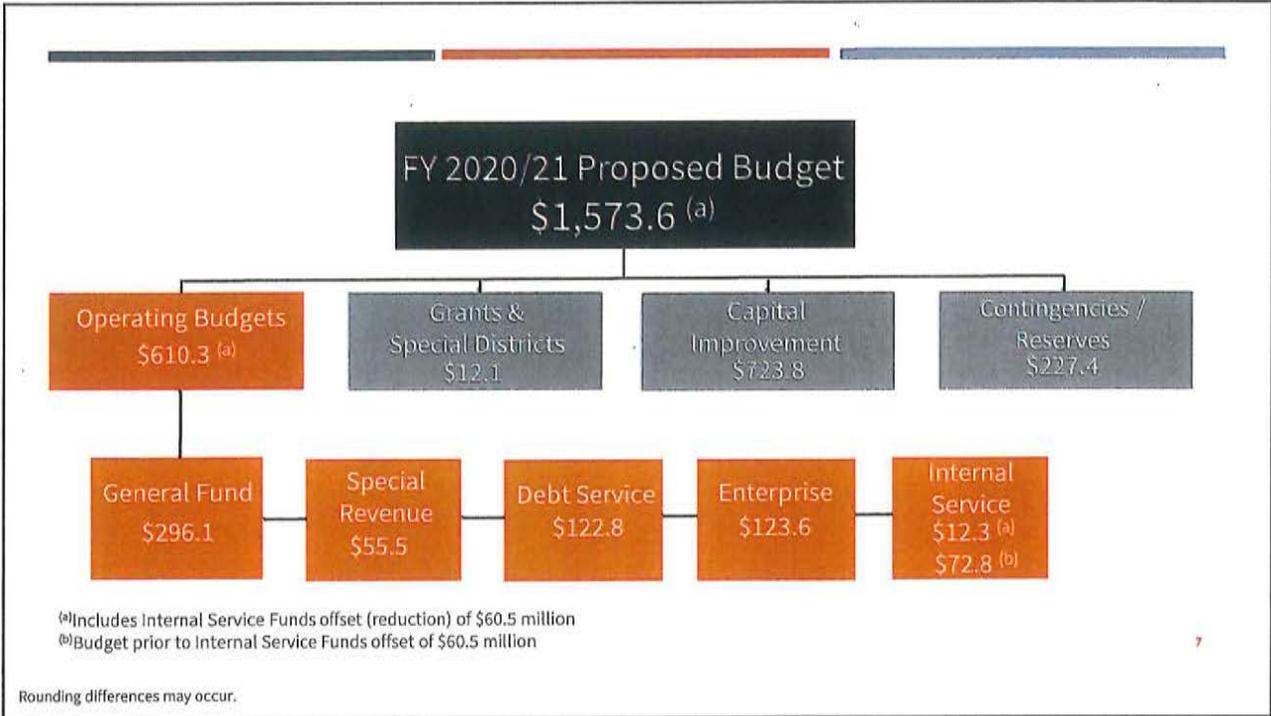


Photo: The Economic Times

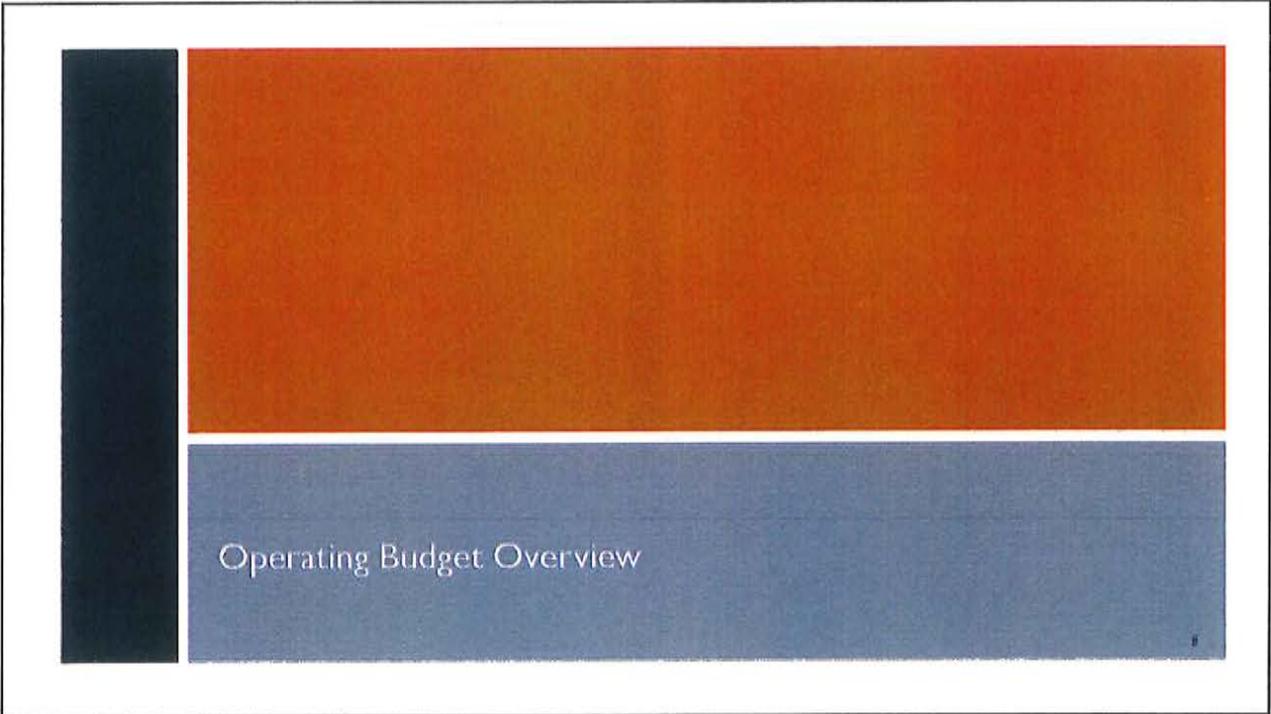


- FY 2019/20**
 - Currently Reducing Funding in Some Areas
 - Unknown what Additional Changes will be Necessary
 - Preparing Contingency Plans
- FY 2020/21**
 - Maximum Expenditure Limit
 - Monitor and Adjust as Needed





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GENERAL FUND FORECAST SUMMARY (\$ millions)

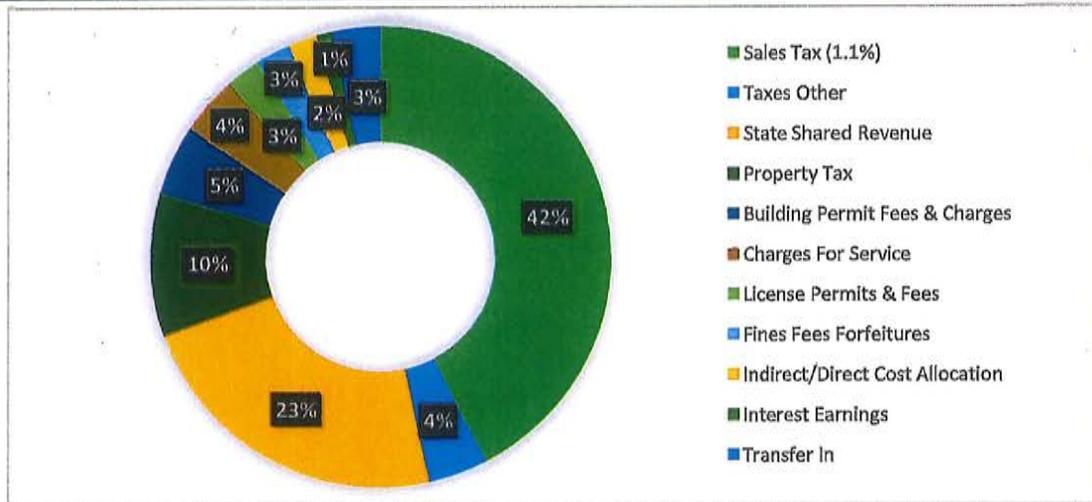
	FY 19/20	FY 20/21	FY 21/22	FY 22/23	FY 23/24	FY 24/25
Beginning Balance	\$86.2	\$106.5	\$122.1	\$133.6	\$136.5	\$132.0
Revenues	\$326.5	\$326.9	\$328.7	\$329.9	\$333.9	\$338.9
Transfers In	\$11.1	\$11.4	\$11.7	\$12.0	\$12.2	\$12.5
Total Sources	\$337.7	\$338.3	\$340.5	\$341.9	\$346.1	\$351.4
Expenditures	\$285.2	\$296.1	\$306.2	\$318.6	\$331.3	\$344.8
Debt Service	\$2.9	\$0.4	\$0.4	\$0.4	\$0.4	\$0.5
Transfers Out	\$29.2	\$26.3	\$22.4	\$20.1	\$18.8	\$17.8
Total Uses	\$317.4	\$322.7	\$328.9	\$339.1	\$350.6	\$363.0
Ending Balance	\$106.5	\$122.1	\$133.6	\$136.5	\$132.0	\$120.4

Rounding differences may occur.

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FY 2020/21 GENERAL FUND SOURCES - \$338.3 MILLION



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From FY 2019/20 Forecast + \$0.6 million

GENERAL FUND SOURCES OVERVIEW

- Sales Tax** – (\$1.9) million
- Property Tax** - \$1.1 million
 - \$0.6 million – 2% statutory adjustment
 - \$0.5 million – new construction
- Stormwater Fee (CIP)** – (\$3.3) million
- Cable TV License Fee** – (\$1.0) million
- Building Permits** – (\$1.2) million
- Miscellaneous** – (\$0.8) million
- Interest Earnings** – (\$0.3) million
- Indirect Cost** - (\$0.3) million
- State Shared** - \$7.1 million
- Transfers In** - \$0.3 million

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1.10% SALES TAX

Adopted 2019/20	Forecast 2019/20	Category	Proposed 2020/21	\$ Change Fav/ (Unfav) vs. Forecast	% Change Fav/ (Unfav) vs. Forecast	Forecast 2021/22	Forecast 2022/23	Forecast 2023/24	Forecast 2024/25
\$24.6	\$27.3	Misc. Retail	\$27.9	\$0.6	2.1%	\$28.1	\$27.9	\$28.4	\$28.9
20.4	19.8	Rental	19.8	0.0	0.1%	20.0	20.0	20.2	20.6
19.2	19.6	Automotive	18.4	(1.1)	(5.8%)	18.3	18.2	18.3	18.7
13.0	14.1	Restaurants	13.6	(0.5)	(3.3%)	13.6	13.5	13.6	13.9
14.5	16.1	Other Taxable	16.4	0.2	1.5%	16.5	16.4	16.6	17.0
11.7	12.4	Construction	12.1	(0.3)	(2.5%)	12.1	12.0	12.1	12.2
10.7	12.2	Major Dept Stores	11.7	(0.4)	(3.3%)	11.7	11.7	11.9	12.1
9.6	10.2	Food	9.8	(0.4)	(4.3%)	9.8	9.9	10.0	10.1
7.9	8.4	Hotel/Motel	8.5	0.0	0.6%	8.5	8.6	8.5	8.6
5.1	5.4	Utilities	5.3	(0.1)	1.8%	5.3	5.2	5.2	5.2
\$136.8	\$145.5	Total	\$143.5	\$(1.9)	(1.3%)	\$143.7	\$143.4	\$144.7	\$147.2

Rounding differences may occur.

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City	Rate
Scottsdale *	1.30% (1.75%)
Gilbert	1.50%
Chandler	1.50%
Tempe	1.80%
Phoenix *	1.90% (2.30%)
Mesa	2.00%
Glendale	2.90%

SALES TAX RATE COMPARISON

* Have temporary taxes that expire.

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SCOTTSDALE PROPERTY TAXES



State Education - \$0.49



Community College \$0.16



Maricopa County \$0.19



Special Districts \$0.06*



City Secondary Tax \$0.05



City Primary Tax \$0.05

Primary property taxes are used by the City of Scottsdale to pay for city services and operational expenses and comprise about 10% of Scottsdale's General Fund operating budget.

Secondary property taxes based on limited assessed property values are restricted to pay debt service on voter-approved general obligation bonds for such things as parks, libraries, streets, and police/fire stations.

*Excludes street lighting districts, which vary by geographical location, types of lights, and City vs. HOA ownership.

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PROPERTY TAX



Primary Levy

- Support General Fund Activities
- Repayment to the Risk Management Fund
- 2% increase annually + allowance for annexations and new construction



Secondary Levy

- Retire principal and interest on GO bonds
- Pay debt service on voter approved GO bonds

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PROPERTY TAX – NET ASSESSED VALUE (in millions)

	FY 2019/20	FY 2020/21	\$ Change	% Change
Net Assessed Value	\$6,323.1	\$6,617.2	\$294.1	4.7%
New Property	\$82.5	\$87.8	\$5.3	6.4%

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16

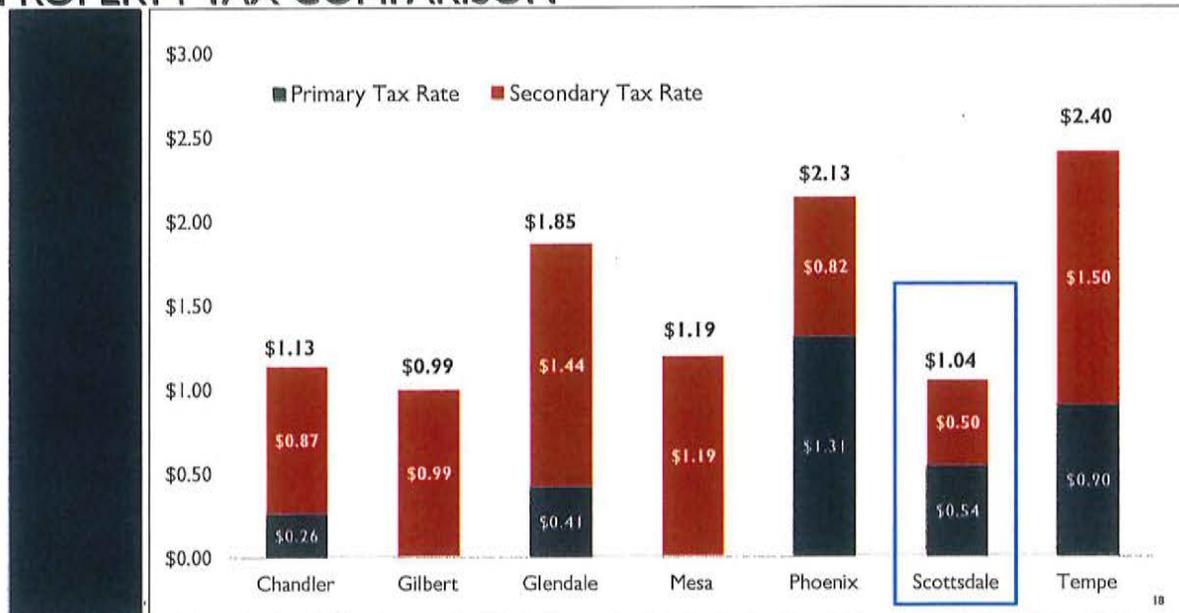
PROPERTY TAX

	FY 2019/20	FY 2020/21	\$ Chg	%Chg
Secondary				
Levy	\$33.0	\$33.4	\$0.4	1.2%
Rate	0.5214	0.5043	-0.0171	-3.3%
Primary				
Levy	\$32.6	\$33.7	\$1.1	3.4%
Tort Claims	0.3	1.8	1.6	+100%
Total Levy	\$32.9	\$35.5	\$2.7	8.1%
Rate	0.5198	0.5372	0.0174	3.3%
Total				
Levy	\$65.8	\$68.9	\$3.1	4.7%
Rate	1.0412	1.0415	0.0003	0.0%

17

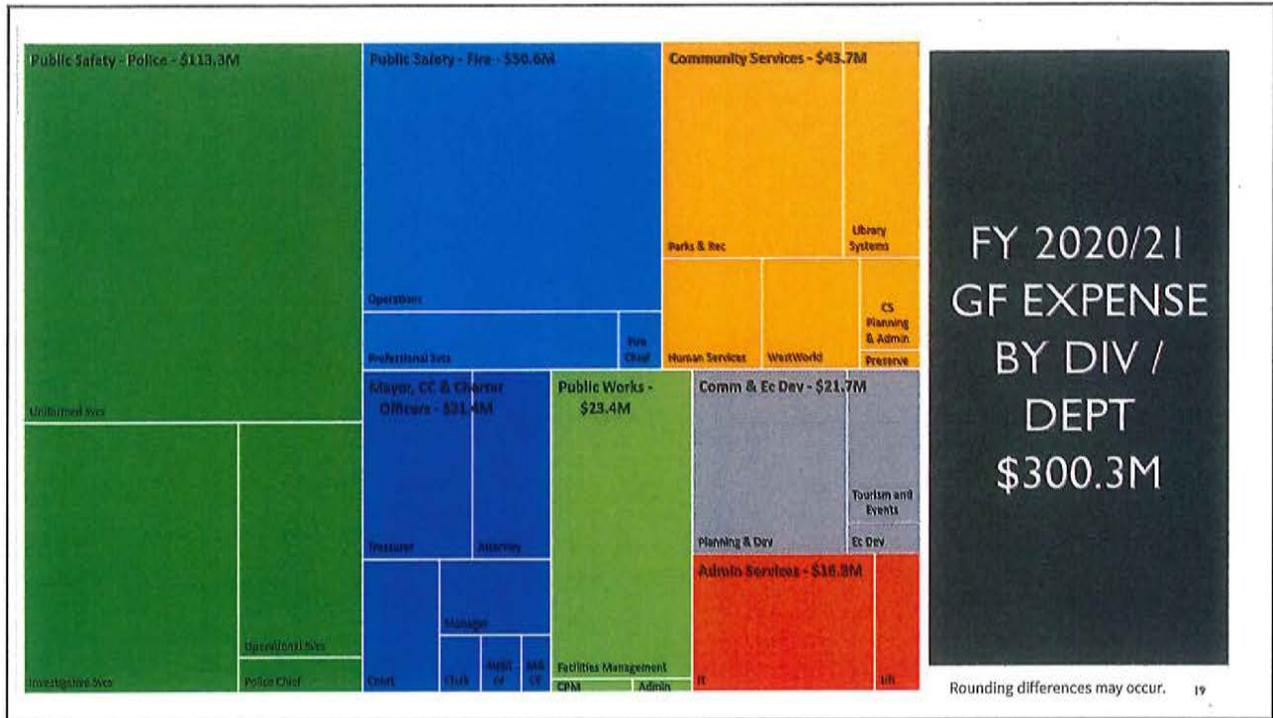
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PROPERTY TAX COMPARISON



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FULL-TIME EQUIVALENT (FTE) CHANGES

Division	FTE	Description	Fund
City Auditor	0.25	Executive Assistant to Charter Officer	General
City Court	-1.03	Hearing Officer, Pro Tem Judge	General
Community Services	-7.76	Human Services Specialist, Librarian I/II, Library Aide/Assistant/Page/Supervisor, Head Lifeguard, Management Analyst, Recreation Leader I/II, WestWorld Facility Manager	General
Public Safety - Fire	14.60	Firefighter, Fire Engineer, Firefighter Pipeline	General
Public Works	1.45	Street Maintenance Worker, Admin Asst Supv, Safe Routes to School Coord, ITS Signals Manager	Transportation, General, Grants
Total	7.51		

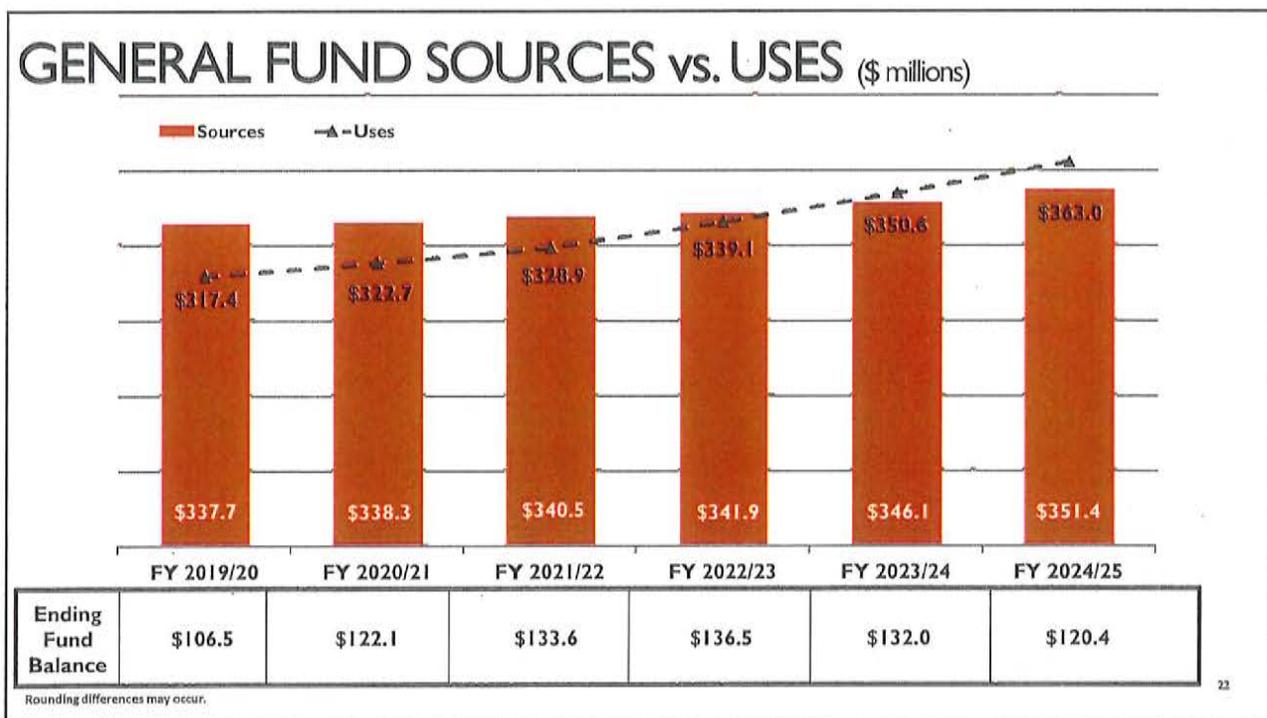
General Fund = 5.81 FTE

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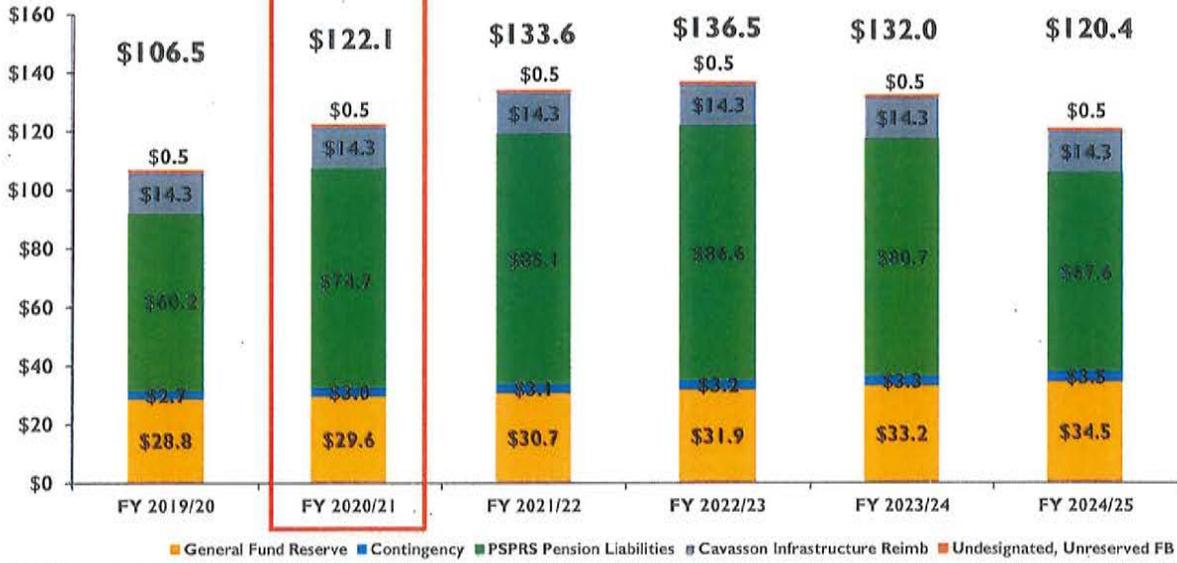
SIGNIFICANT GF BUDGET CHANGES	GF IMPACT (\$ millions)
End Palomino Library IGA	(\$0.6)
Library Materials	(\$0.3)
Elections (one-time)	\$0.3
Fall Protection Mitigation	\$0.3
Fire Operations for Minimum Staffing	\$0.4
Fire Training for Upcoming Attrition (one-time)	\$0.6
Contract Increases (IT & Fire)	\$0.7
Fire Fleet Upgrade for 3 Engines (one-time)	\$1.0
Custodial Services Contract Increase	\$1.6

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GF FORECAST ENDING BALANCE (\$ millions)



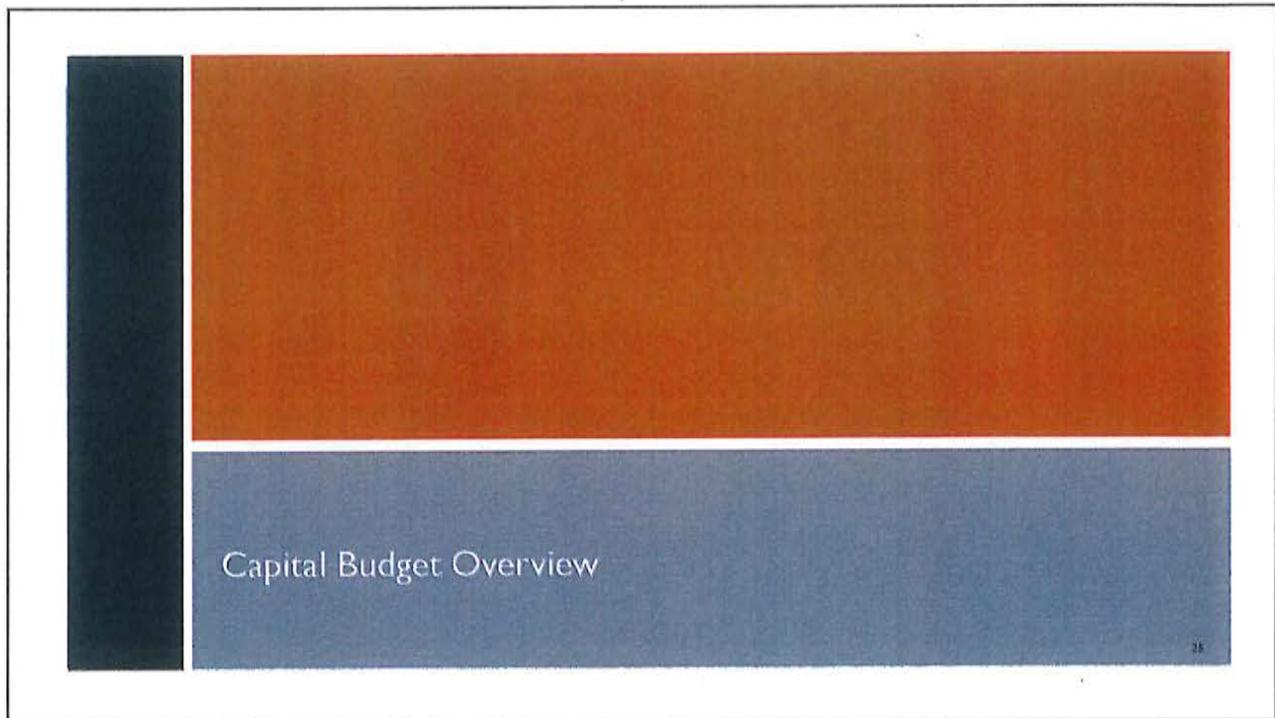
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QUESTIONS?

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FY 2020/21 BUDGET DEVELOPMENT PROCESS

Budget Submission

Divisions identified project needs
Worked with Budget, CPM, and IT staff to properly, reasonably and accurately estimate costs

Review

General Fund Construction Technology & Transportation Review Groups
Capital Management Review Committee

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FY 2020/21
PROPOSED
CIP BUDGET

- General Fund
- Transportation Sales Tax (0.20%)
- Transportation Sales Tax (0.10%)
- Stormwater Fee
- Bond 2019
- Other Funding Sources

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FY 2020/21 PROPOSED CIP BUDGET

General Fund

- 33 Projects
- \$117.8 million

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CIP GENERAL FUND BUDGET (\$ MILLIONS)

Adopted CIP Budget FY 2019/20 - 2023/24 Cash Available	\$7.0
Higher revenue collections and savings from closed projects	2.5
Addition of FY 2024/25 forecasted sources	5.6
Updated sales tax and income interest forecasts	-17.3
Replacement of General Funds with Stormwater Fees on 3 projects	8.3
City of Phoenix Fire Dispatch contract reimbursement	0.7
GF transfer from Police Operating budget to fully fund CAD/RMS project	0.3
CIP Proposed Budget FY 2020/21 - FY 2024/25 Starting Cash Balance	\$7.1

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CIP GENERAL FUND BUDGET (\$ MILLIONS)

Financial Policy No. 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:

- 25 percent of construction privilege tax revenues

- 100 percent of net interest income in excess of \$1.0 million

- two-thirds of the 1.1 percent sales tax collected on food for home consumption

will be transferred to the General Fund Capital Improvement Program in the following fiscal year unless otherwise directed by City Council.

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CIP GENERAL FUND BUDGET (\$ MILLIONS)

Updated Forecast

25 percent of construction privilege tax revenues	\$0.8
100 percent of net interest income in excess of \$1.0 million	(14.2)
two-thirds of the 1.1 percent sales tax collected on food for home consumption	
FY 2020/21 – 100%	
FY 2021/22 – 2024/25 – phase out 25% each year	(3.9)
	(\$17.3)

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CIP GENERAL FUND BUDGET (\$ MILLIONS)

	GF Project Cost	Amounts previously funded	Cash Balance \$7.1
Projects approved in prior years			
Enterprise Resource Planning System	-	3.7	\$7.1
National Fire Protection Association (NFPA) Station Standards	0.1	1.6	7.0
Renovate Fire Station 606	1.5	1.2	5.5
Jail Dormitory Phase I	(0.3)		5.8
Jail Dormitory Phase II	0.3		5.5
WestWorld Tent Removal	(0.7)		6.2
WestWorld Tent Fabric Panels Replacement	0.4		5.8
Records Management System and CAD Enhancements & Refresh	(0.5)		6.3
7-Replace Outdated 9-1-1 Computer Aided Dispatch & Records Mgt	0.7		5.6

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CIP GENERAL FUND BUDGET (\$ MILLIONS)

	GF Project Cost	Amounts previously funded	Cash Balance
New Requests			
Scottsdale Road Overhead Power Undergrounding	\$0.8		\$4.8
Bond 2019 - Tech projects – training & planning costs non-eligible for bond	0.3		4.5
Microwave and Radio System to Improve Coverage	0.3		4.2
Facilities Upgrade and Replacement	2.9		1.3
Crime Laboratory Equipment	0.4		0.9
Scottsdale Video Network Telecast/Production/Video Streaming	0.1		0.8
Police Portable and Vehicle Radio Replacement	0.6		0.2
IT Network Infrastructure	1.2		(1.0)
IT Server Infrastructure	1.3		(2.3)
Radio Channel Upgrade to Improve Capacity	0.2		(2.5)
Total	\$9.6		

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FY 2020/21 PROPOSED CIP BUDGET

Transportation
Sales Tax
(0.20%)

- 32 Projects
- \$38.7 million

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CIP TRANSPORTATION SALES TAX 0.20% BUDGET (\$ MILLIONS)

Adopted CIP Budget FY 2019/20 - 2023/24 Cash Available	\$1.3
Higher revenue collections and savings from closed projects	1.3
Addition of FY 2024/25 forecasted sources	12.7
Updated sales tax and income interest forecasts	4.0
Replacement of ALCP matching funds w/ 0.1% Transportation Sales Tax (2 proj.)	1.0
CIP Proposed Budget FY 2020/21 - FY 2024/25 Starting Cash Balance	\$20.3

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35

CIP TRANSPORTATION SALES TAX 0.20% BUDGET (\$ MILLIONS)

Financial Policy No. 26

Dedicated 0.2 percent privilege tax revenue for transportation improvements will be restricted to funding the planning, design, construction and acquisition costs associated with building, renovating, or enhancing capital projects for streets, highways, traffic control, and transit; and for transportation improvement operating expenses. No more than 50 percent of the privilege tax revenue for transportation improvements will be allocated to transportation improvement operating expenses.

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CIP TRANSPORTATION SALES TAX 0.20% BUDGET (\$ MILLIONS)

	Project Cost	Cash Balance \$20.3
Illuminated Street Signs	\$1.2	\$19.1
Pavement Overlay Program	6.6	12.5
* Osborn Road Complete Street: Hayden Road to Scottsdale Road	1.0	11.5
ADA Transition Plan Implementation	0.3	11.2
* ITS Infrastructure and Network Improvements	1.0	10.2
* Goldwater Boulevard Pedestrian & Bicycle Underpass at Scottsdale Road	0.7	9.5
Traffic Signal Construction	1.1	8.4
Sidewalk Improvements	0.2	8.2
Hayden Road and Chaparral Road Intersection Improvements	0.4	7.8
* Pedestrian Crossing Improvements	1.2	6.6
Bikeways Program	0.4	6.2
Transit Stop Improvements	1.1	5.1
Roadway Capacity & Safety Improvements	0.9	4.2
ITS Signal System Upgrades	(2.1)	6.3
Streetlight Replacement	0.7	5.6

* Project with other funding sources

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CIP TRANSPORTATION SALES TAX 0.20% BUDGET (\$ MILLIONS)

	Project Cost	Cash Balance
* Paving Unpaved Roads	(0.5)	6.1
Neighborhood Traffic Management Program	-	6.1
Dynamite Boulevard: Pima Road to 136 th Street Turn Bays	1.7	4.4
Buffered Bike Lane Installation	1.2	3.2
Shared-Use Path Sign Program	0.8	2.4
* Slurry/Milling Unpaved Alleys	1.2	1.2
Total	\$19.1	

* Project with other funding sources

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FY 2020/21 PROPOSED CIP BUDGET

Transportation
Sales Tax
(0.10%)

- Matching funds for the ALCP Program
- Approved by voters November 6, 2018 for a period of 10 years

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CIP TRANSPORTATION SALES TAX 0.10% BUDGET (\$ MILLIONS)

FY 2018/19 Cash Available	\$3.6
FY 2019/20 Estimate	14.1
FY 2020/21 – 2024/25 Estimate	64.5
CIP Proposed Budget FY 2020/21 - FY 2024/25 Starting Cash Balance	\$82.2

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CIP TRANSPORTATION SALES TAX 0.10% BUDGET (\$ MILLIONS)

Financial Policy No. 26A

Dedicated 0.1 percent privilege and use tax revenue for transportation improvement projects will be restricted to funding the planning, design, construction, and acquisition costs associated with building, renovating, or enhancing capital projects for streets, highways, and transportation improvements.

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CIP TRANSPORTATION SALES TAX 0.10% BUDGET (\$ MILLIONS)

	Transportation Sales Tax 0.1%	Total Project Cost
Raintree Drive: Scottsdale Road to Hayden Road	\$0.6	\$18.3
Pima Road: Pinnacle Peak Road to Happy Valley Road	0.3	30.5
Happy Valley Road: Pima Road to Alma School Road	1.1	20.8
Raintree Drive at ASR 101 Traffic Interchange	2.3	7.5
Frank Lloyd Wright Boulevard & ASR 101 Traffic Interchange	0.7	2.2
Scottsdale Road: Jomax Road to Dixileta Drive	5.3	23.8
Shea Boulevard Intersections: ARS 101 to 136 th Street	5.8	19.5
Pima Road: Happy Valley Road to Jomax Road	6.7	22.3
Hayden Road/Miller Road: Pinnacle Peak Road to Happy Valley Road	1.8	6.0
Pima Road: Dynamite Boulevard to Las Piedras	6.0	20.1
Pima Road: Chaparral Road to Thomas Road	1.1	9.5
Scottsdale Road: Thompson Peak Parkway to Pinnacle Peak Road Phase II	2.6	8.8
Scottsdale Road: Pinnacle Peak Parkway to Jomax Road	0.8	2.6
Scottsdale Road: Dixileta Drive to Carefree Highway	5.1	16.9
Carefree Highway: Cave Creek Road to Scottsdale Road	3.4	11.4

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42

CIP TRANSPORTATION SALES TAX 0.10% BUDGET (\$ MILLIONS)

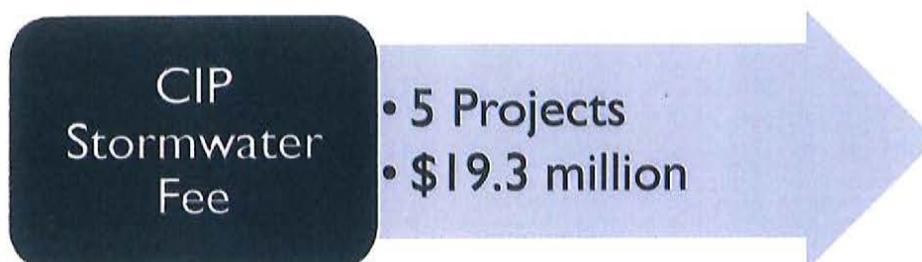
	Transportation Sales Tax 0.1%	Total Project Cost
Hayden Road at ASR 101 Interchange Improvements	1.6	5.3
Pima Road: Jomax Road to Dynamite Boulevard	3.5	11.7
Pima Road: Las Piedras to Stagecoach Pass	7.8	25.9
Mayo Blvd. Underpass & Union Hills Dr.: ARS 101 to 188 th St.	5.8	19.4
Legacy Drive – Hualapai Drive Connection	3.2	10.7
Total	\$65.4	\$293.2

Pima Road from Thomas Road to McDowell Road is included within a Salt River Pima-Maricopa Indian Community federal grant. SRP-MIC is managing this design and construction.

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FY 2020/21 PROPOSED CIP BUDGET



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CIP STORMWATER FEE BUDGET (\$ MILLIONS)

FY 2018/19 Cash Available	\$2.2
FY 2019/20 Estimate	2.8
FY 2020/21 – 2024/25 Estimate	18.7
CIP Proposed Budget FY 2020/21 - FY 2024/25 Starting Cash Balance	\$23.7

Based on recommendation to increase CIP stormwater fee \$1.00 per month, from \$3.00 to \$4.00.

45

45

CIP STORMWATER FEE BUDGET (\$ MILLIONS)

	CIP Stormwater Fee	Total Project Cost
Granite Reef Watershed Phase I	\$5.8	\$37.3
Reata Wash Flood Control	3.1	3.1
Rawhide Wash Flood Control COS Contribution	1.9	1.9
Pima Road: Pinnacle Peak Road to Happy Valley	8.4	30.5
Indian Bend Wash Levee Rehabilitation	0.1	0.1
Total	\$19.3	\$72.9

46

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FY 2020/21 PROPOSED CIP BUDGET

Bond 2019

- \$319 million
- 3 Questions approved by voters November 5, 2019

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CIP BOND 2019 BUDGET (\$ MILLIONS)

	FY 2019/20 Expenditures	FY 2020/21 - 2024/25	Future	Total
Q1 – Parks, Recreation & Senior Services	-	\$70.3	\$42.3	\$112.6
Q2 – Community Spaces & Infrastructure	-	102.1	10.2	112.3
Q3 – Public Safety & Technology	1.4	69.1	23.5	94.0
Total	\$1.4	\$241.5	\$76.0	\$318.9

48

48

CIP OTHER FUNDING SOURCES BUDGET (\$ MILLIONS)

Fund	FY 2020/21–2024/25 Budget	No. of New & Amended Projects
Enterprise Funds		
Aviation Funds & Related Grants	\$28.0	14
Water & Wastewater	\$476.0	48
Solid Waste	\$4.4	3
Arterial Lifecycle Program (ALCP)	\$234.0	20
Special Revenue		
Court Enhancement Funds	\$2.9	2
McCormick RR Park	\$0.8	1
TPC Basin	\$1.4	1
Fleet Management Fund	\$8.7	5

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QUESTIONS?

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Item 15

**Scottsdale Public Library
Late-Fine Free Information**

City Council Meeting – April 7, 2020

1

General Definition of Fines & Fees

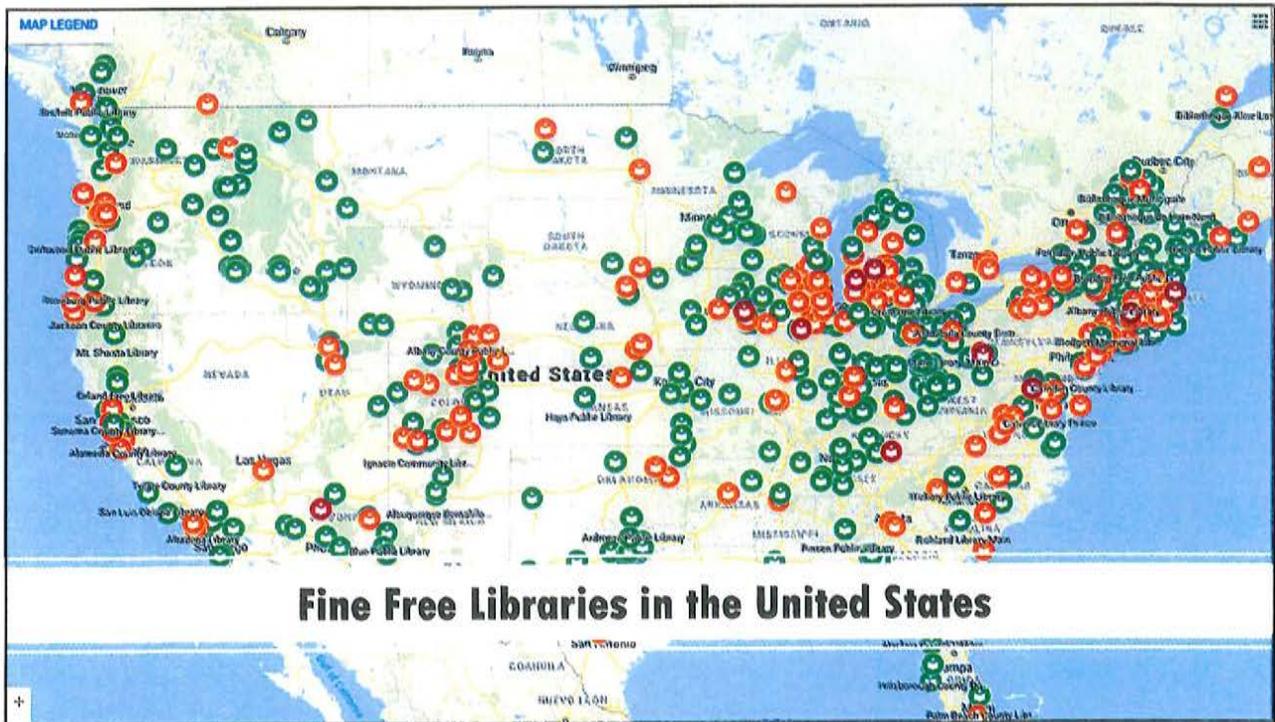
Fees at Scottsdale Public are the monetary charges assessed for library materials that are lost or damaged.

Fees = Unreturned/Damaged

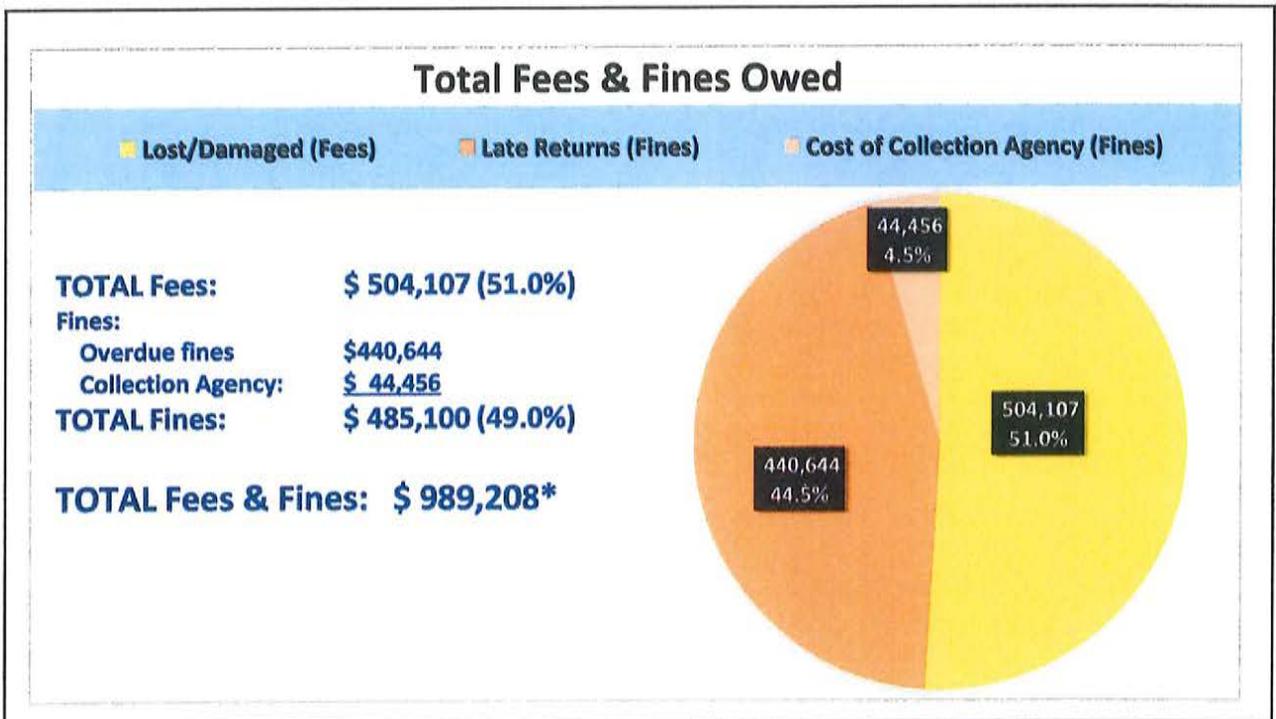
Fines at Scottsdale Public Library are the monetary charge assessed for library materials that are not returned on time.

Fines = Late Returns

2



3

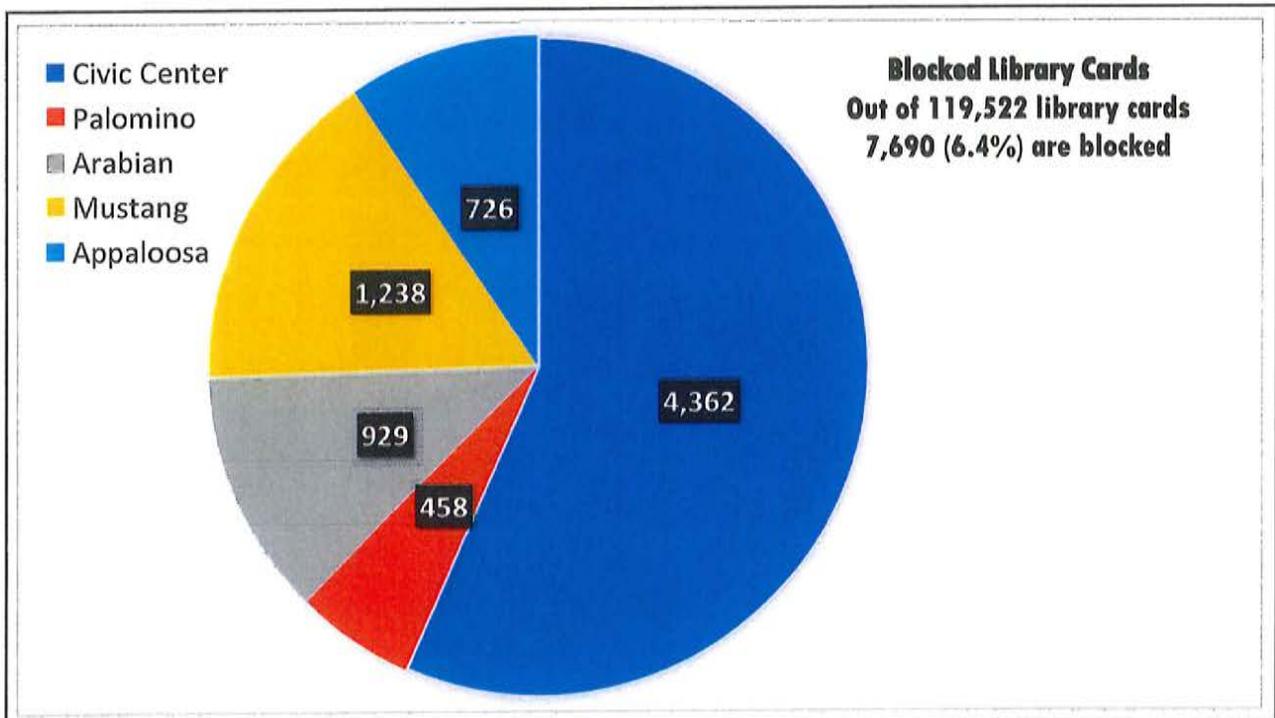


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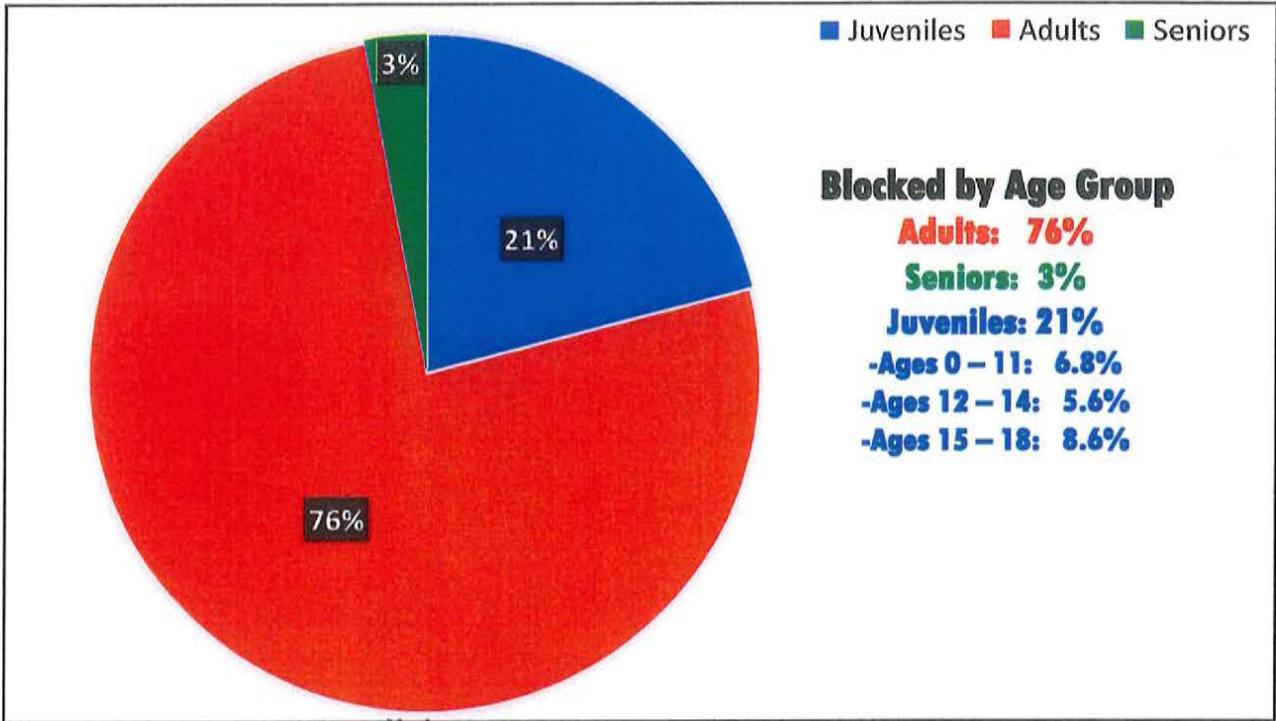
Fees and Fines by Media Type (since April 2014)

MEDIA	Lost/Damaged Fees	Late Charge Fines	Total Fees & Fines
Books	105,989.04 (45.0%)	179,979.62 (68.5%)	285,968.66 (57.4%)
DVDs	115,214.65 (48.9%)	71,432.67 (27.2%)	186,674.32 (37.4%)
Music CDs	10,279.01 (4.4%)	6,522.00 (2.5%)	16,801.01 (3.4%)
Books on CD (Audio)	4,218.64 (1.8%)	4,902.25 (1.9%)	9,120.89 (1.8%)
TOTALS	\$ 235,701.34 (47.3%)	\$ 262,836.54 (52.7%)	\$ 498,564.88

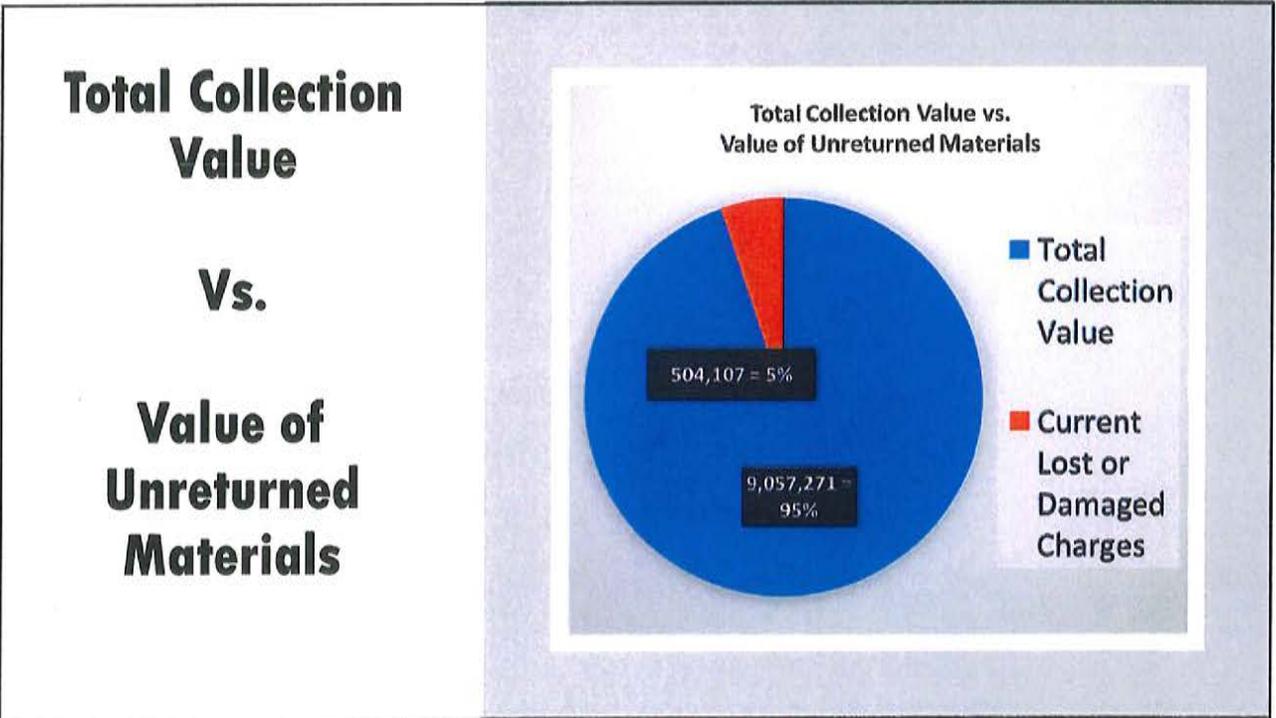
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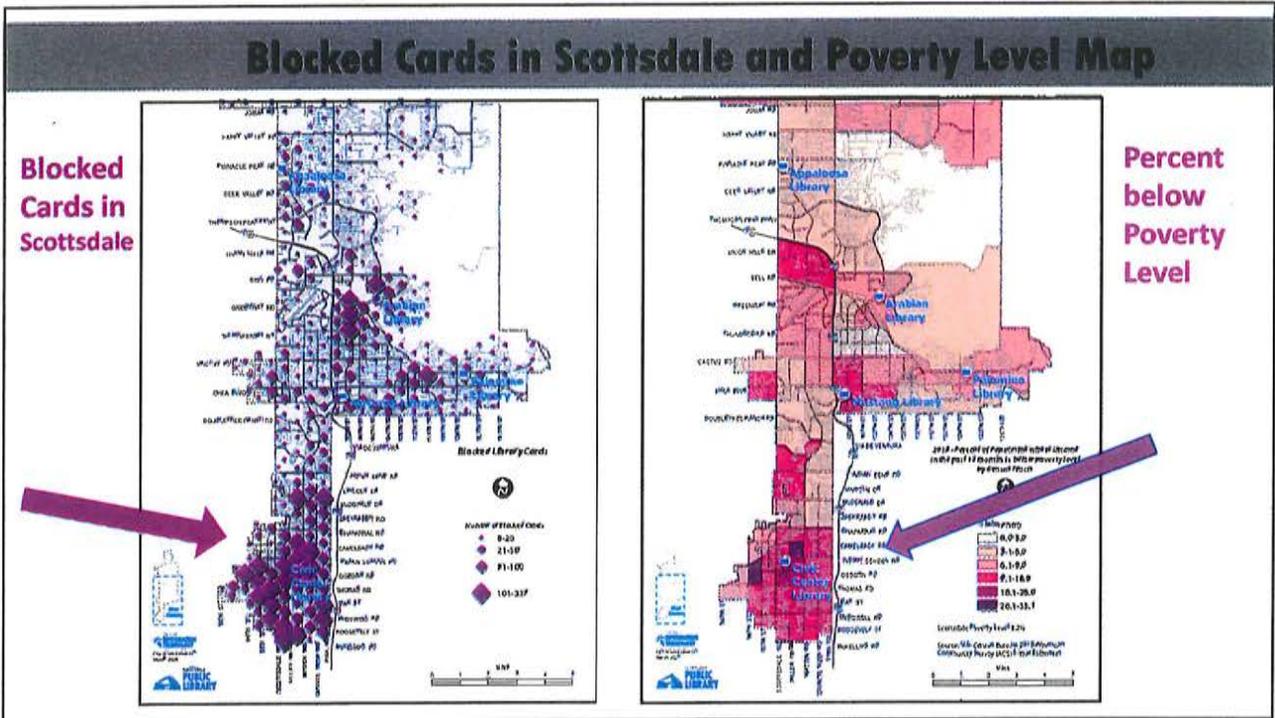
**Accountability Does Matter
Lost or Damaged Library Materials**

Fees are still be assessed to library guests who do not return library materials.

The actual lost or damaged library item cost will be billed on the guest's account.

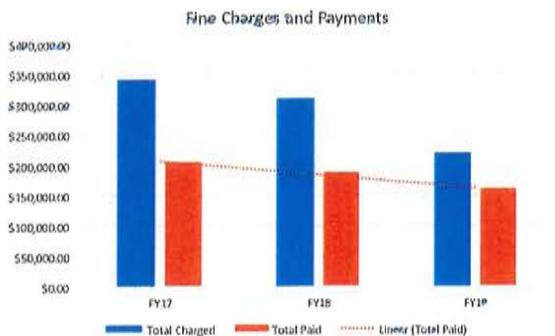
Accounts will continue to be blocked when materials are not returned in a timely manner.

9



10

Late Fines Paid in Scottsdale On average 64% of Fines Charged are Paid



	Total Charged	Total Paid
FY17	\$341,603.83	\$205,751.45
FY18	\$311,490.01	\$188,170.23
FY19	\$221,083.71	\$161,363.32

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**Let's talk about
the "F" word...**

...FINES! *(obviously!)*

The Scottsdale Public Library is presenting
a **LIMITED-TIME OFFER** to waive your FINES.

From April 1 (*no foolin'!*) through May 31, return
your overdue item to any of the Scottsdale Public Libraries
and speak with a staff member, and we'll delete
your FINES. It's that easy!

If you don't have any outstanding Library items
but owe past FINES, we'll delete those, too.

No catches, no questions asked*.

*Here's the fine print, because, well, there is always fine print.
This doesn't apply to replacement costs for lost or damaged items.
Visit ScottsdaleLibrary.org or call 480-332-READ (7323) for details.

Amnesty Program

Goals:

- Unblock Cards
- Get Materials Back
- Gather data from users

12

Wrap Up & Council Options to Consider for Fine Free

Adopt a motion to direct staff to continue the Library's Amnesty Program through May 31, 2020 and report back to Council with Scottsdale community specific results relating to the impact of fine elimination and the fiscal impact on the Library's operating budget.

OR

Adopt Resolution No. 11745 to approve the Scottsdale Public Library becoming a late-fine free library as recommended by the Scottsdale Library Board; and establishing an effective date of June 1, 2020.

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Thank You
Any Questions?

***Scottsdale Public Library's Mission:
Scottsdale Public Library, Putting People at the Heart of Dynamic Library Services.***

14

Southbridge Two

22-ZN-2018, 19-AB-2018, 4-DA-2019

City Council
April 7, 2020

Randy Grant

1



2

City Council approved the following on December 4, 2019:

- Adopted **Ordinance No. 4422** for a rezoning including approval of a Development Plan (**Resolution No. 11575**)
- Adopted **Resolution Nos. 11577, 11578, 11579 and 11646** for the abandonment of multiple alley and other rights-of-way to allow development of the proposed development project
- Adopted **Resolution No. 11576** authorizing **Development Agreement 2019-164-COS**
- Adopted **Resolution No. 11649** authorizing **Purchase and Sale Agreement 2019-199-COS** with Scottsdale Canal Project, LLC for the acquisition of 54,076 square feet of City property located west of Goldwater Boulevard and north of 5th Avenue for \$8,000,000

3

Approved Development Information

- Proposed Uses: Mix of residential, hotel, office, retail, restaurant
(200 hotel rooms, 215,000 sq. ft office/retail, 575 dwellings)
- Parcel Size: 9.94 acres gross / 6.49 acres net
- Building Height Proposed: Varies, maximum 150 feet in Type 3 (w/ bonus)
- Parking Provided: 1,500 spaces (entire development project)
- Floor Area: 1,208,511 square feet
- Density Proposed: 57.35 du/gross acre (achieved through bonus)

Development Information

22-ZN-2018

4

Possible City Council actions :

1. Keep the prior December 4, 2019 City Council approval and associated development approvals in place
2. Repeal prior zoning approval (**Ord. 4422, Resolution 11575**) and associated right-of-way abandonments (**Resolutions 11577, 11578, 11579 and 11646**) and terminate associated Development Agreement (**Resolution No. 11576** authorizing Development Agreement **2019-164-COS**) and Purchase and Sale Agreement (**Resolution 11649** authorizing Purchase and Sale Agreement **2019-199-COS**)

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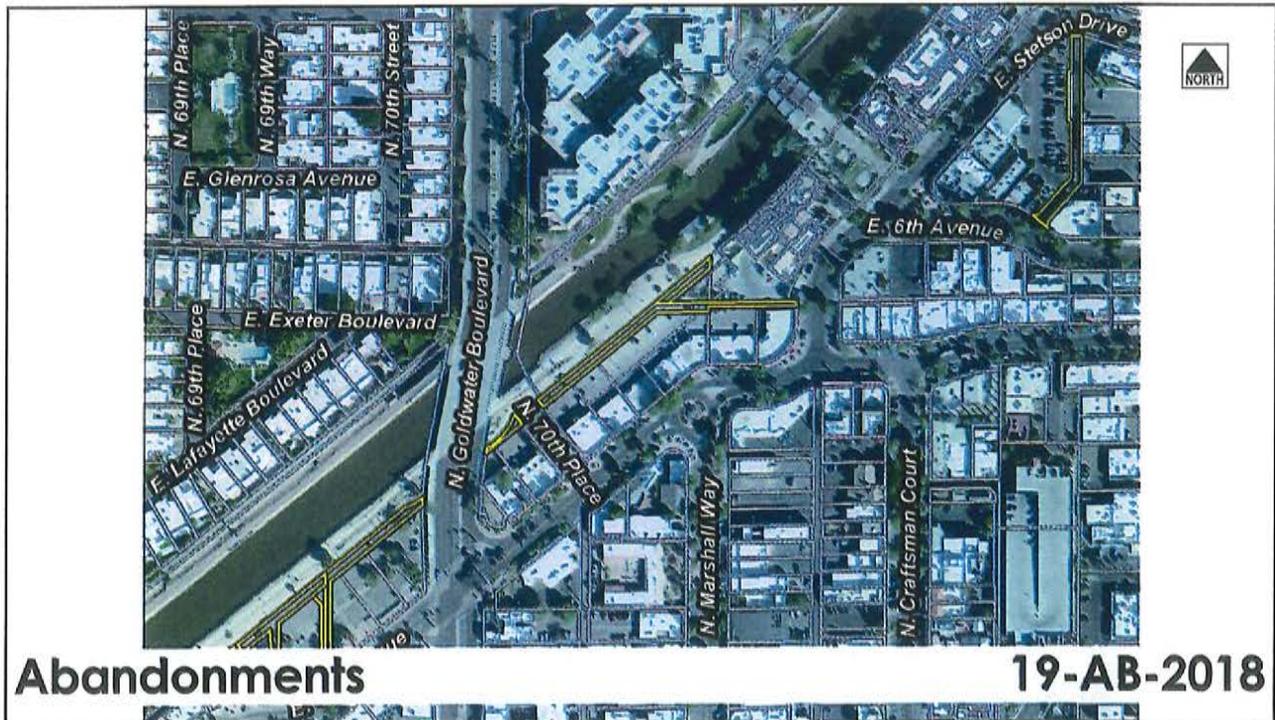
Southbridge Two

22-ZN-2018, 19-AB-2018, 4-DA-2019

City Council
April 7, 2020

Randy Grant

6



7

• Relocation of Neighborhood Utilities:	All Sites
• Canal Bank Improvements:	Site C
• Bob Parks Bronze Horse Fountain Plaza:	Site C (3,060 sf)
• Bob Parks Bronze Horse Fountain Relocation:	Site C
• Site B Accessway Dedication (Unger Way):	Site B
• Area B Plaza:	Site B (2,650 sf)
• Area C Accessway:	Site C
• Area A Accessway:	Site A
• Site A Raised Event Deck:	Site A
• 78 Spaces of Public Parking:	Site C

Abandonment Offsets/Community Benefits **19-AB-2018**

8

