SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, APRIL 20, 2021

DRAFT

CITY HALL KIVA
3939 N. DRINKWATER BOULEVARD
SCOTTSDALE, AZ 85251

CALL TO ORDER

Mayor David D. Ortega called to order a Regular Meeting of the Scottsdale City Council at 5:05 P.M. on Tuesday, April 20, 2021.

ROLL CALL

Present:	Mayor David D. Ortega; Vice Mayor Betty Janik; and Councilmembers Tammy Caputi, Tom Durham, Kathleen S. Littlefield, Linda Milhaven, and Solange Whitehead
Also Present:	City Manager Jim Thompson, City Attorney Sherry Scott, Acting City Treasurer Judy Doyle, City Auditor Sharron Walker, and City Clerk Ben Lane

PLEDGE OF ALLEGIANCE – Councilwoman Littlefield

MAYOR'S REPORT

Mayor Ortega reported that Molly Lillard, a young mother, was shot and killed by her husband earlier this month in Scottsdale. He asked for a moment of silence for Ms. Lillard. Mayor Ortega said there has been a significant increase in domestic violence homicides since the beginning of the pandemic. He encouraged those who are experiencing, or know someone who is experiencing, domestic violence to seek help from the Scottsdale Police or to contact the Chrysalis Shelter at 602-944-4999 or noabuse.org.

Mayor Ortega announced that Earth Day will be celebrated on Thursday, April 22, 2021. Last week, Mayor Ortega, Vice Mayor Janik, Councilwoman Littlefield, Councilwoman Whitehead, and the Daughters of the American Revolution – Winfield Scott Chapter planted trees in Zuni Park, as part of Scottsdale's Arbor Day celebration and commemoration of our Tree City USA. Mayor Ortega invited everyone to join in the celebration scheduled through the end of the month. For more information on the celebration, go to Scottsdaleaz.gov and search "Sustainable Scottsdale".

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

Presentations/Information Updates

- **Mayor's Committee on Employment of People with Disabilities Scholarship Awards**
  Presenter(s): Sharon Cini, Diversity/Inclusion Program Manager

Diversity/Inclusion Program Manager Sharon Cini presented a video update on the Mayor's Committee on Employment of People with Disabilities Scholarship Awards.

PUBLIC COMMENT

- Craig Ganz spoke on behalf of the Scottsdale Aquatic Club and expressed concern about Neptune Swim Club activities.
- Amanda Warfield thanked the Council for approving The Kimsey-Triangle project.

MINUTES

Request: Approve the Work Study Session Minutes of March 23, 2021.

MOTION AND VOTE - MINUTES

Vice Mayor Janik made a motion to approve the Work Study Session Minutes of March 23, 2021. Councilwoman Caputi seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

CONSENT AGENDA

1. **Ernie's Inn Liquor License (17-LL-2021)**
   Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 6 (bar) State liquor license for an existing location with a new owner.
   Location: 10443 N. Scottsdale Road
   Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

2. **Revel Scottsdale Liquor License (21-LL-2021)**
   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: 8225 E. Indian Bend Road
   Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

3. **Loyalty Restaurant & Lounge Liquor License (22-LL-2021)**
   Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for an existing location with a new owner.
   Location: 4209 N. Craftsman Court
   Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

4. **The Spot Neighborhood Grill Liquor License (23-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 12 (restaurant) State liquor license for an existing location with a new owner.
Location: 18251 N. Pima Road, Suite 120
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

5. **Rusty Spur Saloon Liquor License (24-LL-2021)**
Request: Consider forwarding a recommendation of approval to the Arizona Department of Liquor Licenses and Control for a Series 6 (bar) State liquor license for an existing location with a new owner.
Location: 7245 E. Main Street
Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

6. **Richards Abandonment (13-AB-2020)**
Request: Adopt **Resolution No. 12114** authorizing the abandonment of the eastern 10 feet of a 25-foot roadway easement along North Hayden Road within a ±1.05-acre site with Single-Family Residential (R1-35) zoning.
Location: 8008 E. Desert Cove Avenue
Staff Contact(s): Randy Grant, Planning and Development Services Director, 480-312-2664, rgrant@scottsdaleaz.gov

7. **Solid Waste Transfer Station Evaluation**
Request: Adopt **Resolution No. 12074** to authorize:
   1. A Fiscal Year 2020/21 Capital Budget appropriation transfer in the amount of $26,000 from the Solid Waste Vehicle Monitoring System (JB66) project to the Transfer Station Enhancements (BH06) project to be funded by the Sanitation Rates funding source.
   2. Engineering Services Contract No. 2021-021-COS with HDR Engineering, Inc., in the amount of $75,403.24, for engineering services for the development of an evaluation of the Solid Waste Transfer Station to identify opportunities to expand the services provided from the existing facility.

Location: 8417 E. Union Hills Drive
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov

8. **Airport Runway Rehabilitation Project Construction Phase Services Contract**
Request: Adopt **Resolution No. 12097** authorizing Construction Manager at Risk Contract No. 2021-026-COS with J. Banicki Construction, Inc., in the amount of $10,755,539.09, to provide construction phase services for the Runway Rehabilitation Project at the Scottsdale Airport.
Location: 15000 N. Airport Drive
Staff Contact(s): Gary Mascaro, Aviation Director, 480-312-7735, gmascaro@scottsdaleaz.gov

9. **WestWorld Horse Barns Renovation Project Construction Phase Services Contract**
Request: Adopt **Resolution No. 12119** authorizing Design Build Manager Contract No. 2021-045-COS with Caruso Construction, Inc., in the amount of $1,970,170, to provide phase one construction services for Bond 2019 Project 45 – Renovate WestWorld Horse Barns to Increase Rentable Space.
Location: 16601 N. Pima Road
Staff Contact(s): Dan Worth, Public Works Director, 480-312-5555, dworth@scottsdaleaz.gov

10. Scottsdale Stadium Facility Use License Agreement
Request: Adopt **Resolution No. 12132** to authorize:
1. Facility Use License Agreement No. 2021-046-COS with the San Francisco Giants Baseball Club, LLC, for the use of the Scottsdale Stadium for Minor League Training outside of the Spring Training use period in 2021.
2. The Scottsdale Stadium Coordinator or designee, to approve additional uses and services at the rates in the agreement.
3. The Mayor, the City Manager, or their designees to approve and execute such other documents as necessary to carry out the intent of the Resolution.

Location: 7408 E. Osborn Road
Staff Contact(s): Bill Murphy, Assistant City Manager, 480-312-7954, bmurphy@scottsdale.gov

11. Economic Development Strategic Plan
Request: Accept the Economic Development 5-Year Strategic Plan.
Staff Contact(s): Rob Millar, Economic Development Director, 480-312-2533, rmillar@scottsdaleaz.gov

12. Smart City Strategic Roadmap
Request: Accept the Scottsdale Smart City Strategic Roadmap.
Staff Contact(s): Brent Stockwell, Assistant City Manager, 480-312-7288, bstockwell@scottsdaleaz.gov

13. Arizona Thrives Alliance Participation
Request: Authorize the City of Scottsdale's participation in the Arizona Thrives Alliance.
Staff Contact(s): Rachel Smetana, Mayor's Chief of Staff, 480-312-7806, rsmetana@scottsdaleaz.gov and Brent Stockwell, Assistant City Manager, 480-312-7288, bstockwell@scottsdaleaz.gov

14. Bond 2019 Capital Improvement Projects Budget Transfers
Request: Adopt **Resolution No. 12123** authorizing the following Fiscal Year 2020/21 Capital Budget appropriation transfers for capital improvement projects to be funded by Bond 2019 proceeds:
1. $207,000 from Project 10 – Replace Tennis Court Surfaces at Indian School Park and Scottsdale Tennis Center (PG08) to Project 24 – Install High Efficiency Lighting at Four Facilities (PG07).
2. $223,000 from Project 50 – Renovate Arena at WestWorld (DG05) to Project 52 – Expand Restrooms in WestWorld North Hall (DG06).

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

15. Monthly Financial Report
Request: Accept the Fiscal Year 2020/21 Monthly Financial Report as of February 2021.
Staff Contact(s): Sylvia Dlott, Acting Budget Director, 480-312-2419, sdlott@scottsdaleaz.gov

MOTION AND VOTE – CONSENT AGENDA
Councilwoman Littlefield made a motion to approve Consent Agenda Items 1 through 15. Councilwoman Whitehead seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

REGULAR AGENDA

16. Anti-Discrimination Ordinance

Request: Adopt **Ordinance No. 4497** amending Scottsdale Revised Code, Chapter 14, Human Resources Management, by amending Section 14-1.1 and Chapter 15, Human Rights, Articles I and II by adding Sections 15-1 through 15-12, amending Sections 15-16 through 15-20 and adding Article III, Sections 15-21 through 15-32 as either:

a. Prohibiting discrimination based on actual or perceived race, color, religion, sex, national origin, age, sexual orientation, gender identify, or disability.
b. Prohibiting discrimination based on the above and adding United States military service.

Presenter(s): Sharon Cini, Diversity/Inclusion Program Manager
Staff Contact(s): Brent Stockwell, Assistant City Manager, 480-312-7288, bstockwell@scottsdaleaz.gov

Diversity/Inclusion Program Manager Sharon Cini gave a PowerPoint presentation (attached) on the proposed Anti-Discrimination Ordinance.

Mayor Ortega opened public testimony.

The following spoke in support of the anti-discrimination ordinance:

- Virginia Korte, former Scottsdale Councilmember
- Rabbi Dr. Robert L. Kravitz, Scottsdale resident
- Minister Andrew Ponder Williams, United Church of Christ
- Lauren Witte, One Community
- Chelsa Morrison, Phoenix resident
- Carmen Jandacek, Scottsdale resident
- Kari Archer, Marriott Business Council
- Dr. Thomas Czyz, AZTYPO Community
- Mindy Butler-Christensen, Scottsdale resident
- Jarryd Davis, Zillow
- Bastien Andruet, Arizona Multihousing Association

The following spoke in opposition to the anti-discrimination ordinance:

- Jim O'Connor, Scottsdale resident
- Cathi Herrod, Center for Arizona Policy
- George Ertel, Scottsdale resident

Mayor Ortega closed public testimony.

MOTION AND VOTE – ITEM 16

Councilmember Milhaven made a motion to adopt Ordinance No. 4497, Option A, prohibiting discrimination based on actual or perceived race, color, religion, sex, national origin, age, sexual orientation, gender identity, or disability. Councilwoman Whitehead seconded the motion, which carried 7/0, with Mayor Ortega; Vice Mayor Janik; and Councilmembers Caputi, Durham, Littlefield, Milhaven, and Whitehead voting in the affirmative.

17. Monthly Financial Update and Quarterly Capital Improvement Plan Update
Request: Receive, discuss, and provide possible direction on the City Treasurer's monthly financial presentation as of March 2021.
Presenter(s): Judy Doyle, Acting City Treasurer and Dave Lipinski, City Engineer
Staff Contact(s): Sylvia Dlott, Acting Budget Director, 480-312-2419, sdlott@scottsdaleaz.gov

Acting City Treasurer Judy Doyle gave a PowerPoint presentation (attached) on the City's financial status as of March 2021.

City Engineer Dave Lipinski gave a PowerPoint presentation (attached) on the City's Capital Improvement Plan for the first quarter of 2021.

There was no City Council action taken on this item.

18. *Proposed Fiscal Year (FY) 2021/22 Operating Budget and Capital Improvement Plan*
Request: Presentation, discussion, and possible direction to staff regarding the Proposed FY 2021/22 Operating Budget and Capital Improvement Plan.
Presenter(s): Judy Doyle, Acting City Treasurer and Dave Lipinski, City Engineer
Staff Contact(s): Sylvia Dlott, Acting Budget Director, 480-312-2419, sdlott@scottsdaleaz.gov

Acting City Treasurer Judy Doyle gave a PowerPoint presentation (attached) on the Fiscal Year 2021/22 Operating Budget.

City Engineer Dave Lipinski gave a PowerPoint presentation (attached) on the proposed Fiscal Year 2021/22 Capital Improvement Plan.

Council made the following suggestions:

- Provide a comparison of the number of employees and service levels prior to the COVID-19 pandemic and during the COVID-19 pandemic for the purpose of evaluating funding needs.
- Increase funding for sustainability staffing.
- Increase the number of code enforcement officers.
- Provide information on the program related to librarians and other staff who reviewed and amended contracts during the pandemic.
- Provide status on the diversion of food tax revenues.
- Provide guidance on the next tranche of CARES Act funding and potential restrictions including the addition of a line item to address affordable housing.
- Have a robust discussion on definition of affordable housing and possible long-term effects.

MAYOR AND COUNCIL ITEMS – None

ADJOURNMENT

The Regular City Council Meeting adjourned at 7:43 P.M.

SUBMITTED BY:

Ben Lane

Ben Lane, City Clerk

Officially approved by the City Council on _____

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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 20th day of April 2021.

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

DATED this 8th day of June 2021.

_____

Ben Lane, City Clerk

Proposed Anti-Discrimination Ordinance

City Council meeting

April 20, 2021

1

Tonight's agenda item

Motion: Adopt Ordinance No. 4497 amending Scottsdale Revised Code Chapter 14, Human Resources Management, and Chapter 15, Human Rights, AND

A. Prohibiting discrimination based on actual or perceived race, color, religion, sex, national origin, age, sexual orientation, gender identity, or disability, OR

B. Prohibiting discrimination based on actual or perceived race, color, religion, sex, national origin, age, sexual orientation, gender identity, disability, or U.S. military service.

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An overview of the Anti-Discrimination Ordinance:

The ordinance represents a public commitment to the concept of fairness and equity in our community and action for compliance.

The ordinance proposed here would:

- ✓ Require local businesses and employers to comply with the law
- ✓ Provide a mechanism for responding to complaints
- ✓ Subject violators to civil prosecution

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Updated ordinance covers two separate areas:

CITY GOVERNMENT	COMMUNITY
• Employees and volunteers • Contractors, vendors, consultants • Elected and appointed officials	• Businesses who serve the public • Employers • Housing

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The question of veterans/U.S. military service as a protected class

- Similar ordinances in Arizona (Mesa, Tempe, Flagstaff, Sedona) include "Veteran Status" as a protected class (definitions vary)
- Scottsdale's Veterans Advisory Commission initially recommended similar protection in this draft ordinance, but revisited the topic April 7
- On April 7, the VAC voted 6-1 to rescind its earlier recommendation
- **The commission no longer recommends that the list of those protected under the proposed anti-discrimination ordinance be expanded to include veterans and others related to veterans (Option A).**

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The Human Relations Commission recommendation:

- Based upon the VAC's initial recommendation to include "Veteran Status" as a protected class, the Human Relations Commission voted March 8 to recommend that veterans be protected in the draft ordinance
- After the VAC's vote to rescind that recommendation, the HRC voted April 12 to remove veterans as a protected class and return to their original recommendation:
- **Adopt the proposed Anti-Discrimination Ordinance which includes race, color, religion, sex, national origin, age, sexual orientation, gender identity or disability as protected classes (Option A).**

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Ordinance options:

Option A	Option B
Covers race, color, religion, sex, national origin, age, sexual orientation, gender identity or disability as protected classes	Covers all Option A classes and adds U.S. military status (Includes veteran status, active duty status, current service in the National Guard or Reserves)

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Other clarifications

- First Amendment and other state and federal rights, protections or privileges are not impacted by this ordinance (Sec. 15-11)
- The relevant Internal Revenue Code section has been referenced regarding bona fide private membership clubs (Sec. 15-17(A))
- The provision that made each day a violation continues a separate violation has been removed (Sec. 15-18(B)(1))
- Housing exception clarified regarding to selection of a person to reside within a home occupied by the person making the selection (15-23(b)(3))
- "Discrimination also includes unfavorable different or separate treatment of a person based on the person's association with someone of a [protected class]." (Sec. 15-4 and 15-16(D)
- Overall review and edits for clarity, consistency and coverage

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Next steps:

- If Ordinance No. 4497 is adopted tonight, staff will reach out to the business community, and will also reach out to city employees, volunteers, appointed officials, and contractors, vendors and consultants to educate and inform about the ordinance prior to the effective date

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Tonight's agenda item

Motion: Adopt Ordinance No. 4497 amending Scottsdale Revised Code Chapter 14, Human Resources Management, and Chapter 15, Human Rights, AND

A. Prohibiting discrimination based on actual or perceived race, color, religion, sex, national origin, age, sexual orientation, gender identity, or disability, OR

B. Prohibiting discrimination based on actual or perceived race, color, religion, sex, national origin, age, sexual orientation, gender identity, disability, or U.S. military service.

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Monthly Financial Update – March 31, 2021

City Council Meeting – April 20, 2021

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General Fund Operating Sources March 2021: Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 2018/19 Actuals	FY 2019/20 Actuals	FY 2020/21 Actuals	FY 2020/21 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Taxes - Local	$109.5	$121.2	$114.5	$97.6	$16.9	17%
Property Tax	21.0	21.8	23.6	22.1	1.5	7%
State Shared Revenues	49.1	52.8	58.6	53.1	5.5	10%
Charges for Service/Other	9.2	9.2	10.2	8.7	1.5	17%
License Permits & Fees	6.1	6.2	5.5	4.5	1.0	23%
Fines Fees & Forfeitures	5.7	5.8	4.7	5.5	(0.7)	(13%)
Interest Earnings	2.8	3.3	2.5	2.6	(0.1)	(4%)
Building Permit Fees & Charges	12.0	14.7	12.5	12.3	0.2	2%
Indirect/Direct Cost Allocations	5.0	5.6	5.4	5.3	-	-
Transfers In	8.5	9.0	8.8	7.9	0.9	11%
Total Sources	$228.7	$249.5	$246.2	$219.6	$26.7	12%

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General Fund Operating Sources: 1% Sales Tax
March 2021: Fiscal Year to Date
(in millions: rounding differences may occur)

	FY 2018/19 Actuals	FY 2019/20 Actuals	FY 2020/21 Actuals	FY 2020/21 Revised Budget	Actual vs Budget Favorable / (Unfavorable) Amount	Percent
Automotive	$13.4	$13.9	$13.8	$11.0	$2.8	26%
Construction	7.8	8.2	9.2	6.4	2.9	45%
Dining/Entertnmnt	8.0	8.9	7.2	5.0	2.2	45%
Food Stores	5.9	6.4	6.6	6.6	-	-
Hotel/Motel	4.8	5.4	3.0	2.1	0.9	43%
Major Dept Stores	7.2	8.1	7.3	7.2	0.1	2%
Misc Retail Stores	16.2	19.3	21.1	16.5	4.6	28%
Other Activity	10.0	10.9	11.6	8.9	2.7	31%
Rental	12.6	14.2	12.4	12.8	(0.4)	(3%)
Utilities	3.5	3.7	3.6	3.9	(0.3)	(8%)
Sales Tax Total	$89.4	$99.0	$95.9	$80.3	$15.6	19%

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General Fund Operating Uses by Category
March 2021: Fiscal Year to Date
(in millions: rounding differences may occur)

	FY 2018/19 Actuals	FY 2019/20 Actuals	FY 2020/21 Actuals	FY 2020/21 Revised Budget	Actual vs Budget Favorable / (Unfavorable) Amount	Percent
Personnel Services*	$146.2	$155.3	$136.7	$139.8	$3.0	2%
Contractual Services	43.3	46.4	43.3	46.1	2.8	6%
Commodities	5.0	5.5	5.0	5.1	0.2	3%
Capital Outlays	0.4	0.3	0.6	0.5	(0.1)	(28%)
Contracts Payable & COPs	1.6	1.6	0.4	0.4	-	-
Transfers Out	1.7	2.9	4.8	-	(4.8)	n/a
Total Uses	$198.2	$212.0	$190.7	$191.8	$1.1	1%
*Pay Periods thru March:	19	19	19			

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General Fund Operating Uses: Personnel Services
March 2021: Fiscal Year to Date
(in millions: rounding differences may occur)

	FY 2018/19 Actuals	FY 2019/20 Actuals	FY 2020/21 Actuals	FY 2020/21 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Salaries*	$96.0	$100.6	$87.0	$88.3	$1.3	1%
Overtime	$6.4	$7.6	$6.6	$6.9	$0.3	5%
Health/Dental	$13.7	$14.8	$12.8	$12.8	$ -	-
Fringe Benefits	$6.7	$7.2	$6.7	$6.8	$0.2	2%
Retirement	$22.9	$24.6	$23.5	$24.7	$1.2	5%
Contract Workers	$0.5	$0.6	$0.1	$0.1	$ -	-
Personnel Services Total	$146.2	$155.3	$136.7	$139.8	$3.0	2%
*Pay Periods thru March:	19	19	19			

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General Fund Operating Division Expenditures
March 2021: Fiscal Year to Date
(in millions: rounding differences may occur)

	FY 2018/19 Actuals	FY 2019/20 Actuals	FY 2020/21 Actuals	FY 2020/21 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Mayor & Council and Charter Officers	$19.7	$21.2	$20.1	$21.0	$0.9	4%
Administrative Services	10.8	11.4	11.5	11.9	0.4	3%
Community and Economic Development	15.7	16.5	15.8	16.0	0.1	1%
Community Services	28.9	29.7	26.3	26.8	0.5	2%
Public Safety - Fire	32.3	35.4	29.1	29.0	-	-
Public Safety - Police	73.6	79.3	68.1	71.4	3.4	5%
Public Works	13.9	13.9	14.6	15.2	0.6	4%
Total	$194.9	$207.4	$185.6	$191.4	$5.8	3%

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General Fund Results: Summary
March 2021: Fiscal Year to Date
(in millions: rounding differences may occur)

	FY 18/19 Actual	FY 19/20 Actual	FY 20/21 Actual	FY 20/21 Budget	Actual Vs. Budget Fav/(Unf)	Actual Vs. Budget %
Sources	$228.7	$249.5	$246.2	$219.6	$26.7	12%
Uses	$198.2	$212.0	$190.7	$191.8	$1.1	1%
Change in Fund Balance	$30.5	$37.5	$55.5	$27.8	$27.8	

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FY 2020/21 CIP Quarterly Update
Quarter 3

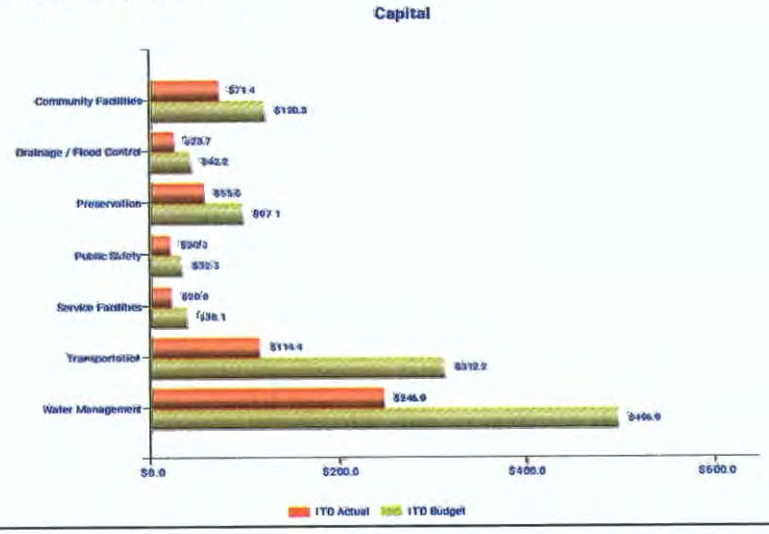
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CIP Expenditures by Program Quarter 3

(in millions: rounding differences may occur)



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CIP Expenditures by Program Quarter 3

(in millions: rounding differences may occur)

Program	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance
Community Facilities	$8.6	$120.3	$71.4	$48.9
Drainage / Flood Control	0.9	42.2	23.7	18.5
Preservation	1.3	97.1	55.0	42.1
Public Safety	0.9	32.3	20.0	12.3
Service Facilities	1.7	38.1	20.8	17.4
Transportation	6.9	312.2	114.4	197.8
Water Management	15.7	496.9	246.9	250.0
Total	**$36.1**	**$1,139.1**	**$552.2**	**$586.9**

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CIP Expenditures by Funding Source Quarter 3

(in millions; rounding differences may occur)

Funding Source	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance
Arterial Life Cycle Program (ALCP)	0.1	$121.3	$17.6	$103.6
Aviation	2.0	28.5	10.3	18.2
Fleet	-	8.3	3.4	4.9
G.O. Bonds	4.1	93.9	41.2	52.7
General Fund	6.7	51.4	39.6	11.8
Intergovernmental Agreements (IGA)	-	11.5	7.0	4.5
MPC Bonds	0.8	103.8	97.7	6.2
Other	0.2	19.4	9.1	10.4
Preservation	1.3	97.1	55.0	42.1
Solid Waste	0.1	3.8	2.2	1.6
Stormwater	0.1	14.4	1.3	13.2
Tourism Development	-	10.6	5.9	4.7
Transit Life Cycle Program (TLCP)	-	0.5	-	0.5
Transportation Grants	1.7	12.3	5.0	7.3
Transportation Sales Tax	2.7	79.8	40.2	39.5
Transportation Sales Tax 2019	0.4	16.2	0.8	15.4
Water & Water Reclamation	15.8	466.4	216.0	250.4
Total	$36.1	$1,139.1	$552.2	$586.9

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CIP Significant Projects Quarter 3

- Bond 2015 Projects
- Bond 2019 Projects
- Raintree Drive Scottsdale to Hayden
- Thomas Groundwater Facili

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Bond 2015 Updates
Question 5 – Public Safety Fire Station 603

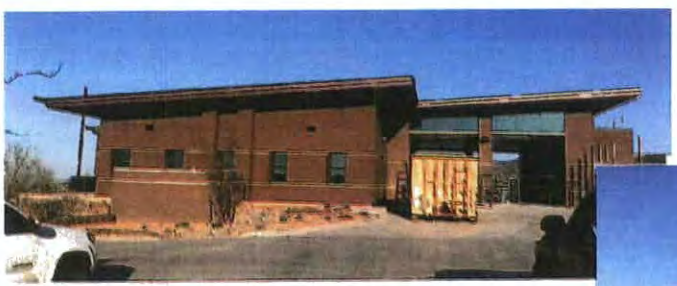
(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Public Safety:							
Fire Station 603	G.O. Bonds	$7.9	$0.0	$7.9	$7.4	$0.5	Fall 2020
	General Fund	0.5	0.1	0.5	0.3	0.2	
	In Lieu Fees	0.0	0.0	0.0	0.0	0.0	
	Total	$8.4	$0.1	$8.4	$7.7	$0.7	

Comment: Fire Station 603 was put into service on December 3rd. Finalizing punch list and contract closeout.

13

Bond 2015 Updates
Question 5 – Public Safety Fire Station 616





14

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Bond 2015 Updates
Question 5 – Public Safety Fire Station 616

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Public Safety:							
Fire Station 616 Design& Construction	G.O. Bonds	$3.7	$0.0	$3.7	$3.6	$0.1	Winter 2021
	General Fund	1.8	0.6	1.8	1.0	0.8	
	Total	$5.5	$0.6	$5.5	$4.6	$0.9	

Comment: Working on final punch list items and building commissioning.

15

Bond 2019 Updates
Question 1 – Parks, Recreation and Senior Services

Project 10 – Replace Tennis court Surfaces at Indian School Park and Scottsdale Tennis Center



Indian School Park (13 Courts)



Scottsdale Ranch Park, (10 Courts)



16

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Bond 2019 Updates
Question 1 – Parks, Recreation and Senior Services

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Community Facilities:							
10-Replace Tennis Court Surface at Indian School Park and Scottsdale Tennis Center	G.O. Bonds	$3.5	$0.4	$3.5	$3.1	$0.4	Winter 2021
	Grants	0.1	0.0	0.1	0.1	0.0	
	General Fund	0.0	0.0	0.0	0.0	0.0	
	Total	$3.6	$0.4	$3.6	$3.2	$0.4	

Comment: Project complete. Approximately $200,000 in project savings. Request to move savings to Q1, P24 – Install High Efficiency Lighting at Four Facilities.

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Bond 2019 Updates
Question 1 – Parks, Recreation and Senior Services

Project 24 – Install High Efficiency Lighting at Four Facilities







- Horizon Park, Pima & Laguna Schools - Complete
- Scottsdale Sports – Spring 2021
- Anticipated budget shortfall

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Bond 2019 Updates
Question 1 – Parks, Recreation and Senior Services

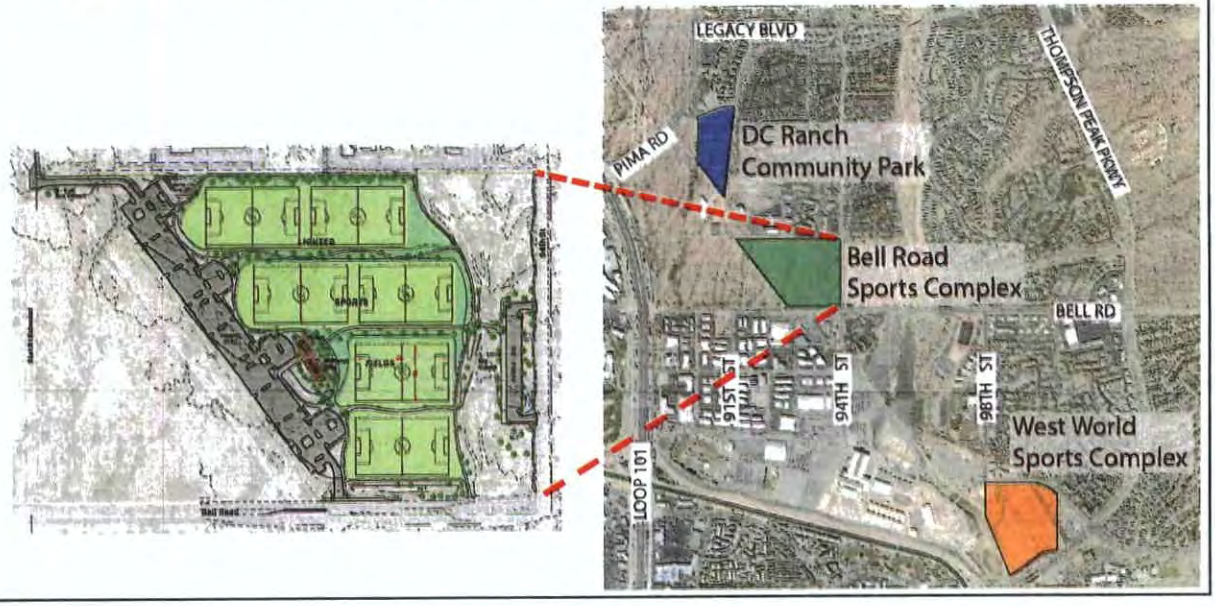
(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Community Facilities:							
24-Install High Efficiency Sports Lighting at 4 Facilities	G.O. Bonds	$1.2	$0.0	$1.2	$0.8	$0.4	June 2021
	General Fund	0.0	0.0	0.0	0.0	0.0	
	Total	$1.2	$0.0	$1.2	$0.8	$0.4	

Comment: Contract for construction approved by City Council on 10/6/2020. Construction is as follows:
Pima School – Complete
Laguna School – Complete
Horizon Park - Complete
Scottsdale Sports complex will be competed after design and public outreach are complete. Savings requested from Q1, P10 – Replace Tennis Court Surfaces at Indian School Park and Scottsdale Tennis Center to complete Scottsdale Sports Complex lighting.

19

53-Build Multi-Use Sport Fields in the Area of Bell Road



20

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Bond 2019 Updates
Question 1 – Parks, Recreation and Senior Services

Project 53 – Build Multi-Use Sports Fields in the Area of Bell Road



21

Bond 2019 Updates
Question 1 – Parks, Recreation and Senior Services

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Community Facilities:							
53-Build Multi-Use Sport Fields in the Area of Bell Road	G.O. Bonds	$40.0	$2.8	$30.5	$3.8	$26.8	
	General Fund	0.0	0.0	0.0	0.0	0.0	
	Total	$40.0	$2.8	$30.5	$3.8	$26.8	

Comment: Construction underway on the first phase of fields. Working toward installation of stolons (grass) in late July, early August.

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Bond 2019 – Question 1 - FY 2020/21 Projects

Question 1

No.	Title	Status
2	Add Splash Pad and Improve Walkways at McCormick-Stillman Railroad Park	On hold due to Covid-19
23	Repair Lakes and Irrigation at Vista del Camino Park in the Indian Bend Wash	Negotiating design contract with selected firm.
55	Build a 17-Acre Park at Ashler Hills Drive & 74th Way (Whisper Rock)	Design underway. Beginning public outreach in the next 2-3 months.

23

Bond 2019 Updates
Question 2 – Community Spaces & Infrastructure

Project 1 -Replace Aging Infrastructure and Improve Public Event Spaces on Civic Center Plaza



24

Bond 2019 Updates
Question 2 – Community Spaces & Infrastructure

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Community Facilities:							
1-Replace Aging Infrastructure and Improve Public Event Spaces on Civic Center Plaza	G.O. Bonds	$27.3	$0.3	$4.0	$0.3	$3.7	FY 2022/23
	General Fund	0.0	0.0	0.0	0.0	0.0	
	Total	$27.3	$0.3	$4.0	$0.3	$3.7	

Comment: Project team is working toward a public outreach launch and determining the first phase of construction to begin this summer.

25

Bond 2019 Updates
Question 2 – Community Spaces & Infrastructure

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Community Facilities:							
50-Renovate Arena at WestWorld to Provide Flexible Event Space	G.O. Bonds	$1.0	$0.0	$1.0	$0.8	$0.2	Winter 2020
	General Fund	0.0	0.0	0.0	0.0	0.0	
	Total	$1.0	$0.0	$1.0	$0.8	$0.2	

Comment: Project is complete. ~$220,000 in savings. Request to move savings to Q2, P52 Expand Restrooms in WestWorld North Hall.

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Bond 2019 – Question 2 - FY 2020/21 Projects

Question 2

No.	Title	Status
45	Renovate Horse Barns to Increase Rentable Space	GMP #1 for Procurement of material to City Council 4/20/21.
46	Replace the Public Address System at WestWorld	Design complete. Construction anticipated summer 2021.
47	Replace WestWorld Arena Lights	Design complete. Construction anticipated summer 2021.
52	Expand Restrooms in WestWorld North Hall	Construction anticipated summer 2021. Savings requested from Q2, P50 .
57	Install Solar Systems at the North corporation Campus	Coordinating with new CIP at NCY.
63	Build Parking Structures in Old Town Scottsdale	Project not started.

27

Bond 2019 Updates
Question 3 – Public Safety & Technology

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Public Safety:							
4-Replace Outdated Emergency Response Equipment for Fire Department	G.O. Bonds	$2.1	$0.0	$2.1	$1.4	$0.6	December 2021
	General Fund	0.6	0.0	0.6	0.6	0.0	
	Total	$2.7	$0.0	$2.7	$2.0	$0.6	

Comment: Project is complete. Working to close project, ~$630,000 in bond savings.

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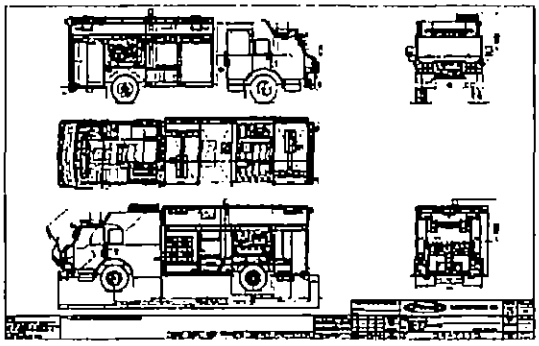
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Bond 2019 Updates
Question 3 – Public Safety & Technology

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Public Safety:							
44-Replacement of Fire Utility Truck to be used on fire ground activity and response to Hazardous Materials and Technical Rescue *Incidents*	G.O. Bonds	$0.8	$0.8	$0.8	$0.8	$0.0	June 2021

Truck has been ordered and anticipate delivery in summer 2021.



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Bond 2019 – Question 3 - FY 2020/21 Projects

Question 3

No.	Title	Status
5	Modernize Computer Equipment Rooms to Protect City Servers	McKellips Room UPS replacement starting. SCA UPS replacement was more than budgeted, additional funds were requested in the 2021/22 CIP.
6	Replace Emergency Power Source for Public Safety Radio Network	Year 2 of 3 complete.
7	Replace Outdated 911 Computer Aided Dispatch and Records Management to Improve Efficiency	Contract going to City Council in May.
8	Replace Website Management Software	Negotiating contract with vendor
9	Install Fiber Optic Infr. to Reduce Operating Costs	Project on-going
11	Replace Document Management System to Improve Public Access to Information	Negotiating contract with vendor
12	Update Scottsdale's 15 Year-old Digital Terrain Model	Delayed until FY 2021/22.
14	Replace Obsolete Planning and Permitting Software	Working on RFP process for vendor selection.

30

Bond 2019 – Question 3 - FY 2020/21 Projects

Question 3

No.	Title	Status
16	Replace the City's Obsolete Training Software	Complete. Training software deployed.
26	Replace Deteriorating Vehicle Track at the Police and Fire Training Facility	Design team is working toward 30% design plans.
27	Modernize and Expand the Police and Fire Training Facility	
38	Build a New Fire Department Training Facility	
29	Replace Workstations at 911 Communications Dispatch Center to Accommodate New Technology	On hold per PD request.
35	Install Bullet Proof Glass in Reception Areas of Police Department Facilities	90% plans submitted for review.
38	Provide Free Wi-Fi at the Civic Center Plaza	Being delivered with Civic Center Mall
37	Implement an Inventory and Asset Control System for City Technology	Project not started.

31

Raintree Drive: Scottsdale Road to Hayden Road

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Transportation:							
Raintree Drive: Scottsdale Road to Hayden Road	Arterial Life Cycle Program (ALCP)	$19.5	$0.0	$19.5	$7.8	$11.7	December 2021
	Bond 2000	1.0	0.0	1.0	1.0	0.0	
	Downtown Cultural Trust	0.1	0.0	0.1	0.0	0.1	
	Arts in Public Places	0.1	0.0	0.1	0.0	0.1	
	Transportation Sales Tax 0.1%	0.6	0.0	0.7	0.0	0.7	
	Transportation Sales Tax 0.2%	6.8	0.6	6.8	1.9	4.9	
	Total	$28.1	$0.6	$28.1	$10.7	$17.4	

Comment: Private utility relocations ongoing. Construction beginning May 2, 2021.

32

Thomas Groundwater Treatment Facility

(in millions: rounding differences may occur)

	Funding Source	5 - Year Budget	FY 2020/21 Quarter 3 Actuals	FY 2020/21 ITD Budget	FY 2020/21 ITD Actual	Remaining Budget Balance	Completion Date
Water Management:							
Thomas Groundwater Treatment Facility	Water Rates	$18.5	$2.1	$18.5	$15.8	$2.7	June 2021
	MPC Bonds	12.9	0.0	12.9	12.9	0.0	
	Total	$31.4	$2.1	$31.4	$28.7	$2.7	

Comment: Contractor is working on Maricopa County final signoff before entering 30-day commissioning period.

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Completed Projects – Quarter 3 FY 2020/21

- Community Facilities
  - Aquatics Chemical System Replacement
  - McCormick-Stillman Railroad Park Restroom Building Replacement
  - WestWorld Access and Infrastructure
- Service Facilities
  - Additional Compressed Natural Gas (CNG) Station
- Transportation
  - Perimeter Service Road Rehabilitation
  - Ceiling Improvements at Airport OPS Building
  - Drinkwater Bridge Interim Structural Repairs

34

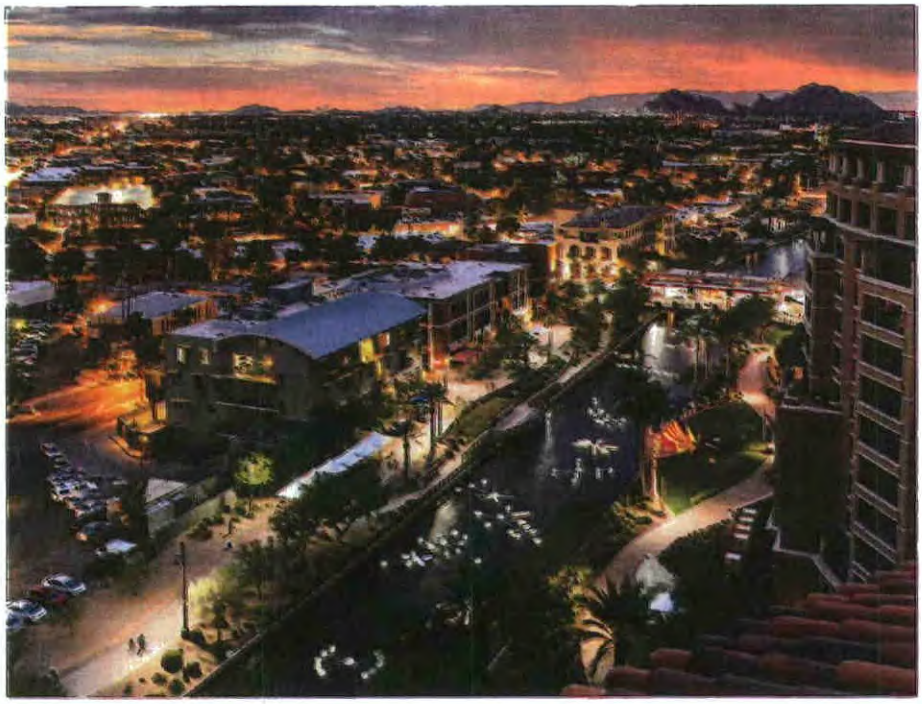
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Completed Projects – Quarter 3 FY 2020/21

Appropriation that reverted back to Fund Balance	
Aviation	$105,826
General Fund	34,237
Transportation Sales Tax 0.2%	421,166
Solid Waste	871,645
Total	$1,432,874

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Item 18
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FY 2021/22 PROPOSED OPERATING & CAPITAL BUDGET OVERVIEW

CITY COUNCIL APRIL 20, 2021

City Council Budget Review Schedule

Tue., April 20	Present FY 2021/22 Proposed Budget
Tue., May 18	Public Hearing and Tentative Budget Adoption; Final Adoption of Rates & Fees
Tue., June 8	Public Hearing and Final Budget Adoption; Truth in Taxation Hearing
Tue., June 22	Public Hearing and Final Adoption of Tax Levies

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Operating Budget Overview
Judy Doyle, Acting City Treasurer

CIP Budget Overview
Dave Lipinski, City Engineer

FY 2021/22
Proposed
BUDGET



Simply Better Service
for a World-Class Community

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Adhere to Adopted Financial Polices

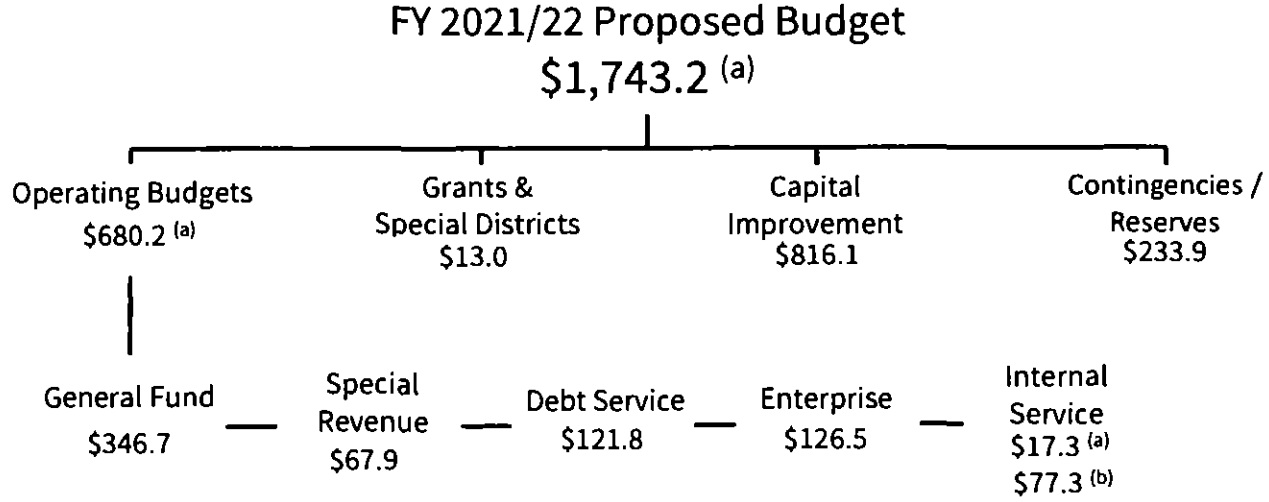
Long-Term Financial Planning

Maintain Strong Reserves

Maintain AAA Bond Rating

Structurally Balanced

Sound budgeting practices



(a) Includes Internal Service Funds offset (reduction) of $60.0 million
(b) Budget prior to Internal Service Funds offset of $60.0 million

Rounding differences may occur.

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Operating Budget Overview

GENERAL FUND FORECAST SUMMARY ($ millions)

	FY 20/21	FY 21/22	FY 22/23	FY 23/24	FY 24/25	FY 25/26
Beginning Balance	$111.1	$124.5	$81.7	$86.7	$83.6	$85.9
Revenues	$296.4	$324.1	$331.8	$340.4	$350.1	$360.0
Transfers In	$10.0	$11.2	$11.6	$11.9	$12.2	$12.5
Total Sources	$306.4	$335.3	$343.4	$352.2	$362.3	$372.5
Expenditures	$265.3	$346.7	$319.2	$337.5	$343.1	$353.5
Debt Service	$0.4	$0.4	$0.4	$0.4	$0.5	$0.5
Transfers Out	$19.7	$31.0	$18.7	$17.5	$16.4	$17.3
Total Uses	$285.4	$378.1	$338.3	$355.4	$360.0	$371.3
Ending Balance	$132.2	$81.7	$86.7	$83.6	$85.9	$87.1

Rounding differences may occur.

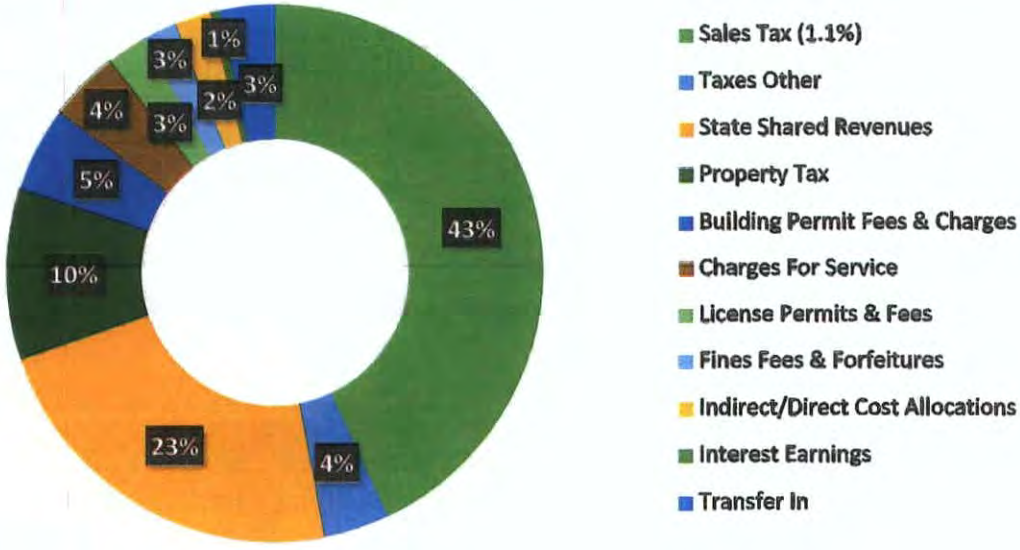
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GENERAL FUND CHANGE ($ millions)

	FY 20/21	FY 21/22	Change Fav / (Unfav)
Beginning Balance	**$111.1**	**$124.5**	**$13.3**
Revenues	$296.4	$324.1	$27.7
Transfers In	$10.0	$11.2	$1.2
Total Sources	**$306.4**	**$335.3**	**$28.9**
Expenditures	$265.3	$346.7	($81.4)
Debt Service	$0.4	$0.4	$0.0
Transfers Out	$19.7	$31.0	($11.3)
Total Uses	**$285.4**	**$378.1**	**($92.7)**
Ending Balance	**$132.2**	**$81.7**	**($50.5)**

Rounding differences may occur.

FY 2021/22 general fund sources - $335.3 million



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From FY 2020/21 Adopted + $28.9 million

GENERAL FUND SOURCES OVERVIEW

Sales Tax: $21.6 million

State Shared Revenues: $3.7 million

Property Tax: $1.7 million

- $1.3 million – 2% statutory adjustment + Reach Back
- $0.4 million – new construction

Recreation Fees: $1.6 million

Transfers In: $1.2 million

Building Permits: $0.7 million

Interest Earnings: ($1.5) million

SCOTTSDALE SALES TAX



Arizona State 5.6%



Scottsdale 1.75%

1.00% General Fund
0.35% Preservation
0.30% Transportation
0.10% Public Safety



Maricopa County 0.70%

Scottsdale Sales Tax rate of 1.75% includes: 1) a 0.10% Sales Tax dedicated to the Transportation Arterial Life Cycle Program that will sunset in 2029; 2) a 0.20% Sales Tax dedicated to the purchase of land within the McDowell Sonoran Preserve that will sunset in 2025; and 3) a 0.15% Sales Tax dedicated to McDowell Sonoran Preserve land acquisition as well as the construction of essential preserve related necessities such as proposed trailheads and will sunset in 2034.

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1.1% Sales tax

Adopted 2020/21	Category	Proposed 2021/22	$ Change Fav/ (Unfav) vs. Adopted	% Change Fav/ (Unfav) vs. Adopted	Forecast 2022/23	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26
$24.0	Misc. Retail	$30.3	$6.4	26.4%	$32.1	$33.8	$35.8	$38.0
19.8	Rental	19.7	-0.2	-0.8%	20.0	20.4	20.8	21.2
16.9	Automotive	21.1	4.2	24.9%	21.3	21.5	21.9	22.4
8.8	Restaurants	11.4	2.6	29.6%	11.7	12.2	12.7	13.2
13.4	Other Taxable	15.9	2.4	18.2%	16.3	16.8	17.2	17.7
9.8	Construction	13.3	3.5	35.5%	13.4	13.5	13.5	13.5
10.6	Major Dept Stores	10.6	-0.1	-0.5%	10.7	10.8	11.0	11.2
9.9	Food	10.1	0.2	1.9%	10.3	10.5	10.7	10.9
4.0	Hotel/Motel	6.8	2.7	68.1%	7.1	7.1	7.3	7.5
5.4	Utilities	5.3	-0.2	-3.0%	5.4	5.5	5.6	5.7
$122.6	Total	$144.2	$21.6	17.6%	$148.2	$152.0	$156.6	$161.3

Rounding differences may occur.

Sales tax rate comparison

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%

* 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.

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

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

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property tax – net assessed value **(in millions)**

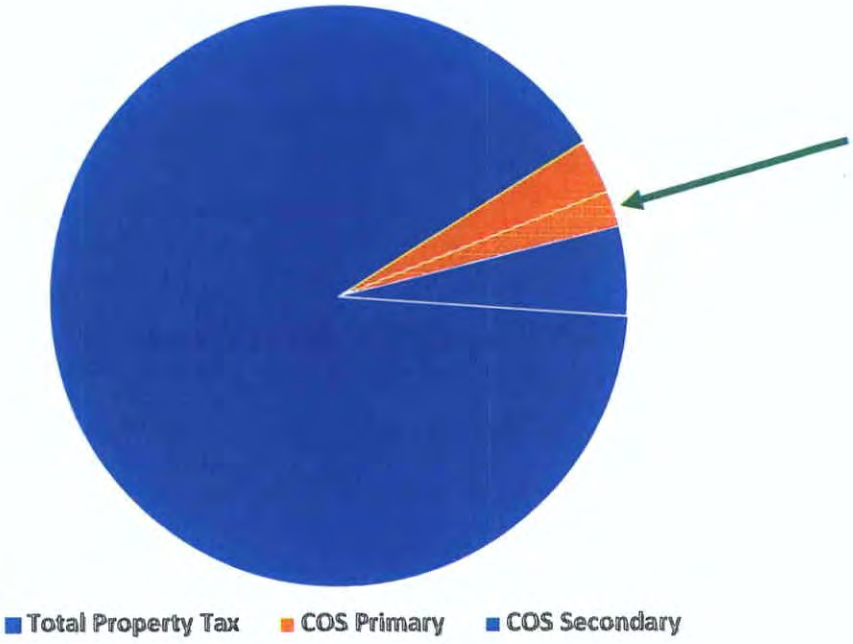
	FY 2020/21	FY 2021/22	$ Change	% Change
Net Assessed Value	$6,617.2	$6,957.0	$339.8	5.1%
New Property	$87.8	$74.7	-$13.1	-14.9%

property tax

	FY 2020/21	FY 2021/22	$ Chg	%Chg
Secondary				
Levy	$33.4	$35.1	$1.7	5.1%
Rate	0.5043	0.5042	-0.0001	0.0%
Primary				
Levy	$33.1	$33.5	$0.4	1.1%
Tort Claims	1.8	0.3	-1.5	-84.1%
2% Increase	-	1.3	1.3	n/a
Total Levy	$34.9	$35.1	$0.2	0.5%
Rate	0.5273	0.5039	-0.0234	-4.4%
Total				
Levy	$68.3	$70.1	$1.9	2.7%
Rate	1.0316	1.0081	-0.0235	-2.3%

2% STATUTORY ADJUSTMENT

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property tax COMPARISON



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GENERAL FUND CHANGE ($ millions)

	FY 20/21	FY 21/22	Change Fav / (Unfav)
Beginning Balance	$111.1	$124.5	$13.3
Revenues	$296.4	$324.1	$27.7
Transfers In	$10.0	$11.2	$1.2
Total Sources	**$306.4**	**$335.3**	**$28.9**
Expenditures	$265.3	$346.7	($81.4)
Debt Service	$0.4	$0.4	$0.0
Transfers Out	$19.7	$31.0	($11.3)
Total Uses	**$285.4**	**$378.1**	**($92.7)**
Ending Balance	$132.2	$81.7	($50.5)

Rounding differences may occur.

GENERAL FUND USES OVERVIEW

From FY 2020/21 Adopted + $92.7 million

PSPRS Pay Down: $39.0 million

AZCares: $12.4 million

Pay Prog., Market, Market Catch-Up: $10.7 million

FY 20/21 Mid-Year Pay Adjustment: $6.8 million

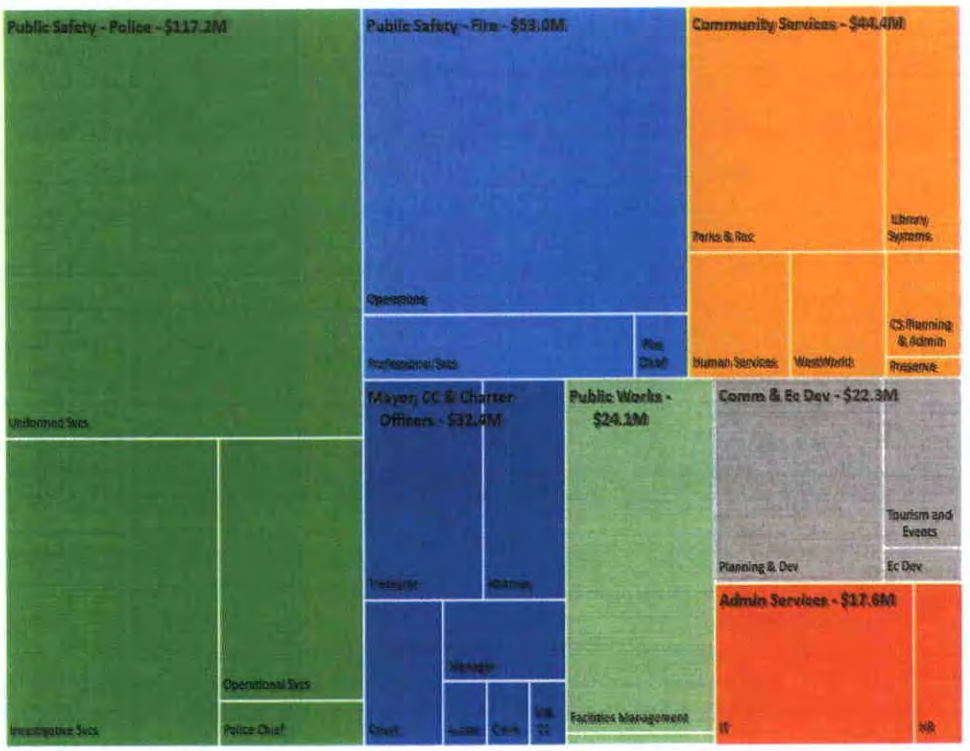
Budget Requests (ongoing): $5.2 million

Budget Requests (one time): $1.6 million

Fleet Deferrals: $3.9 million

Retirement: $3.5 million

Transfers Out: $11.3 *million*



FY 2021/22 GF EXPENSE BY DIV / DEPT $311.0M

Rounding differences may occur.

Does not include $40M PSPRS Pay Down.

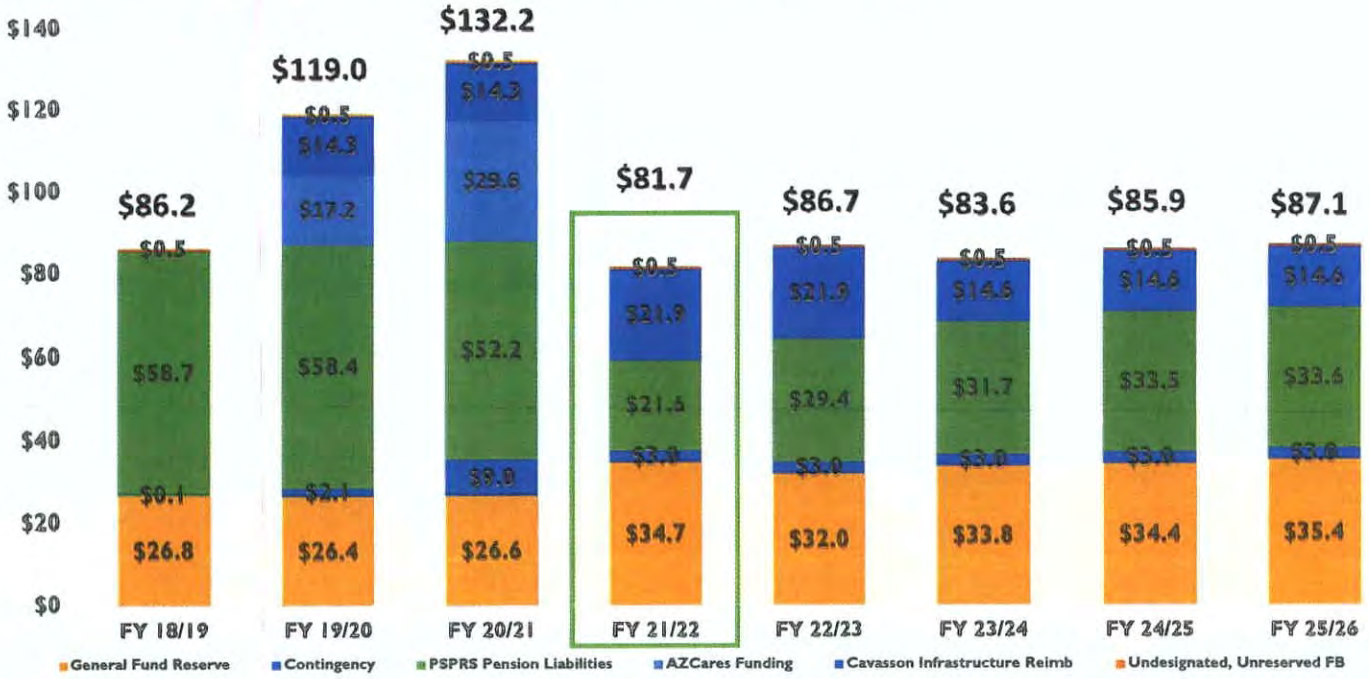
FULL-TIME EQUIVALENT (FTE) CHANGES

The proposed budget includes $0.7 million to add a net of 8.74 General Fund (14.74 all funds) full-time equivalent employees (FTEs).

- More frontline customer service support
- Improved cybersecurity program
- Address increased workloads

SIGNIFICANT GF BUDGET REQUESTS	GF IMPACT ($ millions)
Increase in contractual needs	$1.5
Maintenance needs, including improving accessibility for people with disabilities	0.9
Fund police holiday overtime (Veteran's Day & actual/observed holidays)	0.7
One-time funding to upgrade an aging Fire truck	0.6
Address operating impacts of Bond 2019 Projects	0.6
Maintenance costs related to new enterprise resource management system	0.4
One-time funding for 2021 Special Election costs	0.3

GF FORECAST ENDING BALANCE ($ millions)



Rounding differences may occur.

QUESTIONS?

Capital Budget Overview

FY 2021/22 BUDGET DEVELOPMENT PROCESS

Division identifies project need. Project is reviewed by Budget, CPM and IT staff to ensure it is complete. (August - December)

All project requests are prioritized by the submitting Division

Project submittals are reviewed by the Capital Management Review Committee. Project prioritization is reviewed by funding source.

Proposed CIP is brought to City Council (April – Proposed , May – Tentative, June – Final Adoption)

July 1st, approved funding is available for project execution.

FY 2021/22 CIP BUDGET Funding Sources

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

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FY 2021/22 Proposed CIP Budget

General Fund Requests

- 41 Projects
- $84.2 million

CIP Proposed Budget FY 2021/22 - FY 2025/26 Starting Cash Balance $26.8 million

CIP General FUND Budget ($ millions)

	GF Project Cost	Amounts previously funded	Cash Balance $26.8
Restore funding deferred in FY 2020/21 due to COVID-19: This restoration of funding is from 9 projects that were delayed/deferred due to the COVID-19 pandemic and the uncertainty of how the city would recover financially. Reinstating the funding that was previously approved amounts to $9.7 million.	9.7	29.2	17.2
Funding Requests for existing projects: There are 4 exiting projects that are requesting additional funds for completion. The total amount requested is $1.9 million.	1.9	6.0	15.2

Rounding differences may occur

CIP General FUND Budget ($ millions)

	GF Project Cost	Cash Balance
New funding requests		
Energy Performance Projects	8.0	7.2
Public Safety Radio BDA Replacement	0.4	6.8
Security Cameras and Access Control Systems	1.3	5.5
Gateway Monument Replacement	0.8	4.7
Parking Lot Pavement	2.3	2.4
*Sky Room at Civic Center Library	0.3	2.1
Fire Alarm Monitoring Upgrade	0.1	2.0
Geographic Information System (GIS) Data Alignment	0.3	1.7
WestWorld Drainage	0.2	1.5
Total	**25.3**	

* Project with other funding sources
Rounding differences may occur

FY 2021/22 Proposed CIP Budget

Transportation Sales Tax (0.2%) Requests

- 26 Projects
- $54.8 million

CIP Proposed Budget FY 2021/22 - FY 2025/26 Starting Cash Balance $34.3 million

CIP TRANSPORTATION SALES TAX 0.20% Budget ($ millions)

	TR Project Cost	Cash Balance $34.3
ALCP match requirement transferred to Transportation Sales Tax 0.10%	($2.5)	$36.8
Restore funding deferred in FY 2020/21 due to COVID-19:		
This restoration of funding is from 7 projects that were delayed/deferred due to the COVID-19 pandemic and the uncertainty of how the City would recover financially. Reinstating the funding that was previously approved amounts to $17.9 million.	17.9	18.9
Funding Requests for existing projects:		
There are 5 exiting projects that are requesting additional funds for completion. The total amount requested is $2.6 million.	2.6	16.3

Rounding differences may occur

CIP TRANSPORTATION SALES TAX 0.20% Budget ($ millions)

	TR Project Cost	Cash Balance
New funding requests		
Goldwater Blvd Ped & Bicycle Underpass @Scottsdale Rd. (advanced project)	-	16.3
*PM-10 Dirt Road Paving	0.9	15.4
Old Town Streetlight Replacements	3.2	12.2
Pavement Overlay - Alleys	2.5	9.7
IBW Path Renovation – Phase I	2.1	7.6
Goldwater Blvd and Highland Ave Intersection Improvement	2.9	4.7
Widen 98th Street N. of McDowell Mtn Ranch Rd to Improve Access	1.3	3.4
*Osborn Rd Complete Street: Hayden Rd to Scottsdale Rd	0.1	3.3
Total	**31.0**	

Rounding differences may occur * Project with other funding sources

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FY 2021/22 Proposed CIP Budget

Transportation Sales Tax (0.1%)

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

CIP Proposed Budget FY 2021/22 - FY 2025/26 Starting Cash Balance $98.4 million

CIP TRANSPORTATION SALES TAX 0.10% Budget ($ millions)

	Transportation Sales Tax 0.1%	Total Project Cost
Carefree Highway: Cave Creek Road to Scottsdale Road	$3.4	$11.4
Frank Lloyd Wright Boulevard at Arizona State Route 101 Traffic Interchange	1.2	4.0
Happy Valley Road: Pima Road to Alma School Road	1.8	22.7
Hayden Road at Arizona State Route 101 Interchange	1.6	5.3
Hayden Road/Miller Road: Pinnacle Peak Road to Happy Valley Road	4.1	14.1
Hualapai Drive: Hayden Road to Pima Road	3.2	10.7
Pima Road: Chaparral Road to Thomas Road	1.2	10.0
Pima Road: Dynamite Boulevard to Las Piedras	6.0	19.9
Pima Road: Happy Valley Road to Jomax Road	6.7	22.3
Pima Road: Jomax Road to Dynamite Boulevard	3.5	11.7
Pima Road: Krail Street to Chaparral Road	1.9	18.5

Rounding differences may occur

CIP TRANSPORTATION SALES TAX 0.10% Budget($ millions)

	Transportation Sales Tax 0.1%	Total Project Cost
Pima Road: Las Piedras to Stagecoach Pass	7.8	25.9
Pima Road: Pinnacle Peak Road to Happy Valley Road	2.1	36.4
Pima Road: Via de Ventura to Via Linda	0.5	1.8
Raintree Drive at Arizona State Route 101 Traffic Interchange	0.4	1.2
Raintree Drive: Scottsdale Road to Hayden Road	4.5	30.4
Scottsdale Road: Dixileta Drive to Carefree High	5.1	16.9
Scottsdale Road: Jomax Road to Dixileta Drive	5.1	23.6
Scottsdale Road: Pinnacle Peak Parkway to Jomax Road	0.8	2.6
Scottsdale Road: Thompson Peak Parkway to Pinnacle Peak Road	2.6	8.8
Shea Boulevard Intersections: Arizona State Route 101 to 136th Street	5.6	19.2
	68.8	**317.3**

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.

Rounding differences may occur

FY 2021/22 Proposed CIP Budget

CIP Stormwater Fee

- 3 Projects
- $24.8 million

CIP Proposed Budget FY 2021/22 - FY 2025/26 Starting Cash Balance $22.7 million

*Based on recommendation to increase CIP stormwater fee $1.00 per month, from $2.95 to $3.95.

CIP STORMWATER FEE Budget ($ millions)

	CIP Stormwater Fee	Total Project Cost
Granite Reef Watershed Phase I	$5.0	$36.8
Reata Wash Flood Control	3.0	3.0
Rawhide Wash Flood Control COS Contribution	1.6	1.6
Indian Bend Wash Levee Rehabilitation	0.1	0.1
Pima Road: Pinnacle Peak Road to Happy Valley	8.4	36.4
Roosevelt Street Storm Drain*	0.9	0.9
Granite Reef Watershed Phase 2A – Scottsdale's & FCDMC Contribution*	4.6	13.8
Total	**$23.6**	**$92.6**

*Projects added to Proposed FY 2021/22 CIP
Rounding differences may occur

FY 2021/22 Proposed CIP Budget

Bond 2019 Program

- $319 million
- 3 Questions approved by the voters November 2019

CIP Bond 2019 Program BUDGET ($ millions)

	FY 2020/21 ITD Estimated Expenditures	FY 2021/22 – 2025/26 Proposed Budget	Future	Total Bond 2019 Program
Q1 – Parks, Recreation & Senior Services	($6.3)	$64.0	$42.3	$112.6
Q2 – Community Spaces & Infrastructure	(1.1)	100.9	10.2	112.3
Q3 – Public Safety & Technology	(3.0)	67.5	23.5	94.0
Total	**($10.4)**	**$232.4**	**$76.0**	**$318.9**

Rounding differences may occur

CIP OTHEr FUNDING SOURCES Budget ($ millions)

Fund	FY 2021/22–2025/26 Budget	No. of New & Amended Projects
Enterprise Funds		
Aviation Funds & Related Grants	$6.0	12
Water & Wastewater	$131.3	43
Solid Waste	$0.2	2
Arterial Lifecycle Program (ALCP)	$6.5	10
Special Revenue		
Library Gift Memorial Fund	$0.1	1
Rassner Endowment Distribution	$0.0	1
RICO	$0.2	1
Fleet Management Fund	$0.6	2

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QUESTIONS?