

**SCOTTSDALE CITY COUNCIL
REGULAR MEETING MINUTES
TUESDAY, MARCH 20, 2018**



**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 5:01 P.M. on Tuesday, March 20, 2018, in the City Hall Kiva.

ROLL CALL

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

Also Present: City Manager Jim Thompson, City Attorney Bruce Washburn, City Treasurer Jeff Nichols, City Auditor Sharron Walker, and City Clerk Carolyn Jagger

PLEDGE OF ALLEGIANCE – Councilman Phillips

INVOCATION – Mayor Lane asked for a moment of silence to reflect on those who were killed in the Austin, Texas bombings.

MAYOR'S REPORT

Mayor Lane presented a proclamation in honor of Enriching Our Senior Community Awareness Month.

PRESENTATIONS/INFORMATION UPDATES

- **Arizona Musicfest**
Presenter(s): Allan Naplan, Executive and Producing Director

Arizona Musicfest Executive and Producing Director Allan Naplan gave a PowerPoint presentation (attached) on the Arizona Musicfest.

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

PUBLIC COMMENT – None

ADDED ITEMS

A1. Added Items

Item No. 16A was added to the agenda less than ten days prior to the meeting and will require a separate vote to remain on the agenda.

Request: Vote to accept the agenda as presented or to continue the added item(s) to the April 10, 2018 Council meeting.

MOTION AND VOTE – ADDED ITEMS

Vice Mayor Korte made a motion to accept the agenda as presented. Councilman Smith seconded the motion, which carried 7/0.

MINUTES

Request: Approve the Special Meeting Minutes of February 20, 2018; Regular Meeting Minutes of February 20, 2018; and Executive Session Minutes of February 20, 2018.

MOTION AND VOTE – MINUTES

Councilwoman Milhaven made a motion to approve the Special Meeting Minutes of February 20, 2018; Regular Meeting Minutes of February 20, 2018; and Executive Session Minutes of February 20, 2018. Councilwoman Klapp seconded the motion, which carried 7/0.

CONSENT AGENDA

1. MeatballZ Liquor License (6-LL-2018)

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: 7342 E. Shea Boulevard, Suite 111

Staff Contact(s): Tim Curtis, Current Planning Director, 480-312-4210, tcurtis@scottsdaleaz.gov

2. Social Tap Conditional Use Permit (4-UP-2010#3)

Moved to the Regular Agenda (Page 5)

3. Flynn Abandonment (7-AB-2017)

Request: Adopt **Resolution No. 11038** authorizing the abandonment of portions of the 33-foot-wide General Land Office Patent Easement (GLOPE) surrounding the southern parcel (APN 217-33-038) and portions of the 33-foot-wide GLOPE and portions of the 55-foot-wide right-of-way on the northern parcel (APN 217-33-015A) with Single-family Residential District (R1-43) zoning.

Location: 9634 N. 120th Street

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

4. Wolff Scottsdale PUD Rezoning (13-ZN-2017)

Requests:

1. Adopt **Ordinance No. 4334** approving a zoning district map amendment from Planned Community Center (PCC) zoning to Planned Unit Development (PUD) zoning, including a development plan, parking reduction, and amended development standards on a 6.17±-acre site.
2. Adopt **Resolution No. 11048** declaring the document titled "*Wolff PUD Development Plan*" to be a public record.

Location: 8225 E. Indian Bend Road

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

5. Acquisition of Right-of-Way for WestWorld Path and Trail Connections Project

Request: Adopt **Resolution No. 11043** authorizing the acquisition of a permanent public non-motorized access easement and temporary construction easement necessary to construct improvements for the WestWorld Path and Trail Connections project.

Location: Parcel No. 217-11-870

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

6. Underground Utility Facilities Improvement District No. I-6002 Recapitulated Assessment

Request: Adopt **Resolution No. 11053** acknowledging notice of completion of work; approving the recapitulated assessment for the City of Scottsdale, Underground Utility Facilities Improvement District No. I-6002; and approving and ratifying other actions and agreements.

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

7. Reata Wash Flood Control Engineering Services Contract

Moved to the Regular Agenda (Page 6)

8. Scottsdale Stadium Renovations Budget Transfer

Request: Adopt **Resolution No. 11061** authorizing a budget appropriation transfer in the amount of \$5,000,000, from additional available budget appropriation in the adopted FY 2017/18 CIP to a newly created CIP project titled Scottsdale Stadium Renovations. This budget appropriation transfer will be funded by the FY 2017/18 Tourism Development Fund undesignated, unreserved fund balance.

Staff Contact(s): Bill Murphy, Community Services Director, 480-312-7954, bmurphy@scottsdaleaz.gov

Mayor Lane opened public testimony.

Michael Auerback, Scottsdale resident, spoke in support of the budget transfer.

Mayor Lane closed public testimony.

9. Scottsdale Housing Annual Agency Plan

Request: Adopt **Resolution No. 11049** to authorize:

1. The FY 2018/19 Annual Agency Plan for the operation of, and to serve as the funding application for, the Housing Choice Voucher (HCV) Program, and authorize its submission to the U.S. Department of Housing and Urban Development (HUD).
2. The revised Administrative Plan and its submission to HUD.
3. The acceptance of HCV vouchers.

Staff Contact(s): Bill Murphy, Community Services Director, 480-312-7954, bmurphy@scottsdaleaz.gov

10. Scottsdale Fahrenheit Festival

Request: Adopt **Resolution No. 11055** to authorize:

1. Funding, not to exceed \$75,000, from the portion of the Tourism Development Fund that is allocated toward event retention and development for the Scottsdale Fahrenheit Festival event.
2. New Event Funding Agreement No. 2018-036-COS with Fahrenheit Festival, LLC.

Staff Contact(s): Karen Churchard, Tourism and Events Director, 480-312-2890, kchurchard@scottsdaleaz.gov

11. Cinco de Mario Scottsdale

Request: Adopt **Resolution No. 11056** to authorize:

1. Funding, not to exceed \$70,000, from the portion of the Tourism Development Fund that is allocated toward event retention and development for the Cinco de Mario Scottsdale event.
2. New Event Funding Agreement No. 2018-037-COS with Cinco de Mario, LLC.

Staff Contact(s): Karen Churchard, Tourism and Events Director, 480-312-2890, kchurchard@scottsdaleaz.gov

12. WestWorld Event Agreement

Request: Adopt **Resolution No. 11036** authorizing Agreement No. 2018-031-COS with Jam On It Basketball Academy, Inc., to produce the Desert Jam and Southwest Regional Championship basketball tournaments at the WestWorld facility.

Staff Contact(s): Brian Dygert, WestWorld General Manager, 480-312-6825, bdygert@scottsdaleaz.gov

13. FEMA Assistance to Firefighters Grants

Request: Adopt **Resolution No. 11058** to authorize:

1. The acceptance of a FEMA Assistance to Firefighters grant, in the amount of \$152,817, with a 15% cost share in the amount of \$22,923, to train Fire Department command officers.
2. The acceptance of a FEMA Assistance to Firefighters grant, in the amount of \$1,389,500, with a 10% cost share in the amount of \$138,950, and an estimated \$20,000 for capital project management costs, to purchase cardiac monitor/defibrillators.
3. The Fire Chief or designee with the concurrence of the City Attorney to execute all necessary instruments and supporting documents required for the acceptance of the grants.
4. A budget transfer in the amount of \$152,817 from the adopted FY 2017/18 Future Grants Budget and/or Grant Contingency Budget and the creation of a new cost center to record the related command officer training grant activity.
5. A FY 2017/18 budget appropriation transfer in the amount of \$1,389,500 from the CIP Future Grants Contingency to a newly created CIP project titled SFD Cardiac Monitor/Defibrillators.
6. A FY 2017/18 CIP General Fund Contingency transfer in the amount of \$158,950 to a newly created SFD Cardiac Monitor/Defibrillators project for the City's share of the devices and the estimated capital project management costs.

Staff Contact(s): Tom Shannon, Fire Chief, 480-312-1821, tshannon@scottsdaleaz.gov

- 14. Miller Road Underpass at SR-101 Intergovernmental Agreement**
Request: Adopt **Resolution No. 11009** authorizing Agreement No. 2018-018-COS with the State of Arizona Department of Transportation and Maricopa Association of Governments for project administration for the construction of the Miller Road Underpass to be incorporated into the widening of SR-101L from 1-17 to the Pima/Princess Interchange.
Staff Contact(s): Paul Basha, Transportation Director, 480-312-7651, pbasha@scottsdaleaz.gov

- 15. Notice of Intention to Increase Water and Wastewater Rates and Fees**
Request: Adopt notice of intention to increase water and wastewater rates, increase miscellaneous water charges, and make housekeeping adjustments to Chapter 49 of the Scottsdale Revised Code for FY 2018/19, and establish May 22, 2018, as the date for a public hearing.
Staff Contact(s): Brian Biesemeyer, Water Resources Director, 480-312-5683, bbiesemeyer@scottsdaleaz.gov

- 16. Monthly Financial Report**
Request: Accept the FY 2017/18 Monthly Financial Report as of January 2018.
Staff Contact(s): Judy Doyle, Budget Director, 480-312-2603, jdoyle@scottsdaleaz.gov

- 16A. 68th Street Bridge Replacement**

Moved to the Regular Agenda (Page 6)

MOTION AND VOTE – CONSENT AGENDA

Vice Mayor Korte made a motion to approve Consent Agenda Items 1 through 16A, absent Items 2, 7, and 16A, which were moved to the Regular Agenda. Councilman Smith seconded the motion, which carried 7/0.

REGULAR AGENDA

- 2. Social Tap Conditional Use Permit (4-UP-2010#3)**
Request: Find that the conditional use permit criteria have been met and adopt **Resolution No. 11054** amending the Conditional Use Permit for an existing bar use to add a rooftop deck and bar area, allow outdoor televisions and speakers, change hours of operation, and add noise limitations for a 11,993± square-foot parcel with Central Business District, Parking District, Downtown Overlay (C-2/P-3 DO) zoning and Parking District, Downtown Overlay (P-2 DO) zoning.
Location: 4310 and 4312 N. Brown Avenue
Staff Contact(s): Randy Grant, Planning and Development Services Director, 480-312-2664, rgrant@scottsdaleaz.gov

Senior Planner Greg Bloemberg gave a PowerPoint presentation (attached) on the application for a conditional use permit.

MOTION AND VOTE – ITEM 2

Councilwoman Milhaven made a motion to find that the conditional use permit criteria have been met and adopt Resolution No. 11054 amending the Conditional Use Permit for an existing bar. Vice Mayor Korte seconded the motion which carried 5/2, with Councilmembers Littlefield and Smith dissenting.

7. Reata Wash Flood Control Engineering Services Contract

Request: Adopt **Resolution No. 11031** authorizing Contract No. 2018-027-COS with Wood, Patel & Associates, Inc., in the amount of \$667,424 to advance the design of the Reata Wash Flood Control Project.

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

City Engineer Dave Lipinski gave a presentation on the Reata Wash flood control engineering services contract.

MOTION AND VOTE – ITEM 7

Councilwoman Milhaven made a motion to adopt Resolution No. 11031. Vice Mayor Korte seconded the motion, which carried 6/1, with Councilwoman Littlefield dissenting.

16A. 68th Street Bridge Replacement

Requests:

1. Adopt **Resolution No. 11070** authorizing a \$400,000 budget appropriation transfer from additional available budget appropriation in the adopted FY 2017/18 CIP to a newly created CIP project titled 68th Street Bridge Reconstruction over the Arizona Canal to be funded by the FY 2017/18 Transportation Fund undesignated, unreserved fund balance.
2. Adopt **Resolution No. 11071** authorizing Engineering Services Contract No. 2018-044-COS with Burgess & Niple, Inc., in the amount of \$185,000, for the reconstruction design of the 68th Street Bridge over the Arizona Canal.

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

Public Works Director Dan Worth gave a PowerPoint presentation (attached) on the proposed 68th Street bridge replacement budget transfer and engineering services contract.

MOTION AND VOTE – ITEM 16A

Councilman Smith made a motion to adopt Resolution No. 11070 and Resolution No. 11071. Councilwoman Littlefield seconded the motion, which carried 7/0.

17. Bed Tax Revenue Allocation Modification

Request: Adopt **Ordinance No. 4330** amending Comprehensive Adopted Financial Policy No. 21A, which designates the purposes and allocation of revenues for the Special Revenue Fund for Tourism Development and repeals the previously adopted purposes and allocation, effective July 1, 2018.

Presenter(s): Jeff Nichols, City Treasurer

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

City Treasurer Jeff Nichols gave a PowerPoint presentation (attached) on the proposed amendment to Comprehensive Adopted Financial Policy 21A, which designates the purposes and allocation of revenues for Tourism Development.

MOTION AND VOTE – ITEM 17

Councilwoman Milhaven made a motion to adopt Ordinance No. 4330. Councilwoman Klapp seconded the motion, which carried 6/1, with Councilman Smith dissenting.

18. Monthly Financial Update

Request: Receive, discuss, and provide possible direction on the City Treasurer's monthly financial presentation as of February 2018.

Presenter(s): Jeff Nichols, City Treasurer

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

City Treasurer Jeff Nichols gave a PowerPoint presentation (attached) on the City's financial status as of February 2018.

PUBLIC COMMENT – None

CITIZEN PETITIONS

19. Receipt of Citizen Petitions

Request: Accept and acknowledge receipt of citizen petitions. Any member of the Council may make a motion, to be voted on by the Council, to: (1) Direct the City Manager to agendaize the petition for further discussion; (2) direct the City Manager to investigate the matter and prepare a written response to the Council, with a copy to the petitioner; or (3) take no action.

Staff Contact(s): Carolyn Jagger, City Clerk, 480-312-2411, cjagger@scottsdaleaz.gov

No citizen petitions were received.

MAYOR AND COUNCIL ITEMS

MOTION AND VOTE – MAYOR AND COUNCIL ITEMS

Councilman Smith made a motion to agendaize, for Council discussion and direction to staff, the Tempe, Arizona voter approval, which requires disclosure of all donations greater than \$1,000 to 501(c) organizations that are spending those monies on local political elections. Councilwoman Littlefield seconded the motion, which failed 3/4, with Mayor Lane; Vice Mayor Korte; and Councilmembers Klapp and Milhaven dissenting.

ADJOURNMENT

The Regular City Council Meeting adjourned at 7:04 P.M.

SUBMITTED BY:



Carolyn Jagger
City Clerk

Officially approved by the City Council on

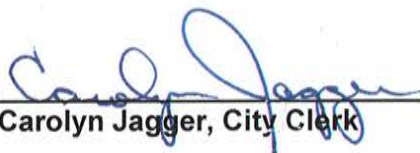
April 10, 2018

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 March 2018.

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

DATED this 10th day of April 2018.



Carolyn Jagger, City Clerk

Arizona Musicfest
Bringing the *JOY of MUSIC* to All

MUSIC EDUCATION
YOUNG MUSICIANS
WORLD CLASS PERFORMERS
LIFELONG LEARNING

Arizona Musicfest

21,339 attendees

Serving Scottsdale and Beyond...

32%: N. Scottsdale is primary residence
30%: N. Scottsdale is secondary residence and/or out-of-state visitors

62%

26% Valley Residents Outside of Scottsdale
12% Residents of Scottsdale Proper

38%

2017 2018

FESTIVAL

HEADLINE

ARTISTS

Arizona Musicfest



Arizona Musicfest

THE FESTIVAL ORCHESTRA










Maestro Robert Moody

*Where Music's Finest
Come to Play!*

Arizona Musicfest



Highlands Church
Pinnacle Peak Rd.
1,500 Capacity

La Casa de Cristo Church
Bell Rd.
1,200 Capacity



Arizona Musicfest
Bringing the *JOY of MUSIC* to All



Arizona Musicfest

Music Education & Youth Performance Programs





MUSIC *Alive* IN SUITE A-5



Arizona Musicfest
Bringing the *JOY of MUSIC* to All



Arizona Musicfest



Arizona's Arts and Culture Industry
Contributes **\$9 Billion Dollars** to
the State's economy.



Arizona Musicfest

Bringing the *JOY of MUSIC* to All



Item 2



Social Tap
4-UP-2010#3

City Council
March 20, 2018

Coordinator: Greg Bloemberg



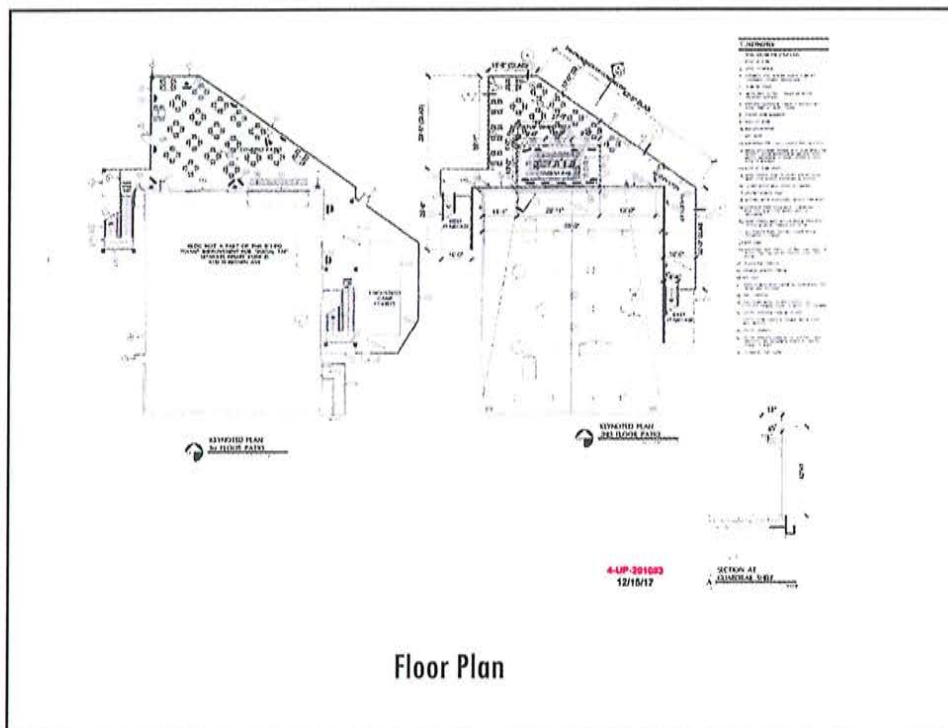
Context Aerial



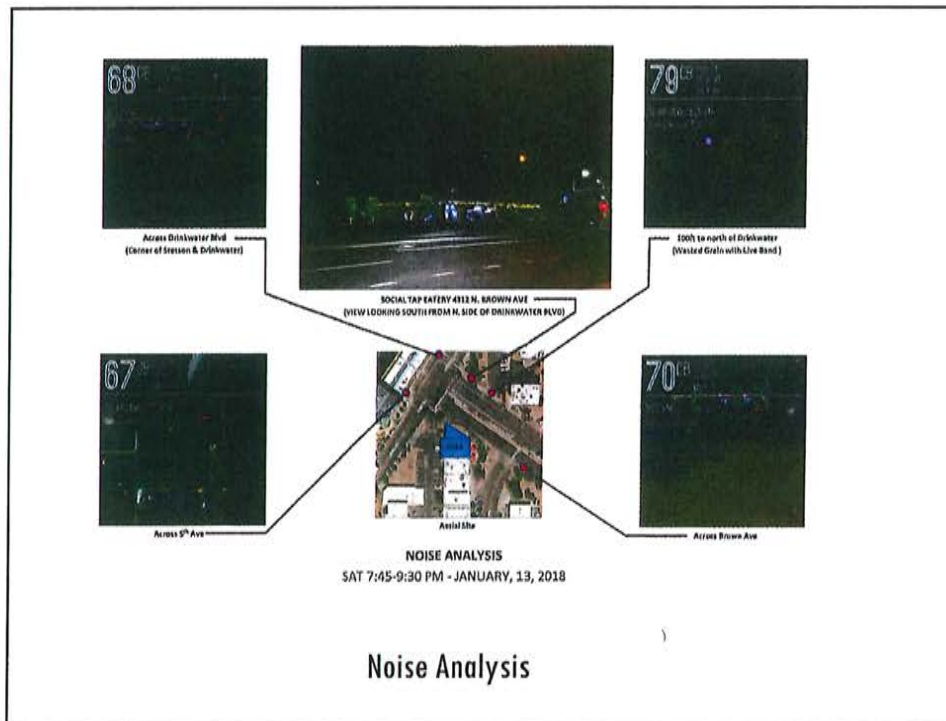
Detail Aerial



Detail Aerial Facing Southwest



Floor Plan

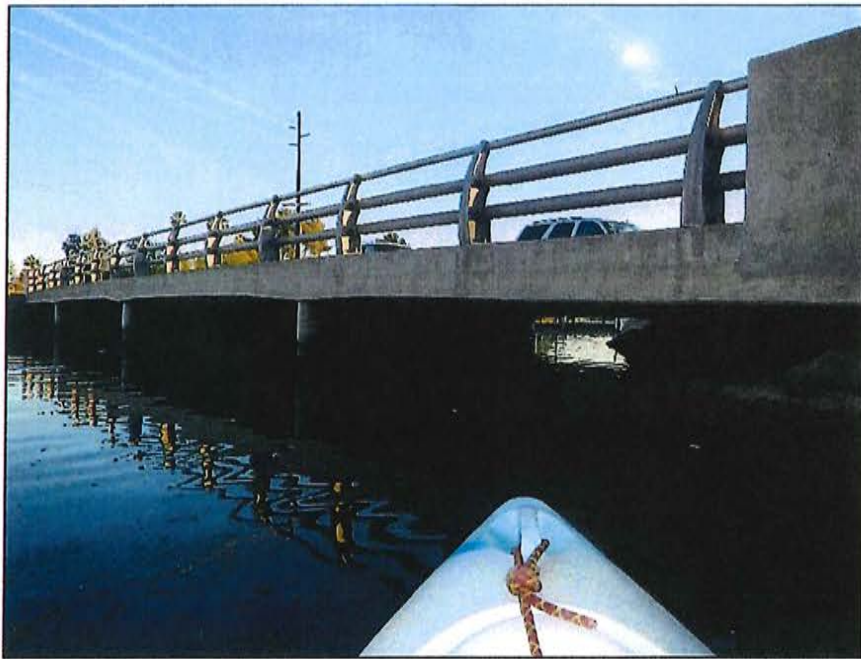
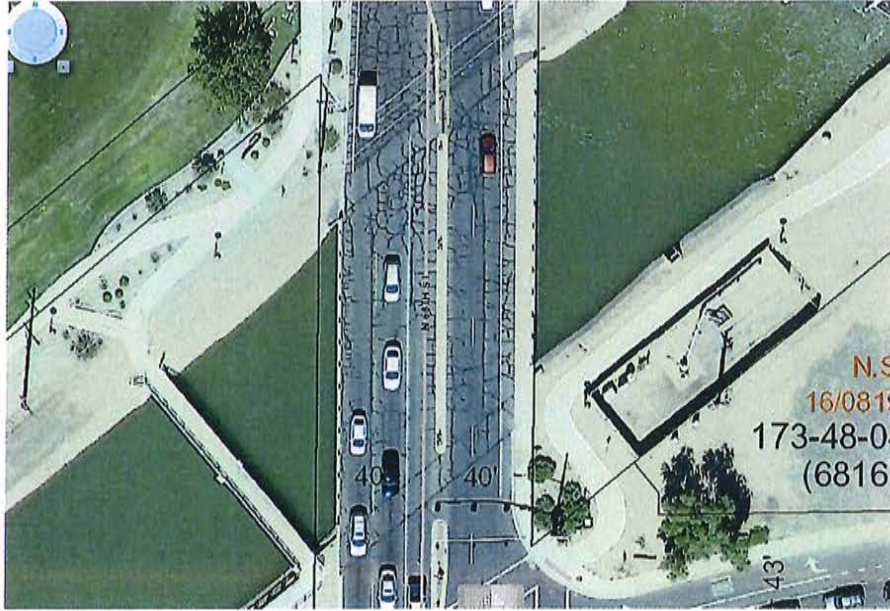


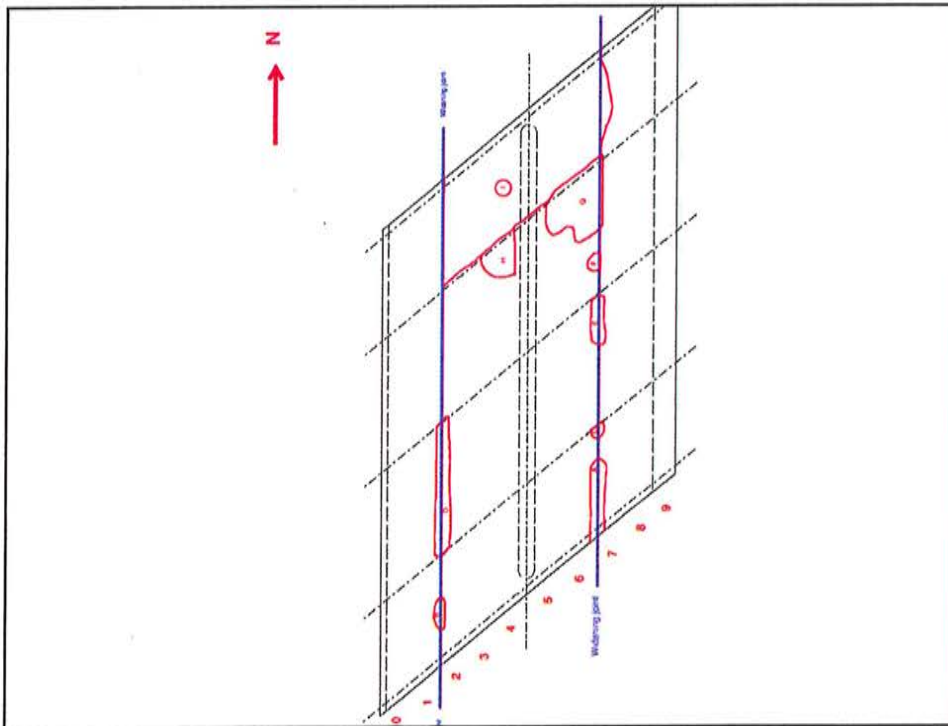
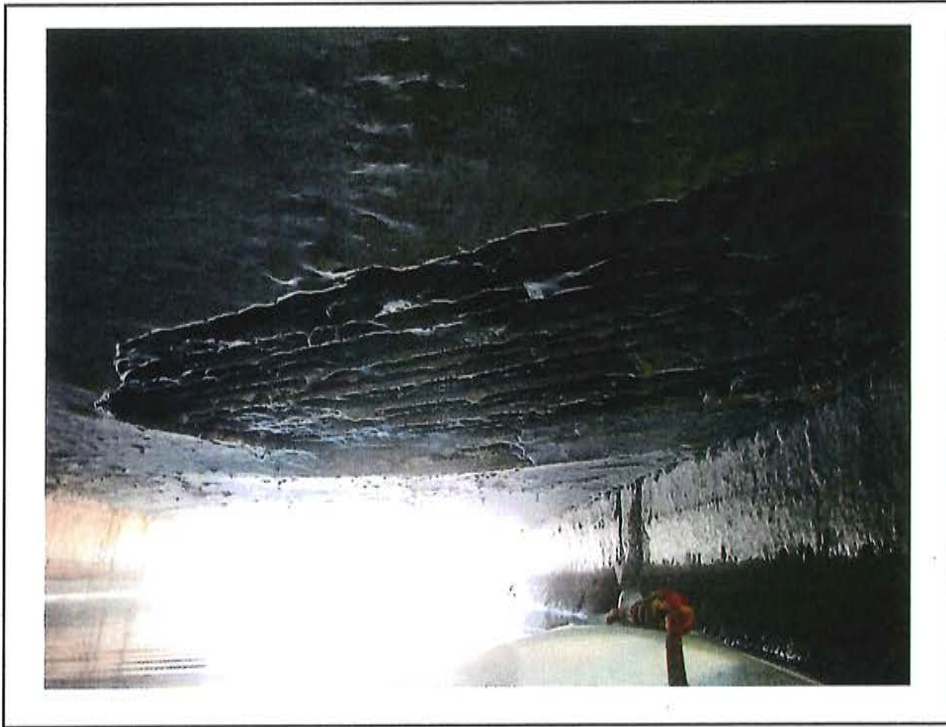
Noise Analysis

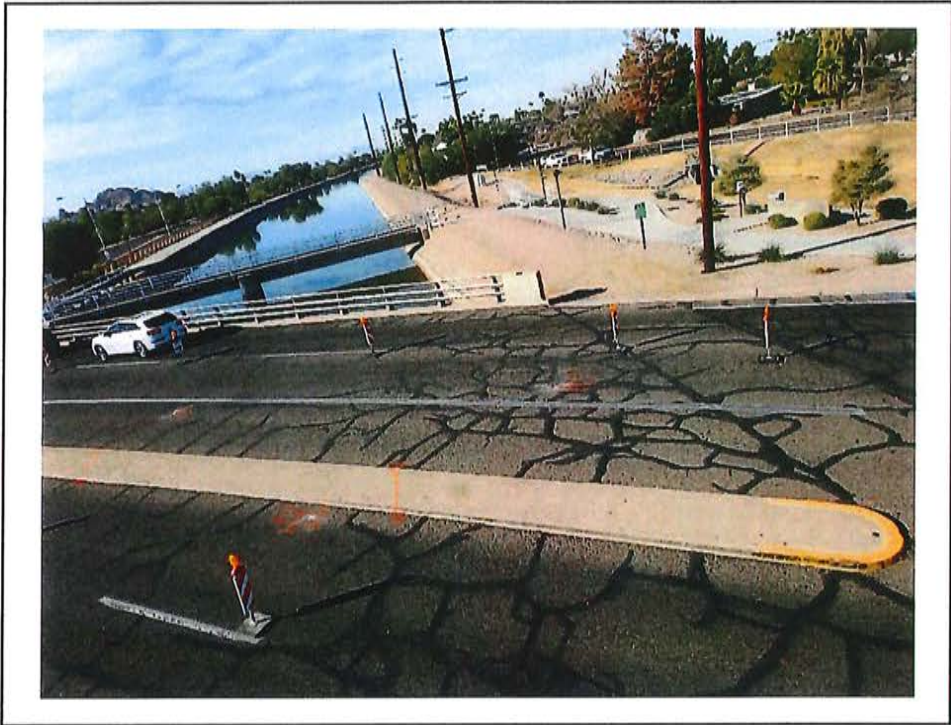
Request Summary

- **Revise floor plan to include a roof deck and bar**
- **Modify Stipulation #7 from original CUP case (4-UP-2010) to allow for outdoor televisions and speakers**
- **Remote agreement secured for 7 additional parking spaces**
- **3 residents expressed concerns at PC hearing; applicant met with residents**
- **Planning Commission recommended approval (6-0)**

Item 16A







Item 17

**Bed Tax Revenue
Allocation Modification**

(Financial Policy #21A)

**City Council
March 20, 2018**

Financial Policies

Background

- First adopted in FY 1994/95
- Promote sound financial planning and management of public funds
- Assist in making fiscal strategy and policy decisions
- Contribute to AAA bond rating

Financial Policies

Categories

- Operating Management
- Capital Management
- Debt Management
- Reserve Management
- Financial Reporting

Financial Policy #21A

Financial Policy #21 A

History

March 9, 2010 election increased bed tax from 3% to 5% and established half to be used for destination marketing and half for tourism related purposes.

On July 7, 2010 City Council established the FY 2010/11 bed tax revenue allocation for the tourism related purposes portion to be: (a) 12 percent to the General Fund; (b) 9.5 percent for events and event development; (c) 4 percent for administration and research expenses; and (d) 24.5 percent for capital projects.

Financial Policy #21 A

History (cont.)

On June 28, 2011 City Council modified the allocation of bed tax revenues for tourism related purposes to: (a) 12 percent to the General Fund; (b) 9 percent for Events and Event Development; (c) 4 percent for Administration/Research; (d) 5 percent for one-time commitments to capital projects and/or events and event development or administration and research; and (e) 40 percent for at least four different tourism-related capital projects (in the form of one-time commitments or annual commitments that support debt service).

Financial Policy #21A

History (cont.)

On May 8, 2012 City Council approved the creation of a Special Revenue Fund, the Tourism Development Fund, to be used for Council approved tourism-related activities and/or investments. Revenues/sources into the Tourism Development Fund include 100 percent of the 5 percent transient occupancy (bed) tax approved by voters and the revenues derived from the Fairmont Scottsdale Princess Resort lease agreement.

Financial Policy #21A

History (cont.)

May 8, 2012 Council modified the methodology for allocating tourism development revenues from percent to fixed amounts: \$1.5 million General Fund; \$1.2 million event and event development; \$0.5 million admin/research; \$0.5 million one-time commitments; and balance for capital projects (one-time or multi-year, not to exceed \$0.6 million per project).

Financial Policy #21A

History (cont.)

October 12, 2017 CIP Subcommittee directed staff to recommend to Council revising the policy to include:

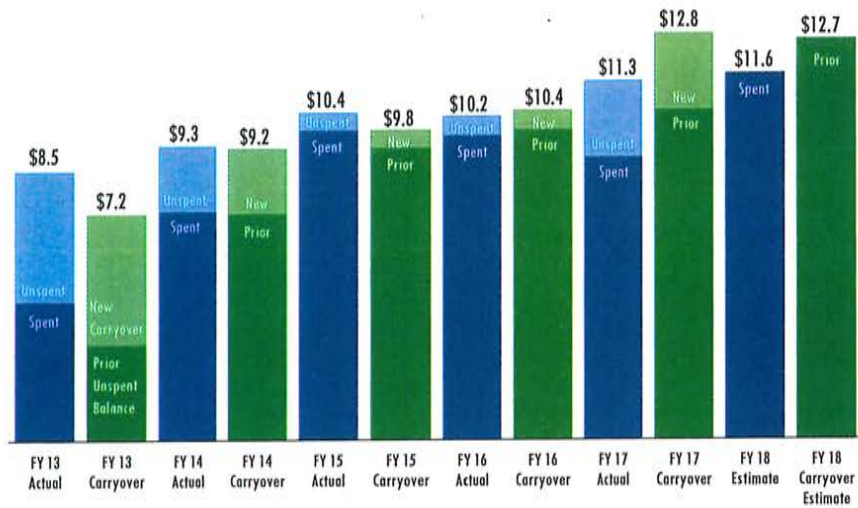
- 1) Use of the remaining fifty percent (50%) of the transient lodging (bed) tax revenues for tourism related purposes will be allocated annually from fixed dollar allocations to percentages
- 2) Add language that utilizes the Tourism Development Fund for operating impacts related to Tourism capital projects
- 3) prioritization of the Tourism Development revenues allocation so debt service commitments will be made first and foremost

Financial Policy #21A

History (cont.)

At the Feb. 20, 2018 meeting, the Tourism Development Commission reviewed and approved staff's recommendations, recommending that City Council adopt the proposed changes to a percentage-based allocation, which would restore the General Fund, Events, and Administration levels to the levels approved in FY 2011/12.

How has the Bed Tax Carryover grown over time?



Financial Policies

Operating Management #21A:

One hundred percent (100%) of the transient lodging (bed) taxes received by the city shall be deposited into the Special Revenue Fund for Tourism Development (Tourism Development Fund). Additionally, the ~~Special Revenue Fund~~ for Tourism Development Fund shall receive one hundred percent (100%) of Princess Hotel lease revenues.

Financial Policies

Operating Management #21A (cont.):

~~As approved by the voters, fifty percent (50%) of the transient lodging (bed) tax revenues will be used for tourism marketing. Use of the remaining Special Revenue Fund for Tourism Development revenues will be~~ allocated annually as follows:

Financial Policies

Operating Management #21A (cont.):

- ~~Fifty percent (50%) for destination marketing, as approved by the voters;~~
- ~~\$1,500,000 Twelve percent (12%) for the General Fund;~~
- ~~\$1,200,000 Nine percent (9%) for tourism-related events and event development;~~
- ~~\$500,000 Four percent (4%) for tourism-related administration and research;~~
- ~~\$500,000 for one-time commitments to capital projects, events and event development, or administration and research;~~

Financial Policies

Operating Management #21A (cont.):

- Twenty-five percent (25%), plus the lease payments on the Princess Resort, or The balance of the remaining Tourism Development Fund revenues, for tourism-related operating expenses, capital projects and/or operating impacts that are directly associated with tourism-related capital projects, in the form of one-time commitments or multi-year annual commitments, not to exceed \$600,000 per project commitment unless otherwise approved by City Council.

Financial Policies

Operating Management #21A (cont.):

At the end of each fiscal year, any unused funds in the Special Revenue Fund for Tourism Development Fund will be available for use in following years for any of the non-marketing tourism categories (except the general fund category) and may be allocated without limitations, except that they may not be leveraged for multi-year annual commitments, such as debt service payments.

In the event of a decrease in Tourism Development Fund revenues, debt service is the priority and will be met first.

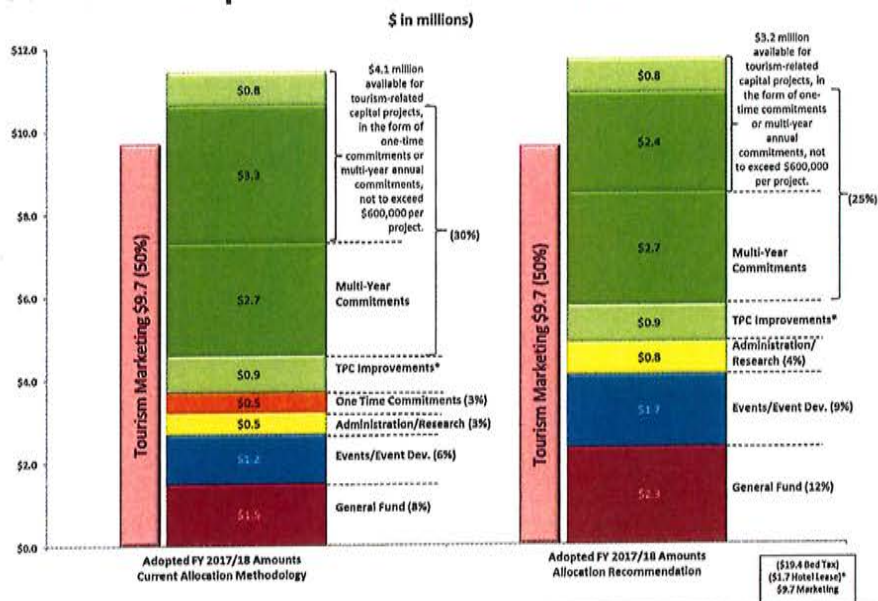
Financial Policies

Rationale:

Modified:

- 1) Added clarity to the use of revenues received from the lease payments on the Fairmont Scottsdale Princess Resort
- 2) Tourism Development Fund annual allocation from fixed amounts to percentages.
 - So fluctuations in revenue will be incorporated into the allocation
 - Better reflects spending history and needs
 - Incorporates flexibility for operating expenses
 - Includes ability to fund operating impacts that are directly associated with tourism-related capital projects
- 3) Added language to state that in the event of a decrease in the Tourism Development Fund revenues, debt service obligations will be the priority and will be met first.

Financial Policy #21A Tourism Development Fund Allocation Recommendation



Financial Policy #21A

Adopt Ordinance No. 4330
amending Comprehensive
Adopted Financial Policy No. 21A,
which designates the purposes and
allocation of revenues for the
Special Revenue Fund for Tourism
Development and repeals the
previously-adopted purposes and
allocation, effective July 1, 2018.

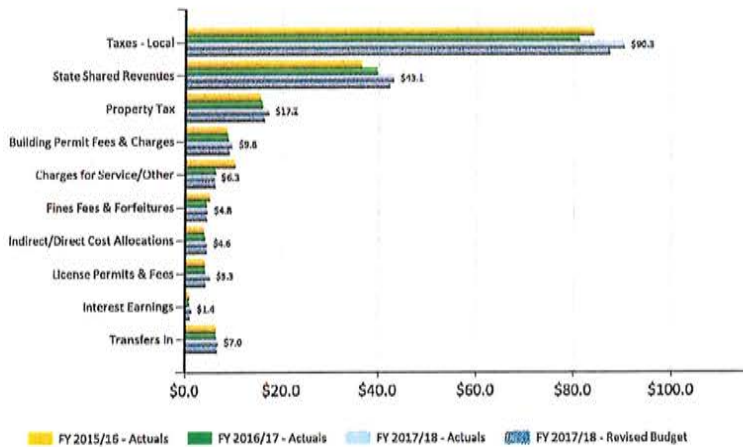
Item 18

Monthly Financial Update As of February 28, 2018

City Council
March 20, 2018

General Fund Operating Sources February 2018: Fiscal Year to Date

(in millions: rounding differences may occur)



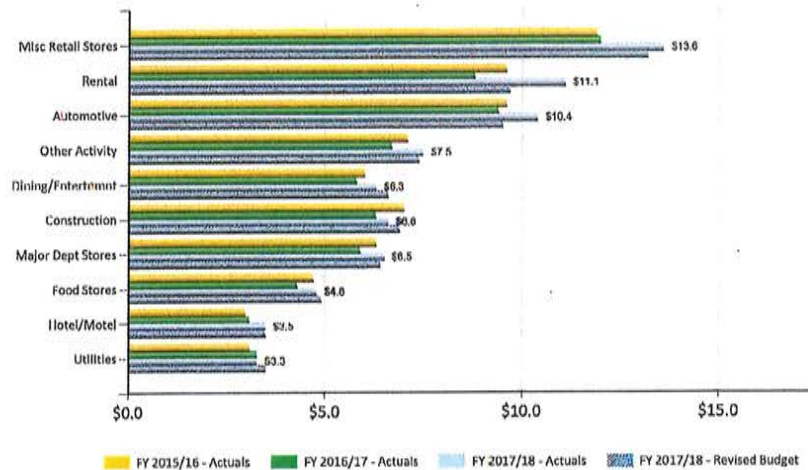
General Fund Operating Sources February 2018 : Fiscal Year to Date

(in millions: rounding differences may occur)

	FY 2015/16	FY 2016/17	FY 2017/18	FY 2017/18	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Taxes - Local	\$84.0	\$81.0	\$90.3	\$87.4	\$2.9	3%
State Shared Revenues	36.5	39.7	43.1	42.2	0.9	2%
Property Tax	15.5	16.0	17.2	16.3	0.9	5%
Building Permit Fees & Charges	8.8	9.1	9.8	9.3	0.5	5%
Charges for Service/Other	10.3	6.5	6.3	6.4	(0.1)	(1%)
Fines Fees & Forfeitures	5.2	4.6	4.8	4.5	0.3	6%
Indirect/Direct Cost Allocations	4.0	4.3	4.6	4.6	-	-
License Permits & Fees	4.3	4.3	5.3	4.4	0.9	21%
Interest Earnings	0.9	0.9	1.4	1.1	0.3	30%
Transfers In	6.5	6.6	7.0	6.8	0.3	4%
Total Sources	\$175.9	\$173.1	\$189.9	\$183.0	\$6.9	4%

General Fund Operating Sources: Sales Tax February 2018 : Fiscal Year to Date

(in millions: rounding differences may occur)



General Fund Operating Sources: 1% Sales Tax February 2018 : Fiscal Year to Date

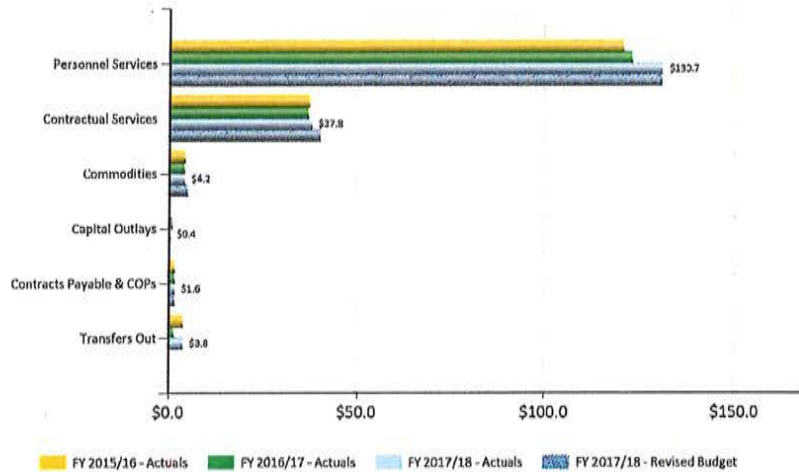
(in millions: rounding differences may occur)

	FY 2015/16	FY 2016/17	FY 2017/18	FY 2017/18	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Misc Retail Stores	\$11.9	\$12.0	\$13.6	\$13.2	\$0.4	3%
Rental	9.6	8.8	11.1	9.7	1.4	15%
Automotive	9.6	9.4	10.4	9.5	1.0	10%
Other Activity	7.1	6.7	7.5	7.4	-	-
Dining/Entertnmt	6.0	5.8	6.3	6.6	(0.3)	(5%)
Construction	7.0	6.3	6.6	6.9	(0.3)	(5%)
Major Dept Stores	6.3	5.9	6.5	6.4	0.2	3%
Food Stores*	4.7	4.3	4.8	4.9	(0.2)	(3%)
Hotel/Motel	3.0	3.1	3.5	3.5	-	-
Utilities	3.1	3.3	3.3	3.5	(0.2)	(5%)
Sales Tax Total	\$68.2	\$65.5	\$73.6	\$71.5	\$2.1	3%

*YTD CIP transfer = \$3.2 million

General Fund Operating Uses: by Category February 2018 : Fiscal Year to Date

(in millions: rounding differences may occur)



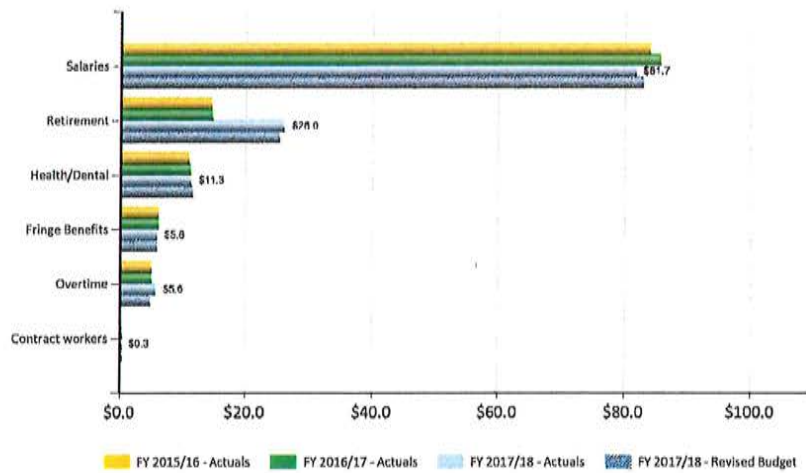
General Fund Operating Uses: by Category February 2018 : Fiscal Year to Date

(In millions: rounding differences may occur)

	FY 2015/16	FY 2016/17	FY 2017/18	FY 2017/18	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Personnel Services*	\$120.4	\$122.8	\$130.7	\$130.7	(\$0.1)	0%
Contractual Services	37.3	36.9	37.8	40.2	2.4	6%
Commodities	4.3	4.2	4.2	4.9	0.7	14%
Capital Outlays	0.2	0.8	0.4	0.1	(0.3)	nm
Contracts Payable & COPs	1.6	1.6	1.6	1.6	-	-
Transfers Out	3.7	1.4	3.8	-	(3.8)	n/a
Total Uses	\$167.6	\$167.7	\$178.5	\$177.4	(\$1.1)	(1%)
*Pay Periods thru February:	18	18	17			

General Fund Operating Uses: Personnel Services February 2018 : Fiscal Year to Date

(In millions: rounding differences may occur)



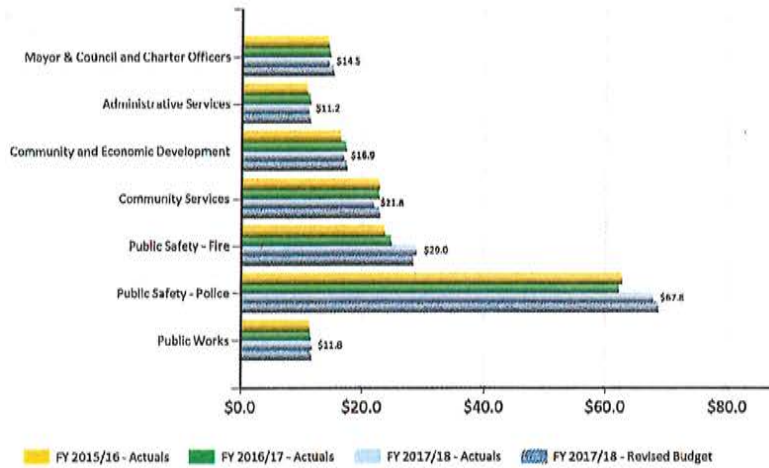
General Fund Operating Uses: Personnel Services February 2018 : Fiscal Year to Date

(In millions: rounding differences may occur)

	FY 2015/16	FY 2016/17	FY 2017/18	FY 2017/18	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Salaries*	\$83.9	\$85.6	\$81.7	\$82.9	\$1.2	1%
Retirement	14.6	14.7	26.0	25.3	(0.7)	(3%)
Health/Dental	10.9	11.2	11.3	11.5	0.2	2%
Fringe Benefits	6.0	6.0	5.8	5.8	-	-
Overtime	5.0	5.0	5.6	4.8	(0.7)	(15%)
Contract workers	0.1	0.3	0.3	0.3	-	-
Personnel Services Total	\$120.4	\$122.8	\$130.7	\$130.7	(\$0.1)	0%
*Pay Periods thru February:	18	18	17			

General Fund Operating Division Expenditures February 2018 : Fiscal Year to Date

(In millions: rounding differences may occur)



General Fund Operating Division Expenditures February 2018 : Fiscal Year to Date

(In millions: rounding differences may occur)

	FY 2015/16	FY 2016/17	FY 2017/18	FY 2017/18	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Mayor & Council and Charter Officers	\$14.4	\$14.7	\$14.5	\$15.2	\$0.8	5%
Administrative Services	11.0	11.5	11.2	11.5	0.3	2%
Community and Economic Development	16.4	17.3	16.9	17.4	0.5	3%
Community Services	22.7	22.7	21.8	22.8	1.0	4%
Public Safety - Fire	23.7	24.7	29.0	28.4	(0.6)	(2%)
Public Safety - Police	62.7	62.2	67.8	68.6	0.8	1%
Public Works	11.4	11.6	11.8	11.8	-	-
Total	\$162.3	\$164.7	\$173.1	\$175.8	\$2.7	2%

General Fund Results: Summary February 2018 : Fiscal Year to Date

(In millions: rounding differences may occur)

	FY 15/16	FY 16/17	FY 17/18	FY 17/18	Actual vs. Budget	
	Actual	Actual	Actual	Budget	Fav/(Unf)	%
Sources	\$175.9	\$173.1	\$189.9	\$183.0	\$6.9	4%
Uses	\$167.6	\$167.7	\$178.5	\$177.4	(\$1.1)	(1%)
Change in Fund Balance	\$8.3	\$5.4	\$11.4	\$5.6	\$5.8	