



Prescott Capital Needs
Committee

Presentation to the
Prescott City Council

Tuesday, June 17, 2008



Overview

- I. Selection of Committee
- II. Objectives of the Committee
- III. Timeline
- IV. Presentations and Review of City Needs
- V. Rating and Prioritizing of Needs
- VI. Analyzing Funding Opportunities
- VII. Presentation to City Council



Selection of the Committee

- A. Six (6) Council Members and the Mayor each selected three (3) members.
- B. Committee Members selected the following leaders:
 - Tammy Linn, Chairman
 - Bob Weiss, Vice Chairman
 - Elisabeth Ruffner, Secretary



Selection of the Committee

C. Committee Members

John Danforth

Milbeth Mauer

Dave Maurer

Steve Blair

Skip Drinkard

John Stevens

Stephanie Bragg



Selection of the Committee

C.Committee Members

Ron Younger

Mal Barrett Jr.

Honorable Rowle Simmons

Bob Reuillard

Eloise Esser

Jim Lawrence

Paddie Braden



Selection of the Committee

C.Committee Members

Joe Baynes

Roger Swenson

Ken Lain

*Frank Cimorelli (resigned)



Objectives of the Committee

1. To prioritize capital needs of the City of Prescott, Arizona.
2. To evaluate potential funding sources for the needs.
3. To present recommendations to the Prescott City Council.



Timeline

January - February, 2008- Committee
Established

February-June, 2008 – Presentations by City
Staff and Prioritization of Projects

June 17, 2008 – Presentation to the Prescott
City Council



Timeline

June, 2008 – Council Makes Decisions
About Recommendations

November, 2008 – Potential Bonding Vote

March, 2009 – Potential 1% Tax Extension
Vote



Presentations and Review of City Needs

1. Public Safety Police



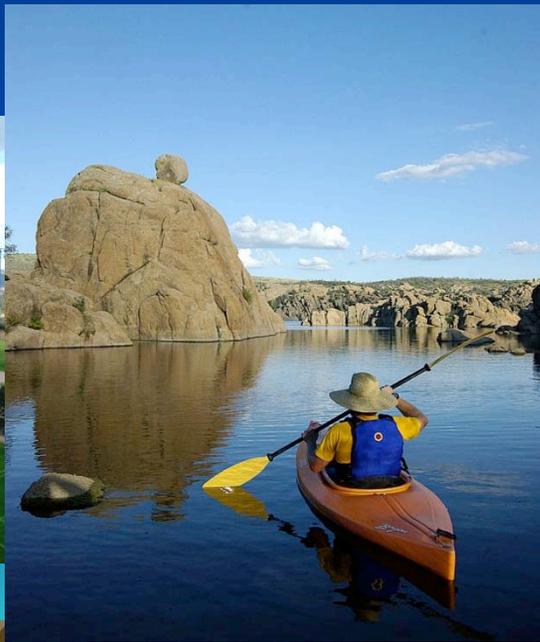
Presentations and Review of City Needs

1. Public Safety Fire



Presentations and Review of City Needs

2. Parks/Recreation Parks



Presentations and Review of City Needs

2.Parks and Recreation Aquatic Center and Pool



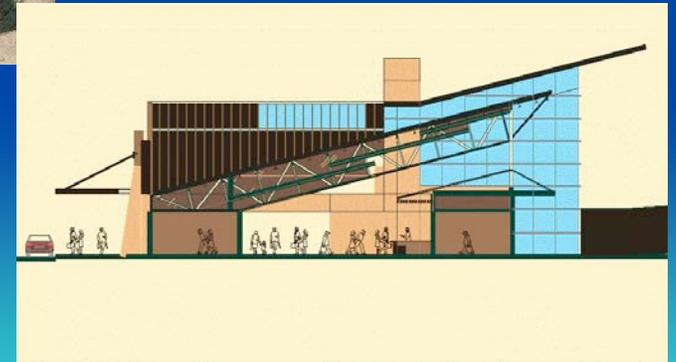
Presentations and Review of City Needs

2.Parks and Recreation Recreation Center



Presentations and Review of City Needs

3. Airport



Presentations and Review of City Needs

4. Quality of Life Rodeo Grounds



Presentations and Review of City Needs

4. Quality of Life Elks Theatre



Presentations and Review of City Needs

5. Other Presentations

Water/Sewer

Streets and Transportation



Rating and Prioritizing of City Needs

1. All committee members were asked to complete two evaluation and rating sheets/surveys.
 - a. Ratings were 1(low) to 5 (high)
 - b. Cost neutral survey
 - c. Cost sensitive survey



RATING AND PRIORITIZING OF CITY NEEDS – COST NEUTRAL SURVEY

<u>Project</u>	<u>Average</u>	<u>Standard Deviation</u>	<u>Count of Responses</u>				
			1	2	3	4	5
H. Downtown Fire Sta.	4.300	1.054	1	0	3	4	12
F. Airline Terminal	4.050	0.973	0	2	3	7	8
A. Park Upgrades	4.000	1.049	0	2	5	4	9
O. Rodeo Grounds	3.950	1.117	1	1	4	6	8
G. Runway 3R-21L Land	3.900	1.044	0	2	6	4	8
L. PD & Fire Storage	3.900	1.091	1	0	7	4	8
M. Police Headquarters	3.800	1.400	3	0	4	4	9
J. Fire Training Center	3.750	1.135	1	3	1	10	5
K. Upgrade Range	3.750	1.299	2	1	5	4	8
I. Willow/Watson Fire Sta.	3.550	1.284	2	2	5	5	6
P. Elk's Opera House	3.550	1.284	2	2	5	5	6
C. Aquatic Cntr. Indr./Odr.	3.350	1.590	4	3	3	2	8
E. Recreation Center	2.850	1.236	4	3	7	4	2
N. PD Capital Equip.	2.700	1.229	3	8	3	4	2
D. Aquatic Cntr. Odr. Only	2.400	1.530	8	5	2	1	4
B.80-100 Acre Park	2.368	1.223	6	5	4	3	1

RATING AND PRIORITIZING OF CITY NEEDS – COST SENSITIVE

<u>Project</u>	<u>Average</u>	<u>Standard Deviation</u>	<u>Count of Responses</u>				
			<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>
H. Downtown Fire Sta.	4.300	1.054	1	0	3	4	12
F. Airline Terminal	4.100	0.995	1	1	0	11	7
L. PD & Fire Storage	4.050	1.161	1	1	4	4	10
O. Rodeo Grounds	3.900	1.091	1	0	7	4	8
M. Police Headquarters	3.850	1.276	2	1	3	6	8
A. Park Upgrades	3.750	1.178	0	4	5	3	8
J. Fire Training Center	3.650	1.152	2	1	3	10	4
G. Runway 3R-21L Land	3.600	1.241	1	4	3	6	6
K. Upgrade Range	3.550	1.322	2	2	6	3	7
I. Willow/Watson Fire Sta.	3.500	1.396	2	4	3	4	7
P. Elk's Opera House	3.150	1.459	3	5	4	2	6
C. Aquatic Cntr. Indr./Odr.	2.650	1.621	7	5	1	2	5
D. Aquatic Cntr. Odr. Only	2.600	1.281	5	4	8	0	3
N. PD Capital Equip.	2.600	1.463	6	5	4	1	4
E. Recreation Center	2.300	1.005	4	9	5	1	1
B.80-100 Acre Park	2.250	1.220	8	3	6	2	1

Proposed and/or Approved City Rate/Fee Increases & Opportunities for Additional Revenue

Potential Funding

<u>Projects</u>	<u>Amount</u>	<u>Sales Tax Increase (1)</u>	<u>Property Tax Bond (2)</u>	<u>Impact Fees (3)</u>	<u>Users Fees (4)</u>	<u>Grants (5)</u>
A Park Upgrades	\$ 3,000,000	Yes	20% Limit	No	Yes	
B 80-100 Acre Park	16,900,000	Yes	20% Limit	%	Yes	
C Aquatic Cntr. Indr./Odr.	22,000,000	Yes	20% Limit	No	Yes	
D Aquatic Cntr. Odr. Only	16,000,000	Yes	20% Limit	No	Yes	
E Recreation Center	19,000,000	Yes	20% Limit	%	Yes	
F Airline Terminal	13,700,000	Yes	6% Limit	No	Yes	FAA
G Runway 3R-21L Land	6,100,000	Yes	6% Limit	No	Yes	FAA
H Downtown Fire Sta.	8,500,000	Yes	20% Limit	%	No	
I Willow/Watson Fire Sta.	3,800,000	Yes	20% Limit	%	No	
J Fire Training Center	6,900,000	Yes	20% Limit	%	No	
K Upgrade Range	2,500,000	Yes	20% Limit	No	No	
L PD & Fire Storage	1,300,000	Yes	20% Limit	%	No	
M Police Headquarters	16,000,000	Yes	20% Limit	%	No	
N PD Capital Equip.	700,000	Yes	20% Limit	%	No	
O Rodeo Grounds	3,000,000	Yes	6% Limit	No	Yes	
P Elk's Opera House	1,000,000	Yes	6% Limit	No	Yes	

Grouped Projects with Estimated Secondary Tax Rate

	<u>Projects</u>	<u>Amount</u>	<u>Survey Results</u>	<u>Estimated Secondary Tax Rate (1)(2)</u>	<u>Cumulative Secondary Tax Rate</u>	<u>Estimated Annual Impact on a \$300,000 House (3)</u>	<u>Cumulative Est. Annual Impact on a \$300,000 House</u>
Parks & Aquatic							
A	Park Upgrades	3,000,000	3.75	0.0295	0.0295	8.85	8.85
C	Aquatic Cntr. Indr./Odr.	22,000,000	2.65	0.1767	0.2062	53.01	61.86
E	Recreation Center	19,000,000	2.30	0.1526	0.3588	45.78	107.64
B	80-100 Acre Park	16,900,000	2.25	0.1357	0.4945	40.71	148.35
Cultural							
O	Rodeo Grounds	3,000,000	3.90	0.0295	0.0295	8.85	8.85
P	Elk's Opera House	1,000,000	3.15	0.0080	0.0375	2.40	11.25
Public Safety							
H	Downtown Fire Sta.	8,500,000	4.30	0.0683	0.0683	20.49	20.49
L	PD & Fire Storage	1,300,000	4.05	0.0128	0.0811	3.84	24.33
M	Police Headquarters	16,000,000	3.85	0.1285	0.2096	38.55	62.88
J	Fire Training Center	6,900,000	3.65	0.0554	0.2650	16.62	79.50
K	Upgrade Range	2,500,000	3.55	0.0282	0.2932	8.46	87.96
I	Willow/Watson Fire Sta.	3,800,000	3.50	0.0305	0.3237	9.15	97.11
N	PD Capital Equip.	700,000	2.60	0.0079	0.3316	2.37	99.48
Airport Improvements							
F	Airline Terminal	13,700,000	4.10	0.1100	0.1100	33.00	33.00
G	Runway 3R-21L Land	6,100,000	3.60	0.0490	0.1590	14.70	47.70



“B” List of Capital Projects

1. Aquatic Center, Indoor/Outdoor Pools
2. Recreation Center
3. 80-100 Acre Park
4. Airline Terminal



“A” List of Capital Projects - Recommendations

- 1. Park Upgrades (\$4,000,000)**
- 2. Rodeo Grounds Upgrades (\$3,196,981)**
- 3. Runway 3R-21L Land Purchase (\$4,575,000)**
- 4. Public Safety Cluster (\$42,818,040)**
 - Downtown Fire Station (\$8,500,000)**
 - PD & Fire Storage (\$1,806,670)**
 - Police Headquarters (\$19,000,000)**
 - Fire Training Center (\$6,900,000)**
 - Upgrade Range (\$2,811,370)**
 - Willow/Watson Fire Station (\$3,800,000)**



"A" List Capital Projects

Projects	Revised Amount	Estimated Annual Debt Service (1)	Estimated Secondary Tax Rate (2)	Estimated Sales Tax Rate (3)
Police Headquarters	19,000,000	1,271,422	0.1570	0.088%
Downtown Fire Sta.	8,500,000	568,794	0.0702	0.039%
Fire Training Center	6,900,000	461,727	0.0570	0.032%
Willow/Watson Fire Sta.	3,800,000	254,284	0.0314	0.018%
Upgrade Range	2,811,370	261,777	0.0323	0.018%
PD & Fire Storage	1,806,670	144,972	0.0179	0.010%
Public Safety Projects	42,818,040	2,962,976	0.3658	0.204%
Park Upgrades	4,000,000	320,970	0.0396	0.022%
Rodeo Grounds	3,196,981	256,534	0.0317	0.018%
Runway 3R-21L Land	4,575,000	306,145	0.0378	0.021%
Other Projects	11,771,981	883,649	0.1091	0.061%
TOTAL	54,590,021	3,846,625	0.4749	0.265%

Notes

- 1 The term and rate for estimated debt service is based on market condition on 6/3/2008.
- 2 Secondary Tax Rate calculation: $(\text{Annual Payment} / \text{Secondary Assessed Valuation} \{ \$809,994,833 \} * 100)$
- 3 Estimated taxable sales used for this calculation is \$1.45 billion annually



Prescott Capital Needs Committee Recommendations

- 1. Extension of the 1% sales tax for street improvements for 25 years (2015 to 2040) to be handled at a special election in March, 2009.**



Prescott Capital Needs Committee Recommendations

2. Bond for the following “A” list as denoted below (in the November, 2008 general election):

- Park Upgrades (\$4,000,000)
- Rodeo Grounds Upgrades (\$3,196,981)
- Runway 3R-21L Land Purchase (\$4,575,000)
- Public Safety Cluster (\$42,818,040)
 - Downtown Fire Station (\$8,500,000)
 - PD & Fire Storage (\$1,806,670)
 - Police Headquarters (\$19,000,000)
 - Fire Training Center (\$6,900,000)
 - Upgrade Range (\$2,811,370)
 - Willow/Watson Fire Station (\$3,800,000)



Prescott Capital Needs Committee Other Recommendations

- 1. To be more flexible in the use of funds by the wording on the ballots.**
- 2. To include two members from the Prescott Capital Needs Committee to help write the ballot language for all elections.**
- 3. To take all of the recommendations from the Prescott Capital Needs Committee and implement them in such a way as satisfy all the citizens of Prescott, Arizona.**



Where do we go from here?



**Sir Winston Churchill said,
“We make a living by what we
get, we make a life by what we
give.”**

Thank you for giving.

