

**TOWN OF PRESCOTT VALLEY
REQUEST FOR COUNCIL ACTION
Date: April 25, 2013**

SUBJECT: NCU Annual Surcharge Proceeds

SUBMITTING DEPARTMENT: Management Department

PREPARED BY: Ryan Judy, Deputy Town Manager

AGENDA LOCATION: Comments/Communications , Consent , Work/Study ,
New Business , Public Hearing , Second Reading

ATTACHMENTS: 1) Burnett Email, 2) Funding Proposal 3) NCU Development Agreement Excerpt
(Full Agreement Available from Town Clerk's Office)

SUMMARY BACKGROUND: On March 25, 2004, the Town entered into a development agreement with NorthCentral University for the location of its new facility, including extension of a road and utilities to the site.

As part of the development agreement, NorthCentral is required quarterly to submit to the Town a \$2 surcharge per course enrolled. The agreement states the Town and NCU shall decide mutually how best to program these funds.

After receiving a proposal from the Town, NCU has agreed to donate to the following projects:

- \$25,000 to the Centennial "Not So Gentle Tamer" statue to be placed near the intersection of Lakeshore & Lake Valley
- \$15,000 to the 2013 Healing Field, a memorial of 3,000 flags to honor those lost on 9/11
- \$10,000 to plant additional trees on the Civic Center Campus

\$50,000 was budgeted in the current fiscal year but no projects were identified and no funds have yet been encumbered. These funds are not budgeted in the General Fund.

OPTION ANALYSIS: Council may approve these donations or direct staff to negotiate a different use of proceeds with NCU.

ACTION OPTION: Motion to approve donations as detailed in the Fiscal Analysis, **OR** Motion not to approve said donations. VOTE.

RECOMMENDATION: Staff recommends approval of these donations.

FISCAL ANALYSIS: The Town anticipates receiving approximately \$50,000 from the proceeds of the NCU surcharge in FY 2012-13. \$50,000 was budgeted in the Library Building Fund but was not allocated for any particular purpose. After discussions with the Town, NCU agreed to donate \$25,000 to the Centennial "Not So Gentle Tamer" statue, \$15,000 to the 2013 Healing Field, and \$10,000 to plant additional trees on the Civic Center campus. The proposed donations will not have any fiscal impact on the General Fund.

REVIEWED BY:

Management Services Director _____

Town Clerk _____

Town Attorney _____

Town Manager _____

COUNCIL ACTION:

Approved Denied Tabled/Deferred Assigned to _____