

**TOWN OF PRESCOTT VALLEY
REQUEST FOR COUNCIL ACTION**

Date: April 10, 2014

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) NCU Letter with Attachments 2) 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, NCU 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.

Last year, NCU agreed to fund 3 projects that the Town had proposed, including \$25,000 to the Not So Gentle Tamer statue, \$15,000 to the Healing Field project, and \$10,000 for additional trees on the Civic Center campus.

NCU has proposed to use funds in this fiscal year for the following purposes:

- \$25,000 to the Boys & Girls Club to help re-open the Prescott Valley site in May.
- \$15,000 to the Hungry Kids Project. This is a volunteer organization that provides Prescott Valley children in need (identified by the school nurse or principal) with a bag of groceries every Friday afternoon to take home to the family, 100% goes to purchase food.
- \$10,000 to Big Brothers Big Sisters for a collaboration between HUSD and YBBBS to expand mentoring programs at Lake Valley Elementary School and Bradshaw Mountain Middle School.

\$50,000 was budgeted in the current fiscal year to distribute these funds. The Agreement with NCU was for a term of 10 years and expired on March 25, 2014.

OPTION ANALYSIS: Council may allocate NCU proceeds as proposed or direct staff to pursue other options.

ACTION OPTION: Motion to approve distribution of NCU funds as follows: \$25,000 to the Boys & Girls Club, \$15,000 to the Hungry Kids Project, and \$10,000 to the Big Brothers Big Sisters organization.
VOTE.

RECOMMENDATION: Staff recommends distributing funds to agencies as proposed by NCU.

FISCAL ANALYSIS: The Town has budgeted \$50,000 for distribution of these funds this fiscal year. The proposed donations will not have any fiscal impact on the General Fund. The Agreement has now ended and the Town will no longer receive these contributions from NCU after March 25, 2014.

REVIEWED BY:

Management Services Director _____

Town Clerk _____

Town Attorney _____

Town Manager _____

COUNCIL ACTION:

Approved Denied Tabled/Deferred Assigned to _____