

City of Globe  
Council Meeting  
June 11, 2019

Call to Order.

**Roll Call.**

**Present:** Councilmember Freddy Rios; District 1, Councilmember Jesse Leetham; District 3, Vice Mayor Mike Stapleton; District 4, Councilmember Charlene Giles; District 5, Councilmember Fernando Shipley; District 6.

**Excused:** Mayor Al Gameros, Councilmember Mike Humphrey; District 2.

Invocation by Shelly Salazar

Pledge of Allegiance by Councilman Fernando Shipley

1. **SUMMARY OF CURRENT EVENTS:**

A. Council Members

Councilman Shipley thanked FreePort Community Investment Fund for the grant that was awarded to the Cobre Valley Youth Club, that will help with renovations and improvements to the Knights of Columbus building they will be moving into. Councilman Shipley also thanked the United Fund for sponsoring a "VISTA" Student that will help with the Club.

Councilman Rios recognized Commander AJ Castaneda who attended and graduated from the Northwestern University School of Police Staff and university school northern Police Staff and Command.

Councilwoman Giles reported that she along with Councilman Leetham and Vice Mayor Stapleton toured the Police Dept. and it is a much more modern and secure facility. Councilwoman thanked the entire Public Works for preparation of Sunrise Challenge, thanks to Richard Thomas and Uriel Perez for their work on the Chip Seal Project and Vincent and Staff for the CPR and Flag certifications. Lastly Councilwoman Giles asked for prayers for Joe Gonzales's little boy who has been in the hospital.

Councilman Rios also thanked John Angulo and the Streets Department for street paving and for assistance with a repair for a concerned constituent.

Councilman Leetham reported that he and Councilwoman Giles attended a grant writing seminar and it was amazing and looks forward to more opportunities.

Vice Mayor Stapleton also congratulated Commander AJ Castaneda and reminded everyone of the Concert in the Park Saturday every other Saturday.

Linda Oddonetto reported the next Saturday Concert will be this weekend from 7:00-9:00 pm. The concert series will go through August. The City of Globe has partnered with the Community Concert Assoc. and the United Fund.

Vice Mayor thanked Sgt. Haines and Commander Castaneda for the tour of the Police Dept. Lastly the Vice Mayor thanked Globe Fire and Police for situation involving Luke Air Force Base.

Chief Robinson reported that they received individuals inside the Police Department lobby regarding an unknow device that was found on the Doke Road. Crews investigated and found it was an aircraft flare. The Departments secured the area and contacted Luke Air Force Base to destroy.

B. Mayor  
C. City Manager

Mr. Jepson reminded everyone that Mayor Gameros is out on his annual camping trip, also Chief Walters is on family vacation. A reminder to everyone that Open Enrollment deadline is June 20<sup>th</sup>. Mr. Jepson with focus on Right Away Disposal, updates Council, that the three alley ways have been transitioned to Copper State. There is still local re-cycling, materials can be taken to the Courthouse, Fry's and the Senior Center. RAD trucks are showing up earlier than normal.

## 2. COMMUNITY CALL TO THE PUBLIC

Any citizen desiring to speak on a matter that IS NOT scheduled on this agenda may do so at this time. This is a time for the public to comment to members of the City Council explicitly not to members of staff. Comments will be limited to **three minutes per person** and shall be addressed **explicitly** to the to the City Council and addressed to the City Council as a whole public body, and not to any individual member. **Please complete a "Request to Speak Card", located with the Agendas at the rear of the Council Chambers and turn it in to the City Clerk prior to the beginning of the meeting.** Issues raised shall be limited to those within the jurisdiction of the City Council. Pursuant to the Arizona Open Meeting Law, the City Council cannot discuss or act on items presented at this time. At the conclusion of the call to the public, individual City Council members may (1) respond to criticism made by those who have spoken, (2) ask staff to review a matter, and (3) ask that a matter be put on a future agenda.

Teresa Bittner; Case Manager for Crossroads Inc. is before Council to announce that they will be bringing a new drug rehabilitation facility to the local area and request to be put on a future agenda.

Lori Smith is before Council with concerns and issues with feral cats.

## 3. SPECIAL PRESENTATIONS AND CEREMONIAL MATTERS: Presentations, Proclamations, Awards, Guest Introductions and Announcements

- A. Council will hear a presentation from Greg Swartz of Piper Jaffray regarding financing of Public Safety Facilities

Mr. Jepson introduces our Greg Swartz; Financial Advisor with Piper Jaffray who is before Council with options for financing a Public Safety Facilities. Mr. Swartz advises Council that options through revenue sources that could typically be an option for funding include Sales Tax & State Shared Revenues (Excise Taxes) which is deposited in the General Fund and Property Tax which would require an election.

Mr. Swartz explains another option for funding would be debt. General Obligation Bonds which would require an election could be used to fund a Public Safety Facility. The voter would authorize the debt and the security would be the promise of the City to levy property taxes as necessary to repay the debt. The repayment source would be Excise Taxes and Secondary Property Taxes. Appropriated Debt Service which would be funded out of the General Fund as Certificates of Participation or Municipal Property Corporation, both of which would be authorized through Resolution and secured and repaid through Excise Tax.

Mr. Swartz explains the impact on property owners when voters authorize bonds, projects and repayment that is paid through property tax. For a Public Safety Facility that cost \$2.5M, the debt would be 5% over 20 years and the annual impact on residents would be an average \$46.23 per household and \$181.36 per commercial/business parcel.

Mr. Swartz concludes his presentation to Council discussing the timeline of securing debt.

Mr. Jepson informed Council that this presentation is for information only and Staff will continue to gather information and pursue this potential.

- 4. **CONSENT CALENDAR:** Matters listed under the Consent Calendar are considered to be routine and will be enacted by one motion and one vote. Public Hearing items are designated with an asterisk (\*). Prior to consideration of the Consent Agenda, the Mayor will ask whether any member of the public wishes to remove a Public Hearing item for separate consideration. Members of the Council and or staff may remove any item for separate consideration.

- A. Consideration of Waiver of Section 2-4-10 (A) [prior discussion rule] to allow action on the balance of the consent Agenda:

- 1. Accounts Payable: \$357,045.09
- 2. Consideration of Approval of Council Minutes:

- 1. March 26, 2019 Council Meeting Minutes

2. April 3, 2019 Budget Meeting Minutes

B. Consideration of agreements and purchases less than \$25,000. (Jeannie Sgroi)

C. Consideratin of the Fleet Report (Brandon Gillum)

**Motion:** Motion to approve the Consent Agenda as presented., **Action:** Approve, **Moved by** Councilmember Fernando Shipley; District 6, **Seconded by** Councilmember Jesse Leetham; District 3. Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, and Councilman Shipley.

5. **NEW BUSINESS:**

A. Discussion and consideration for the Police Department to apply for a Tohono O'odahm 12D Grant and to waive City Code Section 2-4-10(A) prior discussion rule (Sgt. Chuck Haines)

Staff Sgt. Chuck Haines is before Council with the request to apply for the Tohono O'odahm 12D Grant for the propose of funding two (2) 2020 Ford Interceptor Utility Vehicles with an estimated cost of \$47,574 each. Sgt. Haines informs Council that the grant submission is due by June 14<sup>th</sup>.

**Motion:** Motion to approve the submission of the Tohono O'odahm 12D Grant due June 14, 2019 and waive the prior discussion rule. , **Action:** Approve, **Moved by** Councilmember Freddy Rios; District 1, **Seconded by** Councilmember Charlene Giles; District 5. Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, and Councilman Shipley.

B. Discussion and consideration for the Police Department to apply for the Walmart.org Local Community Grant to initiate their Globe Police Department Bicycle Rodeo Proposal. (Sgt. Chuck Haines)

Sgt. Haines is back before Council with a request to apply for the annual Walmart.org Local Community Grant. This year, the Police Department will be hosting a bicycle rodeo and is requesting permission to apply for \$3000 in grant funds to purchase items necessary for the event. Officer Jesus Verdugo will be completing and submitting that grant.

**Motion:** Motion to approve the application and return it to the next meeting if awarded., **Action:** Approve, **Moved by** Councilmember Charlene Giles; District 5, **Seconded by** Councilmember Jesse Leetham; District 3.

Motion passed unanimously by; Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley.

- C. Discussion and consideration to approve Resolution No. 1793, adopting the 2019 Gila County Multi-jurisdictional Local Hazard Mitigation Plan (MJLHMP) and request to waive City Code Section 2-4-10 (A) prior discussion rule. (Chief Dale Walters)

**RESOLUTION NO. 1793-A RESOLUTION OF THE CITY OF GLOBE, COUNTY OF GILA, STATE OF ARIZONA APPROVING THE 2019 GILA COUNTY MULTI-HAZARD MITIGATION PLAN**

City Clerk, Shelly Salazar reads Resolution No. 1793 into the meeting and Council is satisfied with the reading.

Fire Chief, Gary Robinson updates Council that Gila County has completed their 2019 Multi-jurisdictional Local Hazard Mitigation Plan. Through this plan, pre and post disaster hazard mitigation grants are available. The County is requesting all jurisdictions approve the plan through resolution by June 1, 2019.

**Motion:** Motion to approve Resolution No. 1793 adopting the 2019 Gila County Multi-jurisdictional Local Hazard Mitigation Plan and motion to waive the prior discussion rule. , **Action:** Approve, **Moved by** Councilmember Charlene Giles; District 5, **Seconded by** Councilmember Freddy Rios; District 1.

Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley.

- D. Discussion and Consideration of Video License Application forms to comply with SB 1140, Council may approve standard Video Service License Application and Agreement forms to be used for video and cable service providers. SB 1140 requires municipalities to issue a uniform video service license to video service providers beginning January 1, 2020, and cities and towns across the state must adopt a standard application/affidavit form and standard agreement form by July 1, 2019. Forms have been prepared by the League of Cities and Towns for approval by each jurisdiction (Chris Collopy)

Chris Collopy is before Council with a requirement of cities and towns to have a standard contract for cable providers. This is a result of COX Cable working within many jurisdictions and successful lobby of state legislature to standardize agreements. SB 1140 requires Globe City Council to adopt the same agreement. Mr. Collopy informs Council that this will only effect Cable one, internet and satellite providers are exempt from SB 1140 requirements.

**Motion:** Motion to approve Video Licesne Application forms to comply with SB 1140 and bring back to the next available Council meeting for final consideration. , **Action:** Approve, **Moved by** Councilmember Fernando Shipley; District 6, **Seconded by** Councilmember Charlene Giles; District 5.

Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley.

- E. Council will discuss and possibly give direction to staff related to the presentation of the City of Globe FY 2019-20 proposed Operations and Maintenance Budget (O&M) budget (Jeannie Sgroi and Paul Jepson)

City Manager, Paul Jepson is before Council with the initial presentation of the FY20 Budget. The Tentative Budget adoption will be before Council on June 25<sup>th</sup> for possible approval and back before Council on July 16<sup>th</sup> for adoption of the Final Budget. Mr. Jepson suggest that the budget is a planning document based on historic projections rather than an accounting document, with goals of growing the budget by working regionally, optimizing productivity and economic development. The budget is in alignment with the Strategic Plan which will be adopted on the 16<sup>th</sup> of July. Mr. Jepson states other budget goals are; avoid the structural deficit trap, measured use of fund balance and leveraging of WIFA funds.

As it is presented tonight Mr. Jepson explains that expenditures are over revenue by \$4,083, however there are still moving pieces that have not been confirmed such as open enrollment, State Shared Revenue and the Wayfair passed by the State which means they will be receiving more money from online shopping. Globe PD is negotiating with Globe Unified School to split the cost of an SRO this budget year, if this doesn't happen that line item will be taken out and money shifted around. Mr. Jepson reports that the City was able to fund more salaries at only a 1.98% increase due to the benefit of the \$1M payment to the PSPRS unfunded liability which decreased the City contribution rate by 19.68%. The FY20 Budget includes fully funded Police staffing (20 sworn + 2), fully funded Public Works staffing, new IT position and ½ half SRO Officer funding as well as an Economic Development Specialist.

Finance Director, Jeannie Sgroi is before Council with highlights of the General Fund O&M budget including; new line item for Mayor and Council Budget for blight in the amount of \$25,000 and \$1,800 for the City Manager to attend the National ICMA Conference. The budget still includes \$73,000 for the Cobre Valley Transit System, \$13,000 for the Cobre Valley Youth Club and \$15,000 for non-profit funding. The FY20 budget also includes \$900 for the Citizen's Academy project and \$10,000 for hard costs associated with Special Events (not including salaries).

Overtime costs will be tracked internally within the budget line item. The Administration budget shows a decrease of \$104,000 in contractual services due to restructuring of IT funding and IT Staff.

The Finance Director informs Council that the estimated beginning fund balance was \$5,149,409, which included \$1,435,783 in contingency of which only \$275,571 was utilized during the budget year (19%). The Fund Balance is up +\$128,300 from last year and the FY20 budget includes \$1,651,150 contingency.

The estimated FY19 beginning fund balance in Water was \$3,066,306, which included a contingency budget of \$674,154 of which was \$21,919 was utilized during the budget year 3.2%. The Water Fund Balance is up +\$112,129 from last year.

The estimated FY19 beginning fund balance in Sewer was \$1,948,941. This includes a contingency budget of \$36,850 of which \$50,000 was utilized during the year. The Sewer Fund Balance is up \$117,000 from last year.

Mayor and Council directed Staff to include in the Tentative Budget, \$500 discretionary fund for each Councilmember based on a policy for events. Council also directed Staff bring back the legalities and best methods for employee Christmas bonuses to possibly include in the budget.

**Motion:** Motion to move forward to the next available meeting with the changes directed by Council for final consideration., **Action:** Approve, **Moved by** Councilmember Fernando Shipley; District 6, **Seconded by** Councilmember Jesse Leetham; District 3.

Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley.

Five-minute recess.

- F. Council will discuss and possibly give direction to staff related to the presentation of the City of Globe FY 2019-20 proposed Capital Improvement Program (CIP) budget (Paul Jepson and Jeannie Sgroi)

Finance Director starts the presentation with the Police Dept. CIP which totaled \$143,000 out of the General Fund and included Phase II of the Station remodel and handheld radios. There is also \$60,000 budgeted in grant and outside funding for a new patrol car.

The total CIP Budget for FY20 is \$5,065,786 which included \$700,012 carry-forward from FY19. Staff included \$3,091,000 in grant and outside funding, including the \$2.8M from the State for the Connie's Bridge repair.

The Mayor and Council CIP Budget totals \$29,800 and included \$19,000 for Chamber re-configuration and \$4500 for new Council chairs. \$6,300 was also included for Codification Services. The Admin/City Hall budget totaled \$12,000 for computer replacement. Mr. Jepson updates Council that there was \$45,000 in the Admin/City Hall CIP for a new phone system, however it will be in the next year's budget. Danny Trammell is before Council with a discussion regarding Voice Over Internet Protocol (VOIP) phone system as compared to the current system that is at City Hall which has been outdated.

The Fire CIP totaled \$650,741 with \$579,039 budgeted for AFG Grant funding for self-contained breathing apparatus. Parks and Streets totaled \$5,747,960 for their CIP Budget which included \$595,000 of CDBG funding for re-paving projects, as well as \$1.3M for ADOT funded projects. Staff also included the \$2.8M dollars that the State has appropriated for the Connie's Bridge build. John Angulo addresses questions regarding the Dog Park Phase 2 CIP item in the amount of \$30,000 and the Bleacher request in the amount of \$15,000. Linda Oddonetto discusses the possibility of the United Fund partnering with youth clubs to fund park needs within the City. Council also suggested a Parks and Recreation Department in future budgets and possible partnering with the Schools for bleacher needs.

In the Engineering CIP there is included, \$7,000 for a plotter/scanner as well as \$2,600 for traffic control software included in a total CIP budget of \$15,300. The Besh Ba Gowah Museum budgeted \$45,000 for the main building roof replacement.

Linda Oddonetto presents the Economic Development's budget includes \$25,000 towards the City Visitors Center-Michaelson Building, and \$2500.00 for a Media Weekend that would expose Globe on news features. The ED budget also included \$10,000 for a housing study, where Globe would partner with the Town of Miami, Gila County and FreePort McMoran. This would be a tool that could help develop a housing plan for the community through RCAC. The North Broad Street Entrance is still in the budget at \$6,000.

The Fleet Shop will be getting a new shop cooler in the amount of \$23,345 if Council approves.

Adrea Ricke is before Council with a Library budget request of \$38,000 for new flooring and traffic flow tools that would be funded out of the General Fund. Ms. Ricke informs Council that any improvements on the Rogue Building is pending the ADEQ Brownsfield Grant that remediate the mold situation.

Jerry Barnes continues with the Water and Wastewater CIP. \$216,792 is in the CIP Budget for the Water Dept and will include a new Water Barn, pipe and fittings inventory and software and computers for daily work logs, that would track the Strategic Plan items. Frank Baroldy presents the total Sewer CIP \$656,450, which includes \$554,000 for a total WWTP rehab.

Mr. Jepson presented the Active Adult Center budgeted \$3,800 for interior painting and flooring.

The Vehicle CIP is \$49,000 budgeted out of the General Fund for a new Public Works Crew Cab Truck and Police fleet improvements and outfitting.

The total City CIP Budget for FY20 is \$7,734,688.

After the presentation, Council directed Staff;  
Analysis of a new phone system.

Research the IGA's with the School for facility use.

Boards, Committees and Commissions – vacancies

United Fund grant to 5013C's for field enhancement.

Re-allocate the \$4500 budgeted for Council chairs to Christmas decorations.

Sewer; capacity and condition study grant in the amount of \$120,000 is missing from the presentation, Staff will add.

Mr. Jepson discussed possible CIP additions which include land in the amount of \$120,000 for a new Fire Station. Greg Swartz presented possible funding options at an earlier meeting that included possible bonding that would be presented to voters in 2020. In order to do that the City would have to secure land and design study in the amount of \$50,000. Another possible addendum that is not built into the CIP would be the Type 3 Wildland Fire Engine in the amount of \$330,000, as Fire Chief Gary Robinson presents. After much discussion regarding the costs, housing the apparatus and service to our community, Council directed Council to bring back at the next meeting.

**Motion:** Motion to move forward to the next Council Meeting for final consideration., **Action:** Approve, **Moved by** Councilmember Jesse Leetham; District 3, **Seconded by** Councilmember Freddy Rios; District 1. Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley. motion to move forward. Motin passes.

6. **ACTION ITEMS:**

- A. Consideration of Council approval to resend the prior approval made on 2/26/2019 to contract CS2019-0015 (JOC with Cactus Asphalt) and advertise IFB-2019-0025 for the CDBG 2"- Mill and Fill project with an engineer's estimate of \$545,143.05. The majority of the projects will be funded through ADOH (Arizona Department of Housing) with a Community Development Block Grant, with the balance being funded out of various budgeted accounts for street repairs. (Jerry Barnes)

Mr. Barnes is before Council and informs them that the Arizona Department of Housing said no to the JOC with Cactus Asphalt and request permission to go back out to bid.

**Motion:** Motion to resend the prior approval made on 2/26/19 with Cactus Asphalt and advertise IFB-2019-0025 for the CDBG 2" Mill and Fill project with an engineer's estimate of \$545,143.05., **Action:** Approve, **Moved by** Councilmember Charlene Giles; District 5, **Seconded by** Councilmember Jesse Leetham; District 3.

Motion passed unanimously Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley.

7. **CALL TO THE PUBLIC:**

Any citizen desiring to speak on a matter that IS NOT scheduled on this agenda may do so at this time. This is a time for the public to comment to members of the City Council explicitly not to members of staff. Comments will be limited to **three minutes per person** and shall be addressed **explicitly** to the City Council and addressed to the City Council as a whole public body, and not to any individual member. **Please complete a "Request to Speak Card", located with the Agendas at the rear of the Council Chambers and turn it in to the City Clerk prior to the beginning of the meeting.** Issues raised shall be limited to those within the jurisdiction of the City Council. Pursuant to the Arizona Open Meeting Law, the City Council cannot discuss or act on items presented at this time. At the conclusion of the call to the public, individual City Council members may (1) respond to criticism made by those who have spoken, (2) ask staff to review a matter, and (3) ask that a matter be put on a future agenda.

8. **SCHEDULING OF MEETINGS:**

Scheduling of meetings, which may be brought up at this time.

9. **ADJOURNMENT.**

**Motion:** Motion to adjourn the Regular Meeting at 10:59 pm., **Action:** Adjourn, **Moved by** Councilmember Charlene Giles; District 5, **Seconded by** Councilmember Jesse Leetham; District 3.

Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles and Councilman Shipley.

I hereby certify that the foregoing is a true and correct copy of the June 11, 2019 Council Meeting Minutes and that the meeting was duly called and a quorum of Council was present.

  
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Shelly Salazar, CMC, City Clerk