CITY OF GLOBE
JUNE 25, 2019
COUNCIL MEETING MINUTES

Call to Order.
Roll Call.
Roll Call.
Present: Mayor Al Gameros, 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: Councilmember Mike Humphrey; District 2.

Invocation by Father Arnold from Holy Angels Church
Pledge of Allegiance by Councilman Jesse Leetham

1. **SUMMARY OF CURRENT EVENTS:**

A. Council Members

Councilman Shipley congratulates Kenny Sellick on his retirement.

Councilman Rios also offers congratulations to Kenny Sellick on his retirement. Councilman Rios also compliments Public Works on the nice paving job, especially in District 1.

Councilwoman Giles congratulates Kenny Sellick and thanks Father Arnold for his service in Globe. Councilwoman Giles also encourages everyone to buy tickets for the next play at the Cobre Valley for the Arts after reading a heartfelt note from a nine year who will be starring. Next, Councilwoman mentions concerns from the Nob Hill Neighborhood Watch Group concerns, including recycle and feral cats. Councilwoman thanked the Globe Fire Department for responding to an acreage fire that threatened eight (8) homes in the Fairgrounds area. Councilwoman thanked Captain Fire Marshall Joe Bracamonte for his quick response to a fire that was started by transients which could have resulted in a large downtown fire. Councilwoman Giles also suggested that Council keep the Rogue Building in mind when thinking of the amount of people that the Library serves with the limited resources they have. Lastly Councilwoman Giles announces that there will be a Public Meeting tomorrow at 5:30, where the City will update downtown businesses of ongoing construction projects.

Vice Mayor Stapleton thanked all the Fire Crews for protecting the community. Vice Mayor also thanked the Street Crews for fixing up all the streets and reported that he met with a constituent on G-Hill regarding water pressure, and Jodi Martin and Kenny Sellick attended and was able to resolve and answer questions. Vice Mayor congratulated Ken on his retirement.

B. Mayor

Mayor Gameros welcomed Miami Town Mayor Dalley and congratulated Kenny Sellick on his retirement. Mayor Gameros thanked Father Arnold for his service to the community and wished him well in his new venture in Tucson. Also recognized for their work for street paving was Public Works, the Mayor is very appreciative. Walmart will be having their ribbon cutting on the new remodel this Friday at 8:00 pm and on Saturday there will be a concert at the Depot. Lastly Mayor Gameros thanked the Fire Crews for the job done on the Woodbury Fire.

C. City Manager

Mr. Jepson reported that he attended the County presentation on re-cycling and $1.00 dump fee Saturdays and some challenges that the County is experiencing. Mr. Jepson recognized how important this is to the citizens of Globe and will be watching this very closely. Mr. Jepson thanked Kenny for 30 years of service and informed Council that the Water Office will be closed on July 5th in observance of the July 4th weekend.

Through Mr. Jepson, Jerry Barnes is before Council to acknowledge Staff for preparing the Cutter Water fields for the threat of fire. Soon after fire did break out which burnt approximately 12 acres, however the preparedness of Staff saved infrastructure.

Mr. Jepson reports on the Oak-Hill Street project that has been quite the challenge keeping traffic flowing and businesses open. Paul thanked Vincent Marsical who worked a twenty-four our shift protecting the City's interest and being that liaison.

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.

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

Mayor Gameros informs Council that Item B will be the first presentation followed by Item C and then Item A.

A. Retirement of Ken Sellick; Water/Wastewater Superintendent with 30 years of service to the City of Globe. (Jerry Barnes)

Jerry Barnes celebrates Ken's career as a benefit to the City. Ken began his career on the garbage truck and meter reading on foot and ended as Superintendent over all the City's infrastructure.

Kenny Sellick is honored by Council with a gold pocket watch for his 30 years of service and celebrated with cake.

Kenny Sellick gives a heartfelt thank you to Council and thanks his crew who have good hearts and a lot of knowledge.

B. Presentation by Representatives of the U.S. Forest Service updating Council on the current status of the Woodbury Fire. (Gary Robinson)

Fire Chief Gary Robinson introduces U.S. Forest Service representatives who provide the status update of the fire and thank the Globe community for their help and support.

C. City IT Manager, Dan Trammel, will provide Council with a presentation on Voice Over IP Phone System options. (Dan Trammel)

IT Dan Trammel informed Council after research the City would be saving money if utilizing the Voice Over IP Phone system compared to what is being spent on the current system.

Mr. Jepson clarified that this presentation was to help Council decide to add anything to the budget. With the research that has been done, Mr. Jepson didn't see the need to adjust the budget at this time, it may be that the cost savings could pay for itself. Once the upgrade server is in place, Danny will be back to give a full update.

The current cost for the phone service is $2200 per month or $26K annually this includes internet service. Mr. Trammel reports to Council that the Voice Over IP Phone System annual estimate is $16K a potential savings of $10K per year.

Mr. Jepson informed Council that the phone system is on the budget for this budget cycle and that Staff would be back before Council with a final request.

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:

2. Consideration of Approval of Council Minutes:
   1. April 9, 2019 Meeting Minutes

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

D. Consideration of Fleet Report (Brandon Gillum)

E. Discussion and Possible Approval of Amendment #1 to Contract #019-0248 with the Pinal-Gila Council for Senior Citizens (PGCSC), to re-allocate FY-2018-19 budgeted Gila County funds from PGCSC between Home Delivered Meals and Congregate Meals. (Jeannie Sgroi)

Motion: Motion to approve the Consent Calendar as presented. , **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, Councilman Shipley and Mayor Gameros.

5. **NEW BUSINESS:**

A. Discussion and consideration of GS-2019-0041 Library Service Agreement for FY 2019-2020 with the Gila County Library District in the amount of $113,600.00 and request to waive City Code 2-4-10(A) prior discussion rule. (Jeannie Sgroi)

Jeannie Sgroi is before Council with annual agreement with the Gila County Library District. If approve the City of Globe will receive $113,600.00 from the Library District to assist in the provision of services.

Motion: Motion to waive the prior discussion rule and approve GS-2019-0041 Library SErvice Agreement for FY 2019-2020 with the Gila County Library District in the amount of $113,600.00., **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, Councilman Shipley and Mayor Gameros.

B. Discussion and consideration to issue Invitation for Bids No. GS-2018-0076 for the procurement of one 5 Ton Diesel, 5-7 Yard Dump Truck, to be funded in an amount not to exceed $109,365.00 from Account #21-80-52000 CIP Fund- Capital Outlay-Water Equipment FY2019-20, (Jerry Barnes).

Jerry Barnes is before Council with his request to advertise for the purchase of a 5-Ton Diesel Dump Truck. This purchase was originally part of the FY2018-19 CIP budget in the amount of $109,365.00. The funds were never spent and have been re-appropriated to the FY 2019-20 CIP.

Motion: Motion to move forward and approve to issue the Invitation for Bids No. GS-2018-0076 for the procurement of one, 5-Ton Diese, Dump Truck. , **Action:** Approve, **Moved by** Councilmember Charlene Giles; District 5, **Seconded by** Vice Mayor Mike Stapleton; District 4.
Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, Councilman Shipley and Mayor Gameros.

C. Discussion and possible approval of the City of Globe Public Safety Personnel Retirement System (PSPRS) Pension Funding Policy as required for compliance with A.R.S. 38-863.01and waive City Code 2-4-10 (A) prior discussion rule. (Chris Collopy)

Chris Collopy informs Council that the State has mandated Municipalities to post a policy on how they plan to pay back the unfunded liability to the PSPRS fund by July 1, 2019 This policy presented shows the .3% added

sales tax adopted by Council in November 2016 which is earmarked as a mechanism to fund this liability. The City of Globe was also pro-active with the initial $1M payment from fund balance. The policy states that the .3% added tax will have the total liability pad off by the year 2044.

Mr. Jepson clarified that this is the Legislatures was to put the spotlight on Cities and Towns that have made no effort to pay this back. In the same way as in 2015-2016 when Municipalities had to declare the liability in annual financial audits. The City of Globe was one of the first to pioneer the way with a $1M payment. Mr. Jepson also informed Council that the City of Globe is seeing the benefits of this payment reflected in the contribution rates for Police this year.

Councilman Rios thanked the previous Council to have the foresight to invest their efforts to pay this back, this Council is seeing those benefits.

Mayor Gameros thanks then Mayor Wheeler and Council formed a task force, which he was a part of, to educate the public before implementing the increase in sales tax.

Mr. Jepson updates Council that there is $7000 in the budget for software to track this multimillion-dollar deficit and will be instrumental in it down.

Motion: Motion to waive the prior discussion rule and approve the PSPRS Pension Funding Policy as required for complieance with A.R.S. 38-863.01., **Action:** Approve, **Moved by** Councilmember Freddy Rios; District 1, **Seconded by** Vice Mayor Mike Stapleton; District 4.
Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, Councilman Shipley and Mayor Gameros.

6. **ACTION ITEMS:**

A. Discussion and approval of an additional $20,000 for the Broad Street (Mesquite to Cottonwood) Pavement Rehabilitation and Sidewalk Upgrades Project, due to bid overrun. The Central Arizona Government (CAG) Transportation Improvement Program (TIP) approved this project in the amount of $417,215.00 Federal Highway Administration (FHWA) funds in addition to the City's match of $25,218.72 (Local Match) funded through GF-Admin-Contingency Account #10-55-53000, for a project total of $442,433.72. (Jerry Barnes)

Jerry Barnes is before Council with a request for an additional $20,000 for the Broad Street Pavement and Sidewalk project. Mr. Barnes updates

Council that approximately $443K was funded through the Central Arizona Governments Transportation Improvement Program which included the City match of $25K (5.7%). After State procurement, the low bidder for this project has come in higher than estimated for a project total $509,186. There is $50,000 left over from project design to be transferred to the construction leaving $16,752 to be covered by the City. The City of Globe will be applying for an addition $45,000, from the Central Arizona Government (CAG) Transportation Improvement (TIP) in July of 2019, if approved this will cover this overage and add any remaining funds to contingency.

Motion: Motion to approve an additional $20,000 for the Broad Street Pavement Rehabilitation and Sidewalk Upgrades Project due to bid overun. , **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, Councilman Shipley and Mayor Gameros.

B. Discussion and Possible Approval of Contract Agreement Form No. CA-2019-0037, whereby the City of Globe will utilize a state contract with Proforce Marketing, Inc. for the purchase of Police equipment needs. (Chuck Haines)

Chief Walters updates Council, in February of 2019 during a regular Council Meeting, Council approved moving forward with much needed equipment for the Police Department and approved a not to exceed amount of $40,538.48 which was part of the contingency re-allocations. Contract No. CA-2019-0037 will allow the City to utilize a co-operative agreement between the State of Arizona and the City of Globe to purchase police equipment from Proforce Marketing.

Motion: Motion to approve Contract Agreement No. CA-2019-0037 in an amount not to exceed $40,538.48, utilizing a state contract with Proforce Marketing to purchase police equipment. , **Action:** Approve, **Moved by** Councilmember Fernando Shipley; District 6, **Seconded by** Vice Mayor Mike Stapleton; District 4.
Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, Councilman Shipley and Mayor Gameros.

C. Discussion and Possible Approval of Resolution 1788, a Resolution of Support for the placement and display of Art in the Historic Downtown District. (Linda Oddonetto)

RESOLUTION NO. 1788 - A RESOLUTION OF THE CITY OF GLOBE

CITY COUNCIL EXPRESSING SUPPORT FOR ECONOMIC DEVELOPMENT BY SUPPORTING WORKS OF FINE ART WITHIN THE HISTORIC DISTRICT IN THE CITY OF GLOBE

City Clerk Shelly Salazar reads Resolution No. 1788 into the meeting by title only, Council is satisfied with the final reading.

Chris Collopy is before Council with the final request to approve Resolution No. 1788. At the October 9, 2018 Council Meeting, Resolution No. 1788 was introduced to Council following a presentation by Thea Wilshire asking Council their approval to place bronze Gila Monsters around the downtown area. Along with the Resolution, Mr. Collopy also presented a permit application that would need to be filed with the City before any art could be mounted.

Councilwoman Giles is concerned with who will define fine art and reminds Council at that meeting, Thea Wilshire suggested a Public Arts Committee.

Mr. Jepson informs Council that he will add this to future agenda items and will bring the Arts Committee back after budget.

Motion: Motion to approve Resolution No. 1788 in support of fine art. ,
Action: Approve, **Moved by** Councilmember Charlene Giles; District 5, **Seconded by** Councilmember Fernando Shipley; District 6.
Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, Councilman Shipley and Mayor Gameros.

D. Discussion and Possible Approval of a contract with Structural Preservation Systems, LLC to conduct a condition engineering assessment of the City of Globe Community Center Swimming Pool, in an amount not to exceed $35,150, of which $17,575 will be reimbursed to the City by Freeport McMoRan and the remainder paid from the FY 2019-20 Admin/City Hall CIP. (Paul Jepson, Ethan Bluth)

Mr. Jepson on behalf of the City is very grateful for this item, which will answer community questions concerning the Community Center Pool. Freeport McMoRan has done the procurement with Structural will contribute 50%, or $I7,575 of the cost of the study if Structural is used. Although Council will hopefully by approving the contract in FY18-19, the actual work will be done in FY19-20 and will be budgeted in FY19-2020. Staff is asking Council to approve an amount not to exceed $35,150, of which $17,575 has reimbursed to the City by Freeport.

Ethan Bluth from Structural Engineering is before Council and explains that his company is the largest concrete restoration company in the country, with 27-offices here in the United States and 3-offices in the middle east. Mr. Bluth explains that his company restores existing concrete structures and if possible, would love to assist with the Community Center Pool. Mr. Bluth stated once the assessment is complete, his company will be able to give a report that would give the repairs needed and the life expectancy of the pool after restoration.

In answer to Councilman Shipley's question regarding concerns with the Besh Ba Gowah archaeological site, Mr. Jepson explained that core samples of existing concrete and soil would be taken however did not believe undisturbed ground would be touched. Mr. Jepson assured Council that all regulations would be followed.

Mr. Jepson clarified for the record that the City was able to utilize Structural to do the study through our partnership with Freeport, their Engineers selected Structural through their formal procurement process.

Motion: Motion to approve a contract with Structural Preservation Systems in an amount not to exceed $35,150 to conduct a condition engineering assessment of the City of Globe Community Center Swimming Pool. , **Action:** Approve, **Moved by** Councilmember Jesse Leetham; District 3, **Seconded by** Vice Mayor Mike Stapleton; District 4. Motion passed unanimously by Councilman Rios, Councilman Leetham, Vice Mayor Stapleton, Councilwoman Giles, Councilman Shipley and Mayor Gameros. .

7. ADJOURNMENT TO EXECUTIVE SESSION

Motion: Motion to adjourn into Executive Session at 7:44 pm., **Action:** Adjourn, **Moved by** Vice Mayor Mike Stapleton; District 4, **Seconded by** Councilmember Freddy Rios; District 1.

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

The Regular Meeting reconvened at 8:56 pm.

E. Consideration to approve the adoption of the City of Globe 2019-2020 (FY19-20) Tentative Budget in the amount of $27,180,866, and announce the Public Hearing date for the adoption of the Final Budget. (Jeannie Sgroi and Paul Jepson)

Mr. Jepson reviews the Budge Calendar with Council. With the adoption of the Tentative Budget this evening, Staff will publish the Tentative

Budget and hearing for the adoption of the Final Budget which is set for July 16th. Mr. Jepson clarifies that the approval of the Tentative Budget sets the maximum budget amount for the City. This presentation will only cover the changes made to the Budget Book since the June 11, 2019 presentation.

The "draft" Tentative Budget was originally presented to Council in the amount of Revenues; $10,056,419 vs. Expenditures of $10,060,502 with a difference of -$4,083. Tonight, the new Tentative Budget is Revenues and Expenditures are balanced at $10,070,856. Other changes to the budget include; added $500 per Councilmember for Related Community Action Expenses, all revenues collected in Bed Tax will be distributed based on the current formula, added funds from M&C chairs to Christmas Decorations/Garbage Receptacles FY20 budget and a starting line item at $60,000 for the replacement of sewer common lines (these funds are derived from the difference the City charges out of City residents for water service).

Additional carried forward CIP items from the prior budget include;

- $12,250 for CivPlus website
- $46,014 for IT Modernization/Server upgrade
- $17,575 for the Community Pool Engineering Study
- $109,365 for 5-Ton Dump Truck
- $60,000 Haskins Sewer Line which was inadvertently omitted from the draft CIP on 6-11-19
- $60,000 Holgate Lift Station Electrical which was inadvertently omitted from draft CIP on 6-11-19
- WWTP Rehab added $150,000 in new funds in combination with the carry forward amount of $542,052 for a total project amount of $692,052

Mr. Jepson updates Council on the final fund balances:

- General Fund Balance is $4,566,415
- Water Fund is $1,764,183
- Wastewater Fund is $1,034,439

With the remaining budget questions regarding the funding for a Type 3 Apparatus for the Fire Department, Mr. Jepson invited Fire Chief Gary Robinson to present.

Chief Robinson reviews the funding details if Council were to approve the purchase of the Type 3 Engine. Chief Robinson informs Council that the purchase price for the engine is $330,000 with an additional $1000 for equipment. Ongoing costs would include fuel, maintenance and tires an estimated 20% of the projected revenue of $16,632 averaged per

assignment. Chief Robinson updated Council that personnel costs are covered 100% by the incident including employer costs.

After much discussion Council agreed that the purchase of the Type 3 Engine would not be included in the FY2019-20 budget.

Mr. Jepson updates Council that TPT (sales tax) projections are coming in at $52K less. Another item that is still in negotiations is the School Resource Officer funding that has been budgeted for $52K and is contingent on the School funding for a total budget of $27,180,866.

Chief Walters updates Council that the school is still interested in funding half of the position, however this is contingent on grant funding.

Mr. Jepson reiterates, that the $52K is included in the budget and in the event Globe School doesn't not secure the funding, this could be re-allocated. Other items that are not included in the Budget is the addition of $30,000 that would be budgeted for Public Works salaries across the board and another $20,000 from the General Fund CIP for a City incentive policy. Mr. Jepson also reminded Council that the Type 3 Engine for the Fire Department could still be considered in the motion to approve the Tentative Budget. The motion could include any of these 3-additional stipulations.

Finance Jeannie Sgroi clarifies for Council that the $27M budget includes the operational budget as well as the CIP, grants and fund balances. Fund balance carried forward is $4.5M.

Motion: Motion to pass Tentative Budget with the addition of $30,000 in Publics Water, Wastewater salary capacity and $20,000 in CIP General Fund for City wide incentive program to be developed by the City Manager and presented at the Final Budget adoption for a total Tentative Budget amount of $27,230,866 and announce the public hearing date of the Final Budget for July 16, 2019, **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, Councilman Shipley and Mayor Gameros.

8. 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.

9. SCHEDULING OF MEETINGS:

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

10. FUTURE AGENDA ITEMS:

Agenda topics that Council Members would like to see on the agenda may be brought up at this time.

Arts commission

Agra Tours at the Winery

12. ADJOURNMENT.

Motion: Motion to adjour the regular meeting at 10:20 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, Councilman Shipley and Mayor Gameros.

I, hereby certify that the forgoing is a true and correct copy of the June 25, 2019 meeting minutes of the Globe City Council and that the meeting was duly called and a quorum of Council was present.

Shelly Salazar, CMC, City Clerk