

CITY OF GLOBE

REGULAR MEETING MINUTES

MUNICIPAL BUILDING 150 NORTH PINE STREET GLOBE, ARIZONA

February 23, 2016 6:00 P.M.

The meeting was called to order by Mayor Wheeler at: 6:00 pm.
The Invocation was given by: Councilman Haley offered a Moment of Silence.
The Pledge of Allegiance was led by: Paul Jepson

ROLL CALL

Present: Mayor Terence O. Wheeler (Not voting), Councilman James Haley, Councilman Mike Humphrey, Councilwoman Roberta Johnson, Councilman Mike Stapleton, Councilman Lerry Alderman.

Absent/Excused: Vice Mayor Eric Mariscal.

1. SUMMARY OF CURRENT EVENTS:

A. Council Members

Councilman Alderman is joyful to announce that he and Mrs. Alderman will celebrate their 50th Wedding Anniversary this Saturday.

Councilman Haley was also happy to announce that he recently celebrated his 22nd Wedding Anniversary last Saturday. Councilman Haley explained that his Silent Invocation was to recognize the tragic murder of a whole family in Phoenix.

Councilwoman Johnson thanked Councilman and Anita Stapleton for the invitation to the Soft Opening of the Copper Hen. Councilwoman also stated that she had lunch at the new El Rey Reynoso and that the newly renovated building is marvelous.

Councilman Humphrey congratulated Councilman Alderman on 50 years of marriage. .

Councilman Stapleton - no report.

B. Mayor

Mayor Wheeler introduces Paul and Tina Jepson and also mentioned the Grand Opening of the Copper Hen.

C. City Manager

Interim City Manager congratulates Mrs. Alderman and Mrs. Haley for accumulative 70 years of marriage and also congratulates Councilman Stapleton on the opening of the Copper Hen.

Interim City Manager updates Council on the US 60 project. Contractors and Staff have successfully pressure tested the line and are installing the tie-ins. We are still looking at a March 9th completion date. Staff will be meeting with ADOT tomorrow to discuss the re-asphalt phase of the project. The Hagen Tank is 75 % complete, Crestline tank holding at 95% and the float system will be installed. Contractors are on site for Well #4 ready to do well development.

Mr. Barnes announced to Council that Officer Denise Barajas will be relocating with the Gilbert Police Department. Mr. Barnes also informed Council that he received a call from Mr. Trent Blanchard with Senator McCain's office. He wanted to reach out to Council regarding any federal issues you might have, he would be glad to meet with you. Chris Collopy will be chauffeuring Council to CAG's 20th Annual Legislative Day at the League of Cities and Towns on Thursday.

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

A. Presentation of Delinquent Sewer Accounts for non-City of Globe Water Customers. (Jodi Martin)

Jodi Martin is before Council to discuss delinquent sewer accounts for non-City of Globe water customers. There are currently 300 customers that are Arizona Water customers that have City of Globe garbage and sewer services. Several of these customers owe an accumulative amount in delinquent services in excess of \$12,000. A new Ordinance will be introduced to Council this evening that will amended City Code 9-4-5-A which will allow City Staff to obstruct a sewer line when they become delinquent. Notice will be provided to the customer, Arizona Water Co. and the Gila County Health Department as their water service will be terminated as well. Staff's intent upon approval of the code amendment is to notify customers of this change and also assist delinquent customers with payment options.

Council thanks staff for doing the research regarding this item and want assurance that the public will be notified perhaps through a public service announcement of the change. Interim Jerry Barnes informs Council that the Ordinance when approved will be posted in the local paper per Arizona Revised Statute.

B. Presentation of Water and Sewer Rate Increase. (Joseph Jarvis)

Joe Jarvis updates Council on water and sewer rate increases as previously discussed with Council. The City of Globe has two enterprise funds; water and sewer funds. The revenue collected is to maintain, repair and improve the water and sewer systems. This item will be more thoroughly discussed at the budget work session meeting scheduled in March to discuss how Council would like to proceed. According to Economist.com in the April 2013 report, Globe rates did not cover operating costs and were lower than comparable systems. Data gathered by WIFA and compiled by University of North Carolina for an Arizona Water and

Wastewater Rate Survey indicated that Globe was below our cost recovery. In April of 2013 three scenarios were presented to the Council. In the end, the Council supported a modification of the scenarios that would increase rates of an average of 8.65% over 10 years.

Finance Director Joseph Jarvis informs Council that a rate study for 2016 will be brought to Council during the first budget work session and discussed at a regular meeting for possible adoption.

C. Presentation of Structural Bridge Report for City Bridges.
(Rick Powers; Jacob Engineering)

Rick Powers with Jacob Engineering present a very detail structural evaluation for Globe bridges. Each bridge was inspected and evaluated. A bridge management process was discussed with Council that would allow Jacob Engineering to provide procedures for the City of Globe for bridge rehabilitation or replacement. There are currently thirteen bridges in Globe and seven were inspected; some built as early as 1916. Mr. Powers provided the bridge rating information and the majority of the bridges fall below a 50% rating. Inspection Reports state and code that no load rating has been completed and there is no supporting documents available on posted load limits. Inspection Reports also state that three bridges are scour critical and again there are no supporting documents on scour calculation or evaluation available. Mr. Powers describe each bridge and their deficiencies.

Mr. Powers informs Council that there is Federal Highway off System Bridge Funding available to low rated bridge inspections. Bridges with a deficiency rating below 80% qualify for rehabilitation whereas bridges that rate below 50% are qualified for both rehabilitation and replacement through this federal funding. There is a maximum cap per project of \$1M with a local match of approximately \$14,250. The City would have to utilize any CAG funding to subsidize the more costly replacements.

Mr. Powers' replies to Mayor Wheeler's question regarding comparison with other Cities and we are average considering the age of these bridges compared to other cities in the state. Mr. Powers further explains that with the exception of the top three bridges for replacement the bridges are moderate condition.

Councilman Haley has concern with the cost of repair or replacement of bridges that are rarely utilized and the possibility of converting them to walking bridges.

Interim City Manager Jerry Barnes explains to Council that this for information only and this consideration would definitely be considered when funding was done. The plan this year was to put an amount in the budget and that next year would be more conclusive to a rehabilitation plan.

Councilwoman Johnson was concerned that the required load rating has never been done.

3. **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 \$585,372.96

- B. Consideration of Approval of Council Minutes:

Regular Meeting Minutes February 9, 2016.

- C. Consideration of City of Globe property to be sold through Public Auction.
(Joseph Jarvis)
- D. Consideration of Application for Extension of Premises/Patio Permit with the Arizona Department of Liquor Licenses and Control for Eileen Townsend dba Drift Inn Saloon at 636 N. Broad Street, Globe, Arizona on April 8, 2016 for the East Valley Firefighter Charity Bike Run.
(Shelly Salazar)

Mayor Wheeler calls for a motion to approve the Consent and Councilman Haley asks that Item C be removed for discussion.

Motion: Approve the Consent Calendar as read with the exception of Item C pulled for discussion. **Action:** Approve, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

4. NEW BUSINESS:

- C. Consideration of City of Globe property to be sold through Public Auction.
(Joseph Jarvis)

Finance Director Joseph Jarvis announces that three garbage trucks are to be auctioned off. There will be a local sealed bid auction will start next Wednesday; March 2 and run through March 11th. Remaining trucks will be auctioned online afterwards.

Motion: Waive the Prior Discussion Rules and Approve Item 3C as presented. , **Action:** Approve, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilman James Haley.
Motion passed unanimously.

- A. Consideration and Discussion of Contract Amendment with EUSI for Program Management Service in the amount of \$156,009.00 for WIFA Loan Projects through July of 2017. (Ken Sellick and Frank Baroldy)

Water/Wastewater Superintendent; Ken Sellick states that this item will provide the authorization to continue to implement the projects funded by the Water Infrastructure Finance Authority through June 2017. The City advertised for a Program Manager and selected EUSI for a multiyear contract to provide services to manage the WIFA approved projects. EUSI will work with City staff related to compliance with State and Federal loan requirements. The monthly cost for Program management of the WIFA Loan Projects is \$9,177.00 per month for a total contract amendment amount of \$156,009.00 extending to June, 2017.

Councilwoman Johnson stated that EUSI has done a marvelously job however city staff has been working on certifications and asked if there is a plan to replace EUSI with city staff. Mr. Sellick stated that city staff is currently working on these certifications and will eventually replace EUSI with this service.

Interim Manager Barnes explained that this contract is strictly to manage the WIFA projects and the additional time is needed to complete.

Councilman Haley clarified with staff that this is a separate agreement from other contract services. Mr. Barnes adds that EUSI is assisting city staff to gain the required certifications to eventually replace this service.

Councilwoman Johnson clarified with staff that funding will be paid for through the WIFA fund.

Council directs staff to bring this item back at the next meeting for approval.

- B. Consideration and Discussion of #GS2015-24-A; Contract Amendment in the additional amount of \$13,560.30 with EUSI; required for the additional time for the US 60 Waterline Project; project completion date is now March 9, 2016. (Ken Sellick and Frank Baroldy)

Wastewater Facilities Supervisor; Frank Baroldy updates Council that this item will provide authorization to amended the contract with EUSI for the additional time needed for the US 60 Waterline Project. The City recently approved an amendment to the US 60 Waterline contract with Sellers & Sons to complete the work associated with the bid alternate for remaining portion of US 60 waterline construction and to replace all water service saddles. The City also amended the contract with EUSI for the construction services. Based upon the most recent project schedule the project completion date is now March 9, 2016 and this amendment will extend services to that time.

Councilman Haley once again clarifies for the public that this is a separate contract for construction services. Mr. Barnes confirms for the record that EUSI came in at the lowest bid for construction engineering services for the 60 project and this amendment is for the additional work that is being done.

Council directed staff to bring this item back at the next meeting for approval.

- C. Consideration and Discussion of Ordinance No. 832 Amending the City Code; Article 9-4, Section 9-4-5-A; When Deposits are Required for Utilities. (Chris Collopy)

ORDINANCE NO. 832 AN ORDINANCE OF THE CITY OF GLOBE, COUNTY OF GILA, STATE OF ARIZONA, AMENDING THE GLOBE CITY CODE ARTICLE 9-4, SECTION 9-4-5-A WHEN DEPOSITS REQUIRED THERETO; ADOPTING SUCH ORDINANCE BY REFERENCE; REPEALING ANY AND ALL OTHER ORDINANCES AND PARTS OF ORDINANCES IN CONFLICT THEREWITH; PROVIDING FOR PENALTIES FOR THE VIOLATION THEREOF.

Development Services Director; Chris Collopy with the Mayors permissions, calls on his wife; Wanda Collopy to read Ordinance No. 832 into the meeting for the first time. Council is satisfied with the reading.

Chris Collopy states that this amendment changes the City Code in two parts. The first change is requiring deposits for utility services; sewer and water. The Current City Code requires to delinquent billing cycles to terminate delinquent city services. This change will require one billing cycle and will allow staff to keep the high standard of low debt balance.

With no discussion Council directed staff to bring this item back for approval.

D. Consideration and Discussion of FY2016-2017 Budget. (Joseph Jarvis)

Finance Director; Joseph Jarvis announced that next week at 5:15 pm, on Tuesday, March 1st the City will hold their first budget work session.

5. **ACTION ITEMS:**

A. Consideration of Settlement Agreement between the City of Globe and Arizona Water Co. (Attorney Gary Hayes)

Mayor Wheeler called for a motion to go into Executive Session.

Motion: Adjourn into Executive Session at 7:04 pm., **Action:** Adjourn, **Moved by** Councilman Mike Humphrey, **Seconded by** Councilman Mike Stapleton. Motion passed unanimously.

Regular meeting reconvened at 7:35pm.

Motion: Table item 5A until unresolved issues could be resolved and brought back to Council. **Action:** Table, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton. Motion passed unanimously.

B. Consideration of New Position – Public Safety Support Services Manager to be shared by Police and Fire Departments. (Chief Mark Nipp)

Chief Mark Nipp and Chief Gary Robinson are before Council with the requested job description for Public Safety Support Services Manager to be shared by Police and Fire Departments. Chief Nipp then addresses a second request from Council and that was the funding issues. Last year dispatch services were contracted with Gila

County providing a savings of approximately \$106,000 annually. Upgrades to software were approximately \$67,000 leaving a \$39,000 savings balance. Chief Nipp states if Council approves, the position could be filled by the end of March utilizing the \$39,000 for salary.

Councilman Haley asks the Council to wait until the budget process for next year to assure that the salary budget will be there.

Councilman Alderman stated that there is a budget for officers and there is room to change positions and negotiate with the upcoming budget and suggest that we move forward.

Councilman Stapleton agrees with to move forward.

Councilwoman Johnson agrees and states that this would free us an Officer for patrol and the Lieutenant would be free up to supervise patrol.

Mayor Wheeler calls for a motion.

Motion: Approve to fill the new position of Public Safety Support Services Manager., **Action:** Approve, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilman Mike Stapleton.

Motion passed unanimously.

C. Consideration of the Volunteer Pilot Program to Assist with Property of Maintenance Compliance. (Chris Collopy)

Chris Collopy informs Council that the requested job description has been written and approved by the City Attorney.

Motion: Approve item as presented. **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.

Motion passed unanimously.

D. Consideration of Appointment of the City of Globe; City Manager. (Council)

Mayor Wheeler appoints Mr. Paul Jepson as the new City Manager.

Motion: Approve the Contract for City Manager with Paul Jepson., **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Lerry Alderman.

Motion passed unanimously.

Mr. Paul Jepson thanks the Council for their support and also thanks Mr. Jerry Barnes. Mr. Jepson announces that his starting date will be March 21, 2016.

6. 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. Comments will be limited to **three minutes per person** and shall be

addressed to the City Council as a whole, 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.

No Call to the Public.

7. **EXECUTIVE SESSION:**

- A. Confidentiality Statement.
- B. Discussion or consultation with the attorneys of the public body for legal advice and in order to consider its position and instruct its attorneys regarding the public body’s position regarding contracts that are the subject of negotiations, in pending or contemplated litigation, or in settlement discussions conducted in order to avoid or resolve litigation. Pursuant to A.R.S. Section 38-431.03 (a) (3), (4) & (a) (7)
 - 1. Arizona Water; receive legal advice from the City Attorney and outside counsel and to give the City Attorney and outside counsel direction in connection with the dispute with Arizona Water Company regarding water service provided to customers in the Globe area. Following the executive session the Council may take action in open session to give the City Attorney direction regarding such dispute.
 - 2. Legal advice and direction regarding Water Effluent Agreement with Inspiration Copper.
- C. Discussion or consideration of employment, assignment, appointment, promotion, demotion, dismissal, salaries, disciplining or resignation of a public officer, appointee or employee pursuant to A.R.S. 38-431.03 (a)(1)(2),(a)(3)&(a)(4)
 - 1. City Manager Appointment

8. **SCHEDULING OF MEETINGS:**

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

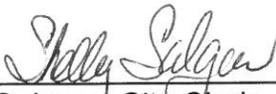
9. **ADJOURNMENT.**

Motion: Adjourn the regular meeting at 7:47 pm., **Action:** Adjourn, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilwoman Roberta Johnson.

Motion passed unanimously.

SCHEDULED MEETINGS / EVENTS:

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Regular Meeting of the City Council of the City of Globe held on the 23rd day of February, 2016. I further certify that the meeting was duly called and held and that a quorum was present.



Shelly Salazar, City Clerk