

CITY OF GLOBE

REGULAR MEETING MINUTES

MUNICIPAL BUILDING 150 NORTH PINE STREET GLOBE, ARIZONA

September 13, 2016 6:00 P.M.

The meeting was called to order by Mayor Wheeler at: 6:00 pm.

The Invocation was given by: Councilman Lerry Alderman

The Pledge of Allegiance was led by: Gila County Supervisor John Marcanti

ROLL CALL

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

1. SUMMARY OF CURRENT EVENTS:

A. Council Members

Councilman Alderman stated that he had a good experience at the League of Cities Conference and he learned a lot and connected with many Public Officials.

Councilman Haley stated that it has been an honor to serve with Mayor Wheeler on the Council. Councilman Haley also recognized that himself, Councilman Mariscal and Mayor Wheeler wore our Nation's Uniform in addition, he and Councilman Humphrey wore the Cities uniform and he will always show respect to our Nation's symbols as it was and is an honor serving this Country and Community.

Councilwoman Johnson stated that there was a small Southwest Gas leak and thanked the Globe Fire Department and Tri City Fire for handling it proficiently and professionally. Councilwoman Johnson also attended the League of Cities Conference and she as well as Councilman Alderman received their 8 year Service Award. Councilwoman congratulates the new Council Elect, Elect Mayor; Al Gameros, Elect District One; Freddy Rios, Elect District Two; Mike Humphrey and Elect District Five; Charlene Giles. Closing Councilwoman Johnson stated that she attended the swearing in of the newly elected Town of Superior Mayor; Mila Besich-Lira and knows that she will facilitate regional efforts.

Vice Mayor Mariscal congratulates the New Council Elect.

Councilman Humphrey also congratulates the new Council.

Councilman Stapleton congratulates the new Council and informed the public that the Downtown Halloween festivities as well as the Light Parade will extend down to the north end of Broad Street this year. .

B. Mayor

Mayor Wheeler thanked those who have served on committees; Councilwoman Johnson the Code Enforcement Committee and Councilman Stapleton for work on the Globe Clean and Beautiful Committee. Mayor Wheeler was happy to announce that the City was in the process of hiring a new Code Enforcement Office to help with these issues. Mayor Wheeler also attended the League of Cities and stated that it was a very good meeting.

C. City Manager

City Manager Jepson is happy to be back as it's been a long time since our last meeting. Mr. Jepson stated that the Election season was a very clean and well run process and the Citizens of Globe showed support as the Home Rule passed. Library Committee meeting band is back together in the Library with monthly meetings. Mr. Jepson also attended the Old Dominion Mining Park Committee Meeting and is working with that relationship.

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

A. Presentation of New Broom Truck. (Fleet Supervisor; Brandon Gillum)

Public Works Superintendent; John Angulo thanked the Mayor and Council for supporting the many projects that Public Works are involved in. This new unit replaces our current 1989 unit.

B. Presentation of New Police Interceptor. (Lt. Jim Durnan)

Lt. Jim Durnan presents one of two Police Interceptors that will be used primarily for drug investigations.

C. Certificates of Appreciation to Gila County District 2 Supervisor Michael Pastor and District 3 Supervisor John Marcanti; for their contributions to the Meals-On-Wheels Program both in the amount of \$5000 each for a total of \$10,000 from Gila County. (Adult Center Supervisor; Tamara Guerin and Frank Ogden)

Gila County Supervisor's Mike Pastor and John Marcanti are happy to donate and support the seniors of our community.

Adult Center Supervisor; Tamara Guerin presents thank you cards and Mayor Wheeler presents certificates of Appreciation. The gift of \$10,000 will cover 4000 lunches for the residents of the Globe area.

D. Presentation of Technical Rope Rescue Instructor Certification to Globe Firefighter/EMT; Michael Peterson. (Chief Gary Robinson)

Chief Robinson introduces Firefighter Mike Peterson who has been a certified Firefighter since 1996. In 1998 Mr. Peterson was recognized as an instructor by the State and received his Rope I and II certifications as well as his Rope III Cert. in 2001 and with that has been an important part in the Technical Rope Program in cooperation with Tri City Fire District.

- E. Introduction of Bureau of Indian Affairs Intern; Justina Morgan.
(Wastewater Facilities Supervisor; Frank Baroldy)

Frank Baroldy introduces Justina Morgan who comes to the City through AmeriCorps which receives funding through the Bureau of Indian Affairs. Mr. Baroldy states that Ms. Morgan will be working with the Wastewater Department learning the new SCADA system at Cutter.

Ms. Justina Morgan thanks the Mayor and Council for the opportunity to work with the City of Globe.

- F. FY 2015 Community Development Block Grant (CDBG) Update.
(Public Works Director; Jerry Barnes and Fire Chief Gary Robinson)

Chief Robinson thanked Public Works Director; Jerry Barnes for his expertise; stating that he received an email from Alan Urban of Central Arizona Governments and Globe has qualified for the grant process. Chief Robinson thanked all the volunteers on behalf of the Fire Department.

Jerry Barnes thanked Mr. Jepson and the Council for the support of personnel in the field to complete the survey. Mr. Barnes also thanked Staff who knocked on doors. Mr. Jon Cornell of KQSS has offered up a pizza party for all who participated in the survey.

City Manager Jepson stated that Jerry's experience was crucial in projects this like one and he is very thankful for his effort in leading the charge.

- G. Presentation of changes and planned upgrades to the North East water systems to improve capacity and reliability while reducing cost.
(Public Works Director; Jerry Barnes, City Engineer; Larry Hansen, and Water/Wastewater Superintendent Ken Sellick)

Problems with the projector, Council moves to the Consent Agenda and will come back when the projector is operating.

This presentation will cover the changes to the following components of the North East Water System that are needed to improve the reliability, increase capacity and reduce operating and maintenance costs to the City.

Jerry Barnes and Larry Hansen present the overview of the existing water system; Crestline-Thompson and Apache Peaks. The Crestline Tanks Booster Station services 252 homes in the Crestline area and the Thompson-Crestwood Interconnect makes it possible to Apache Peaks Booster Pump Station

In summary Jerry Barnes and team proposes to retire Apache Peaks Booster Station and Storage Tank, Use hydro pneumatic tank, modify Thompson tank connection, open Thompson-Crestwood Interconnect. Mr. Barnes stated additional investments proposed will include upgrade to the Thompson Booster Station in addition to system piping, new hydro-pneumatic tank as necessary and eliminate the Crestwood Booster Station. Utility and Maintenance Savings will amount to approximately \$28,000 per year. This plan will also increase reliability of the system

with constant pressure, reduced water hammering and better control and will increase fire protection throughout the system.

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: Ratification of the Week of 8/13/2016-8/31/2016.
Approve the Week of 9/1/2016-9/13/2016

2. Consideration of Approval of Council Minutes:

Regular Meeting Minutes 8-9-2016

- B. Consideration of #GS-2016-37; Professional Services Contract with Albert Holler & Associates for Tax Collection Audit Services in the amount of \$24,000.
(Finance Director; Joseph Jarvis)

Councilman Haley request that item B be removed from the Consent Calendar for discussion.

Motion: Approve the Consent Calendar with the exception of Item B that was removed for discussion. **Action:** Approve, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

4. **NEW BUSINESS:**

Item B from the Consent Calendar.

- B. Consideration of #GS-2016-37; Professional Services Contract with Albert Holler & Associates for Tax Collection Audit Services in the amount of \$24,000.
(Finance Director; Joseph Jarvis)

Finance Director Joseph Jarvis brings to mind discussions during the budget process of concerns that businesses could be paying inappropriate tax rates. Transaction Privilege Tax requirements have changed significantly in the past several years and the City wanted to provide some support to our local businesses. The City reached out to the State and 3 contractors were recommended. Per our request of Council \$25,000 was added to the budget for Tax Audit Services. The cost of this contract will not exceed \$24,999. The procurement office solicited bids for this services and the lowest responsible bidder was Albert Holler and Associates. The contract for these services is for \$2,000 per month, if the contractor is unable to collect more revenue than the cost of services, the City has

the opportunity to cancel the contract. Staff intends to sign a contract with Albert Holler and Associates.

Motion: Waive the Prior Discussion Rules and approve the contract with Albert Holler and Associates for a contract not to exceed \$24,999.00. **Action:** Approve, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilman James Haley. Motion passed unanimously.

- A. Presentation and acceptance of recommendations by the Globe Historic Preservation Advisory Commission for the signage and awning for CVS Pharmacy located at 102 N. Broad Street, Amster Building. (Jo Nell Brantley)

Chris Collopy thanks Jo Nell Brantley and the Preservation Advisory Commission for helping with projects that happen within the Historic District. The Commission met twice on proposals of the CVS Pharmacy for signage and awning. CVS Pharmacy presented a secondary proposal upon recommendation of the Commission that is a very attractive design.

Mr. Collopy reads the approval of the Preservation Advisory Commission that is signed by Jo Nell Brantley approving the sign request and the new color pallet as presented by CVS Pharmacy.

Mr. Jepson informed Council that the original request from CVS was their corporate red color for the awning. Through discussion with the City and the Preservation Commission, CVS proposed a more historic hue of red to match the Downtown scheme.

- B. Discussion and approval of Sign Permit for CVS Pharmacy located at 102 N. Broad Street, Amster Building and request to waive City Code Section 2-4-10(A) [prior discussion rule]. (City Manager; Paul Jepson)

Motion: Waive the prior discussion rule and approve the Sign Permit for CVS Pharmacy. , **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton. Motion passed unanimously.

- C. Discussion and acceptance of #GS-2016-49; Governor's Office of Highway Safety Grant in the amount of \$18,820.00 for DUI Enforcement and purchase of a Radar Trailer for the Police Department. (Lt. Jim Durnan)

Police Lt. Jim Durnan informed Council that each year the Globe Police Department applies for grants with the Governor's Office of Highway Safety. This fiscal year \$18,820.00 was awarded to the Globe Police Department for DUI Enforcement, Traffic Enforcement and the purchase of a Radar Trailer.

This Item will be brought back for final approval.

- D. Discussion and consideration of #GS-2016-48; Invitation for bids to lease up to five (5) new 4x4 half ton four door trucks or equal for the Globe Police Department not to exceed \$19,000 this fiscal year. (Joseph Jarvis)

Finance Director Joseph Jarvis informs Council that the Procurement Office is ready to advertise the invitation for bid to lease five (5) new four (4) door utility trucks for the Police Department. Once the trucks reach their useful life for the Police Department the trucks will be transferred to Public Works as service trucks. Included in the FY2016-2017 budget for the Police Department is \$19,000 for the leasing of vehicles. In the interest Council has shown that local vendors participate in the bidding procurement documents have been professional put together that will allowed local vendors to bid. Mr. Jepson states that once a contract is awarded, it will be brought back to Council for approval.

- E. Discussion and consideration of #GS-2016-40; Invitation for bids for Sanitation Collection Services. (Joseph Jarvis)

Finance Director Joseph Jarvis updated Council that the City of Globe entered into contract with Right Away Disposal (RAD) in 2011. The contract with RAD will expire December 2016. Per the direction of Council, the contract with RAD was not extended. The Procurement Office wishes to advertise and invitation for bids for sanitation collection services. Council directed staff to include options such as recycling and smaller bins as well as an administration fee paid to the City of Globe.

Council directs staff to bring this item back when a contract is awarded.

5. ACTION ITEMS:

- A. Consideration to approve a transfer of \$40,950.36 from Water Contingency Fund, \$22,068.31 from Sewer Contingency Fund and increase the funding to the Hydrant Project contract by \$14,981.61 by using additional WIFA funding to close out project overruns to the Apache Underground Contracts and purchase orders and approval of a total combined expenditure of \$78,000.28. (Jerry Barnes)

Public Works Director; Jerry Barnes states to Council that this is a wrap up of all the projects that Apache Underground has done for a total \$78,000.28. As part of the new accounting process, original approved work is compared to final work completed. This will make the contracts and purchase order numbers more accountable and transparent. Mr. Barnes explains the increases as follows: 6' waterline on Blake Street; \$16,06.25 / Water Fund, Cottonwood emergency repair; \$2,675.80 / Water Fund, Ruiz Canyon Road asphalt repairs; \$22,068.31 / Water Fund and \$22,068.31 / Sewer Fund, Hydrant Contract additional hydrants as recommended by the Fire Department; \$6,640.06 / WIFA funding, and Hydrant Contract Amendment 1 additional valves; \$8341.55 / WIFA funding.

Motion: Transfer \$40,950.36 from Water Contingency Fund, \$2,068.31 from Sewer Contingency Fund and additional \$14,981.61 to the Hydrant Project using additional WIFA funding to close out the Apache Underground Contract. , **Action:** Approve, **Moved by** Councilman Lerry Alderman, **Seconded by** Councilman Mike Stapleton. Motion passed unanimously.

- B. Discussion and ratification of Application for Extension of Premises/Patio Permit for the Pinal Mountain Education Foundation Annual Oktoberfest; October 1, 2016 located at Farley's Pub; 230 N. Broad Street. (Paul Jepson)

City Manager; Paul Jepson informed Council with only one meeting in August, staff signed the above mentioned application to meet a 30 day deadline.

Motion: Approve the application for extension of premises for the Pinal Mountain Education Foundation Annual Oktoberfest to held on October 1, 2016 at Farley's Pub., **Action:** Approve, **Moved by** Councilman Mike Stapleton, **Seconded by** Councilwoman Roberta Johnson.

Motion passed unanimously.

- C. Discussion and consideration of #GS-2016-52; eight (8) year equipment lease for purchase with Caterpillar Financial for the lease purchase a Skid Steer Loader and a Backhoe in the amount of \$191,901 over the term of the lease.
(Finance Director; Joseph Jarvis)

Finance Director; Joseph Jarvis Council approved designated funds in the Water Department to purchase equipment that is past useful life. During the budget development, staff presented the idea of leasing as an alternative to purchasing equipment. The Council supported the lease option. In order to procure this equipment lease the City utilized a co-operative agreement between the City of Tucson and Caterpillar through National IPA. The total cost for the equipment will be \$191,901 with annual payments of \$24,483.25 and a final balloon payment in 2023 for \$52,800.

Motion: Approve the eight year equipment lease for purchase with Caterpillar Financial for the lease purchase of a skid steer loader and a backhoe in the amount of \$191,901 over the term of the lease., **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.

Motion passed unanimously.

- D. Consideration of Resolution No. 1747; Canvass the Results of the Primary Election of August 30, 2016. (City Clerk; Shelly Salazar)

RESOLUTION NO. 1747 – A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GLOBE, COUNTY OF GILA, STATE OF ARIZONA, DELCARING AND ADOPTING THE RESULTS OF THE PRIMARY ELECTION HELD ON AUGUST 30, 2016.

City Clerk; Shelly Salazar reads Resolution No. 1747 by title only into the meeting, Council is satisfied with the reading.

Ms. Salazar recognized publicly the victors of the 2016 Primary Election as follows:

Mayor; Al Gameros with a total of 799 votes, District One; Freddy Rios with a total of 154 votes, District Two; Mike Humphrey with a total of 132 votes, District Five; Charlene Giles with a total of 100 votes and Proposition 400 (Home Rule) won with a total of 595 votes.

Councilman Haley mentioned that the Home Rule vote for the Town of Miami was almost a negative and thanked Staff and Council in their efforts for Home Rule passing for the City of Globe.

Motion: Approve Resolution No. 1747 as read. , **Action:** Approve, **Moved by** Councilman Mike Stapleton, **Seconded by** Councilman Lerry Alderman.
Motion passed unanimously.

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.

Councilman Elect for District one; Freddy Rios thanked the citizens and voters of District One also thanked the Mayor Wheeler, Councilman Haley and Councilman Mariscal for the valuable service to the City and congratulates Al Gameros, Mike Humphrey, and Charlene Giles. Mr. Rios stated that he is truly honored to serve in this capacity and follow in the footsteps of Councilman Haley and he looks forward to working with Mr. Jepson along with his team.

Jon Cornell; KQSS proposes to donate aa new sign for Steam Engine No. 1444 located in Veterans Park.

Charlene Giles comments regarding negative remarks towards the new CVS Pharmacy and wants to clear up that negotiation was initiated by Palace Pharmacy. CVS wants to be in Globe and just signed a 15 year lease and that this is a good thing for Globe.

Mayor Elect; Al Gameros thanks the Council for the opportunity to run and be elected as Mayor of Globe and respects the current Council and Mayor Wheeler for all the very hard work that it takes to represent the City. Mr. Gameros also thanks Mr. Jepson for his support and Shelly Salazar for making the campaign easy and providing information. Mr. Gameros stated that he would love to sit down with Mayor Wheeler and tap into his information and experience.

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. Legal advice and direction regarding the consideration of the Annual and Single Audit Services Contract.

2. Legal advice and direction regarding Enhance Services Fees.
3. Legal advice and direction regarding Water Effluent Agreement with Inspiration Copper.
4. Discussion concerning health benefits due to City employees.
5. Legal advice and direction on regarding possible Memorandum of Agreement and Understanding with the Old Dominion Historical Mine Park Committee.
6. Legal advice and give direction regarding the terms of employment of the Fire Marshall pursuant to ARS Section 38-431.03.A.3 and A.4.

8. SCHEDULING OF MEETINGS:

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

9. ADJOURNMENT.

Motion: Adjourn to Executive Session at 7:41 pm., **Action:** Adjourn, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

Motion: Adjourn the Regular Meeting at 8:58 pm., **Action:** Adjourn, **Moved by** Councilman Mike Humphrey, **Seconded by** Vice Mayor Eric Mariscal.
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 13th day of September, 2016. I further certify that the meeting was duly called and held and that a quorum was present.



Shelly Salazar, City Clerk