

CITY OF GLOBE

REGULAR MEETING MINUTES

MUNICIPAL BUILDING 150 NORTH PINE STREET GLOBE, ARIZONA

January 13, 2014 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: John Naylor

ROLL CALL

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

1. SUMMARY OF CURRENT EVENTS:

A. Council Members

Councilman Lerry Alderman, recognized Globe Clean and Beautiful, and the work they are doing with clean up for a recent house fire. Councilman Alderman also thanked Frank Dalmolin for the use of equipment and the Globe Fire Department for financial help for the family.

Mayor Wheeler thanked Councilman Alderman for all his work with the Globe Clean and Beautiful.

Councilwoman Roberta Johnson wanted to mention the Arizona League of Cities and Towns article on Mayor Wheeler. Out of 91 Cities and Towns in Arizona our very own Mayor Wheeler was featured their Arizona League of Cities and Towns, Connection Article.

Councilman Mike Stapleton wishes everyone a Happy New Year.

B. Mayor

Mayor Wheeler also wished every one a Happy New Year.

C. City Manager

- City Manager Billingsley wanted to remind local businesses that the Holiday Signage campaign was over and permits are now needed for their A frame signs.

- Mr. Billingsley trailer and RV parking codes are now in effect, residents allowing people to stay in parked RV's and trailers are limited to 14 days per year. This is also a permit process. Chicken permits are also available at City Hall. A reminder from Code Enforcement.
- The City Manager had some good news for Council. The Council applied for a grant in the amount of \$1,86714.00 for improvements to rail station. Asbestos was found at the rail station by staff. Kip Culver and Matt Rencher asked for additional funds to help with removal. An additional \$4,8977.00 was awarded with a federal match of \$2,961.00. We will have to come back to council with that request then we can go out to bid to complete this project.
- The Red Cross will be hosting a blood drive in memory of Jane Eck.
- Mr. Billingsley read a letter from the Fire Chief of the Casa Grande Fire District. The letter was to our Chief Al Gameros, thanking the Globe Fire Department for their assistance with a fatal fire. Fire Marshall Joe Bracamonte and Arson Dog Evo was overwhelming reassuring to them in this time. Their sincere appreciation to Joe and Evo for a job well done.
- Three new city employees are introduced. Dorothy Sanchez, Supervisor for the Active Adult Center, Pamela Leonard, Accounting Clerk, and Ruben Avalos Jr., Building Maintenance. The Mayor and Council as well as the audience welcomed the new employees with applause.

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

A. Meals on Wheels, Jane Eck Fundraiser update. (Margo Badilla Copper Community Hospice)

Margo Badilla, Administrator for Copper Communities Hospice along with Derek Johnson, one of the managing partners report on the Jane Eck Fundraiser held at the Dream Manor Inn. Proceeds go the Meals on Wheels program. The fundraiser was a collaboration of community agencies, businesses, community leaders, volunteers and the community as a whole. Tickets sold out. Joe Sanchez provided music at no charge, and Congresswoman Ann Kirkpatrick attended as well. The event raised a total of \$13240. Some main contributors were; Robert Eck and family, The Town of Miami Senior Center, City of Globe Active Adult Center, Dylan Earven Foundation, John Marcanti, Gila County Supervisor Mike Pastor, Cobre Valley Regional Medical Center and Freeport-McMoRan. Community support was very impressive. Jane Eck's family was there and the event turned into a celebration.

Councilman Lerry Alderman thanked everybody for all their work.

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

- B. Consideration of Approval of Council Minutes:

1. Regular Meeting of December 9, 2013
2. Work Session Meeting of December 16, 2013

Motion: Motion to approve Accounts Payable in the amount of \$285175.65 and Council Minutes for December 9th and December 16th, 2013 and to remove items C and D, from the Consent Calendar onto New Business.

Moved by: Councilman Lerry Alderman, **Seconded by** Councilman James Haley. Motion passed unanimously.

- C. Discussion and consideration of a Letter of Agreement between, Gila County and The City of Globe to provide Granite to the City of Globe. (Chris Collopy)

Mr. Collopy stated historically Gila County has been gracious enough to give to the City of Globe decomposed granite from their granite pit for projects throughout the City. The new Gila County Manager pointed out that there was no agreement for this gifting clause.

Motion: Motion to approve Item C.

Moved by: Councilman Lerry Alderman, **Seconded by** Councilman James Haley. Motion passed unanimously.

- D. Discussion of the purchase of a Grit Removal System for the Wastewater Treatment Plant. (Joe Jarvis)

Joe Jarvis presents this item to the Council and the public as a courtesy. All though this is a major purchase it will be under \$25000.00 and this presentation is for information only.

City Manager Billingsley shared the grit removal system at the Wastewater Treatment Plant. The City has been the process of trying to fix the existing system or rebuilding for some time now. The City cannot find deviation between the cost of repair or a new system. The City Manager said it makes more sense to buy a new unit.

Mayor Wheeler thanked the City Manager for bringing this to the attention of the Council and the Public.

Councilman James Haley also thanked The City Manager and staff for keeping this public.

Councilman Lerry Alderman wants to know when the new equipment will be delivered. Joe Jarvis anticipates the end of March.

The City Manager explains there are other improvements going on at this time. Dave Propeck will be busy in the meantime fabricating additional parts.

City Manager Billingsley stated that staff is working with other cities that are making improvements to their oxidation plants and the City of Globe is utilizing this opportunity to make purchases of used equipment. He also mentioned that the City of Globe's Wastewater Plant is a vintage plant. The City of Globe is working with four other cities trying to obtain used equipment to make improvement to our plant.

4. NEW BUSINESS:

- A. Discussion and consideration of the potential for Regional Dispatch.
(Brent Billingsley)
 - 1. Request for Proposals
 - 2. Memorandum of Understanding

The City Manager reports that the City of Globe has met with legislation to put this consideration into motion. He states that the City of Globe has very old Police and Fire facilities. Both buildings are in the floodplain and we are not in compliance. We are hoping there is funding out there to put us in the league for a new station. Globe, Hayden, Winkelman, Gila County and Miami are in need for regional dispatch. As a follow up to this meeting, The City of Globe was assigned three things; to write a Request For Proposals, what would it cost for a regional dispatch, and we were asked to produce a Memorandum of Understanding. We were also asked to produce a report that had statistical information needed in this study to serve as a boiler plate for all other agencies.

Councilman James Haley asked the City Manager about work place safety. He stated that dispatchers act as receptionist. He also stated that the Globe Police Department has just a piece of glass between dispatch and the public. Councilman Haley wanted to know, has The City of Globe taken this into consideration? The City Manager said, dispatch is his experience has not been up front and as receptionists. The regional dispatch would have its own dispatch.

Mayor Wheeler said that coverage would be better with the regional dispatch. City Manager Billingsley said that good things come out of people getting together. Talk about radios and software. If we come together as a group, we may have far better coverage than on our own.

Councilwoman Robert Johnson mentioned agency cost. Mr. Billingsley stated this was just total ball park for discussion purposes.

Mayor Wheeler asked is we had approached the tribe. The City Manager said he thought that they were at the meeting and that was a good idea.

Manager Billingsley asked the Council if they were okay with going forward and the Council said yes.

- B. Discussion and consideration of selecting an Engineering Consultant to complete a Preliminary Engineering Study for Globe Water Distribution System Improvements.
(Joe Jarvis)

Joe Jarvis updated the council with the process of interviewing an Engineering Firm. He said ten applications have been reviewed by a panel of five staff members. Based upon the review, Carollo Engineers was the best selection. They will be brought back for approval. The City must provide a 50% match (\$35000) to the WIFA funding for a total of \$70,000.

Mayor Terry Wheeler asked Joe Jarvis why the need for an Engineering Firm.

Joe Jarvis explains that City staff is unable to assess all the work that needs to be done. The City needs information to complete the WIFA Application.

City Manager Billingsley said we cannot get WIFA funding without this PER.

Councilman Mike Humphrey asked if this study had been done already. The City Manager explained that no this study has not been done. He went on to say that this study will help council to prioritize projects. Mr. Billingsley asked if the Council agreed to go forward. This item will be brought back for approval.

C. Discussion of Second Quarter Budget Report. (Joe Jarvis)

Joe Jarvis reported on the second quarter budget. He stated that the General Fund has earned approximately \$430,000 less than last year at this time. This is primarily due to the delay in payment from Gila County for property tax. Highway User Fund expenses are more than last year, due to Council approved improvements. Water rates were increased September 1, 2013 resulting in an increase in revenues. However, expenses also increased for Water and Wastewater.

D. Discussion and consideration of the Fiscal year ending 6-30-2013 annual audit. (John H. Naylor, (CPS,PC))

City Manager Billingsley introduces City Auditor John Naylor as an absolute pleasure to work with.

Mayor Wheeler welcomes Mr. Naylor.

Mr. Naylor presents the audit report for 2012-2013. Mr. Naylor explains the different reports and a communications letter that summarizes the audit. Mr. Naylor explains that the lateness of the audit is due to the software conversion to Springbrook. This conversion had its problems and was a difficult conversion. The City of Globe did receive a clean audit opinion. Mr. Naylor did report that the City of Globe was in the red. Governmental funds were year to the good, \$220,00.00. Water funds were year to the negative \$56,950.00. Sewer funds were year to the negative \$25,937. Totally the City is in the red \$67,000.00. Due to the recent recession, the City didn't do much in the maintenance of streets. However, this last the City did do a chip seal project for about \$220,000, which is one reason The City is down in the General fund. Water consumption went down by 97380 gallons of water which decreased water revenue. Extra expenditures in the Sewer Department required by ADEQ cost the City of Globe \$66000 for the rent on a generator until we could purchase of a new generator for \$167,994.00.

Councilman Haley mentioned the fact that ADEQ penalties would be much more than the costs of a generator.

Mr. Naylor states that another additional cost was a sewer rate study. This study indicated that we need to raise rates. Overall the City is in the red \$61,000.00 but for all good reasons. He went on to say comparing revenue and expenditures to the prior year, state shared revenues increased and city sales tax was up. Good news the City is in recovery. \$442,000 decrease in revenue was Red Flex. Payroll was down \$36000.00. Even with pay raises the City controlled hires. John Naylor said that was good management. Fringe benefits including health insurance only went up \$18,000.00. He stated that the City is doing its job controlling expenditures. Police and fire pensions went up. Public safety retirement is up the City has no control over this increase. John Naylor explains Public Safety Retirement has trouble within their organization. Mr. Naylor said the word needs to be out to cities and towns of this problem.

Councilman Lerry Aldermen mentioned that we need to be enlightened to this problem, and the City needs to be very careful.

John Naylor commends City Staff for the readiness to help and to provide information.

Mayor Wheeler thanks John Naylor.

- E. **RESOLUTION NO. 1682** – A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GLOBE, GILA COUNTY, ARIZONA, AUTHORIZING THE TRANSFER OF FUNDS FROM THE MAYOR AND COUNCIL CONTINGENCY BUDGET ITEMS IN THE CITY BUDGET ADOPTED BY COUNCIL.

City Manager Billingsley read Resolution No. 1682 by title only. The Council is satisfied by the reading.

The City Manager asks the Mayor and Council to waive the rules and approve Resolution No. 1682.

Motion: Motion to waive the rules and approve the resolution.

Moved by Councilman Lerry Alderman, **Seconded by** Councilman James Haley. Motion passed unanimously.

5. **ACTION ITEMS:**

- A. Consideration of Floodplain Ordinance and Revisions to the City Code. (Matt Rencher)
- B. **ORDINANCE NO. 1680:** AN ORDINANCE OF THE MAYOR AND COMMON COUNCIL OF THE CITY OF GLOBE, GILA COUNTY, ARIZONA AMENDING ARTICLES 12-6 FLOOD DAMAGE PREVENTION, ARTICLE 12-7 FLOODPLAIN ADMINISTRATION, ARTICLE 12-8 PROVISIONS FOR FLOOD HAZARD REDUCTION AND ARTICLE 12-9 DRILLING AND GEOPHYSICAL SURVEYS OF THE CITY CODE.

The City Manager read Ordinance No. 1680 by title only into the minutes. The Council is satisfied with the reading.

Motion: Motion to approve Ordinance No. 1680.

Moved by Councilman James Haley, **Seconded by Councilman** Lerry Alderman.
Motion passed unanimously.

- C. **RESOLUTION NO. 824:** A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GLOBE, ARIZONA DECLARING AS A PUBLIC RECORD THOSE CERTAIN DOCUMENTS FILED WITH THE CITY CLERK AND ENTITLED ARTICLE 12-6 FLOOD DAMAGE PREVENTION, ARTICLE 12-7 FLOODPLAIN ADMINISTRATION, ARTICLE 12-8 PROVISIONS FOR FLOOD HAZARD REDUCTION AND ARTICLE 12-9 DRILLING AND GEOPHYSICAL SURVEYS.

The City Manager read Resolution No. 824 by title only into the minutes. The Council is satisfied with the reading.

Motion: To approve Resolution No. 824.

Moved by Councilman James Haley, **None seconded**

Vice Mayor Eric Mariscal states that his packet contained Ordinance No. 824 and Resolution No. 1680. The agenda lists these items to the contrary.

Motion: Motion to amend prior motion to approve Resolution No. 824 and Ordinance No. 1860 to approve Resolution No. 1680 and Ordinance No. 824.

Moved by Councilman James Haley, **Seconded by** Vice Mayor Mariscal
Motion passed unanimously.

- D. Consideration of the Supplemental Public Safety Benefit (HB 2643)
(Joe Jarvis)

Joe Jarvis provided a table of information to council with the number of claims. One table is for all employees and the other is public safety employees, per the Council request at the last council meeting.

Joe Jarvis asks the council how they would like to move forward.

Council Lerry Alderman states that it's in the best interest of the City to just go with the benefit plan for public safety employees.

Councilman James Haley wants to include the animal control officer in this benefit plan.

Councilman Lerry Alderman suggest that we keep this to a minimum.

Councilman James Haley with all due respect wants to include the animal control officer.

Motion: Motion to approve the Supplemental Public Safety Benefit program to include only Public Safety Employees.

Moved by Councilman Lerry Alderman, **None seconded** by Vice Mayor Mariscal.
Motion passed with District 1 voting nay.

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.

State Senate Candidate Harold Vangilder states he will be in the community for the campaign season.

Mayor Wheeler thanked Mr. Vangilder.

Motion: Motion to adjourn to executive session.

Moved by Councilman Lerry Alderman **Seconded by** Councilman James Haley
Motion passed unanimously

7:25 PM

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)
 - 1. Arizona Department of Environmental Quality Water/Wastewater
 - 2. Arizona Water
 - 3. Water Effluent Agreement with Inspiration Copper
 - 4. Canyon Water District Contract
 - 5. Springbrook Contract
 - 6. Pending Claims -
 - a. Crawford
- 7. The Globe City Council may go into executive session for the purpose of discussion or consultation with the City's attorney to consider its position and instruct representatives regarding the potential claims and lawsuits filed against the City pursuant to A.R.S. § 38-431.03 (A)(3) and (A)(4).

8. POST EXECUTIVE SESSION

Consideration of any item on the Executive Session portion of this agenda, which the Council may wish to take action upon in Open Session.

The Regular Meeting reconvened at 8:25.

9. SCHEDULING OF MEETINGS:

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

10. ADJOURNMENT.

Motion: Motion adjourn

Moved by Councilman James Haley, **Seconded by** Councilman Lerry Alderman.

Motion passed unanimously.

The meeting adjourned at 8:25 PM.

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 28th day of October, 2013. I further certify that the meeting was duly called and held and that a quorum was present.



Shelly Salazar, City Clerk