

CITY OF GLOBE

REGULAR MEETING MINUTES

MUNICIPAL BUILDING 150 NORTH PINE STREET GLOBE, ARIZONA

June 23, 2015 6:00 P.M.

The meeting was called to order by Mayor Wheeler at: 6:02

The Invocation was given by: Councilman James Haley

The Pledge of Allegiance was led by: Vice Mayor Eric Mariscal

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.

Absent/Excused: Councilman Lerry Alderman.

1. SUMMARY OF CURRENT EVENTS:

A. Council Members

Councilman James Haley thanked the City Engineering Staff and the work crews for the diligent work in regards to the street paving project. Councilman Haley reassured everyone that the City has a Strategic Plan and Capital Improvement Plan in place that calls for continued work in the area of street repair and maintenance and that he was very pleased with the work so far. Lastly Councilman Haley stated that he recently toured two small towns in Colorado and they were in no comparison of Globe as Globe has a lot to offer and tourist should be packing Broad Street.

Councilwoman Roberta Johnson mentioned the Annual Summer CAG meeting held in Payson this year. The meeting was real nice and well represented by the City of Globe and Gila County. On another note Councilwomen Johnson mentioned that Mayor Wheeler will end his tenure as Chairman of the Central Arizona Governments in September.

Vice Mayor Eric Mariscal thanked staff for the road work that is being done and also thanked the Citizens of Globe for the patience and understanding.

Councilman Mike Stapleton gave a shout out to Cobre Valley Regional Medical Center. Recently his wife, Anita experienced a hospital stay and it was a great experience. Councilman Stapleton gave one more shout out to everyone who worked on the Kearny Fire in particular to our Firefighters that worked it.

B. Mayor

Mayor Wheeler also attended the summer CAG meeting in Payson, and stated that he has held the Regional Chairman position for the past two years with a re-election last year.

Mayor Wheeler expressed what a very important organization CAG is. Mayor Wheeler also thanked the paving crews and all of Public Works Staff, Firefighters and Police Officers, stating that the Council couldn't run the town without them.

C. City Manager

City Manager Brent Billingsley announced that Ms. Noelle Neff is no longer with the City, and that Deputy Librarian Mary Helen Avalos will be in charge. The Gila County Public Librarian Jacque Griffin will help with staffing the Library and recruitment of new staff. Mr. Billingsley also thanked the public and the media with regards to the paving project. Lastly Mr. Billingsley thanked everyone who worked on the fire hydrant replacement project.

Mr. Billingsley also mentioned a successful meeting with the University of Arizona and the City of Globe. One meeting was held for local Public Officials including Gila County and a second meeting to a larger audience of Agriculture people. Economic Development was discussed.

The City Manager thanked the Council and Globe Fire for their commitment of resources towards the Kearney Fire. He extended an invitation to Council and the Public for the dedication ceremony for the new Meals on Wheels Van that was donated to the Active Adult Center. Proceeds from the Jane Eck Memorial Golf Tournament did go towards the purchase of the van. The dedication will be Friday; June 26th at the Active Adult Center.

Lastly Mr. Billingsley shares some excellent news with Council in regards to the power allotment that the City acquired during the fall of 2014 with the Western Area Power Authority. In addition to the first award Mr. Billingsley informs Council that the City of Globe was awarded an additional 149 kilowatts. One requirement of the power source was that it would go to public entities usually going to large districts. Globe was one of the first cities in Arizona to apply and was allotted distribution. Mr. Billingsley informs Council that this will save tens of thousands of dollars.

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

- A. Recognition of the individuals that helped with the remodeling of the Globe Public Library. The City of Globe would like to thank and recognize Mary Helen Avalos, Barnard Hilliard, Ydona Pennell, Ruben Avalos, Jr., Adrea Ricke, Noelle Neff, and Jeff Baer who donated a server.

Mayor Wheeler introduces the presentation of the Globe Library Remodel and tells everyone that they will be amazed at the difference these improvements have made and invites everyone to the Globe Library.

City Manager Billingsley thanked Mayor Wheeler and states that he hopes to organize a grand reopening. With that said Mr. Billingsley presents awards to the following: Mary Helen Avalos, Ydona Pennell, Jeff Baer and Adrea Ricke were all in attendance and received certificates for outstanding service. Mary Helen Avalos also thanked John Angulo for his help of the last day.

B. Presentation of the City Manager Performance Plan. (Brent Billingsley)

City Manager Billingsley states that in accordance with Section 11 of his contract with the City he is required to present for approval a performance plan that specifies benchmark areas of accomplishment prior to evaluation. Mr. Billingsley's major accomplishments as City Manager include Utility Franchise Agreement with APS, SWG and Arizona Water Co., Strategic Plan Update as well as Crestline Tank replacement, implementation of the Northeast Sewer project and Well #1 pull and repair to name a few. Mr. Billingsley identified eight major issues in his three year plan; economic development, water and wastewater, roads and streets, housing, relationships, Public Safety, customer service and quality of life.

Mr. Billingsley stated that some of his current priorities included the Regional Aquatic Center and Infrastructure financing and reporting.

Council thanked Mr. Billingsley for his hard work and the presentation.

C. Presentation of update on vacancies for Boards, Commission and Committees. (Shelly Salazar)

City Clerk, Shelly Salazar updates the Council and the Public on the vacancies that are still open on the Library Committee, Planning and Zoning and the Board of Adjustment. Two vacancies remain open for the Library Committee and P&Z. Ms. Salazar announces that she is accepting application for the Board of Adjustment, there is currently 7 vacancies to fill.

Ms. Salazar thanked Steven Ravenkamp, Bobbie Ravenkamp and Charlene Giles for being in the audience and their commitment to the committees on which they serve.

3. **PUBLIC HEARING: FINAL BUDGET AND TAX LEVY:** To hold a public hearing and adopt Resolution No. 1726, approving and accepting as the final budget for the City of Globe for FY2015-2016, the tentative budget for the City for FY2015-2016, as approved by Globe City Council on May 26, 2015 and approving an alternative expenditure limitation in an amount equal to the total amount of budgeted expenditures/expenses as it appears on the annual budget:

A. Open Public Hearing.

Mayor Wheeler opened the Public Meeting at 6:38 pm.

B. Open discussion and Public Comments regarding adoption of the tentative budget as the final budget for FY2015-2016 Final Budget and Tax Levy.

There was no public discussion or request to speak cards.

Councilman James Haley asks City Manager to clarify that the Tentative Budget that was passed earlier set a cap amount on the budget.

City Manager explains that in the State of Arizona cities and counties both have to pass a Tentative Budget which is important because this sets a ceiling on the amount the City can spend. The Final Budget is sometimes the same as the Tentative Budget and sometimes it is less than the Tentative Budget, but is cannot exceed the Tentative Budget. City Manager Billingsley states that according to law the Tentative Budget has to be approved by the end of June. The Final Budget can be approved in July.

C. Close Public Hearing.

Motion: Close the Public Meeting at 6:39 pm., **Action:** Adjourn, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

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 \$778,047.00

B. Consideration of Approval of Council Minutes:

1. Regular Meeting Minutes June 9, 2015

C. Consideration of contracts with Xpress Bill Pay, Wells Fargo and Chase Bank for online bill pay and credit card services. (Joseph Jarvis)

D. Discussion and consideration of the Appointment of Rosann Moya as Interim Police Chief. (Brent Billingsley)

E. Consideration to approve a contract with Current Insight Inc. to manage a 20 year allotment of power. (Joseph Jarvis)

Motion: To approve the Consent Calendar as read, **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

5. **THIS ITEM NUMBER NOT USED**

6. **NEW BUSINESS:**

A. Discussion and consideration of renewal of Task Order 8B with EUSI, LLC regarding Wastewater Treatment Plant Operations Contract with EUSI, LLC. (Jerry Barnes)

Jerry Barnes, Public Works Director/Engineer says it's an exciting time to be in Globe as a lot of things going on. Mr. Barnes thanked EUSI for their support in making sure that everything is correct at our Waste Water Treatment Plant as well as our Water Systems Well. Task Order 8B request that Council renew contract with EUSI for another year at a cost of \$6,000.00 per month. Mr. Barnes states that prior task orders with EUSI closed out consent orders with ADEQ and made sure that the WWTP is in compliance with ADEQ. EUSI has saved the City of Globe over \$1,000/year in analytical costs by using existing equipment.

Frank Baroldy, WWTP Supervisor explains improvements of the chlorination room. Mr. Baroldy tells Council that safety valves have been installed with automatic shut off valves in the event of a chlorine leak. The chlorine gas detector to alert operations staff in the event of a chlorine leak has also been repaired. The chlorine analyzer has been completely restored and is functional, concludes Mr. Baroldy.

Mr. Barnes also explains that EUSI is continually training staff and staff has stepped up big time to learn and complete tasks.

Mr. Barnes continues to update Council, explaining that the belt press has been installed and is optimizing drying beds and extended the ADEZ permit for onsite sludge disposal.

Councilman James Haley emphasized the value of the belt press as opposed to what we paid for it. The belt press is valued at \$250,000 and was purchased for only \$100.00. EUSI was instrumental in negotiating this purchase.

Public Works Director; Jerry Barnes concludes his presentation with the purchase of a spare aeration equipment valued at over \$40,000 which was purchased for one third that amount and the permanent emergency generator was installed per ADEQ requirement. Staff engineered and built implemented outfall improvements. All improvements have helped to avoid contamination of sampling results to eliminate permit violations.

Jerry Barnes request Council to waive the rules and approve Task Order 8B, extending contract with EUSI for another year; June 30, 2016.

Councilman Hales confirms that the City of Globe is achieving a costs savings while utilizing the services with EUSI vs. hiring staff to complete the tasks at hand.

City Manager tells Council that the original agreement was \$6,000 per month and was a reduction from the first year that EUSI worked for the City and was a reduced cost of the position that was eliminated at the WWTP. Mr. Billingsley explains to Council that the City must have a level 3 Operator at the WWTP and we don't currently have staff at this level and that EUSI is our level required operator.

Councilman Haley also confirms that EUSI is instrumental in training staff for required certifications.

Mayor Wheeler thanked everyone involved in the improvement at the WWTP.

Councilwoman Roberta Johnson reports that she had a chance to tour the WWTP, and EUSI and staff have done a tremendous amount of work and a marvelous job and thanked everyone.

Motion: Waive the rules and approve the Task Order 8B for EUSI., **Action:** Approve, **Moved by** Councilwoman Roberta Lee Johnson, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

B. Discussion and consideration of the Globe City Council Strategic Plan FY2015-2017. (Brent Billingsley)

City Manager Billingsley presents the Strategic Plan for FY2015-2016. Mr. Billingsley thanks the Council and Staff. He states that the first plan was completed in 2013, and that this is the second Strategic Plan.

The City Manager goes over the objectives that are ongoing including Regional Dispatch which is on the Agenda tonight going forward and well as Economic Development. New Objectives are discussed by the City Manager including the Model City Tax Code, tracking and enforcement Business License Program, and improving the financial health of Besh Ba Gowah, were among a many objectives that are ongoing. Mr. Billingsley thanks Councilwoman Johnson for heading the Housing Task for which is a great help in the implementation of use of the Code Enforcement manual and City Code Enforcement Program.
As soon as Council approves the plan it will go to print.
This item will be brought back on July 14 for approval.

7. **ACTION ITEMS:**

- A. Consideration of Resolution No. 1724 for recommendations from the Police Department Operational Audit as performed by Public Safety Strategies Group. (Brent Billingsley)

RESOLUTION NO. 1724 – A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GLOBE, GILA COUNTY, STATE OF ARIZONA, ADOPTING THE FINAL DRAFT OF THE POLICE DEPARTMENTAL OPERATIONAL AUDIT.

Mr. Billingsley reminds Council that Public Safety Strategies Group was at the last Council Meeting and they presented a draft audit and presentation to Council of their findings of the Police Departmental Operational Audit and that the final draft was sent via email to Council for review. Mr. Billingsley received no recommendations and nothing changed from the presentation to the final draft of the audit.

City Manager reads Resolution No. 1724 into the meeting for the second and final time. The Council is pleased with the meeting.

Mr. Billingsley asks Council if they have any recommendations to implemented item list as presented by the consultant.

Councilman Haley moves to table the item as he has not reviewed the final document which was not in his packet.

Mr. Billingsley advised Council that he was provided a packet and that the document hadn't changed from last Council Meeting.

Motion: To amend his motion as presented and moves to approved the final audit document with no changes from the draft document. **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton. Motion passed unanimously.

Councilman Haley for the record stated that Council did thoroughly read the draft document of the audit.

- B. Consideration of Ordinance No. 830 Rezoning Gila County Parcel #s 205-15-017E, 205-15-022, 205-12-001A and 2015-12-001E from the current zoning of C-2 and PMRV to a Planned Area Development (PAD). (Chris Collopy)

ORDINANCE NO. 830 – AN ORDINANCE OF THE MAYOR AND COUNCIL OF THE CITY OF GLOBE, COUNTY OF GILA, STATE OF ARIZONA AMENDING THE ZONING ORDINANCE OF THE CITY, AMENDING THE ZONING MAP, AND ADDING AN OVERLAY ZONING OF PLANNED AREA DEVELOPMENT ON GILA COUTNY ASSESSORS PARCEL NUMBERS 205-12-001E, 205-12-001A, 205-15-017E, WITH UNDERLYING ZONING OF C-2 AND 2015-15-022A WITH UNDERLYING ZONING OF PMRV, LOCATED IN THE CITY OF GLOBE, COUNTY OF GILA, STATE OF ARIZONA.

Councilman Haley recuses himself from this item because one of his clients is a involved party in this item.

Mayor Wheeler request that the City Manager reads Ordinance No. 830 into the meeting.

Mr. Billingsley reads Ordinance No. 830 in the meeting for the second and final time the Council is pleased with the reading.

Mayor Wheeler calls Mr. Darryl Gibson to address Council through a request to speak card.

Mr. Darryl Gibson greets Council and states that he feels that Globe needs an area for more housing but he is concerned with the buildings that are put near their home. Mr. Gibson did state that he has met with Red Ridge and still doesn't have the security that he was wanting as a home owner but feels that they are going to have trust the Council and the developers. Mr. Gibson says he will trust the developer and attend other meetings as the project begins.

Charlene Giles from the Planning and Zoning Commission addresses Council and states if a community doesn't have the foresight to grow by development or increased taxation they cannot remain viable. Ms. Giles pointed out that 900 hundred people on a waiting list in this community for housing and that after some research Red Bridge is a reputable company and that this is a good place to start.

Mayor Wheeler stated that he is very comfortable with the developers; Red Bridge.

Charlene Giles refers to the minutes of the Planning & Zoning meeting and that the developer did agree to certain amenities and are going beyond their duty to protect the existing property owners.

Motion: Moves to approve amending the Zoning Ordinance of the City, amending the Zone Map and adding an Overlay Zoning of the Planned Area Development, Gila County Parcels 205-12-001E, 205-12-001A, 205-15-017E with Underlying Zoning of C-2 and 2015-15-022A with underlying zoning of PMRV located in the City of Globe., **Action:** Approve, **Moved by** Councilman Mike Stapleton, **Seconded by** Councilwoman Roberta Lee Johnson.
Motion passed unanimously.

- C. Consideration of the Intergovernmental Agreement between the City of Globe and Gila County for Law Enforcement and Fire Protection Dispatch Service. (Brent Billingsley)

City Manager Billingsley recognizes Gila County Sheriff Adam Shepard in the audience and asks Council for a motion to approve the IGA with the County for regional dispatch service with Gila County.

Motion: To approve the IGA with Gila County for Dispatch Service , **Action:** Approve, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

- D. Consideration to approve a contract with Burden Electric for electrical upgrades at the Waste Water Treatment Plant. (Jerry Barnes)

Public Works Director Jerry Barnes presents the contract for Phase One of the electrical upgrades at the WWTP with Burden Electric.

Mr. Barnes reports to Council that the City went out to bid for requested work to improve the capacity of the WWTP to accommodate the added load of the belt press and that Burden Electric LLC was the lowest responsible bid. Mr. Barnes also states that an owner contingency is specified and that request will be submitted to the City and the City will determine any adjustments. The total bid is \$113,531 which includes the 10% owner contingency. The expenses will be paid out of the Sewer Fund from its existing budget.

City Manager Billingsley defines for the audience that usually when you award a construction bid it usually contains owner contingency which will insure unforeseen problems. The owner contingency allows the owner to determine whether the contingency will be provided to requested adjustments.

Councilwoman Roberta Johnson electrical capacity is at exceeding capacity and that the belt press will pull a lot of power.

Mr. Barnes clarifies that the electric capacity is distributed wrong and that this phase will correct that.

Motion: To approve a contract with Burden Electric for \$113,531 which includes a 10% owner contingency, **Action:** Approve, **Moved by** Councilman Mike Stapleton, **Seconded by** Councilwoman Roberta Lee Johnson.

Motion passed unanimously.

- E. Consideration for possible action of Resolution No. 1726 adoption of the Final Budget for FY2015-2016 and Tax Levy. (Joseph Jarvis)

Council discussion regarding any amendments to the final budget would be a reduction in spending as the Tentative Budget was approved setting a spending cap.

With that said Councilman Haley moves to approve the Final Budget as presented.

Mayor Wheeler addresses Councilwoman Johnson intention to table the item until Councilman Alderman could be there for the final adoption.

Mayor Wheeler request the City Manager to read Resolution No. 1726 into the meeting.

City Manager Billingsley reads Resolution No. 1726 into the meeting for the second and final time. The Council is pleased with the reading.

RESOLUTION NO. 1726- AN RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GLOBE, COUNTY OF GILA, STATE OF ARIZONA FOR THE ADOPTION OF THE FINAL BUDGET AND THE TAX LEVY FOR FISCAL YEAR 2015-2016.

Councilman Haley reminds Council and the City Manager that this item has been on the agenda and has been discussed plenty of times to include discussion with Councilman Alderman and suggest to the Council to finalize the budget process.

City Manager Billingsley recalls Council's challenge to staff to balance the tentative budget with possible reductions to expenditures. Mr. Billingsley reports to Council that additional information in terms of sizable increases to Public Safety Retirement as well as a better idea of revenue projections will better serve in balancing the Tentative Budget. Mr. Billingsley states to Council that if further discussion is needed with the presented adjustment options that Council could table the item tonight and bring it back.

Councilman Haley rescinds prior motion to approve.

Finance Director Joseph Jarvis states to Council that is recommended that Council adopt the Final Budget prior to mid-September. Mr. Jarvis presents key issues to adopt the final budget in regards to income, infrastructure and expenses. He discusses projected revenues for all funds with general fund revenues to include; Sales Tax, Property Tax, Business and franchise taxes and Revenue Sharing. Mr. Jarvis also discusses General Fund budgeted expenses and enterprise budgeted

expenses. With the needed information provided Mr. Jarvis presents Final Budget options to balance the budget. As a result of the difference in revenues and expenditures more than \$360,000 has been moved out of the budget into Contingency for FY2015-1016. Mr. Jarvis then presents several options to reduce projected expenditures verses utilizing savings to cover the -\$240,000 difference.

Option 1 would utilize the fund balance savings to cover the difference of \$240,000. City Manager Billingsley explains that this includes a prior approval of savings transfer in the amount of \$110,000. Option 2 provides several adjustment including adjusting employee hours at the Active Adult Center and the Library. Mr. Jarvis presents Option 3 that could possible delay salary adjustments that were approved and eliminate a Water Operator Position.

Council discussion asked for clarification of the prior deficit amount. Mr. Billingsley explains that the prior deficit projected two months ago is now a \$240,000 deficit, not an additional \$240,000 it has just grown to \$240,000.

With the information provided Council discussion recommends that this item be tabled until Councilman Alderman is able to be a part of the final discussion.

Motion: Table adoption of Final Budget until Councilman Alderman returns and further discussion, **Action:** Table, **Moved by** Councilman James Haley, **Seconded by** Councilman Mike Stapleton.
Motion passed unanimously.

Mayor Wheeler request an additional Budget Session to include further discussion within a meeting to include all the Council.

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. 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 cards for Call to the Public.

Motion: Adjourn to Executive Session at 7:38 pm, **Action:** Adjourn, **Moved by** Councilman Mike Stapleton, **Seconded by** Councilman James Haley.
Motion passed unanimously.

10. SCHEDULING OF MEETINGS:

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

11. ADJOURNMENT.

Motion: Meeting adjourned at 8:12 pm., **Action:** Adjourn, **Moved by** Councilman Mike Stapleton, **Seconded by** Councilman James Haley.
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 June, 2015. I further certify that the meeting was duly called and held and that a quorum was present.



Shelly Salazar, City Clerk