

City of Globe
Meeting Minutes
June 12, 1018

Call to Order.
Roll Call.

Present: Mayor Al Gameros, Councilman Freddy Rios; District 1, Councilwoman Roberta Johnson; District 3, Councilwoman Charlene Giles; District 5, Councilman Lerry Alderman; District 6.

Absent/Excused; Councilman Mike Humphrey; District 2, Vice Mayor Mike Stapleton; District 4

Invocation; Dan Morton

Pledge of Allegiance; Councilwoman Charlene Giles

1. **SUMMARY OF CURRENT EVENTS:**

A. Council Members

Councilman Alderman announced that he had the privilege to attend and hand out awards for the Round Mountain (Sunrise) 5K Challenge and acknowledges that City Staff; Frank Baroldy came in fourth and Larry Hansen also placed.

Councilman Alderman also attended the Chamber mixer and stated that it was a very nice affair along with several other events.

Councilman Rios attended the Chamber Mixer as well, it was a well-organized event and was nice to communicate. Councilman Rios commended Public Works Director; Jerry Barns and Public Works for the asphalt project.

Councilwoman Johnson stated that she is very pleased with the asphalt project.

Councilwoman Giles reports on many events sponsored by the Downtown Association a great effort to put "heads in the bed" as a Bed Tax funding recipient. The events included; dinner at the Old Jail that resulted in five people from Las Vegas staying in Globe and the Mother's Day Tea where ninety-five people were served of which half were from out of town. Next, Councilwoman Giles recognizes City Staff for outstanding performances; Chief Folker's commitment to work Sunday shifts, Zac Chaves of the Water Department and Officers; Steve Williams and Angel Perez. Councilwoman reports that the "Globe Rocks" booth at the Globe Library Summer Reading Kickoff was an awesome event. Richard Thomas from Public Works gather over 300 rocks for people to paint. Over 300 hundred people painted rocks. Lastly Councilwoman Giles announces that there will be a cornhole tournament this Saturday to benefit the youth program at the Cobra Valley Center for the Arts.

B. Mayor

Mayor Gameros is excited to announce that Ignite Branding will be meeting tomorrow with the Globe Marketing Advisory Committee to further discuss Globe's process in creating a branding and moving forward with Economic Development.

Mayor Gameros reads a prepared statement regarding negative talk regarding the City and in particular the Globe Police Department. Mayor Gameros states that the City is in the recruitment process for a new Chief of Police that will include a public meet and greet. Mayor Gameros further stated that negative opinions and the mis-use of social media cause damage to our community, our future and people's lives. In closing Mayor Gameros states that "we will never move forward until people put differences aside. This Council and Staff have been working very hard to make a difference in this community and have been making progress. Mayor Gameros pleads for everyone to stop taking two steps forward and one step back and put our community first.

C. City Manager

City Manager; Paul Jepson congratulates Frank Baroldy for placing in the Round Mountain Challenge and thanks John Angulo and his crew for preparing for the race. Mr. Jepson further announces the Branding and Marketing meeting on Wednesday as well as the meeting that the Az. League of Cities will be holding for the Legislative Update here in Globe at 10:00 am. Thursday the Central Arizona Government (CAG) will meet and the Arizona State Board of Transportation will be holding a Community Reception on June 14th prior to their Board Meeting which will be held at Globe City Hall on June 15th. This Board approves all ADOT funding will hopefully approve their 5-year plan. Steve Stratton is part of that Board.

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

- A. Presentation of the Fiscal Year 2017-2018 Financial Audit presented by Colby & Powell, PLC.

Motion: Presentation placed on the agenda in error. , **Action:** Table, **Moved by** Councilwoman Charlene Giles; District 5, **Seconded by** Councilman Freddy Rios; District 1.
Motion passed unanimously.

- B. "Greater Gila County Transit Feasibility & Implementation Study" presented by Central Arizona Governments (CAG).
(Travis Ashbaugh; CAG Transportation Planning Manager)

Travis Ashbaugh updates Council that CAG applied for Transit Planning Funding in 2015. CAG received the funding in 2017 and is now in the close out phase. The focus area is the Cobre Valley Transit region and Mr. Rick Powers of Jacobs Engineering who consulted for the study will present recommendations.

Mr. Powers informed Council that the purpose of the study is to assess the current transit environment in the region and identify needs. The focus area is Gila County and the eastern portion of Pinal County. A Public Needs Assessment Survey was conducted and 408 responses were received, seventy-six (76%) of the public would use public transportation if available. Inter-City demands were the majority of the study which resulted in thirty-one (31%) of ridership used social service agency transit service and only twelve (12%) using public transit. Recommendations from the study for the Globe/Miami area; changes to the existing service that would include; expanding the existing route to include a larger portion of Miami, evaluate and remove low ridership bus stops, evaluate the current fare system and install shelters. Other recommendations were to develop a marketing and advertising plan and collaborate with other transit providers. After completing the feasibility study an implementation plan for the Cobre-Valley Transit included; removal of the Southwest Gas stop, revised schedule based on actual travel times between stop with reduced run times.

- C. Presentation of Summer Youth Interims; Jacob Perez, Derryck Courvoisier, Michaela Henderson and Lorinda Nasewytewa.
(Jerry Barnes and Adrea Ricke)

Globe Library Director introduces Lorinda Nasewytewa who will be working at the Globe Library this summer.

Jerry Barnes introduces Summer Youth Interims; Jacob Perez and Derryck who are working with the Public Works Department and Michaela Henderson who is helping at City Hall.

- D. Presentation of the Bed Tax Sub-committee's recommendations for FY2018/19 for the Bed Tax recipient organizations: the Cobre Valley Center for the Arts, the Globe Downtown Association, the Globe-Miami Chamber of Commerce, the Gila County Historical Society, and the Southern Gila County Historical Society. (Linda Oddonetto)

Economic Development Director; Linda Oddonetto brings recommendations forward from the Budget Work Session as follows:

Globe-Miami Chamber of Commers; work with the Chamber's Board of Directors to develop a strategic plan to best utilize the Bed Tax. Grant opportunities, new partnerships, signature event development.

Cobre Valley Center for the Arts; Partner with CVCA on grant opportunities, new partnerships with other community organization.

Globe Downtown Association; work with the ED/Board on new grant opportunities, new partnerships, better support their signature events (more strategic, long-term planning).

Economic Development Corporation; Ms. Oddonetto explained that some changes have occurred with the EDC since recommendation were presented at the Budget Work Session. The EDC Board met and decided that the EDC needed to work on a sustainability plan since the City of Globe was their only funder at \$22,500 annually which actually only funded a part-time Director. The City has the administrative capacity to offer them a full-time director; which would be herself as the Economic Development Director. This would allow the EDC and the community it serves (Globe-Miami, Hayden, Winkelman and Kearney) to be active with committees in Housing, Work Force Development and the Food Hub Study, which would provide more funding opportunities to both organizations. The EDC Board has given their head-nod to pursue this partnership which is modeled after Cottonwood, Arizona after other options such as membership support from the surrounding Mining Corporations and the Regional Medical Center declined do to their interest in supporting projects. Through conversation with the Rural Community Assistance Partnership (RCAC) the Cottonwood model seems to be best practices.

Gila County Historical Museum; work with ED/Board on grant opportunities; expanded partnerships with other Bed Tax groups to enhance events/efforts; increase social media presence. Ms. Oddonetto introduces Sheldon Mill; Executive Director of the Museum and announces that the Museum is currently acting as the Physical Agent for the Old Dominion Mine Park Committee and are in the middle of developing a Signature 4-Day Event; Old Dominion Days, which will be September 12th through the 15th.

Other recommendations for the Bed Tax Recipients are that the City of Globe shall have a voting member on the Bed Tax Recipients Board of Directors and the City's position on the Boards shall be a standing seat of their Executive Committee. The five Organizations shall also have at least one agenized meeting per physical quarter in order to receive that quarters funding.

Councilman Alderman appreciates the presentation and all of the organizations, as the City of Globe wants to be a help and aide to all of the recipients.

Ms. Oddonetto clarifies for Council that the recommendation of City placement on the Boards came about after research of the different organizations there was not a consistent method of funding review to ensure that the funding was truly putting heads in the beds. Now that the City and County are moving forward with marketing and branding efforts, having a seat on these Boards, the City will be part of that conversation and have a presence all moving forward toward the same goal.

City Manager Jepson; adds that for the past three years the City has been working to help make these organizations prosper through the distribution of the funding. This will allow the City to be pro-active in their success.

Councilman Alderman explained that this is not an entitlement, the City of Globe has and invested interest and that direct communication with each organization will help them be successful. The City must be responsible with tax payers money.

Mayor Gameros stated that through his experience with the Bed-Tax Sub-Committee he recognized that we have a lot of committed volunteers. Mayor Gameros also thanked Councilwoman Giles, and Councilman Alderman and Rios for putting the extra time in to meet with each organization and put together these recommendations.

Mr. Jepson presents the one accomplishment that the City would like to achieve through this presentation is Council support in entering an

agreement with the Economic Development Corporation (EDC) as a partnership of services.

Motion: Motion to enter into an agreement with the Economic Development Corporation (EDC)., **Action:** Approve, **Moved by** Councilman Lerry Alderman; District 6, **Seconded by** Councilman Freddy Rios; District 1.

Motion passed unanimously.

- E. Presentation of new Police Officers; Angel Perez, Cody Hudson and Jesus Verdugo. (Interim Chief Robert Folker)
Administration of the Oath of Office. (Judge John Perlman)

- 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: \$393,529.16
 - 2. Consideration of Approval of Council Minutes:
 - 1. Historic Preservation Advisory Committee Minutes; June 1, 2018
 - 2. Budget Work Session Minutes; April 17, 2018 and May 1, 2018.
- B. Consideration of agreements and purchases less than \$25,000. (Jeannie Sgroi)
- C. Consideration of the list of current building permits. (Chris Collopy)
- D. Consideration of the Fleet Report. (Brandon Gillum)
- E. Consideration to retain Hannah Auckland of the Grasso Law Firm to represent the Local Public Safety Retirement Board, to be funded from Account #10-50-51226 Mayor and Council-Outside Legal Counsel. (Shelly Salazar)
- F. Consideration of recommendations brought forth by the Historic Preservation Committee to approve exterior sign for Kino Floors located at 401 N Broad Street, Globe, Arizona. (Michelle Yerkovich)

- G. Consideration for approval to renew the Purchasing Cooperative Agreement between the State of Arizona Procurement Office and the City of Globe, for a five year period, and waive City Code 2-4-10A prior discussion rule. (Jeannie Sgroi)
- H. Discussion and possible approval of the FY17-18 first, second and third quarter distribution of bed tax funds in the amount of \$21,310.31 to Globe Downtown Association, from Account #10-51-51915 General Fund-Community Organizations-Globe Downtown Association. (Jeannie Sgroi-Finance Director)
- I. Consideration to approve the reallocation of \$3302.00 within the existing contract funds contained in the original scope of work for Contract No. GS-2017-0025-Pine Street Well Rehabilitation with Weber Water Resources, and to use it for electrical controls and development. (Jerry Barnes)
- J. Discussion and possible approval of Apache Underground Change Order #2 to Contract No.GS-2018-0003 High Street Waterline Replacement, in the amount of (\$4116.00). (Jerry Barnes)

Motion: to pull Items E and H for further discussion and approve the rest of the Consent Agenda as read. , **Action:** Approve, **Moved by** Councilman Freddy Rios; District 1, **Seconded by** Councilman Lerry Alderman; District 6.

Motion passed unanimously.

- E. Consideration to retain Hannah Auckland of the Grasso Law Firm to represent the Local Public Safety Retirement Board, to be funded from Account #10-50-51226 Mayor and Council-Outside Legal Counsel. (Shelly Salazar)

Mr. Jepson explained the PSPRS has Local Boards who serve the system overseeing the retirement and membership of the Globe Fire and Police. With the series of Board Meeting there is a need to have legal representation. The Board is independent from the City; however, the City is responsible for the cost of this representation.

Motion: motion to waive the prior discussion rule and approve the Letter of Engagement with the Grasso Law Firm to represent the Local Public Safety Retirement Boards., **Action:** Approve, **Moved by** Councilman Lerry Alderman; District 6, **Seconded by** Councilwoman Charlene Giles; District 5.

Motion passed unanimously.

- H. Discussion and possible approval of the FY17-18 first, second and third quarter distribution of bed tax funds in the amount of \$21,310.31 to Globe Downtown Association, from Account #10-51-51915 General Fund-Community Organizations-Globe Downtown Association. (Jeannie Sgroi-Finance Director)

Mr. Jepson explained that the Bed Tax funding request should be made on a timely basis and suggest a possible calendar that would track quarter endings and payments.

Councilwoman Giles reports that Downtown Director; Molly Cornwell would be here tonight to present the request however, she is in Miami with a film crew. On her behalf Councilwoman Giles reads a schedule of events for the Downtown Association that was prepared by Ms. Cornwell. The schedule included at the Old Jail that visitors from the Valley attended. The Train Depot hosted on average 4 events per weekend that included weddings and community fundraisers. Ms. Cornwell also added in here statement that the volunteers are what makes this community so special.

Motion: Waive the prior discussion rule and approve the FY17-18; 1st, 2nd and 3rd quarter distribution to the Downtown Association in the amount of \$21,310.31., **Action:** Approve, **Moved by** Councilwoman Charlene Giles; District 5, **Seconded by** Councilman Lerry Alderman; District 6.

Motion passed unanimously.

5. **NEW BUSINESS:**

- A. Presentation of the City of Globe FY 2018-19 draft Tentative Budget and possible direction to bring back the final Tentative Budget at the June 26, 2018 Regular Council Meeting. (Paul Jepson)

City Manager Paul Jepson presented June 26th as the proposed date to adopt the Tentative Budget and after required posting the Final Budget is proposed for adoption on July 10th. Mr. Jepson updates council that the approval of the Tentative Budget sets the maximum budget amount for the City, once the Tentative Budget is approved the budget can be adjusted but cannot be passed at a higher amount. This presentation will cover all General Fund budget items. Staff will present Enterprise Fund Budget and passage of the Final Tentative Budget on June 26th.

Mr. Jepson declares that budget goals include enhancing revenues through economic development and regionalism. Other goals include; enhance staff retention by offering a path to career growth, enhance City

pride by reducing blight and cleanup, replace legacy technology with modernization, roads, water infrastructure and wastewater treatment plant improvements. Staff would also like to complete Water Infrastructure Finance Authority (WIFA) projects.

Components of the Tentative Budget include the General Fund Operational Budget, General Fund CIP, Enterprise Operational Budget, CIT and other funds (1/2 Cent Excise Tax, CDBG, HURF, Enterprise and State Transportation Projects), Grants capacity (WIFA) and Special Funds (Library and Active Adult Center).

Mr. Jepson reported that expenditures for the the General Fund Operating and Maintenance Budget for FY17-18 budget are estimated at \$9,041,392 under the budgeted amount of \$10,014,472 which would have required a fund balance transfer. Staff is projecting revenues to increase by 1% for the General Fund O&M FY18-19 Budget and is presented balanced for FY18-19 at \$9,694,535 pending the Enterprise budget. The following bullet points were considered in the projection; allocation of surplus revenues are to be determined, State Shared Revenues are up and down, Sales Tax actuals are showing 1% over projected for 2 year in a row, Miami sales tax correction and removal of 15K cap will help, Staff only requested \$174,750 for additional department expenditures, BCBS funds used to supplement 5% healthcare increase, PSPRS .3% funds used to supplement unexpected Police and Fire retirement, roughly \$1.3 million.

General Fund Operating and Maintenance budget includes; Fire restructuring plan fully funded with General Fund revenues, \$71,000 to cover the initial costs, Public Works Salary Plan fully funded with General Fund at just under \$20,000, Police Staffing at 20 sworn and 3 non-sworn, staffing stabilization in Library, Active Adult Center and Besh, Economic Development Department fully funded, any surplus general funds may be used for; non-sworn Police Dept. Community Liaison position, possible additional ongoing IT costs, possible additional ongoing Economic Development cost with any remaining surplus returned to the fund balance.

Mr. Jepson informs Council that the current fund balance is \$4,463,918 up \$366,502 from last year. FY18-19 requests are to reduce the fund balance by \$222,605 to fund CIP one-time purchases. Another request for FY18-19 is to budget \$50,000 in the General Fund fund balance as contingency. Contingency designated for unforeseen expenses still requires Council approval.

General Fund CIP includes:

Library:

New Roof (Metal \$50,000/Shingles \$25,000) \$30,000

Window Replacement; \$5,000
Total; \$35,000

Fire:
Fire Hose; \$8,000
Personal Protective Equipment; \$17,105.00
Workout Equipment; \$10,000
Total; \$35,105.00

Fleet:
Plasma Cutter; \$1,600.00
Pipe Bender-Shop Hydraulic; \$900.00
Total; \$2,500.00

City Hall;
IT-Computer Hardware and on-going service contracts; \$25,000

Police;
Radio Tower & Equipment; \$45,000.00
Refurbish two Crown Victoria's; \$60,000.00
Buildings-Facilities-Architectural & Design; \$20,000.00
Total; \$125,000.00

Total General Fund CIP Request; \$222,605.00

Mr. Jepson closes by informing Council that next steps are to present the Enterprise Operational Budget and CIP and the adoption of the Tentative Budget.

Motion: Motion to approve and move the Tentative Budget forward for final adoption on June 26th., **Action:** Approve, **Moved by** Councilman Lerry Alderman; District 6, **Seconded by** Councilwoman Roberta Johnson; District 3.
Motion passed unanimously.

6. **ACTION ITEMS:**

- A. Consideration to approve two (2) additional intern positions to be funded by the City of Globe, in the Summer Youth Work Program, in which the City of Globe and Gila County have partnered, to be funded from Account #10-50-51260-Mayor & Council-Community Action. (Jeannie Sgroi)

Finance Director; Jeannie Sgroi updated Council that at the March 27th Regular Council Meeting, Council approved entering into an IGA with Gila County to establish a Summer Work Youth Program. The program will run

from June 4th through July 31, 2018. The agreement provides reimbursement from Gila county to the City of Globe for two interim positions. Council has expressed a desire to create two additional positions, to be funded by the City of Globe in the amount of \$6,100.00.

Motion: Motion to approve two additional summer youth position to be funded by the City of Globe in the amount of \$6,100 from Account #10-50-51260., **Action:** Approve, **Moved by** Councilwoman Charlene Giles; District 5, **Seconded by** Councilman Lerry Alderman; District 6. Motion passed unanimously.

- B. Consideration to approve the inclusion of \$73,000 in *Account #10-50-51255 Mayor and Council-Transportation/HB2565 Match*, into the FY 2018-19 budget for the Cobre Valley Transit program; and enter into Intergovernmental Agreement No. GS-2018-0034 between the Town of Miami and the City of Globe to provide the \$73,000 funding for the Cobre Valley Transit program. (Jeannie Sgroi)

Finance Director; Jeannie Sgroi presents the final request to fund the Cobre Valley Transit Program for FY2018-2019 in the amount of \$73,000. The Town of Miami operates the program which provides services to the Globe-Miami region. Data provided by the Town of Miami shows that 74% to 84% of the customers originate or end in Globe. Annual operation costs for this program are budgeted by the Town of Miami and are projected for FY2018-19 to be \$587,000. The three local supporting agencies (City of Globe, Gila County and the Town of Miami) contribute matching funds.

Motion: Motion to approve funding the Cobre Valley Transit program in the amount of \$73,000 for FY2018-19. , **Action:** Approve, **Moved by** Councilman Lerry Alderman; District 6, **Seconded by** Councilwoman Roberta Johnson; District 3. Motion passed unanimously.

- C. Discussion and possible direction to staff to terminate any and all efforts to relocate the Globe Public Library to the Michelson Building on South Broad St. (Paul Jepson)

Mr. Jepson updated Council that discussion to relocate the Library to the Michelson Building began in January. At that time staff was asked to include that as a possible option for the use of the Michelson Building. Since that time it has become clear that this is not a viable option. It is beneficial for Staff to have Council give direction to terminate all Library relocation efforts.

Mayor Gameros appreciated Staff efforts but after listening to the Library Director and the community, Mayor Gameros agrees this is not ideal for the Library.

Motion: Motion to direct Staff to cease all efforts to relocate the Library to the Michelson Building. , **Action:** Approve, **Moved by** Councilwoman Charlene Giles; District 5, **Seconded by** Councilman Lerry Alderman; District 6.

Motion passed unanimously.

7. **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.**

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8. **SCHEDULING OF MEETINGS:**

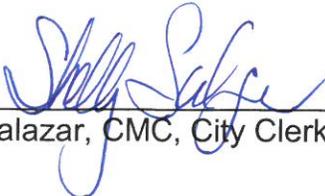
Scheduling of meetings, which may be brought up at this time.

9. **ADJOURNMENT:**

Motion: Motion to Adjourn the Regular Meeting at 8:00 pm., **Action:** Adjourn, **Moved by** Councilman Lerry Alderman; District 6, **Seconded by** Councilman Freddy Rios; District 1.

Motion passed unanimously.

I hereby certify that the foregoing are a true and correct copy of the meeting minutes of the June 12, 2018 Regular Council Meeting and that the meeting was duly called and that a quorum of Council was present.



Shelly Salazar, CMC, City Clerk