



MINUTES

TOWN OF MIAMI

REGULAR MEETING OF THE MAYOR AND COUNCIL MONDAY, FEBRUARY 12, 2018 AT 6:30 PM

1. CALL TO ORDER:

Mayor Dalley calls the meeting to order at 6:30 pm.

2. PLEDGE OF ALLEGIANCE/INVOCATION:

Mayor Dalley led the pledge of allegiance. Councilmember Medina led the invocation.

3. ROLL CALL OF COUNCIL MEMBERS:

PRESENT: Mayor Dalley, Vice Mayor Gonzales (arriving at 6:55 p.m.), Councilmember Castaneda, Councilmember Hanson, Councilmember Mancha II and Councilmember Medina.

EXCUSED: Councilmember Black.

STAFF PRESENT: Town Manager Heatherly, Town Attorney Smiley, Town Clerk Norris, Finance Director Stacie Allison, Librarian Delvan Hayward, Senior Center Director Kristy Regalado and Utility Coordinator Tash Jerrols.

Town Manager Heatherly introduces the new Finance Director Stacie Allison.

Mayor Dalley moved to move New Business Item N up to follow item C. Seconded by Councilmember Mancha II. Mayor Dalley calls for the vote. Vote – 5 in favor and 2 members excused (Vice Mayor Gonzales and Councilmember Black). MOTION PASSED.

4. CONSENT AGENDA:

- A. Consideration and possible action to approve Minutes of the January 8, 2018 Regular Council Meeting.
- B. Consideration and possible action to approve the Town Payroll for January 14 and January 28, 2018

Councilmember Castaneda moved to approve consent agenda. Seconded by Councilmember Hanson. Mayor Dalley calls for the vote. Vote – 5 in favor and 2 members excused (Vice Mayor Gonzales and Councilmember Black). MOTION PASSED.

5. APPROVAL OF DEMANDS AND PRESENTATION OF BUDGET REPORTS:

- A.** Consideration and possible action to approve the General Demands for January 1, 2018 to January 18, 2018 and January 19, 2018 to February 2, 2018.

Councilmember Castaneda moved to approve general demands for January 1, 2018 to January 18, 2018 and January 19, 2018 to February 2, 2018. Seconded by Councilmember Medina. Mayor Dalley calls for the vote. Vote – 5 in favor and 2 members excused (Vice Mayor Gonzales and Councilmember Black). MOTION PASSED.

- B.** Review and discussion of Accounts Payable Aging Report through January 2018.

No discussion on this item.

- C.** Review and discussion of Revenues/Expenditures report for activities of January 2018.

Town Manager Heatherly reviews the schedule of revenues report and the expenditure report stating there is nothing abnormal that we should be concerned with at this time.

- D.** Review and discussion of the recap of financial activity report for January 2018.

Town Manager Heatherly briefly reviews the recap of financial activity for the month of January 2018.

6. REPORTS / RECOGNITIONS:

- A.** Department Reports.

Kristy Regalado, Senior Center Director gives the Senior Center report on statistics and activity for January 2018.

Librarian Delvan Hayward gives the Library report on statistics and activity for January 2018.

Tashiana Jerrols, Utility Coordinator, reports on the utility account billing activities and monthly statistics for January 2018.

- B.** Town Manager Report.

Town Manager Heatherly gives a brief report on the Public Works Department activity. Reports on the Strategic Planning meeting that took place on Saturday. Gives a brief update on the audit; the auditor will be here on Wednesday to address some follow up issues. Reports on the changes happening with the Cobre Valley Country Club. Reports on the sales tax letters that will be going out to local businesses that have not filed reports or submitted any tax payments for the Town of Miami. Reports that the scissor lift is operational now. Gives recognition to a

couple of successful basketball coaches. Miami school 7th grade boys won the basketball championship and 8th grade boys took 2nd place.

Vice Mayor Gonzales arrives at 6:55 p.m.

C. Mayor/Council Reports.

Councilmember Hanson gives a brief report on the Bullion Plaza lighting project and announces that all the parties that contributed to that project will be recognized on a sign placed in that area. The first phase of that project is nearly complete and there will be a ribbon cutting ceremony scheduled soon. Brief update on Phase II of that project. Gives a brief update on the Nash Row Habitat for Humanity project scheduled to begin very soon.

Councilmember Medina thanks Mayor Dalley for letting him sit in on the Clean and Beautiful meeting that took place in Globe. Also gives thanks to radio station 101.9 for stopping by the CVIT machine shop where he teaches and giving the students tickets for the Renaissance Festival.

Councilmember Castaneda comments briefly on the Strategic Planning meeting she attended on Saturday. Comments on how she has noticed that there is much more tourist walking through town on the weekends. Comments on our rich history and the hidden things in town that people miss, such as the stairs, and how the idea of a tourist map of the town came up.

Mayor Dalley thanks the Town Manager for putting on the special meetings and training sessions in preparation of the upcoming budget and improving the town.

7. CALL TO THE PUBLIC:

Mr. Tom Foster, Miami resident and Bullion Plaza Museum Director announces they are writing a grant to Freeport for window replacement at the museum. Mr. Foster also comments on a group that visited, Local First Foundation, they toured a couple places in Globe and stayed at local B&B's as well as a tour of the Bullion Plaza Museum.

Mr. Jon Cornell of KQSS Radio comments on the issue of maps for historical areas in the Town of Miami. He has talked to Karalee and they have another kiosk, but if it gets grabbed before the Town gets it they will make one for the Town. Mr. Cornell states that he is willing to work with the Town to help design the tour map. Announces that he is working with Mr. Foster to put up a photo exhibit of his work at the museum.

Mr. Joe Bronson, Globe resident with Boy Scout Troop 101, the boy scouts are attending this meeting tonight because they are working on their Communication Merit Badge.

8. UNFINISHED BUSINESS:

9. NEW BUSINESS:

- A. Information, discussion and possible action:** To direct staff to post Notice of Intent to establish and set Pavement Restoration Fees to cover Town costs associated with the preservation and/or restoration of all newly paved streets within the Town limits for a period of up to 10 years after new pavement installation has been completed.

Town Manager Heatherly comments on the proposed pricing structure and how they did research to come up with the proposed pricing. Town Manager Heatherly explains that staff has met with local utility companies to review this proposed pricing with them. Town Manager Heatherly comments briefly on the current franchise agreements. Councilmember Castaneda moved to direct staff to post Notice of Intent to establish and set Pavement Restoration Fees to cover Town costs associated with the preservation and/or restoration of all newly paved streets within the Town limits for a period of up to 10 years after new pavement installation has been completed. Seconded by Councilmember Mancha II. Vice Mayor Gonzales asks would it be possible to include some direction to require the cuts to be uniform. It is explained that the Town Code provides for that specifically but has not been enforced, it will be now be enforced. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

- B. Information and discussion only:** Status update regarding the Cobre Valley Regional Aquatic Center.

Town Manager Heatherly gives a brief progress update regarding the Core Valley Regional Aquatic Center.

- C. Information, discussion and possible action:** Possible approval of a contract with KE&G Construction in the amount of \$10,447,648.00 (subject to USDA's concurrence) for Phases 3-5 of the Miami Wastewater Collection System Improvement Project as recommended by the Wastewater Advisory Board.

Mr. Mark Ipson of HilgartWilson presents this item to Council. Mr. Ipson gives a brief background of this project up to this point. Four contractors submitted bids on January 18th. KE&G was the apparent low bidder at 10.4 million dollars. After the bids were received HilgartWilson evaluated the bid tabulations. The contract documents not only required the lowest bidder, but the lowest qualified bidder. They evaluated KE&G for all the bid qualification that the bidders had to meet and followed up with references. They covered all the basis by following up on the project reference side, looked at bonding capacities, looked at previous projects and have spoken with others who have worked with them, looked at their sub consultant for the pipe lining work. Mr. Steve Flinn, Senior Construction Manager gives an overview of the reference check he did on KE&G. Mr. Ipson comments on reviewing some of their project people resumes as well. Mr. Ipson states that after they completed the analysis they put together their recommendations and submitted it to USDA to get their thoughts on it. USDA reviewed that really quickly and only commented that there were two forms that needed signature on them. The only thing they are waiting on are the minutes from the governing board approval. If USDA gives their concurrence, we anticipate their notice to proceed on approximately February 21st. Mr. Ipson comments that Mr. Steve Flinn is the Resident Project

Representative, he will be here “day in and day out” throughout the project. Mr. Rick Powers, who is a part of the HilgartWilson team as well, will be providing local engineering services. Mr. Ipson states that Mr. John Warner of KE&G is present tonight. Vice Mayor Gonzales states a majority of this project will be CIPP work, will that part be subcontracted out? Mr. Ipson states that it will be subcontracted out to a contractor that specializes in that specifically. The subcontractor doing the CIPP work is Insituform. Vice Mayor Gonzales asks what is the contingency we have for Phase 3-5? Town Manager Heatherly states for right now we are trying to figure out how we want to list that, but roughly it will be a million dollars. Councilmember Castaneda moved to approve contract with KE&G Construction in the amount of \$10,447,648.00 (subject to USDA’s concurrence) for Phases 3-5 of the Miami Wastewater Collection System Improvement Project as recommended by the Wastewater Advisory Board. Seconded by Councilmember Hanson. Mayor Dalley calls for the vote. Vote – 6 in favor, 1 member excused (Councilmember Black). MOTION PASSED.

D. Information, discussion and possible action: To approve Resolution No. 1201, revising the Bullion Plaza Gym rental rates and deposits

Town Manager Heatherly explains how they came up with the tier structured rates and how they tried to keep it simple and easy to understand. They did raise the rates a little bit. Councilmember Castaneda expresses her concerns with the fee and deposit rate for the big events. Open discussion and comments regarding the cost of the big events. Brief discussion regarding the amount of time needed to set up and clean up after a large event. Brief discussion regarding the need to cover the cost of cooling and heating the gym. Vice Mayor Gonzales moved to approve Resolution No. 1201, revising the Bullion Plaza Gym rental rates and deposits. Seconded by Councilmember Mancha II. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member opposed (Councilmember Black). MOTION PASSED.

E. Information, discussion and possible action: To renew Bullion Plaza Gym Management Agreement with Miami Genesis, Inc. for a period of 1 year and to amend the Agreement regarding the exhibits attached to the Agreement regarding rental fees, rules and renter’s responsibilities.

Mayor Dalley moved to renew Bullion Plaza Gym Management Agreement with Miami Genesis, Inc. for a period of 1 year and to amend the Agreement regarding the exhibits attached to the Agreement regarding rental fees, rules and renter’s responsibilities. Seconded by Councilmember Medina. Mayor Dalley calls for the vote. Vote – 6 in favor, 1 member excused (Councilmember Black). MOTION PASSED.

F. Public hearing, discussion and possible action: To hold a public hearing and adopt Ordinance No. 359, amending the Miami Town Code, Title 8 – Health and Safety, Chapter 8.08 Garbage and Trash Collection and Disposal, Section 8.08.040 Rates for Garbage and Bulk Trash Collection, related to increasing the fees for Garbage and Bulk Trash Collection Services:

- 1) Open Public Hearing ~ Mayor Dalley. 8:14 p.m.

- 2) Open Discussion and Public Comments regarding the adoption of Ordinance No. 359; to increase rates and charges for garbage and bulk trash collection services.

No public comments presented. Town Manager Heatherly gives a brief overview of the rates and explains that the rates are being increased due to Gila County raising the landfill rates.

- 3) Close Public Hearing ~ Mayor Dalley. 8:17 p.m.
- 4) Council Discussion, Motion and Action.

Councilmember Hanson moved to approve Ordinance No. 359, amending the Miami Town Code, Title 8 – Health and Safety, Chapter 8.08 Garbage and Trash Collection and Disposal, Section 8.08.040 Rates for Garbage and Bulk Trash Collection, related to increasing the fees for Garbage and Bulk Trash Collection Services. Seconded by Councilmember Medina. Mayor Dalley calls for the vote. Vote 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

G. Public hearing, discussion and possible action: To hold a public hearing and adopt Ordinance No. 360, amending the Miami Town Code, Title 13 Public Services, amending Chapter 13.04 Sewer System Use Regulations, Section 13.04.124 Rates for Sewage Collection within the Town Limits of Miami related to increasing rates and charges for Wastewater Services:

- 1) Open Public Hearing ~ Mayor Dalley. 8:19 p.m.
- 2) Open Discussion and Public Comments regarding the adoption of Ordinance No. 360; to increase rates and charges for wastewater services.

No public comments.

- 3) Close Public Hearing ~ Mayor Dalley. 8:20 p.m.
- 4) Council Discussion, Motion and Action.

Mayor Dalley states that we are just staying within the terms of the USDA grant and loan agreement terms. Vice Mayor Gonzales asks when is the next anticipated rate increase. Town Manager Heatherly states that according to the findings of economists.com, we should have a rate increase of 2% to 3% per year. Councilmember Mancha II asks if there is a cap on the increases or will they continue. Town Manager Heatherly explains that there is no cap but we are working hard to maintain the system efficiently and effectively as possible to keep the cost of running and maintaining the system and plant. Councilmember Castaneda moved to approve Ordinance No. 360, amending the Miami Town Code, Title 13 Public Services, amending Chapter 13.04 Sewer System Use Regulations, Section 13.04.124 Rates for Sewage Collection within the Town Limits of Miami related to increasing rates and charges for

Wastewater Services. Seconded by Councilmember Hanson. Mayor Dalley calls for the vote. Vote 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

H. Information and discussion only: Centennial Celebration update.

Ms. Delvan Hayward gives a brief report on the Centennial Celebration event planning. The Centennial will be on March 10th and a full day of activities are planned. Review of the planned activities and events. Ms. Hayward states that we need more entries for the writing contest. Brief discussion regarding the cannon blast and which cannon will be used. Brief discussion regarding the dinner that is being put on by the Globe Miami Chamber of Commerce.

- I. Information, discussion and possible action:** To approve the closure of Sullivan Street from Cordova Street to Miami Avenue for the Centennial Celebration Car Show, with the Town providing traffic control and barricades as deemed necessary by the Miami Police Department.

Councilmember Castaneda moved to approve the closure of Sullivan Street from Cordova Street to Miami Avenue for the Centennial Celebration Car Show, with the Town providing traffic control and barricades as deemed necessary by the Miami Police Department. Seconded by Councilmember Hanson. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

- J. Information, discussion and possible action:** To approve, subject to funding agency concurrence, payment application for Town of Miami, in the amount of \$22,770.83 for legal, easements and other project-related expenses, as recommended by the Wastewater Advisory Board.

Councilmember Castaneda moved to approve, subject to funding agency concurrence, payment application for Town of Miami, in the amount of \$22,770.83 for legal, easements and other project-related expenses, as recommended by the Wastewater Advisory Board. Seconded by Councilmember Medina. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

- K. Information, discussion and possible action:** To approve, subject to funding agency concurrence, payment application for Town of Miami, in the amount of \$8,805.01 for project-related expenses, as recommended by the Wastewater Advisory Board.

Councilmember Castaneda moved to approve, subject to funding agency concurrence, payment application for Town of Miami, in the amount of \$8,805.01 for project-related expenses, as recommended by the Wastewater Advisory Board. Seconded by Councilmember Hanson. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

L. Information and discussion only: Review and update regarding 2018/2019 Town of Miami Health benefit changes.

Town Manager Heatherly reviews the 2018/2019 Town of Miami employee health benefit plan changes. This year there will be a rate increase of 4.51%. Town Manager Heatherly explains that part of the increase is due to BCBSAZ bringing in the Mayo Clinic to the network. Town Manager Heatherly explains that staff will be exploring other options to keep the benefits rich but the costs to the Town down; one option is a high deductible plan. We will need to research this plan and see if it is a benefit to the Town as far as costs go. If this would be suitable for the Town and it's employees it will come before Council for approval. Discussion regarding keeping the benefits affordable because it is one thing the Town has to offer employees in times that we cannot pay high wages.

M. Information and discussion only: Review of the proposed bridge improvements at the BHP property entrance off of Highway 60.

Town Manager Heatherly explains that this is just to give Council advance notice that BHP will be coming before Council at the next meeting to discuss the issue of the bridge. The bridge is owned by the Town of Miami and it has major safety issues. It is the bridge at the end of Highway 60 Park, just off Highway 60 that leads onto the BHP property. BHP will be requesting permission from the Town for them to make the necessary repairs to the bridge to make it safe.

N. Information and discussion only: Review and discussion regarding the Miami Wastewater Collection System Improvements Project.

Town Manager Heatherly states that he just wants to give a quick update. They met on Friday with a whole group of people, the bulk of who were attorneys. Mr. Steve Flinn, Senior Construction Manager, explains the mandrel and video inspection testing of the lines from Phase II and what they found. The mandrel is pulled through the pipe to check for "out of roundness" of the pipe. They found that the certain pipe has been squished and they could not get the mandrel through a couple of the pipes. Those pipes they put the camera through to see what was going on with them and found signs of oval shaped pipe. Comments on finding a Y fitting going to a lateral fitting for a house and it was split lengthwise along the side; a gap open about an eighth to a quarter of an inch. The pipe going into that you could see that it was egg shaped, it was being squished down. Mr. Flinn explains all the issues they found with the lines in Phase II. Town Manager Heatherly states all the lines will now be videoed to check to see how they are doing and if there compaction problems with them as well, causing them to be oval shaped or cracked. Mr. Mark Ipson introduces Mr. John Warner of KE&G. Mr. Warner comments that he is the Utilities Division Manager for KE&G. Mr. Warner comments briefly on the company and the many projects and many years of experience they have.

- O. Information, discussion and possible action:** To approve a contract with Rick Engineering for the engineering, design and construction management on the Street Improvement Project CDBG 143-17 in the amount of \$49,900.00 and approve the agreement.

Town Manager Heatherly presents this item to Council. This is the engineer contract for the CDBG Street Improvement Project. Rick Engineering was chosen as the most qualified out of the proposals submitted. Rick Engineering has done work for the Town before, the Merritt Ramp Project. Councilmember Hanson moved to approve a contract with Rick Engineering for the engineering, design and construction management on the Street Improvement Project CDBG 143-17 in the amount of \$49,900.00 and approve the agreement. Seconded by Councilmember Castaneda. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED.

- P. Information, discussion and possible action:** To recess the public meeting and convene in executive session for the following purposes:

- 1) An executive session pursuant to A.R.S. § 38-431.03(A)(4) for discussion or consultation with the Town Attorney in order to consider its position and instruct the Town Attorney regarding the Town's position in or contemplated litigation or in settlement discussions conducted in order to avoid or resolve litigation in the matter of Gillen v. Town of Miami.
- 2) An executive session pursuant to A.R.S. § 38-431.03(A)(4) for discussion or consultation with the Town Attorney in order to consider its position and instruct the Town Attorney regarding the Town's position in or contemplated litigation or in settlement discussions conducted in order to avoid or resolve litigation in the matter of Alonzo Notice of Claim.

Councilmember Medina moved to recess into executive session. Seconded by Councilmember Castaneda. Mayor Dalley calls for the vote. Vote – 6 in favor and 1 member excused (Councilmember Black). MOTION PASSED. 9:00 p.m.

Councilmember reconvenes at 9:23 p.m. All members present and Councilmember Black excused.

10. CALL TO THE COUNCIL:

Vice Mayor Gonzales thanks Town Manager Heatherly and Town staff for allowing the basketball teams to use the Bullion Plaza Gym for practice.

Mayor Dalley announce that he attended a BHP luncheon with Town Manager Heatherly and more will be coming out of that in the near future.

Councilmember Hanson states that Mr. Tommy Thompson put a cool vintage black and white picture in the Santa Ana building, but it is an old picture of Globe, but didn't want anyone to get mad. It is just a really cool picture.

11. ADJOURNMENT:

Councilmember Castaneda moved to adjourn the meeting. Seconded by Councilmember Hanson. Mayor Dalley calls for the vote. Vote – 6 in favor, 1 member excused (Councilmember Black). MOTION PASSED.

Meeting adjourned at 9:28 p.m.

CERTIFICATION:

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Regular meeting of the Town Council of the Town of Miami, AZ held on the 12th day of February, 2018.

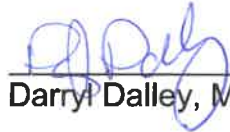
I further certify that the meeting was duly called and that a quorum was present.

DATED this 26th day of February 2018.



Karen Norris, Town Clerk

APPROVED:



Darryl Dalley, Mayor