



CITY COUNCIL MEETING

VOTING MEETING MINUTES

TUESDAY, JUNE 9, 2020, 3:00 PM
Council Chambers, 201 South Cortez Street
Prescott AZ 86303
(928) 777-1272

Greg Mengarelli, Mayor
Billie Orr, Mayor Pro Tem
Steve Blair, Councilman
Phil Goode, Councilman
Cathey Rusing, Councilmember
Alexa Scholl, Councilwoman
Steve Sischka, Councilman

MINUTES OF THE VOTING MEETING OF THE PRESCOTT CITY COUNCIL HELD ON JUNE 9, 2020, in the COUNCIL CHAMBERS LOCATED AT 201 SOUTH CORTEZ STREET, PRESCOTT, ARIZONA.

1. CALL TO ORDER

Mayor Mengarelli called the meeting to order at 3:00 p.m.

2. INTRODUCTIONS/ANNOUNCEMENTS

Mayor Pro Tem Orr commented that Prescott is a community that values the first amendment and she is proud of the safe and quiet demonstration with heartfelt sympathy that took place last week. She recognized the Prescott Police Department and added that Council is with them, supports them and appreciates all they did last week; and thanked the participants for their respect.

Mayor Mengarelli echoed Mayor Pro Tem Orr's comments and discussed his experience walking the square and how respectful everyone was of the Prescott Police. He added that Council respects what our police do and thanked them, we value our police force.

3. INVOCATION

Father Ian Dunn with All Saints Anglican Church

4. PLEDGE OF ALLEGIANCE

Mayor Pro Tem Orr

5. ROLL CALL

Greg Mengarelli	Mayor	
Billie Orr	Mayor Pro Tem	
Steve Blair	Councilman	
Phil Goode	Councilman	
Cathey Rusing	Councilmember	(Remote)

Alexa Scholl Councilwoman
Steve Sischka Councilman

6. PROCLAMATIONS

- A. United States Army 245th Birthday - June 14, 2020

City Attorney Jon Paladini presented the Proclamation.

7. CONSENT AGENDA

COUNCILWOMAN SCHOLL MOVED TO APPROVE CONSENT AGENDA ITEMS 7.A. THROUGH 7.H. EXCLUDING ITEM 7.E. WHICH WAS PULLED FROM THE CONSENT AGENDA FOR FURTHER DISCUSSION; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

- A. Approval of Minutes for the May 19, 2020 Budget Workshop, the May 26, 2020 Executive Session and the May 26, 2020 Voting Meeting.
- B. Appointment of Members to the Advisory & Appeals Board, CDBG Citizens Advisory Committee, Fire Board of Appeals, Industrial Development Authority, Pedestrian Bicycle & Traffic Advisory Committee, Planning & Zoning Commission, Public Safety Personnel Retirement System Board - Fire, Public Safety Personnel Retirement System Board - Police, Tourism Advisory Board and Youth Advisory Board; and Appointment of Chair & Vice Chair for the Advisory & Appeals Board, Fire Board of Appeals, Planning & Zoning Commission and Youth Advisory Board.
- C. Approval of City Contract No. 2020-210 with Granicus for PEAK Agenda & Minutes Management Software in the Amount of \$10,200 in FY21, \$10,914 in FY22 and \$11,677.98 in FY23. Funding is Available in the City Clerk Department Fund.
- D. Approval to Donate, or Otherwise Transfer, Fire Engine #1056 to Yavapai College for Use in the Yavapai College Fire Science Program.
- E. Approval of Retention of Outside Legal Counsel to Provide General Water Law Services and Representation in the Gila Adjudication. Funding is Available in the Water Fund.

Item 7.E. was pulled from the Consent Agenda for further discussion.

Councilmember Rusing commented that water is a huge issue recently and in the past. There has been litigation going on this continuously and this adjudication began 50 years ago. She believes this is a huge commitment and she wanted additional information regarding the details.

City Attorney Jon Paladini responded that litigation strategy should not be discussed in open session and this item is to approve engagement of the law firm and attorney Clyde Halstead based on institutional knowledge to continue working with the city on water law issues which will include the Gila Adjudication. Water and water law in Arizona is about history and politics and that is why this engagement is recommended. Staff could set up an executive session to further discuss litigation strategy if that is something Council would like.

Councilmember Rusing said that she would like to have it discussed in executive session.

Councilman Goode commented that after Council passed a major change to policy by providing water outside city limits, our water attorney has moved to an outside law firm that is proposed to be retained for who knows how long and at what cost and this concerns him. Billable hours can add up quite a bit over time and it could quickly become a huge cost for the city. He would like to have quarterly reports to keep track of how much is being committed to this retainer.

Mr. Paladini stated that monthly invoices will be received and those can be provided to Council for review. He added that there is also a provision for 90 day termination for either party within the contract.

Councilman Blair agreed that he would like to have the opportunity to discuss the contract and services further in executive session.

Councilman Sischka commented that executing this agreement is to help maintain our institutional knowledge and that it is important to get it executed in a timely manner.

Mr. Paladini confirmed and added that approving the agreement simply commits the firm and attorney to working with the city and all details will continue to be managed by the City Attorney's office in consultation with staff and Council to determine what is needed.

**COUNCILMAN SISCHKA MOVED TO APPROVE CONSENT AGENDA ITEM 7.E.;
SECONDED BY MAYOR PRO TEM ORR: PASSED [7-0].**

- F. Approval of City Contract No. 2020-203 with Harris Auction for the Sale of Items at Surplus Auction.
- G. Approval of ADM19-0096 a Preliminary Plat for Prescott City Substation, a Subdivision Plat Incorporating Three (3) Unsubdivided Parcels, Creating or Revising a Number of Access and Utility Easements and Resulting in Two Lots. Site Zoning: Industrial Light (IL). Location 300 N. Granite Street. Property Owner/Applicant: Arizona Public Services; APN 113-14-058C, 113-14-056C and 113-14-060.

- H. Approval of FNP20-006 Final Plat for Prescott City Substation, a Subdivision Plat Incorporating Three Unsubdivided Parcels, Creating or Revising a Number of Access and Utility Easements and Resulting in Two Lots. Site Zoning: Industrial Light (IL). Location: 300 N. Granite Street. Property Owner/Applicant: Arizona Public Services; APN 113-14-058C, 113-14-056C and 113-14-060.

8. CONSENT ORDINANCE

- A. Adoption of Ordinance No. 2020-1717 Authorizing the Acceptance of a Water Line Easement Agreement, and a Right-of-Entry and Temporary Construction Easement Agreement from Yavapai County, a Political Subdivision of the State of Arizona.

ADOPT ORDINANCE NO. 2020-1717 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, AUTHORIZING THE ACCEPTANCE OF A WATER LINE EASEMENT AGREEMENT, AND A RIGHT OF ENTRY AND TEMPORARY CONSTRUCTION EASEMENT AGREEMENT FROM YAVAPAI COUNTY, A POLITICAL SUBDIVISION OF THE STATE OF ARIZONA, AUTHORIZING THE MAYOR AND STAFF TO EXECUTE ANY AND ALL DOCUMENTS TO EFFECTUATE SAID ACCEPTANCES.

- B. Adoption of Ordinance No. 2020-1718 Approving City Contract No. 2020-201, a Lease Agreement with Prescott Antique Auto Club, Inc.

ADOPT ORDINANCE NO. 2020-1718 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, APPROVING A LEASE AGREEMENT, CONTRACT NO. 2020-201, WITH PRESCOTT ANTIQUE AUTO CLUB, INC., LOCATED ON CITY-OWNED PROPERTY; AND AUTHORIZING THE MAYOR AND STAFF TO EXECUTE ANY AND ALL DOCUMENTS TO EFFECTUATE SAID ACCEPTANCE.

COUNCILWOMAN SCHOLL MOVED TO ADOPT CONSENT ORDINANCE ITEMS 8.A. AND 8.B.; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

9. LIQUOR LICENSE AGENDA

A. NEW LICENSES

- 1. Public Hearing and Consideration for a New Series 12 Restaurant Liquor License Application from Skyler Reeves, Applicant, for Taco Don's. Location: 624 Miller Valley Road.

Applicant Skyler Reeves was present and addressed Council regarding the liquor license application for Taco Dons, he has loved the restaurant from the first time he went there and his goal is to keep things the same with some enhancements. Will have beer and possibly margaritas.

Mayor Mengarelli thanked Mr. Reeves for his work and investment in the community.

MAYOR PRO TEM ORR MOVED TO CLOSE THE PUBLIC HEARING; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

MAYOR PRO TEM ORR MOVED TO APPROVE ITEM 9.A.1.; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

10. REGULAR AGENDA

A. City of Prescott and Arizona Eco Development Letter of Intent

City Attorney Jon Paladini provided an overview of the Letter of Intent and Study Session discussion.

City Clerk Sarah Siep read the following comment from member of the public Thomas Slaback: "Mayor and Council Members: I request that this letter become part of the official record of the Arizona Eco Development negotiations.

I have a question to ask about the LOI (Letter) and some general comments on the content of the Letter. I wish to have my question answered publicly during the meeting. If you do not have time to read this at the Study Session, I request that it be read at the Tuesday, June 9, 2020, 3PM Voting Meeting; item 10, Regular Agenda, A. City of Prescott and Arizona Eco Development Letter of Intent.

The Letter states that "All AED lands provided with potable water by the City shall be connected to the City water and sanitary sewer systems and will comply with the City's water use rules and regulations." Does this mean that the effluent generated by this City provided water from the AED lands will go to permanent safe yield---meaning that the City will receive no recharge credits from the State to pump additional groundwater?

General comments on the Letter:

1. The viewshed of the Granite Dells from the Pea Vine Trail (Trail) must be protected. Allowing houses to be built up to the boundary of the rail trail's right of way, only separated by a backyard fence, as has happened along the east side, north of old 89A, is not acceptable. Sections H and K should not be allowed to have housing that visually impacts the Trail corridor.
2. All Native American ruins must be preserved in place, including those on ridgelines that are visible from the Trail. This is especially true of the sites near the confluence of No Name Creek with Granite Creek.
3. Housing must not be allowed within the parcels designated for a resort. The resort should be constructed to blend in with the natural surroundings so as not to be a "sore thumb" when viewed from the Iron King Trail.
4. The open space surrounding Granite Creek should be designated as Public Open Space to allow continued construction of our public trail system.
5. No at grade crossings of the Trail should be allowed. Trail users should not have to play chicken with multiple lanes of traffic while continuing on the Trail, as currently happens at the road 39 crossing. The new crossing must be either an over or under pass.

As Mayor and Council, you are entrusted to protect the public investment of labor and dollars we have made in the creation of Prescott's greatest tourist destination: The Granite Dells.

Thank you"

Mr. Paladini addressed the comment stating that yes, the land that is annexed into the city will have to meet all city standards for development consistent with prop 400 language in city charter.

City Manager Michael Lamar also reiterated that the goal is to separate pedestrian and vehicular traffic so those potential issues will be looked at and sorted out.

Mayor Mengarelli commented that this has been long and arduous at times but well worth it, he said the developer has really stepped up and offered land that is very significant to our city. The 745 acres that are part of this deal are critical to the viability of our city, particularly surrounding the airport which will be crucial to creating jobs. He thanked all of the parties involved as well as city staff for working tirelessly to help to inform this deal along the way and getting everyone to this point. City appreciates the input that has been received along the way from special interest groups and the public. This is truly a landmark deal that he is excited to be a small part of.

Mayor Pro Tem Orr said that she has been smiling all day and looking forward to getting to this point. So many people have worked hard for this moment and it is monumental. This is a legacy, Council and the community are part of that. She hopes we can continue to keep this process moving forward and congratulated the city of Prescott and our citizens on this.

Councilwoman Scholl commented that while it is easy to think about the details now, there is still much to discuss. There will continue to be great opportunities for public input as we move forward, and she encouraged the public to continue to participate.

Councilman Sischka added that "when you smell a deal shut up".

Councilman Goode stated that he agrees with Councilwoman Scholl and we have the makings of an outline that virtually everyone who has participated in this long process has weighed in on. At this point it is up to the developer and the Planning & Zoning Commission to shape the general outline into a definitive Development Agreement. He expressed his concern that there is not a single Planning & Zoning Commissioner now serving that served during the Deep Well Ranch Project and that Council will need to support and keep a close eye on the Commission so they understand the magnitude of what they are doing. He also encouraged everyone to continue to follow the process.

Councilman Blair said that the Council Subcommittee on Appointments selected great candidates will do a great job on the next phase of this process and he thanked Recreation Services Director Joe Baynes for his dedication to our trails and this deal which is an integral piece of the puzzle.

Councilmember Rusing thanked Save the Dells, their supporters and the community for their movement which struck a chord in the community about retaining our quality of life here in Prescott. If it wasn't for Save the Dells being so brave and speaking out the Dells and AED annexation would've looked like something out of an LA suburb. There is still much work to be done.

**COUNCILMAN SISCHKA MOVED TO APPROVE ITEM 10.A.; SECONDED BY
MAYOR PRO TEM ORR: PASSED [7-0].**

- B. Adoption of Resolution No. 2020-1749 in Support of the World's Oldest Rodeo in Prescott from June 29-July 5, 2020.

Mayor Mengarelli welcomed Rodeo representatives JC Trujillo and Chris Graf to provide a presentation to Council regarding this year's Rodeo. He said that he is grateful to see the Rodeo will take place this year and thanked their staff for their diligence in light of the COVID restrictions.

Mr. Trujillo commented about how Prescott has never seen 4th of July without Prescott Frontier Days and he is happy to see that they will be able to continue that tradition this year. Over the last several years ticket sales have increased by leaps and bounds every year and last year they paid out 566 contestants in the amount of \$244,000 and was the True West Best of the West winner for the 5th year in a row. This year new participants will include Riata Ranch Cowboy Girls, Broke Spoke Cyldesdales and they've added multiple stock contractors and 718 contestants.

Mr. Graf discussed the investments that Prescott Frontier Days contributed to the community from last year's Rodeo events. He also thanked Mayor Mengarelli and County Health Services Director Leslie Horton for their support during all of this and in continuing to do the Rodeo.

Mr. Trujillo reminded Council and the public that all 8 performances will be televised nationwide and they are working on other fan experience options given the additional limitations due to COVID-19 which will limit attendance at the fairgrounds.

Mayor Mengarelli thanked Rodeo staff and Ms. Horton for their support of the events, this is a very important to our City and County it keeps our western heritage alive and serves as a symbol of our freedom.

**COUNCILMAN SISCHKA MOVED TO ADOPT ITEM 10.B.; SECONDED BY
COUNCILMAN BLAIR: PASSED [7-0].**

- C. Approval to Apply for and Accept Funds Appropriated Under the Arizona Corona Aid, Relief, and Economic Security (CARES) Act.

Fire Chief Dennis Light provided a presentation to Council regarding applications for and acceptance of the CARES Act in the amount of \$5,085,816 in order to off set and reimburse city's for costs incurred between March 1, 2020 and December 31, 2020 for public safety which will be utilized to further stabilize the General Fund.

Mayor Mengarelli said that he appreciates staff's work on this important issue and that he appreciates the flexibility the Governor's office is giving to municipalities for use of the funds. It will free up a lot for economic development opportunities and there is still much work to be done to figure that all out.

COUNCILWOMAN SCHOLL MOVED TO APPROVE ITEM 10.C.; SECONDED BY MAYOR PRO TEM ORR: PASSED [7-0].

- D. Adoption of Resolution No. 2020-1746 Approving Transfer of Certain Fiscal Year 2020 Budget Appropriations.

ADOPT RESOLUTION NO. 2020-1746 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, APPROVING THE TRANSFER OF UNENCUMBERED APPROPRIATIONS BETWEEN VARIOUS DEPARTMENTS AND FUNDS IN THE FISCAL YEAR 2020 BUDGET.

Finance Director Mark Woodfill provided a presentation regarding FY20 budget amendments and discussed the relief in the General Fund which will be provided by the CARES Funding allowing for projects Council deems appropriate to be funded.

COUNCILWOMAN SCHOLL MOVED TO ADOPT ITEM 10.D.; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

- E. Adoption of Resolution No. 2020-1747 Adopting the Tentative Budget for Fiscal Year 2021, and Setting the Public Hearing for the Final Budget, Expenditure Limitation and Tax Levies for the City of Prescott.

ADOPT RESOLUTION NO. 2020-1747 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, ADOPTING A TENTATIVE BUDGET, ADOPTING THE ESTIMATED AMOUNTS REQUIRED TO MEET THE PUBLIC EXPENSES FOR THE CITY OF PRESCOTT FOR THE FISCAL YEAR 2021, AUTHORIZING AND DIRECTING PUBLICATION OF STATEMENTS AND SCHEDULES OF THE TENTATIVE BUDGET, TOGETHER WITH NOTICE OF HEARING ON SAID BUDGET AND NOTICE OF DATE OF FINAL ADOPTION OF SAID BUDGET, AND NOTICE OF DATE OF ESTABLISHMENT OF THE EXPENDITURE LIMITATION, AND NOTICE OF THE DATE FOR FIXING A TAX LEVY.

Finance Director Mark Woodfill provided a brief recap of the budget process and discussed that today's action will set the maximum amount for the FY21 Budget which will be formally approved and adopted at the June 23 Voting Meeting. Revenues have decreased but not to the extent that was originally anticipated which is positive for budget forecasting, though they are still holding contingencies and budgeting safely.

Tentative FY21 Budget - \$206,830,407

Councilman Blair reiterated his belief that we need to approve employee pay raises, the cost across the board to accomplish this would be \$588,000 with \$385,000 from the General Fund. He added that he was offended by the headline in the paper following the Budget Workshop meeting raises wouldn't be given, and this is important and needs to be looked at again. City employees have stood strong through COVID-19, police and fire staff are dealing with people being negative to them in the public and while the overall budget is wonderful he is aggravated that what came out of it was that employees are not getting a raise which they deserve.

Mayor Mengarelli thanked Councilman Blair for his comments. These are difficult times and everything is fluid, we have information since the Budget Workshop that provides a more positive outlook and we have the CARES funding which can help inform our decisions moving forward so raises can be revisited. He doesn't want to send the wrong message to city employees particularly our first responders who Council is grateful for and values.

Councilman Sischka commented that it was his understanding money for raises was put into the budget as a contingency and if raises were given later in the year they would be retroactive. It is important to be aware that we don't know when the end of all this will be, he is comfortable with a retroactive contingency.

City Manager Michael Lamar confirmed that should raises be given later in the fiscal year they would be retroactive. He added that the dramatic decrease in the service sector of the economy speaks to the importance of diversifying our economic development opportunities in this community.

Councilman Blair said that he doesn't make decisions for the private sector, and while he is sorry that they may not have a job or had to take a pay cut, city employees have continued to provide necessary services. And he is was upset about the headline generated following the Budget Workshop.

Mayor Pro Tem Orr echoed Councilman Blair's comments regarding the headline being in error.

Mr. Lamar agreed, he said the takeaway should have been that it wasn't a no to raises it was a wait and see. He still feels, however, that this is the prudent course of action.

Councilman Blair asked if it would be possible to provide the raises and then if things continue to downturn departments decrease their budgets in that amount in other ways at a later date.

Councilman Goode commented that he disagrees with Councilman Blair. They only have two months of data which could change and still a number of people who are out of jobs, businesses closed and we don't know how long it will all last. He said it is important to hold onto the contingency option and if there isn't as serious of a decline as some are projecting than it can be used. Council needs to honor the taxpayers and businesses.

Councilmember Rusing commented that people received a stimulus check from the federal government and if you look at the average city employee salary that is approximately a 3% bonus for them and that should be figured in during this difficult time.

Councilwoman Scholl stated that she knows people who have not received their stimulus check and she doesn't believe that is something we should be taking into

consideration when looking at raises. She said that she can see this topic from Councilman Blair and Councilman Goode's points of view. It is important that Council say they value staff for continuing to work and adapting to the situation in the spirit of public service. The goal is to be able to give everyone raises, but it should stay in contingency for in the fall. Must be firm in our support for our employees.

Mayor Pro Tem Orr echoed Councilwoman Scholl's comments and said that our city would be nowhere without the employees. She would hate to see a raise be given and then have to cut employees or make other cuts in the future and added that the idea of a stimulus check substituting a raise is not a consideration for Council at all. Feels this should be looked at again in the fall and then raises will be retroactive.

**COUNCILMAN SISCHKA MOVED TO ADOPT ITEM 10.E.; SECONDED BY
MAYOR PRO TEM ORR: PASSED [7-0].**

- F. Approval of City Contract No. 2005-293A1, an Amendment to City Contract No. 2005-293 with Waste Management for Solid Waste Disposal (Landfill Services) Increasing the Contract Amount in FY20 by \$500,000.00 and Increasing the Annual Amount from \$1,900,000.00 to \$2,600,000.00. Funding is Available in the Solid Waste Fund.

Public Works Director Craig Dotseth provided a presentation regarding the amendment to contract at Grey Wolf Landfill in Dewey which is necessary due to increased trash and recyclable materials that has created a shortfall, and is estimated to need increases moving forward as well.

**COUNCILWOMAN SCHOLL MOVED TO APPROVE ITEM 10.F.; SECONDED BY
COUNCILMAN BLAIR: PASSED [7-0].**

- G. Approval of Construction Cost Reimbursement to Chamberlain Development, L.L.C., in an Amount Not to Exceed \$2,103,097.00 for Construction and Realignment of Willow Creek Road Curve. Funding is Available in the Streets Fund.

Public Works Director Craig Dotseth provided a presentation regarding the reimbursement which is part of the previously approved Development Agreement. Widening is currently taking place and the work is being done by the developers. Will include realignment of the curve, widening of Willow Creek Road, and a median from Highway 89 passed development. Additional development considerations in the area could allow the contractor to use some of the dirt which could be additional savings of \$275k for the city.

Councilman Goode said that he is glad to see this getting started and will be happy to see the area be made more safe. He also asked what the estimated completion time is.

Mr. Dotseth said that it is an approximate 90 day time frame.

MAYOR PRO TEM ORR MOVED TO APPROVE ITEM 10.G.; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

- H. Approval of PLN20-001 a Preliminary Plat for Luxtor Prescott RV Storage Condominium a 128 Unit Subdivision in an Existing Storage Facility Building. Site Zoning: Industrial Lite (IL) on 4.21 acres. Location: 2899 Venture Drive, APN 103-01-655B. Property Owner/Applicant: Luxtor Prescott LLC.

City Planner Tammy DeWitt provided a presentation regarding Items H and I which will allow for the creation of a 128 unit storage facility for RVs. There was one dissenting vote at Planning & Zoning Commission, but the applicant has addressed the issues that stemmed from that.

Councilmember Rusing asked about storage of hazardous materials.

Ms. Dewitt responded that deed restrictions would preclude that.

Councilwoman Scholl asked what the approximate cost for units will be.

Project Manager Stephen D. Henry addresses Council and said the units would go for approximately \$50,000-\$82,000 and will be 35 ft-55 ft with a few drive through options in phase two. They will offer both sale and lease options. This is a five star facility that Prescott deserves to have.

Mayor Mengarelli thanked the applicant for the information and for their investment in the city.

Mayor Pro Tem Orr said she feels this is a great project.

MAYOR PRO TEM ORR MOVED TO APPROVE ITEM 10.H.; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

- I. Approval of FNP20-004 a Final Plat for Luxtor Prescott RV Storage Condominium a 128 Unit Subdivision in an Existing Storage Facility Building. Site Zoning: Industrial Light (IL) on 4.21 Acres. Location: 2899 Venture Drive, APN 103-01-655B. Property Owner/Applicant: Luxtor Prescott LLC.

MAYOR PRO TEM ORR MOVED TO APPROVE ITEM 10.I.; SECONDED BY COUNCILMAN SISCHKA: PASSED [7-0].

- J. Approval of City Contract No. 2019-251A2, an Amendment City Contract No. 2019-251 with the City of Phoenix Increasing the Original Contract Amount in FY20 by \$62,500 and Increasing the Annual Amount from \$150,000 to \$260,000 beginning in FY21. Funding is Available in the Solid Waste Fund, and Increase is Offset by Customer Revenue Received.

Public Works Director Craig Dotseth provided a presentation to Council regarding the existing contract which covers the transfer of recyclable materials and discussed the increase staff has seen in use of the service and additional product being recycled. They will continue to add in outreach items, and the additions for this year will cover shortfall with future increases to ensure costs of recycling program are covered.

**COUNCILMAN SISCHKA MOVED TO APPROVE ITEM 10.J.; SECONDED BY
MAYOR PRO TEM ORR: PASSED [7-0].**

- K. Approval of City Contract No. 2017-064A7, an Amendment to City Contract No. 2017-064 with Fann Contracting for Solid Waste Hauling Services Increasing the Contract amount in FY20 by \$100,000.00 and Increasing the Annual Amount for the Contract from \$900,000.00 to \$1,200,000.00. Funding is Available in the Solid Waste Fund.

Public Works Director Craig Dotseth provided a presentation to Council for an amendment to the hauling contract where there have been increases. Trash is currently at 54,000 ton range and recycling is at 58,000 tons which are more than was anticipated causing a shortfall in funding. Increase in future fiscal years will ensure this is covered in the future and is directly offset by new accounts to balance higher expense.

Mayor Pro Tem Orr commended public works staff for doing so much more work with only one additional staff member hired in the last fiscal year.

Councilman Goode asked about the adjustment for diesel fuel and asked for confirmation on whether those amounts are looked at quarterly or annually.

Mr. Dotseth said they are done annually.

Councilwoman Scholl asked Mr. Dotseth to provide information on upcoming free slash days.

Mr. Dotseth said that it will take place each Saturday in June from 8 am - 4 pm.

**COUNCILMAN SISCHKA MOVED TO APPROVE ITEM 10.K.; SECONDED BY
COUNCILMAN BLAIR: PASSED [7-0].**

11. ADJOURNMENT

Quote: "We the people are the rightful masters of both congress and the courts, not to overthrow the constitution but to overthrow the men who pervert the constitution." - Abraham Lincoln

There being no further business to discuss, Mayor Mengarelli adjourned the meeting at 5:15 p.m.

GREG MENGARELLI, Mayor

ATTEST:

SARAH M. SIEP, City Clerk

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Voting Meeting of the City Council of the City of Prescott, Arizona held on the 9th day of June, 2020. I further certify the meeting was duly called and held and that a quorum was present.

Dated this ____ day of _____, 2020.

AFFIX
CITY SEAL

Sarah M. Siep, City Clerk