



CITY COUNCIL MEETING

VOTING MEETING MINUTES

TUESDAY, JUNE 25, 2019, 3:00 PM

Council Chambers, 201 South Cortez Street
Prescott AZ 86303
(928) 777-1272

Greg Mengarelli, Mayor	
Billie Orr, Mayor Pro Tem	Jim Lamerson, Councilman
Steve Blair, Councilman	Alexa Scholl, Councilwoman
Phil Goode, Councilman	Steve Sischka, Councilman

MINUTES OF THE VOTING MEETING OF THE PRESCOTT CITY COUNCIL HELD ON JUNE 25, 2019, in the COUNCIL CHAMBERS LOCATED AT 201 SOUTH CORTEZ STREET, PRESCOTT, ARIZONA.

1. CALL TO ORDER

Mayor Pro Tem Orr called the meeting to order at 3:25 p.m.

2. INTRODUCTIONS/ANNOUNCEMENTS

None.

3. INVOCATION

Pastor Whitney Walters with Willow Hills Baptist Church

4. PLEDGE OF ALLEGIANCE

Councilman Lamerson

5. ROLL CALL

Greg Mengarelli	Mayor (Excused)
Billie Orr	Mayor Pro Tem
Steve Blair	Councilman
Phil Goode	Councilman
Jim Lamerson	Councilman
Alexa Scholl	Councilwoman
Steve Sischka	Councilman

6. PROCLAMATIONS

Rodeo Week 2019

Councilman Sischka presented the Proclamation to World's Oldest Rodeo staff and volunteers.

7. CONSENT AGENDA

**COUNCILMAN SISCHKA MOVED TO APPROVE CONSENT AGENDA ITEMS 7.A. THROUGH 7.H.; SECONDED BY COUNCILWOMAN SCHOLL: PASSED [6-0].
(MAYOR MENGARELLI ABSENT)**

- A. Approval of minutes for the June 11, 2019 Executive/Special Session, the June 11, 2019 Study Session and the June 11, 2019 Voting Meeting.
- B. Adopt Resolution No. 2019-1703, approving Intergovernmental Agreement (IGA) with City of Phoenix for Processing of Recyclable Materials (City Contract No. 2019-251).

ADOPT RESOLUTION NO. 2019-1703 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, AUTHORIZING THE CITY OF PRESCOTT TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT WITH THE CITY OF PHOENIX FOR RECEIVING RECYCLABLE MATERIALS; AND AUTHORIZING THE MAYOR AND STAFF TO TAKE ANY AND ALL STEPS NECESSARY TO ACCOMPLISH THE ABOVE.

- C. Adopt Resolution No. 2019-1705, approving the Intergovernmental Agreement with the Prescott Unified School District for School Resource Officer Services IGA (City Contract No. 2019-256). Funding coming from 75% PUSD and 25% from the General Fund.

ADOPT RESOLUTION NO. 2019-1705 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, AUTHORIZING THE CITY OF PRESCOTT TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT WITH THE PRESCOTT UNIFIED SCHOOL DISTRICT FOR PROVIDING A SCHOOL RESOURCE OFFICER SERVICES TO PRESCOTT HIGH SCHOOL FOR THE 2019-2020 SCHOOL YEAR; AND AUTHORIZING THE MAYOR AND STAFF TO TAKE ANY AND ALL STEPS NECESSARY TO ACCOMPLISH THE ABOVE.

- D. Approval of Annual Support and Licensing payment to Tyler Technologies (City Contract No. 2019-249) in the amount of \$135,509.12 for the MUNIS Financial System (Various City Funds).
- E. Adopt Resolution No. 2019-1713 of the Mayor and Council of the City of Prescott, Yavapai County, Arizona, extending in force the City's current water management policy.

ADOPT RESOLUTION NO. 2019-1713 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, APPROVING THE EXTENSION IN FORCE THE CITY'S CURRENT WATER MANAGEMENT POLICY.

- F. Approval of City Contract No. 2019-255 with Albert Holler and Associates for five year of tax audit services for \$42,000.00 per year. Funding is available in the Revenue Funds.

- G. Award of City Contract 2019-247 to Renco Roofing for the replacement of the Grace Spark's Activity Center roof in the amount of \$30,479.00. Funding is available in the Facilities Management Fund.
- H. Award of City Contract 2019-248 to Lester's Joinery for the replacement of the Grace Spark's Activity Center windows in the amount of \$63,300.00. Funding is available in the Facilities Management Fund.

8. CONSENT ORDINANCE

- A. Adopt Resolution 2019-1706 Declaring the document titled "Chapter 3-10: Water Conservation Code" a public record, and Ordinance No 2019-1676 Amending Title III, Chapter 3-10.

ADOPT RESOLUTION NO. 2019-1706 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, DECLARING AS PUBLIC RECORDS THE DOCUMENT FILED WITH THE CITY CLERK ENTITLED "CHAPTER 3-10: WATER CONSERVATION CODE".

ADOPT ORDINANCE NO. 2019-1676 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, AMENDING TITLE III, CHAPTER 3-10.

COUNCILMAN GOODE MOVED TO ADOPT TABLE CONSENT ORDINANCE ITEM 8.A.; SECONDED BY COUNCILMAN BLAIR: PASSED [6-0]. (MAYOR MENGARELLI ABSENT)

9. LIQUOR LICENSE AGENDA

A. NEW LICENSES

- 1. Public Hearing and consideration for a New liquor license application for a Series 7 Beer & Wine Bar liquor license from Kathryn Gentner Phelan, applicant, for Soul Ride; Location: 230 S. Montezuma Street.

Kathryn Gentner Phelan, applicant, was present and addressed Council regarding her business and how it has evolved into a full fledged cycling shop that fosters community and has incorporated tours into their business model. They are excited to have the option of serving beer/wine after their tours and doing community nights where people come to shop and hang out. The owners are happy to provide an "alternative" to the typical Whiskey Row bar and will not keep late hours.

Kara Giannetto, Prescott resident addressed Council requesting that they deny the application because of the proximity to Mile High Middle school and history of businesses in the area. The business has done tremendous growth for youth and she does not understand the need for alcohol to be served. She asked Council to prevent the "pervasive normalization of drinking behavior with biking behavior."

Deputy City Clerk Sarah Siep confirmed that the application meets all qualifications and city guidelines.

City Attorney Jon Paladini further clarified that Council is making a recommendation to the Arizona Department of Liquor and they will make the final determination for approval of the license. If Council were to make a recommendation for denial of the license they would have to provide legal reasons as to why they recommend that and he simply does not see any in this case.

Councilman Sischka said that this business has the opportunity to represent responsible alcohol consumption with this license.

Mayor Pro Tem Orr thanked the owners for investing in Prescott.

COUNCILMAN SISCHKA MOVED TO CLOSE THE PUBLIC HEARING; SECONDED BY COUNCILMAN LAMERSON: PASSED [6-0]. (MAYOR MENGARELLI ABSENT)

COUNCILMAN SISCHKA MOVED TO APPROVE ITEM 9.A.1.; SECONDED BY COUNILMAN LAMERSON: PASSED [6-0]. (MAYOR MENGARELLI ABSENT)

10. REGULAR AGENDA

- A. Final Plat for Whispering Rock (FNP19-003), A Commercial Subdivision of 79.66 acres.

Planning Manager George Worley provided a presentation to Council regarding the Final Plat for Whispering Rock, there are fewer lots than were presented in the Preliminary Plat which is not an issue. For part of the final plat, the developer Dr. Askari has set out a large 25 acre area of granite boulders to keep open and dedicated to the City, there will also be trail system access and parking. This will all eventually connect to the Constellation Trail System. Mr. Worley also pointed out that there will be two primary entrances and exits out of the location which provide safe access, and the entrance/exit at Hoss Road will allow for a four light intersection.

Councilman Blair thanked Dr. Askari for investing in Prescott.

Dr. Askari thanked Council and staff for the opportunity to bring destination medicine to Prescott. He loves Prescott and is glad to contribute, he stated that what he builds here belongs to the community.

Mayor Pro Tem Orr thanked Dr. Askari for the open space in the Project.

COUNCILMAN SISCHKA MOVED TO APPROVE ITEM 10.A.; SECONDED BY COUNCILMAN LAMERSON: PASSED [6-0]. (MAYOR MENGARELLI ABSENT)

- B. Appointment of Deputy City Attorney Matt Podracky as Interim City Attorney During City Attorney's Military Deployment.

There was no discussion on this Item.

COUNCILMAN SISCHKA MOVED TO APPROVE ITEM 10.B.; SECONDED BY COUNCILWOMAN SCHOLL: PASSED [6-0] . (MAYOR MENGARELLI ABSENT)

- C. Approval of Contract Amendment 2019-069A2 to Dibble Engineering for Airport general architecture and engineering services for Prescott Regional Airport, revising contract language to align with the current City Procurement Code.

Airport Management Analyst Kristi Miller provided a presentation to Council regarding the Contract Amendment 2019-069A2, and discussed that Prescott Regional Airport had the honor of receiving the Outstanding Airport Award for our Region. She stated that in May the Airport reached over 5000 passengers on the emplacements, and announced that United has agreed to add additional seasonal flights later this year.

Ms. Miller commented that the reason for the contract amendment is that at the time that the Request for Services was issued the sample contract included was based on former procurement code and this will update that language. There will be no further changes to the contract.

Councilman Sischka left the meeting at 3:42 p.m.

COUNCILWOMAN SCHOLL MOVED TO APPROVE ITEM 10.C.; SECONDED BY COUNCILMAN GOODE: PASSED [5-0] (MAYOR MENGARELLI AND COUNCILMAN SISCHKA ABSENT).

- D. Approval of Authorization of Services No. 6, 7 and 8 (Amendment Contract Nos. 2019-069A6, 2019-069A7, and 2019-069A8) to Dibble Engineering for additional services for the New Airport Passenger Terminal Design for a total cost of \$101,318.26.

Airport Management Analyst Kristi Miller provided a presentation to Council regarding Authorization of Services and Amendment Contracts regarding design engineering and attempts to save money on this projects. She stated that all costs associated with these Amendments are reimbursable through the FAA and the Airport will be exploring that option.

Councilman Goode congratulated Airport staff on their Regional award and asked if there were particular components of the construction that stand out as escalating costs.

Ms. Miller said that it is primarily materials and labor which are impacting costs.

COUNCILWOMAN SCHOLL MOVED TO APPROVE ITEM 10.D.; SECONDED BY COUNCILMAN LAMERSON: PASSED [5-0] ((MAYOR MENGARELLI AND COUNCILMAN SISCHKA ABSENT).

- E. Award of City Contract No. 2019-242 to AUI, Inc. for the annual sewer main pipe bursting project in an amount not to exceed \$750,000.00 annually. Funding is available in the Wastewater Fund.

Utilities Manager Eric Bay provided a presentation to Council regarding technology to replace and rehabilitate sewer mains on an annual basis. Budget for this project is \$750,000 which will cover rehabilitation of sewer feet in and around downtown area and replace force main. Staff has worked with AUI, Inc. previously and renegotiated the Project for this year, recommend award at this time.

Councilman Goode commented that this work is a necessary cost to keep our utilities reliable.

COUNCILMAN LAMERSON MOVED TO AWARD ITEM 10.E.; SECONDED BY COUNCILMAN BLAIR: PASSED [5-0] (MAYOR MENGARELLI AND COUNCILMAN SISCHKA ABSENT).

- F. Public Hearing for the FY2020 Budget, Expenditure Limitation, and Tax Levies; at Special Meeting Adoption of Resolution No. 2019-1709 Adopting the Final FY2020 Budget, Expenditure Limitation, and City Job Roster

ADOPT RESOLUTION NO. 2019-1709 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, DETERMINING AND ADOPTING FINAL ESTIMATES OF PROPOSED EXPENDITURES FOR FISCAL YEAR 2020, DECLARING THAT THE SAME SHALL CONSTITUTE THE BUDGET FOR THE CITY OF PRESCOTT FOR SAID FISCAL YEAR, ESTABLISHING THE EXPENDITURE LIMITATION, AND APPROVING AND UPDATING THE JOB ROSTER FOR THE CITY OF PRESCOTT.

Finance Director Mark Woodfill provided a presentation to Council with an overview of the total proposed budget for FY2020 at \$220,068,922. He stated that all publishing requirements have been met, and reiterated that at the July 9, 2019 Meeting Council will have before them approval of the Property Tax Levy.

Councilman Goode reiterated his objections to the budget as he feels we are not meeting the spirit of pledge to pay down PSPRS unfunded liability and Annual Required Contribution (ARC) payment. While these issues are still in the budget he will not vote for it.

Mr. Woodfill clarified that the current ARC is being paid in full out of the General Fund and that the Prop 443 funds are going to the unfunded liability. The ARC does change year to year, but it is being paid as required.

Mayor Pro Tem Orr echoed Mr. Woodfill's comments and added that if we stay on schedule with the unfunded liability payments that will be paid off by 2025.

Mr. Woodfill confirmed.

COUNCILWOMAN SCHOLL MOVED TO CLOSE THE PUBLIC HEARING; SECONDED BY COUNCILMAN LAMERSON: PASSED [5-0] (MAYOR MENGARELLI AND COUNCILMAN SISCHKA ABSENT).

Mayor Pro Tem Orr recessed the Regular Meeting at the conclusion of the Public Hearing and convened a Special Meeting per A.R.S. 42-17105 to determine and adopt estimates of proposed expenditures for the purposes stated in the published proposal.

PURSUANT TO A.R.S. 38-431.02, NOTICE IS HEREBY GIVEN TO THE

MEMBERS OF THE PRESCOTT CITY COUNCIL AND TO THE GENERAL PUBLIC THAT THE COUNCIL OF THE CITY OF PRESCOTT, ARIZONA, WILL HOLD A SPECIAL MEETING OPEN TO THE PUBLIC.

A. CALL TO ORDER

Mayor Pro Tem Orr called the Special meeting to order at 3:58 p.m.

B. ROLL CALL

Greg Mengarelli Mayor (Excused)
Billie Orr Mayor Pro Tem
Steve Blair Councilman
Phil Goode Councilman
Jim Lamerson Councilman
Alexa Scholl Councilwoman
Steve Sischka Councilman (Absent)

C. BUSINESS

ADOPT RESOLUTION NO. 2019-1709 OF THE MAYOR AND COUNCIL OF THE CITY OF PRESCOTT, YAVAPAI COUNTY, ARIZONA, DETERMINING AND ADOPTING ESTIMATES OF PROPOSED EXPENDITURES FOR FISCAL YEAR 2020, DECLARING THAT THE SAME SHALL CONSTITUTE THE BUDGET FOR THE CITY OF PRESCOTT FOR SAID FISCAL YEAR, ESTABLISHING THE EXPENDITURE LIMITATION, AND APPROVING AND UPDATING THE JOB ROSTER FOR THE CITY OF PRESCOTT.

Recommended Action: MOVE to adopt Resolution No. 2019-1709.

COUNCILWOMAN SCHOLL MOVED TO ADOPT RESOLUTION NO. 2019-1709; SECONDED BY COUNCILMAN BLAIR: PASSED [4-1] (MAYOR MENGARELLI AND COUNCILMAN SISHCKA ABSENT AND COUNCILMAN GOODE DISSENTED).

D. ADJOURNMENT OF SPECIAL MEETING

Mayor Pro Tem Orr adjourned the Special Meeting at 4:00 p.m.

REGULAR VOTING MEETING RECONVENED

11. ADJOURNMENT

There being no further business, Mayor Pro Tem Orr adjourned the Voting Meeting at 4:00 p.m.

GREG MENGARELLI, Mayor

ATTEST:

MAUREEN SCOTT, 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 25th day of June, 2019. I further certify the meeting was duly called and held and that a quorum was present.

Dated this ____ day of _____, 2019.

AFFIX
CITY SEAL

Maureen Scott, City Clerk