



City of Goodyear

Meeting Minutes

City Council Regular Meeting

Mayor Georgia Lord
Vice Mayor Sheri Lauritano
Councilmember Joanne Osborne
Councilmember Joe Pizzillo
Councilmember Wally Campbell
Councilmember Bill Stipp
Councilmember Sharolyn Hohman

Meeting Location:
Goodyear Justice Center
14455 W. Van Buren St.,
Suite B101
Goodyear, AZ 85338

Monday, June 22, 2015

6:00 PM

Goodyear Justice Center

AMENDED AGENDA 06/18/15

COAC 15-5609 (IGA WITH MOBILE ELEMENTARY SCHOOL DISTRICT FOR THE PROVISION OF POTABLE WATER TO FIRE STATION 187) was removed from the Consent Agenda.

1. CALL TO ORDER

Mayor Lord called the Regular Meeting to order at 6:12 p.m.

2. PLEDGE OF ALLEGIANCE & INVOCATION BY VICE MAYOR LAURITANO

3. ROLL CALL

Council Present 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

Staff Present: City Manager Brian Dalke, City Attorney Roric Massey, and City Clerk Maureen Scott

4. COMMUNICATIONS

- 4.1** [CO 195-15](#) Recognition of Retiring Police Dog "Buka" and his handler for their dedication to the City of Goodyear.

Jerry Geier, Police Chief, introduced Officer Mike Miller and Canine Officer Buka. Buka is retiring from the Goodyear Police Department. He has been a member of the Department since 2008. He has conducted over 200 bomb sweeps at the Goodyear Ballpark. He is trained to detect explosives and is one of the few explosive detection dogs in the valley. He has done bomb sweeps for the Super Bowl, visits by President Obama, the GOP Convention, the Fiesta Bowl, dignitary visits, political debates, and numerous bomb threats throughout the valley. One of Buka's specialties is tracking. He is well known in the canine community as the best tracker in the Goodyear Police Department. Geier showed a video tribute to Buka, and presented Buka with a Medal of Valor attached to a collar. Council thanked Buka for his service.

- 4.2 [CO 200-15](#) Staff from the Goodyear Ballpark, the Cleveland Indians and the Cincinnati Reds will give a review of the 2015 Spring Training Season and present checks to various organizations the teams support through the Annual Charity Game.

Debbie Diveney, Business Operations & Marketing Coordinator, presented the 2015 Ballpark Performance Summary. Diveney recognized Ballpark staff. She highlighted new records achieved by the Ballpark during this year's Spring Training season.

>New Attendance record - 150,102

>Season Gross Revenue Record - \$5,295,436

>New Single Game Attendance Record from March 20, 2015 Indians vs. Angels game - 11,549

Diveney presented past years versus current year highlights for attendance, total revenues, net revenue, Fan Fest, in-park survey data, and the Annual Charity Game recap. She introduced Ryan Lantz representing the Cleveland Indians, and Mike Saverino representing the Cincinnati Reds. They presented checks to representatives of the following organizations that were supported through this year's Annual Charity Game.

>The Hope Team

>Homeless Youth Connection

>Southwest Valley Chamber of Commerce

>Southwest Valley YMCA

>New Life Center

Council thanked the community organizations, the Cleveland Indians, the Cincinnati Reds, and Ballpark staff.

5. **CITIZENS COMMENTS/APPEARANCES FROM THE FLOOR**

Alicia Moreno, Goodyear Resident, thanked the Goodyear Fire Department for their life support assistance one year ago. She had a heart attack and technically died. Goodyear Paramedics revived her three times on the way to the hospital and stabilized her. They literally saved her life. She thanked Council for their support of the Fire Department and the necessary training that helps save lives.

6. **CONSENT**

Question on Consent Agenda Item 6.3

>**Are all cities now part of this Intergovernmental Agreement (IGA)?** Larry Lange, Finance Director, responded that this agreement takes effect on July 1, 2015, and does include the non-program cities that were not included before. There are provisions in the agreement for certain areas of reporting that have not yet been met. Eventually, we will benefit with more accurate reports with regard to data from all cities.

MOTION BY Councilmember Campbell, SECONDED BY Councilmember Stipp, to APPROVE Consent Agenda Items 6.1 - 6.5, and 6.7. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

6.1 [MINUTES](#) **APPROVAL OF MINUTES**
 [39-2015](#) Approve draft minutes from a Regular Meeting and a Special Meeting held on May 11, 2015.

6.2 [MINUTES](#) **APPROVAL OF MINUTES**
 [42-2015](#) Approve draft minutes from a Regular Meeting and a Special Meeting held on May 18, 2015.

6.3 [15-5616](#) **INTERGOVERNMENTAL AGREEMENT WITH THE ARIZONA DEPARTMENT OF REVENUE FOR SALES TAX COLLECTION**
 RECOMMENDATION:
 Approve the Intergovernmental Agreement (IGA) between the City of Goodyear and the Arizona Department of Revenue regarding the uniform administration, licensing, collection, and auditing of transaction privilege tax, use tax, severance tax, jet fuel excise and use tax, and rental occupancy taxes imposed by the State or cities or towns.

6.4 [15-5620](#) **SPECIAL WARRANTY DEEDS AND DRAINAGE EASEMENT FOR THE DEDICATION OF PORTIONS OF 145TH AVENUE**
 RECOMMENDATION:
 Approve the acceptance of two Special Warranty Deeds and a Drainage Easement dedicating portions of 145th Avenue from KCI Goodyear North, LLC, an Arizona limited liability company.

6.5 [15-5621](#) **DECLARATION OF A PORTION OF 145TH AVENUE AS A PUBLIC STREET**
 RECOMMENDATION:
 ADOPT RESOLUTION NO. 15-1712 AUTHORIZING THE ESTABLISHMENT OF A PUBLIC STREET TO BE CONSTRUCTED, OPENED AND MAINTAINED BY THE CITY; REQUIRING RECORDATION; AND PROVIDING FOR AN EFFECTIVE DATE.

6.7 [15-5626](#) **COUNCIL APPOINTMENTS TO THE COMMUNITY DEVELOPMENT ADVISORY COMMITTEE (CDAC)**
 RECOMMENDATION:
 Appoint Councilmember Sharolyn Hohman as representative and Councilmember Wally Campbell as the alternate to the Maricopa County Community Development Advisory Committee (CDAC) for FY 2015-2016.

7. **BUSINESS**

6.6 [15-5624](#) COUNCIL SUBCOMMITTEE APPOINTMENTS FOR FY2015-16

This agenda item was removed from the Consent Agenda to amend the appointment of Councilmember Stipp to Mayor Lord for the Boards, Commissions and Committee Appointment Subcommittee.

MOTION BY Vice Mayor Lauritano, SECONDED BY Councilmember Campbell to:

1. RE-APPOINT Councilmember Osborne and Councilmember Hohman, and AMEND the original proposed motion to APPOINT Mayor Lord instead of Councilmember Stipp to the Boards, Commissions and Committee Appointment Subcommittee.

2. RE-APPOINT Councilmember Osborne and Councilmember Pizzillo, and APPOINT Councilmember Campbell to the Community Funding Review Subcommittee.

3. RE-APPOINT Vice Mayor Lauritano, Councilmember Pizzillo and Councilmember Stipp to the Audit Subcommittee.

The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.1 [15-5579A](#) SERIES 12 LIQUOR LICENSE FOR MOD SUPER FAST PIZZA, LLC

Sue Brungardt, Deputy City Clerk, presented. This application for a Series 12 liquor license by MOD Pizza was originally scheduled to be heard before Council on May 18th. It was necessary to postpone any action at that time because the company had made a change in the ownership structure. An Amended and Restated Limited Liability Company Agreement was executed and the proper paperwork was filed with the State Liquor Board. The new information was routed to City departments for their review and we received no objections. The property was reposted for a public hearing for tonight's Council meeting.

MOD Pizza is currently open for business, and they are operating under an interim liquor license issued by the State.

MOD Pizza is a privately-owned company based in Washington State, with approximately forty restaurants in nine states. This will be its third location in Arizona. The other two are located in Gilbert (San Tan), and Phoenix (Metro Center). They are rapidly expanding and plan to open up to 5 more restaurants in Arizona in 2015.

The acronym "MOD" in the company's named stands for "Made on Demand." Its menu features pizza made with organic dough and gourmet ingredients that are cooked in three minutes using 800-degree stone ovens. Customers specify which ingredients they want included on their order, and can watch the preparation process.

MOTION BY Councilmember Hohman, SECONDED BY Councilmember Stipp to

APPROVE a request from Andrea Lewkowitz, agent/applicant for MOD Super Fast Pizza, LLC, doing business as MOD Pizza, for a new Series 12 liquor license #1207A213, located at 1380 North Litchfield Road, Suite K-3A, Goodyear, Arizona 85395 (generally located on the west side of Litchfield Road, North of I-10 and South of McDowell Road). The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.2 [15-5588](#) **YOUTH COMMISSION REVIEW, RECOGNITION AND APPOINTMENTS**

Lauren Valencia, Assistant to the Council, presented. The Youth Commission recently collaborated with the City's Communications Division on the planning, development and execution of a Public Service Announcement video conveying the dangers of distracted driving by teenagers. The video was shown and will be available on the City's website and social media outlets for public review.

Chairman Emily Heinz presented a review of Youth Commission projects and future plans to Council.

Staff recognized Emily Heinz, DeVasia Nelson, Ericka Green, McKenzie Ayres, Sara Pappenfus, and DeAnthoni Wilkins for their contributions to the City of Goodyear during their time on the Youth Commission.

MOTION BY Councilmember Campbell, SECONDED BY Councilmember Hohman to APPOINT Delaney Jackson, Serena Effing, Siobhan Ferrall, Kyle James, Jonathan Sangillo, and Joseph Waugh as members of the Youth Commission to serve two-year terms, expiring May 31, 2017. The motion carried by the following vote.

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Councilmember Pizzillo, SECONDED BY Councilmember Osborne to RE-APPOINT Daniel Rivera and Veronica Galek as members of the Youth Commission to serve two-year terms, expiring on May 31, 2017. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.3 [15-5587](#) **APPOINTMENT OF MEMBERS TO THE ARTS & CULTURE COMMISSION**

Guylene Ozlanski, Arts & Culture Coordinator, presented. The Goodyear Arts & Culture Commission actively engages the community for guidance in developing arts-related

recommendations to staff and Council. Their involvement with the public ensures that projects and programs reflect the vision and values of our citizens. Ozlanski introduced the new appointees.

MOTION BY Councilmember Hohman, SECONDED BY Councilmember Osborne, to APPOINT Kyann McMillie to the Arts & Culture Commission to replace Jessica Rosenberg with the term expiring December 31, 2017.

The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Councilmember Stipp, SECONDED BY Councilmember Osborne, to APPOINT Laura Kaino to the Arts & Culture Commission to replace Judi Edelman with the term expiring December 31, 2015. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Vice Mayor Lauritano, SECONDED BY Councilmember Hohman, to APPOINT Rex Lambert to the Arts & Culture Commission to replace Karen Cunningham with the term expiring December 31, 2015. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Councilmember Campbell, SECONDED BY Councilmember Stipp, to APPOINT Rose Marie Putnam to the Arts & Culture Commission to replace Anthony Galto with the term expiring December 31, 2015. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Councilmember Hohman, SECONDED BY Councilmember Stipp, to APPOINT Kali Canedo to the Arts and Culture Commission to fill the Alternate position. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Vice Mayor Lauritano, SECONDED BY Councilmember Osborne, to EXTEND the terms of Brian Driscoll and Katherine Miller for one year expiring December 31, 2017. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.4 [15-5589](#) **APPOINTMENTS TO THE PUBLIC IMPROVEMENT CORPORATION AND INDUSTRIAL DEVELOPMENT AUTHORITY BOARD**

Larry Lange, Finance Director, presented. Lange gave a brief overview of the Public Improvement Corporation and the Industrial Development Authority, and introduced the appointees.

MOTION BY Councilmember Hohman, SECONDED BY Councilmember Osborne, to APPOINT Karla Fabritz, Dennis Paschen, and Gerald (Jerry) Schroeder to the Public Improvement Corporation Board for three year terms expiring on June 30, 2018 or until their successors are appointed and qualified. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

MOTION BY Councilmember Campbell, SECONDED BY Councilmember Hohman, to APPOINT Karla Fabritz, Dennis Paschen, and Gerald (Jerry) Schroeder to the Industrial Development Authority Board for six year terms expiring on June 30, 2021 or until their successors are appointed and qualified. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

Maureen Scott, City Clerk, administered the Oath of Loyalty to each of the appointees for the Youth Commission, the Arts and Culture Commission, the Public Improvement Corporation, and the Industrial Development Authority.

Council thanked the new appointees for their involvement and public service.

7.5 [15-5604](#) **PUBLIC HEARING FOR TRUTH IN TAXATION (TNT) AND FY16 FINAL BUDGET**

Mayor Lord opened the Public Hearing at 7:34 p.m.

Lauri Wingenroth, Budget and Research Manager, presented for the Truth in Taxation hearing. The purpose of the hearing is to comply with laws that state that a hearing must be held whenever the City elects to increase the Primary Tax Levy. State law limits the increase to 2% per year. New home construction can also be added to the roll.

Wingenroth presented revisions that have been made since Council approved the tentative budget. The bottom line budget total remains at \$236M. The changes are technical in nature. Staff established a new method for replacing Fleet and IT (Internet Technology) funds in the

Asset Management Program in the Enterprise Fund. She identified the specific numbers that were added relating to the replacement costs associated with Fleet and IT.

>Water - \$508K

>Wastewater - \$586K

>Sanitation - \$1.1M

CAP (Central Arizona Project) Water costs in the amount of \$600K were also omitted from the base budget that was presented to Council.

The total for the costs shown above total approximately \$2.8M. In order to cover those costs, the Capital Projects/Improvement District Appropriation was reduced by \$2.8M.

Wingenroth recapped the total budget in the amount of \$236M.

Resources:

>General Fund Revenue - \$83M (35%)

>Enterprise & ISF (Internal Service Funds) - \$46M (20%)

>Grant & Improvement Districts - \$19M (8%)

>Special & Debt Service Revenues - \$12M (5%)

>Impact Fees - \$12M (5%)

>Fund Balances - \$64M - (27%)

Expenditures:

>Ongoing Operating - \$102M (43%)

>One-time Operating - \$7M (3%)

>Capital Projects - \$58M (25%)

>Debt Service - \$26M (11%)

>Contingency for the General Fund - \$17M (7%)

>Potential Grant, Improvement District and Water Projects - \$26M (11%)

Wingenroth reviewed key changes from FY15 to FY16 General Funds, and FY16 Budget Highlights. The change to the Enterprise Fund is due primarily to the Wastewater Operating Fund in the Capital Improvement Program (CIP), where projects within the CIP are funded by their operating revenues. Capital Funds were reduced primarily because development impact fees were reduced because of a reduction in building activities.

There is approximately an 11.5% increase in this year's General Fund budget. The main reason for the increase from FY15 to FY16 is a carryover increase that is \$6.3M higher than the carryover that went into this year's budget. Salary increases add \$2.9M, Asset Management \$2.4M, and Ongoing Supplementals \$1.2M.

FY 16 General Fund Revenue:

>Non-Construction Sales Tax - \$43.6M (53%)

>State Sales Tax - \$6.2M (7%)

>State Income Tax - \$7.9M (10%)

>Development Related - \$5.5M (7%)

>Construction Sales Tax - \$4.5M (5%)

- >Other - \$7.5M (9%)
- >Primary Property Tax Levy - \$7.8M (9%)

Other General Fund resources:

- >Transfers from Enterprise Funds - \$2.8M
- >Estimated Rolled over Fund Balance - \$45.1M
- >Estimated Asset Management Reserve Balances - \$2.4M

State of Arizona law allows for up to a two percent (2%) increase in the Primary Property Tax levy from one year to the next. The City of Goodyear has a Financial Policy to levy that 2% increase each year. Primary Property taxes are part of the General Fund revenue and pay for day-to-day operations of the City such as police, fire, traffic signals, street maintenance, and parks services and maintenance. Levying the full 2% increase of \$152,845 will cause Goodyear's primary property taxes on a \$100,000 home to increase from \$114.09 to \$116.37. This increase equates to a \$2.28 annual increase.

Debt Service by Funding Source:

- >Secondary Property Tax - \$4.7M
- >McDowell Improvement District - \$3.6M
- >Water - \$5.5M
- >Wastewater - \$5.1M
- >Stadium - \$5.4M
- >General Fund - \$1.4M

Total Debt Service equals \$25.7M

The FY16 CIP with Carryovers - \$66.4M

Key projects in the FY16 CIP include:

- >Police Facility
- >Parks Asset Management Catch-up
- >Three Traffic Signals
- >Pavement Management Program
- >Sarival Avenue street improvements from Van Buren Street to Portland Street
- >Design of Van Buren from Estrella Parkway to Sarival Avenue
- >Initial phase of GWRF (Goodyear Water Reclamation Facility) expansion
- >Rehab at GWRF and CWRF (Corgett Water Reclamation Facility).

There being no public comment, Mayor Lord closed the Public Hearing at 7:53 P.M.

Council Discussion:

- >**Why are we passing the Truth in Taxation increase before we pass the budget?** Lange responded that we need to know what the revenues are before we can determine the expenditure side of the budget. State statute mandates that a public hearing for Truth in Taxation must be held before voting on the budget.
- >**Would like the presentation posted on the City's website.** Wingenroth responded that it will be posted on the transparency in government section of the website.

>Would like the public to understand that this levy is approximately \$2M less than it was in 2009.

MOTION BY Councilmember Campbell, SECONDED BY Councilmember Pizzillo, to APPROVE the Truth in Taxation (TNT) increase of \$152,845 for fiscal year 2015-16 (FY16) by a roll call vote. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

Mayor Lord recessed the Regular Meeting at 7:58 p.m.

PURSUANT TO A.R.S. 38-431.02, NOTICE IS HEREBY GIVEN TO THE MEMBERS OF THE GOODYEAR CITY COUNCIL AND TO THE GENERAL PUBLIC THAT THE COUNCIL OF THE CITY OF GOODYEAR, ARIZONA, WILL HOLD A SPECIAL MEETING OPEN TO THE PUBLIC.

1. CALL TO ORDER

Mayor Lord called the Special Meeting to order at 7:58 p.m.

2. ROLL CALL

Council Present 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

Staff Present: City Manager Brian Dalke, City Attorney Roric Massey, and City Clerk Maureen Scott

3. BUSINESS

3.1 [15-5605](#) ADOPTION OF THE FY16 FINAL BUDGET

Council Discussion:

>**The Capital Projects/Improvement District is an appropriation and is not real money. Where does this money come from?** Wingenroth responded that those appropriations to pay for the Water, Wastewater, and Sanitation Fund expenses were planned for in this budget. The user fees from the respective Enterprise Funds will be used to pay for these Fleet and IT Asset Management expenses.

>**Will these amounts be calculated into the preliminary water rates?** Wingenroth responded that all of these items were included in the budget. There is cash in the funds to cover the proposed expenditures.

>**Councilmember Stipp is not in favor of the budget. Information on the Arizona**

economy shows that Arizona is under performing. He is not in support of growing our budget at this time.

>Councilmember Lauritano has looked at our budget and the needs of the citizens and will vote in favor.

>Council thanked staff for thorough and understandable budget presentations.

>Councilmember Osborne will not support this budget because we are still including the food tax.

>Councilmember Pizzillo will support the budget.

>Mayor Lord supports this budget. We are taking the City in the direction it needs to go, and she doesn't want to make any cuts.

MOTION BY Vice Mayor Lauritano, SECONDED BY Councilmember Hohman, to ADOPT RESOLUTION NO. 15-1706 DETERMINING AND ADOPTING THE FINAL ESTIMATES OF PROPOSED EXPENDITURES BY THE CITY OF GOODYEAR FOR THE FISCAL YEAR BEGINNING JULY 1, 2015 AND ENDING JUNE 30, 2016. The motion carried by the following vote:

Ayes 5 - Mayor Lord, Vice Mayor Lauritano, Councilmember Pizzillo, Councilmember Campbell, and Councilmember Hohman

Nayes 2 - Councilmember Osborne, and Councilmember Stipp

4. ADJOURNMENT OF SPECIAL MEETING

Mayor Lord adjourned the Special Meeting at 8:15 p.m.

REGULAR MEETING RECONVENED

Mayor Lord reconvened the Regular Meeting at 8:15 p.m.

7.6 [15-5615](#) RECEIVE THE FY15 THIRD QUARTER FINANCIAL UPDATES AND APPROVE BUDGET TRANSFERS

Lauri Wingenroth, Budget and Research Manager, presented. She summarized the FY15 3rd Quarter results.

General Fund Revenue Categories (Ongoing)

>Local Sales Tax (excluding Construction) - \$28.9M (78% YTD)

>Primary Property Tax - \$4.5M (54% YTD)

>Franchise Fees - \$1.5M (55%YTD)

>State Shared Income Tax (Urban Revenue Sharing) - \$5.9M (75%YTD)

>State Shared Sales Tax - \$4.4M (74%YTD)

>Vehicle License Tax - \$1.7M (75%YTD)

>Development-Related Revenues (Plan Review, Permit, Inspection Fees) - \$4.2M (75% YTD)

>Other (fines, user fees, miscellaneous) - \$2.9M (83%YTD)

>Subtotal: Ongoing Revenue - \$54.0M (74%YTD)

>One-Time Revenue -Construction Sales Tax - \$4.2M (70%YTD)

TOTAL GENERAL FUND REVENUE - \$58.2M (74%YTD)

Expenditures by Category

>Personnel, \$30.4M - 68%YTD

- Includes salaries and employee benefits
- 21 vacant positions on March 31st, 2015

>Contractual Services, \$8.0M - 57%YTD

Activities or services performed by an outside vendor or contractor

- Expenditure level is typical for 3rd Quarter
- Most of the \$2.6M in FY15 to FY16 operating budget carryovers are in this category

>Commodities, \$1.1M - 62%YTD

- Supply items such as office products, computer and safety supplies, and fuel
- Expenditure level is typical for 3rd Quarter

>Operating Capital, \$193K - 34%YTD

- Large purchases or projects
- Longer procurement process

TOTAL, \$39.7M - 65% YTD

Highway User Revenue Fund Summary (HURF)

>Revenue: \$2.9M YTD - 77% YTD

>Expenditures: \$6.0M YTD - 49%YTD

- Supported by General Fund
- Some roadwork is done in the Spring

Water and Wastewater Funds Summary**Water:**

Revenue - \$8.7M (73%YTD)

Expenditures: - \$4.6M (65%YTD)

Wastewater:

Revenue - \$9.7M (75%YTD)

Expenditures - \$3.1M (59%YTD)

- Larger Capital Items in procurement; \$1M in Wastewater carryovers to FY16

Other Enterprise Funds Summary**Sanitation**

Revenues - \$5.2M (76%YTD)

Expenditures - \$3.9M (67%YTD)

Stadium

Revenues - \$1.5M (86%YTD)

Expenditures - \$2.6M (67%YTD)

- Capital Items in procurement

Primary Reasons for Budget Adjustments

- New Resources

- Address Unexpected Costs
- Technical Corrections
- Overall City Budget Does Not Increase

Council Discussion:

>How many vacant positions do we currently have and what departments are the vacancies in? Staff will get this information and provide an update to Council.

>Asked for an explanation of the four Engineering Dept Permit Tech employees?

Wingenroth explained that these positions are existing employees that are being moved to the Engineering Department. Rebecca Zook, Engineering Director, responded that the four technicians will be doing the same type of work.

>Asked about the \$16K Fire Shelter money - Wingenroth explained that the \$16K was originally approved by Council to purchase the shelters. After that, the Fire Department found out that they received a grant to cover the cost of the shelters, which freed up one-time supplemental funds that Council had already approved.

>Why wasn't the \$16K put back in the General Fund? Wingenroth responded that Council has that option. The \$16K has not been spent. Staff is now asking for Council's approval to use that money for Fire Department EMT Refresher Training instead of Fire Shelters.

>The Wastewater Expenditure fund looks like it will have a large carryover. Wingenroth responded that \$1M has already been earmarked for a carryover to the FY16 budget.

>What operating project(s) is the \$1M earmarked for? Lange responded that there is a lot of deferred maintenance in the Wastewater Fund. These types of projects are not in the CIP, but they are major projects costing several hundred thousand dollars each. There are several of these projects that are ongoing, but won't be completed during the year. These are likely to be major maintenance projects that we contract out with a third party.

>Concerned that we have such a large carryover and maybe the carryover could be used to offset rate increases. Lange responded that there is an extensive list of projects that are purely maintenance related that need to be completed over the next couple of years. Any excess cash will be used to catch up on these types of projects. This allows us to use money without taking on more debt, and will help stabilize the rates over the long term.

>Asked for justification for the EMT refresher training. Paul Luizzi, Fire Chief, responded that this training has been mandated and they must comply. They went into the year not knowing if it was going to be required or not, or how much it was going to cost. They found out last fall that "Bridge Training" had to occur and needed to be completed by the end of 2016.

>Not opposed to the expense, but concerned with setting a precedent of taking one-time monies from one project and moving them to another. Luizzi responded that they had to go forward with the mandated training. There was no way to avoid it. They looked for savings in their budget and identified the \$16K as a possible revenue source. They consulted with the Finance Director and Budget Manager and received their approval to pursue this option.

>What is a Bridge Program? Luizzi responded that in the past, EMT Refresher Training was 8 hours. Last year, the state adopted a national curriculum. In order to do this, the state enacted a Bridge Program to bridge the gap between the old knowledge and the new knowledge. In order to do that they had to increase the number of refresher hours from 8 to 24. In order to complete the required training of all affected employees by the end of 2016, they needed to start right away.

>Need to discuss the policy of moving one-time supplemental money for other uses before Council has voted on it.

Luizzi responded that technically they haven't spent the \$16K yet. They wanted to transfer the money in order to help them come in with a balanced budget. They had to operationally account for the money to provide the training in order to comply with what the state is requiring.

MOTION BY Councilmember Stipp, SECONDED BY Councilmember Osborne, to RECEIVE the fiscal year (FY) 2015 third quarter financial updates and APPROVE budget transfers. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.7 [15-5581](#) **FY16 PURCHASE ORDER FOR WASTE MANAGEMENT CONTRACT**

Mark Seamans, Environmental Services Manager, presented. City Council approved a multi-year contract with Waste Management Inc. on April 12, 2010. Because the Purchase Order for Fiscal Year 2016 exceeds \$500,000, it is being brought before Council for approval. Staff is requesting Council approve a purchase order in the amount of \$5,019,627 to pay for refuse collection services provided by Waste Management.

>When does this contract expire? Seamans responded that it expires on June 30, 2019.

>Does the contract have to be for ten years? Lange responded that there was a significant investment in 2006 by the vendor. The original contract needed an extended period of time in order to amortize the cost of buying a large amount of waste cans. The next contract will not necessarily need to be for that long a period of time.

MOTION BY Vice Mayor Lauritano, SECONDED BY Councilmember Pizzillo, to APPROVE the Purchase Order for Fiscal Year 2016 for the Waste Management Inc. contract in the amount of \$5,019,627. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.8 [15-5582](#) **COMMUNITY FUNDING ALLOCATIONS FOR FY2015-16**

Christina Plante, Neighborhood Services Coordinator, presented. The Community Funding Program was initiated in 2000 to "Continue those social and community services that are needed and provide direct or indirect benefit to Goodyear residents."

Focus ranges from arts and quality of life to core human and social services.

FY2014-15 Highlights:

>4,400+ Goodyear residents benefited from services provided by funded agencies.

>164 nights of lodging for homeless persons from Goodyear were provided by CASS'(Central Arizona Shelter Services) regional shelters for families and single adults.

>12,906+ meals were distributed to Goodyear households through Emergency Food Box programs.

>200 weekend snack sacks were delivered to children at three area schools, two of which are physically located in Goodyear.

On June 3rd the Community Funding Subcommittee met to discuss applications that were received and established consensus on the following funding recommendation totaling \$114,400:

>A New Leaf, Inc.: \$5,000

>Agua Fria Food and Clothing Bank: \$5,000

>Aid to Adoption of Special Kids: \$1,500

>All Faith Community Services: \$12,500

>Alzheimer's Association Desert Southwest Chapter: \$7,000

>Area Agency on Aging, Region One, Inc.: \$3,000

>Boys & Girls Clubs of Metropolitan Phoenix: \$5,000

>Catitude Gallery Studio, CGS, - A Community Arts Center: \$1,500

>Central Arizona Shelter Services, Inc. (CASS): \$15,000

>Child help, Inc.: \$10,000

>Community Information and Referral Services 2-1-1 Arizona: \$3,700

>Free Arts for Abused Children of Arizona: \$1,500

>Goodyear Lions Club Foundation, Inc.: \$3,000

>Hattie Larlham: \$2,000

>Helping Families In Need: \$3,500

>Homeless Youth Connection (HYC): \$3,000

>Millennium High School Senior Safe Night Out: \$1,000

>Mission of Mercy, Inc.: \$5,000

>Southwest Lending Closet: \$10,000

>Southwest Valley Literacy Association: \$2,200

>St. Mary's Food Bank Alliance: \$7,500

>Taking Turns Toybrary: \$2,000

>Trinity's Learning Resource Center, Inc.: \$1,000

>Wayne Foundation: \$2,500

>West Valley Youth Orchestra: \$1,000

Council Discussion:

>**Would like to know the applicants who were not selected.** Plante will provide Council with a list.

>**Councilmember Campbell is happy that she will be on the selection committee next year.**

>**Councilmember Stipp will not be on the committee next year, and he thanked the other members of the committee.**

Mayor Lord recessed the Regular Meeting at 8:55 p.m.

Mayor Lord reconvened the Regular Meeting at 9:06 p.m.

MOTION BY Councilmember Stipp, SECONDED BY Councilmember Pizzillo, to APPROVE recommended allocations for FY2015-16 Community Funding. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.9 [15-5618](#) MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF GOODYEAR AND THE UNITED GOODYEAR FIREFIGHTERS

Lyman Locket, Human Resources Director, presented the proposed Memorandum of Understanding for the United Goodyear Firefighters, and the Goodyear Police Officer's Association.

FIRE:

The following components of the MOU were discussed with Council during the compensation portion of the budget discussions held at the April 20, 2015 Council Work Session. Provisions included in the new MOU between the City of Goodyear and the United Goodyear Fire Fighters are:

>MOU has a three (3) year term

>Revised language to clarify structure of Labor-Management Committees

>Wages and Compensation

*Year 1 - FY15-16 Average salary increase of 6.0%

*Year 2 - FY16-17 average salary increase of 4.2%

*Year 3 - FY 17-18 average salary increase of 4.9%

*Lump sum salary increases will be 2.5% for employees at maximum of pay range

*Contract contains a revenue trigger to address market movement in the final year of the contract

*Move-up pay revised to a 5.0% and 10.0% increase

*Specialty Pay

▪ Hazardous Material Technician raised to \$1.00

▪ Paramedic Certification Pay raised to \$2.25

>Post -Retirement Health Savings Trust Fund will be established by United Goodyear Firefighters. The City will contribute \$12.50 per pay period on behalf of each eligible employee. Funding will be made available by reducing the uniform allowance an equal amount.

Cost of contract by year is as follows:

Year 1 FY15-16: \$661,538

Year 2 FY16-17: \$500,334

Year 3 FY17-18: \$468,455

POLICE:

Provisions included in the new MOU between the City of Goodyear and the Goodyear Police Officers Association are:

>MOU has a three (3) year term

>Wages and Compensation

*Year 1 - FY15-16 Average salary increase of 7.5%

- *Year 2 - FY16-17 average salary increase of 6.0%
- *Year 3 - FY 17-18 average salary increase of 5.25%
- *Lump sum salary increases will be 2.5% for employees at maximum of pay range
- *Contract contains a revenue trigger that provides potential funding to address market movement in the final year of the contract

Cost of contract by year is as follows:

Year 1 FY15-16: \$620,191

Year 2 FY16-17: \$564,291

Year 3 FY17-18: \$555,455

There is more catching up to do with police officers in order to bring them up to market.

Council Discussion:

>Is the market analysis completed annually? Locket responded yes, it is done annually.

>Where are we within the market with all City employees? Locket responded that we are within 5% of market for all other positions in the City. There is a bit of a difference in salary structures between sworn and non-sworn employees. The market drives salary adjustments.

>Concern about quartiles for non-sworn employees, and would like to revisit this at the Council Retreat.

>What determines the market? Locket responded that we compare ourselves to our benchmark cities. We look at the minimum start point, mid point, and the maximum salaries. They also look at actual salaries of people in comparable positions. They look at the range. Our salary ranges are at market range but the people are not at market.

>Concern that we are lagging behind market, especially for police.

>Concerned about police and the fact that we aren't making large impacts on the lag in their salaries.

>Concerned that this contract is for three years and Council won't have an opportunity to make up salaries that are below market. Locket responded that there are revenue triggers built into the contract. After year one and year two of the contract, an adjustment would be made if the revenue triggers come into play.

MOTION BY Vice Mayor Lauritano, SECONDED BY Councilmember Pizzillo, to ADOPT RESOLUTION NO. 15-1710 APPROVING A NEW MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF GOODYEAR AND THE UNITED GOODYEAR FIREFIGHTERS COMMENCING ON JULY 1, 2015, AND EXPIRING ON JUNE 30, 2018. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

7.10 [15-5619](#) MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF GOODYEAR AND THE GOODYEAR POLICE OFFICERS ASSOCIATION

MOTION BY Councilmember Stipp, SECONDED BY Councilmember Campbell, to ADOPT RESOLUTION NO. 15-1711 APPROVING A NEW MEMORANDUM OF

UNDERSTANDING BETWEEN THE CITY OF GOODYEAR AND THE GOODYEAR POLICE OFFICERS ASSOCIATION COMMENCING ON JULY 1, 2015, AND EXPIRING ON JUNE 30, 2018. The motion carried by the following vote:

Ayes 7 - Mayor Lord, Vice Mayor Lauritano, Councilmember Osborne, Councilmember Pizzillo, Councilmember Campbell, Councilmember Stipp, and Councilmember Hohman

8. INFORMATION ITEMS

1. Comments, Commendations, Report on Current Events and Presentations by Mayor, Council Members, staff or members of the public.

Council attended or reported on the following:

>Councilmember Osborne would like follow-up on Municipal Bonds and the MSRB (Municipal Securities Rulemaking Board) changes that are coming. She also would like an update on the ACA (Affordable Care Act), and the high cost plan excise tax.

>Councilmember Campbell was elected Chair of the Board of Directors on the Area Agency of Aging.

2. Manager's Summary of Current Events and Reports

1. Manager's Update on Council Related Matters:

>Wildflower South Park is conducting a Community Building Day this coming Saturday. This is open to the public to come and help.

2. Update of Legislative Issues:

None.

3. Staff Summary of follow up action required:

None.

4. Council members may direct inquiries to staff:

None.

9. FUTURE MEETINGS

07/06/15	Work Session	5:00 p.m.
07/06/15	Regular Meeting	6:00 p.m.
07/13/15	Work Session	5:00 p.m.
07/13/15	Regular Meeting	6:00 p.m.
07/14/15 -	COUNCIL VACATION	
08/23/15		

10. ADJOURNMENT

There being no further business to discuss, Mayor Lord adjourned the Regular Meeting at 9:44 p.m.

Maureen Scott, City Clerk

Georgia Lord, Mayor

Date: _____

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the CITY COUNCIL REGULAR MEETING of the City of Goodyear, Arizona, held on June 22, 2015. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this ____ day of _____, 2015.

Maureen Scott, City Clerk

SEAL: