

**BOARD OF SUPERVISORS MINUTES
GILA COUNTY, ARIZONA**

Date: October 26, 2010

MICHAEL A. PASTOR
Chairman

JOHN F. NELSON
Clerk of the Board

TOMMIE C. MARTIN
Vice-Chairman

By: Marilyn Brewer
Deputy Clerk

SHIRLEY L. DAWSON
Member

Gila County Courthouse
Globe, Arizona

PRESENT: Michael A. Pastor, Chairman; Tommie C. Martin, Vice-Chairman (via ITV conference); Shirley L. Dawson, Supervisor; Don McDaniel, Jr., County Manager; John Nelson, Deputy County Manager; Marian Sheppard, Chief Deputy Clerk; and Bryan Chambers, Chief Deputy County Attorney.

Item 1 – Call to Order – Pledge of Allegiance – Invocation

The Gila County Board of Supervisors met in a regular session at 10:00 a.m. this date in the Board of Supervisors hearing room. Steve Stratton led the Pledge of Allegiance and Chaplain Wilcox of the Hospice Compassus in Payson delivered the invocation.

Item 2 - PRESENTATIONS:

2A. Introduction of Elaine Bohlmeier, a candidate for the Arizona Senate in Legislative District 5.

Elaine Bohlmeier introduced herself and stated that she is a candidate for the Arizona Senate in Legislative District 5. She then gave a brief background of her history, education and qualifications for this position. Each Board member thanked Ms. Bohlmeier for attending the meeting.

2B. Recognition of 4 employees for September's "Spotlight on Employees" Program.

Juley Bocardo-Homan, Deputy Human Resources Director, presented gift cards as recognition awards to 2 employees--Cynthia Bartholomew and Mary Stemm--for September's "Spotlight on Employees" Program. Berthan DeNero, Personnel Director, also recognized a third employee, Juley Bocardo-Homan. The fourth employee was out sick and will be recognized next month. Each Board member thanked the employees for their dedicated work.

2C. Presentation of information pertaining to recent activities of Gila Community College.

Dr. Stephen Cullen, Senior Dean, introduced Bernadette Kniffen, Gila Community College (GCC) governing board member, who gave a PowerPoint presentation on the recent activities of the GCC, which has branches in Globe, San Carlos and Payson. She stated that GCC is the fastest growing college in the whole southwest, which includes all southwestern states. GCC offers a lot of workforce development programs, dual enrollment programs, academic-type transfer programs and adult basic education. A chart was reviewed showing that GCC has grown in its FTSE (full-time student equivalency) from 241 in 2004 up to 1,050 for FY 2009/2010 or a 5-year increase of 253.26% and from 2008 to 2009 at a 25% increase compared to other colleges. GCC revenue streams consist of tax levies, State aid and tuition. A chart showed that State aid funding for GCC for FY 2009/2010 was \$658,400 and compared to other rural community colleges, the other colleges ranged in State aid from \$2.6 million to \$4.9 million. Programs offered by GCC include the following: Nursing (CNA & RN), which is also offered in San Carlos; Allied Health Care; Fire Science; Emergency Medical Technician; Electrical & Instrumentation Technology; Renewable Sustainable Energy (in partnership with Central Arizona Association of Governments); Cosmetology; Heavy Equipment (in partnership with the Arizona Department of Transportation and Gila County); Art; and Art Education. Ms. Kniffen thanked Gila County for its partnership and support of GCC. Other programs offered include: Transfer Track Programs—AGEC-A: Liberal Arts, AGEC-B: Business, AGEC-C: Math or Science, General Studies, Adult Basic Education, Commercial Driver's License Preparation, Early Childhood & Elementary Education, and Web Design. Ms. Kniffen concluded her presentation with a page showing a photo of the 65 GCC graduates for 2010 from both Globe and Payson. Supervisor Dawson inquired about GCC's predictions as to what will take place as Payson develops the Arizona State University (ASU) campus. Dr. Cullen stated that to date there has been no dialog with ASU about a Payson campus. GCC does have in place a grant with ASU for teacher education at San Carlos and there are currently 18 students going through that program. Dr. Cullen stated that it is hoped that ASU will partner with GCC in a structure or format of a 2 plus 2 program similar to what Northern Arizona University and the University of Arizona have in place and he is sure that the logistics could be worked out so that there would be the direct transfer for the nursing program and other programs as were outlined. Dr. Cullen stated, "We look forward to it and I think it's going to be another piece in the puzzle for post secondary education here in Gila County and we embrace the idea." Supervisor Dawson stated that Dr. Ladner, a well-respected lobbyist for the Goldwater Institute, wrote an article stating that Arizona's community colleges produce dropouts, not graduates. He just kind of passes off that in fact community colleges should be a place where students enroll with the goal of graduating. The Goldwater Institute is recommending cost cuts for the State and Dr. Ladner will be testifying at the State Legislature

against funding for the community colleges. She requested that people contact Dr. Ladner as she feels community colleges are vital. She has already corresponded with Dr. Ladner on this article and also a previous article he wrote, which attacked community colleges. Supervisor Dawson stated, "I do believe that ASU having a 4-year college in Gila County is a wonderful idea, but they are going to need FTSE just like GCC needs FTSE and partnering with GCC is probably not on their agenda at this time." She stated that Kenny Evans, Town of Payson Mayor, is going to be a vital part of working with that program. Supervisor Dawson stated, "I think we need to get busy on seeing that GCC is not damaged by the presence of the 4-year campus, the fact that it is a cooperative arrangement, and if you can't get in touch with ASU then you need to contact Kenny Evans and the group in Payson. I appreciate what GCC is doing. I think it's a vital part of all of our communities and I would like to see it to continue to grow and no doubt this coming year and the following year are going to be the most difficult legislative financial times in Arizona history and we need to be planning for that and realize that the Goldwater Institute is way ahead in planning for it." Dr. Cullen addressed Dr. Ladner's comments by stating that he would challenge that gentleman to look at the retention rate at GCC. GCC has one of the lowest dropout rates in the State due in fact to the nursing program. He would also challenge Dr. Ladner to look at the other mission of community colleges and that is workforce development. He stated that in working with Arizona Senator Allen's task force, they are looking at the possibility of GCC becoming fully organized and funding is going to be the challenge throughout the State, particularly in Gila County. When looking at the 3 funding streams—State aid, tax levy and tuition—GCC only has control over 1 of those funding revenue streams and that would be tuition and GCC has taken a 40% increase in tuition over the last year. He concluded by stating, "I hope that the State legislators will keep post secondary education in place in terms of their funding mechanisms as we move into the next legislative session and beyond. I could go on for hours talking about our community college because the Gila County Board of Supervisors has done so much to empower and enable us over the last 5 years. We have a community college that is one to be proud of. All of us can be proud of what has been accomplished and proud of our graduates." Supervisor Dawson suggested that Dr. Cullen invite Dr. Ladner to GCC. She stated, "This is preliminary to the legislative session and the start of what will be heard as funding cuts for community colleges, and this is the groundwork that is being laid." She recommended that Dr. Cullen unite with the other community colleges, and stated that "funding for anything in Arizona is going to be drastically reduced next year because Arizona is bankrupt and this is the groundwork so you know how they are going to attack community colleges." Dr. Cullen acknowledged that as a great point and in referring back to the ASU campus, he stated that this will be price driven because tuition drives enrollment. He stated, "If you have the programs, you have to have the tuition schedule that your constituency can afford in order to go to school. I would think that ASU is going to have to look at a tuition schedule very similar to what GCC has in

place, which is still one of the lowest in the State because after 12 credits there is no increase in tuition. So I look forward to working with ASU officials to identify how we are going to serve the adult learners in Gila County because some do drop out after 2 years and can't finish a 4-year degree." On behalf of the Board, Chairman Pastor thanked Dr. Cullen and Ms. Kniffen for their presentation.

Item 3 – PUBLIC HEARINGS:

3A. Public Hearing - Information/Discussion/Action to approve Order No. LL 10-05, an application submitted by Michael D. Brown for a person to person transfer of a Series 6 bar license with an interim permit to operate for Kohl's Ranch located in Payson.

Marian Sheppard, Chief Deputy Clerk, stated that this is a person to person transfer of a Series 6 bar license. Once the County accepts an application, an internal review process is conducted by the Planning and Zoning Department as well as the Health Department and neither department had an issue with this application. Ms. Sheppard recommended the Board's approval to the Arizona Department of Liquor Licenses and Control. Ms. Sheppard noted that Ms. Bren Hallman, an attorney representing the applicant, was present to answer any questions. Chairman Pastor opened the public hearing and asked for public comment; none was received. He closed the public hearing and entertained a motion. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously approved Order No. LL 10-05, an application submitted by Michael D. Brown for a person to person transfer of a Series 6 bar license with an interim permit to operate for Kohl's Ranch located in Payson.

3B. Public Hearing - Information/Discussion/Action to approve Order No. LL 10-06, an application submitted by Rick L. Heppler for a person to person transfer of a Series 6 bar license with an interim permit to operate for Jake's Corner Bar located in Payson.

Ms. Sheppard stated that this was a person to person transfer of a Series 6 bar license. An internal review has been conducted by the Planning and Zoning Department as well as the Health Department and there were no issues. She noted that Mr. Heppler was present at the meeting in Payson to answer any questions. Chairman Pastor opened the public hearing and asked for public comment; none was received. He closed the public hearing and entertained a motion. Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board unanimously approved Order No. LL 10-06, an application submitted by Rick L. Heppler for a person to person transfer of a Series 6 bar license with an interim permit to operate for Jake's Corner Bar located in Payson.

3C. (Motion to adjourn as the Gila County Board of Supervisors and convene as the Gila County Flood Control District Board of Directors.) Public Hearing - Information/Discussion/Action to approve and request the Chairman's signature on the revised Gila County Floodplain Management Ordinance. (Steve Stratton/Darde deRoulhac)

Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board convened as the Gila County Flood Control District Board of Directors.

Steve Stratton, Public Works Division Director, stated that the proposed changes being made to the Gila County Floodplain Management Ordinance were discussed with the Board at a work session held several weeks ago and the changes have been interpreted in the most lenient fashion to help the public. He advised that the publication of this hearing was done according to statute. Darde deRoulhac, Chief Engineer of the Flood Control District, was also present to answer any questions. Chairman Pastor opened the public hearing and asked for public comment; none was received. He closed the public hearing and entertained a motion. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously approved the Chairman's signature on the revised Gila County Floodplain Management Ordinance. **(A copy of the Ordinance is permanently on file in the Board of Supervisors' Office.)**

Item 4 - REGULAR AGENDA ITEMS:

**4A. Information/Discussion/Action to approve a variance from Section 5.2.C of the Gila County Floodplain Management Ordinance for Dr. Tom Kalos to construct a garage with the lowest floor elevation below the regulatory flood elevation, protecting the structural integrity of the building by using wet-flood-proofing techniques noted in Section 5.2.C.4(a through c) of the Ordinance and flood-resistant materials below the regulatory flood elevation, on Parcel Number 303-06-068A, located in Bear Flat, in the Tonto Creek floodplain. The Building is not to be converted to habitable uses. (Steve Stratton/Darde deRoulhac)
(Motion to adjourn as the Gila County Flood Control District Board of Directors and convene as the Gila County Library District Board of Directors)**

Mr. Stratton stated that the landowner has been working with Mr. deRoulhac regarding this issue and staff recommends that this variance be approved. Chairman Pastor inquired if this gentleman is aware of the potential for flooding. Mr. Stratton stated that Mr. Kalos has been working with Mr. deRoulhac and the modifications he is willing to make do meet with the County's Ordinance and Mr. Kalos understands the risk. Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board approved a variance from Section 5.2.C of the Gila County Floodplain Management

Ordinance for Dr. Tom Kalos to construct a garage with the lowest floor elevation below the regulatory flood elevation, protecting the structural integrity of the building by using wet-flood-proofing techniques noted in Section 5.2.C.4 (a through c) of the Ordinance and flood-resistant materials below the regulatory flood elevation, on Parcel Number 303-06-068A, located in Bear Flat, in the Tonto Creek floodplain. The Building is not to be converted to habitable uses.

Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board adjourned as the Gila County Flood Control District Board of Directors and convened as the Gila County Library District Board of Directors.

**4B. Information/Discussion/Action to approve Library Services Agreements between the Gila County Library District and the following libraries to cooperate in the provision of library services to the citizens of the District for the period July 1, 2010, through June 30, 2011: Hayden Public Library - match up to \$52,100.00; Isabelle Hunt Memorial Library - fund \$104,750.00; Miami Memorial Library - match up to \$43,600.00; Payson Public Library - match up to \$229,230.00; Tonto Basin Public Library - fund \$60,950.00; and Young Public Library - fund \$57,670.00. (Don McDaniel)
(Motion to adjourn as the Gila County Library District Board of Directors and convene as the Gila County Board of Supervisors)**

Don McDaniel, County Manager, stated that this is an annual item to approve the Intergovernmental Agreements with the libraries in the County. Six of the 8 agreements have been finalized and the other 2 will come to the Board for approval at a later date. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously approved Library Service Agreements between the Gila County Library District and the following libraries to cooperate in the provision of library services to the citizens of the District for the period July 1, 2010, through June 30, 2011: Hayden Public Library - match up to \$52,100.00; Isabelle Hunt Memorial Library - fund \$104,750.00; Miami Memorial Library - match up to \$43,600.00; Payson Public Library - match up to \$229,230.00; Tonto Basin Public Library - fund \$60,950.00; and Young Public Library - fund \$57,670.00.

Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board reconvened as the Gila County Board of Supervisors.

4C. Information/Discussion/Action to adopt Proclamation No. 10-11 to proclaim October 30, 2010, as "Weatherization Day" in Gila County.

Malissa Buzan, Housing Services Program Manager, provided an update to the Board on the ARRA (American Recovery and Reinvestment Act) stimulus funding weatherization program. The weatherization program is currently

utilizing 6 general contractors, 5 HVAC contractors, 2 electrical contractors, 2 plumbing contractors and 2 insulation contractors from Gila County local businesses. Some of the contractors were present and Ms. Buzan thanked them and then introduced them to the Board, acknowledging that weatherization is not the easiest work to do. Ms. Buzan advised that considerable money has been spent training and getting these local contractors certified—lead certified, building science certified—in order to do this work. She also introduced and thanked some of the County employees that have played a big role in keeping the weatherization program running. She also thanked the Board for its support. Ms. Buzan stated that through this weatherization program, 81 households in Gila County have been helped. She advised that 41% of the work has been completed with approximately 16 more months of work to do, so the program is right on target. Gila County is third in the State, behind Phoenix and Mesa, with job completions and \$533,000 has been paid to contractors for materials, supplies and labor. Ms. Buzan stated, “We’ve come very far for little Gila County” and she is very proud of the public/private partnerships that have been developed. Vice-Chairman Martin inquired as to the areas in which these jobs are being completed. Ms. Buzan replied that approximately 55% of the work is being done in the Payson area north of Roosevelt Lake and 45% is in southern Gila County. Quite a few jobs have been completed in Tonto Basin and a couple of jobs were done in Young. Some jobs have been done in Pine and Strawberry and all the way south to the Hayden/Winkelman area. As the requests come in, they are placed on a first come, first serve basis. Prior to the ARRA funding, 25 household jobs were completed and with the ARRA funding, 81 have been completed this year. Each Board member complimented Ms. Buzan and staff for this great program. Chairman Pastor stated that he and Mr. McDaniel toured several of the properties that have been rehabilitated and he believes it is one of the premiere programs offered in Gila County. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously adopted Proclamation No. 10-11 to proclaim October 30, 2010, as “Weatherization Day” in Gila County. **(A copy of the Proclamation is permanently on file in the Board of Supervisors’ Office.)**

4D. Information/Discussion/Action to approve Ames Construction, Inc. Standard Subcontract Agreement for Labor & Materials (Ames Job #090307-38S) between Ames Construction, Inc. and the Gila County Sheriff’s Office in the amount of \$29,625, for the provision of flagging services.

Claudia DalMolin, Chief Administrative Officer for the Sheriff’s Office, stated that this will pay for the Sheriff’s Office to provide an officer and a vehicle for flagging services on Highway 260 until the \$29,625 has been used. Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board unanimously approved Ames Construction, Inc. Standard Subcontract Agreement for Labor & Materials (Ames Job #090307-38S) between Ames

Construction, Inc. and the Gila County Sheriff's Office in the amount of \$29,625, for the provision of flagging services.

4E. Information/Discussion/Action to accept Resolution No. 10-02 from the Cobre Valley Sanitary District and Resolution No. 10-41 from the Pinal Sanitary District and set a public hearing for discussion of the merger between the two districts into the new Tri-City Regional Sanitary District, on November 30, 2010, at 10:00 am in the Board of Supervisors Hearing Room.

Linda Eastlick, Elections Director, stated that the purpose of this item is to accept the resolutions that have been adopted by the Cobre Valley and the Pinal Sanitary Districts and set a public hearing regarding the merger of the 2 districts into 1 district to be known as the Tri-City Regional Sanitary District. She also introduced Mary Anne Moreno and Bob Zache, who are the Presidents of the Boards of the 2 Sanitary Districts. Ms. Moreno stated that the Cobre Valley Sanitary District is very small and is actually a donut-hole district within the confines of the Pinal Sanitary District. When the 2 districts were formed, they were formed on the basis of the boundaries of the Central Heights Fire Department and the Tri-City Fire District. The 2 Districts would like to move forward looking at providing collection systems to the 2 Districts and because of various drainages that overlap, the 2 Boards met and decided that the smartest thing to do would be to combine the 2 Districts into one. There will be one board of directors that could look at engineering a collection system for the entire area. Meetings have been held since last December and all the details have been hammered out. The Districts have also managed to get legislation passed that would allow the 2 Districts to put this together. Chairman Pastor called on Albert Porto, a resident of the unincorporated area of Claypool. Mr. Porto stated that he is a 44-year resident of Claypool, having lived there most of his adult life, and he is always interested in issues that affect that community, especially for the taxpaying members, because the largest percentage of the people are elderly and are on some form of disability or Social Security. Mr. Porto stated, "I take it upon myself to review all of the issues that affect my community and evaluate those proposals. When I speak out, I speak out for those who can't speak for themselves and those are the elderly..." He stated that a couple of years back there was an attempt at annexation by the Town of Miami. Mr. Porto formed a committee to evaluate that proposal and came to the decision that it was not in the best interest of the people of Claypool. He stated, "Now comes this merger with no information provided to the taxpayers in either of the sanitary districts. That is why I'm here to ask questions. A couple of months ago I found out about this and I called Bob Zache and questioned him about why wasn't information provided to the people in the sanitary district as to what was happening. He was tired; he'd been out hiking and elected not to talk to me. I respected that. I hung up with the understanding that he would get back to me and provide some answers. That never happened so that's why I'm here today to ask questions.

In their meetings and their decisions to merge, what information was provided to the taxpayers of the sanitary districts? What are their long-term goals in merging? I've heard that they want to hook up to the Town of Miami sewer system. Well, let me give you a little background on the Miami sewer system. They have just completed an extensive repair project in Miami and their problems are not settled yet by any stretch of the imagination. That was just the main lines that they repaired. They still have extensive work to do over there with all their feeder lines." Chairman Pastor stated, "This is a decision to hold a public hearing in November and those are the types of questions that they would expect you to bring forward at that public hearing. I understand your concern because we've had this discussion several times before and I've actually encouraged some of the group to contact you. Once we set the public hearing, that's where you could address every one of these questions, but today they won't be able to answer any of those questions." Mr. Porto replied, "That's fine, but this wouldn't have happened had the information been provided in a proper sequence and time to the people in the affected area. Thank you for your time." Williams Clemmons, Attorney for the Sanitary Districts, stated, "I do represent the Districts and am very well aware of what the merger consists of and I agree with your statement that at the public hearing is where these issues will be addressed. Right now there is an engineering firm that is putting together the details of how this will work and whether or not the Town of Miami will serve the area or the City of Globe or another treatment facility. Those are all issues that will be discussed and thoroughly analyzed in the preliminary engineering report that is being worked on as I speak. And the firm actually prepared the map and legal. So there's work going on right now. Hopefully at this hearing that is going to be set, questions can be answered. The reason no information is out on the street at this time is because it is not available and the public hearing is the first time that it will be available. Also there are many steps between now and it appears it would be May before anything happens in this regard and in between all of this information will be prepared. The problem with this area is the terrain ups and downs. It's not a flat field and there are many considerations that are engineering type considerations and for me to speak to those today would be way premature." Chairman Pastor stated that Mr. Porto and others in the unincorporated area have been concerned about what is going on and have contacted him and he in turn has let Mr. Zache and Ms. Moreno know that Mr. Porto is an important individual to keep informed because he does have some support and he does express his concerns very pointedly. Bob Zache stated, "I am the president of the Pinal Sanitary District. I do recall a phone call from Mr. Porto after a long day and we talked at length about this. We don't have much information yet. I do apologize for not getting back to you sooner. We have met on several occasions since then, but this subject didn't come up. I will contact you to see if you'll help serve on the citizen's committee to help us work through some of these details. We don't have much detail yet. We're still in the study stages and hopefully this merger will make it a lot easier for us to pursue what we are doing." Supervisor Dawson stated that she hopes the groups will work together on this and get

some good things going. Ms. Moreno pointed out that for every meeting that has been held, it has been posted at least 24 hours in advance in 4 different areas in the unincorporated area. These are open meetings and anyone can attend. Jesse Bryant, representing KQSS Radio, stated that he echoed Mr. Porto's concerns. Mr. Bryant stated that during late summer, he just learned about these 2 Boards after being born and raised in this community. He stated, "This is all very educational as I've never heard of them before. I'm a reporter and I make it a point to pay very close attention to what is going on." He questioned if these are elected officials? Appointed? Who appoints them? Is there a tax levy? And what are their boundaries? He stated, "I encourage greater efforts towards publication of what is going on and who is doing it." Each Board member expressed their concerns about working together, including everyone in the conversation and dealing with the issues so they can be resolved. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously accepted Resolution No. 10-02 from the Cobre Valley Sanitary District and Resolution No. 10-41 from the Pinal Sanitary District and set a public hearing for discussion of the merger between the two districts into the new Tri-City Regional Sanitary District, on November 30, 2010, at 10:00 am in the Board of Supervisors Hearing Room. Mr. Clemmons advised that there is going to be an income survey for the area and the purpose is to determine what percentage, if this project goes forward, will be in the form of a loan versus an outright grant from the federal government. He emphasized that it's very important that people cooperate in the survey because the area really qualifies for a substantial portion of a grant and it will also provide information so the districts will know how to plan. There is no way to figure out how much it will cost the citizens without that survey. Mr. Zache pointed out that the Sanitary Districts are not conducting the survey. It's being done by an outside agency and the information provided by the outside agency will then be used by the Districts.

4F. Information/Discussion/Action to approve Qualified Vendor Agreement No. 05785 between Arizona Department of Economic Security, Division of Developmental Disabilities and the Gila County Division of Health and Community Services dba Gila Employment and Special Training (GEST) to provide Day Treatment & Training - Adult, Day Treatment & Training - Children Summer Program, Habitation - Support - Hourly, Habitation - Individually Designed Living Arrangement, Attendant Care, Respite, Transportation, Employment Support Aide, Group Supported Employment, Individual Supported Employment and Transportation - Employment Related effective date of this agreement is either the date that this award is signed by the State of Arizona Procurement Officer or January 1, 2011, whichever is later.

David Caddell, GEST Program Manager, stated this program has been in effect since 1975 and this contract will expire on December 31, 2010. Services are provided to individuals throughout Gila County and with this new contract,

these services will continue to be provided to the citizens of the developmentally disabled population to ensure they have these services that include taking them to doctor appointments, grocery shopping, assisting them in getting jobs, transportation to work, etc. Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board unanimously approved Qualified Vendor Agreement No. 05785 between the Arizona Department of Economic Security, Division of Developmental Disabilities and the Gila County Division of Health and Community Services dba Gila Employment and Special Training (GEST) to provide Day Treatment & Training - Adult, Day Treatment & Training - Children Summer Program, Habitation - Support - Hourly, Habitation - Individually Designed Living Arrangement, Attendant Care, Respite, Transportation, Employment Support Aide, Group Supported Employment, Individual Supported Employment and Transportation - Employment Related effective date of this agreement is either the date that this award is signed by the State of Arizona Procurement Officer or January 1, 2011, whichever is later.

4G. Information/Discussion/Action to approve Caterpillar Financial Services Equipment Lease-Purchase Agreement for Recycle & Landfill Wheel Loader 928HZ Serial No. CXK00693.

Mr. Stratton stated that this is the financial arrangement that was discussed with the Board at the time a bid was awarded to Caterpillar Financial Services several weeks ago. This is the paperwork that still needed to be completed by Caterpillar. The County will finance approximately \$75,000 at 3.5% to be paid back over a period of 36 months with the option of early payoff without a penalty. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously approved Caterpillar Financial Services Equipment Lease-Purchase Agreement for Recycle & Landfill Wheel Loader 928HZ Serial No. CXK00693.

At this time, Chairman Pastor advised that the Board would skip Item H until the rest of the regular items were completed.

4I. Information/Discussion/Action to approve an Intergovernmental Agreement (IGA), Contract #OER-11-IGA-GS-30, between Gila County and the Governor's Office of Economic Recovery for the period of July 1, 2010, to September 30, 2011, for distribution of a one-time award of State Fiscal Stabilization Funds in the amount of \$230,769 to be used to fund salary and fringe benefit costs for staff in the new 40-bed women's detention facility at the Gila County Sheriff's Office.

Mr. McDaniel stated that these funds will be used to fund the 6 staffing positions that have been budgeted for the opening of the new women's detention facility. These are ARRA stimulus monies coming from the federal government through the State. This IGA will allow those funds to be drawn

from the State so the County can be reimbursed over time for these salaries. Chairman Pastor inquired if this is a one-time award for 9.5 months and if it then becomes the County's responsibility to cover those costs. Mr. McDaniel replied that was correct. Originally, they were budgeted positions and this will cover those salaries in one case for 9 months and in a couple of others for 11 months. Supervisor Dawson noted that this is an example of where the ARRA funds have helped pay for costs that the taxpayers won't have to absorb. Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board unanimously approved an Intergovernmental Agreement, Contract #OER-11-IGA-GS-30, between Gila County and the Governor's Office of Economic Recovery for the period of July 1, 2010, to September 30, 2011, for distribution of a one-time award of State Fiscal Stabilization Funds in the amount of \$230,769 to be used to fund salary and fringe benefit costs for staff in the new 40-bed women's detention facility at the Gila County Sheriff's Office.

4J. Information/Discussion/Action to accept the Boards, Commissions and Committees (BC&C) Report subject to the following conditions: 1) that future Work Sessions will be held to further review specific BC&Cs, 2) that the BC&C Report be completed, 3) that a BC&C coordinator be named by the County Manager, 4) that the coordinator name a staff liaison to each BC&C, 5) that each BC&C be informed and trained as to Arizona Open Meeting Laws as amended, 6) that the Report be maintained as up to date, and 7) that each BC&C report to the Board on a regular basis.

Mr. McDaniel stated that this is the Board's opportunity to officially adopt the Gila County Boards, Commissions and Committees (BC&C) Report. It is still in the process of being completed. He stated that the significant part of the recommendation is that the Board review each one of the BC&Cs in depth at upcoming work sessions. Mr. McDaniel stated, "It would be my further recommendation, although not a part of this approval, to take the Report as it is presented and go through these BC&Cs in the order they are presented in the Report." Chairman Pastor stated that this is a big first step in getting all the BC&Cs compiled into one report, and "now we just continue the process." Supervisor Dawson stated that there is an item later on the agenda requesting approval of reappointments to the BC&Cs and as the Board goes through these BC&Cs, she believes that other people within the community should have the opportunity to serve on these BC&Cs and she believes the County has "stagnated itself by just reappointing." Chairman Pastor said the Board will be able to address those issues as it reviews each of the BC&Cs. Vice-Chairman Martin requested a list of vacancies as they become available in the BC&Cs. She stated, "We have a wealth of folks in the County that we need to be tapping into their talents and this is just one of the ways that we could do that." Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously accepted the Boards, Commissions and Committees (BC&Cs) Report, subject to the following conditions: 1) that future work sessions will be held to further review specific BC&Cs, 2) that the BC&C Report be completed,

3) that a BC&C coordinator be named by the County Manager, 4) that the coordinator name a staff liaison to each BC&C, 5) that each BC&C be informed and trained as to Arizona Open Meeting laws as amended, 6) that the Report be maintained as up to date, and 7) that each BC&C report to the Board on a regular basis.

Before addressing the Consent Agenda action items, Supervisor Dawson requested that Consent Agenda item 5C be moved to the regular agenda for discussion. Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously approved moving Consent Agenda item 5C to the regular agenda. Before addressing item 5C, Supervisor Dawson requested that the Board approve the remaining Consent Agenda action items. (See the motion at the end of the Consent items and discussion on Consent Agenda Action item number 5C below.)

Item 5 - CONSENT AGENDA ACTION ITEMS:

5A. Authorization for the Chairman to sign Amendment #9 to Contract #E5345511, Extended Supported Employment, between the Arizona Department of Economic Security, Rehabilitation Services Administration, and the Gila County Division of Health and Community Services dba Gila Employment and Special Training to provide Extended Supported Employment services to Vocational Rehabilitation clients from January 1, 2011, to April 30, 2011.

5B. Approval to submit a letter from the Gila County Health and Community Services REPAC Program to William G. Lewis Trust providing written notification to terminate the lease agreement effective January 31, 2011.

5C. Approval of the Gila County members on the Gila/Pinal Workforce Investment Board to be submitted for recertification to the Governor's Council on Workforce Policy. (Pulled from the Consent Agenda and approved separately. See notes below.)

5D. Approval of Contract #10100 between Gila County and Central Arizona Association of Governments in the amount of \$1,140,809 to provide Workforce Investment Act services to eligible Youth and Adults in the Gila/Pinal Workforce Investment Area for the period of April 1, 2010, through June 30, 2011.

5E. Authorization for the Chairman to sign Amendment #1 to Arizona Department of Health Services Contract #HG050277, WIC Services, Breastfeeding Peer Counseling, and Farmers Market Nutrition Program Contract; and WIC Breastfeeding Peer Counselor Manager Contract Agreement with Mary McMullen.

5F. Approval of an Intergovernmental Agreement between Gila County and the Gila County Community College District to continue to provide a workforce training site for the heavy equipment operations classes for the period of August 31, 2010, through June 30, 2011.

5G. Approval of the Cobre Valley Regional Medical Center Foundation's request to waive the fees for the use of the Exhibit Hall at the Fairgrounds for their art and wine auction event to be held on Thursday, November 4, 2010.

5H. Approval of Modification No. 2 to Challenge Cost Share Agreement No. 09-CS-11031200-015 between Forest Service, U.S. Department of Agriculture, Tonto National Forest and Gila County to extend the term of the Agreement from October 1, 2010, through September 30, 2011.

5I. Authorization of the Chairman's signature on various documents entered into between Gila County and Konica Minolta Business Solutions U.S.A., Inc. (KMBS) for the purchase of a Konica Minolta Bizhub C452 copier that will be used by the Payson Regional Justice of the Peace, as follows: Order Agreement in the amount of \$7,493.61; Standard CPC Maintenance Contract at a cost of \$84.75 per month (\$1,017 annual cost); Gila County Addendum to Order Agreement; and Application and Acknowledgement Form.

5J. Approval of the Order to cancel the election and appoint governing board members to the Beaver Valley Domestic Water Improvement District.

5K. Approval of eight Intergovernmental Agreements for governing board election services between the Gila County Division of Elections and the following entities: Gila County School Superintendent (on behalf of the Globe, Payson, Pine-Strawberry, and Whiteriver School Districts); Gila Community College; Christopher-Kohl's, Hellsgate, Pine-Strawberry, Tonto Basin and Tri-City Fire Districts; and the Pine-Strawberry Water Improvement District.

5L. Approval of the appointments of the following thirty-six precinct committeemen as submitted by the Gila County Republican Committee: Globe 2-Richard Moran; Globe 4-Dennis Melford; Globe 11-Bradley Werrell; Claypool 2-William Ray Stoltz; Gisela-George Demack; Sierra Ancha-Karen Schneider; Christmas-Pat Clark; Payson 1-William W. Shreeve; Payson 2-Susan Everhart and William D. Powers; Payson 3-Diane Baran, Ronald Baran, John Calderwood, Anita Dewitz, Horst Dewitz, Dorothy Gossard, Lolly Hathhorn, Al Poskanzer, Colleen Russell and Tommy Russell; Payson 5-Norma Fallers, Betty S. Garretson, Vernon Garretson and Alvin Schmalzer; Payson 6-Steve Ellis and Randi Sanders;

Payson 7-Vickie Cool, June Dudley, Gregory Friestad and Sharyn C. Friestad; Payson 8-Patricia Steely, Margaret L. Vaughn and Janet Williams; and Star Valley-Kristan Dillon, Jann R. Durst and Lynn E. Durst.

5M. Approval of the August 2010 monthly departmental activity report submitted by Payson Regional Justice Court.

5N. Approval of the September 2010 monthly departmental activity report submitted by the Payson Regional Constable.

5O. Approval of the September 2010 monthly departmental activity report submitted by the Globe Regional Justice of the Peace.

5P. Approval of personnel reports/actions for the weeks of October 12, 2010, October 19, 2010, and October 26, 2010.

October 12, 2010

Departures from County Service:

1. Patricia Trevillian - Health and Community Services – Administrative Clerk Senior – 10/06/10 – WIA Funds – DOH 06/28/04 – Resigned
2. Judy Gonzales - Health and Community Services – Administrative Clerk Senior – 10/06/10 – WIA Funds – DOH 01/12/04 – Resigned

Hires to County Service:

3. Alex Cunningham – Public Works Facilities Management – Building Maintenance Technician – 10/25/10 – Facility Management Fund – Replacing William McDaniel

Position Review:

4. Joy Riddle – County Attorney – From Attorney Under Filled – To Attorney – 09/27/10 – Prosecution Recovery Fund

Request Permission to Post:

5. Emergency Management – Executive Administrative Assistance – Position Vacated By Linda Rodriguez
6. Health and Community Services – Administrative Clerk Senior – Position Vacated By Judy Gonzales

SHERIFF'S PERSONNEL ACTION ITEMS

Hires to County Service:

7. Jacob Delecki - Sheriff's Office – Deputy Sheriff Recruit – 11/08/10 – General Fund – Replacing Paul Ortiz

October 19, 2010

Departures from County Service:

1. Mary Kim Titla – BOS – Gila County Tribal Liaison – 10/06/10 – Constituent Services Fund District III – DOH 03/01/09 – Resigned due to candidacy

Departmental Transfers:

2. Linda Rodriguez – From Emergency Management – To BOS – Administrative Manager – 10/11/10 – General Fund

Request Permission to Post:

3. Health and Community Services – Accounting Clerk – Position vacated by Chris Phillips

4. Health and Community Services – Accountant – Position vacated by Dan Mikolay

5. Finance – Accountant – Position vacated by Linda Koury

SHERIFF'S PERSONNEL ACTION ITEMS

Departures from County Service:

6. Annette Mueller - Sheriff's Office – Accounting Clerk Specialist – 12/19/10 - General Fund – DOH 11/09/92 – Retiring

End Probationary Period:

7. Kenneth Warden - Sheriff's Office - Detention Officer – 10/25/10 - General Fund

8. Kathe Quinn - Sheriff's Office - Detention Officer – 10/11/10 - General Fund

October 26, 2010

Departure from County Service:

1. Victoria McDaniel – Payson Justice Court – Temporary Clerk – 06/01/10 - General Fund – DOH 02/02/10 – Temporary Position

Departmental Transfer:

2. Anthony Waddell – From Sheriff's Office – To Globe Regional Justice Court - From 911 Dispatcher – To Justice Court Clerk Associate – 10/25/10 - General Fund

End Probationary Period:

3. Sine Scott - Community Development – Engineering Technician - 11/08/10 – General Fund

5Q. Approval of finance reports/demands/transfers for the weeks of October 12, 2010, October 19, 2010, and October 26, 2010.

October 12, 2010

\$958,005.65 was disbursed for County expenses by check numbers 231220 through 231372.

October 19, 2010

\$2,041,434.43 was disbursed for County expenses by check numbers 231373 through 231587.

October 26, 2010

\$494,122.89 was disbursed for County expenses by check numbers 231588 through 231786. **(An itemized list of disbursements is permanently on file in the Board of Supervisors' Office.)**

Upon motion by Supervisor Dawson, seconded by Vice-Chairman Martin, the Board unanimously approved Consent Agenda Action items 5A-5Q, with the exception of 5C, which was discussed separately on the regular agenda (below).

The Board then moved to Agenda item 5C, which was removed from the Consent Agenda action items for a separate discussion.

5C. Approval of the Gila County members on the Gila/Pinal Workforce Investment Board (WIB) to be submitted for recertification to the Governor's Council on Workforce Policy.

Supervisor Dawson stated that her reason for pulling this from the Consent Agenda is because she believes the Board needs to review all of the BC&Cs first before recertifying or extending years of service on any board or council. Chairman Pastor questioned if there was a timeline for recertifying these appointments. Barbara Valencia, WIA (Workforce Investment Act) Program Coordinator, explained that this is only for the recertification of the Gila/Pinal WIB; these are not new members coming onto the Board. Every 2 years it is mandated by the WIA that the Governor recertify members of the WIB. Ms. Valencia explained the various programs that the members represent. Mr. McDaniel inquired if Ms. Valencia knew when the governor actually recertifies these appointments. Ms. Valencia stated that they were actually due to the governor at the end of September, but paperwork was provided to her 2 weeks prior so that is the reason it is late. She is required to submit the recertification as soon as possible. Mr. McDaniel inquired of the Board if there would be a problem if this item was continued to the November 16th meeting. Ms. Valencia stated that she would have to contact the State for an extension. Supervisor Dawson stated, "I believe as a Board that we have an obligation to understand who we are appointing, why we are appointing them, and if it's mandated that this person is the only person that can serve on this board and if it's a board that we could bring people into and activate..." Ms. Valencia explained, "As you can see from the list, all of the mandated partners are listed there and are usually the managers of the program or the directors of the program. The other side of it is private sector, which means that they have to be the owner of a business or be somehow tied into hiring, labor organizations, senior community service employment, Native American programs—those are mandated partners and you will see that for many years that same person has served on the board because they are the ones that are directors or managers. Chairman Pastor inquired if these 14 positions are mandated. Ms. Valencia replied that the private sector is mandated as well as the other ones listed. They are referred to as One-Stop partners. Vice-Chairman Martin stated, "At the very least, if we haven't, we need to check back in with each of these folks and see if they want to be reappointed and if they understand that they are up for reappointment. That's part of the due diligence that I think we need to be doing with this BC&C effort..." Supervisor Dawson stated that she met the gentleman who is on there as the Job Corps coordinator and he had no idea

that she has been working for 2 years on a Job Corps for this area. She stated, "I don't know what he's doing. He certainly hasn't met with the judges on placement or with probation on recruiting student enrollees in Job Corps in Tucson or Phoenix." Ms. Valencia replied, "You need to understand the way Job Corps is working right now. Brad McCormick works for Fred Acosta in Tucson, which is our district to get a Job Corps partner. But when you are talking about the students or whoever would like to go into the Job Corps, recruitment has to come out of Phoenix. That's the way it is outlined in our district." Supervisor Dawson made the motion to postpone this item until the November 16, 2010, Board meeting when the Board can discuss it. Chairman Pastor inquired if Supervisor Dawson wanted some kind of a session prior to the November 16th meeting. Supervisor Dawson stated, "I think we should discuss it at the Board meeting on November 16th." Chairman Pastor inquired what this would do to the recertification, if it would eliminate everybody and if this would put the whole program on hold. Ms. Valencia replied, "I don't know at this time. I would have to call the Governor's Council on Workforce Policy to find out what this would do to the program." Vice-Chairman Martin stated that if the Board did recertify these people, it would be with a codicil that the Board may be making changes within the next month or two. Chairman Pastor suggested that Ms. Valencia check to see what the ramifications are in delaying this recertification and then discuss same with Mr. McDaniel. He inquired of Bryan Chambers, Chief Deputy County Attorney, if there would be any legal ramifications. Mr. Chambers stated that there is probably a legal aspect to anything. He stated, "If this is essentially before the Board for its approval and if it's approved, it goes to the governor, who makes the final approval. So I'm not sure that having it a temporary or conditional approval by this Board today is something that the Board could then take back at a later date. Once this Board approves this, if it does, and the governor takes an action, I think they are probably in until the next time they have to reapply or the next time it comes up again." Ms. Valencia explained again that this recertification is done every 2 years. As new members are appointed, those are also brought to the Board for approval. Supervisor Dawson repeated her motion to postpone action on Item 5C, the reappointment of the Gila County members on the Gila/Pinal Workforce Investment Board membership for recertification until the Board has reviewed it at its November 16, 2010, meeting. The motion was seconded by Vice-Chairman Martin and unanimously approved.

At this time, Chairman Pastor returned to address Regular Agenda item 4H.

4H. Information/Discussion/Action for Board of Supervisors' direction on how to utilize unspent Obligation Bond monies.

Mr. Stratton stated that 13 months ago he made a presentation to the Board about the general obligation funds, which the Board approved to go to the bond market. At that time the County did receive the best interest rate on the bonds in 40 years. The cycle of bond construction has allowed the County to do

many more projects than were originally anticipated. The original projects included the women's jail dormitory, 3 new facilities—the Public Works Administration Offices/Community Development Division, the Road Yard/Shop, the Facilities/Sign Shop building—and the purchase of the new Administration Offices in Payson. Upon completion of those projects, there was a substantial amount of unobligated money left due to savings on the initial projects. The original engineer's estimate for the 3 new buildings was \$4,084,567; however, the total actual bids received were only \$2,000,837, which resulted in a savings of approximately \$1.2 million. The final purchase price of the building for the Administration offices in Payson also resulted in additional savings. The savings allowed for other projects to be reviewed. In a meeting of staff and consultants, Mr. Stratton advised that additional projects have been reviewed, which he presented to the Board in a PowerPoint presentation. He began with an update on the progress of the new Public Works Administration building project showing photos of the various phases of the building, which is 60 feet wide by 200 feet long, 12,000 square feet. He then showed the progress of the building of the Facilities/Sign Shop building, which has a mezzanine level, and reviewed some of the problems in the pouring of the concrete slab. Mr. Stratton advised that all of the water lines are in and he has been in contact with the Globe Fire Department about getting water to the fire hydrants to avoid stopping construction. He also advised that Arizona Water Company has filed a claim against Gila County and the contractor, who is doing the construction, claiming that the contractor for the County broke their line causing them \$21,000 worth of damage. The County has disputed that claim. He stated that Arizona Water Company is meeting internally tomorrow on this issue and hopefully it will be resolved. In the meantime, the County has moved its Klien tank from Payson to just east of the new Facilities building and has welded on fittings that will hook up to a Globe fire truck. So everything is installed, the hydrants are in place, the water lines are completed and all the underground water system is completed; however, Arizona Water Company is refusing to put water to the hydrants until Gila County pays their claim or if it's settled. Mr. Stratton advised that documentation has been provided by the City of Globe, Gila County and the contractor's fire engineer, and hopefully that information will help Arizona Water Company see that the information they received from their internal organization was not correct and that the dispute and the claim should be relinquished. Mr. Stratton stated that if it can't be settled, he will come back before the Board to discuss other options. He advised that the Globe Fire Department has been very cooperative. Supervisor Dawson inquired about the cost of bringing the Klien tank down from Payson and making the welding fittings for it. Mr. Stratton replied that the cost was approximately \$1,000 as it was done in-house. He stated that the most expensive part was buying water at another meter from Arizona Water Company to fill the 12,000 gallon tank. Chairman Pastor inquired if bringing that tank down here jeopardizes any of the needs for that tanker in northern Gila County. Mr. Stratton replied, "Only if there's a fire. The County does have another Klien tank at the landfill up there, which could be dropped and moved

very quickly.” The next portion of the presentation was about the Roads/Auto Shop project with photos showing the progress. This was followed by the progress and photos of the new Women’s Jail Dormitory. Mr. Stratton advised that he met with Arizona Public Service this morning and the County will be bringing in a generator that was previously purchased and it will be placed on a pad to be used to provide emergency power for the new dormitory as well as the jail and administration portion of the existing jail. There will be about a 30-minute electrical outage this Thursday during the switchover for the administration offices only. There is another small generator that will provide backup emergency power for the dispatch and jail area. Mr. Stratton then showed photos and discussed the new Administration offices in Payson, which also houses the Payson Community Development Division offices in the back portion. Mr. Stratton then moved on to a presentation on the other proposed projects that could be completed with the savings from the original bond projects. He began by showing an interior photo of what was formerly the Central Heights Complex Cafeteria, which is about 6,000 square feet. He introduced Karen Page, who was in Payson, and stated that she is an architect that works for the Community Development Division in Payson. Mr. Stratton explained that the plan review work is a little bit slow now, so he was tapping in-house resources to save the County some money on these proposed plans. He presented a Cafeteria floor plan that Ms. Page drew up in consultation with Linda Eastlick, Elections Director, and Tiffany Poarch, Public Fiduciary, to house their departments. The Elections Department is currently located at the Courthouse and also utilizes storage units in various other locations. The Public Fiduciary is currently located in a rented facility. This would bring them together in one location and allow the Elections Department to comply with State voting requirements for elections. There would also be an area for an additional conference room and 2 restrooms. He advised that the items being stored in this building for Emergency Services have been moved to a 40-foot van with temperature control. Vice-Chairman Martin commented that she thought this was a good use of that space. Mr. Stratton continued with discussion on the Cafeteria building stating that the roof was recently replaced with a membrane welded roof at a surprisingly low cost of \$6,400. A sewer system is now available to the building, all the broken windows have been replaced with dual-pane energy-efficient windows and water and electricity are located just across the breezeway and will be brought into this building by the contractor. When the entire Central Heights complex was first remodeled, conduit was run for this particular building for the future so that is in place. If this project is approved by the Board, it is hoped that advertising for bids will be approved by the Board by November 16, 2010. The Board discussed with Mr. Stratton the various entrances, exits, parking and security for the Elections Department during election times, etc. Mr. Stratton then presented information on the proposed remodel of the Guerrero complex and the options of which departments to move into that building once it is completed. He stated that it was initially proposed that the Probation Department would move into the Guerrero building; however, it was a tight fit so other options are being

proposed for Probation. The Guerrero building could then be used to house Administrative Services, the Deputy County Manager's office, the Library District, Finance Department and Personnel (Human Resources) at a cost of approximately \$50,000 for remodeling. For Probation to go into the Guerrero building the remodeling costs would be have approximately \$250,000. The next slide presented was a layout of the Guerrero building, which Mr. Stratton reviewed with the Board showing where the various departments could be located. The Board members noted these changes as seeming to be a better use of the Guerrero building space. Mr. Stratton then reviewed with the Board the proposed 9-1-1 Dispatch Center to be located at 1342 E. Monroe Street. Mr. Stratton stated that this came about after a meeting with Sheriff Armer and Matthew Bolinger, Emergency Services Director, in August because Qwest advised Gila County that it had \$300,000 worth of 9-1-1 equipment at the State that the County needed to move elsewhere or start utilizing it at the end of October. This left 2 options—to move the equipment to an already overcrowded environment in the Dispatch office at the Sheriff's Office and then move it later at a minimum cost of \$30,000 or try to find a location where it could be permanently installed, which is the choice that was made. The 9-1-1 Dispatch Center will be located in a building tied to the current Auto Shop Office facilities by the Courthouse. He reviewed the layout of the 9-1-1 Dispatch Center with the Board showing where everything will be located, including the IT/radio room, restrooms, and additional space to add a fourth console in the future. Eventually, once the new Shop building is completed, then the Sheriff's Office Evidence Room and an area for the detectives will be located here allowing for more relief space at the Sheriff's Office. The next project Mr. Stratton reviewed with the Board was a proposal to move the mail room from inside the Courthouse to a new building across the parking lot from the County Attorney's Office. He reviewed the layout of the mail room, which showed it would be 15 feet wide by 30 feet long, which is 100 square feet more space than the current mail room and would have a loading dock. He also discussed the various security issues that could arise with the mail service. The next proposal Mr. Stratton presented was for the first floor of the Courthouse building, which currently houses the mail room, the Constable, the Finance Department, the IT Department, a janitor's room and phone closet. He noted that early on in discussions with Judge Cahill and staff, it was going to be proposed that this area become a third hearing room for the Superior Court and a judge's chambers. He showed a conceptual drawing done by Lois Monarrez showing this area to be made to look like a store front. The IT Department would be relocated to the new Public Works complex; however, part of the equipment would remain at the Courthouse. Mr. Stratton then reviewed proposals for the second floor of the Courthouse. The area that is currently occupied by Personnel and the Elections Department could then house the School Superintendent's Office. This would include closing off the current hallway. Ms. O'Dell, who was present in Payson for the meeting, stated that she felt that retaining the School Superintendent's Office in the Courthouse would be a very positive move. The School Superintendent's

current office on the first floor of the Courthouse could then possibly be used for the expansion of the County Attorney's Office. Mr. Stratton then explained some of the proposed changes for the first floor including the County Attorney's Office.

At this time, Chairman Pastor called for a recess and then reconvened the meeting at 12:41 p.m.

Mr. Stratton continued with his presentation on the proposed changes for the County Attorney's Office explaining that it is hoped that the County Attorney employees now located in the Michelson building in downtown Globe (the old Carmed's building) could be moved to the first floor of the Courthouse. Then the 32 employees in the Probation Department could be moved into the Michelson building. He again emphasized that these are just proposals. He also noted that he was approached by a local realtor last week about a client that might be interested in the Michelson building. He stated that the Michelson building was appraised about 7 years ago and the appraisal might be lower now; however, he quoted the realtor a figure that the County would need to make things work monetarily to relocate Probation elsewhere. In conclusion on the proposed projects, Mr. Stratton stated that the bond money was received on October 22, 2010, so there's been a lot of progress made in a year. He showed a pie chart reflecting that there were 6 original projects and he is now proposing 8 more utilizing the bond proceeds that weren't used on the original projects, plus some capital improvement project (CIP) funds that have been carried over for security issues. That completed Mr. Stratton's PowerPoint presentation. He then moved on to present a spreadsheet of the costs of the various projects. These costs included the amounts that were projected for the original projects, the actual costs of the original projects, planned costs including \$300,000 in building contingency funds and the proposed new project costs. Chairman Pastor inquired about the proposed purchase of some IT equipment and inquired if that could be purchased with bond money. Mr. Stratton explained that this equipment is construction equipment for those buildings such as servers, etc. that is necessary for the operation of the facilities; however, the money could not be used to purchase furniture or things of that nature. Mr. Stratton reviewed the original bond funds, the HURF (Highway User Revenue Funds) contribution of \$1.4 million and miscellaneous revenue, which is interest received on the bond money. Mr. Stratton advised that if everything comes in as projected, there will still be a balance of \$914,798 that could be utilized for further construction or remodeling projects or the funds could possibly be put into an account for a 10-year call. Mr. Stratton concluded a review of the costs by stating that these additional projects are being proposed; however, he would want to move very slowly into them until all the final costs are received on the original projects. The numbers on each project are monitored weekly and staff is onsite daily overseeing these projects. Mr. Stratton stated that because the ADA (Americans Disability Act) project at the front and side of the Courthouse as

well as some security issues will be paid for from capital improvement funds, he recommended moving forward on those projects. The final presentation item was a review of the timelines for the projected starting and completion dates for the original bond projects as well as the new proposed ones. He noted that the percentage complete was not the building process, but was the percentage of funds that have been expended to date. He also reviewed a privacy wall that is being constructed by the new Public Works complex. Chairman Pastor inquired if any grant monies were being pursued for items like solar technology grants. Mr. Stratton replied that the County has received a \$193,000 grant in ARRA funds and a project being proposed for those funds will be for new heating/cooling units at the new Payson Administration office, a solar water heater for the jail, etc. Chairman Pastor requested a copy of Mr. Stratton's presentation for further review, which Mr. Stratton agreed to supply. Each of the Board members thanked Mr. Stratton for the presentation and update of the projects and all the hard work that has been accomplished to date. Mr. Stratton stated that this has been a real team effort and he also thanked the department heads and elected officials for their cooperation in trying to meet their needs based on what the County can afford. Chairman Pastor stated, "So this is an agenda item for us to consider as to what direction we want to utilize the unspent obligation bond monies. I'm not quite sure what all that means." Mr. Stratton stated, "If I may make a recommendation, go back to the spreadsheet—the green and brown items. We obviously know we have to finish the original projects and the end is near in sight on those. The privacy wall has been started. I'm very comfortable with moving forward with the Cafeteria Remodel and the 9-1-1 Call Center. I would also like to move forward with the ADA Access and Mail Room. Those are out of the capital improvement security funds. For the Guerrero building, that's not a lot of money, but we just need to know if the Board approves of the movements of those departments to that building or not." Mr. McDaniel stated, "I think this item is in the category of this is a staff update and a projection of what we are proposing to change in the previously approved projects in the bond program. I think we would be remiss if we tried to go to the next step and approve specific projects and dollars. Mr. Chambers advised me of that earlier. So I think what we are looking for is direction with regard to the expenditure of the bond funds in a general sense and moving to the other projects, not necessarily tying them to dollar numbers at this point. Just make a motion that you are in concurrence with the current status and the direction that we are proposing." Mr. Stratton stated, "I would like to assure the Board again that as we move into these projects, we are not moving quickly or moving slowly into and watching the dollars as we go to ensure whatever we start we have the dollars to finish it before starting something else." Supervisor Dawson brought up the issue of the IT Department relocating away from the Courthouse, which was followed by discussion with IT Director, Darryl Griffin, assuring the Board that his department could be on site within minutes to resolve any issues. Mr. Chambers stated that in preparation for the motion, he would caution the Board that whatever the motion is, any action taken today cannot actually

commit to any additional funding to projects that haven't already gone before this Board. As far as actually committing any funding, that would need to be brought back to the Board at a future meeting because this agenda item was listed as an update and the agenda didn't specifically list these projects. He recommended that a more cautious way would be for the Board to make a motion accepting the plan, but not committing any funding that hasn't already been approved by the Board. Upon motion by Vice-Chairman Martin, seconded by Supervisor Dawson, the Board unanimously adopted the conceptual plan as presented with the understanding that the specifics will be coming back to the Board as necessary with the funding. Mr. Chambers stated the motion was alright as long as the understanding is that it doesn't actually commit to spending on any new projects that haven't already been approved by the Board. Chairman Pastor thanked Mr. Stratton for all of the work put into this item.

Item 6 - CALL TO THE PUBLIC: Call to the Public is held for public benefit to allow individuals to address issue(s) within the Board's jurisdiction. Board members may not discuss items that are not specifically identified on the agenda. Therefore, pursuant to Arizona Revised Statute §38-431.01(G), action taken as a result of public comment will be limited to directing staff to study the matter, responding to criticism, or scheduling the matter for further discussion and decision at a future date.

There were no requests to speak from the public.

Item 7 - At any time during this meeting pursuant to A.R.S. §38-431.02(K), members of the Board of Supervisors and the Chief Administrator may present a brief summary of current events. No action may be taken on issues presented.

Each Board member presented information on current events.

There being no further business to come before the Board of Supervisors, Chairman Pastor adjourned the meeting at 1:18 p.m.

APPROVED:



Michael A. Pastor, Chairman

ATTEST:



Marian Sheppard, Chief Deputy Clerk