

Meeting Minutes

City Council Regular Meeting

June 9, 2022 | 6:00 p.m.
Chandler City Council Chambers
88 E. Chicago St., Chandler, AZ



Call to Order

The meeting was called to order by Mayor Kevin Hartke at 6:02 p.m.

Roll Call

Council Attendance

Mayor Kevin Hartke
Vice Mayor Terry Roe
Councilmember OD Harris
Councilmember Mark Stewart
Councilmember René Lopez
Councilmember Christine Ellis
Councilmember Matt Orlando

Appointee Attendance

Joshua Wright, City Manager
Kelly Schwab, City Attorney
Dana DeLong, City Clerk

Invocation

The invocation was given by Father Robert Aliunzi, St. Andrew the Apostle.

Pledge of Allegiance

The Pledge of Allegiance was led by Councilmember Lopez.

Consent Agenda and Discussion

City Clerk

1. May 2022 City Council Minutes
Move City Council approve the Council Meeting minutes of the Work Session of May 23, 2022; Study Session of May 23, 2022; Work Session of May 26, 2022; and Regular Meeting of May 26, 2022.
2. Board and Commission Appointments

Move City Council approve the Board and Commission appointments as recommended.

COUNCILMEMBER LOPEZ thanked the appointee for her involvement.

Communications and Public Affairs

3. Purchase of EditShare Equipment

Move City Council approve the purchase of EditShare equipment, from EAR Professional Audio Video, utilizing the 1GPA Contract No. 22-02PV-06, in the amount of \$71,987.

Cultural Development

4. Resolution No. 5589, authorizing the Enhanced Municipal Services District (EMSD) Agreement for Fiscal Year 2022-23 between the City of Chandler and the Downtown Chandler Community Partnership, and authorizing the City's voluntary contribution to the EMSD in the amount of \$118,804

Move City Council pass and adopt Resolution No. 5589, authorizing the Enhanced Municipal Services District (EMSD) Agreement for Fiscal Year 2022-23 between the City of Chandler and the Downtown Chandler Community Partnership, and authorizing the City's voluntary contribution to the EMSD in the amount of \$118,804.

Economic Development

5. Agreement No. ED8-920-3876, Amendment No. 4, with Simpleview, LLC, for Search Engine Optimization and Pay Per Click Services

Move City Council approve Agreement No. ED8-920-3876, Amendment No. 4, with Simpleview, LLC, for search engine optimization and pay per click services, in an amount not to exceed \$75,200, for the period of one year, beginning July 1, 2022, through June 30, 2023.

Facilities and Fleet

6. Maintenance, Repair, and Purchase of Doors, Locking Systems, Door Hardware, and Operable Walls

Move City Council approve the utilization of the Mohave Educational Services Cooperative Contract No. 21H-DHP-0917, for maintenance, repairs, and purchase of bay doors, locking systems, door hardware, and operable walls, from DH Pace Company, Inc., in an amount not to exceed \$126,764.

7. Sole Source Purchase of Beam Global EV ARC 2020 Solar Powered EV Charging Stations

Move City Council approve the sole source purchase of two Beam Global EV ARC 2020 Solar Powered EV Charging Stations in an amount not to exceed \$145,350.

Fire Department

8. Resolution No. 5587 First Amendment to Education Services Agreement between the City of Chandler Fire Department and Dignity Health
Move City Council pass and adopt Resolution No. 5587 approving a First Amendment to Education Services Agreement between the City of Chandler Fire Department and Dignity Health for paramedic neonatal resuscitation educational services.

Information Technology

9. Agreement No. 2564, Amendment No. 3, for Accela Annual Maintenance
Move City Council approve Agreement No. 2564, Amendment No. 3, with Accela, Inc., for annual maintenance, in an amount not to exceed \$674,686, for a three-year period, beginning July 1, 2022, through June 30, 2025, payable on an annual basis.
10. Agreement No. IT1-918-4343, Amendment No. 1, for Business License Portal Applications Managed Support Services
Move City Council approve Agreement No. IT1-918-4343, Amendment No. 1, with Parsus Solutions, LLC, for business license portal applications managed support services, in the amount of \$222,000, for the period of June 15, 2022, through June 14, 2023.
11. Purchase of Data Backup and Recovery Infrastructure Expansion
Move City Council approve the purchase of data backup and recovery capacity expansion, from vCore Technology Partners, utilizing the Omnia Partners Contract No. R191902, in the amount of \$628,769.
12. Purchase of Enterprise Asset Management (EAM) System Annual Support and Maintenance
Move City Council approve the sole source purchase of Enterprise Asset Management (EAM) system annual support and maintenance, from CentralSquare Technologies, LLC, in the amount of \$101,474, for the term of July 1, 2022, through June 30, 2023.
13. Purchase of Network Infrastructure Equipment
Move City Council approve the purchase of network infrastructure equipment, from Sentinel Technologies, Inc., utilizing the 1GPA Agreement No. 22-02PV-18, in an amount not to exceed \$1,196,037, and authorize an appropriation transfer of \$631,648 from the Technology Replacement Fund, Non-Departmental, Contingency Account, to the Technology Replacement Fund, Non-Departmental, Computer Hardware account.
14. Purchase of Oracle Annual Support and Maintenance
Move City Council approve the purchase of Oracle annual support and maintenance, from Mythics, Inc., utilizing Omnia Partners Contract No. 180233-002, in the amount of \$300,171, for the term of August 1, 2022, through July 31, 2023.

15. Purchase of Professional Configuration Services for the Information Technology (IT) Service Portal
Move City Council approve the purchase of professional configuration services for the IT Service Portal, from SHI International, Inc., utilizing Omnia Partners Contract No. 2018011-02, in the amount of \$35,921.

Management Services

16. Fiscal Year (FY) 2022-23 Budget Amendments
Move City Council approve as presented the twenty-five one-time budget amendments totaling \$340,500 and three ongoing budget amendments totaling \$37,000 for a total of \$377,500 using Council Contingency and authorize staff to transfer appropriation from the Non-Departmental Council Contingency to the respective Departments after final adoption of the FY 2022-23 Budget and Capital Improvement Program (CIP).

Police Department

17. Resolution No. 5588 Authorizing Acceptance of the Award of the Arizona Criminal Justice Commission FY22 Coronavirus Emergency Supplemental Funding Program in the Amount of \$60,545.25
Move City Council pass and adopt Resolution No. 5588 authorizing acceptance of the award of the Arizona Criminal Justice Commission FY22 Coronavirus Emergency Supplemental Funding Program in the amount of \$60,545.25, and authorize the Chief of Police, as designated by the City Manager, to conduct all negotiations and to execute and submit all documents necessary in connection with such grant.
18. Purchase of Property and Evidence Walk-In Freezer and Installation Services
Move City Council approve the utilization of Maricopa County Contract No. 171203, with Andrews Refrigeration, Inc., and City of Chandler Agreement No. BF8-936-3802, with Western States Fire Protection Co., for the purchase of Police Property & Evidence walk-in freezer and installation services, increasing the spending limit by \$16,500.00, for a revised amount not to exceed \$72,538.12.

Public Works and Utilities

19. Final Adoption of Ordinance No. 5012 Authorizing the Abandonment of a Drainage Easement No Longer Needed for Public Use
Move City Council approve final adoption of Ordinance No. 5012 authorizing the abandonment of a drainage easement no longer needed for public use on property located at the northeast corner of Cooper and Germann roads.
20. Final Adoption of Ordinance No. 5015 Authorizing the Abandonment of a Temporary Access Easement

Move City Council approve final adoption of Ordinance No. 5015 authorizing the abandonment of a temporary access easement on property located at the northeast corner of Chandler Boulevard and Pleasant Drive.

21. Purchase of Ocotillo Water Reclamation Facility Sludge Silo Platform Installation Services
Move City Council approve the purchase of silo platform installation services, from SDB, Inc., utilizing the 1GPA Agreement No. 18-15PV-12, in an amount not to exceed \$250,000.

Consent Agenda Motion and Vote

Councilmember Lopez moved to approve the Consent Agenda of the June 9, 2022, Regular City Council Meeting; Seconded by Councilmember Harris.

Motion carried unanimously (7-0), with the exception of Consent Agenda Item No. 16, which passed by majority (6-1), Vice Mayor Roe dissenting.

Public Hearing

Open Public Hearing

MAYOR HARTKE opened the public hearing.

Staff Presentation

MATT DUNBAR, Budget and Policy Officer, presented the following presentation.

- Public Hearing 2022-23 Proposed Budget 2023-2032 Capital Improvement Program (CIP) 2022-23 Property Tax Levy
- FY 2022-23 Proposed Budget
 - “Staying Connected”
 - Total Budget \$1,352,658,536
 - Total General Fund \$412,923,538
 - 27.8% increase overall
 - \$755M operating (+9.8%)
 - \$597M capital (+61.2%)
 - 22.7% increase in General Fund
 - Ongoing operating (+12%)
 - Proposed Budget
 - Adheres to financial policies and is structurally balanced
 - Uses Strategic Framework to guide decisions
 - Provides for cost-effective, quality services
 - Maintains long-term financial sustainability
 - Engaged Residents through input opportunities
 - Budget Survey, Kickoff, & Two Workshops
 - Budget Advancement of Strategic Framework Outreach Videos

- All-day Budget Briefing
 - Tentative and Final Adoption
- Budget Increase Drivers
 - Revenues
 - Prior 2 year's budgets artificially low due to COVID
 - Current budget did not reflect Intel expansion revenue impacts
 - Increased revenues to reflect actual economic environment
 - Expenditures
 - Inflation increasing operations (\$3.6M) and capital (4%-7%) budgets
 - Personnel costs increasing to invest in City workforce and retain employees; market, class and comp, and healthcare
 - Capital projects increased to address aging infrastructure, bond authorized projects, and grant funded projects
 - Includes \$119M in projects for infrastructure to support Intel expansion
 - Grants
 - Includes \$34.6M in American Rescue Plan Act (ARPA) funds included in FY 2022-23 budget as carryforward
 - Enhance technology capabilities to assist with mobility, security and cloud-based solutions using AZCares; requiring additional ongoing resources to maintain
 - Debt
 - Additional one-time payments to continue planned paydown of PSPRS unfunded liability
- Operating Budget Highlights
 - Slight reduction of City property tax rate, no change to Transaction Privilege Tax (TPT) rates, and no new fees
 - Anticipate Water, Wastewater, and Solid Waste rate changes as they were delayed from prior year
 - Budget maintains existing service levels and enhances programs tied to Strategic Framework
 - Adds funding on for labor association commitments and general employee merit/market
 - Plans towards debt reduction: \$50M in one-time funding for pay-down of Public Safety Personnel Retirement System (PSPRS) liability
 - Maintains strong reserves (includes 15% General Fund contingency reserve and \$10M budget stabilization reserve)
- C2023-2032 CIP Highlights
 - Continued emphasis on maintaining aging infrastructure
 - Updated to reflect inflationary pressures
 - Includes \$119M in projects for infrastructure to support Intel expansion
 - Continues to fund requested projects, such as:

- Police Forensic Lab facility
- All phases of Mesquite Groves Park
- Fiber upgrades
- Tumbleweed Expansion/Multi-Gen Facility
- Airport improvements/Cooper Rd. extension
- \$1.66 B- Total 10-Year CIP
- \$597.4M – Total FY 2022-23 CIP
- Public Hearing 2022-23 Property Tax Levy
- Breakdown of \$1 of Typical Chandler Property Tax Bill
 - Public Schools and Community College Districts 66.9 cents
 - Maricopa County and Special Districts 22.9 cents
 - City of Chandler 10.2 cents
 - Based on 2021 Tax Bill information. Exact split will vary depending on the school district and any other special taxing districts on the bill.
- FY 2022-23 Property Tax Levy
 - FY 2021-22 LPV \$3.464B, 2021-22 Levy \$38,538,200
 - FY 2022-23 LPV \$3.703B, 2022-2023 Levy \$40,828,804
 - +6.9 increase, 5.4% New Property, 1.5% Appreciation, Levy Increase \$2,290,604
 - Tax rate reduction from \$1.1126 to \$1.1026 reduces impact of Limited Property Value (LPV) increase
- Impact of City Tax Rate Reduction on Median Value Homeowner
- Key Budget Dates
- Questions?

Council Discussion

COUNCILMEMBER ORLANDO asked about the extent of outreach on the budget to residents.

MR. DUNBAR answered that the public feedback received on the budget is crucial for planning the next fiscal year's budget. Starting in October, they send out notifications to the public through utility bills, website, social media campaigns. Comments are collected and categorized, then presented to Mayor and Council. Priorities identified in the budget process are learned through the survey sent out. Residents have many opportunities to have their voice heard at many points through the budget process.

COUNCILMEMBER ORLANDO thanked staff. There are steps along the way to receive additional input from residents.

Discussion from the Audience

MAYOR HARTKE asked if there was any discussion from the audience.

Comment card, LESLIE MINKUS, 3372 E. Gemini Ct.

Dear Mayor, Council Members and City Manager:

Since I am not able to physically attend and be present at the Chandler City Council Meeting scheduled on June 9, 2022 for the approval of the 2023 Fiscal Budget, I request that this memorandum be entered into the City of Chandler record:

(a) I am opposed to the proposed Backyard Chicken ordinance and the proposed funding for shelters for the homeless population in the City of Chandler by the City Housing and Human Services Commission that should not be approved by the City Council and Mayor since these proposals could negatively impact the daily lives of Chandler residents and legal registered voters without a Referendum Vote -*The right reserved to the people to approve or reject such proposals.*

(b) The 2023 Fiscal Budget as presented to the public does not provide specific details as to the budgeted costs associated with the above proposals in (a), where the funds will come from to pay for such costs, and if any funds come from Federal, State or County agencies for the homeless population in the City of Chandler, absolute confirmation will be documented that this homeless population will not include illegal aliens, terrorists or felons that must be verified and documented by adequate records.

(c) Further, while this 2023 Fiscal Budget of EEC Expenditure Limitation at \$1,352,658,536 appears to be about 28% higher than 2022's comparative amount of \$1,058,074,338, there is little detail available to the public to support this increase such as salaries and benefits paid to the city employees, staff, Mayor and Council Members.

I request a detailed written response from the City Manager, Mayor and /or Council Members to the above points of record.

Thank you. Leslie Minkus

Chandler Resident - 3372 E Gemini Ct Chandler, AZ 85249

(c) 847-927-0856 (email) faminkus@msn.com

FARHANA SHIFA, 5755 W. Drake Ct., thanked Mayor and Council for approving funding for programs and initiatives in the City. Ms. Shifa thanked Councilmember Lopez for his recognition of Board and Commission members. Ms. Shifa has served as a member on the Arts Commission for six years, and the Arts Commission received additional funding for student programs. The art community and teacher community appreciate it. She recognized Peter Bugg, Visual Arts Coordinator, and other Arts commissioners for working to promote local artists and art initiatives.

COUNCILMEMBER ORLANDO thanked Ms. Shifa.

Close Public Hearing

MAYOR HARTKE closed the public hearing.

Unscheduled Public Appearances

None.

Adjourn

The meeting was adjourned at 6:22 p.m.

ATTEST: *Dana R. D'Song*
City Clerk

Kevin Harthe
Mayor

Approval Date of Minutes: June 23, 2022

Certification

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of Regular Meeting of the City Council of Chandler, Arizona, held on the 9th day of June 2022. I further certify that the meeting was duly called and held and that a quorum was present.

DATED this 23rd day of June, 2022.

Dana R. D'Song
City Clerk

