



MANAGEMENT COMMITTEE

FRIDAY, JUNE 16, 2006

**CAAG CONFERENCE ROOM
SUPERIOR, ARIZONA**

M I N U T E S

I. CALL TO ORDER

Chair Patel called the meeting to order at 10:05 a.m.

II. PLEDGE OF ALLEGIANCE

Chair Patel led the Management Committee, guests and CAAG staff in the Pledge of Allegiance.

III. ROLL CALL AND INTRODUCTIONS

Members Present: Himanshu Patel, Robert Mawson, David Fletcher, Fred Carpenter, Terry Doolittle, Ralph Velez, Gary Eide, Mark Young for Joe LaFortune, Bob Flatley, Sylvia Kerlock, Richard Wilkie for Jim Thompson, Bryant Powell, Jim McFellin, Shannon Ortiz, Bob Lorona, Lanny Sloan

Members Absent: Manoj Vyas, Brent Billingsley

Guests: Steve Besich, Mike Vogel, Rosa Bruce, Trevor Hill

Staff: Maxine Leather, Craig Ringer, Yvonne Kube, Bill Leister, Heather Patel, Peter Armenta, Cathy Melvin, Joan Phillips, Andrea Robles

Consultant: Jack Tomasik

IV. APPROVAL OF MINUTES

Chair Patel asked for a motion to approve the minutes from March 10, 2006. Mr. Doolittle made a motion to approve the minutes as presented. Mr. Fletcher seconded the motion. The motion was unanimously approved.

GILA COUNTY: GLOBE, HAYDEN, MIAMI, PAYSON, STAR VALLEY, WINKELMAN

PINAL COUNTY: APACHE JUNCTION, CASA GRANDE, COOLIDGE, ELOY, FLORENCE, KEARNY, MAMMOTH, MARICOPA, QUEEN CREEK, SUPERIOR

V. NEW BUSINESS

A. Review, Discussion and Recommendation to move the CDBG Application FY 06 Regional Account Applications forward

Ms. Patel stated 13 applications were received for the CDBG FY 2006 Regional Account funding. She stated the applications will be submitted to the Arizona Department of Housing before the June 30, 2006 deadline. Mr. Eide made a motion to recommend to Regional Council to move the CDBG Application FY 06 Regional Account Applications forward. Mr. Fletcher seconded the motion. The motion passed unanimously.

B. Pinal County Housing Affordability Study

Ms. Patel explained a group of people from Pinal County met in May in which a consultant was hired to conduct a Housing Study for the entire county. Ms. Dusenberry briefed the Management Committee on the meeting. Ms. Bruce encouraged the communities to participate. Questions and discussion followed. This item was for information only.

C. RFP Wording for CAAG to Provide Public Participation Services, Environmental Review and Socioeconomic Analyses

Ms. Leather stated the RFP wording for CAAG to provide Public Participation Services, Environmental Review and Socioeconomic Analyses has gone before CAAG's Attorney. She explained that Ms. Patel and Mr. Armenta had received training in Public Participation in which they are now certified. Questions and Discussion followed. This item was for information only.

REVIEW OF REGIONAL COUNCIL AGENDA BEGINNING AT AGENDA ITEM VI FINANCIAL REPORT

VI. FINANCIAL REPORT

Ms. Kube provided the financial statements through April 30, 2006. Mr. Mawson made a motion to recommend to Regional Council approval for filing of the financial statements ending April 30, 2006. Mr. Fletcher seconded the motion. The motion passed unanimously

VII. REPORTS

A. Director's Report

Ms. Leather announced that CAAG has received four new funding sources since completing the budget. This item was for information only.

B. Planning Director's Report

Mr. Tomasik provided a brief update on the Planning Department which included a Power Point Presentation on Population Estimates and Development Project Databases. Handouts were provided to the Management Committee. He informed the Committee of meetings that he and Ms. Leather have been attending. Questions and discussion followed Mr. Tomasik's presentation. This item was for information only.

VIII. NEW BUSINESS

A. Review, Discussion, and Decision on FY 2005-06 Budget Amendment Resolution No. 2006-6

Ms. Leather explained that every year it is required a Resolution amending the Budget be passed. Mr. Carpenter made a motion to recommend to Regional Council approval of the FY 2005-06 Budget Amendment Resolution No. 2006-6. Mr. Eide seconded the motion. The motion passed unanimously.

B. Review, Discussion and Decision on FY 2006-07 General Assessment

Ms. Leather stated that every year the Regional Council passes a General Assessment for the operation of CAAG. She explained this year it was suggested to increase the General Assessment from \$50,000 to \$75,000 to cover any additional expenses. A handout was provided to the Management Committee showing Star Valley as part of the General Assessment. Questions and discussion followed. Mr. Velez made a motion to recommend to Regional Council approval of the FY 2006-07 General Assessment. Mr. Powell seconded the motion. The motion passed unanimously.

C. Review, Discussion and Decision on FY 2006-07 Special Assessment

Ms. Leather explained the Special Assessment will provide a total of \$425,535 to the CAAG budget to fund the Planning Department. She stated that several meetings had been held to discuss the Special Assessment. Questions and discussion followed. Mr. Mawon made a motion to recommend to Regional Council approval of the FY 2006-07 Special Assessment. Mr. Doolittle seconded the motion. The motion passed.

D. Review, Discussion and Decision on FY 2006-07 Budget Adoption

Ms. Leather stated the handouts provided were revised pages that will be included in the budget. Questions and discussion followed. Mr. Carpenter made a motion to recommend to Regional Council approval of the FY 2006-07 Budget Adoption. Mr. Velez seconded the motion. The motion passed.

E. Review, Discussion and Decision on Revisions to the CAAG Bylaws

Ms. Leather stated that it was suggested if a Special Assessment passes affecting only certain member entities, then only those members paying the Special Assessment should be allowed to vote on issues regarding the special assessment. Questions and discussion followed. Mr. Flatley made a motion to recommend to Regional Council approval of the

revisions to the CAAG Bylaws. Mr. Fletcher seconded the motion. The motion passed unanimously.

F. CAAG 208 Areawide Water Quality Management Plan Update Amendment for Palo Verde Utilities Company Consolidated Service Area

a. Review, Discussion and Decision on approving the above proposed amendment.

Mr. Armenta stated that the Environmental Planning Committee recommended approval of the CAAG 208 Plan Update Amendment for Palo Verde Utilities Company (PVUC) Consolidated Service Area and new construction of five new Water Reclamation Facilities, contingent upon an issuance of a CC&N from the Arizona Corporation Commission. Questions and discussion followed. Mr. Doolittle made a motion to recommend to Regional Council approval of the CAAG 208 Plan Update Amendment for Palo Verde Utilities Company (PVUC) Consolidated Service Area. Mr. Carpenter seconded the motion. The motion passed.

b. Review, Discussion and Decision on accepting Resolution No. 2006-7 in support of the above proposed amendment

Mr. Armenta stated that the Environmental Planning Committee Chair had revised the Resolution which was provided as a handout to the Management Committee. Questions and discussion followed. Mr. Doolittle made a motion to recommend to Regional Council approval of Resolution No. 2006-7 without EPC's resolution subject to ADEQ's recommendations. Mr. Carpenter seconded the motion. The motion passed.

G. Review, Discussion and Recommendation to move the CDBG FY 2006 Regional Account Applications Forward, to the Arizona Department of Housing

Ms. Patel informed the Management Committee that this item was on the Management Committee Agenda. Mr. Eide made a motion to recommend to Regional Council to move the CDBG FY 2006 Regional Account Applications forward, to the Arizona Department of Housing. Mr. Carpenter seconded the motion. The motion passed unanimously.

H. Review, Discussion and Decision on the SFY 2007 Social Service Block Grant (SSBG) Allocations

Ms. Melvin informed the Management Committee that the Percentage Allocations that were passed in January was based on the State's assumption that funding would be at the 2006 level. She stated that CAAG had been notified by the State that the SSBG may receive reductions in the amount of 19.72 % meaning the reduction of funding to individual programs. Ms. Melvin stated that staff had held a joint meeting of the HSAC and TAC meeting and due to the lack of a quorum there was no recommendations. Mr. Fletcher made a motion to recommend to Regional Council approval of the SFY 2007 SSBG Allocations. Mr. Powell seconded the motion. The motion passed unanimously.

I. Request to transfer the 208 Water Quality Plan Amendment for Arizona Utility Supply and Services, LLC, dated September 2003, to Johnson Utilities Company, LLC contingent upon the transfer of the CC&N by the Arizona Corporation Commission

Due to questions on the reassignment item VII I was removed from the Regional Council agenda.

J. CAAG FY 2005-06 Annual Report

Annual Report to be handed out at Regional Council Meeting.

K. Transportation Planning Update

Mr. Leister provided a brief update on the Rural Transportation Summit. He stated that CAAG will be hosting the Summit this year in January at the Francisco Grande in Casa Grande. The dates for the Transportation Summit are January 17, 18, and 19, 2007. This item was for information only.

L. CDBG Update

Ms. Patel provided the Management Committee with an update on the CDBG Department. She stated staff has completed six State Special Projects and 13 Regional Account Applications on behalf of our communities. Ms. Patel explained that on June 15th the Director from the Arizona Department of Housing will meet with the COG's to discuss any concerns with the department and the program. This item was for information only.

M. Environmental Planning Committee Appointment

Mr. Armenta stated that John Breninger has retired from the Environmental Planning Committee and will be recognized for his years of service at the Regional Council meeting. He stated staff contacted Gila County and as a result they have selected Jake Garrett to represent Gila County. This item was for information only.

IX. NEW BUSINESS – ECONOMIC DEVELOPMENT BOARD

A. Approval of the CAAG 2006 Comprehensive Economic Development Strategy

Mr. Ringer stated that each year CAAG is required to submit an update of its Comprehensive Economic Development Strategy (CEDS). He explained that only the pages that are being revised are being submitted. Questions and discussion followed. Mr. Powell made a motion to recommend to Regional Council approval of the 2006 CEDS. Mr. Mawson seconded the motion. The motion passed unanimously.

RETURN TO MANAGEMENT COMMITTEE AGENDA

VII. UPDATES

Members in attendance provided updates for their communities

VIII. CALL TO THE PUBLIC

No one answered the Call to the Public.

IX. CALL TO THE COMMITTEE

No one answered the Call to the Committee

X. ADJOURNMENT

Chair Patel adjourned the meeting at 12:05 p.m.

Approved on _____