

MINUTES OF THE REGULAR MEETING OF THE TOWN COUNCIL OF THE TOWN OF PINETOP-LAKESIDE, ARIZONA, HELD MARCH 4, 2010 AT 7:00 P.M. IN THE TOWN COUNCIL CHAMBERS.

Mayor Smith called the Regular Meeting to order at 7:00 p.m. Roll call was taken as follows:

<u>ROLL CALL:</u>	<u>Present</u>	<u>Absent</u>		<u>Present</u>	<u>Absent</u>
Mayor Luke Smith	<u>X</u>	_____	Stephanie Irwin	<u>X</u>	_____
Vice Mayor Rich Crockett	<u>X</u>	_____	Kim Webb	<u>X</u>	_____
Woody Biscoe	<u>X</u>	_____	Leslee Wessel	<u>X</u>	_____
Norris Dodd	<u>X</u>	_____			

STAFF PRESENT:

Kelly Udall, Town Manager; Rosemary Rosales, Town Attorney; Lu Anne Frost, Town Clerk; Mary French-Jones, Grant Coordinator; John Vuolo, Parks and Recreation Director; Jessica Grey, Library Director; and Woody Eldredge, Chief of Police.

ITEM NO. 2, PLEDGE OF ALLEGIANCE AND INVOCATION:

The Pledge of Allegiance was said, followed with an invocation by Vice Mayor Crockett.

ITEM NO. 3, CALL TO THE PUBLIC:

Mayor Smith explained the rules for Call to the Public.

Jim Beck thanked those who participated in the recent Peoples' vision committee (PVC) Town Hall. He stated, at the Town Hall, Councilwoman Wessel asked why there was so much hostility between citizens, Council and staff. He said one of the questions asked in their survey was if people feel the Council and staff properly represent the people of Pinetop-Lakeside. He said there were six times more no votes than yes votes. He said they were told the Town does not listen to the people, and the Town does what it wants, no matter what. He said people do not want zoning changes, and said they believe there is unequal distribution of justice on the Council. He stated there is no excuse, and said people get upset when they see cuts in vital services, while some less important programs continue on despite economic hardship.

Mark Jacobs stated he would like to address Councilwoman Wessel's comments, and thanked those who attended the meeting. He said before they can move forward as a community without such hostility; they need to address some uncomfortable issues. He suggested scheduling an agenda item or workshop to come together and acknowledge their differences before they can figure out what can unite the community. He stated the Council could be the model, not ASAP or PVC, by doing something to bring the people together; and by taking a more moderate view that is not so extreme.

Wes Alderson stated he has been able to get the concept of a Pinetop Film Festival going. He said he and his wife attended Sundance and Sedona and gathered names and numbers. He said he would like to meet and would need help from the Chamber. He said Main Street has taken

credit for the Sierra Blanca development, but he said a couple of years ago they had lost it to Show Low. He said a Planning and Zoning Commission meeting was cancelled without notification; and said Robert Ingels waited on the steps that evening and told him about it. He stated he suggested to Mr. Udall that an apology to the owner would help, and said Mr. Udall directed Paul Esparza to do that. He said the people were brought up and taken care of. He said it had nothing to do with Main Street, and to give credit to the people who deserve it.

ITEM NO. 4, CONSENT AGENDA:

The consent agenda consisted of the Minutes of the Work Session and Regular Meeting of February 18, 2010; Minutes of the Town Council Retreat of January 27, 2010; Minutes of the Special Meeting of February 17, 2010; Check Register for January 2010; and Resolution No. 10-1107 Agreeing to Act as Fiscal Agent for the Pinetop-Lakeside Senior Citizens Congregate Meal Program FY 2010-2011.

Councilwoman Irwin questioned page 17 of the Minutes of the Town Council Retreat of January 27, 2010. She said Councilman Webb made the statement instead of Councilman Biscoe.

**COUNCILMAN DODD MOVED THE COUNCIL APPROVE THE CONSENT AGENDA WITH AN AMENDMENT TO THE MINUTES OF JANUARY 27, 2010 TO REFLECT COUNCILMAN WEBB MADE THE STATEMENT ON PAGE 3, PARAGRAPH 2. COUNCILWOMAN IRWIN SECONDED THE MOTION AND IT CARRIED UNANIMOUSLY.**

ITEM NO. 5, INTRODUCTION OF VISTA VOLUNTEER, RHETTE ROGOZINSKI:

Mary French-Jones stated it is with great pleasure to introduce Rhetta Rogozinski, the VISTA volunteer for the next 11 months. She said she is assisting in so many ways, particularly with the LSTA grant. She stated Ms. Rogozinski is from Pittsburgh with a degree in media. She thanked them for their support. Ms. Rogozinski stated she is still finding her way around.

ITEM NO. 6, MAYOR'S SPOTLIGHT ON BUSINESS – WEST USA REALTY AND KENTUCKY FRIED CHICKEN:

Mayor Smith presented plaques to Mike and Debbie Haupt of West USA Realty and Mark Jacobs of Kentucky Fried Chicken; and thanked them for their contributions to the community. He stated these two businesses made it possible for the Council Retreat costs to be the least expensive ever; totaling \$177.00. He stated West USA provided the conference room and Kentucky Fried Chicken provided the food. Councilman Biscoe accepted the award on behalf of West USA Realty.

ITEM NO. 7, MAYOR'S PROCLAMATION OF MARCH 2010 AS RED CROSS MONTH IN PINETOP-LAKESIDE:

Mayor Smith proclaimed March 2010 as Red Cross Month in the Town of Pinetop-Lakeside.

ITEM NO. 8, PINETOP-LAKESIDE CHAMBER OF COMMERCE UPDATE BY BEVERLY STEPP:

Beverly Stepp stated the Chamber of Commerce maintains and staffs the Visitor Center, which is open Monday through Friday from 8:30 a.m. to 4:30 p.m. and Saturday during the summer from 10:00 a.m. to 2:00 p.m. She explained they saw about 7,900 people come through the doors, and said that number does not include those attending events. She said they are knowledgeable about the area and what it has to offer, and said they provide monthly statistics to the Town through the Advertising and Promotion Committee. She stated they also track phone referrals and accommodation numbers. She said they added a temporary employee last summer; added the Escape to Fun DVD to the website; followed the Capital Christmas Tree's journey; and used the 25<sup>th</sup> Anniversary logo. She stated they are the destination marketing location for last five years and have received excellent ratings. She said they attended Arizona Office of Tourism workshops; brought the CASI Chili Cook-off to Pinetop-Lakeside; organized Stash the Trash day, participated in the 25<sup>th</sup> Anniversary celebration and Christmas lighting project; partnered with the Nature Center for the Wildlife Festival; and are working with the Northern Arizona Council of Governments to hold the 2010 Fall Conference in the area.

Vice Mayor Crockett stated the phone inquiries and e-mail requests show a high percentage, but others seem to be low, and asked for an explanation. Ms. Stepp stated phone inquiries come in to the direct or 800 line; and said e-mail requests come through the website or to info@pinetoplakesidechamber.com. She explained they separated the phone inquiries from the 800 number calls, as additional revenue for this comes from the Advertising and Promotion Committee. Vice Mayor Crockett asked if CASI is coming back. Ms. Stepp stated that is what she has heard. Vice Mayor Crockett stated the Hospice volunteers were very helpful last year. John Vuolo stated he spoke with the promoter and stated Hospice is not interested in helping this year. He added the Chili Cook-off would be moved to The Orchard at Charlie Clark's and said they are looking for a sponsor.

ITEM NO. 9, RESOLUTION NO. 10-1108 AUTHORIZING THE SUBMISSION OF AN APPLICATION TO THE EASTERN ARIZONA COUNTIES RESOURCE ADVISORY COMMITTEE (RAC) SECURE RURAL SCHOOLS AND COMMUNITIES SELF-DETERMINATION ACT OF 2000 FUNDS:

Ms. French-Jones stated this is a long time coming and thanked Councilman Dodd for his assistance in the application process; the White Mountain Land Trust for matching leverage in the amount of \$8,500; and the Save Our Park Committee for committing \$8,500 toward the project. She said this project took hard work from all of the organizations; including the Woodland Lake Park Committee, White Mountain Land Trust, Save Our Park Committee and the Town. She said the Town and the stakeholders completed a restricted appraisal for the 583 acres, which was forwarded to the U. S. Forest Service. She stated this would complete the environmental assessment as the first step toward any type of movement that goes back 20 plus years. She stated the cursory estimate for the NEPA study is approximately \$92,000. She said the process would take one year or longer, depending on the type of obstacles or barriers that may be encountered along the way.

Barbara Teague stated the Save Our Park Committee is very pleased to support this application for Resource Advisory Committee (RAC) grant funds towards the NEPA study for the Park. She

stated the Park cannot be sold without the NEPA study being completed; and said this is a big step in the process. She stated the NEPA study would provide a public forum and would allow the community to discuss and address the environmental guidelines. She stated donors would like the major part of the Park would remain in the natural state retaining existing habitat for vegetation, water and wildlife. Lynn Krigbaum added, on behalf of the Save Our Park Committee and White Mountain Land Trust, they appreciate that the grant is ready to go.

Vice Mayor Crockett stated the background information indicates the project was less than \$75,000. Ms. French-Jones stated that is due to the assistance of the Save Our Park Committee and White Mountain Land Trust. She stated generally RAC would support requests under \$75,000; however, she said several counties are involved in the determination and although they may think it extremely meritorious, it is significant to the region. She said they want to make sure they can leverage with as much as there is to offer. Councilman Dodd pointed out the contributions are more than just financial, and said it shows a wide based commitment from the community. He said the RAC has not funded pure NEPA studies, but said they have a District Ranger who would help convey the unique nature of this request. He pointed out the estimate obtained is for an environmental analysis which would indicate if they have to go to next level of an environmental impact study, costing up to \$300,000. He said no significant cultural resources or endangered species have been discovered to date, but said there are key resource values. He said the area of potential significance is the social realm; potentially with controversy. He said they are working hard to set that aside; presenting a unified front, and hoping not to get to the point of an environmental impact study, as the Town could not afford it.

**VICE MAYOR CROCKETT MOVED TO APPROVE RESOLUTION NO. 10-1108, AUTHORIZING THE SUBMISSION OF AN APPLICATION TO THE EASTERN ARIZONA COUNTIES RESOURCE ADVISORY COMMITTEE (RAC) SECURE RURAL SCHOOLS AND COMMUNITIES SELF-DETERMINATION ACT OF 2000 FUNDS. COUNCILWOMAN WESSEL SECONDED THE MOTION AND IT CARRIED UNANIMOUSLY.**

ITEM NO. 10, RESOLUTION NO. 10-1109 AUTHORIZING THE SUBMISSION OF AN APPLICATION TO ARIZONA STATE LIBRARY, ARCHIVES AND PUBLIC RECORDS LIBRARY SERVICES AND TECHNOLOGY ACT (LSTA) FUNDS FOR EQUIPMENT PURCHASE AND THE USE OF IN-KIND PROJECT PERSONNEL:

Ms. Rogozinski stated the resolution pertains to enhanced technology at the Library. She said this is Phase II in the process to help staff maintain the Library collection. She said the requested amount is \$15,000, with matching funds of \$1,500 for in-kind personnel leverage. She thanked the Mayors Youth Advisory Committee, Pinetop-Lakeside Police Explorers and Friends of the Larson Library for their assistance.

**COUNCILWOMAN WESSEL MOVED TO APPROVE RESOLUTION NO. 10-1109, AUTHORIZING THE SUBMISSION OF AN APPLICATION TO ARIZONA STATE LIBRARY, ARCHIVES AND PUBLIC RECORDS LIBRARY SERVICES AND TECHNOLOGY ACT FUNDS FOR EQUIPMENT PURCHASE AND THE USE OF IN-KIND PROJECT PERSONNEL. VICE MAYOR CROCKETT SECONDED THE MOTION AND IT CARRIED UNANIMOUSLY.**

ITEM NO. 11, RESOLUTION NO. 10-1110 SUPPORTING THE SUBMISSION OF A SECURE RURAL SCHOOLS TITLE II PROJECT GRANT TO THE EASTERN ARIZONA COUNTIES RESOURCE ADVISORY COMMITTEE BY THE WHITE MOUNTAIN WILDLIFE AND NATURE CENTER, INC. FOR FOREST HEALTH EDUCATION AND INTERPRETATION:

Councilman Dodd and Councilwoman Irwin stated they had a conflict of interest on this item and Item No. 12, and excused themselves from the meeting at this time.

John Jarchow stated the resolution was crafted very well; and said it would bring \$39,000 into the community. He said this amount could provide seed money and snowball into a greater sum.

**VICE MAYOR CROCKETT MOVED TO APPROVE RESOLUTION NO. 10-1110, SUPPORTING THE SUBMISSION OF A SECURE RURAL SCHOOLS TITLE II PROJECT GRANT TO THE EASTERN ARIZONA COUNTIES RESOURCE ADVISORY COMMITTEE BY THE WHITE MOUNTAIN WILDLIFE AND NATURE CENTER, INC. FOR FOREST HEALTH EDUCATION AND INTERPRETATION. COUNCILMAN BISCOE SECONDED THE MOTION AND IT CARRIED UNANIMOUSLY.**

ITEM NO. 12, RESOLUTION NO. 10-1111 ADOPTING A PRIVATE LANDS AGREEMENT FOR THE TOWN OF PINETOP-LAKESIDE WETLAND CREATION AND INTERPRETATION PROJECT BETWEEN THE TOWN OF PINETOP-LAKESIDE, THE WHITE MOUNTAIN WILDLIFE & NATURE CENTER, INC. AND THE U.S. FISH AND WILDLIFE SERVICE:

John Vuolo provided maps for the Council and public to view. He stated this agreement would create a wetland site at the Mountain Meadow Recreation Complex. He said it is a .5 acre site, but said the location would be based on where they can dig due to rocks. He said the \$57,000 project is funded by U.S. Fish and Wildlife, and in-kind services through the White Mountain Wildlife and Nature Center and the Town. He said the project has three elements; to create the .5 acre wetland site; create a viewing platform and boardwalk area that would parallel the wetland site for education as well as public interaction; and provide educational/interpretational signage. He said it would be a private financial agreement between the parties for ten years; and said the responsibilities include a Service Individual, U. S. Fish and Wildlife; Cooperator A, Town of Pinetop-Lakeside; and Cooperator B, White Mountain Wildlife and Nature Center. He said the responsibilities are clearly spelled out. He said the White Mountain Wildlife and Nature Center is not only taking on a large element of the funding, but also the operation and maintenance of the site, and said the Town would also play a role. He said the depth of the excavation would only be 2-3 feet. He said the water supply is fairly well connected to the large drainage basin, and added the pond provides irrigation for the fields and grass lands at Mountain Meadow. He said the vision of the Park includes a buffer between the active area and passive area, and needs an active environmental area. He said this would serve that purpose with a much greater opportunity to interact, and for wildlife to breed, especially ducks. He explained the White Mountains of Arizona area is the largest region for duck propagation. He said this would enhance and create an educational opportunity. He stated the County is also looking at grant programs to build wetlands, and said they anticipate this program would continue to be an educational and economic resource. He said the water would be added as part of the canal for a

storage area, and said they are asking to divert the water to the wetland and then deliver it back into the pond; which would require additional water storage and pumping to maintain water levels in the wetland habitat.

Mayor Smith asked if the bridge has been built. Mr. Vuolo stated it has. Councilwoman Wessel asked if additional water storage has been included in the plan. Mr. Vuolo stated the process would go through the engineering element, and said the Nature Center has stipulated to pay a percentage of the cost if the pump should require repairs. Vice Mayor Crockett stated the \$2,500 is strictly for equipment costs and not labor. Mr. Vuolo stated there could be labor involved. Mr. Udall clarified the Town staff would be operating the equipment.

Mr. Jarchow stated this is an economic development opportunity. He said by doing this they have an opportunity to bring in other funds.

Lloyd Pentecost stated a wetland is saturated with moisture permanently or seasonally. He said these swamps, marshes, bogs, once thought to be wastelands, are now considered an important economic resource. He said wetlands provide fish and wildlife habitats, many bird species nest or feed in wetlands. He stated wetlands are home to 31% of plant species in this country. He stressed this project is very important to help citizens understand the value of wetlands. He said he works for the local Arizona Audubon Society, and a habitat restoration coordinator for the Intermountain West Joint Venture Organization for Conservation, working in 11 states. He said he is speaking as a citizen of the Town with personal interest. He said funding organizations get interested when a Council supports a major contribution toward the education and enlightenment of its citizens. He stated the majority of the wetlands are in the White Mountains; and said the project would increase visibility to numerous agencies and organizations looking for partnerships. He stated approval of this project and the attendant educational program by the Council is an essential step to attract additional support and funding. Vice Mayor Crockett asked where the water comes from. Mr. Vuolo stated it is overflow from the drainage basin, which flows into the pond, over a spillway, over another drainage basin and drops down into Big Springs.

Mr. Alderson stated everything said is true, but understated. He stated his wife was a grant solicitor for the Culver City School System, and obtained grant monies to support a wetlands project. He said wetlands are spectacular and wonderful opportunities for children's education in life science. He said there is an amazing amount of tourist money that could be drawn into this community. He said this is another opportunity for volunteerism in the community. He said he thinks his wife would love to be involved.

Councilwoman Wessel complimented them on the project they have put together.

**COUNCILWOMAN WESSEL MOVED TO APPROVE RESOLUTION NO. 10-1111, ADOPTING A PRIVATE LANDS AGREEMENT FOR THE TOWN OF PINETOP-LAKESIDE WETLAND CREATION AND INTERPRETATION PROJECT BETWEEN THE TOWN OF PINETOP-LAKESIDE, THE WHITE MOUNTAIN WILDLIFE & NATURE CENTER, INC. AND THE U.S. FISH AND WILDLIFE SERVICE. COUNCILMAN BISCOE SECONDED THE MOTION AND IT CARRIED UNANIMOUSLY.**

Councilman Dodd and Councilwoman Irwin returned to the meeting at this time.

ITEM NO. 13, STAFF PRESENTATION OF A COMPLAINT FILED AGAINST THE TOWN OF PINETOP-LAKESIDE BY THE ATTORNEY GENERAL'S OFFICE, INCLUDING A FINAL CONSENT AGREEMENT:

Rosemary Rosales stated the Attorney General's office began an investigation of the Town's procurement process in 2008, which resulted in a complaint against the Town and V Mountain. She said there were two counts, constraint of trade and state procurement violations. She explained the complaint requested the Court impose penalties up to \$150,000, plus \$5,000 fines on each violation; consent requirements and attorney's fees. She said after months of negotiating and considering the complaint, the Town agreed to enter into a consent agreement; and based on the Code, presented it to the Council. She said the consent agreement was filed and said they are waiting for the Judge to sign the order. She stated the final consent agreement contains 11 specific agreements for the Town. They include not engaging in any procurement violations in the future; all future purchases to comply with laws; completing procurement training by June 30; and submitting the training plan to the Attorney General by March 30. She said she met with the Manager and Directors to coordinate a training program. She said outside trainers may be able to come to the Town and assist at very little cost to the Town. She stated plans have been made to train in phases, starting with the Manager and Directors, then train staff and the Council. She said they hope to start training in April. She went on to list the additional agreements which include procurement training for new employee orientation. She stated the Town currently provides procurement training with employee orientation, and would include the complaint and consent agreement to make them aware they are under consent order for the next three years. She said they would include language in the Request for Proposal competitive process to hire an auditor, which has been approved by the Attorney General's office. She stated the Audit Committee would take part in selecting the auditor as well. She stated they do not know if there would be additional costs for the audit at this point. She said they would develop an outreach program for contractors at a minimum of once per year for the next three years, inviting local contractors to come in and learn about upcoming projects, but said there is currently very little construction work being contracted out.

Ms. Rosales stated this investigation began in spring 2008, and upon her arrival to the Town in July of 2008, she began working immediately with the Public Works Director on the construction contracts. She said they assembled two separate bids for snow removal and road maintenance. She added these contracts were provided to the Attorney General, and said they were able to award new road maintenance and snow plowing contracts in compliance with the Attorney General's office, that fall. She said the outreach program would include all types of vendors and contractors, including professional services. She said they would do as much outreach as possible, including using the website, newspaper publications, and holding pre-bid conferences for RFPs and RFQs. She stated last year, the Town competitively bid several professional services, including the General Plan consultant and on-call engineering. She stated the Town would pay \$5,000 for partial reimbursement of costs and attorney's fees, and said the Town was not assessed for any other fines. She said the Town would report annually to the Attorney General's office regarding compliance. She said the Town would self report any violations, fully cooperate with the Attorney General's office in the future, and submit written reports upon request of the Attorney General regarding any provision. She said the case was assigned to Judge Butrick of the Maricopa County Superior Court. She stated the consent

agreement is essentially a settlement agreement that allows the Court to intervene if the Town fails to comply.

Mayor Smith asked about the release to the state. Ms. Rosales stated this would finalize the complaint. Councilwoman Wessel asked if a system has been put into place to remind them to provide the report each year. Ms. Rosales stated she has it calendared and said they are currently obtaining information from the departments regarding bidder's lists and other information to provide to the Attorney General's office. Councilwoman Wessel asked if there are no projects to bid, do they still need to do the outreach program. Ms. Rosales stated the Town needs to send a clear message there are opportunities for competitive bidding, and said this is an opportunity to put together a bidder's list for outreach purposes. She said the Town currently posts notices at the post offices, Town Hall, the newspaper and the Town website. Mayor Smith asked if there is a difference between a fine and a reimbursement for fees. Ms. Rosales stated the Attorney General had asked for a fine and reimbursement; but said the Town agreed to pay \$5,000 for attorney's fees and costs. Mayor Smith confirmed they were in agreement. Ms. Rosales stated the consent agreement clearly focuses on training and awareness, and outreach to make sure processes are in place. Mayor Smith stated this is a positive outcome in light of everything, and said the Town should now be better prepared to improve their systems in the future.

Mr. Beck stated everyday they hear about political corruption and accept it. He said people have the most influence within their own communities and assume government is the peoples' friend. He said it is up to the people to watch, listen and participate. He said they are now embroiled in a controversial scandal. He said the Attorney General's complaint is serious and they need to know all the facts. He added transparency in government is most important. He said the conclusion is there is something to hide, and said people assume the worse. He urged Council not to hide behind apologies and give the people answers. He said there should be no contract renewals until the public is satisfied and it warrants a round table discussion between the Town and interested citizens. Mayor Smith stated both the complaint and consent agreement are explicit, and contain open and detailed information.

Mr. Alderson stated he loves the Town not only for its ability to make money, but because it is beautiful. He stated Mike Lieby wrote an excellent article on this issue. He said there is a difference between restraint of trade and constraint of trade. He stated he is glad the Town is not being fined \$150,000 as it would waste taxpayers' money. He commented there are several steps that must be taken for citizens to regain trust in the government. He said full and open disclosure of the crimes and moral offenses, instead of cover-ups and admission is the first step. He said punishment is the second step which might include termination, repayment of monies; and profound apologies to the citizens.

Joe Russell read a letter he sent to the newspaper. He said he has lost all confidence in the Town government.

Mayor Smith asked if there is a difference between a civil complaint, civil lawsuit and a criminal investigation. Ms. Rosales stated a civil complaint and a civil lawsuit are essentially the same; and said a criminal complaint is completely different. She stated the Attorney General's office has the authority to investigate and go forward with either a civil or criminal lawsuit. Mayor Smith said they pursued civil rather than criminal charges. Ms. Rosales stated they never discussed criminal sanctions. Mayor Smith asked how many former employees of the Town

were involved in the investigation. Ms. Rosales stated this lawsuit goes back to 1994, and includes prior Public Works Directors, Managers, and employees involved in the process. She explained the project was initially competitively bid and resulted in a good contract at the time. She said the contract was in place to protect and indemnify the Town, but said the argument was to whether it was properly renewed. She said in entering into the consent agreement, the Town clearly admits responsibility and agrees to move forward to educate staff. Mayor Smith stated during those 16 years, other Council members and employees were involved. Ms. Rosales stated part of the investigation included previous Council members, employees who are here and some who are not. She added everything was done transparently and included in the Council minutes, and said citizens were aware of contracts being awarded, which were made public. She stated the Attorney General's office asked for minutes of some meetings when citizens came forward and asked if contracts were being competitively bid; at the same time the former Town Attorney and Manager were looking at different methods of bidding. She stated once she arrived in July, she began working with Public Works Director on road maintenance and snow plowing bids. Mayor Smith stated he believes the Town should apologize for the mistake; and commented the punishment is being issued by the State. He said they are redirecting, modifying and correcting their behavior. He said it is an important step to re-establish relationships and make sure it is known that Pinetop-Lakeside is open for business. He said the Town is doing its best to bid out and use funds as effectively as possible. He stated there was a mistake, but said it is important to move beyond and re-establish trust in the community.

Councilman Dodd stated the consent agreement reflects that Town and staff have accepted responsibility, acknowledged it will not happen again, and plans to move forward in a positive way.

ITEM NO. 14, CURRENT EVENTS BY TOWN MANAGER:

This item was heard during the work session.

ITEM NO. 15, TOWN COUNCIL CURRENT EVENT REPORTS ON ALL COUNCIL APPOINTED COMMITTEES, COMMUNITY ORGANIZATIONS AND AFFILIATES:

Councilwoman Irwin stated the Audit Committee would meet on March 18 to review the bids submitted. Vice Mayor Crockett gave condolences to the family of Jerry Croney and said Jerry was one to roll up his sleeves and get the job done. Councilman Biscoe asked if they could look into offering business licenses to those located in the county islands. Mayor Smith stated the White Mountain Wildlife and Nature Center Educator's Workshop would be held on March 13.

The regular meeting adjourned at 8:50 p.m.

Dated this 11<sup>th</sup> day of March 2010.

PINETOP-LAKESIDE TOWN COUNCIL

/s/ Lu Anne Frost, Town Clerk

CERTIFICATION:

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Regular Meeting of the Town Council of the Town of Pinetop-Lakeside, Arizona, held on the 4<sup>th</sup> day of March 2010. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this 11<sup>th</sup> day of March 2010.

/s/ Lu Anne Frost, Town Clerk