

MINUTES OF THE JULY 12, 2012 CITY COUNCIL MEETING
City Hall, 135 East Johnson Avenue, Chelan, Washington

1. CALL TO ORDER

The meeting was called to order at 6:00 p.m.

2. ROLL CALL

ELECTED OFFICIALS PRESENT: Mayor Goedde, Councilmembers Cooney, Harper, Higgins, Isenhart, McCardle, Morehouse. Steele.

STAFF PRESENT: Administrator Reinbold, Attorney Galbraith, Clerk/Administrative Assistant Gallucci, Finance Director Grant, Planning & Community Development Director Gildroy, Public Works Director Van Epps.

3. AGENDA CHANGES

None.

4. CITIZEN COMMENTS

- A. Marianne Patton, 2427 West Woodin, thanked the Council for their foresight in purchasing the Masonic Temple for the new library. She discussed how isolated our world is becoming in the digital age and she feels the library will bring people together. She stated she appreciates all the time, work, and fundraising efforts and hopes the Council continues moving forward with the same fortitude and enthusiasm.
- B. Aaron England, 136 E Johnson, voiced various concerns and frustrations with the Johnson Avenue project and the economical impact it's had on his business. He thanked Councilmember Higgins for allowing them to use his parking lot but requested more assistance with parking and signage. Several Councilmembers stated they shared his concerns and expressed ideas on how to offset some of the impact. Councilmember Steele stated the Chamber will take on advertising for the Johnson Avenue businesses. Public Works Director Van Epps reported the project is scheduled to be completed by the end of next week.
- C. Jeime Echavarria, Maki Sushi - 127 E Johnson – Agreed with Aaron's comments. He requested approval to put a sandwich board sign up on Woodin to direct people to his business. Planning & Community Development Director Gildroy asked Echavarria to come in the following day and he would assist him.

5. CONSENT AGENDA

Mr. Steele moved to approve the consent agenda as follows. Second by Councilmember Cooney. Motion passed unanimously.

- A. Approve Minutes of June 28, 2012 Regular City Council Meeting
- B. Approve Claim Warrants No. 79426 – 79521 totaling \$ 906 614.08 and Payroll Warrants No. 38691 - 38816 totaling \$ 231,523.01

6. SPECIAL PRESENTATIONS

None

7. PUBLIC HEARINGS

None

8. ORDINANCES, RESOLUTIONS AND OTHER ACTION ITEMS

- A. LIBRARY EXPANSION PROJECT – ARCHITECTURAL SERVICES EXTENSION AGREEMENT: City Administrator Reinbold reminded Council Hibbard Architecture and Planning was awarded the contract to complete the grant writing, design and schematics for the Planning Only Community Development Block Grant for the new library. Goal D in the CDBG grant allows for the option of extending the architectural and planning agreement into the design stage of the project once the grant is awarded. Mr. Reinbold recommended extending the agreement with Hibbard Architecture and Planning to include architectural services for the design of the improvements to complete the library.

Councilmember McCardle moved to approve extending the agreement with Hibbard Architecture and Planning for continued fundraising, architectural services and construction management for the Library Expansion Project and authorize the Mayor to sign the extension agreement. Second by Mr. Steele. Motion passed unanimously.

- B. JOHNSON AVENUE PEDESTRIAN SAFETY PROJECT – CHANGE ORDER #2: Mr. Van Epps explained the original project design did not include the installation of 120v receptacles on the street lights. The electrical subcontractor indicated the poles have the capacity to have receptacles and staff recommended the receptacles be installed during the construction phase.

Mr. Cooney moved to authorize the Mayor to sign Change Order #2 on the Johnson Avenue Pedestrian Safety Project to provide additional wiring for 120V receptacles on sixteen (16) new luminaires in the amount of \$12,298.16 which includes all labor, materials, and equipment to complete the work. Second by Councilmember Isenhart. Motion passed unanimously.

- C. BOND COUNSEL SERVICES ENGAGEMENT LETTER AND BUDGET AMENDMENT: Finance Director Grant reminded Council they had previously authorized the Mayor to sign an agreement for financial advisory services to assist the City with bond services. It is now necessary to secure legal counsel for the bond services.

Mr. Steele moved to authorize the Mayor to sign the Engagement Letter for Bond Counsel Services Regarding the Issuance of a Limited Tax General Obligation Improvement and Refunding Bond. Second by Councilmember Morehouse. Motion passed unanimously.

AND

Mr. Morehouse moved to authorize a budget amendment in the amount of \$15,300 to be used for professional services related to the issuance of a Limited Tax General Obligation Bond. Second by Councilmember Harper. Motion passed unanimously.

- D. AUTHORIZATION FOR BUDGET AMENDMENT, BOND ISSUANCE FOR THE SHORELINE RESTORATION/BEACH ENHANCEMENT/MARINA EXPANSION PROJECT AND THE LTGO BOND PURCHASE : Ms. Grant discussed the proposed ordinance and reported the best bond offer came from North Cascades National Bank with a fixed interest rate of 2.85% for 15 years with quarterly payments. The bond will be also be used to pay off the purchase of the Masonic Temple saving the City \$44,800 in debt services costs. The remainder of the bond will be allocated to the construction fund to be utilized with the grant money.

Ms. Isenhart moved to adopt the ordinance providing for the issuance, sale and delivery of \$2,077,990 principal amount Limited Tax General Obligation Improvement and Refunding Bond and authorize the Mayor to sign the North Cascades National Bank LTGO Bond Purchase Offer. Second by Ms. McCardle, motion passed unanimously.

AND

Ms. Isenhart moved to authorize an amendment to the budget in the amount necessary to provide for the payoff of the promissory note held for the purchase of the Masonic Temple building. Second by Mr. Steele. Motion passed unanimously.

- E. PUBLIC WORKS TRUST FUND LOAN BUDGET AMENDMENT: Ms. Grant explained when the City assumed the Isenhart Irrigation District, it inherited three public works trust fund loans. Grant stated there is over one million dollars in the construction fund and requested a budget amendment to pay off one of the three loans which will save the City approximately \$5,000 in interest.

Mr. Morehouse moved to authorize a budget amendment in an amount not to exceed \$60,000 to be used for the payoff of PWTF loan #PW-97-791-PRE-117. Second by Ms. Isenhart. Motion passed unanimously.

- F. NEW CINGULAR WIRELESS LAWSUIT SETTLEMENT : City Attorney Galbraith reported the City was one of several cities being sued by New Cingular Wireless for utility taxes allegedly paid for data services for internet use which New Cingular claims is not subject to taxation by municipalities. Mr. Galbraith's initial strategy was to partner with other cities in the lawsuit but determined it is more economical for the City to settle than participate. Mr. Galbraith did modify the agreement to state the City does not accept liability and is settling for economic reasons.

Ms. McCardle moved to approve the proposed settlement payment of \$3,180.00 to New Cingular Wireless for utility taxes voluntarily paid by New Cingular Wireless and to authorize the Mayor to execute the proposed Settlement Agreement as amended by the City Attorney. Second by Mr. Morehouse. Motion passed unanimously.

9. MAYOR AND COUNCIL COMMENTS

- A. STAFF APPRECIATION: Mr. Steele and Mr. Morehouse thanked staff for their efforts. Isenhart concurred and stated the letters which are written show there is follow up when testimony is given by citizens.
- B. MS. PATTON'S COMMENTS: Mr. Cooney stated she gave a wonderful presentation and appreciated the compliments she gave to Council.
- C. JOHNSON AVENUE PEDESTRIAN SAFETY PROJECT: Several Councilmembers discussed the status of the Johnson Avenue Pedestrian Safety Project and the details regarding the finished appearance. All expressed their concern for the impacted businesses.
- D. TOWN TOYOTA CENTER: Mr. Cooney distributed minutes of the Public Facilities District Board meeting and reported progress is being made toward the issuance of a new bond. He stated he is paying for all expenses for these meetings out of his own pocket with no City funds involved.
- E. STRATEGIC PLANNING RETREAT: Councilmembers and the Mayor discussed the scope and timing of the retreat process.
- F. POLITICAL SIGNS ON THE PUBLIC RIGHT AWAY: Councilmember Higgins inquired how the Municipal Code addressed political signs on a public right of way. Mr. Gildroy advised Title 14 is limited in the regulation of political signs due to freedom of speech issues. It only addresses signs within the right of way if there is required maintenance or sight impediment and when the signs can be put up and removed.
- G. REGIONAL SUPPORT NETWORK: Ms. Isenhart reported the Regional Support Network has been dealing with the rapid jump in suicides. They were given a half price offer for a web portal with an incredible amount of information on suicide which will also be utilized for military support and the area agency on aging. It will be online by August.
- H. NORTH CENTRAL WASHINGTON ECONOMIC DEVELOPMENT DISTRICT: Ms. Isenhart reported on the Pybus Market and Sustainability Center being built in Wenatchee where local agriculture will have booths and will interface with the retail market.
- I. WOODIN AVENUE BRIDGE IMPROVEMENTS: Mr. Higgins inquired about the status of the Woodin Avenue Bridge Improvements Project. Van Epps advised the City has issued a request for qualifications for engineering services.

Mayor Goedde reported he and Mr. Van Epps had inquired about an STP grant for the bridge but the City does not qualify.

- J. SANDERS & WOODIN LEFT TURN LANES: Mr. Goedde and Mr. Van Epps discussed left turn lanes for Sanders onto Woodin. This will be a definitive left turn going east and west which will assist in traffic flow. DOT has agreed and the City will be moving forward with the project.
- K. FUNDING FOR TRAILS: Mr. Goedde is working with the superintendent of the schools. The City received a letter of support from him for the Safe Routes to Schools. Mr. Goedde will also ask his input on the primitive East Chelan trails from the football field up to Wal-Mart as well as the baseball and soccer fields. Making improvements will be helpful when the City is looking for funding.
- L. CHELAN DOUGLAS COUNTY HEALTH BOARD: Mr. Goedde advised there is a vacancy on the board.
- M. CITY ADMINISTRATOR'S REPLACEMENT: Mr. Goedde recommends the City do this professionally and contract with Prothman with the request the recruitment pool be limited to the Northwest.

Mr. Steele moved to authorize the Mayor to enter into an agreement with Prothman & Associates to begin the recruitment process for City Administrator. Second by Mr. Morehouse. Motion passed 6 – 1, with Mr. Harper voting nay.

10. CITY ADMINISTRATOR'S REPORT

- A. SHERIFF'S REPORT: Mr. Reinbold reported Mr. Goedde, Mr. Harper, Commissioner England, Sheriff Burnett and Sgt. Huddleston met as required by the City's contract with the Sheriff's Department. They discussed several topics and although there are still some issues to resolve, Mr. Reinbold felt it was a good meeting. He will send the report out in an email.
- B. GENERAL GOVERNMENT/FINANCE MEETINGS: Reinbold stated reports would be out shortly.

11. RECESS (AIRPORT BOARD MEETING)

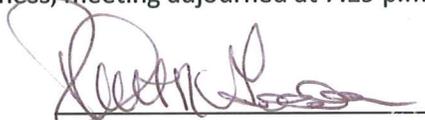
Council meeting was recessed at 7:18 p.m. to allow the Mayor and Councilmembers to participate in the regular meeting of the Airport Board. Council meeting reconvened at 7:19 p.m. following adjournment of the Airport Board meeting.

11. ADJOURNMENT

There being no further business, meeting adjourned at 7:19 p.m.



Peri S. Gallucci
City Clerk



Robert R. Goedde, Mayor
Mayor

DATE APPROVED BY COUNCIL:
July 26, 2012