

MINUTES OF THE NOVEMBER 14, 2013 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. ELECTED OFFICIALS PRESENT: Mayor Goedde, Councilmembers Cooney, Harper, Higgins, Isenhart, McCardle, Morehouse and Steele.

STAFF PRESENT: City Administrator Schmidt, City Attorney Galbraith, City Clerk/Administrative Assistant Gallucci, Finance Director Grant, Planning Director Gildroy, and Public Works Director Van Epps.

3. AGENDA CHANGES

A. Remove from "Ordinances, Resolutions and Other Items" No. 9B - Discussion of Items for Placement in City Parks

4. CITIZEN COMMENTS

A. None.

5. MINUTES

A. **Ms. McCardle moved to approve the minutes as follows. Second by Ms. Isenhart. Motion passed unanimously.**

A. October 24, 2013 Regular City Council Meeting

B. October 29, 2013 Budget Workshop Meeting

C. October 30, 2013 Special City Council Meeting with Representative Hawkins

6. CONSENT AGENDA

Ms. McCardle moved to approve the consent agenda as follows. Second by Ms. Isenhart. Motion passed unanimously.

A. Claims Warrants No. 82204 – 82311 totaling \$402,567.58 and Payroll Warrants No. 41994 to 42090 totaling \$204,458.09.

B. Accept State Audit Report

C. Approve Project Closeout for Lakeside Sewer Line Project

7. SPECIAL PRESENTATIONS

A. None.

8. PUBLIC HEARINGS

- A. 2014 REVENUE SOURCES/PROPERTY TAXES PUBLIC HEARING: Ms. Grant reminded Council of the property tax increase discussion at the budget workshop. Staff is recommending the 1% property tax increase and also taking the banked capacity which is approximately \$66,000. Costs have risen every year and the funds continue to fall further behind. The 1% increase equals approximately \$10 per every \$100,000 of property value. Ms. Grant explained the additional funds would be placed in the Street Capital Fund to be utilized to maintain street preservation. Councilmembers discussed the pros and cons of the property tax increase.

Mr. Goedde opened the public hearing at 6:17 p.m. There was no public comment. Mr. Goedde closed the public hearing 6:17 p.m.

Mr. Morehouse moved to authorize staff to prepare an ordinance setting the 2014 property tax levy rate at an amount that includes the City's banked capacity and a 1% increase. Second by Ms. Isenhart. Motion passed 6 – 1 with Mr. Steele voting nay.

9. ORDINANCES, RESOLUTIONS, AND OTHER ITEMS

- A. RIVERWALK PARK PARTIAL EASEMENT TERMINATION AGREEMENT AMENDMENT: Mr. Gildroy explained this Second Amendment to the Riverwalk Park Partial Easement Agreement was necessary because the project at the Riverwalk Park entrance between Campbell's and BC MacDonalds had not yet been completed. Mr. Gildroy is working with HDCA, Mr. Brent MacDonald, Campbell's Resort and Chase Bank's program for community improvements to complete the project.

Ms. McCardle moved to authorize the Mayor to sign the Chelan County P.U.D. Riverwalk Park Termination Agreement Second Amendment as presented. Second by Ms. Isenhart. Motion passed unanimously.

- B. DISCUSSION OF ITEMS FOR PLACEMENT IN CITY PARKS: This item was removed from the agenda.

- C. HISTORIC DOWNTOWN CHELAN ASSOCIATION REVISED FUNDING AGREEMENT: Mr. Schmidt explained to Council due to their authorization for the City's B&O Tax Contribution to HDCA's Main Street program at the last City Council meeting, the funding agreement must be revised.

Ms. McCardle moved to authorize the Mayor to enter into the revised HDCA agreement as presented. Second by Mr. Steele. Motion passed unanimously.

- D. UTILITY RATE AND FEE ANALYSIS SCOPE OF WORK AND CONTRACT: Mr. Van Epps informed Council he had brought back a Scope of Work for the Utility Rate and Fee Analysis. He stated Mr. Jeff Stevens and Mr. Dave Van Cleve from Gray and Osborne were present to answer Council's questions. This Scope of Work will update the Capital Improvement component for the current General Facilities Charges and will update what the City is doing now for the

financial environment of today. It will also provide a table for Council to use in the future to determine monthly fees and will dictate the financial plan for sewer and water services. It will also include a look at sanitation charges and the potential for a recycling program. Councilmembers asked questions and stated they would like various cost scenarios regarding recycling programs including county wide, public/private partnership, or City provided services.

Ms. McCardle moved to accept the Utility Rate and Fee Analysis Scope of Work and authorize the Mayor to enter into an agreement with Gray and Osborne for an amount of \$56,460. Second by Mr. Cooney. Motion passed unanimously.

10. MAYOR AND COUNCIL COMMENTS

- A. RECYCLING PROGRAM: Ms. McCardle stated she was excited a City recycling program was going to be researched. She said it has been discussed for four years and she really appreciates Mr. Van Epps bringing it forward.

Mr. Morehouse said he thinks the City should continue to monitor the current recycling program. He was pleasantly surprised how full the recycling bins are and how many people are at the recycling center when he goes. He said recycling is important and it starts in the household.

- B. JOHNSON AVENUE PLANTINGS: Mr. Higgins said the Johnson Avenue median plantings look great and he thanked Mr. Van Epps for his hard work.

Ms. Isenhart thanked Mr. Van Epps for the Johnson Avenue plantings.

- C. PUD PARKING LOT: Mr. Higgins said the City needs to go back to Chelan PUD for additional offers for the PUD parking lot. He is concerned if the City doesn't keep trying to purchase the parking lot, it will be placed on the market and potentially owned by someone else.

- D. ELECTRIC CAR CHARGING STATIONS DEDICATION: Ms. Isenhart stated Chelan is on the map as an electric city. She hopes this is the beginning for more charging stations. She informed Council the City of Seattle is the second largest owners of electric cars in the United States and she feels the charging stations will attract more visitors.

11. CITY ADMINISTRATOR'S REPORT

- A. STRATEGIC PLANNING RETREAT: Mr. Schmidt stated there were some scheduling conflicts for the Strategic Planning Retreat on March 8, 2014 so now March 1, 2014 is being considered as the date. He asked Council to please let the City Clerk know as soon as possible which date will work best.

12. RECESS

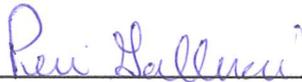
Council meeting was recessed 6:56 p.m. to allow the Mayor and Councilmembers to participate in the Airport Board Meeting. The Council meeting reconvened at 6:57 p.m. following adjournment of the Airport Board Meeting.

13. EXECUTIVE SESSION

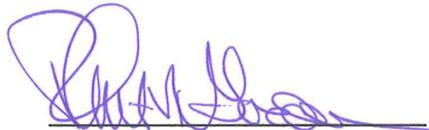
A. None.

14. ADJOURNMENT

There being no further business, the meeting was adjourned at 6:57 p.m.



Peri Gallucci
City Clerk



Robert R. Goedde
Mayor

DATE APPROVED BY COUNCIL:

November 26, 2013