

MINUTES OF THE JUNE 26, 2014 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 Batjer, City Clerk/Administrative Assistant Gallucci, Finance Director Grant, Parks & Recreation Director Sablan, Planning Director Gildroy and Public Works Director Van Epps.

3. AGENDA CHANGES

A. None.

4. CITIZEN COMMENTS

A. None.

5. MINUTES

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

- A. Minutes of the May 22, 2014 Regular City Council Meeting
- B. Minutes of the June 10, 2014 Special City Council Workshop
- C. Minutes of the June 12, 2014 Regular City Council Meeting

6. CONSENT AGENDA

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

- A. June 26, 2014 Claims Warrants No. 83387 to 83475 totaling \$557,649.36 and Payroll Warrants No. 43284 to 43398 totaling \$179,848.80.

7. SPECIAL PRESENTATIONS

- A. HOUSING AUTHORITY BOARD UPDATE: Ms. Vicki Carr, Housing Authority Board Member, presented information to Council regarding the Housing Authority. She discussed the different types of facilities, the eligibility requirements for tenants, and revenues and expenditures.
- B. WHY TRY PROGRAM PRESENTATION: Ms. Sarah Barnes, Chelan School District Community Liaison, gave a presentation regarding the Why Try program. She stated the main goal of the program was to enhance the success of at risk students. The program uses students to mentor other students who are led by community volunteers whose training is paid by the school

district. The program is designed to build relationships and teach resilience. Ms. Salien Flores and Ms. Lupe Vieyra, both participants of the program, informed council how much the program helped them not just academically but also emotionally. They both said the groups grow close, watch out for each other, help lead each other in the right direction and actually feel like family. Ms. Barnes stated they are always looking for guest speakers and Mayor Goedde offered to speak about his school experience.

8. PUBLIC HEARINGS

A. None.

9. ORDINANCES, RESOLUTIONS, AND OTHER ITEMS

A. WENATCHEE VALLEY TRANSPORTATION COUNCIL RESOLUTION: Mr. Schmidt introduced Jeff Wilkins from the Wenatchee Valley Transportation Council. Mr. Wilkins stated this action is effectively a reorganization merging Chelan County, Douglas County and the City of Wenatchee into one board. The biggest difference is small cities haven't been board members in the past. The two additional seats will be rotating seats for the small cities. No dues will be charged because it is a state funded program to improve transportation. Councilmembers asked questions regarding representation and expressed concern regarding the rotating seat for the smaller cities.

Mr. Morehouse moved to approve Resolution No. 2014-1277. Second by Ms. Isenhart. Motion passed unanimously.

B. WASTE WATER TREATMENT PLANT PROJECT CONSTRUCTION CONTRACT CLOSEOUT: Mr. Van Epps reminded Council this is a process the City must go through at end of every project. He has received confirmation from Gray and Osborne that all terms of the contract have been completed. This action will allow the City to receive the proper paperwork from the State to release the retainage funds.

Mr. Cooney moved to accept the Waste Water Treatment Facility Phase II Upgrades project as complete, and recommend release of contract retainage upon the City's receipt of the required Washington State release notices and the City's receipt of final payment certification from Contractors Northwest, Incorporated. Second by Ms. McCardle. Motion passed unanimously.

C. LIFT STATION NO. 2 PROJECT CONSTRUCTION CONTRACT CLOSEOUT: Mr. Van Epps stated this is the exact same action as the previous item but for a different project. Mr. Van Epps has received confirmation from Gray and Osborne that all terms of the contract have been completed. Councilmembers were reluctant to close the project while there is still an issue with the visual impact of the structure and the noise from the fan. Mr. Schmidt stated the five percent retained funds are for release to the state not to the City.

Mr. Steele moved to accept the Lift Station No. 2 project as complete, and recommend release of contract retainage upon the City's receipt of the required Washington State

release notices and the City's receipt of final payment certification from Hurst Construction. Second by Ms. McCardle. Motion passed unanimously.

- D. GRAY & OSBORNE ENGINEERING SERVICES CONTRACT AMENDMENT: Mr. Van Epps informed Councilmembers Ted Schroth has indicated an interest in possible development of Daybreak or the Butte Project on the south side of the Lake. Mr. Schroth is doing his due diligence and is trying to determine potential obstacles and utility improvement costs associated with the project. He has agreed to pay the City's on call engineers \$4,000 for this work.

Ms. Isenhart moved to accept the Amendment to Contract for Engineering Services with Gray and Osborne. Second by Mr. Steele. Motion passed unanimously.

- E. UTILITY RATE & FEE ANALYSIS DIRECTION: Mr. Van Epps stated this was a follow up from the last Council meeting. He distributed additional spreadsheets with staff recommendations. Council had a lengthy discussion regarding two different rate tiers for uplake and downtown and the boundaries for the downtown rate. Councilmembers questioned how the rates were determined and Mr. Van Epps replied the amounts come from engineering analysis to determine what is necessary for the infrastructure. General facilities charges income only pays for infrastructure improvements. Legally GFC charges cannot be used for new growth and are only meant to buy into existing capacity.

Mr. Morehouse moved to have a two tier system for GFC charges for the City of Chelan. Second by Ms. Isenhart. Passed 5-2 with Mr. Steele and Mr. Higgins voting nay.

Council requested staff to bring back the reason for the large gap between uplake and downtown rates and to see if the downtown boundary could be extended.

- F. CITY TOWING CONTRACTOR SELECTION: Mr. Sablan explained to Council the Chelan County Sheriff's Office uses one of five assigned towing companies with cars being towed to Entiat and beyond. The City is requesting Burkhard Towing be the City's official towing company due to their proximity to Chelan.

Ms. Isenhart moved to authorize the Mayor to sign the agreement with Burkhard Towing and Services, LLC for towing and impound services for the City. Second by Mr. Steele. Motion passed unanimously.

- G. DEPARTMENT OF ENERGY SERVICES CITY-WIDE ENERGY UPGRADES AUTHORIZATION RESOLUTION: Mr. Sablan explained this Resolution was to authorize the Mayor to sign the contracts with the Department of Energy Services. Councilmembers questioned where the City's part of the funding would come from. Mr. Sablan explained Ms. Grant had looked at the department's which were benefiting from the upgrades and charged them accordingly.

Ms. Isenhart moved to approve Resolution 2014-1278. Second by Ms. McCardle. Motion passed 6 – 0. Mr. Cooney was not present during the vote.

10. MAYOR AND COUNCIL COMMENTS

- A. ASSOCIATION OF WASHINGTON CITIES ANNUAL CONFERENCE: Mr. Steele said it was a good conference and what he enjoys the most is connecting with other like cities with like issues. He appreciates the folks who attended.

Mr. Morehouse enjoyed the conference.

Mr. Harper said it was a great conference.

Ms. Isenhart said the conference went great.

- B. HABITAT FOR HUMANITY SOCK HOP: Mr. Morehouse said the sock hop for the Habitat for Humanity cleared \$10,000. He said this is the third one Ms. Morehead has done.

- C. PUBLIC FACILITIES DISTRICT/TOWN TOYOTA CENTER: Mr. Cooney stated the last legal issue facing the Town Toyota Center was done and the City of Wenatchee had settled. There is no further lawsuits or anything on the horizon that anyone could guess would come forward.

- D. PUBLIC WORKS PROJECTS: Mr. Cooney said Mr. Van Epps has taken some lumps around town and he wants him to know how much he appreciates the Sanders Light and Bradley Street. He said they are very nice additions.

- E. ATVS: Mr. Cooney said he was in Conconully and there were ATV's everywhere, more of them than cars. He does not think it equates to the image the City wants portrayed of Chelan.

- F. RECYCLING: Ms. Isenhart said she talked to Department of Ecology at the conference and she brought some information back. The recycling company in Wenatchee doesn't have the capacity to handle Chelan's so it would have to be shipped to Spokane.

- G. ECONOMIC DEVELOPMENT DISTRICT: Ms. Isenhart stated the Economic Development District had a great presentation from Crush which creates carbon cycle power. They burn trash to recover the elements for energy. They might be interested in making a proposal to City Council.

- I. HDCA: Mr. Higgins attended an HDCA meeting a week ago regarding the Gateway Park Planning proposal. He said they voted to contribute \$4,000 in one area and \$12,000 in another. He said that is in addition to the \$16,000 they have already contributed and he thinks it's great.

- J. PARKING ENFORCEMENT: Mr. Higgins said he was walking on Sunday morning early and ran into parking enforcement with only two cars on the street. He said the City has lost perspective as the enforcement was supposed to keep city people of parking spots. The City had no enforcement all winter and now there are three parking enforcement employees. He's

not sure it is accomplishing what it was intended for. He said the City should have enforcement but this may be overkill.

- K. AWC LICENSE PLATE BRACKET: Mr. Goedde passed out "AWC Strong City" license plate brackets.
- L. WELLNESS AWARD: Mr. Goedde informed Council the City will be receiving a large road sign for being a Well City.
- M. DEPARTMENT OF ECOLOGY CHEVRON CLEANUP: Mr. Goedde pointed out the DOE flyer which was distributed to Councilmembers for environmental cleanup at the Chevron Station. He thinks the City needs to be proactive in this because last time they were going to tear up the streets to reach it. This will affect seventeen business and the City needs a compromise.
- N. CHEMICALS IN THE SEWER FROM EATING FISH: Mr. Goedde said he is tired of listening to the people on television stating they have a right to eat 22 ounces of fish. The chemicals in the fish change the variables on what has to be removed from the sewer. He said it is a huge imbalance which will create large sewer bills.
- O. DOT TRAIL SYSTEM: Mr. Goedde and Mr. Gildroy had a meeting regarding the DOT Trail System. DOT brought a specialist and Mr. Goedde feels they are making some progress.

11. CITY ADMINISTRATOR'S REPORT

- A. DEPARTMENT OF ECOLOGY CHEVRON CLEANUP: Mr. Schmidt said he echo's what Mr. Goedde says about the DOE Chevron cleanup. He said it is a rather involved legal matter on a cleanup. They don't care about the season or what it will do to the City.
- B. FLOOD ZONE DISTRICT: Mr. Schmidt informed Council the City is now part of the Flood Zone District. He is going to look at the legal aspects and see if there is anything that can be done to remove us.
- C. COMMITTEE MEETINGS: Mr. Schmidt reminded Council this was committee meeting month and stated the dates and times.
- D. COUNCIL WORKSHOP: Mr. Schmidt informed Council August 19, 2014 was the tentative date for the next Council workshop. It will be Open Government Training.

12. RECESS

The City Council meeting was recessed at 8:22 p.m. to allow the Mayor and Councilmembers to participate in the Airport Board Meeting. The Council meeting reconvened at 8:24 p.m. following adjournment of the Airport Board Meeting.

13. EXECUTIVE SESSION

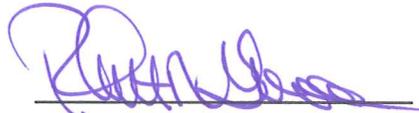
A. None.

14. ADJOURNMENT

There being no further business, the meeting was adjourned at 8:24p.m.



Peri Gallucci
City Clerk



Robert R. Goedde
Mayor

DATE APPROVED BY COUNCIL:

July 24, 2014