

MINUTES OF THE OCTOBER 9, 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 Attorney Galbraith, City Clerk/Administrative Assistant Gallucci, Finance Director Grant, Parks & Recreation Director Sablan, Planning Director Gildroy, and Public Works Director Van Epps.

3. RECESS

The City Council meeting was recessed at 6:04 p.m. to allow the Mayor, Councilmembers, and the Port of Chelan County to participate in the Joint Airport Board Meeting. The Council meeting reconvened at 6:28 p.m. following adjournment of the Airport Board Meeting.

4. AGENDA CHANGES

A. None.

5. CITIZEN COMMENTS

A. None.

6. MINUTES

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

A. Minutes of the September 25, 2014 Regular City Council Meeting

7. CONSENT AGENDA

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

A. October 9, 2014 Claims Warrants No. 83977 to 84041 totaling \$591,992.06 including voided warrant 83833 for \$4,513.73 issued to incorrect vendor and Payroll Warrants No. 44199 to 44318 totaling \$213,135.52 including voided payroll warrants 44311 through 44314 due to printing error.

B. 2013 Annual Financial Report

8. SPECIAL PRESENTATIONS

- A. CHERYL GRANT WASHINGTON FINANCE OFFICERS ASSOCIATION AWARD: Mr. Goedde and Council honored Ms. Grant for receiving the Washington Finance Officers Association Award for the 10<sup>th</sup> year in a row.

**No action required.**

- B. BREAST CANCER AWARENESS MONTH PROCLAMATION: Mr. Goedde read the Breast Cancer Awareness Month Proclamation proclaiming October 2014 as Breast Cancer Awareness Month.

**No action required.**

- C. RECOGNIZING THE 28<sup>th</sup> ANNUAL PUBLIC POWER WEEK PROCLAMATION: Mr. Goedde read the Chelan County PUD Proclamation Recognizing the 28<sup>th</sup> Annual Public Power Week and proclaimed October 5<sup>th</sup> through the 11<sup>th</sup>, 2014 as Public Power Week.

**No action required.**

9. PUBLIC HEARINGS

- A. None.

10. ORDINANCES, RESOLUTIONS, AND OTHER ITEMS

- A. NORTH CENTRAL REGIONAL LIBRARY DISTRICT AGREEMENT: Mr. Schmidt stated this was a new Building Use and Maintenance Agreement with a term of nine years and a ninety day termination clause with the North Central Regional Library District (NCRLD). He stated there are twenty nine (29) entities in the NCRLD all with the same agreement so there is not much room for negotiation. It is a per square foot reimbursement with \$3.25 sq. ft. for the first three years, \$3.50 sq. ft. for the second three years, and \$3.75 sq. ft. for the last three years of the agreement.

Mr. Dan Howard, Executive Director for NCRLD, gave a presentation and answered Councilmember's questions.

**Mr. Cooney moved to authorize the Mayor enter into the new Building Use and Maintenance Agreement with the North Central Regional Library District as proposed. Second by Ms. McCardle. Motion passed unanimously.**

- C. CHELAN COUNTY PROSECUTING ATTORNEY CONTRACT RENEWAL: Mr. Schmidt stated the current Chelan County Prosecuting Attorney contract expires December 31, 2014. He said this proposed two year agreement for 2015-2016 is identical to the previous contract with a fee of \$44,100 annually.

**Mr. Steele moved to authorize the Mayor enter into the proposed 2015-2016 Prosecution Service Agreement with Chelan County through the Prosecuting Attorney. Second by Mr. Harper. Motion passed unanimously.**

- D. 2015 LEGISLATIVE PRIORITIES RESOLUTION: Mr. Schmidt discussed the additions and deletions incorporated into the 2015 Legislative Priority Issues Resolution. Councilmembers discussed including the Affordable Health Care Act and more protection for Lake Chelan.

**Mr. Higgins moved to approve Resolution No. 2014-1281. Second by Mr. Cooney. Motion passed 5-1 with Mr. Morehouse voting nay. (Mr. Harper was not present during the vote.)**

#### 11. MAYOR AND COUNCIL COMMENTS

- A. MAHOGANY & MERLOT: Mr. Goedde asked Mr. Courtright to provide a brief update on Mahogany and Merlot. Mr. Courtright stated there was about 1500 attendees, the RV Park was sold out, most of the hotel rooms were sold out, entries were up, there were ten cars entered into the car show, and he really felt like it was a family event.

Mr. Morehouse said he heard strong positive comments for Mahogany & Merlot from retailers in the area. He feels it is the right crowd for town and he thinks it is one of those events which will continue to grow. He has family that have two completely restored cars who would come if the car event was bigger. He told Mr. Steele the Chamber of Commerce should support Mahogany & Merlot. Mr. Steele stated the Chamber is a large contributor for Mahogany & Merlot.

Ms. McCardle said every event asking for support has to provide receipts with a long list of requirements. The Chamber of Commerce has to report back to Ms. Grant. It is a long process which has to be done at the beginning of the year. The events which are selected are notified by February. There is a lot of paperwork that goes with it.

- B. FESTIVAL OF THE GRAPE, OLIVER, B.C.: Mr. Steele stated the Festival of the Grape in Oliver was a great experience. He said Oliver did a very nice job of hosting and he took lots of notes.

Ms. McCardle said the folks from Oliver were very hospitable and did a fabulous job. She stated Mr. Steele gave a great speech at the Art Show.

Mr. Goedde enjoyed the Festival of the Grape thoroughly.

- C. CHERYL GRANT: Mr. Morehouse said congratulations to Ms. Grant. He said it was always good working with her from the time he has been here.
- D. NORTH CENTRAL REGIONAL LIBRARY DISTRICT: Mr. Morehouse stated he appreciated the presentation from the NCRLD.

Mr. Harper said he found the presentation interesting.

Mr. Cooney stated since Council just renewed the library agreement for nine years, Council needs to get serious about selling the old library building. He stated it was getting into unacceptable and he would like the cost of the library to be neutral for the City and one way to offset the cost is to sell the building. He hopes everything possible is done to help Chelan Valley Hope get the funds to sell the old library.

- E. LEOFF MEETING: Mr. Harper attended the LEOFF meeting. He said it is a dwindling group. He said it was a really good insurance policy which is what the board is about, reviewing bills, and managing money. He said there is some powerful retirement there.
- F. PASTOR PAUL: Mr. Cooney asked Pastor Paul Palumbo to attend the next Council meeting. He has stepped down as the food bank director.
- G. NORTH CENTRAL WASHINGTON ECONOMIC DISTRICT: Ms. Isenhart stated the North Central Washington Economic District has been gaining new members but lost their executive director. It is a robust organization with a regional overview very few other organizations have. She thinks it is worthy of Chelan for it to be here so if anyone knows anyone who would like to be involved, let Ms. Isenhart know.
- H. GRAFFITI ON THE BRIDGE: Ms. Isenhart discussed the graffiti on the bridge. She said graffiti draws graffiti and it looks like gang graffiti to her. Ms. Isenhart is ready to go take it off herself because it needs to disappear immediately but the City is not allowed to take it off. She keeps sending emails.
- I. SEWER ODOR: Mr. Higgins said he was walking and the odor hit him hard. He said there is a problem and the City needs to find out what it is and get it fixed. People in the neighborhood's quality of life is down because of the smell.
- J. TOURISM INCREASE: Ms. McCardle stated there were several events held in the first nine days of October including boating events, comedy, wine, Crush, home tours, and cider fest. She stated that was phenomenal since the season used to be from Memorial Day through Labor Day.
- K. IACC: Mr. Goedde spent two and a half days at the IACC meeting in Wenatchee. He looked at the possibility of assistance for USDA loan. He will make an appointment at the federal building for Chelan Valley Hope because they are a 501(c)(3).
- L. AWC BOARD OF DIRECTORS MEETING: Mr. Goedde stated there is a real definitive difference between the east and west relevant to supporting the eleven cent gas tax and highway reforms.

M. STATE BUDGET: Mr. Goedde stated there was a two billion dollar shortfall for the smaller classes. He doesn't know how they are going to pay. The state is strapped over the McCleary Act.

12. CITY ADMINISTRATOR'S REPORT

- A. BUDGET WORKSHOP: Mr. Schmidt reminded Council the second budget workshop will be held on Tuesday evening, October 14, 2014 at 6:00 p.m.
- B. STATE AUDITOR EXIT CONFERENCE: Mr. Schmidt informed Council the Exit Conference with the State Auditor will be held on Tuesday, October 14, 2014 at 10:00a.m. at City Hall. If there is a quorum of Councilmembers who show up they will separate into separate meetings.
- C. FESTIVAL OF THE GRAPE: Mr. Schmidt agreed the folks in Canada were gracious until he got to the border.
- D. CHELAN PUD LAKE LEVEL OPEN HOUSE: Mr. Schmidt informed Council Chelan PUD will be having an open house in Council Chambers on October 14, 2014 from 4:00 p.m. to 5:30 p.m. He hopes everyone attends and asks about the lake levels.
- E. COUNCIL APPRECIATION: Ms. Grant stated she is able to win the award because Council allows her to be on the AWC Retro Board, the Small City Advisory Board, and conferences. She takes her staff and they appreciate the training too. She stated she is thankful this Council didn't look at travel and training as the first line item to cut.
- F. KELSEY STUTZMAN: Ms. Grant informed Council she was sad as Ms. Stutzman had taken a job with Stemilt which fits more with her education. She will be missed and Ms. Grant will be looking for a replacement.

13. EXECUTIVE SESSION

A. None.

14. ADJOURNMENT

There being no further business, the meeting was adjourned at 7:52 p.m.



Peri Gallucci  
City Clerk



Robert R. Goedde  
Mayor

DATE APPROVED BY COUNCIL:

October 23, 2014