

REGULAR CITY COUNCIL MEETING OF THE CITY OF REDMOND WAS HELD OCTOBER 28, 2014, IN THE CITY COUNCIL CHAMBERS.

COUNCIL MEMBERS PRESENT: Tory Allman – George Endicott – Camden King – Ginny McPherson – Ed Onimus – Jay Patrick (via conference call, left at 8:28 p.m.)

COUNCIL MEMBERS EXCUSED: Joe Centanni

STAFF PRESENT: City Manager Keith Witcosky (via conference call), Acting City Attorney Lonn Johnston – Airport Director Jeff Tripp – Police Chief Dave Tarbet – Public Works Director Bill Duerden – City Engineer Mike Caccavano – City Recorder Kelly Morse – Community Development Director Heather Richards – CIS Administrator Sheri Cleveland – Deputy Director Jason Neff – Deputy Director Jodi Burch

MEDIA PRESENT: Leslie Pugmire-Hole, Redmond Spokesman – COTV

Mayor Endicott called the meeting to order at 6:30 p.m.

BLESSING

Pastor Barry Campbell, Highland Baptist Church, led the blessing.

PLEDGE OF ALLEGIANCE

Councilor McPherson led the Pledge of Allegiance.

COMMENTS FROM CITIZENS AT THE MEETING

There were no comments from citizens at the meeting.

CONSENT AGENDA

- A. Minutes of October 14, 2014 P.M. Council Meeting (Exhibit 1)**
- B. Minutes of October 21, 2014 Special P.M. Workshop (Exhibit 2)**
- C. Intergovernmental Agreement with Redmond Area Park and Recreation District for operations of the ice skating rink (Exhibit 3)**

Mayor Endicott noted that the October 14, 2014, draft minutes (Exhibit 1) have been revised to correct the motion for the first reading of Ord. #2014-19 on Page 3. The motion should include the phrase “as amended”.

Councilor Allman moved, seconded by Councilor McPherson, to approve the Consent Agenda as presented, motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-yes)

PRESENTATIONS

A. Redmond Chamber of Commerce Update, Eric Sande

Redmond Chamber of Commerce (Chamber) Executive Director Eric Sande provided the Council with an update on the Chamber’s activities. The Chamber’s Visitor’s Guide has been a success with over 17,500 already distributed. Tourism in Redmond has increased 16 percent with more anticipated growth at the Deschutes County Fairgrounds and Expo Center. Mr. Sande discussed staff changes, the Starlight Parade, an app for downtown Redmond, advertising, and Visitor’s Bureau statistics. The Chamber accepted an award from the Oregon Economic Development Association for the BasX business recruitment.

B. Financial Report, Jason Neff

Deputy Director of Central Services Jason Neff presented the 1st Quarter Fiscal Year (FY) 2014/2015 financial report. Highlights include:

- General Operating Funds Beginning Fund Balance is \$215,000.00 greater than budget
- Airport Unrestricted Beginning Fund Balance is \$798,000 greater than budget (Forest Service Lease)
- Water, Wastewater, and Stormwater have Beginning Fund Balances great than budget
- Medical Premium grew by 15 percent (Budget was \$15 percent)
- Property Tax Assessed Value grew by 6.8 percent (Budget was 5 percent)
- PERS Employer Contribution rates (weighted) will decline in FY 15/16.

Mr. Neff addressed questions from the Council.

Mr. Neff also provided a property tax bill reminder by reviewing Measure 50 and Deschutes County's GraphIt program.

C. Airport FBO Agreement Status Update, Jeff Tripp

Airport Director Jeff Tripp gave an update to the Council on the status of the FBO Agreement with KC Aero and Butler Aircraft. Mr. Tripp reviewed the minimum standards, Butler's application submittal requirements, outstanding submittal issues, deadline for completing the application process, and staff efforts.

Mr. Tripp and Community Development Director Heather Richards answered questions from the Council on staff's level of confidence that the Butler and KC Aero can meet the minimum standards and next steps if an application packet is not provided by the deadline on November 25, 2014. If the packet is submitted, Staff will bring the application to the Council for consideration on December 16, 2014.

The Council directed staff to also provide financial data for implementing a City operated fueling service.

D. Water Billing Update

Deputy Director of Central Services Jodi Burch shared statistics on the City's utility billing policy which was approved in May 2013. There is currently a 30 percent decrease in the average number of monthly shutoffs. Since the implementation of the new policy, there has been a continual decrease in the number of unpaid balances on property liens.

ORDINANCES

A. Second Reading – Ord. #2014-19 – An ordinance amending Chapter 7 of the Redmond City Code by adding a marijuana and marijuana-infused product tax and declaring an emergency. (Exhibit 4)

Mayor Endicott stated that since a first reading has already taken place, no further testimony will be received. He also reiterated that an emergency will not be declared on the ordinance.

[Amendments to the ordinance include: Remove "Deschutes County Circuit Court" from Section 7.191(2); remove "General Penalty" and add "Class A civil infraction and/or Class A administrative infraction to Section 7.192(2); remove the emergency declaration from the ordinance title; and delete Section Five of the Ordinance declaring an emergency.]

Councilor King moved, seconded by Councilor McPherson, to have a second reading of Ord. #2014-19 by title only as amended.

Councilor Onimus stated he will vote for the second reading but is opposed to a tax on medical marijuana and will vote no on the ordinance.

Councilor McPherson read a statement on behalf of Councilor Patrick.

Motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-yes)

Acting City Attorney Lonn Johnston read the second reading of Ord. #2014-19 by title only.

Councilor King moved, seconded by Councilor Centanni, to approve Ord. #2014-19, motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-no, Patrick-yes)

B. Ord. #2014-18 – An ordinance amending Chapter 2 of the Redmond City Code pertaining to Commissions. (Exhibit 5)

Mayor Endicott explained that Ord. #2014-18 approves code amendments to the City's Commissions and Committees. In addition, it adds the two new committees: the Redmond Bicycle and Pedestrian Advisory Committee and the Housing and Community Development Committee. The amendments are a result of an effort to create a consistent format throughout all of the commissions and committee within the code language. Standardized section headings for each commission and committee are:

- Purpose Statement
- Responsibilities / Scope
- Duties and Powers
- Membership
- Officers
- Meetings / Quorums
- Expenses / Reimbursements
- Special Provisions
- Staff Support

It was noted that all commissions will now be called committees with the exception of the Urban Area Planning Commission and the Historic Landmarks Commission because they serve a quasi-judicial bodies.

Mayor Endicott asked for amendment to the last sentence of Section 2.473(4). The sentence will now read "Committee representation may be adjusted by the Mayor with approval of the City Council."

Ms. Richards provided information on the two new proposed committees.

Councilor Allman moved, seconded by Councilor King, to have a first and second reading of Ord. #2014-18 by title only, motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-yes)

Acting City Attorney Lonn Johnston read the first and second reading of Ord. #2014-18 by title only.

Councilor Allman moved, seconded by Councilor King, to approve Ord. #2014-18, motion passed. (Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-yes, Allman-yes.)

BID AWARDS/BID REJECTIONS

A. 2014 Stormwater Improvement Project (Exhibit 6)

City Engineer Mike Caccavano requested approval of a bid award to Taylor Northwest, LLC for the 2014 Stormwater Improvement Project. The City received six proposals with Taylor Northwest, LLC being deemed the lowest responsible bidder at \$228,136.10. The Engineer's estimate of probable costs is \$226,000.00

Councilor King moved, seconded by Councilor Allman, to authorize the City Manager to sign the contract with Taylor Northwest, LLC in the amount of \$228,136.10 for the 2014 Stormwater Improvement Project, motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-yes)

PUBLIC HEARING

A. Res. #2014-22 – A resolution of the City Council of the City of Redmond, Oregon, approving the financing of certain energy conservation measures at Roberts Field-Redmond Municipal Airport with the proceeds of the sale of payment obligations in the form of certificates of participation in a lease-purchase agreement; amending and supplementing Resolution No. 2014-18 in part; and related actions.

Mayor Endicott opened the public hearing.

Mr. Neff explained that the purpose of Res. #2014-22 is to satisfy certain requirements of the Internal Revenue Code of 1986, by approving the issuance of tax-exempt debt in the form of a lease-purchase agreement for the energy savings performance contract projects located at the Airport. In order to issue obligations to fund the Airport energy savings projects, the City must comply with the Tax and Equity Fiscal Responsibility Act of 1982 (TEFRA) by holding a public hearing and adopting a resolution approving the issuance of the tax-exempt obligations. Mr. Neff emphasized that this resolution does not authorize additional debt.

Mr. Neff noted that staff is working to finalize the language of the lease-purchase agreement with a closing date set for November 14, 2014. The interest rate is estimated to be 3.1 percent which is significantly lower than the modeled rate of 3.75 percent.

There being no testimony, Mayor Endicott closed the public hearing

Councilor King moved, seconded by Councilor Allman, to adopt Res. #2014-22, approving the issuance of the tax-exempt debt, in the form of a lease-purchase agreement, for purposes of satisfying the TEFRA and Code requirements needed for the issuance of the portion of the Obligations relating to projects located at the Airport Terminal, motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-yes)

MAYOR'S COMMENTS

A. Appointment of Judy Fessler to the Historic Landmarks Commission, term expiring December 31, 2017. (Exhibit 8)

Mayor Endicott recommended the appointment of Judy Fessler to the Historic Landmarks Commission, term expiring December 31, 2017, motion passed. (Allman-yes, Centanni-absent, Endicott-yes, King-yes, McPherson-yes, Onimus-yes, Patrick-absent)

Mayor Endicott encouraged American citizens to vote in the upcoming election. The Council and candidates attended a candidates forum noting that the students have very insightful comments. Mayor Endicott will be attending the school board meeting to promote the "If I were Mayor" contest.

COUNCIL COMMENTS

Councilor Onimus stated the candidates forum was very enjoyable. NeighborImpact still has tickets available for the 2 p.m. seating at the Empty Bowls fundraiser scheduled for November 9, 2014.

