

June 23, 2003

Call to Order/Pledge of Allegiance/Roll Call	7:00 p.m.
Approval of Minutes	
Approve June 9, 2003 City Council Meeting..	Approved
Approve June 16, 2003 City Council Work Session.	Approved
Consent Agenda	
Approval of June 23, 2003 Claims in the Amount of \$1,858,392.59; Paid by Check No. 8020 through 8173 with Check No. 7681 Void.	Approved
Approval of June 20, 2003 Payroll in the Amount of \$498,068.61; Paid by Check No. 10852 through 10935 with Check No. 10852 and 10855 Void.	Approved
Approval of Fireworks Stand Permit Applications.	Approved
Authorize Mayor to Sign Interlocal Agreement for the Snohomish Regional Drug Task Force.	Approved
Authorize Mayor to Sign PUD Distribution Easement for Pole Relocation at Edward Springs.	Approved
Review Bids	
Grace Creek Realignment.	Approved
Public Hearings	
6-Year Transportation Improvement Plan (2004-2009).	Approved Res. 2099
Current Business	
Approve Economic Development Stimulus Package.	Approved Res. 2100
New Business	
Loan Acceptance for Cedarcrest Golf Course Restaurant and Pro Shop,	Continued
Approve 2003 Agreement with City of Marysville and Public Utility District No. 1 of Snohomish County for Water Supply.	Approved
Authorize Mayor to Sign Professional Services Agreement with Montgomery Watson Harza; Sunnyside 3MG Reservoir Design.	Approved
Authorize Mayor to Sign Participating Agreement GCA 3108 with Washington State Department of Transportation for Right-of-Way Acquisition.	Approved
Legal	
Contract for Recovery of Utility Construction Costs for Sewer; David R. O'Connor.	Approved Utility Recovery Contract 258
Ordinances and Resolutions	
Approve an Ordinance of the City of Marysville, Washington Amending Sections 19.16.080 (Descriptions of Screens and Landscaping Types) and 19.16.090 (Required Landscape Buffers) of the Marysville Municipal Code Relating to Development Standards-Landscaping.	Approved Ord. 2480
Approve an Ordinance of the City of Marysville, Washington Amending Section 19.26.030 (Public Benefits and Density Incentives) and Adding a New Section 19.26.040 (Density Bonus Recreation Features) of the Marysville Municipal Code Relating to Residential Density Incentives.	Approved Ord. 2481
Mayor's Business	

June 23, 2003

Marysville City Council
7:00 p.m.

000455

City Hall

Approve the Appointment of Irene Gordon for a One-Year Term to the Salary Commission.	Approved
Approve the Appointment of Jim Lonneker for an Initial One-Year Term to the Salary Commission.	Approved
Approve Becky Johnson for an Initial Two-Year Term to the Salary Commission.	Approved
Approve Andrew Sandoval for an Initial Two-Year Term to the Salary Commission.	Approved
Approve the Appointment of Gary Edmondson for an Initial Three-Year Term to the Salary Commission.	Approved
Approve Jim Scharf for an Initial Three-Year Term to the Salary Commission.	Approved
Call on Councilmembers	
Direct Staff to Write a Letter Concerning a Possible Variance to Allow Bridge Replacement Funds to Be Used to Replace a Culvert.	Approved
Adjournment	9:05 p.m.
Executive Session	9:15 p.m.
Council Discussed one real estate issue.	No Action Taken
Adjournment	9:30 p.m.

MARYSVILLE CITY COUNCIL MEETING

June 23, 2003

7:00 p.m.

Marysville City Hall

CALL TO ORDER / PLEDGE OF ALLEGIANCE / INVOCATION

Mayor David Weiser called the first meeting of the Marysville City Council to order at 7:00 p.m. in the new City Hall. He then led those present in the Pledge of Allegiance. Pastor Kanehan gave the invocation.

ROLL CALL

Mary Swenson, Chief Administrative Officer, called the roll. The following councilmembers and staff members were in attendance:

Council: Mayor David Weiser, Mayor Pro Tem Mike Leighan, Councilmembers: John Soriano, Suzanne Smith, Jon Nehring, Lisa Vares and Donna Wright.

Staff: Ralph Krusey, Commander; Mary Swenson, Chief Administrative Officer; Sandy Langdon, Finance Director; Grant Weed, City Attorney; Jim Owens, Public Works Director; and Kevin Nielsen, City Engineer.

The excused absence of Councilmember Jeff Seibert was noted.

Mayor Weiser welcomed everyone to the new building. He reported that this is the fifth location and the fourth building for Marysville's City Hall. He thanked everyone for coming to the first council meeting in the new facility.

COMMITTEE REPORTS

Councilmember John Soriano reported that the **LOEFF I Committee** met and reviewed two claims. They also discussed options for dental, optical and hearing coverage.

Councilmember Suzanne Smith reviewed the **Business Retention and Attraction** meeting of last Tuesday. They discussed permits and timelines for permitting. They will be meeting again this Friday to discuss action items.

Councilmember Smith also reported on the **Finance Committee** meeting. Topics discussed were:

- Golf business plan loan options.
- Utility billing disconnects – discussion of 24-hour wait before reconnect.
- General fund revenue.
- Bond loan status – supposed to close on the 30th.

Councilmember Mike Leighan reported that he and Councilmember Lisa Vares attended the 7E7 project rally held with the governor. He said that the rally was shown live on the 12 o'clock news and it was a pleasure to represent the City in that. Mayor Weiser thanked both of them for their participation on such short notice.

PRESENTATIONS

Service Award Presentations.

David Doop – 5 years: Mr. Doop was not in attendance to accept his award, but Gloria Hirashima reviewed his interesting background. He has an extensive background in a variety of environmental areas. He has a degree in biology and a certificate in civil engineering technology. He also has experience with the U.S. Forest Service, Whatcom County, Skagit County, and various other agencies. Ms. Hirashima focused on his experience with GIS and noted that he has taught classes at Skagit Valley College, City University and other locations. She stated that it is wonderful to have someone with the depth of experience that he possesses. She reported that he has established the city's GIS system and has helped enhance the web site services. Ms. Hirashima concluded by saying that it has been a pleasure working with Mr. Doop.

Ralph Avey – 15 years: Mr. Avey was not in attendance, but Jim Owens gave some background on his employment. He reported that Mr. Avey started with the City on June 20, 1988 in the Sanitation Department. He transferred to Construction in 1994 and was later promoted to equipment operator. Mr. Avey is hard working with a "can-do" attitude. Mr. Owens thanked Ralph Avey and congratulated him for his fifteen years of service.

Mike Lewis – 15 years: Jim Owens then gave an employment history of Mike Lewis who was not in attendance. He explained that Mr. Lewis did much of the work in this new City Hall building. He began with the City in 1988 and spent his first two years in the Sewer Infiltration division. He later held positions in meter reading and meter repair. Mr. Lewis was the first building maintenance worker hired to maintain the buildings. Prior to working for the City Mr. Lewis was a builder for spec homes. He has a vast amount of knowledge and experience in construction. Mr. Lewis and his wife, Wendy have been long time residents and are very active in the City and their daughter's softball league. Mary Swenson added that Mike Lewis was an employee who did not like a lot of attention, but they really wanted him here tonight because they wanted to make sure he was recognized for his fifteen years of service.

Carl Angell– 15 years: Mr. Angell was in attendance at the meeting. Mr. Owens commented that he was really pleased that Mr. Angell could make it to the meeting to accept his award. Mr. Angell began with the City in June of 1988 as a technician in the Public Works department. He came from Auburn to seek a more rural setting. As a Public Works Engineer he prepares topographic surveys for design, construction inspection and other tasks for traffic operation and public safety. Mr. Angell has a great deal of contact with the public. He has recently become more involved in inspection work. Mr. Angell

lives on 5 acres with horses, dogs, and cats. Mr. Owens congratulated Carl Angell on fifteen years of service with the City.

APPROVAL OF MINUTES

A. June 9, 2003 City Council Meeting.

Motion by Councilmember Lisa Vares, seconded by Councilmember Mike Leighan to approve the minutes as presented. **Motion** passed unanimously (5-0) with Councilmember Jon Nehring not voting as he was not present at the June 9 meeting.

B. June 16, 2003 City Council Work Session.

Councilmember Donna Wright referred to the second paragraph on page 6. She noted that the second line should be referring to the *Snohomish County Economic Development Council*, not the *Snohomish County Council*.

Motion by Councilmember Jon Nehring, seconded by Councilmember Donna Wright to approve the minutes as amended. **Motion** passed unanimously (6-0).

CONSENT AGENDA

There was no public comment or comments by the Councilmembers. **Motion** by Councilmember Wright, seconded by Councilmember Soriano to approve Consent Agenda Items A-E. **Motion** passed unanimously (6-0).

- A. Approval of June 23, 2003 Claims in the Amount of \$1,858,392.59; Paid by Check No. 8020 through 8173 with Check No. 7681 Void.**
- B. Approval of June 20, 2003 Payroll in the Amount of \$498,068.61; Paid by Check No. 10852 through 10935 with Check No. 10852 and 10855 Void.**
- C. Approval of Fireworks Stand Permit Applications.**
- D. Authorize Mayor to Sign Interlocal Agreement for the Snohomish Regional Drug Task Force.**
- E. Authorize Mayor to Sign PUD Distribution Easement for Pole Relocation at Edward Springs.**

REVIEW BIDS

A. Grace Creek Realignment.

Councilmember Mike Leighan commented that they have been working on this project for at least four years. It started out as a culvert replacement and now is turning into a stream replacement. He said it looks like a good improvement.

Motion by Councilmember Leighan, seconded by Councilmember Smith to approve the bid in the amount of \$115,965.89 including Washington State sales tax, authorize the Mayor to sign the contract documents and approve a 10% management reserve of \$11,596.59, including Washington State sales Tax, for a total allocation of \$127,562.48 for the Grace Creek re-alignment project. **Motion** passed unanimously (6-0).

PUBLIC HEARINGS

A. 6-Year Transportation Improvement Plan (2004-2009).

Mayor Weiser explained that the community will be given a list of projects and input will be taken from the community. Assistant City Engineer Jeff Massie gave the background on the transportation issues and discussed funding. Mr. Massie explained that the state law requires all cities, towns, counties, and transit agencies create and adopt a 6-year TIP every year. This assures the agency has available advance plans for the future as a guide to coordinate its street/road construction program. It is also required to secure federal and state funding. The requirement is that the agency lists all transportation-related projects. The adoption of the 6-year program must be completed by June 30 annually for cities and towns at a public meeting. The first three years funding must be secured. The remaining three years the funding is unsecured. The completed TIP must be submitted to WSDOT and PSRC (Puget Sound Regional Council) by Aug 1.

Mr. Massie outlined the 6-Year TIP sections:

- *Non Motorized Projects* - Shoulder improvements, Multi-use trails, Sidewalks and bike lanes
- *TSM/Transit Projects* - Bus Pullouts, Park and Rides
- *Traffic Safety/Intersection Improvements* - this includes the majority of the projects: Channelization, Traffic Signals, Roundabouts
- *Major Widening/Lane Addition Projects* - Projects with added lanes, to improve capacity
- *New Alignments Projects*
- *Railroad Crossing projects*
- *Other Agency Projects – City Lead*
- *Other Agency Projects – Others Lead*

Mr. Massie summarized that the total program cost was \$42,445,000 with the 2004 estimated cost to be \$5,732,000. He noted that projects without secured funding are placed in the years 2006-2009. He then presented a map showing all the projects within the city limits and within the urban growth limits. He reviewed some of the state and city sources for the project funding.

He then showed pictures and gave a brief description of the following projects:

1. 67th Avenue NE: South City Limits to SR 528
2. Grove Street/ Alder Avenue Intersection
3. SR 528 / 47th Avenue Intersection

4. 47th Avenue NE/ 3rd Street Intersection
5. SR 531/ 19th Avenue NE Intersection
6. Sunnyside Blvd/52nd Street Intersection
7. 67th Avenue NE / 84th Street NE Intersection
8. 67th Avenue/ Grove Street Intersection
9. State Avenue NE/ SR 528 Intersection
10. SR 531/ 27th Avenue NE Intersection
11. State Avenue: 100th Street NE to 116th Street NE
12. State Avenue: 116th Street NE to 136th Street NE
13. 116th Street NE: Interstate 5 to State Avenue
14. State Avenue: 136th Street NE to 152nd Street NE
15. State Avenue: Grove Street to 1st Street
16. SR528: Allen Creek Bridge to 53rd Avenue NE
17. 51st Avenue NE: Grove Street to 84th Street NE
18. 88th Street NE Extension
19. Interstate 5 North Marysville Interchange
20. Annual Street Overlay Program
21. SR-528 / SR-9 Intersection
22. 88th Street NE: State Avenue to 67th Avenue NE
23. 51st Avenue: 84th Street NE to 88th Street NE
24. 51st Avenue: 88th Street NE to 108th Street NE
25. 51st Avenue NE/ 152nd Street NE Intersection
26. 67th Avenue NE / 100th Street NE Intersection
27. State Avenue Debt Service

Jon Nehring asked about the State Avenue project timing. Mr. Massie said it would not be any sooner than three months since they need to assume right of way first and then reserve the federal funds. There will then be 6-8 weeks to go out to bid. Councilmember Nehring then asked if the City was working with the Tribes on the 116th project. Mr. Massie indicated that they were.

Councilmember Suzanne Smith referred to TIP #6 - Sunnyside Blvd/ 52nd Street Intersection where they are proposing to install a signal. She indicated that she drives that intersection every day and has not noticed a significant problem with it. Mr. Massie explained that there can be significant backups from the intersecting cars which can cause problems. He agreed that he also had questions about this project. Ms. Smith commented that Sunnyside Blvd was on the list last year, but was removed. Mr. Massie explained that it was not a concurrency issue.

Councilmember Smith then referred to TIP #7 - 67th Avenue NE/ 84th Street NE Intersection. She asked if they would be synchronizing that with the 88th Street project. Mr. Massie indicated that there might be some benefit to connecting the signals.

Ms. Smith then referred to TIP #11 - State Avenue: 100th Street NE to 116th Street NE. She asked where the funds came from. Mr. Massie explained that there is a committee called DRAC which funds the replacement of deficient bridges. This particular culvert

does not have a long enough span to fit into the category of bridge. They have applied for some hazard mitigation grant money. Staff filled out a demonstration project application and turned it into Councilman Rick Larsen, but has not heard anything back. The City is still looking around for funds. She proposed that a letter be drafted to Rick Larsen and also a letter to the DRAC committee requesting a variance to their requirements.

Finally Ms. Smith referred to TIP #13 - 116th Street, I-5 to State Avenue project. She asked where the Tribes were applying for funds. Mr. Weiser explained that they were applying for federal funds. Marysville would be applying for state funds. Ms. Smith said that a letter also needed to be drafted stating that the impacts need to be mitigated and the project needs to be expanded to include the whole corridor into Marysville. Mayor Weiser said they were approaching the Tribes to carefully coordinate the federal funds with the state funds.

Public Comment

Zoe Hallgren 7711 59th Avenue NE, Marysville.

Ms. Hallgren had safety concerns about the area near 52nd and Sunnyside Blvd. She said that the combination of the hill and the wall on the side creates a dangerous situation. She would like funding to remain in the TIP to address that intersection.

Gary Petershagen PO Box 1465, Marysville.

Mr. Petershagen is in the development community and was concerned with some of the projects. He asked the Council to consider the overlay system. He referred to the east side and some of the older sections where the roads are in very poor condition.

He also asked them to look at the extension of 88th Street more strongly. He said there were two development proposals which would construct portions of it and it would be a great opportunity for the City to move it up on the priority list in order to get more accomplished. He said in economic terms it would help the overall comprehensive plan of the City.

He then referred to 67th NE where they were interested in filling in the gaps. He asked if there was a provision or recovery contract that would help the City in paying for some of those things. He asked that it would be considered.

Mr. Petershagen also asked about the opportunity of developers doing some of the projects in lieu of mitigation fees.

Councilmember Suzanne Smith referred to the frontage improvements on 67th. She clarified that it was just in filling the shoulder, not the sidewalk. Mr. Massie affirmed that this was correct. Councilmember Smith then asked for specifics about some of Mr. Petershagen's ideas about developers doing the projects in lieu of mitigation fees. He

referred specifically to 88th Street and stated that he was required to build about 2,000 feet of City arterial there. Mayor Weiser thanked him for his comments.

Discussion

Councilmember Lisa Vares asked about the timing of making adjustments to the overlay program. Finance Director Sandy Langdon explained that during budget time project funding could be established within the budget process. There was some discussion about the overlay projects. Sandy Langdon explained that all the funds for the first three years are tied up. Any additional funding might be able to be used for other projects, but it is not available right now. Mike Leighan asked if the funds used for the overlay were specifically designated by state law to be used for maintenance. Ms. Langdon indicated that he was correct. Money from other sources could be used, but it is committed to other projects.

Motion by Councilmember Leighan, seconded by Councilmember Lisa Vares to approve Resolution 2099 for the 6-year TIP for 2004-2009 as presented. **Motion** passed unanimously (6-0).

CURRENT BUSINESS.

A. Economic Development Stimulus Package.

Chief Administrative Officer Mary Swenson reported that she has meetings scheduled with all of the committee chairs this week. She suggested that they have a meeting of the Committee of the Whole on Tuesday, July 29.

Jon Nehring thanked Ms. Swenson for putting this together. He suggested encouraging each of the five committees to present an action item to the Council within the next 60-90 days. He also asked about wording declaring a "state of emergency". Ms. Swenson said her recommendation was not to put the "state of emergency" wording in, but she indicated that her meeting with each of the committee leaders would communicate Council's wishes to move this along.

Motion by Councilmember Jon Nehring, seconded by Councilmember Lisa Vares to approve Resolution 2100 with the addition of Subsection 6 stating that Council encourages each of the five committees to present one action item to vote upon within the next 90 days. **Motion** passed unanimously (6-0).

NEW BUSINESS

A. Loan Acceptance for Cedarcrest Golf Course Restaurant and Pro Shop.

Finance Director Sandy Langdon indicated that more options would be presented at the next work session. She asked that Council not take action on this matter tonight and that it be continued.

B. 2003 Agreement with City of Marysville and Public Utility District No. 1 of Snohomish County for Water Supply.

Mayor Weiser explained that they have worked on this agreement for almost eleven years and they are glad to come to resolution on it. Councilmember Mike Leighan asked if any analysis had been done to find out the cost of buying a piece of the P.U.D.'s system. Sandy Langdon reviewed the numbers she had from last year, but stated that she was not able to get in contact with Snohomish County P.U.D. to clarify the current numbers. Last year's cost was \$6 million per 2,000 customers. Mr. Leighan had concerns about agreeing to the methodology. Ms. Langdon assured him that this was pretty standard agreement regarding the bonded indebtedness and acquiring customers.

Motion by Councilmember Donna Wright, seconded by Councilmember Jon Nehring to approve the 2003 Water Supply Agreement between the Snohomish County P.U.D. and the City and authorize the Mayor to sign the Agreement. **Motion** passed unanimously (6-0).

C. Authorize Mayor to Sign Professional Services Agreement with Montgomery Watson Harza; Sunnyside 3MG Reservoir Design.

Mayor Weiser clarified that this agreement was only dealing with the design of the reservoir and that more agreements would come back before the Council before the reservoir was constructed. Jim Owens affirmed that this was correct.

Motion by Councilmember Vares, seconded by Councilmember Leighan to approve the Professional Services Agreement between the City and Montgomery Watson Harza in an amount not to exceed \$219,955 including a \$19,996 management reserve. **Motion** passed unanimously (6-0).

D. Authorize Mayor to Sign Participating Agreement GCA 3108 with Washington State Department of Transportation for Right-of-Way Acquisition.

Motion by Councilmember Mike Leighan, seconded by Councilmember Jon Nehring to authorize the Mayor to sign Participating Agreement GCA 3108 with the WSDOT regarding the acceptance of \$38,104 towards the purchase of right-of-way. **Motion** passed unanimously (6-0).

LEGAL

A. Contract for Recovery of Utility Construction Costs for Sewer; David R. O'Connor.

Motion by Councilmember Jon Nehring, seconded by Councilmember John Soriano to approve Utility Recovery Contract 258. **Motion** passed unanimously (6-0).

ORDINANCES AND RESOLUTIONS

B. An Ordinance of the City of Marysville, Washington Amending Sections 19.16.080 (Descriptions of Screens and Landscaping Types) and 19.16.090 (Required Landscape Buffers) of the Marysville Municipal Code Relating to Development Standards-Landscaping.

Motion by Councilmember John Soriano, seconded by Councilmember Leighan to approve Ordinance No. 2480. **Motion** passed unanimously (6-0).

C. An Ordinance of the City of Marysville, Washington Amending Section 19.26.030 (Public Benefits and Density Incentives) and Adding a New Section 19.26.040 (Density Bonus Recreation Features) of the Marysville Municipal Code Relating to Residential Density Incentives.

Motion by Councilmember Jon Nehring, seconded by Councilmember Donna Wright to approve Ordinance No. 2481. **Motion** approved 5-1 with Councilmember Mike Leighan voting against.

INFORMATION ITEMS

A. Mayor's Business.

Salary Commission Appointments.

Mayor Weiser presented six of the seven names he was proposing for the Salary Commission. He will be talking with some others to determine the final appointment. Mayor Weiser explained that he received a total of three letters of interest. Those three names are on the list before Council. He has also talked with five others interested in the Commission. Three of those have indicated that they are willing to serve and are also on the list. He has yet to hear from the others at this time.

Motion by Councilmember Donna Wright, seconded by Councilmember Mike Leighan to approve the appointment of Irene Gordon for a one-year term. **Motion** passed unanimously (6-0).

Motion by Councilmember Mike Leighan, seconded by Councilmember Nehring to approve the appointment of Jim Lonneker for an initial one-year term. **Motion** passed unanimously (6-0).

Motion by Councilmember Jon Nehring, seconded by Councilmember Mike Leighan to approve Becky Johnson for an initial two-year term. **Motion** passed unanimously (6-0).

Motion by Councilmember Soriano, seconded by Councilmember Vares to approve Andrew Sandoval for an initial two-year term. **Motion** passed unanimously (6-0).

Motion by Councilmember Wright, seconded by Councilmember Leighan to approve the appointment of Gary Edmondson for an initial three-year term. **Motion** passed unanimously (6-0).

Motion by Councilmember Nehring, seconded by Councilmember Vares to approve Jim Scharf for an initial three-year term. **Motion** passed unanimously (6-0).

Mayor Weiser then reported on the AWC conference held last week in Spokane. He noted there were not quite as many people attending this year as last year; however the tone of the conference was upbeat. The idea of "Filling in the Gap" was the theme. New budgeting ideas and philosophies were discussed. They were all given a disk of all of the materials included in the conference. That disk is available to any Councilmembers interested. He will also provide hard copies of the material to Council.

B. Staff Business.

Commander Ralph Krusey reported that the Police Department has started efforts for the fireworks enforcement for the 4th of July. They have utilized Channel 29, the Globe, and fliers in the utility billings. They will be stepping up enforcement beginning on June 28 and continuing through July 5. They are hoping to receive fewer calls this year and to have a safe 4th of July.

Sandy Langdon noted that the 2003 Budget had been distributed to Councilmembers. She also distributed information about the \$7 million LTGO showing a breakdown for each of the projects.

Mary Swenson said they are still in the process of coordinating a joint meeting with the City of Arlington on the fifth Monday. She also got word of a Transportation Challenges Forum that is being held July 1 in Seattle. It is an all-day event with several state and federal legislators in attendance. She said she would get information about that to everyone.

Grant Weed stated that he had one item for Executive Session.

Gloria Hirashima said she will be putting together updated project information. She also discussed holding a permitting workshop with the Council to go over the turnaround information, some of the measures that are being currently implemented and an update on the EDC mode of permit process.

Jim Owens thanked Sandy Langdon and her staff for putting together the Transportation Comprehensive Plan and for the huge amount of work they did to help get the financial information together for the presentation. He then noted the Strawberry Festival went exceptionally well. He commended Tony Newman who was in charge and put in an extraordinary amount of hours.

Mr. Owens then answered questions asked by councilmembers during the tour:

- The phone system does not have call forwarding as that would be an extra monthly charge.
- Trunk sewer traffic revision signs - Those were up on the 19th.
- SR 528 paving project- doing a review of that project.
- Buildings on the filtration plant site have been boarded up where the doors were knocked in. They will be monitoring that to make sure it stays secure. They will harvest trees on that site and contribute money toward the cost of the project.

Kevin Neilsen – nothing.

Jim Ballew informed Council that the Peace Park was substantially completed on Friday. There had been a big effort by Windermere Real Estate who had donated time as part of their community service. Mr. Ballew announced that they are kicking off their summer recreational programs. He then reported that the Police Department has caught two different vandals in two different areas. Both were caught in the act of vandalism.

C. Call on Councilmembers.

Lisa Vares – Nothing.

Mike Leighan said that the Youth Peace Park looked very nice. He suggested sending a thank-you letter to the volunteers. He then thanked Doug Buell for the booth at the Strawberry Festival.

Suzanne Smith suggested that Gloria Hirashima's workshop on the permitting process be added to the Joint Economic Development Committee. She then referred to her suggestion to write letters to state legislators and congressional representatives, Rick Larsen and the DRAC committee.

Motion to direct staff to write a letter concerning a possible variance to allow bridge replacement funds to be used to replace a culvert, specifically in the area of State Avenue: 100th Street NE to 116th Street NE. **Motion** passed unanimously (6-0).

John Soriano echoed the Mayor's comments about the AWC conference. He felt there were pretty informative seminars on the whole. He commented on how nice the Youth Peace Park looks. Finally he added that David Doop who earlier received his five-year service award has also been instrumental in helping the Fire Board employ the GIS system.

Jon Nehring congratulated Maryfest and the City for success of the Strawberry Festival.

Donna Wright noted that the AWC conference in Spokane was beneficial. She attended five seminars including:

- Design Review Process.
- Strengthening the Unity in Community Relations.

- Fireworks Education.
- 25 Rules for Successful Tourism.
- Recruiting Retailers to Your Community.

She added that she has copies of the handouts which she will give to staff to distribute to Councilmembers.

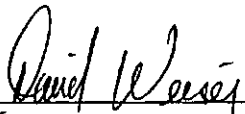
ADJOURNMENT

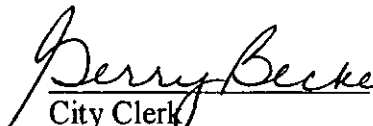
Mayor Weiser said that there was one real estate item to discuss in Executive Session. The meeting was adjourned at 9:05 p.m. with Executive Session to begin at 9:15 p.m. and expected to last about 15 minutes.

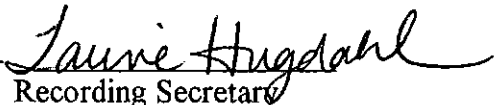
EXECUTIVE SESSION

Council adjourned into Executive Session at 9:15 p.m. to discuss one real estate item; reconvened into regular session at approximately 9:30 p.m.; took no further action; and adjourned.

Approved this 14th day of July, 2003.


 Mayor
 David Weiser


 City Clerk
 Gerry Becker


 Recording Secretary
 Laurie Hugdahl

MARYSVILLE CITY COUNCIL WORK SESSION MINUTES

June 16, 2003

7:00 p.m.

Public Safety Center

Call to Order / Pledge of Allegiance / InvocationCORRECTED: SEE 6/23/03
MINUTES

Mayor David Weiser called the work session to order at 7:00 p.m. He then led those present in the Pledge of Allegiance. Pastor James Berkley of Judah Praise Center gave the invocation.

ROLL CALL

Chief Administrative Officer Mary Swenson called the roll. The following Councilmembers and staff members were in attendance:

Council: Mayor David Weiser, Mayor Pro Tem Mike Leighan, Councilmembers: Jon Nehring, Jeff Seibert, Suzanne Smith, John Soriano, Donna Wright, and Lisa Vares.

Staff: Mary Swenson, Chief Administrative Officer; Sandy Langdon, Finance Director; Grant Weed, City Attorney; Gloria Hirashima, Community Development Director; Jim Owens, Public Works Director; Jim Ballew, Parks and Recreation Director; Jeff Massie, City Engineer.

COMMITTEE REPORTS

Councilmember Suzanne Smith reported on the Parks Board meeting.

- They reviewed and approved memorial wall plaque criteria recommendations.
- On June 20 from 9-4 the memorial wall and garden will be built.
- Refund policy discussed and approved.
- \$2 fee increase approved for golf fees.
- Discussion of two pending large (250+) home plats. Discussed need for possible trail system or park in that area.
- Arson at Jennings Park last Saturday.
- Petting Zoo is now open. They surpassed donations from last year the first weekend.
- Discussed Marysville Noon Rotary donation for amphitheater.

Councilmember Jeff Seibert reviewed the Public Works meeting on June 12.

- Biosolids project just about completed.
- Grease pretreatment program – most restaurants have agreed to help solve their problems.
- Update on PUD.
- Update on Transportation Comprehensive Plan.

- Discussion about Navy water and sewer facilities possibly reverting back to the City.

DISCUSSION ITEMS

A. Loan Acceptance for Golf Course Restaurant & Pro Shop.

Councilmember Mike Leighan asked for an analysis of the money the golf course presently owes the City. Finance Director Sandy Langdon responded there are currently \$600,000 in internal loans and operations and \$200,000 from previous years. She noted that about \$300,000 of that total amount exceeds the 3-year period. There was some discussion about consolidating the loans.

Jim Ballew, Parks and Recreation Director discussed the discounting of golf fees. He said that \$2 increase would allow them to meet the debt service. Mike Leighan asked if they were utilizing PGA programs. Mr. Ballew explained that this would require computerization and about \$11,000 in expenses to develop the membership structure with automatic tee times.

Chief Administrative Officer Mary Swenson asked about the interest rates. Ms. Langdon replied that they are possibly 4.7%, but they are coming down.

Councilmember Jeff Seibert asked for clarification about the amount the golf course owes. Sandy Langdon explained that the \$800,000 is being paid back in interest only. It is not included in the million dollars being discussed. She explained that after three years the loan is assumed to be a gift if payments have not been made. There was discussion about the status of the funds loaned to golf course and about possibly including some of the inter-fund loans into the loan. Ms. Langdon noted that the golf course has been paying interest only since 2000. She added that if Council wanted to fold more money into the loan they could. Councilmember Lisa Vares asked for the amount of the interest-only payment. Ms. Langdon said it was approximately \$3,000-5,000 per month. Ms. Vares then asked about the amount of the loan payments. Ms. Langdon replied that it was about \$50,000 the first year and increasing thereafter. Councilmember Seibert commented that although it would be nice to roll the existing debt into the loan it did not make sense to him to pay more interest to someone else.

Lisa Vares asked for a report of the last 45 days of golf course activity.

Councilmember Seibert asked about seeing if the golf course could begin to pay back more of the principal as well as interest in order to get more paid within the three-year period before it rolls off and the general fund loses it. Sandy Langdon clarified that if payments have been made it is not automatically assumed to be a gift.

B. 6-Year Transportation Improvement Plan (2004-2009).

Public Works Director Jim Owens commented that of the 27 projects listed on the update most are on the books and well on the way.

City Engineer Jeff Massie added that the state law requires 6-year plans to be adopted by June 30. He reviewed the changes from last year's TIP which included concurrency projects and the north Marysville interchange. He noted that they would be applying for some grants. Also, there will be a public hearing next week to give an overview of what the 6-year TIP and to discuss funding. He stated that the first three years of the plan are financially constrained, but there are still lots of questions about the last three years (2007-2009).

Councilmember Seibert referred to several projects that are located in the County. He asked if there was an expectation that they would annex those areas. He wondered why they weren't spending the money on areas within the City. Jeff Massie indicated that those projects should fall under the category of "Other Agency Projects". There was some discussion about County projects, mitigation fees and concurrency. Mr. Massie encouraged staff and elected officials to put more pressure on the County to complete projects in the UGA.

Councilmember John Soriano asked about 116th from I-5 to State Avenue. Mr. Massie replied that it was going well. He noted that the Tulalips have conceded to include Marysville's 116th portion for the environmental impacts study. There has been discussion with the officials at the Tulalips regarding putting together a joint funding application.

Councilmember Jeff Seibert then asked about Sunnyside. Mr. Massie explained that there is not a concurrency issue there although it is on the Comprehensive Plan as a desirable project. He added that they could not afford it at this time.

C. Lakewood Annexation.

Community Development Director Gloria Hirashima explained that they had received a letter from some of the residents requesting revision of the boundaries. They have prepared a revised resolution and a revised legal description for Council.

Public Comment

Ralph Krutsinger, 409 - 148th Street NE, Arlington, WA 98223.

Mr. Krutsinger had some comments regarding the labeling of Exhibits A and B in the resolution. He then stated that he was in favor of the annexation and the revision of the boundaries.

Councilmember Suzanne Smith asked Mr. Krutsinger about his commitment to pursue a grassroots effort. Mr. Krutsinger described the reasons why they did not have time to pursue the larger boundary areas. He also expressed his commitment to pursuing this as a grassroots effort. Councilmember Smith then asked if the City could assist them in any way. Mr. Krutsinger replied that ultimately they could, but that they want to make the initial contact with the residents. He noted that it is more achievable to do the south side now and there would still be time to get the north side ready for February.

Councilmember Seibert commented that the residents seemed happy to be included in the annexation.

Motion by Councilmember Seibert, seconded by Councilmember Mike Leighan to approve Resolution No. 2098 with the smaller boundary. **Motion** passed unanimously (7-0).

D. Economic Development Stimulus Package.

Mayor Weiser referred to the Land Use subcommittee meeting minutes that were in the packet and opened the discussion.

Councilmember Jeff Seibert commented that developer Gary Petershagen indicated that there was interest by some developers and not by others in some of the incentives that had been discussed as ways to encourage economic development. Mr. Seibert stated that they need to have more discussion with developers to determine what they see as a value.

Councilmember Mike Leighan commented that City Engineer Kevin Neilsen had discussed giving priority to commercial development over private development. There was discussion about the prioritization process. Mr. Leighan noted that Renton began a similar process of economic development in 1990. They did a community marketing campaign which might be a possibility for Marysville. He wondered if anybody is actively marketing Marysville.

Councilmember Seibert suggested possibly raising permit fees in order to pay for a dedicated person to get that process completed quickly. Councilmember Smith asked if they could devote someone half-time or full-time to process commercial plans. Gloria Hirashima replied that their department did not have enough employees and there is too much variation to devote one person to that. She explained that they are cross-training staff so they don't have bottlenecks with commercial applications. There was discussion about managing the prioritization of plans as opposed to having a separate employee for commercial applications. Also, she noted that it has been helpful to establish baselines for permit turnaround times.

Ms. Hirashima then discussed how Tacoma had a big marketing campaign saying they would refund fees paid for permits if not completed on time. She explained that this was

mostly a marketing plan as the benefit to the customer was slight and there was little risk to the City. She said they have done an excellent job with that and with improving customer service.

Councilmember Smith asked when the Business Retention and Attraction Subcommittee would be meeting. Lisa Vares informed her that the meeting was at 8:00 a.m. on Tuesday, June 17 at the North Marysville Branch of the North County Bank.

Councilmember Smith commented that Diana Dollar had mentioned that the different committees need to come together as a whole. Ms. Smith said she was concerned about the pace of the committees. Ms. Smith then asked about the Workforce subcommittee meeting. Councilmember Donna Wright informed her that they have had three meetings so far. Ms. Smith was concerned that she had not been contacted. Jim Owens stated that the next meeting was Thursday, June 26 at 3:00 p.m. at Public Works.

Councilmember Jon Nehring stated that he also was concerned about the slow pace. He said that Marysville has a big competitor and not a lot of economic development happening. He discussed parallels between this situation and his business. He explained that a year ago their business had been in trouble and they had to make changes. They have been aggressive and business has been much healthier. He felt Marysville needed to be aggressive to improve the economic situation. He noted that he was please to hear that many of his ideas have been discussed at the Land Use committee meetings however he was concerned about the pace, lack of vision and lack of focus of the other committees. He suggested declaring a state of emergency and directing the five committee chairs to come up with an action plan item within 60-90 days to get this moving. He reviewed his ideas again to stimulate economic development.

Councilmember Lisa Vares agreed with Councilmember Nehring. She suggested a Council resolution asking for chairs to come up with short-term action plan. She felt that passing a resolution would give them motivation and show them that Council is serious.

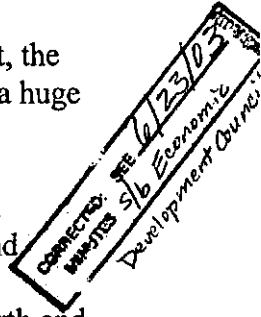
Councilmember Mike Leighan had several comments.

- He remarked that Council's attitude is critical. He referred to discussions about not providing utilities outside city limits as an example of an issue that could be a deterrent to anyone considering development.
- He then stated that the north end drainage issues needed to be resolved.
- He suggested that the area south of 88th could possibly be a commercial area.
- He noted the importance of solving traffic and concurrency issues.
- He suggested a campaign to attract business – possibly forming a local economic development council to focus on developing and promoting Marysville.

Councilmember Suzanne Smith asked about the next meeting of the whole group. She suggested requesting an outcome by the subcommittees by that meeting. Mary Swenson noted that they hoped to have the next meeting of the whole group by the end of June or

early July. She emphasized that although some of the committees have not yet met, the chairpersons have been planning and working on the issues. Also, staff has put in a huge amount of work in getting these committees going.

Councilmember Donna Wright commented regarding the Economic Development Council. She said that Marysville is invested in the Snohomish County Council and should be more involved with them. Mary Swenson explained that there is communication with them. They are also working with Arlington to pair up on north end issues.



Councilmember John Soriano commented that he didn't want to re-invent the wheel. He said there must be a template that outlines the types of attributes that you look for in promoting this type of growth. Mary Swenson explained that they had already done that in putting together information for the Implementation Committee. She reminded Council that the committees have only been meeting for a couple of months.

Councilmember Suzanne Smith suggested setting aside time at each work session to discuss what is happening at the committee meetings.

Gloria Hirashima stated that, on a positive note, they continue to receive commercial applications. There are more than in the previous years. There was some discussion about giving verbal updates of applications to Council. She noted that some developers would not want their names disclosed and that would be respected.

Councilmember Leighan noted that the Gardner Johnson report had a huge list of action items. He said it could be helpful for committees to go through that report to get ideas.

Jon Nehring asked Gloria Hirashima for examples of some barriers that she hears of that stop development from happening. Ms. Hirashima responded that some of the comments that they hear are:

- Better coordination needed on the permitting process.
- Concerns about fees – impact fees and capital improvement fees, especially for businesses that are expanding.
- Expectations – need to communicate clearly the length of time required to get permits.

Councilmember Smith said she was in favor of preparing a resolution with a timeframe for next week.

Councilmember Seibert commented that the City could do a better job of marketing by letting people know that the permit process isn't as bad as they think. He suggested promoting new permits as soon as they are able to talk about it in order to let people know that the City is changing and growing. He also suggested getting new businesses and expansions into the paper to promote them.

Mary Swenson commented that the Economic Development Council had a forum with developers and real estate folks in which Marysville participated.

Councilmember Smith suggested assigning members from the Economic Development Council to commit to the various committees to get them involved.

CONSENT AGENDA ITEMS

C. Approval of Fireworks Stand Permit Applications.

There were no comments or questions regarding this item.

D. Authorize Mayor to Sign Interlocal Agreement for the Snohomish Regional Drug Task Force.

There were no comments or questions regarding this item.

E. PUD Distribution Easement for Pole Relocation at Edward Springs.

There were no comments or questions regarding this item.

REVIEW BIDS

A. Authorize Mayor to Sign Contract for Grace Creek Re-alignment; R& J Landscape and Construction.

Councilmember Suzanne Smith noted that this amount was substantially under bid. Mr. Owens agreed that they had received very good bids. He commended City Attorney Grant Weed on the work he did on the agreement.

NEW BUSINESS

A. 2003 Agreement with City of Marysville and Public Utility District No. 1 of Snohomish County for Water Supply.

Councilmember Mike Leighan asked for the amount of the bonded indebtedness for PUD. Sandy Langdon said she would get that information for the next meeting although Grant Weed noted it would be variable.

Councilmember Leighan the referred to Page 6, Item B which states the maximum amount of the valve fee. He asked if this was a reasonable fee and if it would be appropriate in 20 years. He wondered if the amount should be in there at all. City Attorney Grant Weed stated that the engineers felt these fees would be sufficient. Mr. Leighan then asked if the

operation and maintenance charges on Page 7 were also appropriate. Mr. Weed indicated that they were.

B. Authorize Mayor to Sign Professional Services Agreement with Montgomery Watson Harza; Sunnyside 3MG Reservoir Design.

Councilmember Seibert discussed the 71st Avenue reservoir. There was discussion about possibly needing to add some capacity to it if the City takes over the PUD. Mr. Seibert asked if they had considered the UGA in this agreement. Mr. Owens responded that they had not, but may look at it in the future.

C. Authorize Mayor to Sign Participating Agreement GCA 3108 with Washington Department of Transportation for Right-of-Way Acquisition.

Jim Owens explained that there was money coming from WSDOT and that this was a win-win situation for all involved.

LEGAL

A. Recovery Contract for Recovery of Utility Construction Costs; David R. O'Connor.

There were no comments or questions regarding this item.

ORDINANCES & RESOLUTIONS

A. An Ordinance of the City of Marysville, Washington, Relating to Contracting Indebtedness; Providing for the Issuance of the \$1,137,350 Par Value Limited Tax General Obligation Bond, 2003 (Taxable), of the City for General City Purposes to Provide the Funds with Which to Pay or Reimburse Earlier City Expenditures for Costs of Golf Course Facilities, Including But Not Limited to, Restaurant, Pro Shop, and Parking Lot Improvements, and Paying the Costs of Issuance and Sale of Such Bond; Fixing the Date, Form, Maturity, Interest Rate, Terms and Covenants of the Bond; Designating a Construction Fund and Establishing a Bond Fund; and Approving the Sale and Providing for the Delivery of the Bond to Bank of America, N.A., of Seattle, Washington.

There were no comments or questions regarding this matter.

B. A Resolution of the City of Marysville Adopting a Six-Year Transportation Improvement Program (2004-2009) in Accordance with RCW 35-77-010.

There were no comments or questions regarding this item.

INFORMATION ITEMS**Staff Business**

Sandy Langdon noted that there would be a Finance Committee meeting on Wednesday at 4:00 p.m.

Jim Owens noted that there were 2 projects to update Council regarding change orders. He explained that the change orders were well within the management reserve.

1. Contract to Change Order No. 1 for 51st Avenue Pump Station Improvements Project.
2. Contract Change Order No. 1 for 57th Place Improvements Project.

Gloria Hirashima – nothing.

Jeff Massie – nothing.

Mary Swenson discussed possibly having the meeting with the economic development committees together on the 5th Monday of June. There were two councilmembers who would not be able to attend so she said they would schedule another time, hopefully before July 4.

Grant Weed explained that WCIA liked to see periodic training on fairness and conflict of interest issues for staff. Councilmember Jeff Seibert suggested doing it after January. Mary Swenson said they could do one now and one after the first of the year.

Jim Ballew notified Council that the Parks Department received a \$114,000 distribution from the Gellerson Estate. The library also received the same amount. They are expecting to receive another \$8,000 by the end of the year.

Councilmember Comments

Donna Wright commented that she enjoyed the Public Works tour on Saturday.

Lisa Vares agreed that it was a lot of fun.

ADJOURN

The work session was adjourned at 8:48 p.m. with the Executive Session scheduled to begin at 8:55 p.m.. There were three real estate issues and one pending litigation matter to be discussed.

EXECUTIVE SESSION

The City Council met in Executive Session at 8:55 p.m. and discussed one pending litigation item and three real estate items.


Council reconvened into Regular Session at 9:25 p.m.

Motion by Councilmember Wright, second by Councilmember Smith to approve the right-of-way issues as discussed in Executive Session. Motion carried 7-0.

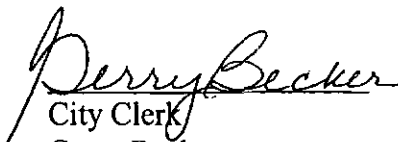
ADJOURN

Mayor Weiser adjourned the June 16, 2003 City Council Work Session at 9:26 p.m.

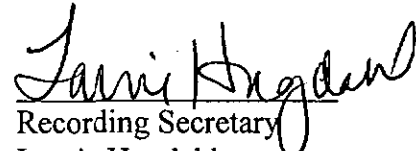
Approved this 23rd day of June, 2003.



Mayor
David Weiser



City Clerk
Gerry Becker



Recording Secretary
Laurie Hugdahl