

Call to Order/Pledge of Allegiance/Roll Call	7:00 p.m.
Approval of the Agenda	Approved
Committee Reports	
Presentations	
Volunteer of the Month: Kim Shumway	Presented
Audience Participation	
Approval of Minutes	
Approval of the September 4, 2018 City Council Work Session Minutes.	Approved
Consent Agenda	
Approval of the August 29, 2018 Claims in the Amount of \$870,686.83 Paid by EFT Transactions and Check Numbers 126819 through 126946.	Approved
Approval of the September 5, 2018 Claims in the Amount of \$1,478,751.28 Paid by EFT Transactions and Check Numbers 126947 through 127050.	Approved
Approval of the September 5, 2018 Payroll in the Amount of \$1,929,275.61 Paid by EFT Transactions and Check Numbers 31944 through 31981.	Approved
Approval of the September 12, 2018 Claims in the Amount of \$221,945.43 Paid by EFT Transactions and Check Numbers 127051 through 127186 with Check Numbers 120359, 120710, 126803, and 126812 Voided.	Approved
Review Bids	
Public Hearings	
Consider Approving a Resolution Declaring Certain Items of Personal Property to be Surplus and Authorizing the Sale and Disposal Thereof.	Held/Approved Res. No. 2451
New Business	
Consider Approving a Resolution Declaring the need for the Housing Authority of Snohomish County to function within the City Limits of Marysville for the Purpose of Purchasing and Operating a Residence at 1356 Cedar Avenue.	Approved Res. No. 2452
Casualty and Property Insurance Options	Approved
Legal	
Mayor's Business	
Staff Business	
Call on Councilmembers	
Adjournment	8:16 p.m.
Executive Session	8:30 p.m.
Real Estate – 1 item	No Action
Litigation – 1 item	No Action
Adjournment	9:15 p.m.

Regular Meeting
September 24, 2018

Call to Order / Pledge of Allegiance

Mayor Nehring called the meeting to order at 7:00 p.m. and led those present in the Pledge of Allegiance. Pastor Dennis Niva gave the invocation.

Roll Call

Chief Administrative Officer Hirashima gave the roll call. The following staff and councilmembers were in attendance.

Mayor: Jon Nehring

Council: Mark James, Tom King, Steve Muller, Kamille Norton (President), Michael Stevens, Rob Toyer, and Jeff Vaughan

Absent: None

Also Present: Chief Administrative Officer Gloria Hirashima, Finance Director Sandy Langdon, Police Chief Rick Smith, City Attorney Jon Walker, Public Works Director Kevin Nielsen, Parks and Recreation Director Jim Ballew, Community Development Director Dave Koenig, Public Relations Administrator Connie Mennie, Information Services Manager Worth Norton, Asst. Police Chief Goldman, and Recording Secretary Laurie Hugdahl.

Motion made by Councilmember Toyer, seconded by Councilmember James, to approve the agenda with the removal of items 7 and 11. **Motion** passed unanimously.

Committee Reports

Councilmember King reported that the Park Board met and received an update on projects including the Jennings Park entrance project, recently completed summer programs, and the upcoming tour of lights.

Councilmember King also reported on the Fire Board meeting where they gave out 2018 Service Awards ranging from 5 years to 35 years. The Fire District recently had an audit by the State Auditor's Office and received an excellent report. They passed a resolution supporting Proposition 1 which deals with the SERS funding. They are ordering three new aid cars which will arrive next year.

Council President Norton reported that the 4th of July Committee met earlier this evening and hopes to have a recommendation come to Council sometime in October.

Presentations

A. Volunteer of the Month: Kim Shumway

Kim Shumway was recognized as Volunteer of the Month for September for her outstanding community service increasing accessibility of the theater as a volunteer for the Red Curtain Foundation for the Arts. She also is a leader of a local Girl Scouts organization.

Audience Participation

Approval of Minutes

1. Approval of the September 4, 2018 City Council Work Session Minutes.

Motion made by Council President Norton, seconded by Councilmember Muller, to approve the September 4, 2018 City Council Work Session Minutes. **Motion** passed with Councilmember Stevens abstaining.

Consent

2. Approval of the August 29, 2018 Claims in the Amount of \$870,686.83 Paid by EFT Transactions and Check Numbers 126819 through 126946.
3. Approval of the September 5, 2018 Claims in the Amount of \$1,478,751.28 Paid by EFT Transactions and Check Numbers 126947 through 127050.
4. Approval of the September 5, 2018 Payroll in the Amount of \$1,929,275.61 Paid by EFT Transactions and Check Numbers 31944 through 31981.
5. Approval of the September 12, 2018 Claims in the Amount of \$221,945.43 Paid by EFT Transactions and Check Numbers 127051 through 127186 with Check Numbers 120359, 120710, 126803, and 126812 Voided.

Motion made by Councilmember Toyer, seconded by Councilmember King, to approve Consent Agenda items 2, 3, 4 and 5. **Motion** passed unanimously.

Review Bids

Public Hearings

6. Consider Approving a Resolution Declaring Certain Items of Personal Property to be Surplus and Authorizing the Sale and Disposal Thereof.

Worth Norton explained this is standard procedure for surplus computers.

The hearing was opened at 7:11 p.m. and public comment was solicited. There was none. The hearing was closed at 7:11 p.m.

Motion made by Councilmember Muller, seconded by Councilmember Toyer, to approve Resolution No. 2451. **Motion** passed unanimously.

New Business

8. Consider Approving a Resolution Declaring the need for the Housing Authority of Snohomish County to function within the City Limits of Marysville for the Purpose of Purchasing and Operating a Residence at 1356 Cedar Avenue.

CAO Hirashima explained that this item and the next item relate to the Housing Authority of Snohomish County (HASCO). She reviewed the background of the subject property and HASCO's intent to develop the property. They have also requested consideration of a citywide resolution which would allow them to complete real estate transactions without a separate resolution for each action. Staff is recommending that Council approve both resolutions.

Duane Leonard, Executive Director for HASCO, introduced Ms. Cane and Mr. Tingley who made a presentation reviewing HASCO's mission, their background in Snohomish County and their intention for the subject property in the City of Marysville. Ms. Cane explained that the citywide resolution would help to close transactions more quickly and protect confidentiality. This would also facilitate collaboration between HASCO and the City of Marysville.

Council President Norton asked if there are any other authorities or rights HASCO would gain with approval of the citywide resolution. Ms. Cane explained that it related only to acquiring and operating a property according to state law. Council President Norton asked if this would impact Marysville's ability to operate its own housing authority in the future if they decided to do that. City Attorney Walker explained that it would probably require an agreement between the City and HASCO to take that over.

Councilmember Muller asked how much of HASCO's expansion is driven by the fact that there is less expensive land in Marysville than other locations in the county. Ms. Cane explained that cost is a factor, but they try to cover the entire county. They also look at what areas in the county are experiencing the most growth and have the most need. A lot of it is opportunity-based. They weren't necessarily looking for property in

Marysville, but because this property is adjacent to HASCO's existing property and is already upzoned, it made it more appealing.

Councilmember Muller asked about minimum lot size for density incentives for affordable housing. Mr. Tingley did not recall seeing anything about minimum lot size. Ms. Cane thought that the density incentives would be relevant for this parcel, but noted that they are limited by things like parking and other constraints.

Councilmember Vaughan asked if the citywide resolution would make it easier for HASCO to purchase a property than for private parties. Mr. Leonard did not think it would give them any advantage over private parties. He explained that they value a good relationship with the City and wouldn't buy a property without informing the City. Ms. Cane added that it just levels the playing field. Councilmember Vaughan asked if HASCO ever sells property. Mr. Leonard explained that it happens occasionally, but is not common. If they do sell property it is usually for a very specific reason and typically to other nonprofits. Councilmember Vaughan asked why more cities don't have citywide resolutions. Mr. Leonard explained that it wasn't necessarily needed in the past, but now the real estate market has changed to be more competitive, and there is a need now to move more quickly.

Councilmember Vaughan asked how the City Council would know about the activities of HASCO if the citywide resolution was passed. CAO Hirashima explained that HASCO has always been very timely in communicating their intentions to purchase and operate facilities in the City. It would be the responsibility of staff to communicate that to the Council. What they are pursuing is consistent with regulations adopted by the Council. Director Koenig stated that this information is part of the Comprehensive Plan Update. There is also a countywide inventory of assisted housing which is both public and private which can be made available to Council. Mr. Leonard stressed that HASCO's desire is to have a positive relationship with the City. CAO Hirashima commented that Alliance for Housing Affordability is staffed by HASCO. The City is a member of that, and Councilmember Mark James attends those meetings.

Councilmember James asked how long the timeline for this specific property was delayed because HASCO had to come to the Council for approval. Ms. Cane replied that it added on 30-60 days which wasn't necessarily an issue with this particular purchase because it had been on the market for a while.

Councilmember James expressed concern about handing over authority to HASCO. He said he felt uncomfortable making a decision on this tonight. Ms. Cane explained that the Council could either adopt the property-specific resolution tonight or the citywide resolution. If they need more time to consider the citywide resolution they can consider that later.

Motion made by Councilmember James, seconded by Councilmember Toyer to approve Resolution No. 2452 (item 8 – property specific resolution). **Motion** passed unanimously.

9. Consider Approving a Resolution Authorizing the Housing Authority of Snohomish County to Operate within the Boundaries of the City of Marysville.

No action taken.

10. Casualty and Property Insurance Options

CAO Hirashima explained that staff has been researching alternatives for casualty and property insurance for 2019. She reviewed introduced representatives from Alliant to provide information to Council on the subject.

Deb Bovee, Sr. Vice President, and Brian White, First Vice President, discussed background on Alliant and the proposed tasks and timeline and gave an overview of the proposed liability insurance and property insurance programs including coverage and cost comparisons.

Councilmembers asked clarification questions about the details of this proposal.

Motion made by Councilmember Toyer, seconded by Councilmember Vaughan, to authorize the Mayor to negotiate and sign the forms moving to a fully insured property and casualty insurance program. **Motion** passed unanimously.

CAO Hirashima acknowledged Finance Director Langdon and Risk/Emergency Mgmt. Manager Diana Rose for all their work on this. She also thanked Alliant.

Legal

Mayor's Business

Mayor Nehring:

- He and Councilmember James attended the Snohomish County Cities meeting this past Thursday night. There was a good presentation from SERS on the new system need that will be coming before the voters soon.
- Economic Alliance Snohomish County did a great presentation on the work they are doing for economic development in the community.
- He thanked the Police Department for the third Coffee with a Cop event which was at IHOP on Wednesday.
- The grand opening for Toyota of Marysville will be this Thursday morning.
- He presented Kevin Nielsen with a Wastewater Treatment Award from the Department of Ecology.

Staff Business

Chief Smith:

- School is in session and things are going well.
- Public Safety Committee will be meeting on Wednesday.

Sandy Langdon gave an update on the bond sale which did well.

Jon Walker stated the need for an Executive Session to discuss two items, one related to potential litigation and one related to the potential acquisition of real estate with no action expected on either and estimated to last 20 minutes.

Dave Koenig had no comments.

Connie Mennie had no comments.

Worth Norton had no comments.

Asst. Chief Goldman had no comments.

Jim Ballew had no comments.

Kevin Nielsen:

- It's good to be back in town. He is happy to be part of a very high functioning team.
- The trestle will be happening this weekend if the weather is good.

Gloria Hirashima had no comments.

Call on Councilmembers

Jeff Vaughan complimented Director Nielsen on his award for "waste" in government.

Mark James said he attended a County Council meeting which was interesting. He thanked staff for the work on 52nd and asked about the striping. Kevin Nielsen reviewed plans for a walking path to get to the sidewalk.

Tom King said he attended the Snohomish County Fire Commissioners Meeting at the Getchell Fire Station. Brad Steiner, SERS Director, was the guest speaker and was very informative.

Michael Stevens had no comments.

Rob Toyer had no comments.

Steve Muller commented that the bond sale was very interesting.

Kamille Norton had no comments.

Recess

Council recessed for five minutes from 8:25 p.m. until 8:30 p.m. when they reconvened in Executive Session to discuss two items, one related to potential litigation and one related to the potential acquisition of real estate with no action expected on either and estimated to last 20 minutes.

Executive Session

Litigation – one item, RCW 42.30.110(1)(i)

Real Estate – one item, RCW 42.30.110(1)(b)

Executive session was extended 25 minutes. Executive session ended and reconvened into public meeting at 9:15 p.m.

Adjournment

The meeting was adjourned at 9:15 p.m.

Approved this _____ day of _____, 2018.

Mayor
Jon Nehring