

CITY OF SHORELINE
SHORELINE CITY COUNCIL
SUMMARY MINUTES OF BUSINESS MEETING

Monday, June 8, 2009 - 7:30 p.m.
Shoreline Conference Center
Mt. Rainier Room

PRESENT: Mayor Ryu, Deputy Mayor Scott, Councilmember Eggen, Councilmember Hansen, Councilmember McConnell, Councilmember McGlashan, and Councilmember Way

ABSENT: None

1. CALL TO ORDER

At 7:31 p.m., the meeting was called to order by Mayor Ryu, who presided.

2. FLAG SALUTE/ROLL CALL

Mayor Ryu led the flag salute. Upon roll call by the City Clerk, all Councilmembers were present. Mayor Ryu announced that the Filipino American proclamation will be presented at the June 22 City Council meeting instead of tonight.

3. CITY MANAGER'S REPORT

Bob Olander, City Manager, provided reports and updates on various City meetings, projects, and events. Mr. Olander commented on the success of the South Woods Walkway Dedication Ceremony on June 1 and highlighted some of the enhancements of the walkway.

4. REPORTS OF BOARDS AND COMMISSIONS

Councilmember Way stated that she has been working for a long time on the Northgate project since it is a part of the Thornton Creek watershed channel which was dedicated last week. She announced that North Seattle Community College has received a grant for careers in manufacturing from the National Association of Manufacturing.

Councilmember Eggen noted that he attended a forum on the interaction of law enforcement and social service providers in Shoreline. He said it is an interesting issue and they also discussed the role of the School Resource Officer (SRO) in the schools. He felt the Council should support the SRO program in the City.

Councilmember Hansen stated that he attended the Regional Water Quality committee meeting and they had a large program on bio-solids. He noted that they discussed theories on pricing since the Brightwater project will increase the bio-solids. Councilmember Eggen said he heard about problems with other materials being flushed into the sewer system. Councilmember Hansen replied that that wasn't discussed, but the hazardous waste committee is concerned because of pharmaceutical contamination in the system.

Mayor Ryu noted that she attended the hydrogen fuel vehicle road rally with Councilmember Eggen. She said Shoreline Community College (SCC) would love to have a relationship with Hyundai in order to train technicians in Shoreline on hydrogen vehicles and their maintenance.

5. GENERAL PUBLIC COMMENT

a) Will Hall, Shoreline, stated that people have been taking sides and reacting about the Ronald School issue and it doesn't have to be a "showdown." He said he expects the City to make open and honest decisions to find the right way to save schools and the historical museum. He encouraged everyone to get the facts and then get the values out on the table. He noted that if arguments begin, all the options won't get out on the table. He encouraged the interested parties in the City to work together, cooperate, and show respect for each other on this issue.

b) Lisa Surowic, Shoreline, Highlands Neighborhood Association Chair, discussed the Ronald School issue. She said she is surprised that the museum said they would campaign against the bond. She commented that the attorneys have announced that the Shoreline School District (SSD) has limited options with the Ronald School. She added that the school board drew up an illegal lease at the time of negotiating the museum lease, which is void. Therefore, in order for the museum to stay in that building they have to pay fair market value for leasing the space. She said the City needs to come together to come up with the best solution. She felt this can't be an issue used to hold over the school district to make them behave. She hoped the Council begins the conversations.

Mr. Olander responded, noting that the museum is an independent entity but the City allocates \$62,000 in funds to them to provide certain educational opportunities to the community. He said the City is sponsoring a meeting with the SSD Board, the Museum Board, and some of the City staff to see if a dialogue can be reopened. He highlighted that Shoreline's strength is in its communities.

6. APPROVAL OF THE AGENDA

Councilmember Scott moved approval of the agenda. Councilmember Way seconded the motion, which carried unanimously and the agenda was approved.

Deputy Mayor Scott requested some corrections to the minutes. He asked that the phrase: **"Based on the paperwork provided by Mr. Preston's group..."** be inserted on page 23 prior to the phrase **"Deputy Mayor Scott said he sees a consolidation decline or**

decline of business in the state.” Additionally, on page 46, he asked that his remarks be revised as follows: **“Deputy Mayor Scott questioned if this is an opportunity to advertise that anyone can nominate someone a property or site.”**

Responding to Councilmember Eggen regarding item 7(d) on page 57, Mr. Relph explained that the City Hall project and the storm sewer are going on Midvale Avenue, so the overlay is required. Mr. Olander clarified that this overlay will not conflict with any changes that will be required on Midvale at a later date.

7. CONSENT CALENDAR

Councilmember Hansen moved approval of the Consent Calendar, which included the corrected minutes offered by Deputy Mayor Scott. Councilmember Eggen seconded the motion, which carried unanimously and the following items were approved:

- (a) Minutes of Workshop Dinner Meeting of October 27, 2008
Minutes of Workshop Dinner Meeting of November 24, 2008
Minutes of Workshop Dinner Meeting of January 12, 2009
Minutes of Workshop Dinner Meeting of February 9, 2009
Minutes of Study Session of May 4, 2009
Minutes of Business Meeting of May 11, 2009
Minutes of Study Session of May 18, 2009

- (b) Approval of expenses and payroll as of May 26, 2009 in the amount of \$837,944.46 as described in the following detail:

*Payroll and Benefits:

Payroll Period	Payment Date	EFT Numbers (EF)	Payroll Checks (PR)	Benefit Checks (AP)	Amount Paid
4/19/09-5/2/09	5/8/2009	29030-29233	8774-8821	40161-40169	\$433,073.36
Prior period checks voided and reissued			8764/8822		\$0.00
					<u>\$433,073.36</u>

*Accounts Payable Claims:

Expense Register Dated	Check Number (Begin)	Check Number (End)	Amount Paid
5/18/2009	40160		\$1,500.00
5/18/2009	40170		\$7,237.67
5/18/2009	40171	40200	\$83,762.27
5/19/2009	40201	40217	\$171,172.89
5/19/2009	40218	40221	\$80.00
5/21/2009	40222	40228	\$1,417.48
5/21/2009	40229	40240	\$24,119.67
5/26/2009	40241	40257	\$47,961.87
5/26/2009	40258		\$50,600.00
5/26/2009	40259	40267	\$17,019.25

(c) Motion to Approve an Amendment to the Interlocal Cooperation Agreement between King County and the City of Shoreline for the Acquisition of Open Space through the Conservation Futures Tax Levy Collections Grant Program

(d) Motion to Authorize the City Manager to Execute a Discretionary Work Request with King County for the 2009 Road Overlay Program

(e) Motion to Amend the Joint Use Agreement with the Shoreline School District to Include Aldercrest and Sunset Elementary

8. NEW BUSINESS

(a) Presentation of the 2010-2015 Capital Improvement Plan

Debbie Tarry, Finance Director, and Patty Rader, Finance Manager, provided the details of the proposed 2010 - 2015 Capital Improvement Plan (CIP) for the City of Shoreline. Ms. Tarry outlined the proposed schedule for adoption of the CIP as well as the various projects included therein. She explained that the Proposed 2010 - 2015 CIP is balanced as required by the Growth Management Act and totals \$116.4 million. The General Capital Fund totals nearly \$9.9 million; City Facilities/Major Maintenance Fund totals \$561,000; Roads Capital Fund totals nearly \$95.4 million; and Surface Water Utility Fund capital projects totals \$10.6 million (see PPT). Because it's a plan, it serves as a long-term policy document.

Mr. Olander added that the CIP also helps the City compete for matching grants in the future. The CIP includes planning estimates, so the Council and the public will see changes in the cost estimates as projects are refined.

Mayor Ryu said she learned that there were efficiencies found in the Hidden Lake project. She felt that the taxpayers look at what we pay for and what we get, and it is good that the City coordinates with other jurisdictions to maximize efforts and funds.

Ms. Tarry advised that the City has had to reduce some projects because of limited resources, and this has also led to limiting the number of planned projects in the City.

Responding to a question from Councilmember McGlashan, Ms. Rader stated that a project can continue with reduced funding, but it might need to be adjusted. She then gave an overview of the following planned projects: Aurora Corridor; Richmond Beach Overcrossing; City Hall; and the Park Bond Issue. She noted that the CIP is funded by a variety of revenue sources. Councilmember Way inquired where the other 11.4% of the CIP funds come from. Ms. Rader replied that it is derived from the new City Hall in lease savings, rental income, sidewalk fees, etc. Ms. Rader added that the Gambling Tax and the Real Estate Excise Tax (REET) collections have dropped significantly.

Councilmember Eggen stated that the City was fiscally sound to put the REET estimate at a relatively modest level based on historical experience. However, he wondered if the City should save money during the high years to cover the low years. Ms. Tarry responded that, in a sense, the funds that were in excess of what was budgeted were used for one-time, high-priority projects, such as the priority sidewalk program. Mr. Olander added that the Council also made decisions to purchase public investments. Mayor Ryu stated that if these funds are banked they can be used in an off-construction year and be used as our own mini-stimulus program. Mr. Olander pointed out that the construction cost index has risen significantly over the past few years.

Deputy Mayor Scott noted that a recession occurs approximately every 10 years, so if the Council wants to wait on that cycle, it will take a long time. He said prior Councils have made the decision to invest, and he would like to continue this practice rather than waiting on cycles.

Councilmember Hansen stated that the construction cycle, which the Public Works department follows, has been charted for a long time. He said projects are released based on that cycle. He noted that the City has a six-year capital project budget, and much of it is represented by savings. Additionally, he felt that the reason the City got through the last economic cycle is because the reserves were built up over the last several years. Ms. Tarry noted that all of this really comes down to the Council decisions. Councilmember Eggen clarified that his original question related to whether the Council should consider a baseline level of savings to reserve for the years in which budget deficits are expected.

Ms. Rader concluded the REET discussion and stated that the majority of the CIP is being spent on transportation/pedestrian projects (82%). She noted that Hamlin Park, Kruckeberg Garden, Off Leash Dog Park, Trail Corridors, and the Civic Center/City Hall are priority projects based on Council goals. She pointed out that the Roads Capital Fund consists of the Aurora Avenue Improvements. Mr. Olander commented that it is extraordinary that Aurora Avenue is being funded so heavily by other entities. Councilmember Way commented that the credit also goes to our congressional and senate delegation and the staff.

Ms. Rader continued and discussed Civic Center/City Hall, Parks, and Facilities Projects. She reviewed the Facilities/Major Maintenance Fund which includes expenditures for the pool, police station, and the Richmond Highlands Recreation Center. She noted that the Roads Capital Fund will cover the Aurora Avenue Improvements with no new other projects in that fund. She reviewed contributions over the next six years and said there will be lower gambling revenues being transferred into the Roads Capital Fund due to General Fund and REET projections. The Facilities/Major Maintenance fund covers the National Traffic Safety Program (NTSP), Sidewalks, Traffic Small Works, and Interurban Trail Safety enhancements. She noted that there are 13 projects in the Surface Water Utility Fund at a total amount of \$7.61 million.

Councilmember Way questioned the Boeing Creek bank stabilization project. Mr. Olander replied that each project has a detail sheet in the CIP, and it is on page 192. Councilmember Way felt the City could spend more than \$750,000 on it.

Ms. Rader then discussed the Storm Water Utility Fund and outlined the adoption schedule. Mr. Olander announced that the residents can obtain a copy of the CIP on the City's website, in the City Clerk's Office, at the libraries, and at the police storefronts. Responding to an inquiry from Mayor Ryu, Ms. Rader noted that the italicized King County Flood Zone text meant that the grant has not yet been awarded. Ms. Rader further explained to Councilmember McGlashan that if the grant is not underlined or italicized, the City hasn't been awarded the grant, but they are planning to apply for it.

Councilmember Way wondered if there is any way the City can point out that certain funds are a reflection of the American Recovery and Reinvestment Act of 2009 (ARRA) or a stimulus package in the CIP. Ms. Rader replied that the City staff didn't label those funds specifically. Ms. Tarry replied that there is more detail on the individual projects sheets. Mr. Olander commented that some of the ARRA funds may be included in the Green Streets project or be scattered around on different projects. However, he stated that the City staff has put any ARRA or stimulus package funds on the City website for transparency purposes. He clarified that the City practices strict accounting.

Mayor Ryu called for public comment. There was no one wishing to provide public comment on this item.

9. ADJOURNMENT

At 8:42 p.m. Mayor Ryu declared the meeting adjourned.

Scott Passey, City Clerk