



CITY COUNCIL MINUTES

Special Meeting/Study Session
Monday – September 13, 2010
5:30 p.m.

CALL TO ORDER

Mayor Asay called the special meeting to order at 5:33 p.m.

ROLL CALL

Council Members present were Ott, Perry, Sanderson, Taylor, Whalen.

Council Members Heddlesten and Morton were absent. Councilmembers Morton and Heddlesten were excused at a prior meeting.

STAFF PRESENT

City Administrator Mukerjee, Finance Director Pierce, Public Works Director Neal, Police Chief Rhoads, Fire Chiefs Thorson and Jaques.

REGULAR AGENDA

- A. **AB 10-081a:** Bond Financing for Water Capital Improvement Program Water/Electric Connection Fees and System Development Charges

Jim Nelson, Vice President and Senior Municipal Underwriter for Martin Nelson & Company, made a follow-up presentation on bond financing and provided additional information regarding market conditions, ratings, long-term interest rates, and costs as they relate to the approved Six-Year Water Capital Improvement Plan.

COUNCILMEMBER SANDERSON MOVED to table the item until a proposal from Lakehaven Utility District can be reviewed. Seconded by Councilmember Whalen.

The motion was voted on and failed 2-3. (Ott, Perry, Taylor)

COUNCILMEMBER PERRY MOVED to approve Resolution 10-1789 directing Martin Nelson & Company to proceed with the bond financing process. Seconded by Mayor Pro Tem Taylor.

COUNCILMEMBER WHALEN MOVED to include a complete fact sheet to send out with the utility bills to inform the public of the bond process. Seconded by Councilmember Perry.

The motion was voted on and carried 4-1. (Sanderson)

Speaking before the Council:

Speaker	Address	Topic
Jacquelyn Whalen	1605 13 th Avenue	Bond is needed to repair the water system.

The original motion was voted on and carried 4-1. (Sanderson)

COUNCILMEMBER OTT MOVED to adopt Resolution 10-1790 for reimbursement of water CIP expenditures by bond monies. Seconded by Councilmember Perry.

The motion was voted on and carried 4-1. (Sanderson)

Mayor Asay recessed the special meeting at 6:41 p.m. and reconvened the meeting at 6:47 p.m.

STUDY SESSION

A. Draft Fire Agreement

City Administrator Mukerjee and Chiefs Thorson and Jaques reviewed the draft operational service agreement with East Pierce Fire & Rescue.

B. Revenue Forecast

Finance Director Pierce provided preliminary revenue and expense projections along with employee suggestions received in preparation for the 2011 budget.

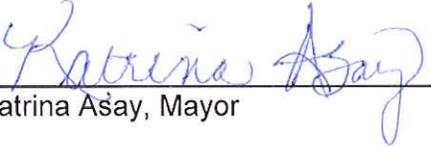
C. Potential Annexation Update

City Administrator Mukerjee provided information on potential methods of annexation and provided a brief analysis of existing uses and infrastructure, as well as potential financial impact.

ADJOURNMENT

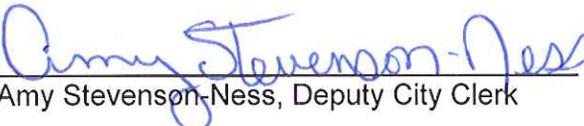
Mayor Pro Tem Taylor moved to adjourn the special meeting at 7:56 p.m. Seconded by Councilmember Perry.

The motion was voted on and carried 5-0.



Katrina Asay, Mayor

ATTEST:



Amy Stevenson-Ness, Deputy City Clerk