

**City of Enumclaw
1339 Griffin Avenue
Enumclaw, WA 98022**

**City Council Regular Session
City Hall Council Chambers
December 10, 2007, 7:30 P.M.**

CALL TO ORDER AND FLAG SALUTE:

Mayor Wise called the meeting to order at 7:33 p.m. Boy Scott Troop 422 led the Pledge of Allegiance. Mahelona announced all Council present.

ATTENDANCE:

Council Members Mahelona, Ennis, Jensen, L. Reynolds, Coats, Beckwith, and Hogan were present. Also present were Mayor Wise, City Clerk Hopkins, Public Works Director Searcy, Community Development Director Thomas, City Administrator Bauer, Media Services Director Funfar, Parks Director Fetter, City Attorney Reynolds, Community Services Director Baer, Police Chief Zoll, and Finance Director Smalling.

ADJUSTMENTS TO THE AGENDA:

Mayor Wise announced that they would be adding an Executive Session. M. Reynolds stated that the Executive Session would be in regards to Real Estate with an estimated time of 15 minutes.

RECEPTION FOR OUTGOING COUNCIL MEMBER:

A. COUNCIL MEMBER GLEN JENSEN 2000-2007

Mayor thanked Jensen for his 8 years of service as a Council Member. Mayor read a plaque honoring Jensen. He then presented Jensen with an Enumclaw throw blanket depicting the City's history. Jensen stated that it has been an honor to serve the City of Enumclaw.

**MAYOR RECESSED THE MEETING FOR 10 MINUTES FOR A SHORT RECEPTION
AT 7:37 P.M.**

MAYOR RECONVENED THE MEETING AT 7:44 P.M.

ANNOUNCEMENTS AND PRESENTATIONS:

A. ANNOUNCEMENTS

1. City Offices Closed December 25, 2007, to Observe the Christmas Holiday
Mayor Wise Read

B. PRESENTATIONS

1. Expo Center Business Plan by Rod Markin, Markin Consulting
Fetter introduced Markin. Markin gave background information on both himself and his company. He then gave an overview of the business plan. He listed five objectives: identify marketing use for Expo Center, recommend facility improvements, develop revenues and expenses, analyze and recommend funding and phasing, and economic impact analysis. The objectives are divided into two phases; phase one is the market demand analysis and phase two is

financial economic analysis and funding. On October 1, 2007, and December 10, 2007, Marin Consulting held Public Meetings with the equestrian communities.

2. Logger's Legacy Update by Tom Poe

Poe stated that all of the sandstone pavers are done. Some cement and electrical work will be done this week. The 20 foot bronze log is currently under construction. The project should be complete by April and unveiled then. There is still \$40,000 left to raise and donations may be made at Mt. Rainier Bank to the foundation or to Tom Poe. L. Reynolds thanked Poe for all of his hard work.

3. Pavement Management System

Searcy introduced Paul Sachs of Northwest Management System. Sachs spoke on the City's current pavement mileage, pavement condition, proposed funding for pavement improvements, total cost to repair the road network, cost effectiveness of treatments, seven budget scenarios, PCI per scenario by year and deferred maintenance per scenario by year. He stated that the City has a substantial investment in their roadway network. The recommendation is to increase funding for street maintenance and implement preventative maintenance strategies.

L. Reynolds asked, in regards to scenario five (maintain streets that are good/fair), what would happen to the really poor quality streets. Searcy stated that that the City's strategy is to maintain the good streets committing to preventative maintenance. The streets that are in poor condition will not be overlooked, however putting off their repair for a short time will not do any more harm. Deferring maintenance of streets in better condition is not cost effective.

Hogan stated his desire to add the Pavement Management System to the next Council Retreat to discuss at length. Mayor Wise agreed and stated that he would also schedule a workshop.

C. PUBLIC HEARING AND MEETING ANNOUNCEMENTS

1. Regular City Council Meeting Canceled for Monday, December 24, 2007

Mayor read.

D. CITY EVENTS

1. The City of Enumclaw's Gallery 2007 – Painter Anne Leppo Cameron Show
“Northwest Beauty” December 5, 2007 – January 2, 2008, at City Hall, 8:00 a.m.
– 5:00 p.m., by Roseanne Campagna, Enumclaw Arts Commission Member

Campagna read the press release on the new artist.

COMMENTS FROM THE AUDIENCE:

Walt Bennett of Enumclaw thanked the City for its support and funding of the tutoring program. He then gave details of the future vision for the project.

Steve Bannerow and the Peak Gymnastics Club Members thanked the City for its help to relocate the Peak Gymnastics Club at the Expo Center and invited the public to join or attend.

Jaelyn VanHoof thanked the City for the funds and support of the Enumclaw Street Fair.

PUBLIC HEARING:

None

TABLED BUSINESS:

A. ORDINANCES

1. Ordinance No. 2356 – Amending Comprehensive Plan for Jensen/Chinook Estates

ENNIS MOVED TO BRING ORDINANCE NO. 2356 BACK TO THE TABLE. MAHELONA SECONDED. MOTION CARRIED 7-0.

COATS MOVED TO REMOVE ORDINANCE NO. 2356 FROM THE TABLE. ENNIS SECONDED. MOTION CARRIED 7-0.

City Attorney M. Reynolds read the email the City received from the Jensens who are withdrawing their request and therefore the zoning will remain the same and this Ordinance will be void.

2. Ordinance No. 2361 Draft 2 – Jensen PUD Rezone

COATS MOVED TO REMOVE ORDINANCE NO. 2361 FROM THE TABLE. L. REYNOLDS SECONDED. MOTION CARRIED 7-0.

City Attorney M. Reynolds stated that since the Jensens withdrew the request this Ordinance is void as well.

COUNCIL COMMITTEE REPORTS:

A. Finance - Mahelona, Chair

Mahelona stated that the Committee last met on December 10, 2007, and reviewed the voucher certification; recommendation to be given at the appropriate time. They also discussed the 911/945 Battersby sale that has resulted in asking for an Executive Session. The next meeting is January 14, 2008, at 6:30 p.m. at City Hall.

B. Community/Economic Development – Ennis, Chair

Ennis stated that the Committee last met on December 4, 2007, and discussed several items on the agenda; recommendations to be given at the appropriate time. They also discussed Ordinance No. 2382. The next meeting is scheduled for December 18, 2007, which may be cancelled. They have also set a meeting on January 8, 2008, at 6:30 p.m. in the Stevenson/Yerxa building.

C. Community Services – Beckwith, Chair

Beckwith stated that the Committee has not met since the last Council Meeting. The next meeting is December 18, 2007, at 4:00 p.m. at Starbucks.

D. Public Safety – Jensen, Chair

Jensen stated that the Committee has not met since the last Council Meeting. The next meeting is December 12, 2007, at 6:30 at the Fire Station.

E. Public Works – Hogan, Chair

Hogan stated that the Committee last met on December 10, 2007, and discussed the contract in the consent agenda, rate increases, and Resolution No. 1256. They also received a preview of the pavement management system. The next meeting will be on January 14, 2008, at 6:30 p.m. at City Hall.

F. Expo Center – Jensen, Chair

Jensen stated that the Committee has not met since the last Council meeting. The next meeting will be on January 17, 2008, at 5:30 p.m. at the Expo Center.

G. Committee on Committee Report

Mahelona stated that the Committee needs to meet. He then proposed that the Committee either meets on December 13, or December 20. Beckwith and Ennis agreed on December 20, 2007, at 5:00 p.m. at City Hall.

CONSENT AGENDA:

A. MINUTES

1. City Council 11/13/07; 11/26/07

B. VOUCHER CERTIFICATION

1. Announced During the Finance Committee Report

C. SET PUBLIC HEARING

1. Enumclaw Railroad Tracks Subdivision, Monday, January 14, 2008, 7:30 p.m. at City Hall

D. APPOINTMENTS

1. Cemetery Board Reappointments: Position No. 1 Vivian Froemke; Position No. 2 Dr. Ralph Zech – Terms expire 12/31/2011
2. Human Services Advisory Board Reappointments: Position No. 3 Rena Jansen, Position No. 5 Beth Coppin-Cross – Terms Expire 12/31/2011
3. Park Board Reappointment: Position No. 7 Cordelle LaRoche – Term Expires 12/31/2011
4. Arts Commission Reappointments: Position No. 2 Lauri Hillberg, Position No. 5 Elaine Lynest, Position No. 6 Bee Evans, Position No. 7 Randy Cook – Terms Expire 12/31/2010

E. PROFESSIONAL SERVICES AGREEMENT

1. Otto Rosenau & Associates, Inc. – Materials Testing Services for Wastewater Treatment Plant Construction

HOGAN MOVED TO APPROVE CONSENT AGENDA. COATS SECONDED. MOTION CARRIED 7-0.

GENERAL BUSINESS:

A. ORDINANCES

1. Ordinance No. 2379 – Increasing Water Rates and Charges

BECKWITH MOVED TO READ ORDINANCE NO. 2379 BY TITLE ONLY FOR THE SECOND READING. HOGAN SECONDED. MOTION CARRIED 7-0.

City Clerk Read by Title Only

ORDINANCE NO. 2379

AN ORDINANCE OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON, AMENDING THE ENUMCLAW MUNICIPAL CODE SECTION 14.04.190 TO INCREASE THE RATES AND CHARGES FOR WATER BY APPROXIMATELY 3.5% ACROSS ALL CUSTOMER CLASSES BEGINNING JANUARY 1, 2008, AND AMENDING EMC 14.04.195 TO INCREASE CAPITAL FACILITIES CHARGES BY APPROXIMATELY 21% AND ESTABLISHING ANNUAL INFLATIONARY INCREASES THEREAFTER.

Staff Report:

Public Works Director Searcy gave a handout to address concerns from the prior Council Meeting. He linked the rates tied to the CPI schedule in order to keep pace with inflation rather than keeping rates flat and then having a large increase. He then discussed the handout on rate impact through 2010.

Council Comments:

None

Committee Report:

Hogan stated that the Committee has reviewed this issue and although it was not unanimous they are recommending approval.

HOGAN MOVED TO APPROVE ORDINANCE NO. 2379. BECKWITH SECONDED.

Beckwith commented that he would like to add this subject to the next Council Retreat. Coats stated that he was the opposing vote in the Public Works Committee and explained why.

MOTION CARRIED 5-2. ENNIS AND COATS OPPOSED.

2. Ordinance No. 2380 – Increasing Solid Waste Rates

BECKWITH MOVED TO READ ORDINANCE NO. 2380 BY TITLE ONLY FOR THE SECOND READING. HOGAN SECONDED. MOTION CARRIED 7-0.

City Clerk Read by Title Only

ORDINANCE NO. 2380

AN ORDINANCE OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON, AMENDING ENUMCLAW MUNICIPAL CODE, EMC SECTION 8.12.180 TO INCREASE GARBAGE AND YARD WASTE COLLECTION RATES BY APPROXIMATELY TWO PERCENT, EFFECTIVE JANUARY 1, 2008.

Staff Report:

Public Works Director Searcy distributed handouts comparing Enumclaw's solid waste rates to other cities similar to Enumclaw. He then reviewed the comparison.

Council Comments:

None

Committee Report:

Hogan stated that the Public Works Committee has reviewed this issue and recommends approval.

HOGAN MOVED TO APPROVE ORDINANCE NO. 2380. BECKWITH SECONDED. MOTION CARRIED 7-0.

3. Ordinance No. 2381 – Adopting the 2008 Operating Budget

MAHELONA MOVED TO READ ORDINANCE NO. 2381 BY TITLE ONLY FOR THE SECOND READING. L. REYNOLDS SECONDED. MOTION CARRIED 7-0.

City Clerk Read by Title Only

ORDINANCE NO. 2381

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF ENUMCLAW, WASHINGTON, ADOPTING THE ANNUAL OPERATING BUDGET FOR THE YEAR 2008, SETTING FORTH ESTIMATED REVENUES AND APPROPRIATIONS.

Staff Report:

Finance Director Smalling reviewed the budget process and then gave 2008 Budget highlights.

Council Comments:

Beckwith stated that he felt this was the best budget the City of Enumclaw has had in 6 years. Hogan agreed with Beckwith and stated that he felt the budget was very clear.

L. REYNOLDS MOVED TO APPROVE ORDINANCE NO. 2381. JENSEN SECONDED. MOTION CARRIED 6-1. ENNIS OPPOSED.

4. Ordinance No. 2382 – Enumclaw Railroad Tracks Subdivision
- 5.

COATS MOVED TO READ ORDINANCE NO. 2382 BY TITLE ONLY. BECKWITH SECONDED. MOTION CARRIED 7-0.

City Clerk Read by Title Only

ORDINANCE NO. 2382

AN ORDINANCE OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON, CREATING A SUBDIVISION OF REAL ESTATE TO BE KNOWN AS THE ENUMCLAW RAILROAD TRACTS, FORMERLY CONSISTING OF THE BURLINGTON NORTHERN RIGHT OF WAY.

Staff Report:

Community Development Director Thomas stated that the subdivision effectively creates a number of tracts out of the former Burlington Northern Railroad property acquired by the City. The Railroad property is one long continuum that runs at a diagonal through the City limits. Parsing of the property through subdivision will allow the City to better manage its property. Similar to other platting actions, the subdivision will create a series of lots with unique assessor parcel numbers and legal descriptions; thereby allowing the City to sell off tracts, such as 911 Battersby and the former BMX site, if it so chooses. It will also allow the City to lease specific tracts and/or dedicated specific tracts for public purposes such as a new community center. The subdivision also addresses a number of easement conflicts and survey anomalies associated with adjacent property owners. Administration recommends approval. Thomas then stated that the plat needs to be completed prior to the February 2008 closing.

Council Comments:

Ennis asked if the rules need to be suspended and move for a second reading tonight. Thomas responded that it would be an approach for Council to take.

COATS MOVED TO SUSPEND THE RULES AND MOVE TO A SECOND READING. MAHELONA SECONDED.

Ennis asked Thomas if he was recommending that the Council suspend the rules. Thomas responded yes. M. Reynolds asked Council if they wanted to delay the vote as there is a Public Hearing on this subject on January 14, 2008.

COATS WITHDREW HIS MOTION. MAHELONA WITHDREW HIS SECOND.

Beckwith asked if the Sears property is on this plat. Thomas responded yes, Tract G would be created and the property is on that tract.

B. RESOLUTIONS

1. Resolution No. 1253 – Allowing Council Member Jeff Coats to Participate in Council Meetings Telephonically While Deployed

City Clerk Read by Title Only

RESOLUTION NO. 1253

A RESOLUTION OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON AUTHORIZING COUNCIL MEMBER JEFF COATS TO PARTICIPATE IN COUNCIL MEETINGS WHILE DEPLOYED WITH THE UNITED STATES MILITARY.

Staff Report:

City Attorney M. Reynolds stated that this Resolution allows Council Member Jeff Coats to participate in meetings while deployed. The only legal restriction is for the City to make available a telephonic device where the public can hear Coats input on various issues.

Council Comments:

Beckwith asked if this Resolution includes Committee meetings. M. Reynolds replied yes.

Mahelona asked how Administration would handle Coats receiving last minute handouts for review. Coats replied that he would have email available to receive documents. Bauer stated that the City could scan and send documents via email. Mahelona stated that it would not be fair to Coats or to the Public to get last minute emails; there needs to be a deadline for turning in documents. Coats responded that he is willing to work with the City and will have his laptop with him during the meetings and will do the best he can.

Hogan asked if Coats could recuse himself from individual votes if he felt he did not have all of the information to make a decision. M. Reynolds replied yes.

BECKWITH MOVED TO APPROVE RESOLUTION NO. 1253. MAHELONA SECONDED. MOTION CARRIED 7-0.

2. Resolution No. 1254 – Welcome Center Contract Amendment

City Clerk Read by Title Only

RESOLUTION NO. 1254

A RESOLUTION OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON AUTHORIZING THE MAYOR TO AMEND A LOCAL AGENCY STANDARD COUNSULTANT AGREEMENT WITH OTAK, INC. FOR THE PURPOSE OF DESIGNING THE WELCOME CENTER

Staff Report:

Community Development Director Thomas stated that Resolution No. 1254 authorizes the Mayor to amend the existing Welcome Center Contract with Otak, Inc. for the purpose of procuring additional architecture and engineering services. The site and building design concept

is nearly completed and it is time to move on to Phase II, design development and construction documents. The goal of Phase II is to create a set of architectural plans and engineering plans as well as bid documents. Phase III, actual construction of the project, will be covered under a separate contract. Since the City has an existing contract with Otak, Inc. WSDOT has agreed to amend the existing contract to include the design development and bid document work. The consultant estimates that it will take approximately 5 ½ months to complete the work at a cost of \$363,607. This comes from the \$509,007 allocated to consultant services. Administration recommends approval.

Council Comments:

Beckwith stated that he would be voting in favor however he has concerns about where the dollars are going to come from and what the plans are for the Welcome Center to have the necessary components to make it successful.

Jensen inquired as to the Chamber of Commerce's space request. Thomas replied that the Chamber of Commerce is asking for 3 offices and storage space and their needs have not changed from their original request two years ago. Bauer stated that he has spoken with Cathy Rigg, Executive Director of the Chamber of Commerce, and she stated that the Chamber is still supportive of the project but feels that their future growth needs to be addressed.

L. Reynolds asked if the City had heard about the Federal funding. Mayor Wise responded that the request is in the Senate for approval. He then stated that he would let the Council know the results when he finds out.

Committee Report:

Ennis stated that the CED Committee has reviewed this Resolution and recommends approval.

ENNIS MOVED TO APPROVE RESOLUTION NO. 1254. COATS SECONDED. MOTION CARRIED 7-0.

3. Resolution No. 1255 – Fee Adjustment for Hearing Examiner Services

City Clerk Read by Title Only

RESOLUTION NO. 1255

A RESOLUTION OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON AMENDING RESOLUTION NO. 1251 TO ADD FEES FOR A HEARING EXAMINER IN THE COMMUNITY DEVELOPMENT DEPARTMENT.

Staff Report:

Community Development Director Thomas stated that Resolution No. 1255 increases certain land use fees to account for the cost of Hearing Examiner services. Specifically it increases those land use fees where the Hearing Examiner is used during the land use review or land use appeal process. The change to a Hearing Examiner represents additional cost. Since the Community

Development Department has not used a Hearing Examiner, an estimate of billable hours by type of land use permit was derived based on a discussion with the newly appointed Hearing Examiner as well as discussions with other jurisdictions. The proposed fee increase should be seen as an estimate of costs. Thomas then reviewed the proposed fee changes. Administration recommends approval.

Council Comments:

Beckwith asked in regards to the appeals fee going from \$200 to \$800, what is the process to appeal a decision. Thomas stated that there are a variety of different of appeals. The appeals go to the next body; it could be the Hearing Examiner or City Council. Beckwith asked if someone was appealing and it went to City Council, would there still be the \$800 charge. Thomas replied yes, there is still a lot of staff work and reporting.

Coats asked if the City looked at other jurisdictions who already use a Hearing Examiner when they determined the fees. Thomas replied yes, he went for the average fee. The City can review the fees over time and reevaluate.

Mahelona asked if the cost covered the hearing examiner only. Thomas replied yes. Beckwith asked, again, if it doesn't go to the Hearing Examiner, just to Council, would people still pay the fee. Thomas responded that his original answer was in regards to appeals that affect the Hearing Examiner.

Committee Report:

Ennis stated that the CED Committee has reviewed this Resolution and recommends approval.

ENNIS MOVED TO APPROVE RESOLUTION NO. 1255. COATS SECONDED. MOTION CARRIED 7-0.

4. Resolution No. 1256 – Final Comprehensive Water System Plan

City Clerk Read by Title Only

RESOLUTION NO. 1256

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ENUMCLAW, KING COUNTY, WASHINGTON ADOPTING THE FINAL COMPREHENSIVE WATER SYSTEM PLAN.

Staff Report:

Public Works Director Searcy stated that every six years the City is required to submit a comprehensive water system plan (CWSP) for review and approval by the Washington State Department of Health (WSDOH) meeting the requirements of WAC 246-290-100. The City's latest CWSP plan was completed in 1993 and approved by WDOH on June 14, 1996. WDOH provided comments on the draft CWSP in a letter dated November 13, 2006. A response to these

comments was returned to WDOH on December 29, 2006. King County provided comments in a memo and responses to these comments were returned by City Staff. The changes are considered minor and mostly expanded the technical analysis of the draft plan. The timeframe for water availability review was expanded and a policy was added defining the process for appealing staff decisions on applications for water availability to the City Council. Text was also added to clarify that conversion of any future service area to retail would only be made during the regular 6-year plan update cycle or by separate plan amendment. On October 15, 2007, King County passed an ordinance approving the City's CWSP. The WDOH issued a letter dated October 19, 2007, approving the plan and granting 6 full years to when the next plan update must be approved. The King County Approval Ordinance commits the City to participate in an update to the South King County Coordinated Water System Plan as such time the coordinated planning process is re-convened so that the City's water service area boundary in the coordinated plan may be conformed to the City's present service area. Staff recommends approval.

Council Comments:

None

Committee Report:

Hogan stated that the Public Works Committee has reviewed this Resolution and recommends approval.

HOGAN MOVED TO APPROVE RESOLUTION NO. 1256. BECKWITH SECONDED. MOTION CARRIED 7-0.

M. Reynolds wanted to clarify in regards to Ordinance No. 2382, Council asked if track G be isolated out for Sears, track G consists of the LID property, Sears property and the hotel property.

C. GENERAL ITEMS

1. Action Item - none
2. Informational Reports
 - a. Welcome Center by Mike Thomas, Community Dev. Director

Bauer noted that an update was given earlier.

- b. Waste Water Treatment Plant by Chris Searcy, Public Works Director

Searcy stated that the concrete work is currently being done.

- c. Logger's Legacy by Larry Fetter, Parks/Rec/Cultural Services Director

Bauer noted that an update was given earlier.

- d. Fire Capital Facilities Plan by Jim Zoll, Police Chief, Interim Fire Chief

Bauer stated that there is no new information. A meeting will be held on December 12, 2007.

- e. Enumclaw Expo Center Marketing and Branding Plan by Larry Fetter, Parks/Rec/Cultural Services Director

Bauer noted that an update was given earlier.

3. Routine Reports
 - a. Court

- b. Fire Run Count
- c. Media Services

Bauer noted the monthly reports.

Hogan asked if Peak Gymnastic was a new group. Fetter responded yes and they are working on a semi-permanent lease plan.

COMMENTS FROM THE AUDIENCE:

None

UNFINISHED BUSINESS:

Mahelona stated that Mr. George asked to buy the property that his store sits on from the City. He then asked for Council's thoughts on this.

Bauer stated that Mr. George's appraisal has been provided to Council and Council can consider that proposal, although per the Council's current agreement, there is no opportunity to purchase the property.

Beckwith asked if the City decides to sell the property, will another Ordinance be needed to section off the Sears property. M. Reynolds stated yes, however Mr. George does not have the contractual right to buy the property. The property would have to go out for an RFP so anyone would have the right to purchase the property.

Coats asked what the term of the contract is. M. Reynolds responded that the lease amount is up for renewal and that after the first 30 years he has the option to buy.

Mahelona asked Council what they would like to do, he then recommended sending the issue to the Finance Committee for review.

MAHELONA MOVED TO SEND THE ISSUE OF SELLING THE SEARS PROPERTY TO THE FINANCE COMMITTEE. JENSEN SECONDED.

L. Reynolds clarified that Mr. George would run the risk of someone else purchasing the property if it goes out to RFP. M. Reynolds stated that the City Council would make its decision on the best proposal, the best proposal does not necessarily mean the best monetary proposal; other things can be taken into consideration.

Beckwith asked if, because Mr. George is still under a lease, would he need to approve of the sale. M. Reynolds answered no. The property would be sold subject to the lease with Mr. George. The new owner would then handle the lease.

Coats asked if the contract the City has, with this property and every property, an assignment provision. M. Reynolds responded yes.

L. Reynolds asked that if the property is sold, is the new owner subject to the current lease agreement. M. Reynolds responded yes.

MOTION CARRIED 7-0.

NEW BUSINESS:

Coats thanked Council for allowing him to participate in the Council meetings while he is deployed.

EXECUTIVE SESSION:

City Attorney Reynolds stated that the Executive Session is on real estate with an estimated time of 15 minutes with a possible action item following.

MAYOR RECESSED MEETING AT 9:44 p.m.

MAYOR RECONVENED MEETING AT 9:57 p.m.

M. Reynolds gave a staff report on the request of a \$125,000 price reduction by the potential buyers of the 911/945 Battersby property.

MAHELONA MOVED TO REJECT THE PRICE REDUCTION OFFER OF THE 911/945 BATTERSBY PROPERTY. L. REYNOLDS SECONDED. MOTIONED CARRIED 7-0.

Jensen stated that Phase II of the Holdener Farm PUD is closing on December 12, 2007, for public comments.

ADJOURNMENT:

MAHELONA MOVED TO ADJOURN THE MEETING. JENSEN SECONDED. MOTION CARRIED 7-0.

Meeting adjourned at 9:59 p.m.

Respectfully Submitted,

Marcia Hopkins
City Clerk