

ITEMS DISCUSSED

1. EXECUTIVE SESSION: PROPERTY DISPOSITION (RCW 42.30.110(1)(c))
2. CALL TO ORDER/ROLL CALL
3. ACCEPTANCE OR MODIFICATION OF AGENDA/CONFLICT OF INTEREST DISCLOSURE
4. STAFF INTENSIVE
 - A. HEAD-OF-THE-BAY BOUNDARY LINE ADJUSTMENTS, AB 13-146 - EXECUTIVE
 - B. COMPREHENSIVE PLAN AMENDMENTS – PLANNING
 - ORDINANCE NO. 2013-18, HISTORIC PRESERVATION - CPA18503, AB 13-149
 - ORDINANCE NO. 2013-16, MCNABB/BAINBRIDGE MARINA – CPA/REZ13220B, AB 13-148
 - C. ORDINANCE NO. 2013-25, HOUSING DESIGN DEMONSTRATION PROJECT REVISIONS, AB 09-010 – PLANNING
 - D. PERMITTING SYSTEM CONTRACT, AB 13-144 – EXECUTIVE
 - E. POLICE DEPARTMENT UPDATE, AB 13-151 – POLICE
 - F. ORDINANCE NO. 2013-26, 2014-2019 CAPITAL FACILITIES PLAN, AB 13-145 – EXECUTIVE
 - G. 2014 UTILITY RATES – FINANCE
 - ORDINANCE NO. 2013-28, ELIMINATING THE AUTOMATIC ANNUAL FEE ADJUSTMENT OF THE CITY'S WATER UTILITY RATES FOR 2014, AB 13-126
 - ORDINANCE NO. 2013-29, ELIMINATING THE AUTOMATIC ANNUAL FEE ADJUSTMENT OF THE CITY'S SEWER UTILITY RATES FOR 2014, AB 13-127
 - ORDINANCE NO. 2013-30, ELIMINATING THE AUTOMATIC ANNUAL FEE ADJUSTMENT OF THE CITY'S SSWM RATES FOR 2014, AB 13-128
 - H. ORDINANCE NO. 2013-27, PROPERTY TAX LEVY FOR COLLECTION IN 2014, AB 13-125 – FINANCE
 - I. RESOLUTION NO. 2013-16, AUTHORIZING INVESTMENT IN THE STATE TREASURER'S LOCAL GOVERNMENT INVESTMENT POOL, AB 13-122 – FINANCE
 - J. RESOLUTION NO. 2013-17, APPROVING AN INTERLOCAL AGREEMENT WITH ASSOCIATION OF WASHINGTON CITIES EMPLOYEE BENEFIT TRUST, AB 13-137 – FINANCE
5. COUNCIL DISCUSSION
 - A. 2014 LTAC AWARDS – APPLICATION CHANGES, AB 13-131 – COUNCIL
 - B. BUDGET ADJUSTMENT RELATING TO THE KITSAP ECONOMIC DEVELOPMENT ALLIANCE [ADDED]
6. CITY MANAGER'S REPORT
7. COMMITTEE REPORTS
8. REVIEW OF UPCOMING COUNCIL MEETING AGENDAS
9. FOR THE GOOD OF THE ORDER
10. ADJOURNMENT

1. EXECUTIVE SESSION: PROPERTY DISPOSITION (RCW 42.30.110(1)(c))

Mayor Pro Tem Blair called the meeting to order at 6:30 PM and then adjourned to executive session to discuss property disposition under RCW 42.30.110(1)(c). Councilmembers Ward, Blossom, Lester, and Mayor Bonkowski were present. Mayor Pro Tem Blair reconvened the meeting at 7:00 PM and announced that no decision was made.

2. CALL TO ORDER / ROLL CALL 6:59:50 PM

Councilmembers Blair, Blossom, Lester, Ward, and Mayor Bonkowski were present. Councilmembers Hytopoulos and Scales were absent and excused. Court Clerk Rose monitored the recording of the meeting and prepared the minutes.

3. ACCEPTANCE OR MODIFICATION OF AGENDA / CONFLICT OF INTEREST DISCLOSURE 7:00:05 PM

Mayor Pro Tem Blair requested adding, as 5B under Council Discussion, budget adjustment relating to the Kitsap Economic Development Alliance.

MOTION: *I move we accept the agenda, as amended.*

BONKOWSKI/WARD – *Motion carried unanimously, 5-0.*

Councilmember Blossom stated that regarding item 4C she would be part of the discussion but recused from voting.

4. STAFF INTENSIVE 7:02:50 PM

A. HEAD-OF-THE-BAY BOUNDARY LINE ADJUSTMENTS, AB 13-146 – EXECUTIVE

7:03:18 PM

Deputy City Manager Morgan presented the item and described the history behind the request for an adjustment. She noted that if future development occurs, it would be subject to review.

MOTION: *I move that the City Council approve the Head of the Bay Boundary Line Adjustment and authorize the City Manager to execute the related agreements substantially in the form presented.*
BONKOWSKI/LESTER – Motion carried unanimously, 5-0.

B. COMPREHENSIVE PLAN AMENDMENTS

- ORDINANCE NO. 2013-18, HISTORIC PRESERVATION - CPA18503, AB 13-149 7:07:53 PM

Planner Beckman described the background of the ordinance and displayed a PowerPoint presentation. She stated that the three outcomes of the amendment are to expand our local register, define the word “iconic” and to create a collaborative effort between the Preservation Commission and the Design Review Board. David Williams, Chair of the Historic Preservation Commission, spoke to the amendment.

MOTION: *I move that the City Council forward to first reading Ordinance No. 2013-18, Historic Preservation CPA18503, on November 13, 2013.*

LESTER/WARD – Motion carried unanimously, 5-0.

- ORDINANCE NO. 2013-16, MCNABB/BAINBRIDGE MARINA – CPA/REZ13220B, AB 13-148 7:18:32 PM

Planning Director Cook described the ordinance and displayed a PowerPoint presentation. She presented the background regarding the CPA and Rezone. Director Cook discussed the recommendations from staff, Planning Commission and the Hearing Examiner. 7:34:10 PM Dennis Reynolds, attorney for Mr. McNabb, spoke to the historic background of the property. 7:41:43 PM Mr. McNabb testified and submitted a memorandum to Council and displayed maps. Council questions and discussion followed regarding boundary line adjustment, relation of the property to a park, and designation of the property as waterfront industrial. 7:50:10 PM Charles Schmid expressed concern regarding the boundary line adjustment. 7:53:12 PM Director Cook described the uses of the property and noted that the Department of Ecology report is pending.

MOTION: *I move that the City Council forward Ordinance No. 2013-16 pertaining to the McNabb/Bainbridge Marina, Comprehensive Plan Amendment/Rezone Request 13220B to first reading on November 13, 2013.*

BONKOWSKI/BLOSSOM – Motion carried unanimously, 5-0.

8:01:14 PM Carmella Houston spoke on behalf of Clarence Morikawi and stated that he will be commenting on the ordinance at first reading, regarding the adjacent parcel.

C. ORDINANCE NO. 2013-25, HOUSING DESIGN DEMONSTRATION PROJECT REVISIONS, AB 09-010 – PLANNING 8:02:31 PM

Special Project Planner Sutton described the ordinance, the background and the recommended revisions. She presented a PowerPoint display. Council questions and discussion followed. Director Cook answered questions regarding current projects, the evaluation process and neighborhood service centers. 8:23:34 PM Architect and Housing Resources Board (HRB) member Charlie Wenzlau spoke in favor of the ordinance. 8:24:48 PM Jeb Thornburg, architect, spoke in favor of the project and suggested there be criteria of what the measures are of success or failure so there can be the ability for quantitative decision making by Council and the Planning Commission. 8:26:54 PM Ryan Vancil spoke on behalf of a property owner in the Lynwood neighborhood service center with a concern regarding property designation. Planner Sutton responded that a CPA amendment has been issued to fix the error. Vancil also spoke in favor of incorporating green building in future City Code. 8:30:44 PM Charles Schmid asked a question regarding the number of homes built inside and outside Winslow to which Director Cook responded she will obtain further information. In addition, Mr. Schmid spoke in favor of keeping trees. Further Council discussion and questions followed regarding density. Director Cook stated that staff will have a memo to present at the November 6, 2013, meeting.

D. PERMITTING SYSTEM CONTRACT, AB 13-144 – EXECUTIVE 8:40:51 PM

IT Manager Miller presented the contract information. He spoke to the benefits of the system which will interact with the City's new website. The annual expense will be approximately \$21,000.

MOTION: *I move that the City Council forward the contract with Paladin Data Systems in the form approved by the Interim City Attorney to the October 23, 2013, Consent Agenda.*

BONKOWSKI/LESTER – Motion carried unanimously, 5-0.

8:44:28 PM **RECESS**

8:53:52 PM Mayor Pro Tem Blair reconvened the meeting and 8:53 PM.

E. POLICE DEPARTMENT UPDATE, AB 13-151 – POLICE 8:54:03 PM

Police Chief Hamner provided an update on the progress of the Police Department in addressing the concerns expressed in the LEMAP review and Pendleton study. He also spoke to the timeline for the Lexipol program and the department's plan for moving forward. The Chief noted implementation of officer training and standards and performance evaluations. The department has also been involved in community outreach. The report discussed tonight is available on the City's website. Mayor Bonkowski complemented the Chief's performance. 9:16:11 PM Citizen Kim Hendrickson spoke in favor of the report and upcoming changes.

F. ORDINANCE NO. 2013-26, 2014-2019 CAPITAL FACILITIES PLAN, AB 13-145 – EXECUTIVE 9:18:50 PM

Deputy City Manager Smith presented an overview of the plan. She noted three areas of visible changes: transportation (road projects); nonmotorized; and stormwater utility capital projects. 9:23:57 PM Engineer Chris Hammer displayed a PowerPoint presentation regarding transportation and new roadway reconstruction projects for 2014. Council questions and discussion followed. Knechtel and Wardwell projects were discussed. Councilmember Lester would like the City to look at nonmotorized and safety road projects that have not yet been addressed.

MOTION: *I move that we make the repair, both the drainage and pavement repair, of Knechtel priority for 2014 in place of Wardwell.*

WARD/LESTER

Councilmember Ward amended his motion to drop the Wardwell connection.

RESTATED MOTION: *Move to reprioritize Knechtel and deal with the drainage and repair work on Knechtel and come back to us with a proposal on how it fits into the overall plan.*

WARD/LESTER – *Motion carried unanimously, 5-0.*

Transportation Benefit District (TBD) funds were discussed and how they might be appropriated when the TBD has the funds to spend. 10:07:22 PM Demi Allen, Board Member of Squeaky Wheels, spoke in favor of safety projects. 10:08:03 PM Don Watt, Vice President of North Kitsap Trails Association, spoke in favor of shoulder restoration on High School Rd.

MOTION: *I would like to move the SR305 shoulder improvements Vineyard to High School Rd into the 2014 slot for \$124,000, and let City Staff sort that out in terms of funding.*

LESTER/WARD – *Motion carried unanimously, 5-0.*

Regarding traffic impact fees, Interim Public Works Director Cunningham stated he is working on a scope of work and a budget to bring back to Council.

G. SUBJECT: 2014 UTILITY RATES – FINANCE

- **ORDINANCE NO. 2013-28, ELIMINATING THE AUTOMATIC ANNUAL FEE ADJUSTMENT OF THE CITY'S WATER UTILITY RATES FOR 2014, AB 13-126 10:24:46**

Finance Director Schroer presented an overview of the three ordinances.

MOTION: *I move the City Council forward Ordinance 2013-28 relating to the City water utility and eliminating the automatic annual fee increase to water utility rates for 2014 to 2nd reading and consider approval on November 13.*

WARD/LESTER – *Motion carried unanimously, 5-0.*

- **ORDINANCE NO. 2013-29, ELIMINATING THE AUTOMATIC ANNUAL FEE ADJUSTMENT OF THE CITY'S SEWER UTILITY RATES FOR 2014, AB 13-127 10:27:43 PM**

MOTION: *I move the City Council forward Ordinance No. 2013-29 relating to the City Sewer Utility and eliminate the automatic fee adjustment for sewer rates for 2014 to a 2nd reading and consideration of approval on November 13, 2013.*

BONKOWSKI/WARD – *Motion carried unanimously, 5-0.*

- **ORDINANCE NO. 2013-30, ELIMINATING THE AUTOMATIC ANNUAL FEE ADJUSTMENT OF THE CITY'S SSWM RATES, AB 13-128 10:31:34 PM**

***MOTION:** I move the City Council forward Ordinance No. 2013-30, Eliminating the Automatic Annual Fee Adjustment of the City's Stormwater and Surface Water Utility rates for 2014 to a 2nd reading and consideration of approval on November 13, 2013.*

***BONKOWSKI/LESTER** – Motion carried unanimously, 5-0.*

- H. SUBJECT: ORDINANCE NO. 2013-27, PROPERTY TAX LEVY FOR COLLECTION IN 2014, AB 13-125 – FINANCE 10:32:16 PM**

Finance Director Schroer described the ordinance.

***MOTION:** I move that the City Council forward Ordinance No. 2013-27, relating to the levy of property taxes for the City of Bainbridge Island, for the fiscal year commencing January 1, 2014, to 2nd reading and a public hearing on November 13, 2013.*

***LESTER**/(No second – motion fails).*

Following discussion, another motion was made.

***MOTION:** I move that the City Council forward Ordinance No. 2013-27, relating to the levy of property taxes for the City of Bainbridge Island, for the fiscal year commencing January 1, 2014, to 2nd reading and public hearing on November 13, 2013.*

***BLOSSOM/LESTER** – Motion carried unanimously, 5-0.*

- I. SUBJECT: RESOLUTION NO. 2013-16, AUTHORIZING INVESTMENT IN THE STATE TREASURER'S LOCAL GOVERNMENT INVESTMENT POOL, AB 13-122 – FINANCE 10:34:40 PM**

Finance Director Schroer described the resolution.

***MOTION:** I move the City Council forward Resolution 2013-16, approving continuing participation in the State Treasurer's Local Government Investment Pool to the Consent Agenda for October 23, 2013.*

***WARD/LESTER** – Motion carried unanimously, 5-0.*

- J. SUBJECT: RESOLUTION NO. 2013-17, APPROVING AN INTERLOCAL AGREEMENT WITH ASSOCIATION OF WASHINGTON CITIES EMPLOYEE BENEFIT TRUST, AB 13-137 – FINANCE 10:38:22 PM**

Finance Director Schroer described the resolution.

***MOTION:** I move that the City Council forward Resolution 2013-17 approving the interlocal agreement with the Association of Washington Cities Employee Benefit Trust to the Consent Agenda for October 23, 2013.*

***WARD/LESTER** – Motion carried unanimously, 5-0.*

5. COUNCIL DISCUSSION 10:39:41 PM

- A. SUBJECT: 2014 LTAC AWARDS – APPLICATION CHANGES, AB 13-131 - COUNCIL**

Mayor Bonkowski spoke to proposed changes regarding eligibility and described the options. Council discussion followed regarding the options as well as funds going to nonprofits and for profit organizations.

***MOTION:** I move that based on the discussion that the Council approve Option B in terms of applicants' eligibility.*

***BONKOWSKI/LESTER** – Motion carried unanimously, 5-0.*

Mayor Bonkowski described the issue of matching and in-kind matching funds.

***MOTION:** I move that the LTAC projects have an in-kind match from contributed goods and services permissible up to 50% of the total project costs.*

***LESTER/BONKOWSKI** – Motion carried unanimously, 5-0.*

Mayor Bonkowski introduced the third item, the proposed scoring matrix for 2014 awards.

MOTION: *I move to accept the proposed scoring for 2014 for project selection.*
LESTER/WARD – Motion carried unanimously, 5-0.

B. BUDGET ADJUSTMENT RELATING TO THE KITSAP ECONOMIC DEVELOPMENT ALLIANCE

10:58:03 PM

Mayor Bonkowski spoke to the reduction in the amount of dues the City provided to Kitsap Economic Development Alliance (KEDA).

MOTION: *I am proposing that we return the amount of dues to KEDA back to the \$5,000 that we gave prior to the discussion that we had last year. That would be done as a budget adjustment and included on the Consent Agenda.*
BONKOWSKI/WARD – Motion carried unanimously, 5-0.

6. CITY MANAGER'S REPORT 11:01:23 PM

City Manager Schulze reported on the following:

- The Transportation Alternatives Project and the comment period that runs from October 10 to November 21, 2013. The significance to the City is that we have a project on that list.
- The City met the goal of the Take Charge Green Power Challenge and will receive a \$20,000 grant for a solar array at the Waterfront Park Community Center.
- Finalists have been identified for the Municipal Judge search.

7. COMMITTEE REPORTS 11:03:54 PM

Mayor Bonkowski reported attending a meeting in Tacoma to talk about transportation issues.

Mayor Pro Tem Blair reported that the Kitsap Regional Coordinating Council is forming an ad hoc committee regarding succession planning and are seeking appointments.

8. REVIEW OF UPCOMING COUNCIL MEETING AGENDAS 11:08:53 PM

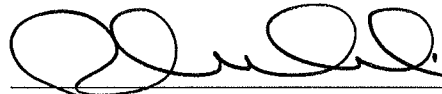
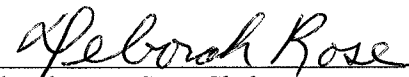
City Manager Schulze reviewed the October 23, 2013, agenda with Council. Councilmembers made suggestions and requests. The SMP meeting to be held on October 30, 2013, was discussed. City Manager Schulze clarified that the intent of the public hearing is to review any recommended or mandatory changes suggested by DOE. Mayor Bonkowski requested that each version of the SMP be traceable.

9. FOR THE GOOD OF THE ORDER 11:16:30 PM

Councilmember Lester noted the Chamber of Commerce breakfast at Islandwood on 10/18 and Pumpkin Walk on 10/18 and 10/19 at Bainbridge Gardens.

10. ADJOURNMENT 11:17:44

The meeting was adjourned at 11:17 PM.


Steven Bonkowski, Mayor
Deborah Rose, Court Clerk