

June 19, 2017
6:06 P.M.
Newport, Oregon

CITY COUNCIL MEETING

ROLL CALL

The Newport City Council met on the above date in the Council Chambers of the Newport City Hall. On roll call, Allen, Sawyer, Roumagoux, Saelens, Swanson, and Engler were present. Goebel was excused.

Staff in attendance were Spencer Nebel, City Manager; Peggy Hawker, City Recorder/Special Projects Director; Steve Rich, City Attorney; Derrick Tokos, Community Development Director; Rob Murphy, Fire Chief; Tim Gross, Public Works Director; Mike Murzynsky, Finance Director; and Jason Malloy, Interim Police Chief.

PLEDGE OF ALLEGIANCE

Council, staff, and the audience participated in the Pledge of Allegiance.

CONSENT CALENDAR

The consent calendar consisted of the following items:

- A. Approval of minutes of the work session of June 5, 2017;
- B. Approval of minutes of the executive session of June 5, 2017;
- C. Approval of minutes of the regular meeting of June 5, 2017;
- D. Recommendation to grant a license for the change of ownership for a full, on-premise sales commercial establishment to the Get Lucky Restaurant and Bar, located at 912 North Coast Highway;
- E. Adoption of Resolution No. 3888 extending Workers' Compensation insurance coverage to the volunteers for the 2017/2018 Fiscal Year.

Allen suggested several changes to the minutes. MOTION was made by Swanson, seconded by Sawyer, to approve the consent calendar with the changes to the minutes as noted by Allen. The motion carried unanimously in a voice vote.

PUBLIC HEARINGS

Public Hearing and Possible Adoption of Resolution No. 3779 Adopting the City of Newport's 2017/2018 Fiscal Year Budget. Hawker introduced the agenda item. Nebel reported that the development of the budget for the fiscal year was initiated in December 2016. He stated that since that time, staff have been working on various aspects of the proposed budget. He added that Council's first involvement with the budget process was through a goal setting session. He noted that during this session, Council prioritized goals for the 2017/2018 Fiscal Year.

Nebel reported that he submitted a proposed budget to the Budget Committee on April 20, 2017. He stated that the 2017/2018 budget continues the tax rate of \$5.5938 per \$1,000 of assessed evaluation for city operational purposes. He added that the budget also levies an amount to pay the 2017/2018 General Obligation Debt requirements of \$2,362,989 for wastewater refunding, water treatment plant, and the swimming pool bonds.

Nebel reported that the city previously adopted a schedule for infrastructure rates that would have resulted in a 10% increase for water, a 15% increase for sewer, with 5% increases in storm water, and infrastructure fees to fund major reconstruction of the city's utility systems. He stated that based on Council action in 2014, staff developed a budget that would utilize revenue bonds instead of a "pay-as-you-go" method for financing infrastructure which has allowed for a significant reduction in the utility rate increases originally proposed. He added that in accordance with this plan, revenue for the 2017/2018 Fiscal Year includes a 5% increase in water rates, 4% increase in wastewater, 5% increase in storm water, and a 5% increase in the infrastructure fee. He noted that this will generate funding to support bonding for water and sewer projects to continue meeting the critical need to rebuild the city's infrastructure. He stated that a rate study is underway to establish actual rates within these revenue parameters for the 2017/2018 Fiscal Year. He added that the total requirements of the proposed budget are \$76,912,033.00

Nebel reported that the budget provides a continuation of existing types of expenditures for the new fiscal year. He stated that a number of new positions were requested by departments, however, his recommendation is that no new, full-time regular employee positions be established in the 2017/2018 fiscal year. He noted that the basis for this conclusion is concern over the uncertainty of payroll costs which will result from the salary study that is currently underway. He added that the salary study will affect both the 2016/2017 Fiscal Year and the 2017/2018 Fiscal Year. He stated that there are also significant increases in the cost of PERS for police and fire employees. He added that over the past four years, there have been significant increases in the cost of health insurance. He stated that it is important for the budget to maintain a balance between ongoing operation costs and having sufficient resources to continue maintaining and replacing equipment, buildings, parks, and other facilities.

Nebel reported that the budget provides a substantial commitment for reinvestment in the city's water and sewer infrastructure during the course of the fiscal year. He stated that this will be funded, in part, through revenue bonds and State Revolving Fund financing with the future debt repayment coming from water and sewer rates. He added that the construction of the pool has a significant impact on funding levels.

Nebel reported that the budget continues to appropriate funding by individual projects for water and wastewater capital construction projects from the applicable operating funds to a Proprietary Capital Projects Fund, and other major projects in a Capital Projects Fund, and Capital Improvements which are facility related upgrades.

Nebel reported that the proposed budget has created a facilities fund which houses all of the expenses for city facilities to better track the cost of these facilities. He stated that the facilities fund is supported by transfers and rental payments from the departments using facilities. He added that there have been major changes in the presentation of the room tax fund which are intended to provide more transparency as to how the portion of the room tax intended for marketing and tourist facilities is utilized.

Nebel reported that funding is proposed for a number of urban renewal projects, including the 35th Street and Highway 101 signalization improvement, the Ferry Slip Road utility line undergrounding, the Southeast Chestnut Street Trail project, the Agate Beach Neighborhood plan, and the Northside Transportation Updates/Downtown Revitalization plan. He stated that the total requirements equal \$76,912, 033.00

Nebel reviewed the Budget Committee schedule and work. He stated that the Committee approved a number of changes to the proposed budget. He added that the changes included the addition of a fire prevention officer which added a net increase of \$60,576.00 to the Fire Department budget based on Murphy's representation that \$50,000.00 of overtime will be saved. He noted that the Committee recommended that equivalent fees be charged for marijuana dispensaries as are currently charged for OLCC licenses. He noted that the Committee added the replacement of VAC windows to the budget, and appropriated funding for the purchase of land for two new lift stations. He stated that the Committee added an appropriation for the Ferry Slip Road Utility Line Underground project, and increased employment services in the Water Fund.

Roumagoux opened the public hearing on Resolution No. 3779 at 6:15 P.M. She called for public comment. There was none. She closed the public hearing at 6:16 P.M. for Council deliberation.

Allen noted a typographical error on the resolution. MOTION was made by Swanson, seconded by Saelens, to adopt Resolution No. 3779, as amended to correct the typographical error, a resolution adopting the fiscal year 2017/2018 budget as recommended by the Budget Committee for budget appropriations of \$71,208,660, unappropriated reserves for future expenditures, debt and equipment of \$3,459,566. and ending fund balance of \$2,583,807 for total requirements of \$77,252,033. The motion carried unanimously in a voice vote.

Public Hearing and Possible Adoption of Resolution No. 3780 Imposing and Categorizing Ad Valorem Taxes for Fiscal Year 2017/2018. Hawker introduced the agenda item. Nebel reported that the Budget Committee reviewed and approved the proposed tax levy for the 2017/2018 Fiscal Year. He stated that the tax rate will remain at \$5.5938 per thousand dollars of assessed valuation for general city operations. He added that sufficient taxes will be levied to pay for the Water Treatment Plant bonded debt of \$1,099,462, the Wastewater bonded debt of \$716,175, and the Aquatic Center bonded debt in the amount of \$547,352 for a total of \$2,362,989 in debt payments for the fiscal year beginning July 1, 2017.

Roumagoux opened the public hearing at 6:18 P.M. She called for public comment. There was none. She closed the public hearing at 6:19 P.M. for Council deliberation.

Several typographical errors were identified in the resolution. MOTION was made by Engler, seconded by Saelens, to adopt Resolution No. 3780, as amended to correct the typographical errors, a resolution imposing and categorizing ad valorem taxes for the City of Newport for the fiscal year beginning July 1, 2017 and ending June 30, 2018, at a rate of \$5.5938 per thousand dollars of assessed valuation, plus an amount of \$2,362,989 to cover debt requirements for the City of Newport for the fiscal year beginning July 1, 2017. The motion carried unanimously in a voice vote.

Public Hearing and Possible Adoption of Resolution No. 3781 Regarding State Shared Revenues for Fiscal Year 2017/2018. Hawker introduced the agenda item. Nebel reported

that State Revenue Sharing Law requires cities to adopt an ordinance or resolution each year stating their desire to receive State Shared Revenues. He stated that the city receives four types of State Shared Revenues that include general shared revenues, liquor tax, cigarette tax, and highway gas tax. He reviewed the estimated State Shared Revenues for the 2017/2018 Fiscal Year. He added that the city is expected to receive State Shared Revenue from marijuana taxes in the upcoming fiscal year, and that \$5,000 has been included as a placeholder in the budget. He stated that this marijuana revenue is separate from the 3% tax the city imposed on retail marijuana sales. He noted that of the Highway Gas Tax revenues, \$15,000 is designated for sidewalk and bicycle improvements, with the balance funding street operations.

Roumagoux opened the public hearing on Resolution No. 3781 at 6:24 P.M. She called for public comment. There was none. She closed the public hearing for Council deliberation at 6:25 P.M.

MOTION was made by Engler, seconded by Saelens, to adopt Resolution No. 3781, a Resolution Declaring the city's election to receive State Shared Revenues pursuant to ORS 221.770. The motion carried unanimously in a voice vote.

Public Hearing and Possible Adoption of Resolution No. 3784 Adopting a Fee Schedule for the 2017/2018 Fiscal Year. Hawker introduced the agenda item. Nebel reported that the Budget Committee reviews, and the Council adopts, an updated fee schedule each year. He reviewed the fee schedule. He stated that the city has commissioned a study on System Development Charges, and a public hearing has been scheduled on these charges for July 17, 2017. He noted that on approval, the fee schedule will be amended to reflect the new rates and fees.

Nebel reported that the Ad Hoc Committee is also reviewing the possibility of implementing a construction excise tax that would be earmarked for affordable housing. He stated that the budget does not provide any revenue for a construction excise tax, and maintains the SDC charges at current levels. He added that the city is completing a study on utility rates for the 2017/2018 Fiscal Year and beyond which will establish rates for the current fiscal year and for future rate adjustments.

Roumagoux opened the public hearing on Resolution No. 3784 at 6:27 P.M. She called for public comment. There was none. She closed the public hearing for Council deliberation at 6:28 P.M.

It was noted that the resolution contains typographical errors related to dates, and that it should read "adopted" rather than "approved."

MOTION was made by Swanson, seconded by Saelens, to adopt Resolution No. 3784, a resolution that adopts a comprehensive fee schedule for the Fiscal Year beginning July 1, 2017, and ending July 30, 2017, and repeals Resolution No. 3759, effective July 1, 2017. The motion carried unanimously in a voice vote.

Public Hearing and Possible Adoption of Resolution No. 3783 Adopting a Supplemental Budget for the 2016/2017 Fiscal Year. Hawker introduced the agenda item. Nebel reported that there are several adjustments that are recommended to the budget prior to the close of this fiscal year. He stated that in the General Fund, there is one adjustment for a project to renovate space as part of the move of Parks Maintenance from the Public Works Shops to the former Wastewater Treatment Plant property. He

recommended that \$5,500 be paid from contingency to cover the remaining renovation expenses to facilitate this move.

Nebel reported that in Parks and Recreation, he recommends the appropriation of \$15,000 for electrical services for the swimming pool, and \$15,000 for employment service by reducing contingency by \$30,000 in the Parks and Recreation Fund.

Nebel reported that in the Street Fund, several adjustments are required due to local emergencies that occurred through the fiscal year. He stated that these include the storm sewer repair on NW 20th Street amounting to \$83,000, and the final cost for the 2016 winter storm repair emergency being \$18,000 higher than what was originally projected. He noted that \$9,000 of this amount comes from the Street Fund. He added that \$17,200 was inadvertently charged to the Street Fund for the Aquatic Center construction project, and that these costs have been shifted to the pool project from the Street Fund.

Nebel reported that there was an error in the Capital Projects Fund. He stated that the error was identified when Council decided to defund the NE 7th and Harney Streets slip lining project, in order to pay for the Nye Creek storm sewer project. He noted that to address that oversight, \$100,000 was added to the beginning fund balance with the Nye Creek project being increased by the same amount.

Nebel reported that in there are several adjustments that need to be made in the Capital Projects Fund for projects that final payments were made in the current fiscal year, but the funds had been budgeted in the previous years. He stated that this budget amendment will carry over \$18,500 for the water SCADA upgrade, and \$9,000 for the wastewater SCADA upgrade to complete those projects.

Nebel reported that the other component of the slide that occurred in December of 2016, was the \$9,000 that needed to be appropriated from Wastewater to complete the financing for that project. He stated that there is a shift in Wastewater to accurately reflect the electric service cost for the Wastewater Treatment Plant from the Wastewater Collection System that includes the lift stations. He noted that this was previously charged against the plant, and the budget is being corrected so that the costs are divided between the plant and collection system to more accurately reflect these costs.

Nebel reported that the net change of this supplemental budget increases total distributions by \$177,200 for an adjusted total of \$88,320,134 to close the fiscal year.

Roumagoux opened the public hearing, on Resolution No. 3783, at 6:33 P.M. She called for public comment. There was none. She closed the public hearing for Council deliberation at 6:34 P.M.

Allen brought up an issue related to the attachment designations. It was noted that this would be corrected in the signed resolution.

MOTION was made by Allen, seconded by Saelens, to adopt Resolution No. 3783, with Attachment A, as amended, a resolution adopting a supplemental budget for the Fiscal Year ending June 30, 2017, and making appropriation increases and changes for the 2016/2017 Fiscal Year. The motion carried unanimously in a voice vote.

COMMUNICATIONS

From Councilor Dietmar Goebel Requesting a Discussion on Zero-Foot Setbacks for Garages in Nye Beach. Hawker introduced the agenda item. Nebel reported that Goebel requested a discussion on zero-foot setbacks for garages in the Nye Beach overlay district. He stated that he understands that the Nye Beach overlay committee

recommended that the previous 10-foot setback for garages be changed to 20 feet to prevent cars from parking over the sidewalk when left in the driveway. He noted that after the report was submitted to the Planning Commission, a work session was held at which a suggestion was made by Dustin Capri to have the setback either 20 feet or zero feet to accommodate homes on small lots. He added that Capri suggested that a zero-foot setback would have the same effect in preventing cars from parking across sidewalks. He stated that in the overlay area, buildings can be built up to the lot line.

A discussion ensued regarding the setbacks and whether they are safety issues or aesthetic issues.

MOTION was made by Engler, seconded, by Saelens, to refer this item to the Planning Commission and bring it back to Council at the July 17, 2017 meeting. The motion carried unanimously in a voice vote.

CITY MANAGER'S REPORT

Consideration and Possible Adoption of Resolution No. 3785 Providing a Loan Payment Schedule and Related Note Plus Terms from the Agate Beach Closure Fund for the Aquatic Center. Hawker introduced the agenda item. Nebel reported that in 2015, part of the Aquatic Center financing package included a \$275,000 inter-fund loan from the Agate Beach Landfill Closure Fund. He stated to wrap up project financing before the close of the fiscal year, Council is requested to adopt Resolution No. 3785 formally documenting the inter-fund loan in accordance with ORS 294.468 which requires that the governing body determine an interest rate for the loan which can be zero. He recommended a zero interest rate.

MOTION was made by Allen, seconded by Engler, to adopt Resolution No. 3785, a resolution formally approving a \$275,000 inter-fund loan between the Agate Beach Closure Fund, and the Parks and Recreation Fund, with the interest rate being set at zero, and repayment done over a ten-year period in equal annual installments beginning in 2017/2018. The motion carried unanimously in a voice vote.

Final Financial Report on Limited Emergencies Declared During the Winter of 2016/2017. Hawker introduced the agenda item. Nebel reported that during the course of last winter's significant rain events, two limited emergencies were declared. He stated that the first related to a landslide that occurred in November 2016, on SE Harney Street between SE Fourth and SE Third Streets, with the second occurring in April resulting from a sinkhole that had formed off of Oceanview Drive. He noted that the final costs for the landslide were \$97,836, with the final cost for the repair of the storm sewer off of Oceanview Drive being \$82,880.

Authorization to Apply for a U.S. Department of Homeland Security Port Security Grant to Purchase a Fireboat. Hawker introduced the agenda item. Nebel reported that the Fire Department investigated funding for the purchase of a fireboat for use on Yaquina Bay. He stated that the city has many structures that are built over the bay that create challenges for fire suppression from the land side. He noted that use of a specially equipped fireboat would enhance the alternatives that the Department would have to fight these fires. He added that the boat would assist fighting vessel and dock fires. He stated

that the boat would also provide additional fire suppression capacity for dealing with structures in the fire district beyond the reach of the city's water system.

Nebel reported that he has concerns about the city's capability of utilizing the equipment replacement reserve fund to match any portion of the \$267,000 local share for the grant. He stated that it is hoped that a portion of the match will be raised by various interest groups. He added that there would be a need to build a boathouse for this vessel in the future with an estimated cost for the construction and design of the boathouse would be around \$107,000. He stated that in the interim, the boat could be pulled out of the water during the winter months, and stored in a pole barn building that could be built behind the South Beach Fire Station at an estimated of \$40,000 to \$50,000. He noted that the Department is estimating that the annual cost, including amortization of future scheduled replacement/repairs, would be approximately \$46,000, of which \$24,000 would be additional Department overtime.

Nebel reported that if Council authorizes a grant application, and the city is successful and accepts the grant, there will be a number of significant one-time expenses and ongoing operational expenses for this program. He stated that if Council authorizes this grant application, there should be a commitment to raise matching funds to offset part of the local match, and other startup costs related to this vessel, prior to Council accepting the grant if awarded. He added that Council can proceed with the application and still have a choice as to whether to enter into a grant agreement for the funding if the grant is awarded.

Kelly Retherford, local business person, encouraged Council to authorize the grant application.

Jennifer Stevenson, President of the Newport Fishermen's Wives, encouraged Council to authorize the grant application.

Allen asked Stevenson and Retherford whether they are willing to work with the Fire Department in fundraising efforts. They both agreed to assist.

Murphy reported that the Fire Department has engaged other community organizations, including fish processors and others. He stated that there is unilateral support from those groups. Murphy distributed a list of calls, dating back to 1991, that would have benefitted from a fireboat. A discussion ensued regarding funding of a boathouse and operational costs.

Allen asked whether letters of support could be obtained from the fish processors. Assistant Fire Chief Bob Harvey reported that the industry is supportive and have offered financial support and letters of support for the grant application. Engler asked whether NOAA was planning to submit a letter of support. Harvey stated that he believes that NOAA will ultimately support the project. He added that the Coast Guard is unable to send a support letter.

Engler asked about annual personnel costs. Murphy reported that the personnel costs are primarily for training, and that every Fire Department staff person would train three hours monthly.

Engler noted that one of the Port Commissioners suggested sharing a fireboat with the state police. Murphy stated that the state police have a vessel that is located in Astoria.

MOTION was made by Swanson, seconded by Saelens, to authorize the City Manager to submit a Port Security Grant in the amount of \$1,067,434.66 to purchase and outfit a fireboat to the US Department of Homeland Security with the city being responsible for a local match of \$266,858.66. The motion carried unanimously in a voice vote.

MOTION was made by Swanson, seconded by Saelens, to authorize the Fire Department to initiate a fundraising campaign to raise a minimum of 50% of the match for this grant (\$133,000) from private sources to offset the impact on the Fire Department equipment reserve fund. The motion carried unanimously in a voice vote.

Consideration and Possible Adoption of Resolution No. 3785 Providing a Loan Payment Schedule and Related Note Plus Terms from the Agate Beach Closure Fund for the Aquatic Center. Hawker introduced the agenda item. Nebel reported that in 2015, part of the financing package for the Aquatic Center included a \$275,000 inter-fund loan from the Agate Beach Landfill Closure Fund. He stated that to wrap up project financing before the end of this fiscal year, Council is requested to adopt Resolution No. 3785, which will formally document the inter-fund loan in accordance with ORS 294.468 requiring that the governing body to determine an interest rate for the loan. He recommended that a zero interest rate be applied. He noted that replacement resolutions had been placed at Council seats prior to the meeting.

MOTION was made by Allen, seconded by Engler, to adopt Resolution No. 3785, a resolution formally approving a \$275,000 inter-fund loan between the Agate Beach Closure Fund, and the Parks and Recreation Fund, with the interest rate being set at zero, and repayment done over a ten-year period in equal annual installments beginning in 2017/2018. The motion carried unanimously in a voice vote.

LOCAL CONTRACT REVIEW BOARD

The City Council, acting as the Local Contract Review Board, began meeting at 7:40 P.M.

Approval of Task Order No. 2 with SHN Consulting Engineers and Geologists, Inc. for the Sam Moore Park Water Quality Improvements Design Services. Hawker introduced the agenda item. Nebel reported that the city has funding appropriated in the current fiscal year for design services to provide infrastructure to improve the quality of storm water coming from the Nye Creek watershed at Sam Moore Park. He stated that in addition to dealing with water quality issues, it is anticipated this project will also increase safety, and provide for better pedestrian access from Betty Wheeler Memorial Field to Sam Moore Park, and address drainage of improvements at Betty Wheeler Memorial Field. He added that once a design is in place, staff intends to pursue grant funding for the construction of various components of this project.

MOTION was made by Engler, seconded by Allen, to approve Task Order No. 2 with SHN Consulting Engineers & Geologist, Inc., for the Sam Moore Park Water Quality Improvement Design Services in the amount of \$138,790, and authorize the City Manager to execute the Task Order on behalf of the City of Newport. The motion carried unanimously in a voice vote.

Rejection of Bids for the City Hall HVAC Improvements Project. Hawker introduced the agenda item. Nebel reported that one bid was received for the replacement of the HVAC system at City Hall. He stated that the engineer's estimate for this work was \$330,000, and the bid was for \$599,907. He noted that in reviewing this with the consultant, there are a number of things that can be considered to reduce costs for this

system. He added that there is a hope that more competitive bids might be received by making adjustments to the specifications, and reviewing the engineer's estimate to provide a more realistic cost for the revised plans based on current market conditions. He stated that the biggest, single issue that change is the elimination of a redundant tubing system that would allow for one HVAC unit (there are three separate units proposed for the building) to both heat and cool at the same time.

MOTION was made by Engler, seconded by Sawyer, to authorize a Notice of Rejection of all bids received for the 6/7/17 bid opening for the City Hall HVAC Improvements Project. The motion carried unanimously in a voice vote.

Approval of Amendment No. 4 and Task Orders 3.02 through 3.09 with Chase Park Grants for Fiscal Year 2018. Hawker introduced the agenda item. Nebel reported that the packet contains a report from Gross outlining the work plan for Chase Park Grants, LLC, for obtaining funding for various projects. He added that Amendment No. 4 with Chase Parks Grants dated July 23, 2012, will extend the contract through June 30, 2018, and adjust the contract amount by \$105,001.

Nebel reported that in addition, Task Orders 3.02 through 3.09 outline the various projects and authorized expenditures with Chase Parks Grants. He stated that this includes everything from grants for the water meter upgrade to park improvements at Betty Wheeler, Nye Creek/Sam Moore water quality improvement projects, the mid-coast water planning partnership, seismic resiliency for the drinking water system, wastewater projects for CWSRF sponsored loans, storm drain replacement, and relocation of CWSRF sponsored loan, and the total amount of anticipated work is \$323,950.

MOTION was made by Allen, seconded by Engler, to approve Amendment No. 4 to the grant consulting services agreement with Chase Park Grants, dated July 23, 2012, extending the contract through June 30, 2018, and adjusting the contract amount by \$105,001. The motion carried unanimously in a voice vote.

MOTION was made by Allen, seconded by Engler, to approve Task Orders 3.02 through 3.09 as outlined in the attached materials in the amount of \$323,950 with Chase Park Grants. The motion carried unanimously in a voice vote.

Approval of the Purchase and Outfitting of a Used Fire Engine. Hawker introduced the agenda item. Nebel reported that the city has an opportunity to purchase a 2000 HME fire engine from the Tangent Fire District in the amount of \$65,000. He stated that this unit has just under 30,000 miles, 1,800 engine hours, and 200 pump hours. He noted that in reviewing the equipment and maintenance records and the current pump certification, Assistant Fire Chief Harvey and Engineer Burt Johnson indicated that the engine is in excellent condition, and has been well maintained. He added that the Fire Department intends to phase out the two 1997 Spartan H and W engines that have close to 100,000 miles on them.

Nebel reported that \$30,000 was allocated in the current year's budget from the reserve funds to purchase this engine. He stated that the purchase of the engine and outfitting it is estimated to be \$90,000. He recommended that the remaining \$60,000 be allocated from the Department's reserve for future capital fund, and that there is currently \$201,000 available in this fund. He noted that due timing, he recommends that the Local Contract Review Board authorize this purchase with the intent to amend the budget at the

July 17, 2017, City Council meeting to provide the funding for this purchase, with the actual transaction occurring after the funds have been appropriated by Council in July.

MOTION was made by Swanson, seconded by Allen, to authorize the purchase of a 2000 HME fire engine in the amount of \$65,000 from the Tangent Fire District, and authorize the engine to be outfitted and put into service for the City of Newport, subject to final appropriations being made by the City Council at the July 17, 2017, City Council meeting. The motion carried unanimously in a voice vote.

RETURN TO CITY COUNCIL MEETING

The Local Contract Review Board concluded its meeting, and Council returned to its regular meeting at 7:53 P.M.

REPORT FROM MAYOR AND COUNCIL

Roumagoux reported that she attended a meeting of the Vision2040 Advisory Committee on June 12 to review the first draft.

Roumagoux reported that she attended the annual meeting of PAADA on June 13. She noted that the statistics presented were interesting.

Roumagoux reported that in the evening of June 13, she attended the HMSC update on the Marine Sciences Initiative building. She noted that it is a state-of-the-art building, and that 1,000 people can be accommodated in the vertical evacuation structure.

Roumagoux reported that she attended the Chamber awards banquet on June 16, and that Building Official, Joseph Lease, received the Employee of the Year Award.

Sawyer reported that he attended the HMSC update on the Marine Sciences Initiative building.

Sawyer reported that he attended the open house on the SE 35th Street project, and that one person is opposed to the project.

Sawyer reported that he attended a recent meeting of the Destination Newport Committee at which current and potential advertising was reviewed.

Sawyer reported that he attended a recent meeting of the Lincoln County School District. He noted that Jenny DeMaris took the oath of office, and the board discussed the hiring of a new superintendent, budget, upcoming solar eclipse, and a possible board retreat.

Saelens reported that the Visual Arts Center is being repainted, and that he attended a recent meeting of the VAC Steering Committee.

Swanson reported that she would leave a copy of the Oregon Community Foundation publication, with an article about Newport, in the Council office.

Engler reported that she attended the TAPS open house.

Engler reported that she worked with the Boy Scouts on visioning, and they would like a Red Robin restaurant and a water slide in Newport.

Engler reported that she attended a recent meeting of the ad hoc beautification work group, and contracts will be awarded for the roundabout in South Beach, the Nye Beach Turnaround, and the Angle Street and Highway 101 parking lot. The PAC award will occur later.

Engler reported that the 50+ survey has started and is on city website.

Engler reported that she and Rachel Cotton attended the ODOT training for bicycle and pedestrian issues. She stated that she has information from the training that she will loan to anyone interested.

Engler complimented Malloy on the radio show of earlier in the day.

Engler reported that she met with people who are interested in developing housing at the fairgrounds.

Engler asked for a volunteer to throw out the first pitch at the Shangri La whiffle ball game on Wednesday. Malloy agreed to participate.

Engler asked what could be done to eliminate graffiti at the Nye Beach Turnaround. Gross will review the problem.

Engler reported that there is a lot of litter and weeds at the Nye Beach Turnaround.

Engler reported that someone is camping on the beach south of the Sylvia Beach Hotel. Malloy will investigate.

Allen reported that he attended the Marine Studies facilities update.

Allen noted that paint being used on the VAC is a nice color.

PUBLIC COMMENT

Dennis Bishop registered various complaints with the Council.

ADJOURNMENT

Having no further business, the meeting adjourned at 8:19 P.M.

Margaret M. Hawker, City Recorder

Sandra N. Roumagoux, Mayor