

MINUTES OF A REGULAR MEETING OF THE CITY
COUNCIL OF THE CITY OF COEUR D'ALENE, IDAHO,
HELD AT COEUR D'ALENE CITY HALL,
JULY 18, 2006

The Mayor and Council of the City of Coeur d'Alene met in a regular session of said Council at the Coeur d'Alene City Hall, July 18, 2006 at 6:00 p.m., there being present upon roll call the following members:

Sandi Bloem, Mayor

Al Hassell)	Members of Council Present
Woody McEvers)	
Deanna Goodlander)	
Mike Kennedy)	
Loren Edinger)	
Dixie Reid)	

CALL TO ORDER: The meeting was called to order by Mayor Bloem.

INVOCATION was led by Pastor David Woll, 1st Assembly of God Church.

PLEDGE OF ALLEGIANCE: Councilman Reid led the pledge of allegiance.

PRESENTATIONS:

PRELIMINARY BUDGET FOR FY 2006-2007: Finance Director Troy Tymesen presented the preliminary budget as prepared by the Executive Team. Mr. Tymesen reviewed the Council's strategic goals they set earlier this year. He noted that this year's total budget is \$60,836,775 compared to \$66,515,444 which was last year's budget. He noted that the 3% increase in the general fund budget would equate to 10 cents per \$1,000 valuation. He also noted that even with the 3% increase proposed, the overall City levy rate would go down. He announced that the Council's budget workshop has been scheduled for August 3, 2006 at 5:15 p.m. in the Council Chambers. He also noted that the preliminary budget will be placed on the City website at www.cdavid.org.

DISCUSSION: Councilman Reid explained that by capping the budget it means that the budget cannot be increased beyond that amount; however, the Council can reduce the budget during the workshop process. Councilman Reid also indicated that the budget workshop on August 3rd will be televised.

RESOLUTION NO. 06-045

A RESOLUTION OF THE CITY OF COEUR D'ALENE, KOOTENAI
COUNTY, IDAHO ESTABLISHING A NOTICE OF TIME AND PLACE OF PUBLIC

HEARING OF THE PROPOSED BUDGET FOR FISCAL YEAR 2006-2007, AND INCLUDING PROPOSED EXPENDITURES BY FUND AND/OR DEPARTMENT, AND STATEMENT OF THE ESTIMATED REVENUE FROM PROPERTY TAXES AND THE TOTAL AMOUNT FROM SOURCES OTHER THAN PROPERTY TAXES OF THE CITY FOR THE ENSUING FISCAL YEAR AND LISTING EXPENDITURES AND REVENUES DURING EACH OF THE TWO (2) PREVIOUS FISCAL YEARS, AND PROVIDING FOR PUBLICATION OF THE SAME.

WHEREAS, it is necessary, pursuant to Idaho Code 50-1002, for the City Council of the City of Coeur d'Alene, prior to passing the Annual Appropriation Ordinance, to list expenditures and revenues during each of the two (2) previous fiscal years, prepare a Budget, tentatively approve the same, and enter such Budget at length in the journal of the proceedings and hold a public hearing; NOW, THEREFORE,

BE IT RESOLVED, by the Mayor and City Council of the City of Coeur d'Alene, that the following be and the same is hereby adopted as an Estimate of Expenditures and Anticipated Revenue of the City of Coeur d'Alene for the fiscal year beginning October 1, 2006:

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-2006 BUDGET	FY 2006-07 PROPOSED
<u>GENERAL FUND</u> <u>EXPENDITURES</u>				
Mayor and Council	\$ 165,490	\$162,213	\$175,725	\$194,522
Administration	360,640	342,661	418,320	484,422
Finance Department	539,101	581,250	645,185	682,937
Municipal Services	734,599	814,908	947,601	1,050,227
Human Resources	217,371	191,128	221,017	231,978
Legal Department	831,395	1,014,461	1,033,390	1,082,615
Planning	359,472	412,715	432,142	521,304
Building Maintenance	351,298	362,355	335,153	420,779
Police Department	6,023,132	6,569,449	7,067,804	7,852,908
Juvenile Incentive Grant	49,157	35,748		
COPS in School Grant	53,364	46,967	317,450	154,241

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-06 BUDGET	FY 2006-07 PROPOSED
<u>GENERAL FUND EXPENDITURES CON'T</u>				
KCJA	68,710	49,383	24,140	24,140
Local Law Enforcement Grant	59,317	5,103	75,347	-0-
Fire Department	4,047,875	5,415,000	4,535,364	5,257,709
General Government	596,803	134,650	134,222	190,382
Engineering Services	1,805,329	1,639,410	1,170,939	1,227,829
Streets/Garage	2,044,174	2,091,973	2,537,143	2,509,592
Byrne Grant – Police Dept	74,776	68,290	38,044	77,303
Building Inspection	-0-	-0-	769,190	792,578
Parks Department	1,051,025	1,077,633	1,205,176	1,415,136
Recreation Department	643,584	661,665	689,495	727,173
City Properties	-0-	150,000	251,697	-0-
<u>TOTAL GENERAL FUND EXPENDITURES:</u>	<u>\$ 20,076,612</u>	<u>\$21,826,962</u>	<u>\$ 23,024,544</u>	<u>\$24,897,775</u>

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-06 BUDGET	FY 2006-07 PROPOSED
<u>SPECIAL REVENUE FUND EXPENDITURES:</u>				
Library Fund	821,339	825,490	872,650	976,374
Impact Fee Fund	388,934	427,519	1,972,000	2,014,920
Parks Capital Improvement	814,317	1,087,950	370,000	443,259
Annexation Fee Fund	500,000	110,000	410,000	100,000
Self Insurance	349,927	247,806	275,500	295,500
Cemetery Fund	282,617	219,712	262,332	300,482
<u>TOTAL SPECIAL FUNDS:</u>	<u>3,157,134</u>	<u>2,918,477</u>	<u>4,162,482</u>	<u>4,130,535</u>

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-06 BUDGET	FY 2006-07 PROPOSED
<u>ENTERPRISE FUND EXPENDITURES:</u>				
Street Lighting Fund	492,656	488,343	491,711	505,592
Water Fund	3,695,175	6,786,292	9,234,473	7,291,068
Wastewater Fund	6,143,531	9,232,600	15,523,459	10,904,960
WWTP Property Management	2,400		-0-	-0-
Water Cap Fee Fund	1,559,163	2,032,150	1,400,000	1,160,000
WWTP Cap Fees Fund	493,911	2,315,043	4,234,109	1,293,611
Sanitation Fund	2,475,930	2,635,498	2,701,122	2,806,353
City Parking Fund	135,684	149,370	472,249	160,132
Stormwater Management	166,751	903,297	1,131,137	1,348,468
TOTAL ENTERPRISE EXPENDITURES:	<u>15,165,201</u>	<u>24,542,593</u>	<u>35,188,260</u>	<u>25,470,184</u>
TRUST AND AGENCY FUNDS:	699,049	581,533	732,857	916,688
CAPITAL PROJECTS FUNDS:	1,922,231	1,039,416	2,016,580	2,883,200
DEBT SERVICE FUNDS:	1,558,103	1,533,810	1,390,721	2,537,634
<u>GRAND TOTAL OF ALL EXPENDITURES:</u>	<u>\$ 42,578,330</u>	<u>\$52,442,791</u>	<u>\$ 66,515,444</u>	<u>\$60,836,016</u>

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-2006 BUDGET	FY 2006-2007 PROPOSED
<u>ESTIMATED REVENUES:</u>				
Property Taxes:				
General Levy	8,618,237	9,175,976	10,477,860	11,952,434
Library Levy	813,235	819,297	856,696	961,624
Policeman's Retirement Fund Levy	152,607	153,354	152,000	152,000

Comprehensive Liability Plan Levy	50,537	50,459	50,000	108,257
Fireman's Retirement Fund Levy	250,000	250,000	250,000	250,000
2006 G.O. Bond Levy				1,000,000
TOTAL REVENUE FROM PROPERTY TAXES:	\$9,884,616	\$10,449,086	\$11,786,556	\$14,424,315

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-06 BUDGET	FY 2006-07 PROPOSED
<u>ESTIMATED OTHER REVENUES:</u>				
Interfund Transfers	6,322,353	6,592,606	9,997,709	6,751,293
Beginning Balance	27,771,553	29,764,692	17,121,297	23,073,392
Other Revenue:				
General Fund	9,902,493	11,779,302	9,976,561	10,751,848
Library Fund	14,678	19,089	16,750	14,750
Parks Capital Improvement Fund	186,276	526,134	102,200	130,000
Insurance/Risk Management	21,274	21,011	25,000	76,000
Cemetery	142,145	119,944	137,010	131,000
Annexation Fee Fund	224,972	406,750	-0-	100,000

	FY 2003-04 ACTUAL	FY 2004-05 ACTUAL	FY 2005-06 BUDGET	FY 2006-07 PROPOSED
<u>ESTIMATED OTHER REVENUES CON'T:</u>				
Impact Fee Fund	1,071,977	1,788,144	1,525,000	1,140,000
Street Lighting Fund	401,115	418,611	609,000	630,592
Water Fund	4,738,024	5,432,154	3,109,590	3,131,068
Wastewater Property Management	-0-	-0-	-0-	-0-
Wastewater Fund	5,887,460	7,156,733	13,244,290	9,815,357

Water Cap Fee Fund	821,324	932,056	750,000	835,000
WWTP Capitalization Fees	2,045,615	2,758,740	1,402,840	1,020,940
Sanitation Fund	2,656,634	2,750,512	2,701,122	2,921,836
City Parking Fund	136,861	159,268	532,000	133,000
Stormwater Management	3,466	1,135,076	1,205,182	1,258,468
Trust and Agency Funds	381,802	449,847	430,147	450,040
Capital Projects Fund	1,473,102	758,622	-0-	833,700
Debt Service Fund	1,591,772	1,341,720	1,691,648	1,312,894
SUMMARY:				
PROPERTY TAXES	9,884,616	10,449,086	11,786,556	14,424,315
OTHER THAN PROPERTY TAXES	65,794,896	74,311,011	64,577,346	64,511,178
<u>TOTAL ESTIMATED REVENUES</u>	<u>75,679,512</u>	<u>84,760,097</u>	<u>76,363,902</u>	<u>78,935,493</u>

BE IT FURTHER RESOLVED, that the same be spread upon the Minutes of this meeting and published in two (2) issues of the Coeur d'Alene Press, seven (7) days apart, to be published on August 21, 2006 and August 28, 2006.

BE IT FURTHER RESOLVED, that a Public Hearing on the Budget be held on the 5th day of September, 2006 at the hour of 6:00 o'clock p.m. on said day, at which time any interested person may appear and show cause, if any he has, why the proposed Budget should or should not be adopted.

Motion by Goodlander, seconded by Reid seconded by to adopt the foregoing resolution.

ROLL CALL: Kennedy, Aye; Goodlander, Aye; Reid, Aye; Edinger, Aye; McEvers, Aye; Hassell, Aye. Motion carried.

2nd WORKSHOP FOR BUDGET: Motion by Hassell, seconded by Kennedy to work with staff to set another public workshop the week of August 7th to allow public input. Motion carried.

RESOLUTION 06-040 - BLACKWELL ISLAND ANNEXATION AGREEMENT TABLED: Motion by Reid, seconded by Goodlander to table, for two weeks, the annexation agreement of Blackwell Island due to new information received today. Motion carried.

PUBLIC COMMENTS:

BLACKWELL ISLAND DEVELOPMENT: John Stone, S. 104 Division, Spokane, WA, spoke in support of this annexation. He noted that he does have an interest in this annexation in that he owns the adjacent property which he wishes to develop. Mr. Stone believes that he should share in the cost of the development of utilities to this area. He proposed to provide a dock for emergency vehicles. He believes that this would close the gap with the negotiations with Hagadone Hospitality.

David Larson, 2530 S. Highway 95, requested that the Council care about himself and all property owners that live outside the city along U.S. 95 when the city decides to annex property for development and that they provide adequate traffic flow in these areas. He also suggested that at the next meeting the Council find out how the Idaho Department of Transportation feels about this project.

Jim Ball, W. 600 Hubbard #35, voiced his concern of boater traffic as well as traffic in general. He also believes that the Blackwell Island marina's service station should be located elsewhere and overall he believes, as a civil engineer, that the present marina plan "is atrocious".

Chris Copstead requested that the Council consider requiring the pathway through the Blackwell Island marina property be built to the minimum standard 10-foot width but encouraged a 12-foot width. He noted that the current proposal indicates that there will not be bicycle traffic. He believes that this would be impossible to enforce. He urged the Council not to deviate from the accepted pathway standards. He also commended Mr. Stone for offering a boat slip for emergency vehicles. Councilman Kennedy asked when the City adopted the minimum 10-foot width standard. Mr. Copstead responded that it was adopted in 2003. He added that the only location where there is an 8-foot width of the Centennial Trail is through the Coeur d'Alene Resort property.

Joe Corege, E. 3600 E. Fernan Hill Road, voiced his concern of the intersection at Blackwell Island and believes the developer should pay for all traffic improvements in that area.

BULK WATER POLICY: Bruce Waddell, 9655 N. Valley Way, Hayden Lake, Idaho, representing his business, The Sweep, opposes the proposed bulk water policy. He asked for clarification in the difference in rates between portable stations vs. fixed stations. He also voiced his concern of the location of the bulk stations. He also believes that the City Street Department should not be allowed to have access to the fire hydrants any more than private businesses.

Randy Waddell, part owner of The Sweep, noted that he has kept Coeur d'Alene clean for years and they have been getting water out of hydrants for 27 years and have even reported nonworking hydrants to the City. He believes that it would increase their cost of doing business if they are required to go to designated areas to get water out of hydrants. This will hurt his business and it will hurt the City of Coeur d'Alene.

Joe Corege, 3600 E. Fernan Hill Road, believes that the reason for the bulk water distribution stations is because people at the top of hills have their water pressure affected whenever someone uses the fire hydrant down the hill from his house.

CITY BUDGET: Jim Hollingsworth, 3130 W. Cherry Lane, suggested that the Council do what he used to do in business which was if you want to know if something is critical, cut it out of the budget. He believes that the City should live with the budget of 2004 and stick with that budget. He believes that the City could eliminate positions such as building inspectors on reroofing or eliminate parks. He believes that outside of highways there is nothing that he wants from the City. Councilman Edinger asked if he would want Fire and Police protection. Mr. Hollingsworth agreed that he would also need Police and Fire protection.

Jim Corege, 3600 E. Fernan Hill Road, expressed his opposition to the city's budget and the property tax burden on citizens. He requested that the Council reduce their mill grade and put the 2006-2007 budget back to the 2005-2006 budget.

Mike Milligan 407 Military Drive, voiced his opposition to increasing the number of boaters on the lake. He also commented that he has had huge property tax increases over the past few years. He believes that the Council should reduce the budget across the board by 3% except for the Police and Fire Departments.

Cindi Johnson, 3133 Bonnell Road, Coeur d'Alene is retired and cannot continue to pay the property taxes as with other people on fixed incomes.

Shirly Green, 6175 N. Mt. Carrol, Dalton Gardens, believes that property taxes are forcing people out of their homes. Her concern is that she has not made any improvements or extensions to her home yet her property taxes keep going up.

PARKING LOT ISSUE: James Trittin, 7701 S. Jo Lee Lane, Harrison, Idaho, had his car blocked at the Cherry Hill parking lot. He called the Police Department because of the rudeness of the BMX cyclists and their parents.

BEER/WINE LICENSE AT 1001 E. BEST AVENUE: Paul Filipowicz, 2338 N. Honeysuckle Drive, spoke in opposition to the approval of a beer/wine license for the store located at 1001 E. Best Avenue. He would like to be given time to talk with his neighborhood to oppose this store.

CONSENT CALENDAR: Motion by Reid, seconded by Edinger to remove Consent Calendar Item 6: Approval of beer/wine license for Best Food Stop at 1001 E. Best Avenue and to bring it back at the next Council meeting. Motion carried.

Motion by Reid, seconded by Edinger to approve the consent calendar with Item 6 removed.

1. Approval of minutes for July 5, 2006.
2. Setting of the Public Works Committee and General Services Committee meetings for July 24, 2006 at 4:00 p.m.

3. RESOLUTION 06-046: A RESOLUTION OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO AUTHORIZING THE BELOW MENTIONED CONTRACTS AND OTHER ACTIONS OF THE CITY OF COEUR D'ALENE INCLUDING APPROVAL OF A LEASE AGREEMENT WITH CINGULAR WIRELESS FOR EQUIPMENT PLACED ON THE PRAIRIE STANDPIPE; APPROVAL OF SS-11-05 – ACCEPTANCE OF IMPROVEMENTS AND MAINTENANCE/WARRANTY AGREEMENT FOR LONE PINE ADDITION AND BID AWARD AND APPROVAL OF A CONTRACT WITH HAP TAYLOR & SONS, INC. FOR THE ATLAS/ KATHLEEN SIGNAL PROJECT.
4. Acceptance of Sanitary Sewer Easements from Glacier Partners, Riverstone Center LLC & Cougar Bay Ridge Water LLC.
5. SS-12-06 – Final Plat approval for Courtyard Homes Condominiums.
6. Approval of cemetery lot transfer from Marlus Rice to Leslie and Scot Cumings
7. Approval of bills as submitted to and on file in the City Clerk's Office.
8. Setting of public hearings: A-4-06 (vicinity of 19th and Nettleton Gulch) for August 15, 2006; and O-2-06 (Updating 2003 Bikeways Plan) for August 15, 2006.

DISCUSSION: Councilman Hassell questioned the length of the lease for the cellular antenna placement on the Prairie Standpipe and wanted to see if the City could negotiate a better deal for using water standpipes for commercial antennae. Mr. Tymesen responded that he had researched the amount of the lease and found that the City is in the mid-range with its lease rate.

ROLL CALL: Reid, Aye; Edinger, Aye; Hassell, Aye; Goodlander, Aye; Kennedy, Aye; McEvers, Aye. Motion carried.

COMMITTEE APPOINTMENTS: Motion by Edinger, seconded by Kennedy to appoint Chris Weeks, Phil Morgan, Jason Ayers, Bill McLeod and Coby Langley to the Animal Control Advisory Board; Betsy Hawkins and Colleen Krajack to the Personnel Appeals Board; Steven Piscitello to the Sign Board; and, Mike Patano to the Design Review Board. Motion carried.

RECESS: The Mayor called for a recess at 7:50 p.m. The meeting reconvened at 8:00 p.m.

RESOLUTION NO. 06-047

A RESOLUTION OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO AUTHORIZING AN AGREEMENT WITH THE COEUR D' ALENE SOCCER CLUB, INC.

Motion by Hassell, seconded by Edinger to adopt Resolution 06-047.

ROLL CALL: McEvers, Aye; Kennedy, Aye; Hassell, Aye; Reid, Aye; Edinger, Aye; Goodlander, Aye. Motion carried.

ORDINANCE NO. 3260
COUNCIL BILL NO. 06-1018

AN ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO, BY ADDING CHAPTER 13.06 - BULK WATER USE; REPEALING ALL ORDINANCES AND PARTS OF ORDINANCES IN CONFLICT HEREWITH; PROVIDING A SEVERABILITY CLAUSE; PROVIDE FOR THE PUBLICATION OF A SUMMARY OF THIS ORDINANCE AND AN EFFECTIVE DATE HEREOF.

DISCUSSION: Assistant Water Superintendent Terry Pickel addressed the concerns of the residents. He explained that the bulk water policy is in response to the Federal Homeland Security Regulations requirements. He noted under today's policy, small businesses tend to pay more than they use and the large users underpay. He added that EPA is requiring the larger cities comply with these regulations now. He explained the locations of the permanent stations and the purpose of the portable stations which will be used for large developers to help prevent dust and dirt tracking on the streets. He noted that, with time, additional stations will be added. Councilman Reid elaborated that the contractors rent the portable stations and then pay for water used from the portable stations. Mr. Pickel responded to Councilman Reid's questions regarding non-responsible hydrant users that do not obtain the necessary disc/permit and thus damage the hydrants due to not using the special tool needed to properly open the valve. In regard to the Street Department, Mr. Pickel responded that they will be placing a fill station at the Ramsey Road Street shop site. Councilman Goodlander voiced her concern of these regulations' impact on private business. She believes that by requiring use of water stations, it will create increased traffic and a backup of water trucks at the stations since there will only be three stations throughout the City. Mr. Pickel responded that the reason for only placing three watering stations this year is to see if the program works out and then in the future additional stations will be added. Councilman Goodlander commented that the City now requires all construction sites to not track mud and dirt into the streets. Councilman Hassell also voiced his concern of the small number of stations for the large number of businesses that access the fire hydrants. He believes that the City will immediately need to add stations. Mr. Pickel noted that of the 63 contractors currently obtaining the hydrant discs, 30 contractors are large developers and they will have portables at their sites.

Motion by Reid, seconded by McEvers to pass the first reading of Council Bill No. 06-1018.

DISCUSSION: Councilman Goodlander opposed these restrictions. Councilman Reid reminded the Council that this is being mandated by the Federal Government and EPA. Councilman McEvers agreed that it is not perfect, but we need to move forward with the proposed policy with room for improvement.

ROLL CALL: McEvers, Aye; Reid, Aye; Edinger, Aye; Hassell, Aye; Goodlander, No; Kennedy, Aye. Motion carried.

Motion by Reid, seconded by Edinger to suspend the rules and to adopt Council Bill No. 06-1018 by its having had one reading by title only.

ROLL CALL: McEvers, Aye; Reid, Aye; Edinger, Aye; Hassell, Aye; Goodlander, Aye; Kennedy, Aye. Motion carried.

RESOLUTION NO. 06-048

A RESOLUTION OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO SETTING FEES FOR BULK WATER USE

Motion by Reid, seconded by Kennedy to adopt Resolution 06-048.

ROLL CALL: Goodlander, No; Kennedy, Aye; McEvers, Aye; Hassell, Aye; Reid, Aye; Edinger, Aye. Motion carried.

COUNCIL COMMENT: Councilman Goodlander would like to see the Water Department work with businesses that already have backflow devices on their water trucks.

ORDINANCE NO. 3261 COUNCIL BILL NO. 06-1021

AN ORDINANCE OF THE CITY OF COEUR D'ALENE, OF KOOTENAI COUNTY, IDAHO, AUTHORIZING THE ISSUANCE OF \$9,500,000 PRINCIPAL AMOUNT OF GENERAL OBLIGATION FUNDING AND REFUNDING BONDS OF THE CITY; PROVIDING THE DATE, FORM AND DESIGNATION OF SAID BONDS; AUTHORIZING CERTAIN CAPITAL IMPROVEMENTS WITH A PORTION OF THE PROCEEDS FROM THE SALE OF SUCH BONDS; PROVIDING FOR AND AUTHORIZING THE PURCHASE OF CERTAIN OBLIGATIONS WITH A PORTION OF THE PROCEEDS OF THE SALE OF SUCH BONDS AND FOR THE USE AND APPLICATION OF THE MONIES TO BE DERIVED FROM SUCH INVESTMENTS; PROVIDING FOR THE REDEMPTION OF THE OUTSTANDING BONDS TO BE REFUNDED; PROVIDING FOR THE ANNUAL LEVY OF TAXES TO PAY THE PRINCIPAL OF AND INTEREST ON SAID BONDS; APPROVING A PRELIMINARY OFFICIAL STATEMENT; PROVIDING FOR THE SALE OF THE BONDS TO SEATTLE-NORTHWEST SECURITIES CORPORATION; PROVIDING FOR COMPLIANCE WITH CERTAIN TAX AND DISCLOSURE REQUIREMENTS; AND PROVIDING FOR OTHER MATTERS PROPERLY RELATING THERETO

DISCUSSION: Finance Director Troy Tymesen presented an overview of the process for obtaining the interest rate for the sale of bonds for the Library and Public Safety facilities. Eric Herringer from Seattle Northwest Securities presented highlights of the bond sale process. He noted that by making the bonds bank certified it captures a lower interest rate. Additionally, by the City obtaining an A-1 Moody rating it also improved the sale of bonds. He reported that the interest rate obtained today is significantly lower than what was listed at bond election. Councilman McEvers asked what “Favorable wealth levels” mean. Mr. Herringer explained the meaning in that the average income is higher in Coeur d’Alene than historical figures provided. Councilman Kennedy asked if working with the local firms Edward D. Jones and A.G. Edwards worked out well. Mr. Herringer believes that it was a very positive working relationship. Mr. Herringer announced that the interest rate received for the Library bond was 4.36% and for the public safety bond came in at 4.12%. One of the reasons for the lower interest rate for the public safety bonds was due to it being a 10-year bond compared to the 20-year bond for the Library. On a final note, Mr. Herringer believes that this was a very successful bond sale. Mike Ormsby, bond counsel for the City, presented the draft ordinance for their approval. He noted that this ordinance authorizes the sale of the bonds, allows for the levying and collection of taxes to pay the bonds and for the purchase of bond insurance. He also commended City staff, and in particular Troy Tymesen, for all their help and assistance in this bond sale process.

Motion by Edinger, seconded by Goodlander to pass the first reading of Council Bill No. 06-1021.

ROLL CALL: Reid, Aye; Edinger, Aye; Hassell, Aye; Goodlander, Aye; Kennedy, Aye; McEvers, Aye. Motion carried.

Motion by Edinger, seconded by Hassell to suspend the rules and to adopt Council Bill No. 06-1021 by its having had one reading by title only.

ROLL CALL: Reid, Aye; Edinger, Aye; Hassell, Aye; Goodlander, Aye; Kennedy, Aye; McEvers, Aye. Motion carried.

RESOLUTION NO. 06-049

A RESOLUTION OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO AUTHORIZING AN ANNEXATION AGREEMENT WITH HAYDEN, L.L.C.

Motion by Edinger, seconded by Goodlander to adopt Resolution 06-049.

ROLL CALL: Edinger, Aye; Reid, Aye; McEvers, Aye; Kennedy, Aye; Goodlander, Aye; Hassell, Aye. Motion carried.

ORDINANCE NO. 3259
COUNCIL BILL NO. 06-1023

AN ORDINANCE ANNEXING TO AND DECLARING TO BE A PART OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO, SPECIFICALLY DESCRIBED PORTIONS OF SECTION 28, TOWNSHIP 51, NORTH, RANGE 4W, BOISE MERIDIAN; ZONING SUCH SPECIFICALLY DESCRIBED PROPERTY HEREBY ANNEXED; CHANGING THE ZONING MAPS OF THE CITY OF COEUR D'ALENE; AMENDING SECTION 1.16.050, COEUR D'ALENE MUNICIPAL CODE, BY DECLARING SUCH PROPERTY TO BE A PART OF PRECINCT #38; REPEALING ALL ORDINANCES AND PARTS OF ORDINANCES IN CONFLICT HERewith; PROVIDING A SEVERABILITY CLAUSE; PROVIDING FOR THE PUBLICATION OF A SUMMARY OF THIS ORDINANCE AND AN EFFECTIVE DATE HEREOF.

Motion by Goodlander, seconded by McEvers to pass the first reading of Council Bill No. 06-1023.

ROLL CALL: Hassell, Aye; Goodlander, Aye; Kennedy, Aye; McEvers, Aye; Reid, Aye; Edinger, Aye. Motion carried.

DISCUSSION: City Attorney Mike Gridley commented on the newly established development review committee. He noted that the developer assisted the City in obtaining railroad property as part of this annexation. He also commented on the trail system proposed for this development.

Motion by Reid, seconded by McEvers to suspend the rules and to adopt Council Bill No. 06-1023 by its having had one reading by title only.

ROLL CALL: Hassell, Aye; Goodlander, Aye; Kennedy, Aye; McEvers, Aye; Reid, Aye; Edinger, Aye. Motion carried.

ORDINANCE NO. 3262
COUNCIL BILL NO. 06-1013

AN ORDINANCE AMENDING THE ZONING ACT OF THE CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO, KNOWN AS ORDINANCE NO. 1691, ORDINANCES OF THE CITY OF COEUR D'ALENE, BY CHANGING THE FOLLOWING DESCRIBED PROPERTY FROM R-12 (RESIDENTIAL AT 12 UNITS PER GROSS ACRE) TO C-17 (COMMERCIAL) ZONING DISTRICT AND PLACING CERTAIN CONDITIONS UPON THE PROPERTY, SAID PROPERTY BEING DESCRIBED AS FOLLOWS, AS A +/- 2,000 SQ. FT. PARCEL ADJACENT TO 647 EAST BEST AVENUE, CITY OF COEUR D'ALENE, KOOTENAI COUNTY, IDAHO; REPEALING ALL ORDINANCES AND PARTS OF ORDINANCES IN CONFLICT HERewith; PROVIDING A SEVERABILITY CLAUSE; PROVIDE FOR THE PUBLICATION OF A SUMMARY OF THIS ORDINANCE AND AN EFFECTIVE DATE HEREOF.

Motion by Reid, seconded by McEvers to pass the first reading of Council Bill No. 06-1013.

ROLL CALL: Goodlander, Aye; Kennedy, Aye; McEvers, Aye; Reid, Aye; Edinger, Aye; Hassell, Aye. Motion carried.

Motion by Edinger, seconded by McEvers to suspend the rules and to adopt Council Bill No. 06-1013 by its having had one reading by title only.

ROLL CALL: Goodlander, Aye; Kennedy, Aye; McEvers, Aye; Reid, Aye; Edinger, Aye; Hassell, Aye. Motion carried.

PUBLIC HEARING: V-06-2 – VACATION OF RIGHT-OF-WAY IN WOODLANDS ESTATES SUBDIVISION: Mayor Bloem read the rules of order for this public hearing. Chris Bates, Project Manager, gave the staff report.

Mr. Bates gave the applicants name as Mary Anne Porth, the location as the westerly boundary of Lot 17, Block 1, Woodland Estates Subdivision and the request as a vacation of the undeveloped public right-of-way adjoining her property.

He noted that the applicant is requesting the vacation of right-of-way that has been in placed since 1991 and never developed. Two-thirds of the right-of-way is underlain with a gas pipeline easement that precludes the construction of any structures over it. Mr. Bates reported that the probability of a roadway being constructed within the right-of-way is doubtful due to additional right-of-way acquisition, and in fact this roadway would not connect to any continuous street networks.

Mr. Bates reported that 14 certified mailings notifying property owners of this public hearing were sent with no responses received.

PUBLIC COMMENTS: Mayor Bloem called for public comments with none being received.

Motion by Edinger, seconded by Kennedy to approve the vacation of right-of-way on the westerly board of Lot 17, Block 1 in the Woodland Estates Subdivision. **ROLL CALL:** Edinger, Aye; Goodlander, Aye; Hassell, Aye; Kennedy, Aye; McEvers, Aye; Reid, Aye. Motion carried.

EXECUTIVE SESSION: Motion by Reid, seconded by Hassell to enter into Executive Session as provided by I.C. 67-2345, Subsection C: to conduct deliberations concerning labor negotiations or to acquire an interest in real property not owned by a public agency

ROLL CALL: Reid, Aye; Edinger, Aye; Hassell, Aye; Goodlander, Aye; Kennedy, Ay; McEvers, Aye. Motion carried.

The Council entered into Executive session at 9:05 p.m. Members present were the Mayor, City Council, City Administrator, Deputy City Administrator, City Attorney and Finance Director.

Matters discussed were those of property acquisition. No action was taken and the Council returned to their regular meeting at 9:25 p.m.

ADJOURNMENT: Motion by Edinger, seconded by Kennedy to recess this meeting to July 27th at 12:00 noon in the Council Chambers. Motion carried.

The meeting recessed at 9:27 p.m.

Sandi Bloem, Mayor

ATTEST:

Susan K. Weathers, CMC
City Clerk