ROLL CALL was answered by Councilmembers Barry, Bassett, Lillquist, Niner, Perrie and Mayor Pro Tem Carlson.

Excused absence: Mayor O'Brien.

Others present were City Manager Barkley; City Attorney Pidduck; City Clerk Reno; Energy Services Director Titus; Public Works Director Akers; Police Chief Miller; Fire Marshal Seemiller; and approximately 10 members of the audience.

Agenda Approval

Motion to approve agenda. Barry

Affirmed

Consent Agenda

Items listed under the Consent Agenda were distributed to Councilmembers in advance for study and were enacted by one motion with separate discussion to the extent any items were removed from the Consent Agenda at the request of a Councilmember.

Motion to approve the Consent Agenda as follows: Barry

A. Approve Minutes - June 1, 2007, Special Session

B. Approve Minutes - June 4, 2007, Regular Session

C. Acknowledge Minutes of Boards and Commissions
   (1) Downtown Task Force - March 8, 2007
   (2) Landmarks and Design Commission - June 5, 2007

C. Authorize Library Director to Purchase Minolta Reader/Printer and Pay for the Installation of Windows and Capstones through the Supplemental Budget Adjustment Process, Adding $20,000 to the Library Trust Fund Expenditure Budget and Advertise for Capstone Sponsors

D. Authorize City Manager to Execute the OTAK Supplemental Agreement and Sign the Joint Service Scope Amendment to the July 18, 2005 CWU Interlocal Agreement
E. Declare the Bids for Bid Call 2007-22 - Substation Steel from Valmont Newmark and Dis- Tran Steel Fabricators, LLC as Non-Responsive and Award the Bid to Monarch Machine & Tool per Schedule A for $46,873.19

F. Approve June 18, 2007 Claims Fund Check Numbers 83358 Through 83570 in the Total Amount of $2,164,480.81; Payroll Fund Check Numbers 70247 Through 70380 in the Total Amount of $142,693.11; Direct Deposit in the Amount of $120,809.67; and Electronic Fund Transfer of $5,982.50. Affirmed

Public Hearing/Proposed Ordinance - Vacation of Public Rights-of-Way - Kittitas County Fairgrounds

Mayor Pro Tem Carlson opened the public hearing to consider the vacation of public rights-of-way at the Kittitas County Fairgrounds.

Public Works Director Akers summarized the agenda report.

There being no further testimony, Mayor Pro Tem Carlson closed the public hearing.

Motion to read for the first time, Ordinance No. 4487. Perrie

AN ORDINANCE vacating certain public rights-of-way in Shoudy’s Second Addition to the City of Ellensburg located in Section 36, Township 18 North, Range 18 East, W.M., vacation being located in the City of Ellensburg, County of Kittitas, State of Washington. Affirmed

Public Hearing/Proposed Resolution - Six-Year Transportation Improvement Plan

Mayor Pro Tem Carlson opened the public hearing to consider the proposed resolution for the Six-Year Transportation Improvement Plan.

Public Works Director Akers summarized the agenda report.

Larry Nickel, 317 ½ N. Pearl #1, speaking for himself, spoke about Page 29 of the Agenda and the Railroad Overpass Project; the Third Interchange Project; and the Depot Project.

Council asked questions of staff.

There being no further testimony, Mayor Pro Tem Carlson closed the public hearing.

Motion to adopt Resolution No. 2007-26. Bassett

Affirmed

Public Hearing/Proposed Ordinance - Proposed Designation of Central Commercial Zone as a Residential Targeted Area for Purposes of Qualifying for Multi-Family Housing Tax Incentives
Mayor Pro Tem Carlson opened the public hearing to consider the proposed ordinance for the designation of the Central Commercial Zone as a residential targeted area for purposes of qualifying for multi-family housing tax incentives.

City Attorney Pidduck summarized the agenda report.

Larry Nickel, 317 ½ N. Pearl #1, speaking for himself and as a spokesman of a certain group, stated he is opposed to the section of the ordinance that says store fronts are not allowed to be converted to housing.

Catherine Clerf stated the ordinance needs to provide more flexibility to encourage second level development and should not restrict what can go in on the first floor.

Timothy Bishop, Executive Director of Ellensburg Downtown Association (EDA), 103 E. 4th, Ste. 204, stated the EDA has brought the ordinance proposal to Council which has been reviewed by the Downtown Task Force and Planning Commission.

Council asked questions of staff.

There being no further testimony, Mayor Pro Tem Carlson closed the public hearing.

**Motion to read for the first time, Ordinance No. 4488. Bassett**

An ordinance adding Chapter 2.30 to the Ellensburg Municipal Code to implement RCW Chapter 84.14 regarding exemption from ad valorem property taxation for qualifying multi-family housing in Ellensburg's Central Commercial Zone.

Council discussed possible amendments to Section 2.30.040 (c) of the ordinance.

Mayor Pro Tem Carlson reopened the public hearing.

Timothy Bishop spoke regarding possible amendments to Section 2.30.040 of the ordinance to retain active street frontage uses.

Larry Nickel also spoke regarding possible amendments to Section 2.30.040 of the ordinance.

There being no further testimony, Mayor Pro Tem Carlson closed the public hearing.

Vote on motion. Affirmed

**Ordinance No. 4475 - Vacation Request for Cascade Street and Alley East of Cascade Street Between Seventh and Railroad Avenues**

Council gave Ordinance No. 4475 first reading at the March 19, 2007 meeting for the vacation of Cascade Street and the alley east of Cascade Street between Seventh and Railroad Avenues as
requested by the City of Ellensburg for the Dolarway Electrical Substation.

**Motion to read for the second time and adopt Ordinance No. 4475.** Barry

AN ORDINANCE vacating certain public rights of way located in the Northeast quarter Section 03, Township 17 North, Range 18 East, W.M, vacation being located in the City of Ellensburg, County of Kittitas, State of Washington. Barry (yes)

Bassett (yes)

Lillquist (yes)

Niner (yes)

Perrie (yes)

Carlson (yes)

Motion approved.

**Ordinance No. 4485 - Amending the Senior Age Classification at the Kittitas Valley Memorial Pool & Fitness Center and Ellensburg Racquet & Recreation Center**

The proposed ordinance would lower the qualifying age for senior rates at the Kittitas Valley Memorial Pool & Fitness Center and Ellensburg Racquet & Recreation Center and department sponsored events from 65 to 60 years old. Council gave first reading to Ordinance No. 4485 at the June 4, 2007 meeting.

**Motion to read for the second time and adopt Ordinance No. 4485.** Barry

An ordinance of the City Council of the City of Ellensburg, Washington, amending the Ellensburg Municipal Code and Sections 2.35.040 and 2.38.040 to lower the senior age classification for swimming pool and Racquet and Recreation Center rates and fees from 65 years old to 60 years old. Barry (yes)

Bassett (yes)

Lillquist (yes)

Niner (yes)

Perrie (yes)

Carlson (yes)

Motion approved.
Ordinance No. 4486 - Adoption of International Fire Code and Amendments

Kittitas Valley Fire and Rescue (KVFR) provides fire prevention and fire code enforcement services to the City of Ellensburg. KVFR proposes adoption of the 2006 International Fire Code (IFC) as the reference fire code for the City of Ellensburg. The IFC has been adopted by the State of Washington and is required by state law to be in effect in all Washington cities as of July 1, 2007. Council gave first reading to Ordinance No. 4486 at the June 4, 2007 meeting.

Motion to amend ordinance given first reading on June 4, 2007 by adopting all of the changes Barry set forth in Ordinance No. 4486 included in the Agenda. Affirmed

Larry Nickel submitted written correspondence related to a public records request dated June 10, 2007.

Motion to read for the second time and adopt Ordinance No. 4486. Barry

An ordinance of the City Council of the City of Ellensburg, Washington, amending the Ellensburg Municipal Code relating to Chapter 3.01 "Construction Codes" and Chapter 3.03 "Fire Code Amendments". Barry (yes)

Bassett (yes)

Lillquist (yes)

Niner (yes)

Perrie (yes)

Carlson (yes)

Motion approved.

Water System Plan Update - Presentation by Consultant

Update of the Water System Plan is now complete and Council is being requested to approve the plan for submission to the Department of Health for review. Representatives of Gray and Osborne presented the plan and responded to questions.

Motion to consider the plan and approve it for submission to the Department of Health Barry for state review. Affirmed

Exhibit B to the Base Agreement for the Purchase and Sale of Natural Gas with Avista Energy, Inc. and Assignment and Novation Agreement with Avista Energy, Inc. and Coral Energy Resources, L.P.
The proposed agreement is for the purchase of natural gas from Avista Energy, Inc. (Avista) for gas to be delivered in May of 2007 through April of 2008. Avista was purchased by Coral Energy Resources, L.P. (Coral) and for Coral to assume fulfillment of the agreement, the City needs to execute the Assignment and Novation Agreement.

Motion to authorize the Mayor Pro Tem to sign both the Exhibit B to the Base Agreement Barry for the Purchase and Sale of Natural Gas with Avista Energy, Inc. and Assignment and Novation Agreement with Avista Energy, Inc. and Coral Energy Resources, L.P. Affirmed

Facilities Purchase from Kittitas County PUD and Wheeling Agreement #3 with Kittitas County PUD

The City has negotiated with the Kittitas County PUD (PUD) for the purchase of overhead distribution poles and wire along Airport and Bender Roads. An associated Wheeling Agreement is necessary to complete the purchase in order to wheel power to the few customers served by the PUD off of the distribution lines being purchased.

Motion to authorize the Mayor Pro Tem to sign the Agreement for Transfer of Distribution Barry Facilities and authorize the Energy Services Director to sign the Wheeling Agreement #3 with Kittitas County PUD. Affirmed

Police Department's Proposed 3/10ths of 1% Sales and Use Tax Plan

The Board of County Commissioners for Kittitas County, through the Law and Justice Council, established a Committee to study the need for a 3/10ths of 1% sales and use tax increase to support criminal justice needs in Kittitas County. Police Chief Miller discussed the Police Department's proposed use of funds generated by the proposed sales tax increase currently being considered by the Kittitas County Citizens' Advisory Committee.

Catherine Clerf, Chair of the Citizens Advisory Committee, and Karen Foley, Kittitas County Friends of Animals spoke in support of the proposed sales and use tax increase.

Motion to support the proposed sales and use tax currently under consideration by the Barry Citizens' Committee. Affirmed

MANAGER'S REPORT

Request for Authorization of Air Conditioning Replacement

Motion to authorize a supplemental budget request not to exceed $3,000 for air conditioning Barry
replacement at the Incubator. Affirmed

Request for Special Meeting

Motion to set a special meeting for July 9, 2007 for discussion of the Stormwater Management Barry Program. Affirmed

Request to Authorize Free Swim on July 29, 2007

Motion to authorize a free swim for July 29, 2007 beginning at 4:00 p.m. and extending to Bassett the end of the evening operating hours on behalf of the Sanda City Committee. Affirmed

COUNCILMEMBERS’ REPORTS

Councilmember Bassett attended the Main Street presentation at the Hal Holmes Center.

Councilmember Lillquist attended the Main Street presentation.

Council discussed a letter from a resident related to the regulation of cell towers in residential areas. Council asked staff to report back on the regulations of cell towers in the current ordinances.

ADJOURN Adjourn at 9:46 p.m. Barry

Affirmed

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Mayor

ATTEST: ______________________

City Clerk