

**City of Kenmore
City Council Regular Meeting
Minutes
October 21, 2019**

CALL TO ORDER - Mayor David Baker called the meeting to order at 7:00 p.m.

ROLL CALL

Mayor David Baker
Deputy Mayor Nigel Herbig
Councilmember Joe Marshall
Councilmember Milton Curtis
Councilmember Debra Srebnik
Councilmember Stacey Denuski
Councilmember Brent Smith

FLAG SALUTE

AGENDA APPROVAL

Mayor Baker indicated that a few agenda items might be moved around tonight due to some speakers stuck in traffic.

PRESENTATION

Introduce Thomas Joachimides, Development Engineer - Bryan Hampson, Development Services Director

CITIZEN COMMENTS

Nadia Reigna Silver
18230 70th Lane NE #206
Kenmore, Washington 98028

Ms. Silver thanked the Council for their work over the last few years. She also described an incident where a bamboo bush was destroyed.

CONSENT AGENDA

MOTION: Councilmember Denuski made a motion to approve the consent agenda, Deputy Mayor Herbig seconded the motion. The motion passed unanimously.

The consent agenda included the following:

Total Check #s 43431 through 43549 in the amount of \$1,139,093.27.

Total Payroll/Taxes/Flexible Spending/Retirement & Health Savings Account Electronic
Deposits Dated: 9/27/19 in the amount of \$154,719.52.

Council Meeting Minutes of September 16, September 23 and October 7, 2019

Receive and File August 2019 Financial Report for the City of Kenmore, Washington

BUSINESS AGENDA

First Reading of Bond Ordinance 19-0499 - Joanne Gregory, Finance and Administration
Director

Director Gregory explained that on June 13, 2016, the City Council adopted Bond Election Ordinance No. 16-0422 to place a not to exceed \$19,750,000 bond measure for voter consideration at the November 8, 2016 election to fund projects identified during the Imagine Kenmore process.

Known as Walkways & Waterways Proposition 1, the measure was approved by the voters on November 8, 2016. The City issued its Unlimited Tax General Obligation Bonds, 2016, and deposited the receipts into a designated Fund in the amount of \$9,752,825 (consisting of the par amount of \$9,220,000 plus original issue premium of \$639,408) less costs of issuance. The City now desires to issue additional unlimited tax general obligation bonds to provide funds needed to finance the additional components of the Walkways & Waterways Projects and pay for costs of issuance of the bonds.

At the October 21, 2019 Council meeting Deanna Gregory of Pacifica Law Group LLP, who serves as the City's Bond Counsel in this matter, will present the ordinance and provide an overview of the approval process. Also present will be Justin Monwai of Piper Jaffray & Co. who serves as the City's Financial Advisor. Mr. Monwai will present a Preliminary Schedule of Events that will lead up to the sale of the bonds.

Bond Ordinance No. 19-0499 provides authorization for the City to issue one or more series of bonds in the aggregate principal amount of not to exceed \$10,000,000 and delegates authority to the City Manager and Finance Director, for a limited time and within specific parameters, to approve the interest rates, maturity dates, redemption terms and principal maturities for the bonds. The ordinance authorizes the bonds to be issued as tax-exempt obligations or a combination tax-exempt and taxable obligations. This option is intended to provide additional flexibility to the City on how to structure the bonds to achieve the most favorable terms for the City, including the option of designating the tax-exempt bonds as "bank qualified," a designation that may be more attractive to certain investors and may

result in better overall interest rates for the City depending on market conditions on the day of pricing.

Based on recent growth in the City's tax base, and being near 40-year interest rate lows, we expect that the bond tax impact beginning in 2020 will be reasonably lower than the \$.32 per \$1,000 of Assessed Value estimated for voters back in 2016. After the bond sale (planned for November 21st) we will report the results to Council.

This is the first of two readings of the Bond Ordinance. Final reading and passage of the Bond Ordinance is scheduled for November 12, 2019. Deanna Gregory of Pacifica Law Group LLP will be present at that meeting for further discussion and to answer questions.

Discussion of Proposed King County Regional Homelessness Authority - Debbie Bent, Community Development Director, King County Councilmember Rod Dembowski and Leo Flor, Director of the King County Department of Community and Human Services

King County Councilmember Rod Dembowski along with Leo Flor, Director of the King County Department of Community and Human Services (DCHS) provided information on the King County Executive's proposal to establish the King County Regional Homelessness Authority. Council engaged a discussion about whether to take a position on whether to support the King County Regional Homelessness Authority and/or join a proposed Interlocal Agreement.

In September, King County Executive Dow Constantine and Seattle Mayor Jenny Durkan transmitted to their respective Councils a proposal for an Interlocal Agreement and Charter for the creation of the King County Regional Homelessness Authority. The scope of the new Authority will include coordination of all outreach, diversion, shelter, rapid re-housing, transitional housing and permanent supportive housing services and most of the region's prevention efforts. King County Council, and Seattle City Council are currently deliberating on this proposal, and all cities from King County are eligible to join the proposed Interlocal Agreement. A charter authorizes the creation of a new Public Development Authority to administer and oversee the regional homelessness efforts. Additional information is available on this website: <https://regionalhomelessnesssystem.org/>.

Council and staff engaged in a discussion. This agenda item may come back to a future meeting for further discussion.

City of Kenmore 2020 State Legislative Agenda - Rob Karlinsey, City Manager

Assistant City Manager Ousley explained that the 2020 Session of the Washington State Legislature will be a 60 day ("short") session, starting on January 13. The Kenmore City Council approves a Legislative Agenda prior to each session that outlines priority actions the City and its government relations consultants will promote during the session.

The proposed 2020 Legislative Agenda for Kenmore places a priority on supplemental funding for Walkways & Waterways transportation projects. The document also requests funding for Department of Natural Resources to install safety buoys on Lake Washington and requests help in addressing the City's structural deficit by lifting the 1% annual growth cap on property tax revenue.

The Council packet includes Policy Statements that guide the consultants in expressing City support for proposals and issues that are not on the priorities list.

Shelly Helder and Briahna Murray, from Gordan Thomas Honeywell answered questions about the proposed legislative agenda.

MOTION: Councilmember Smith made a motion to approve the 2020 State Legislative Agenda as discussed, Councilmember Denuski seconded the motion. The motion passed unanimously.

North Urban Human Services Alliance (NUHSA) - Joanne Gregory, Finance and Administration Director and Kelly Chelin, City Clerk

Director Gregory and Clerk Chelin explained that the North Urban Human Services Alliance (NUHSA) is comprised of non-profit agencies, faith communities, City and Counties, school districts and members of the community who advocate for strong and accessible health and human service systems in North King County. North King County includes the cities of Shoreline, Lake Forest Park, Kenmore, Bothell and Woodinville.

For the last few months, NUHSA has been holding community outreach meetings at City Hall and asked the City of Kenmore if we would like to join the alliance.

Mayor Baker and City Clerk Kelly Chelin met with representatives in August, 2019 and received more information about the alliance. At that meeting, NUHSA representatives explained that they support the most vulnerable citizens and help build community outreach to address homelessness, hunger, mental health support, quality educational opportunities and sufficient housing and transportation options.

The City of Kenmore allocates roughly \$168,000 a year in human services funding. The City could direct NUHSA to apply for the City's \$1,000 contribution during the City's grant application period which is in April, 2020.

In North King County, the City of Lake Forest Park and the City of Shoreline are a member of the alliance.

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Rob Beem, a NUHSA representative was present at the Council Meeting to discuss the alliance and answer questions from the Council.

MOTION: Councilmember Srebnik made a motion to have the City of Kenmore join NUHSA, Councilmember Curtis seconded the motion. The motion passed 5-2-0 with Mayor Baker and Councilmember Denuski voting no.

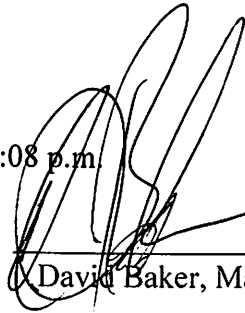
Amendment No. 2 to Contract 18-C1946 with SkipStone Consulting - Nancy Ousley, Assistant City Manager

This item was carried over from the October 14, 2019 Council Meeting for further discussion.

MOTION: Councilmember Denuski made a motion to Authorize the City Manager to Execute Amendment No. 2 to Contract 18-C1946 with SkipStone Consulting, Councilmember Smith seconded the motion. The motion passed unanimously.

ADJOURNMENT

The meeting adjourned at approximately 10:08 p.m.



David Baker, Mayor

ATTEST:



Kelly M. Chelin, City Clerk