VALDEZ CITY COUNCIL Regular Meeting Minutes July 5, 2011 Page 1

I. CALL TO ORDER

Mayor Cobb called the meeting to order at 7:00 pm in the City Council chambers.

II. PLEDGE OF ALLEGIANCE

The City Council led in the Pledge of Allegiance

III. ROLL CALL

Mayor Dave Cobb
Council member Karen Ables
Council member Mike Wells
Council member Prax

Council member Dorothy M. Moore Council member Steve McCann Council member Alan Sorum

Also Present:

John Hozey, City Manger Sheri Pierce, City Clerk Bill Walker, City Attorney

Members of staff and approximately 25 people in the audience.

IV. APPROVAL OF MINUTES OF THE REGULAR MEETING OF June 6, 2011

The minutes from June 20, 2011 were approved as presented.

V. PUBLIC BUSINESS FROM THE FLOOR

Debora Hanson, owner of Bayside RV Park, brought forth a complaint against The Boardroom, a bar located across the street from her park. She had contacted the State Alcoholic Beverage Control (ABC) board, and was told that she needed to get in contact with the City Council as it was a municipal issue.

Ms. Hanson read the letter she had written to the ABC board and informed the Council of the numerous noise complaints she had received from her customers about the bar. Mayor Cobb asked Mr. Hozey if he had any knowledge of this issue. Mr. Hozey replied in the affirmative but deferred the response to Ms. Sheri Pierce, the City Clerk.

Ms. Pierce explained that when the ABC board issues a liquor license, they provide the city council with an opportunity to express any objections. The approval of this license was submitted to the council for approval several months ago as an agenda item. As the ABC board had received no objection by the City, the time for the City Council to object may have come and gone. If so there was little now they could do to reverse that

process. However, Ms. Pierce stated that she would contact Mr. Beasley, the ABC Board's Enforcement Supervisor, to clarify his statements to Ms. Hanson.

Ms. Hanson stated that she believed the liquor license application was approved by the City on May 6th, 2011. She was told by Mr. Beasley that the City Council had 60 days after a liquor license application was approved to raise an objection. She buttressed her assertion by quoting verbatim the liquor license issuance notice. This, she stated, was the reason why she had brought this before the City Council at this time.

Ms. Pierce replied that the ABC Board has set perimeters by which they can deny a liquor license, so any objection to issuance of a license must demonstrate just cause, such as numerous police calls to an establishment, etc. Any protest by a municipal governing body requires that the municipality furnish to the liquor board and the applicant a clear and concise written statement of reasons in support of the protest within 60 days of notice to the municipality that a license is pending renewal or issuance. The applicant is then entitled to an informal conference with the board and if not satisfied is then entitled to a formal hearing. If the applicant requests a hearing, the local governing body must assist in or undertake the defense of its protest.

Ms. Hudson asserted that Mr. Williams, the owner of The Boardroom, was closing her down. Mr. Williams spoke with her, and at the time he said he would try and do something about the noise. She asked what specifically the noise ordinance was for the city of Valdez.

Mayor Cobb responded that the current noise ordinance applied only to residential areas, not to commercial areas. He felt that this was an issue that the Council needed to address. He indicated that he has discussed this issue with Chief Comer on several occasions, but the Chief of Police has no ordinance to enforce at the time of this meeting. Certainly it was an issue that the City Manager and City Clerk needed to bring up again for the City Council at some later point in time. Mr. Hozey said that they were looking at a possible code revision to address this issue, but that working with the ABC board directly was a new avenue.

Mrs. Hudson questioned why she was not informed that a bar would be set up right next to her business, and Ms. Pierce informed her that there was no statute that required the City of Valdez or the ABC Board to inform the public when liquor license applications were approved. The notification of renewal or issuance of liquor licenses is posted on the city bulletin board and as a public notice on the city council meeting agenda. Ms. Pierce stated that there are restrictions associated with where a liquor establishment can be located and how many liquor licenses can be issued within the city. The Boardroom establishment is located in a non-restricted commercial zone.

Bill Walker, City Attorney, explained that the ABC Board must give public notice of an application for a liquor license prior to issuance. Once a liquor license has been issued, the license is subject to renewal by the ABC Board every two years. Any complaints by the public or the municipality would be directed to the ABC board at that time. Ms.

Pierce reiterated that she would be glad to call and talk with Mr. Beasley the following day, and try to resolve the issue. Mayor Cobb stated that the primary problem seemed to be that the noise level of the patrons of The Boardroom on the deck and front porch of the bar is not being adequately controlled.

Ms. Hudson then asked if one piece of property could have more than one liquor license. She was informed by Ms. Pierce that it was possible; one of the licenses was referred to as a duplicate. Council member Prax inquired as to what would be an acceptable solution for Ms. Hudson. She responded that she wanted the bar to keep the noise down and people inside. Ms. Hudson continued to voice her complaints on the matter, mentioning that she was tired of the noise at inappropriate hours and continually losing money. The noise, she emphasized, is excessive.

Council member Prax hoped that something could be worked out between the neighboring businesses before the City Council had to draw up a noise ordinance. Ms. Hudson clarified that she had already talked with the bar owners in order to try and fix this matter, and that it would not take much in order for this issue to be resolved. Mayor Cobb asked Ms. Hudson to get in contact with the City Clerk the next day. He said that the City Council would resolve to make up a commercial noise ordinance, and that he personally would attempt to speak with Mr. Williams, the owner of the bar. Ms. Hudson repeated that she does not want to ruin his business, but that Mr. Williams was closing her down.

Council member Ables inquired about his liquor license. If it was a full license based on food service, would not the bar have to close when the restaurant closed? Ms. Pierce informed the Council that Chief Comer had passed on communication from the ABC board to her in regards to this issue. Ms. Pierce stated that she would ask this question when speaking with the ABC board.

Ms. Hudson stated that she wanted to help bring people to Valdez, not push them out. People would not be willing to stay in an RV park if it is too noisy. She informed the Council that she would appreciate anything they could do for her on this matter, and she would most certainly get in touch with Ms. Pierce the day after the meeting.

Council member Wells asked if the City had received any other noise complaints from the surrounding businesses and Mayor Cobb replied in the negative.

VI. CITY MANAGER//CITY ATTORNEY/MAYOR REPORTS

CITY MANAGER

Mr. Hozey informed the City Council that Homestead Road improvements were well underway; construction had begun, and they were still promoting meetings with residents and the contracted plumber. He felt that the City of Valdez was actively engaged with this project. Council member Prax let the Council know that he had been told by the contractor that if they finish the project this fall it may be far more expensive

for people to hook up than if they did it in the spring. Mr. Hozey explained that unless the contractor does not get the job finished by a certain period of time (and they may not get done until September), it would mean that people would not have to hook up until spring of 2012.

Mr. Hozey stated that city-wide strategic planning was ongoing as well: he had received seven quality proposals and would organize a committee to go over them before the end of the week.

Mr. Hozey stated that the CDQ fleet relocation study group had recently held their kickoff meeting. They had discussed whether or not they should come to Valdez before talking with the fleet operators, and had ultimately decided to not come here in person. Rather, they would do their research on the Port of Valdez and the Small Boat Harbor by making phone calls and then putting together interviews.

He also brought up the Assisted Care Living Task Force, stating that they were working on their final piece. Mr. Hozey indicated that the task force would meet on the 11th of July to gather information for a final report.

Mr. Hozey reported that the Salmonberry Ski Hill project has been going along quite well. The clearing of the brush on the hill has been completed. Two bids are in for the equipment; one bid had been received for new equipment, and one bid for refurbished equipment, but both were being looked into. The whole project was still moving forward. He iterated that getting rid of the brush was more than just cleaning up a hill; it was a significant step toward completing this project.

Mr. Hozey stated that the pedestals for the VCT electrical project are in and are currently being used.

Mr. Hozey explained that the new middle school RFP was created and released for the entire design effort, but the design will be implemented in phases. He stated that completing one phase does not commit the City to go on to the next phase. He indicated that he has been in contact with the school district to coordinate the review of the proposals once received, and once they narrow the choices down to a couple firms, interviews will begin in August. Mr. Hozey said he hoped to be able to bring the contract to council for approval in early September, and that this project will pick up pace once people are back from the summer break.

The Pink Salmon/Fourth of July festivities were great; great weather, great times were had by everyone who attended. Mr. Hozey made it known that he was very proud of everyone who pitched in, as it seems to get better every year. He also wanted to thank Council members Moore and Ables for helping to organize the parade, and Mouncil member Ables for assisting with the judging at the pink salmon cook off. He thanked Mayor Cobb for his leadership, organization, and planning for the Pink Salmon Festival and the parade. He made a point to mention the effort put into this endeavor went way beyond just what the City of Valdez put into it. He thanked PWSCC, Doug Desorcie and

Jeff Foster, Safeway, VCVB, Dwight Morrison, Colleen Stephens, AVV, Jim Paine, The Eagles, and the United States Coast Guard. Mr. Hozey acknowledged the huge City effort as well, with so many people who gave up personal time to help. And even though City workers were paid, they still had to give up spending the holiday weekend with friend and family to pull this off. He listed several City of Valdez leaders of Departments as being particularly helpful, but voiced his dislike of naming names because the potential exists to not mention someone. However, he wanted to give special thanks to Lisa Von Bargen, Community Development Director, who had been the driving force behind organizing this event. Mr. Hozey extended another big thank you to everyone who had helped pull off the event, and concluded this section of his report by saying he had heard nothing but positive comments about it.

As to the update regarding Legislative Redistricting, Mr. Hozey admitted that he had handed out the same information that was already in the packet. The issue came up prior to the last City Council meeting, but as it wasn't thoroughly discussed, he was presenting it again.

Mr. Hozey explained that in regards to the legislative priorities the City received nothing from our state requests. What little survived regarding school reimbursements from the legislature were cut from the capital budget by the Governor. The city, as an organization, Mr. Hozey explained, did not get what we had asked for. The City of Valdez did get reprogramming of a grant we already had on the Hazlet sidewalks; the grant language was changed so that more could be done with it. But Copper Valley Electric Association, however received the 10 million dollar grant that they had requested for the Allison Creek Hydro Project. It was something that Mr. Hozey felt should be discussed later on with CVEA. He stated that at first he was not a huge supporter of this project but after further investigation learned that this does offset diesel generation and could therefore lower electric rates. This grant could lower the cost of power by five cents a kilowatt hour, which would be very positive for Valdez.

CITY ATTORNEY

Mr. Walker explained that the TAPS owners did file an appeal of the 2011 valuation of TAPS which will be discussed at the executive session. Mr. Walked requested that an agenda item be added for the next meeting to discuss Alaska Gasline Port Authority issues. He announced he is currently reviewing the document just released supporting the In-State Bullet Line to Cook Inlet which requests that 200 million dollars be transferred over to them from the State of Alaska. He stated that the most objectionable line in the document states that the line should be created as proposed; as the final route, and that no other study or analysis of any other route should take place by the State. He stated that a lot of effort has gone into this to make sure that the route selected in this project does not include a route to Valdez. He indicated that at the next meeting he would be prepared to give a detailed report on this matter.

MAYOR

Mayor Cobb stated that the Fourth of July weekend was outstanding. The City of Valdez fed 800-1,000 people and had plenty of people coming back for more, not just locals but visitors as well. He had heard nothing but praise over everything that had happened. He thanked Council member Ables and Council member Moore for organizing the parade. It was amazing, he said, how well everything turned out. Mayor Cobb then asked for the Council's permission to authorize Mr. Hozey to grant the people who had worked all weekend without additional pay an administrative day as they had provided for this community above and beyond what they had needed to. Consent was given by the City Council for Mr. Hozey to do so.

VII. CONSENT AGENDA

- 1. Proclamation: Parks and Recreation Month
- 2. Approval to go into Executive Session Regarding
 - a. TAPS Valuation/Litigation

MOTION: Council member Moore moved, seconded by Council member Ables, to approve all items on the Consent Agenda.

VOTE ON THE MOTION: 7 yeas. Motion carried.

VIII. NEW BUSINESS

1. Approval of Five Year Extension to the Stevedoring Services Permit Issued to North Star Terminal and Stevedore Co., LLC

MOTION: Council member Wells moved, seconded by Council member Moore, to approve a five year extension of contract to North Star Terminal and Stevedore Co., LLC.

VOTE ON THE MOTION: 7 yeas, motion carried

2. Approval of Seasonal Use Structure Agreement with Rick Simpson for Old Town Burgers Building

MOTION: Council member Moore moved, seconded by Council member Ables, to approve a seasonal use structure agreement with Rick Simpson for Old Town Burgers Building.

Council member McCann asked if this would require Mr. Simpson, the owner of Old Town Burgers, to put his building on some sort of permanent foundation at the present site or would he have to move it elsewhere. Ms. Von Bargen confirmed that it would be put on a permanent foundation approximately at the same location.

Council member Wells asked if this would cause the building to be brought up to permanent building codes. Ms. Von Bargen affirmed this.

Council member Prax inquired into the role the property owner, and if Mr. Simpson needed permission from the property owner before proceeding. Ms. Von Bargen answered that written approval from the property owner was needed for such changes to occur. Council member Prax continued to question Ms. Von Bargen. If things go wrong, he asked, who would the City of Valdez go to? Ms. Von Bargen explained that if deadlines were not met, Mr. Simpson's license would be pulled and he would be unable to operate in any capacity for three years. Council Member Prax expressed his appreciation that the City had found a suitable solution in case any oversights occur.

Council member McCann questioned whether Mr. Simpson will be an itinerate seasonal vendor this season. Ms. VonBargen replied in the affirmative and stated that by next season (2012) Mr. Simpson would have to have the building on a permanent foundation.

Council member Wells inquired as to the restroom situation. As he knew, patrons of Old Town Burgers were using the restrooms located at the nearby gas station. Ms. Von Bargen stated that they were working on coming up with something that both parties would agree on. Council member Wells reiterated his question by asking if the City forced him to put in a bathroom how he would stub into a sewer line. Ms. Von Bargen replied that Mr. Simpson's building will have to meet plumbing codes, and that he has been talking with his engineer about adhering to the appropriate plumbing requirements. Council member Wells said that he would support this motion as it was working toward a solution, but felt that this project had taken on a mind of its own. He thought that the City was bending the rules to accommodate Mr. Simpson, and that they would continue to do so until the permanent structure was completed. Ms. Von Bargen stated that she was quite hopeful that Mr. Simpson would comply with the long term requests of the City by 2012.

VOTE ON THE MOTION: 7 yeas, motion carried.

3. Approval of City Property and Casualty Insurance Renewal for 2011-2012 in the Amount of \$449,059

MOTION: Council member McCann moved, seconded by Council member Moore to approve the renewal of city property and casualty Insurance for 2011-2012 in the amount of \$449,059.

Council member Wells asked for clarification if the windfall would be approximately \$259,000. Mr. Hozey explained that the City estimates this amount because they do not receive the rates until July. He indicated that they estimate more conservatively than needed to. He said that there is still the issue of workman's compensation to consider therefore, he did not suggest reallocating that money at this time.

Council member McCann raised a concern over the fact that law enforcement liability is included. Walter Sapp, the Finance Director, stepped forward to explain that there is not a separate charge; it is part of general liability insurance.

VOTE ON THE MOTION: 7 yeas, motion carried

4. Approval of Design Agreement with the Army Corps of Engineers for the Harbor Expansion project in the Amount of \$153,950

MOTION: Council member Sorum moved, seconded by Council member Wells, to approve a design agreement with the Army Corps of Engineers for the Harbor Expansion Project in the amount of \$153,950.

Council member Sorum wanted to point out that this was a significant milestone. His involvement with this project started in 1999. He stated that a typical Corps project takes 12-13 years to complete. If you do not get the engineering done, he said, you do not get to entertain the next step. Council member Wells agreed with council member Sorum that this was a good step forward. Council member Moore mentioned polls done of the people of Valdez, who had rated harbor expansion as the number one priority. Mayor Cobb remembered that when he first moved here the City was trying to get rock out of the harbor as well as dealing with litigation to expand the harbor to the size it is at present. This agreement, he concluded, was a much needed step forward.

Council member Prax stated that he hated to rain on the reminiscing parade, but rather made it clear he was feeling quite petulant about the whole matter. Going after this at the last minute, he explained, meant it would cost close to 160 dollars per boat slip. The City would be under utilizing a service they had long bragged about. As the City was uncomfortable getting the most out of that arrangement, they were more interested in spending fifty million dollars on this project, if not more. A cost evaluation had not been completed recently, so it would probably cost much more than that, if this project were to be completed at all. Recognizing that he was in the minority on the matter, Council member Prax concluded by saying that throwing money around like this was not consistent with good business practices.

The rest of the Council respectfully agreed to disagree. Mayor Cobb stated that without this design agreement there will not be a harbor. He took exception to the implication that the existing boat harbor was underutilized. Mayor Cobb thought that a 500 boat slip harbor with 800 boats going through it, should not be considered unused.

Council member Prax was quick to point out that there is certainly a large amount of traffic through the small boat harbor. However, the port is not maximizing their profits, or even coming close to average rates. No one wants to see harbor fees to go up, but up they should go. Council member Prax used a metaphor to describe the situation: if he had a five year waiting line of customers out his front door and he kept on running out of XtraTuf[®]s, his prices would go up. If there's a higher demand than what could be

supplied, than prices should rise accordingly. The City Council simply does not want to make the hard choice of charging what the service is worth.

Council member Sorum did not want to belabor the issue, but mentioned that the Council had given the Port of Valdez marching orders to improve rates. Any harbor slip is a valuable commodity. He felt that the Ports and Harbor Commission had moved along these lines in a responsible manner. Mayor Cobb concurred, and made it known that the price of XtraTuf[®]s had indeed gone up.

VOTE ON THE MOTION: 6 yeas, 1 nay (council member Prax) motion carried.

IX. RESOLUTIONS

1. #11-44 — Amending the 2011 Budget by Accepting A State Of Alaska Department Of Natural Resources, Division Of Forestry 2011 Rural Fire Assistance Grant in the Amount of \$4,934.55 and Authorizing Expenditure

MOTION: Council member McCann moved, seconded by Council member Moore, to approve Resolution No. 11-44.

Council member Ables asked about the stipulation that the City of Valdez put forth ten percent of the cost. She wondered if the City was going to do that, and what, in fact, they were purchasing. Mr. Hozey answered her question, stating that they were mainly buying personal protective gear, and that the City of Valdez already has monies put away to cover that expense.

VOTE ON THE MOTION: 7 yeas, motion carried.

2. #11-45 — Amending the 2011 City Budget by Accepting a State of Alaska Department of Homeland Security and Emergency Management Grant in the Amount of \$35,000 and Authorizing Expenditure

MOTION: Council member Sorum moved, seconded by Council member Ables, to approve Resolution No. 11-45.

Council member Moore addressed the idea that this program would bring young adults to Valdez for training this summer. She wondered how many people would be expected to attend. Fire chief Keeny explained that 78 trainees plus 30 advisors were expected to attend.

VOTE ON THE MOTION: 7 yeas, motion carried.

3. #11-46 – Adopting Amendment #1 to the City of Valdez Employee Health Benefits Plan

MOTION: Council member Ables moved, seconded by Council member Wells, to approve Resolution No. 11-46.

VOTE ON THE MOTION: 7 yeas, motion carried.

4. #11-47 – Adopting Amendment #2 to the City of Valdez Employee Health Benefits Plan

MOTION: Council member Ables moved, seconded by Council member Moore, to approve Resolution No. 11-47.

VOTE ON THE MOTION: 7 yeas, motion carried.

5. #11-48 – Authorizing and Approving the Amending of Certain Provisions Contained in the Indentures of Trust Relating to the (A) Marine Terminal Revenue Refunding Bonds (BP Pipelines (Alaska) Inc. Project) Series 2011 of the City of Valdez, Alaska, Issued in the Original Aggregate Principal Amount of \$44,600,000, (B) Marine Terminal Revenue Refunding Bonds (BP Pipelines (Alaska) Inc. Project) Series 2003 (A) of the City of Valdez, Alaska, Issued in the Original Aggregate Principal Amount of \$93,500,000 and (C) Marine Terminal Revenue Refunding Bonds (BP Pipelines (Alaska) Inc. Project) Series 2003 (C) of the City of Valdez, Alaska, Issued in the Original Aggregate Principal Amount of \$128,230,000; Authorizing the Execution and Delivery of Any Necessary Documentation Required to Effect the Foregoing; and Authorizing and Approving Certain Related Matters

MOTION: Council member Moore moved, seconded by Council member Ables, to approve Resolution No. 11-48.

Council member Ables questioned if the interest that we make off the bonds occurs every few years and if they would be changing the series to extend it. Mr. Walker stated that they would actually be shortening the maturity date to pay it off. He indicated that it will be shortened to a minimum of 6 months allowed to pay off the debt.

Council member Moore asked if by us being part of this issuance of bonds, oil companies would in effect be given a tax incentive. Mr. Walker replied in the affirmative stating that at the time the IRS ruled that the City of Valdez was allowed to be a conduit financer. Council member Moore asked if the City of Valdez was helping finance tax exempt bonds for the oil companies. Mr. Walker replied that yes in 1977 that was done. A 1.3 million dollar bond was issued at that time to finance the Valdez Marine Terminal.

Mayor Cobb reminded all in attendance that the revenues generated from these signings are required to be placed in the permanent fund.

VOTE ON THE MOTION: 7 yeas, motion carried.

6. #11-49 – Amending the 2011 Budget by Accepting Donated Funds in the Amount of \$250 to the Valdez Consortium Library and Authorizing Expenditure

MOTION: Council member Ables moved, seconded by Council member Moore, to approve Resolution No. 11-49.

Council member Moore wanted to thank Mr. Terry Martin for his donation to the Valdez Consortium Library.

VOTE ON THE MOTION: 7 yeas, motion carried.

7. #11-50 — Authorizing the Consent to Assignment of Lease for Financing Purposes with Silver Bay Seafoods for Tract E, Harbor Subdivision

MOTION: Council member Sorum moved, seconded by Council member Moore, to approve Resolution No. 11-50.

Council member Wells wanted to clarify that this did not change the lease in any fashion, and city manager Hozey confirmed that.

VOTE ON THE MOTION: 7 yeas, motion carried.

8. #11-51 – Authorizing the City Clerk to Dispose of Certain City Records

MOTION: Council member Wells moved, seconded by Council member Ables, to approve Resolution No. 11-51.

VOTE ON THE MOTION: 7 yeas, motion carried.

X. REPORTS

1. Crushed Glass report

Council member Ables informed the Council that the report that Larry Weaver, Public Works Director, had written had made her feel bad for not saving and recycling glass. She felt that something nifty was going on here, and she wanted to be able to make the community more aware of this opportunity. She suggested putting bins out as a way to promote the glass recycling program to the public.

Mr. Hozey suggested bringing this idea back again for the next budget. A center could be set up similar to what Glennallen offers. Council member Moore wanted the recycled glass to be made into counter tops and sold to the people of Valdez.

Council member Prax felt that the Council had saddled the Public Works Department with this task to try and make it work. It may make the City Council feel better about themselves, he intoned, but the environment is worse off due to this flippancy. These

critiques, he pointed out more than once, were not directed at Larry Weaver nor his department. He felt they were doing the best they could with what they had been handed. The numbers that Mr. Weaver provided may seem like a lot, but compared to how much is dumped at the city landfill, it is an infinitesimal amount of glass being recycled. There is so little of it, Council member Prax said, that it is almost not a percentage. The City of Valdez has done all sorts of things to make themselves feel good, but they had lost time, money, and resources over this. Ultimately he felt like this project was one of the biggest white elephants he had been involved with since being elected onto the City Council. He stated that he believe the project was phony, empty, it did not do anything for the environment, and it wasted money.

Larry Weaver spoke at this point. He explained that this past year was spent testing the waters of this project and figuring out how it would work, rather than going around collecting a lot of glass. While there was not much glass being processed at the time of this meeting, he expected that to increase tenfold in no time once the project got up and running. It may take time, he said, but the glass can be used to manufacture various glass products that can then be packaged and sold at a reasonable price to the citizens of Valdez to help offset the production costs. He felt that it could turn out to be considerably more effective than it had been. 141 drums of recycled glass does not seem like a lot, he said, but any space than can be saved in the landfill is that much more space for other detritus.

Council member Ables stated that this was a start, and that it did not matter if it was an nth of a percentage; it was still a step in the right direction. She had someone come into her restaurant and ask her if she recycled and she had to say no. Even if the City of Valdez does not profit financially from this endeavor, City Council member Ables still considered it to be a worthwhile endeavor. Money cannot buy everything, she stated, and feeling good about doing the right thing will last longer than any monetary gain.

Council member Prax vehemently objected to the notion of spending public money for the sole purpose of 'feeling good'. Of course people want to recycle when it makes sense, he said, but the City of Valdez cannot justify spending money with no hope of future returns. This debacle would not work, and the more the glass crusher was used, the more it was going to cost. He did not consider this among other things to be a responsible use of public monies.

Council member Ables agreed that this was about more than just feeling good. She cajoled that the City had to start somewhere to make the recycling of glass more viable. The project may not pay for itself today, she said, but in the long run it would. A wide assortment of things could be done with the glass once it was processed, and she encouraged the Council to think out of the box about what could be instead of what could not be.

2. Kelsey Dock Uplands Lay down Yard Report

Council member Sorum noted that it would be beneficial for the City Council to have a project checklist.

XI. COUNCIL BUSINESS FROM THE FLOOR

COUNCIL MEMBER MOORE

Council member Moore wanted the Audit Committee to meet Thursday, July 7th at noon to talk about the 'price tag' that Providence Medical Center had approved withtout contacting the city. She was informed that it was Providence's auditors, not Providence itself, that would be discussed. Council member Moore was respectfully unhappy with the audit as it was more expensive than expected and, more unforgivably, late.

COUNCIL MEMBER MCCANN

Council member McCann wanted to give kudos to the City staff for 4th of July celebration on a job well done.

COUNCIL MEMBER WELLS

Council member Wells concurred with Council member McCann.

- XII. EXECUTIVE SESSION
- XIII. RETURN FROM EXECUTIVE SESSION
- XIV. ADJOURNMENT

There being no further business, Mayor Cobb adjourned the meeting at 8:10 pm.