

**CITY OF UMATILLA
COUNCIL MEETING
June 19, 2018**

- 1. CALLED TO ORDER:** Mayor Dufloth called the regular council meeting to order at 7:00pm.
- 2. ROLL CALL**
PRESENT: Councilors Keith, Ray, Wheeler, and TenEyck.
ABSENT: Councilors Roxbury and Torres – Medrano.
STAFF PRESENT: Recorder Sandoval, Manager Pelleberg, Deputy City Manager Ince, Rec Planner Tsui, Public Works Director Barron, Planner Seitz, Community Development Director Mabbott, Accounting Assistant Horn, Attorney SpicerKuhn, and Chief Huxel.
- 3. PLEDGE OF ALLEGIANCE:** Pledge of allegiance was recited at 7:02pm.
- 4. APPROVAL OF AGENDA:** It was moved by Councilor Ray to approve the agenda. The motion was seconded by Councilor Wheeler. Voted: 4-0. Motion carried.
- 5. PRESENTATION:** None.
- 6. APPROVAL OF MINUTES:** It was moved by Councilor Keith to approve minutes for June 05, 2018. The motion was seconded by Councilor Ray. Voted: 4-0. Motion carried.
- 7. PUBLIC COMMENT:**
- 8. CONSENT AGENDA:**
Councilor Ray moved to approve the Court Report. The motion was seconded by Councilor TenEyck. Voted: 4-0. Motion carried.
- 9. COMMITTEE REPORTS:** None.
- 10. UNFINISHED BUSINESS:**
10.1 Sixth Street Waterline Project RFP Bid Award - Deputy City Manager Ince explained that originally, when we had put the RFP out for this project we had scaled back the project quite a bit to only include the fire hydrant portion. The intent is to make the project whole again, and replace the water lines while we are at it. We are trying to stay ahead of the ODOT Sixth Street project.

City Manager Pelleberg added that the fear is that once you do a grind, and an inlay with vibratory equipment on top of old infrastructure like that you are going to have issues. The plan is to abandon the old 2 inch galvanized line and replace new lines around the backside or alley ways. We are going to go after some funding to make the project whole again.

Deputy City Manager Ince stated that both contractors were notified why we were rejecting the bids and they would both be notified when we modified the project and put it out for bid again.

It was moved by Councilor TenEyck to approve the bid. The motion was seconded by Councilor Ray. Voted: 0-4. Motion failed.

10.2 Continued Public Hearing on Ordinance No. 829 - An Ordinance Repealing Title 2, Chapter Six of the Umatilla, Oregon City Code, Ordinance No. 807, Retaining Title 2, Chapter Six by Name Only, and Amending Title 4, Chapter One of the Umatilla, Oregon City Code.

Mayor Dufloth opened the public hearing for Ordinance No. 829. He proceeded to announce the procedure to follow, report from staff, other members of the audience who wish to speak on the issue, other public agency reports, and close the hearing. He asked individuals who wished to testify to come to the podium state their name, address, and sign in for the record.

There was no further staff report. There was no public testimony. There were no other public agency reports. Mayor Dufloth closed the hearing.

Mayor Dufloth explained that he would like to create a work group to further discuss the issue. He wants the committee to report back at the September 18, 2018 workshop, and wants Council to take formal action on the ordinance at the October 2, 2018 meeting. He appointed Councilor Ray and Councilor Wheeler to be part of the work group along with Community Development Director Mabbott, and whatever other staff was deemed necessary.

Councilor Keith moved to create a work group that included Councilor Ray and Councilor Wheeler, Community Development Director Mabbott, other staff as needed, and City Attorney, and have them report back to the rest of council at the September 18, 2018 workshop and take formal action on the ordinance at the October 2, 2018 regular meeting. The motion was seconded by Councilor TenEyck. Voted: 4-0. Motion carried.

10.3 Resolution No. 36 – 2018 – A Resolution to Authorize the Deputy City Manager to Make Application for a Safe Drinking Water Revolving Fund Program Loan from Business Oregon’s Infrastructure Finance Authority for Funds to Apply to the Sixth Street Waterline Improvement Project and Authorizing the Deputy City Manager to Sign the Application.

Deputy City Manager Ince explained that the scaled back project was estimated around two hundred thousand dollars and the original intent was to fund the project out of our water reserve. Over the past couple years we have had at least one big failure on our wells each year. The most recent one cost us around ninety thousand dollars to fix. The bleak truth is we don’t have enough in our water reserves to pay cash for this project, and once we make the project whole again, the engineers have estimated the project right around four hundred and sixty nine thousand dollars. This is time sensitive and we are trying to do the work before ODOT does theirs. She contacted Business Oregon and we can apply for a loan through their Special Public Works Fund. It would be very similar to the four hundred three thousand loans we got not too long ago from IFA.

Mayor Dufloth asked where we were with our water rates compared to others. Deputy City Manager Ince explained that we were still within the water affordability index for our users. We recently did a 3 percent rate increase that will take effect July 1. It will be interesting to see what their recommendation would be to see what the rates would be to get up to the point. In order to move forward, she needs to have a consensus from Council that it is okay to use the recommended source of funding. These loan payments are going to have to come out of the community service fees resulting from the enterprise zone or SIP agreements. The intention of using that money was for one time expenditures, we were never going to use those funds for operating costs. She thinks that is an appropriate use, we just haven’t allocated that money yet. To date we have received three hundred thousand dollars from the community service fee.

City of Hermiston applied for a similar grant using the same revenue and it was approved. She was confident that it would get approved.

Councilor Ray wanted to know why Deputy City Manager Ince was the one signing all the paperwork. City Manager Pelleberg explained that she was the one crunching all the numbers and filling out the paperwork. He stated that it was delegation.

Councilor Keith wanted to know the interest rate on the loan. Deputy City Manager Ince explained that it was 3.74%.

It was moved by Councilor Ray to approve Resolution No. 36-2018. Councilor Wheeler seconded the motion. Voted: 4-0. Motion carried.

11. NEW BUSINESS: None.

12. CORRESPONDENCE: None.

13. PUBLIC COMMENT: None.

14. MAYOR'S MESSAGE: None.

15. STAFF REPORT: Deputy City Manager Ince wanted to remind Councilors that she had emailed them about the annual League of Oregon Cities Conference. Registration opened in July and the hotel rooms sold out fast. She wanted to know how many would be attending so she could register everyone at once.

16. COUNCIL INFORMATION & DISCUSSION: None.

17. ADJOURN: The next regular meeting will be held on July 03, 2018 at 7:00pm. It was moved by Councilor TenEyck to adjourn the meeting. The motion was seconded by Councilor Ray. Voted: 4-0. Motion carried. Meeting adjourned at 7:23 pm.

Daren Dufloth, Mayor

ATTEST:

Nanci Sandoval, City Recorder