

CALL TO ORDER Mayor Vanasse called the regular Council meeting to order at 7:30 PM.

ROLL CALL Present: Dale, Feaster, Richardson, Trantham, Vanasse and Wallace.
Absent: Lilienthal.

APPROVAL OF MINUTES M/M by Dale, 2nd by Richardson to approve the minutes of 05/28/91 Council meeting with the following corrections: page 4, under the Museum motion, change 'artifacts' to 'inventory'; page 9, under the section of the staff attorney, change 'application' to 'resignation'. Voice vote, motion carried unanimously.

motion M/M by Dale, 2nd by Wallace to approve the minutes of 05/31/91 Special Council meeting as presented. Voice vote, motion carried unanimously.

APPROVAL OF AGENDA M/M by Dale to approve the agenda as presented.
*Motion died due to lack of a 2nd to the motion.

motion M/M by Richardson, 2nd by Feaster to approve the agenda with the following change: delete under New Business, Item A - Introduction Amendment #7 to Ordinance #195. Voice vote, motion carried unanimously.

After discussion on Amendment #7 to Ordinance #195, Council concurred in setting a Special Council meeting to introduce the budget amendment, once the accurate figures were received on the road grader.

MAYOR'S REPORT Mayor Vanasse indicated that he had no report since he had been out of town, but encouraged Council to try and limit their comments due to a lengthy agenda and concluded by indicating that he was glad to be back in town.

MANAGER'S REPORT Interim City Manager Hohman reported to Council on the following subject matters:
- indicated that there was inadequate computer equipment to get some typing done;
- indicated he would not be at the next regularly scheduled meeting since he would be out of town on travel with Police Chief McDonald to Juneau to carry out local emergency planning put on by DEC, to be held June 24 and 25th;
- indicated his role as Interim City Manager is to keep things rolling, and a few years ago he was a Councilmember, indicated he noticed 2 significant changes within the City, which Finance Department now was a whole new different world from a few years ago and commended the Finance Director for work well done and also commended the Port Director for acceptationally well work performance at the dock;
- indicated he would have written report next Council meeting;
- indicated he drafted a contract as Interim City Manager and reviewed his proposal with Council at

MANAGER'S REPORT
continued

this time; indicated that contract was from June 17, through September 4th, 1991, but contract could be terminated at an earlier date by Council with notification to Mr. Hohman; and suggested salary being \$6,000.00 per month; and continue accruing benefits under PERS which Mr. Hohman had been a member for 16 years.

Councilman Trantham referring to item #2 of the proposed contract, indicated that there was not that much money in the budget.

Councilman Feaster asked if Council was going to be provided with a written trip report after his return and also in reference to Council discussing the travel requests to be reviewed by Council on a case by case basis, asked who's travel Council was approving. It was pointed out that Council is to approve City Manager's requests to travel and the City Manager approves/disapproves the travel requests by City employees.

Mayor Vanasse questioned the relevancy of the City Manager's request to travel as far as the City Manager was concerned. Indicated that he would rather see someone from police and fire department attend the conference. Interim City Manager Hohman pointed out that the air fare would be provided by DEC. Mayor Vanasse also pointed his other concern being that the City Manager traveling on DEC's expense and than at the same time taking time off to deal with City's issues.

Madam Richardson indicated that she would rather see someone from the Fire Department attend the conference and Mr. Hohman as interim City Manager the usefulness would be needed more here and that she would not support his request to travel.

Mayor Vanasse indicated that he would like to see a written City Manager's report on the 3 items he had just reported tonight. Also commended the individual departments the City Manager had commended earlier, and encouraged anyone to bring any appreciations to his attention. Referring to the proposed contract, Mayor Vanasse indicated that he could not pass it tonight with just a few minutes to review.

Councilman Trantham pointed out that the proposed range of the contract was for about \$72,000.00 and the former City Manager's range was \$60,000.00 and if the contract was to be approved, than a budget amendment would have to be done to reflect the amount. Further Council discussion on the proposed compensation held at this time. Interim City Manager Hohman pointed out that the date would have to be retroactive to May 29th, instead of June 17th as indicated on the proposed contract; and further pointed out that everything in the contract was flexible. Council further discussed the proposed

MANAGER'S REPORT
continued

compensation pay. Mayor Vanasse at this time indicated that he would like to see a copy of the former Interim City Manager's contracts and see how their contract was drawn up and also a copy of the former City Manager's contract. After further Council discussion, Council concurred in making the contract retroactive to May 29th, and use former rate of the last City Manager's compensation rate. Mayor Vanasse reiterated that he had a problem with passing this tonight, with having just received the document 5 minutes ago.

motion

M/M by Feaster, 2nd by Richardson to approve the contract of the Interim City Manager with the contract presented to make changes to make the date retroactive to May 29th and monthly compensation of \$5,000.00. Poll vote, motion carried. 5-yes; 1-no (Vanasse).

Mayor Vanasse requested that a corrected copy of the contract be provided to all Councilmembers at the next meeting.

Referring to the request to travel to Juneau, Council heard from Fire Chief Barker at this time. Fire Chief Barker indicated that he would rather see someone from Administration or any of Councilmembers to attend since it involved regulatory provisions of the emergency planning conference.

motion

M/M by Trantham, 2nd by Wallace that the Interim City Manager and the Police Chief travel for emergency development conference to travel on June 23 through June 25th and both individuals provide Council with a written trip report. Poll vote, motion failed. 3-yes; 3-no (Feaster, Richardson and Vanasse).

Mayor Vanasse pointed out at this time that essentially left the Police Chief to attend and any employee that wishes to attend this emergency planning conference, to contact Interim City Manager Hohman.

Interim City Manager reemphasized item #6 of his contract which stated that if City Council determines that an earlier termination than the period suggested in this contract, is in the public interest of the Municipality, indicated Council can exercise that right. Indicated it was a liberal contract with regard to Council approval.

COUNCIL MEMBER COMMENT

Councilman Trantham thanked the public for participating in the Clean-up green-up project. Indicated there were a number of prizes given, bicycles awarded, cash prizes, savings bonds, etc. and Bethel a whole lot cleaner. Indicated when a Community worked together, it can work and things can be accomplished. Councilman Trantham also reminded Interim City Manager Hohman that a report was still

COUNCILMEMBER COMMENT
continued

needed from Mr. Meade which had been requested in previous Council meeting; indicated he was hired on contract basis to negotiate labor relations. Also commented on a recent news report which left the integrity of the 7 councilmembers dangling, which he thought should not be. Indicated that if this KYUK reporter knew something about some unethical practice of any Councilmember, that she should come forward and make that public. Indicated the same of the former City Manager; concluded by indicating that this was a challenge to both individuals. Concluded that he had been receiving alot of calls upset of the report that was given.

Councilman Feaster reported that there was a mid night fun run on June 21, 11 AM and next day the 22nd of June the radio hands would be operating a field day from the Pinky's Park, which he indicated people can come by and learn about amateur radio.

REPORTS OF STANDING
COMMITTEES

Councilman Dale reported that the Transportation Commission still had 3 vacancies and that the next meeting was sheduled for June 13th, 7:30 PM at the City Offices conference room. Councilman Wallace indicated that he was almost out of a committee and after discussion, he agreed to be on the Planning Commission, with Councilman Feaster stepping down from the Planning Commission, since he also served on the Finance Committee.

motion

M/M by Trantham, 2nd by Richardson to confirm Mayor Vanasse's appointment of Councilman Wallace to the Planning Commission. Voice vote, motion carried unanimously.

Mayor Vanasse at this time commended Councilman Wallace for serving on the PATC Advisory Board.

Madam Richardson reported that the Public Safety Committee met on June 5th, which she was out of town and couldn't attend the meeting. But she did report that they were scheduled to review both the Police and Fire Departments FY'92 Budget, and mainly the fire extinguishers which had been left out in the proposed budget. Also indicated that the Public Safety Committee members were not interested in combining the Public Safety Committee and the Transportation Commission together. Concluded by reporting that the normal meeting time was 1st Wednesday of each month.

Councilman Trantham reported that the Public Works Committee is scheduled to meet next week Wednesday, June 18th and indicated that 2 members had indicated they would resign if the proposed budget were to pass as presented.

Councilman Feaster reported that the Finance Committee is scheduled to meet June 20th at the City Offices conference room at 7:30 PM.

REPORTS OF STANDING
COMMITTEES cont.

Councilman Feaster also reported that the Planning Commission's next scheduled meeting was on June 19, 1991 at the City Offices conference room at 7:30 PM.

PEOPLE TO BE HEARD

Gerene Sumpter spoke on behalf of Alaska Village Tours and indicated that she wanted to get permission from the City Council to show tourists of the Museum before the Museum was packed and closed. City Council and the Administrative/Personnel Officer discussed the Museum issue in detail. After discussion, it was pointed out to Ms. Sumpter that access to the Museum could be obtained through Interim City Manager Hohman.

John Abrant at this time addressed Council regarding the issue of uniform allowance at the police department. Indicated to Council that the Officer's were still paying for much of their own uniforms, when it should be provided to them. Indicated that last year it was Council's intent to include the uniform allowance in last year's budget, which had not been done. In regards to the winter parka's he had brought up before, he indicated the Officer's had to do an involuntary donation to purchase the parkas. Felt the issue should be settled. Mayor Vanasse indicated to Mr. Abrant that to his understanding, the uniforms had been purchased, and the uniform allowance was in the proposed FY'92 budget and could be discussed further in detail later since it was an agenda item. Mr. Abrant further brought the issue of the loss of the Community Service Officer's positions at the Police Department.

Councilman Dale asked if the area between Kemps and where the end of the portion of the seawall goes up river, was rented to Inlet Salmon. Councilman Trantham indicated they were charged wharfage and dockage only. Councilman Dale asked if the property in that area was a City property; Councilman Trantham indicated that the property was owned by the State, under the riparian rights.

Police Chief McDonald responding to the uniform allowance issue, indicated that the departmental policies were provided to Council, which includes purchasing policies along with the rest of the other policies. As far as the winter parkas were concerned Police Chief McDonald indicated that the parka's had been purchased.

COUNCIL BREAK 8:47 PM to 9:01 PM.

Mayor Vanasse at this time appointed Mike O'Brien to the Public Works Committee per his letter of interest.

motion

M/M by Trantham, 2nd by Feaster to approve Mayor Vanasse's appointment of Mike O'Brien to the Public Works Committee. Voice vote, motion carried.

1f115

OLD BUSINESS:
Item A: Public
Hearing Ord 201--
FY'92 Budget

PUBLIC HEARING ORDINANCE #201 - FY'92 BUDGET

Mayor Vanasse opened the public hearing at this time. Finance Committee Chairman Warren Loschky indicated that the Finance Committee met yesterday and discussed with Council on the following subject matters: Should the City fund positions to provide jobs; Should the City fund general activities from revenues generated by enterprise activities; What alternatives must be forego in order to fund these positions; concluded by indicating that cuts be made in non-essential services and also that the budget expenditures not be met by shifting funds from enterprise activities into general fund.

Gerri Sumpter indicated that she had gone to a public hearing 2 years ago regarding increases of services for sewer and water. Indicated she had argued against it since it would have a big impact on people's pocket book; it had been indicated to her at the time that the money would stay in the utility fund to up keep the vehicles, the roads kept graded, etc.

Tom Warner further reiterated Ms. Sumpter's comments regarding the utility fund and what Council's intent were at the time. Indicated that the money generated from these funds, should be used to keep the vehicles running and on the road; keeping the roads up graded, etc., basically should stay in those funds and should not be transferred to the general fund, since by doing that, Council was stealing from the future. Briefly pointed out what departments in his opinion needed cuts, without transferring over from the utility enterprise fund. Concluded by indicating that he was not satisfied with the budget proposal.

Mayor Vanasse at this time closed the public hearing at this time, but indicated to the public that he would allow brief public comments on which the part Council was on.

Mayor Vanasse indicated that there was no way he was going to pass the proposed budget as presented; indicated he had strong feelings about transferring from the enterprise fund to balance the budget. Indicated he had been out of town when the budget was drafted and the fact he was out of town could not be helped. Made a few examples of what would happen if there were no money left in the utility enterprise fund.

Councilman Feaster indicated he had his ways of balancing the budget without using the enterprise funds by doing away with Parks & Recreation Director position; reducing expenses in Parks & Recreation Department, by doing away with all adult programs and focus more on youth programs; void 2 teen aides and turn Teen Center to a 501(c) Non-profit organi-

Item A continued

zation; cut 1 officer position at the Police Department and cut the Administrative Assistant in Planning Department to 1/2 time.

Gerri Sumpter felt that Parks & Recreation should stay; keep the 2 teen aids and also keep the Officer position.

Councilman Trantham indicated proposals were made at the worksession and he supported eliminating the Administrative/Personnel Officer position, suggested Fire Chief be Personnel Director for 2 hours a day; the Police Chief be Director for Parks & Recreation; streamline paperwork process in Finance Department; would like to see Foremans on working conditions; indicated he was opposed to the budget as presented; indicated that each year the utility enterprise fund is used and concluded by pointing out that 2 Public Works Committee members would resign if the budget were to pass as presented. Further suggested that the Mayor and the City Manager go on Yuk-to-Yuk with KYUK Radio and get suggestions from the public for revenue enhancements. Mayor Vanasse suggested to keep the enterprise funds to repair the enterprise revenues.

Police Chief McDonald referring to Councilman Feaster's comments regarding cutting an officer position, pointed out they already had a 6% budget cut and reconciled personnel and as far as the Teen Center was concerned, indicated that Mr. Davies got another job, and keeping the 2 teen aids until a decision can be made as to what's going to be done.

Corlis Taylor indicated that it was important for Council to keep the Administrative/Personnel Officer position since it dealt with alot of important issues like Personnel rules and regulations, the PERS issue, etc.; also as a resident of Delapp St. indicated that the residents that do not have piped water/sewer were told they would be next to get piped water/sewer. Indicated that as a resident, she wanted to point out the importance of keeping the enterprise funds within the enterprise fund.

John Abrant regarding issue of loss of an Officer, indicated that 1 CSO doubled the effectiveness of 2 Officers; concluded by indicating with the loss of the CSO positions, the Police Department was going back to paper overload, etc. Madam Richardson at this time indicated that Public Safety Committee worked on the public safety budgets, both Fire and Police Department, for months and that she would stand with the public safety budgets as presented.

Councilman Dale suggested rather than pulling money from the Dock or Enterprise funds, proposed the following: not fund Administrative/Personnel Officer take out the V&E Foreman position and cut the Administrative Assistant in Planning to 1/2 time.

Item A continued

Council further discussed in detail as to where they thought budget cuts should be made, and where things should be added and what positions were important to keep. Public Works Director Martin indicated to Council that he was not planning on filling the V&E Foreman and 3rd mechanic position. Tom Warner felt that personnel items should be reduced and not the non-personnel items, since for example V&E was running at a bare minimum.

Mayor Vanasse informally reviewed the proposed changes to the budget: cut the Program Aid in Public Works; Mechanic at Public Works; cut Administrative Assistant in Planning to 1/2 time and slight reduction in cost of the staff attorney.

Gerri Sumpter felt City should keep the Program Aide since he did alot of important things around town. Debbie Gilcrest reiterated the importance of keeping the Program Aide, since he does alot of things, for example covering for anyone that is out sick or on vacation at the shop. Also pointed out that with the Administrative Assistant position cut in half, she would also cease front office coverage when no one was there to answer phones. Mayor Vanasse and Councilman Dale each suggested for a grant writer and a lobbyist, but no money to hire them with.

Chris Liu at this time suggested since the Program Aide position was going to be cut, and the Teen Center Coordinator position open, to maybe offer the position to Mr. Oosterman since he would be well qualified for the position. Tom Warner pointed the options Council had, which were: pass the deficit budget or general fund balance take the hip.

COUNCIL BREAK 10:51 PM TO 11:02 PM.

After further Council discussion, Mayor Vanasse recapped the final changes to the budget: page 13 - Administrative Assistant to 1/2 time position; page 20 - delete Program Aide; page 22 - delete the Mechanic position (Range 4, Step 2); page 26 - Program Coordinator be deleted.

motion

M/M by Feaster, 2nd by Wallace to adopt Ordinance #201 as amended. Poll vote, motion carried unanimously.

NEW BUSINESS:

Item A: Resol. 682
Public Safety
Priority

PROPOSED RESOLUTION #682-PUBLIC SAFETY PRIORITY

M/M by Dale, 2nd by Richardson to approve proposed Resolution #682 as presented. Voice vote, motion carried unanimously.

Item B: Resol. 683
CDBG Grant

PROPOSED RESOLUTION #683-CDBG/RURAL DEVELOPMENT
BLOCK GRANT

motion
1f118

M/M by Richardson, 2nd by Wallace to adopt proposed Resolution #683 as presented. Voice vote, motion

Item B continued carried unanimously.

Item C: Proposed Resol 684-Storage Space Fee Increase
PROPOSED RESOLUTION #684-STORAGE SPACE FEE INCREASE
M/M by Dale, 2nd by Richardson to adopt Resolution #684 as presented. Voice vote, motion carried unanimously.

Item D: General Liability Ins. 4 Terminal Use Permit @ Dock
GENERAL LIABILITY INSURANCE REQUIREMENTS FOR TERMINAL USE PERMIT AT THE DOCK

Council briefly reviewed and discussed further in detail the general liability insurance issue at the dock. Harbormaster Greydanus indicated there was no set fee at this time, but a minimum of \$1 million.

motion
M/M by Dale, 2nd by Wallace that Harbormaster be permitted to require million dollar general liability insurance coverage for terminal use permit at the City dock. Voice vote, motion carried unanimously.

Item E: Wm. Updegrove's Ltr. re: City elections
WILLIAM UPDEGROVE'S LETTER RE: CITY ELECTIONS

William Updegrove reviewed his written letter with Council regarding lettered or numbered Council seats during election. Indicated he would like the opportunity to elect members at large, instead of by highest vote in each seat get the seat. But after reviewing the City election ordinance, it was not indicated that they would be done by seat numbers. After Council discussion, it was pointed out that the City had traditionally done the elections as they've done in the past. After further Council discussion, it was suggested that City Manager call Division of Elections and come back with suggestions by the next Council meeting.

Item F: Sales Tax Ord. Discussion
SALES TAX ORDINANCE DISCUSSION

After clarifying the reason for this being on the agenda, and due to the lateness of the night, this was referred to the Finance Committee regarding sub-contractors owing taxes and working for the City at the same time. Madam Richardson also suggested that Finance Committee also look into taxing bingos, raffles, etc.

Item G: Vehicles for Hire Ordinance
REVIEW VEHICLE FOR HIRE ORDINANCE

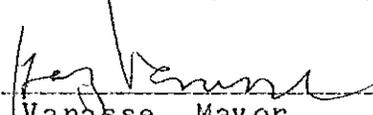
Councilman Wallace indicated that he had been getting alot of calls from cab drivers regarding 5.40.030(d) of the Vehicle for Hire ordinance; Council discussed this in detail.

motion
M/M by Feaster, 2nd by Dale to sent this to Transportation Commission meeting this Thursday and come back with recommendations. Poll vote, motion carried 5-yes; 1-no (Richardson).

ADJOURNMENT

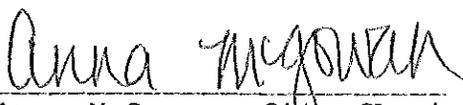
M/M by Wallace, 2nd by Richardson to adjourn the Council meeting at 11:59 PM. Voice vote, motion carried unanimously.

PASSED AND APPROVED THIS 25th DAY OF June, 1991.



Gary Vanasse, Mayor

ATTEST:



Anna McGowan, City Clerk