

CITY OF CRAIG
COUNCIL MEETING
THURSDAY JANUARY 17, 2019

ROLL CALL

Mayor Tim O'Connor called the meeting to order at 7:00 p.m. and the roll was taken. Present were, Jan Trojan, Hannah Bazinet, Dave Creighton and Julie McDonald, Michael Douville. Absent Excused was Jim See

Staff present: Jon Bolling, City Administrator; Kassi Mackie, City Clerk; Joyce Mason, Treasurer, Hans Hjort, Harbormaster; Russel Dill, Public Works Director

Audience present: Kay Shrammack, Barbi Armstrong, Vincent Thomas, Kyle Ebbighausen, Annette Cole, Brent Cole Sr, Richard Trojan, Jeanette Haydu, Chuck Haydu, Gary Barlow, Troy Pinnick, Jessica Pinnick, Angie Collins, Kyle Ebbighausen, Rusty Reynolds, Cathy Bolling

CONSENT AGENDA

Notice of liquor license renewal application- Zat's Pizza
Notice of liquor license renewal application- Shelter Cove Lodge
Introduction and first reading of Ordinance 717, Authorization to negotiate a lease with Petro Marine Services
Introduction and first reading of Ordinance 718, Authorizing the city administrator to negotiate sale of city property to Richard Trojan
Introduction and first reading of Ordinance 719, Implementing a road maintenance and improvements fee at Port St. Nicholas

TROJAN/DOUVILLE moved to approve the consent agenda.

Jan would like to pull Ordinance 719 for more discussion under New Business. Dave Creighton declared a potential conflict of interest on Shelter Cove Lodge's Liquor License Renewal Application and requested that it be pulled for a vote under New Business. The council agreed with both changes.

MOTION CARRIED UNANIMOUSLY

HEARING FROM THE PUBLIC

- Final reading and public hearing of Ordinance 716, Child Care Center Lease renewal

Chuck Haydu was present to discuss his letter submitted to the council. Chuck asked about the transfer of covenants to the city. Chuck is frustrated that the residents of Port St. Nicholas have no voice. Chuck also asked about the Department of Transportation

memorandum of agreement that the city made. Chuck is interested in the prospect of a home owners association.

Barbi Armstrong is present to discuss the proposed ordinance and request more definition for terms and lot ownership. Barbi is interested in requiring that the city lots past the water treatment plant be required to pay as well, and a lower water service rate.

Richard Trojan was present to discuss Port St. Nicholas road, and the need for a home owners association. Richard believes that this would bring in the south and north side residents and require payment from all. Richard also discussed his lease of city property. Richard has met every lease payment for the last 20 years and would like to purchase the property.

Troy Pinnick explained that he purchased his lot in 1986 and the road was already in place. The city did not build the road.

Brent Cole Sr. commented that the word "tax" has never been used by the city, but it is a tax of sorts as it is requiring someone to pay a fee, they don't agree with paying. Brent believes this fee is wrong.

Angie Collins was present representing the Craig Child Care Center and reported the need for this service within the community. The childcare center has new staff and board and is grateful for the city's assistance with the lease.

READING OF CORRESPONDENCE

- Former ADF&G Commissioner to Head Sitka's Silver Bay Seafoods
- Letter to Governor Mike Dunleavy
- Mental Health Trust Finalizes First Phase of SE Land Exchange
- MCB Notice of Proposed Regulation
- Winter Troll Report

CONSIDERATION OF RESOLUTIONS AND ORDINANCES

Resolution 19-02, FY19 Shared Fish Tax
TROJAN/BAZINET

moved to approve Resolution 19-02, FY19
Shared Fish Tax.
MOTION CARRIED UNANIMOUSLY BY
ROLL CALL VOTE

Ordinance 716, Craig Child Care Center Lease Renewal
DOUVILLE/MCDONALD

moved to approve Ordinance 716, Craig
Child Care Center Lease Renewal.

Julie McDonald would like to see some kind of statement of where the daycare is at financially. Russ Reynolds and Angie Collins were present representing the center and

are in favor of providing a report to the council. Mike asked about monthly reports, and the ability to produce them for the council, but doesn't feel that it is a priority. The council decided not to include reports to the council in the requirements for the daycare lease renewal.

MOTION CARRIED UNANIMOUSLY BY
ROLL CALL VOTE

UNFINISHED BUSINESS

NEW BUSINESS

Consider Purchase of Harbor Safety Ladders

BAZINET/MCDONALD

moved to appropriate funding for harbor safety ladders in an amount not to exceed \$7000.

Hans stated the proposed location of these ladders and explained that while this won't cover 100% of the dock, these will be placed strategically around the harbors.

MOTION CARRIED UNANIMOUSLY

Ordinance 719, Implementing a road maintenance and improvements fee at Port St. Nicholas

CREIGHTON/TROJAN

moved to approve Ordinance 719 at first reading.

Jan asked about the reference to statute within the ordinance, and whether or not it was appropriate as written. Jan also mentioned the reference to capital projects within the ordinance. Jon explained that the fifth "Whereas" in the ordinance, there is a series of definitions at the Alaska Statute mentioned. Jan asked about whether or not the sale of a house would be halted due to lack of payment from the owner. Jon explained that if the sale that involves financing for the bank, the elimination of liens in a superior position will be required prior to the close of a sale. Mike explained that these are all fees and can only be used for the maintenance of the road, and would like to see some relief of the fee on a year where the prior year's fees were more than the maintenance required. Dave's original thought was to go to a percentage-based fee for the very reason of the potential for overpayment of maintenance fees. Prior to next meeting Hannah would like the agreement creating roadway easement document recorded at the Department of Natural Resources. Jan also reiterated Barbi Armstrong's point about lot size. Mike mentioned that there is no relief for the fee payer's if there is a low maintenance year. Jon explained that with this fee schedule there wouldn't be a surplus of funds. Julie asked about the size of lots, and what the fees would be based on that.

CREIGHTON/MCDONALD

moved to amend the motion to change road maintenance and improvement percentage to 45% with a maximum of \$150/year.

AMENDMENT CARRIED

UNANIMOUSLY

MAIN MOTION CARRIED

UNANIMOUSLY

Notice of Liquor License Renewal Application- Shelter Cove Lodge

Dave Creighton declared a financial interest in this application and abstained from voting.

TROJAN/MCDONALD

moved to approve Shelter Cove Lodge's liquor license application.

MOTION CARRIED UNANIMOUSLY

DAVE CREIGHTON ABSTAINED

ADJOURNMENT

TROJAN/MCDONALD

moved to adjourn at 8:05 p.m.

MOTION CARRIED UNANIMOUSLY

APPROVED Feb 7, 2019

[Signature]

MAYOR TIMOTHY O'CONNOR

ATTEST

[Signature]

KASSI MACKIE, CITY CLERK

