

Wein noted interesting history of storing items on properties and the cost. Garry White, Gary Paxton Industrial Park (GPIP) Executive Director stated the GPIP Board figures the amount at a rate which was the appraised value with a 9% annual return. Wein felt the determination of value needed to be adjusted and the prices should be reconsidered. Knox clarified that the funds would come from the Electric Utility Fund and that the material on the property was overburden from the Blue Lake Dam project. Municipal Administrator Keith Brady replied that the funds could come out of the bond proceeds. He stated that the material that remained was not desired and thought to sell it for \$1.00 per cubic yard or offer it for free on a first come, first serve basis. Knox thought about assistance in removal in order to sell since it was part of the road block. Eisenbeisz had concerns of the funds from Electric Utility Fund and the potential of a rate increase. He questioned if bond proceeds was a better source for the funds.

A motion was made to approve an interagency Memorandum of Agreement between the Gary Paxton Industrial Park (GPIP) and the City and Borough of Sitka Electrical Department regarding lease space at GPIP (Block 4, Lots 16b and 20). The motion PASSED by the following vote.

Yes: 4 - Knox, Bean, Paxton, and Mosher

No: 3 - Eisenbeisz, Wein, and Nelson

K 19-106

Approve a lease agreement between North Pacific Seafoods, Inc. and the City and Borough of Sitka for space at the Sitka Marine Service Center located at 611 Katlian Street

Tim Ryan, Controller/Manager for Sitka Sound Seafoods thanked the Administrator in the request to lease the facility. Wein wondered if it was necessary for the lease to go through the RFP process. Municipal Attorney Brian Hanson noted the short term lease which could be terminated in 30 days. He stated an RFP process was not required since it was a month to month lease. Eisenbeisz encouraged staff that if this were to become a longer ongoing situation that it go out for a RFP. Mayor Paxton noted the action plan with regards to the Marine Service Center. Bean wondered why there was not a long term lease, felt it should be, and wondered at what point would it be considered as long term. Mosher saw the benefits of the month to month. Municipal Administrator Keith Brady stated that because of the uncertainty of the facility, he felt a month to month lease was appropriate and hoped for more direction in 6 months as to the potential of selling it. Nelson noted leases that benefited the public but did not benefit the city.

A motion was made by Knox to approve a lease agreement between North Pacific Seafoods, Inc. and the City and Borough of Sitka for space at the Sitka Marine Service Center located at 611 Katlian Street and authorize the Municipal Administrator to execute this document. The motion PASSED by the following vote.

Yes: 7 - Eisenbeisz, Knox, Bean, Wein, Paxton, Mosher, and Nelson

L [19-105](#)

Appoint an Assembly subcommittee to review all staff positions as they become vacant and report back to the Assembly

Mayor Paxton offered the appointment of Deputy Mayor Eisenbeisz and asked for other members to volunteer. Wein and Nelson volunteered. Eisenbeisz stated he would chair if there was agreement. Mosher clarified that the subcommittee would report back to the assembly of with recommendations. He was in support of the three volunteers.

Knox was not in support of the subcommittee or the hiring freeze. He felt that the assembly should not be directing the Administrator on what positions were important and felt it was an over step. Mayor Paxton agreed, however noted the will of the assembly. Municipal Administrator Keith Brady stated that the subcommittee meetings would need to be a public meeting and advertised. Mosher included that the purpose of the subcommittee was for justification from a budgetary perspective. Mayor Paxton noted that the General Fund had the same number of personnel since 2002. Bean questioned the subcommittee public notice and meeting. He agreed with Mosher in wondering if the resources within the municipality were being used to the full extent that they should be. Assembly members wished to see the code where it stated the subcommittee required a public notice and meeting. Staff would research the issue.

Valorie signed off at 7:27 p.m.

A motion was made by Mosher to appoint Steven Eisenbeisz as Chair of the subcommittee* with Dr. Wein and Valorie Nelson as members of the committee. The motion PASSED by the following vote. *(To review all staff positions as they become vacant and report back to the assembly.)

Yes: 5 - Eisenbeisz, Bean, Wein, Paxton, and Mosher

No: 1 - Knox

Non-voting: 1 - Nelson

M [19-107](#)

Authorize the Municipal Administrator to hire temporary personnel

Wein noted the opening of the Building Attendant position at Harrigan Centennial Hall and thought to include it. Municipal Administrator Keith Brady clarified the temporary personnel. Bean was not in support due to the subcommittee that was formed. Mayor Paxton was in support. Knox commented that the Summer Grounds Crew positions were discussed at the Parks and Recreation Committee meeting, relayed the need of crew, and spoke to additional duties of the positions. He told of the repercussions of leaving the positions unfilled. Nelson told of concerns of rising costs. She wondered what positions were not needed and what the city could do to be sustainable. Brady confirmed that the positions were included in both the FY2019 and FY2020 budget. Mosher was in support, felt these positions were needed, however would like to see efficiencies.

Valorie rejoined the meeting via teleconference at 7:42 p.m.

A motion was made by Knox to authorize the Municipal Administrator to hire temporary personnel of: 2 Summer Grounds Crew, 1 Utility Customer Service, 1 Harrigan Centennial Hall Summer Seasonal, 1 Clerk Office Assistant, and include the replacement of a Harrigan Centennial Hall Building Attendant.

Yes: 5 - Eisenbeisz, Bean, Wein, Paxton, and Mosher

No: 1 - Knox

Non-voting: 1 - Nelson

N [19-104](#)

Discussion / Direction / Decision on City and Borough of Sitka participation at the June 6 Alaska Municipal League work group meeting in Anchorage to discuss negotiation of sales tax definitions, and governance of a statewide, single level online sales tax authority