# **City of Ann Arbor**

100 N. Fifth Avenue Ann Arbor, MI 48104 http://a2gov.legistar.com/Calendar.aspx



# **Action Minutes**

Monday, May 17, 2010

7:00 PM

G. C. Larcom, Jr. Municipal Building, 100 N. Fifth Avenue, 2nd Floor

**City Council** 

# **CALL TO ORDER**

Mayor Hieftje called the meeting to order at 7:06 p.m. in the Guy C. Larcom Jr., Municipal Building, 2nd Floor Council Chambers, 100 N. Fifth Avenue.

#### MOMENT OF SILENCE

Council stood for a moment of silence.

## PLEDGE OF ALLEGIANCE

Mayor Hieftje led Council in the recitation of the Pledge of Allegiance.

#### **ROLL CALL OF COUNCIL**

Present: 11 - Mayor John Hieftje, Councilmember Stephen Rapundalo, Councilmember Stephen Kunselman, Councilmember Marcia Higgins, Councilmember Margie Teall, Councilmember Mike Anglin, Councilmember Sabra Briere, Councilmember Sandi Smith, Councilmember Tony Derezinski, Councilmember Christopher Taylor and Councilmember Carsten Hohnke

#### APPROVAL OF AGENDA

A motion was made by Councilmember Derezinski, seconded by Councilmember Higgins, that the Agenda be approved as presented. On a voice vote, the Mayor declared the motion carried.

#### INT INTRODUCTIONS

INT-1 10-0449 Statement of Support of the Michigan Committee for Employer Support of the Guard and Reserve

Hieftje Sponsors:

Mayor Hieftje read the Statement of Support for the Guard and Reserve. The City recognized that the National Guard and Reserve are essential to the strength of our nation and the well-being of our communities. A copy of the statement of support is on file in the City Clerk's Office.

# PUBLIC COMMENTARY - RESERVED TIME (3 MINUTES PER SPEAKER)

- \* (SPEAKERS ARE NOT PERMITTED TO GRANT THEIR RESERVED TIME TO AN ALTERNATE SPEAKER)
- \* ACCOMMODATIONS HAVE BEEN MADE FOR PERSONS NEEDING ASSISTANCE WHILE ADDRESSING COUNCIL

# 1. Thomas Partridge - Unite Ann Arbor - Washtenaw County to Support Affordable Public Transportation and Housing (I-2)

Thomas Partridge, 4220 Eyrie Dr., addressed Council regarding uniting Ann Arbor and Washtenaw County to support affordable public transportation and housing.

# 2. Nicholas Nightwine - 2011 Budget Recommendations and Contracting Out of Services (DS-10)

Nicholas Nightwine, AFSCME President of Local 369, spoke in opposition of the proposal to privatize and contract out city services currently being performed by union members. He said that it is a violation of the union's contract and that the union would not stand by as the employer tries to give away union work.

# 3. Tim Hull - AATA Board Appointment (E-1)

Tim Hall, member of the audience, expressed concern with how the AATA is run by its board. He said that there are few avenues for public input beyond what is required by law. Currently, AATA has no public advisory board for riders or other opportunities for public input and participation in the development of service changes.

# 4. Jennifer Hall - Mutually Beneficial Committee (DC-1)

Jennifer Hall, 1402 Culver Road, spoke in support of the proposed Mutually Beneficial Committee. She said that she was not opposed to the DDA providing the City with \$2 million for the General Fund Budget. She added that the transfer needs to be provided for a reason that would benefit the downtown and that a public discussion between the City and the DDA regarding that transfer and the reasons for the transfer needed to take place.

# 5. Henry Herskovitz - Palestine

Henry Herskovitz, 404 Mark Hannah Place, addressed Council regarding the legitimacy of the state of Israel. He added that Allen Hart would be in Ann Arbor to talk about Israel. Mr. Hart will speak at the First United Methodist Church at 7 p.m. on May 18, 2010.

# 6. Alan Haber - Library Lot Comments

Alan Haber, 531 Third Street, addressed Council regarding the library lot. He asked that a hearing or an open meeting be held to discuss the development of the lot as a community gathering place for Ann Arbor.

### **COMMUNICATIONS FROM COUNCIL**

#### **COUNCILMEMBER HIGGINS**

Councilmember Higgins thanked the volunteers that came out to work in the city parks this past weekend.

She added that residents on Iroquois have taken it upon themselves to develop a schedule for mowing their neighborhood park this summer. They will handle removal of trash from the park as well. She thanked the residents and recognized their creative way in ensuring their neighborhood park is available to them at all times.

#### COUNCILMEMBER SMITH

Councilmember Smith noted that Governor Granholm has proclaimed this week as Local Food Week in Michigan. She challenged the City to take a look at what they do regarding food procurement and see if City government can do a better job of using local foods for concessions and things of that nature.

#### MAYOR HIEFTJE

Mayor Hieftje said that the Deputy Secretary of Transportation, Congressman Dingell, and others were in town last Friday for a meeting to discuss the Stadium Bridges. Information was shared with the Deputy Secretary; a lot of ground was covered, and valuable information was also received from the Secretary, regarding federal funding.

Mayor Hieftje also noted that City staff had the opportunity to talk with Congressman Dingell about the Fuller Street Transit Station. Mr. Dingell was very impressed with the location.

#### COUNCILMEMBER TAYLOR

Councilmember Taylor said that there is art being placed along the Huron River. This project has been discussed numerous times at the Park Advisory Commission meetings. The art comes from the Department of Natural Resources through the State. The art would be installed at places that would not impede recreation. User groups of the river and staff have worked closely together on this project. There is no environmental cost to the installation, as wire structures would be anchored in the river-bed through cement which would be removed in October 2010. Councilmember Taylor added that the project is funded by the University at no cost to the City. The art is expected to arrive this Spring.

### COMMUNICATIONS FROM THE CITY ADMINISTRATOR

#### 2010 STREET RESURFACING PROJECTS

City Administrator Roger Fraser announced that the 22010 street resurfacing projects would commence this week. Work on Wildwood begins May 19, 2010; work on Geddes starts May 24, 2010. Eastbound Geddes traffic would be detoured via Huron River Drive during the construction period.

#### WEST STADIUM BLVD.

Mr. Fraser said that the underground work on Stadium Blvd. would continue over the next few weeks before crews begin to put the road surface back in that location. An estimated 4-6 weeks of work is still expected at that location.

#### GEORGETOWN WATER MAIN REPLACEMENT PROJECT

Mr. Fraser said that the Georgetown Water Main Replacement Project started May 10, 2010.

#### SYLVAN AVENUE PAVING PROJECT

Sylvan Avenue paving project is expected to start work on May 18, 2010.

#### \$500,000 GRANT APPLICATION

A \$500,000 grant application has been submitted by the City, along with the Graham Environmental Sustainability Institute at the University of Michigan, to the Home Depot Foundation for sustainability planning and for greening off-campus housing.

### **CONNECTOR FEASIBILITY STUDY**

A meeting is scheduled to talk about the Connector Feasibility Study for June 8, 2010 at the downtown District Library. This is a joint project by the City, DDA, the U of M and the AATA to evaluate the feasibility of advance transit options for the City.

### **FULLER ROAD STATION**

The next public meeting for the Fuller Road Station is anticipated for early June; however, the date has not been set. Contact the project website for more information. The website may be accessed via the City's home page at www.a2gov.org.

#### CITY EMPLOYEE OPEN ENROLLMENT

Employee Open Enrollment started May 17, 2010 and will continue until May 31, 2010. All employees are required to sign up for benefits because of changes in the program. The City is auditing dependent enrollments that may not qualify under the City's rules.

### UNION APPROVAL FOR VISION VENDOR CHANGE

The City received union approval last week to proceed with the City's change in vision vendor. The City was able to reconsider various programs offered to employees. The City expects to save approximately \$30,000.00 a year with the new vendor, while improving the benefits employees would receive in the program.

### HIRING FOR PARKS AND RECREATION

Hiring for Parks and Recreation seasonal employees has begun. Approximately 50 of the 100 temporary employees have been hired.

#### MUNICIPAL CENTER

Most of the exterior work on the Municipal Center has been completed. Underground work for drainage is ongoing, and most of the drywall in the inside of the building is underway, along with interior painting. Drainlines are being installed in the Larcom Building for the radon abatement in the basement of the building. Structural steel work should begin on the new elevators for the Larcom Building soon.

#### PARKS AND RECREATION

Three outdoor pools, Buhr, Fuller and Vet's, are expected to open on May 29, 2010. Season passes are on sale at pre-season special rate through May 28, 2010. Passes may be purchased at the Customer Service Office at Cobblestone Farm.

#### STOP LOG AT ARGO

The stop log at Argo Dam was removed on May 12, 2010. The headrace is gradually being reaffirmed. Until the headrace is up to adequate levels, the Argo Canoe Livery cannot reopen.

#### CIL GRANT FOR ADAPTIVE POWER SPORTS

The Center for Independent Living has received a grant from the Ann Arbor Community Foundation for an Adaptive Power Sports Program for youth to be held at Gallup Park. The program will include a one-day kickoff event, a 3-day clinic and on-going support, which would allow Gallup Park canoe livery staff to better serve people with disabilities. A picnic has been scheduled in Gallup Park for June 10, 2010 from 3-7 p.m. This is an open invitation for people with disabilities and their families to enjoy an evening in Gallup Park.

# PH PUBLIC HEARINGS (3 MINUTES PER SPEAKER)

### PH-1 10-0432

An Ordinance to Amend Chapter 47 (Streets) to Establish Sidewalk Occupancy Standards for Portable Off-Premise Signs in the Downtown (Ordinance No. 10-14)

A public hearing was conducted on the proposed amendment to Chapter 47 - Streets, establishing Sidewalk Occupancy Standards for portable off-premise signs in the downtown. Notice of public hearing was published May 13, 2010.

Susan Pollay, on behalf of Main Street Area, State Street Area, Kerrytown, and the South University Associations, thanked Council for bringing forward the proposed Sign Ordinance. Businesses rely on the signs to communicate with their customers, she said.

Michael Slaughter, 116 E. Washington, spoke in support of the proposed Sign Ordinance.

There being no further comment, the Mayor declared the hearing closed.

### **COMMUNICATIONS FROM COUNCIL**

Mayor Hieftje shared a letter to councilmembers that spoke very highly of the City Attorney's Office and the Police Department, from the American Civil Liberties Union, regarding the recent visit to Ann Arbor by President Obama.

#### A APPROVAL OF COUNCIL MINUTES

### A-1 10-0489 Regular Session Minutes of May 3, 2010

A motion was made by Councilmember Briere, seconded by Councilmember Rapundalo, that the regular session minutes of May 3, 2010 be approved as presented. On a voice vote, the Mayor declared the motion carried.

#### CA CONSENT AGENDA

#### CA-1 10-0384

Resolution to Approve Amendment No. 1 to the Professional Services Agreement with Fishbeck, Thompson, Carr & Huber, Inc. (\$17,700.00) for the Sylvan Avenue Permeable Pavement Project

A motion was made by Councilmember Teall, seconded by Councilmember Anglin, that the Resolution be Approved. On a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-144

#### B ORDINANCES - SECOND READING

#### B-1 10-0432

An Ordinance to Amend Chapter 47 (Streets) to Establish Sidewalk Occupancy Standards for Portable Off-Premise Signs in the Downtown (Ordinance No. 10-14)

A motion was made by Councilmember Smith, seconded by Councilmember Briere, that the ordinance be adopted on second reading.

Enactment No: ORD-10-14

Councilmembers requested that staff provide additional information regarding the involvement of the disability community. It was also requested that additional research be conducted regarding similar ordinances in other communities.

A motion was made by Councilmember Rapundalo, seconded by Councilmember Higgins, that the Ordinance be postponed until 6/7/2010. On a roll call, the vote was as follows with the Mayor declaring the motion defeated:

Yeas: 4 - Councilmember Rapundalo, Councilmember Kunselman, Councilmember Higgins and Councilmember Derezinski

Nays: 7 - Mayor Hieftje, Councilmember Teall, Councilmember Anglin,
Councilmember Briere, Councilmember Smith, Councilmember Taylor
and Councilmember Hohnke

The question being the motion made by Councilmember Smith, seconded by Councilmember Briere, that the Ordinance be adopted on Second Reading, on a roll call, the vote was as follows with the Mayor declaring the motion carried:

Yeas: 9-

Mayor Hieftje, Councilmember Kunselman, Councilmember Teall, Councilmember Anglin, Councilmember Briere, Councilmember Smith, Councilmember Derezinski, Councilmember Taylor and Councilmember

Hohnke

Nays: 2 - Councilmember Rapundalo and Councilmember Higgins

DS-11 10-0499

Resolution Authorizing Summary Publication of Ordinance No. ORD-10-14 to Amend Section 4:14 of Chapter 47 of Title IV of the Code of the City of Ann Arbor

A motion was made by Councilmember Smith, seconded by Councilmember Briere, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-145

### C ORDINANCES - FIRST READING

C-1 10-0437

An Ordinance to Amend Sections 2:63, 2:64 and 2:69 of Chapter 29 (Increase Water, Sewer, and Stormwater Rates) of Title II of the Code of the City of Ann Arbor (Ordinance No. ORD-10-15)

A motion was made by Councilmember Briere, seconded by Councilmember Hohnke, that the Ordinance be approved on First Reading to the City Council and should be returned by 6/7/2010. On a voice vote, the Mayor declared the motion carried.

Enactment No: ORD-10-15

### D MOTIONS AND RESOLUTIONS

DC New Business - Council:

DC-1 10-0496 Resolution Regarding Mutually Beneficial Committee

**Sponsors:** Briere and Taylor

A motion was made by Councilmember Briere, seconded by Councilmember Taylor, that the resolution be approved.

Enactment No: R-10-146

# 10-0496 Resolution Regarding Mutually Beneficial Committee

**Sponsors:** Briere and Taylor

A motion was made by Councilmember Rapundalo, seconded by Councilmember Higgins, that the Resolution be amended as follows:

Delete 4th Whereas and 3rd RESOLVED clauses in resolution.

4th Whereas Clause:

...[Whereas, It is in the public interest that these negotiations are conducted transparently;]...

3rd RESOLVED Clause:

...[RESOLVED, That all joint or separate meetings involving the Mutually Beneficial Committee shall be open to the public, and notice of all such meetings shall be given in the same manner as notice of meetings is given under the Michigan Open Meetings Act; ]...

Note: [] indicate deleted language.

On a roll call, the vote was as follows with the Mayor declaring the motion carried:

Yeas: 8 - Mayor Hieftje, Councilmember Rapundalo, Councilmember Higgins, Councilmember Teall, Councilmember Smith, Councilmember Derezinski, Councilmember Taylor and Councilmember Hohnke

Nays: 3 - Councilmember Kunselman, Councilmember Anglin and Councilmember Briere

A motion was made by Councilmember Smith, seconded by Councilmember Briere, that the Resolution be amended as follows:

Add a RESOLVED Clause:

RESOLVED, THAT CITY COUNCIL APPOINT COUNCILMEMBERS TAYLOR, HOHNKE AND TEALL TO THE MUTUALLY BENEFICIAL COMMITTEE.

On a voice vote, the Mayor declared the motion carried.

Note: All Caps indicate new language.

A motion was made by Councilmember Hohnke, seconded by Councilmember Anglin, that the Resolution be laid on the table. On a roll call, the vote was as follows with the Mayor declaring the motion defeated:

Yeas: 2 - Councilmember Kunselman and Councilmember Anglin

Nays: 9 - Mayor Hieftje, Councilmember Rapundalo, Councilmember Higgins, Councilmember Teall, Councilmember Briere, Councilmember Smith, Councilmember Derezinski, Councilmember Taylor and Councilmember Hohnke

It was decided that the following amendment was considered friendly:

2nd Whereas Clause amended as follows:

...Whereas, The memo to the DDA dated April 28, 2010 entitled "City of Ann Arbor - DDA Operations" provides a framework FOR DISCUSSION [from which to draft a formal agreement];...

ALL CAPS indicate new language; [ ] indicate deleted language.

The question being the resolution as amended, on a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-146

#### **RECESS**

Mayor Hieftje declared a recess at 9:50 p.m. and reconvened the meeting at 10:04 p.m.

#### DC-2 09-1085

Resolution to Recommend Approval of Issuance of a Downtown Development District Liquor License to New York Pizza Depot

Sponsors: Council Liquor License Review Committee

A motion was made by Councilmember Derezinski, seconded by Councilmember Rapundalo, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried with one no-vote made by Councilmember Rapundalo.

Enactment No: R-10-147

### DC-3 10-0516

Resolution to Transfer Ownership of an Escrowed 2009 Class C Licensed Business with Dance Permit, located at 637 S. Main, from Firefly, LLC to Cilantros, LLC, located at 211-213 N. Main, and Approve New Entertainment Permit, New Outdoor Service Permit, and New Official Permit (Food) for Weekdays 2:30 a.m. to 4:00 a.m. and Sundays, 9:00 a.m. to 12:00 p.m. - d/b/a Sabor Latino

Sponsors: Council Liquor License Review Committee

A motion was made by Councilmember Anglin, seconded by Councilmember Rapundalo, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-148

#### DC-4 10-0180

Resolution to Approve the Transfer of Ownership and Location of a Class C Liquor Licensed Business to Club Vintage LLC, a New Dance-Entertainment Permit, New Outdoor Service Permit, New Official Permit (Food) and a New SDM Liquor License to be held in conjunction with the Class C license, located at 523 S. Main - D/B/A Club Vintage

**Sponsors:** Council Liquor License Review Committee

A motion was made by Councilmember Rapundalo, seconded by Councilmember Derezinski, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-149

DC-5 10-0528 Resolution to Rescind and Replace R-449-10-06 and R-378-8-06, Resolution of

Intent on the Administration of Park Maintenance and Capital Improvements Millage

Higgins and Rapundalo Sponsors:

A motion was made by Councilmember Higgins, seconded by Councilmember Rapundalo, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-150

#### DB **New Business - Boards and Commissions:**

#### DS **Old Business:**

DS-1 09-1263 Resolution to Restructure and Adjust Parking Fine Schedule

> A motion was made by Councilmember Smith, seconded by Councilmember Hohnke, that the resolution be approved.

Enactment No: R-10-151

A motion was made by Councilmember Hohnke, seconded by Councilmember Smith, that the Resolution be amended as follows:

Update fee schedule to change loading zone fines from \$[35] to \$45. (A new fee schedule is included in the file.)

On a voice vote, the Mayor declared the motion carried.

The question being the resolution and amendment to the fee schedule, on a voice vote, the Mayor declared the motion carried.

Enactment No: R-10-151

DS-2 10-0294 Resolution to Approve Plymouth Green Crossings Amended PUD Site Plan,

Northwest Corner of Plymouth and Green Roads (CPC Recommendation: Technical

Denial - 5 Yeas, 0 Navs)

A motion was made by Councilmember Derezinski, seconded by

Councilmember Rapundalo, that the Resolution be approved. On a voice vote,

the Mayor declared the motion carried.

Enactment No: R-10-152

#### DS **New Business - Staff:**

DS-3 10-0368 Resolution to Accept Grant and Appropriate Funds from the Michigan Bureau of

Energy Systems (\$218,712.00) (8 Votes Required)

A motion was made by Councilmember Anglin, seconded by Councilmember Taylor, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried unanimously, thus satisfying the eight-vote requirement.

Enactment No: R-10-153

DS-4	10-0429	Resolution to Authorize the Purchase of LED Streetlight Conversion Fixtures from Lumecon (\$58,872.00) for the W. Stadium Project		
		A motion was made by Councilmember Teall, seconded by Councilmember Briere, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried.		
		Enactment No: R-10-154		
DS-5	10-0428	Resolution to Authorize the Purchase of Shakespeare Streetlight Poles from Madison Electric Company (\$39,960.00) (8 Votes Required)		
		A motion was made by Councilmember Briere, seconded by Councilmember Teall, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried unanimously, thus satisfying the eight-vote requirement.		
		Enactment No: R-10-155		
DS-6	10-0401	Resolution to Approve the Lease with Duane Mason for the 52-acre Parcel Adjacent to City Compost Site for Agricultural Purposes (\$4,000.00 annually) (8 Votes Required)		
		Deleted from agenda.		
DS-7	10-0448	Resolution Accepting Easement for Public Utilities from Narrow Gauge Holdings, developer of the Forest Condominium (8 Votes Required)		
		A motion was made by Councilmember Rapundalo, seconded by Councilmember Derezinski, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried unanimously, thus satisfying the eight-vote requirement.		
		Enactment No: R-10-156		
DS-8	10-0325	Resolution to Approve Fiscal Year 2011 Fee Adjustments for the Community Services Area		
		A motion was made by Councilmember Teall, seconded by Councilmember Rapundalo, that the Resolution be approved.		
		A motion was made by Councilmember Briere, seconded by Councilmember Kunselman, that the Resolution be postponed. The motion was withdrawn.		
		The question being the original motion to approve, on a voice vote, the Mayor declared the motion carried.		
		Enactment No: R-10-157		
DS-9	10-0329	Resolution to Approve Fiscal Year 2011 Fee Adjustments for Public Services Area - Project Management, Customer Service, Systems Planning and Field Operations		
		A motion was made by Councilmember Higgins, seconded by Councilmember Taylor, that the Resolution be approved. On a voice vote, the Mayor declared the motion carried.		
		Enactment No: R-10-158		

# DS-10 10-0400

Resolution to Adopt Ann Arbor City Budget and Related Property Tax Millage Rates for Fiscal Year 2011

A motion was made by Councilmember Smith, seconded by Councilmember Derezinski, that the resolution be approved.

Enactment No: R-10-159

City of Ann Arbor

#### 10-0400

Resolution to Adopt Ann Arbor City Budget and Related Property Tax Millage Rates for Fiscal Year 2011

A motion was made by Councilmember Teall, seconded by Councilmember Higgins, that the Resolution be amended as follows:

#### AMENDMENT 1 -

INCREASE THE GENERAL FUND REVENUE BUDGET AND EXPENDITURE BUDGETS FOR POLICE AND FIRE, AND REAUTHORIZE 15 POLICE AND 15 FIRE FTES.

WHEREAS, THE DDA BOARD HAS AUTHORIZED A TRANSFER OF \$2,000,000.00 TO THE CITY'S GENERAL FUND FOR FY 2011 WITH THE UNDERSTANDING A MORE DEFINITIVE AGREEMENT ON THE ALLOCATION OF PARKING ACTIVITIES WILL BE COMPLETED WITH THE CITY TO BE EFFECTIVE JULY 1, 2011; AND

WHEREAS, THE MICHIGAN STATE TREASURER PRESENTLY PROJECTS STATE SHARED REVENUE FOR MUNICIPALITIES WILL REMAIN AT EXISTING LEVELS, WHICH IS \$952,000.00 GREATER THAN WHAT THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET HAS INCLUDED; AND

WHEREAS, CITY COUNCIL HAS APPROVED CHANGES IN PARKING FINE RATES, WHICH IS ESTIMATED TO GENERATE AN ADDITIONAL \$625,000 IN FY 2011; AND

WHEREAS, FIRE SERVICES HAS REVISED ITS CAPITAL EQUIPMENT PLAN, WHICH WOULD GENERATE AN ANNUAL SAVINGS OF \$62,000.00; AND

WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED A REDUCTION IN POLICE SERVICES OF 15 FTES TOTALING \$1,585,783 THAT COUNCIL DESIRES NOT TO REDUCE; AND

WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED A REDUCTION OF 20 FTES IN FIRE SERVICES TOTALING \$1,946,815, AND COUNCIL DESIRES 15 OF THOSE FTES TOTALING \$1,509,620.00 BE AUTHORIZED; AND

WHEREAS, THE ABOVE CHANGES WOULD RESULT IN A NET RECURRING SURPLUS OF \$543.597.00.

RESOLVED, THAT THE DDA BUDGET REFLECT A TRANSFER OF \$2,000,000 TO THE CITY'S GENERAL FUND, AND THE GENERAL FUND INCREASE ITS REVENUE BUDGET TO INCLUDE THE DDA TRANSFER;

RESOLVED, THAT THE GENERAL FUND REVENUE BUDGET REFLECT AN INCREASE OF \$952,000.00 IN STATE SHARED REVENUE;

RESOLVED, THAT THE GENERAL FUND REVENUE BUDGET REFLECT AN INCREASE OF \$625,000.00 IN PARKING FINES;

RESOLVED, THAT FIRE SERVICES REDUCE ITS EXPENDITURE BUDGET FOR CAPITAL PURCHASES BY \$62,000.00, IN THE GENERAL FUND;

RESOLVED, THAT 15 FTES ARE ADDED TO THE CITY ADMINISTRATOR'S

RECOMMENDED BUDGET FOR POLICE SERVICES, INCREASING THE GENERAL FUND EXPENDITURE BUDGET FOR POLICE TOTALING \$1,585,783.00;

RESOLVED, THAT 15 FTES ARE ADDED TO THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET FOR FIRE SERVICES, INCREASING THE GENERAL FUND EXPENDITURE BUDGET FOR FIRE TOTALING \$1,509,620.00;

RESOLVED, THAT THE GENERAL FUND'S REVENUE BUDGET LINE, USE OF FUND BALANCE, BE DECREASED BY \$543,597.00 TO BALANCE THIS AMENDMENT, REFLECTING THE RECURRING SURPLUS CREATED BY THIS AMENDMENT.

SPONSORED BY: MAYOR HIEFTJE, COUNCIL MEMBERS TEALL, HIGGINS AND HOHNKE

On a voice vote, the Mayor declared the motion carried.

A motion was made by Councilmember Teall, seconded by Councilmember Higgins, that the Resolution be amended as follows:

#### **AMENDMENT 2 -**

INCREASE THE GENERAL FUND EXPENDITURE BUDGET FOR HUMAN SERVICES FUNDING.

WHEREAS, A RECURRING SURPLUS WAS APPROVED IN AMENDMENT 1; AND

WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED A REDUCTION OF \$260,000 FOR HUMAN SERVICES.

RESOLVED, THAT THE \$260,000.00 FOR HUMAN SERVICES FUNDING IN THE GENERAL FUND BE RESTORED INCREASING THE EXPENDITURE BUDGET, WITH A FUNDING SOURCE OF PRIOR YEAR FUND BALANCE INCREASING THE REVENUE BUDGET, AND THEREBY REDUCING THE RECURRING SURPLUS.

SPONSORED BY: MAYOR HIEFTJE, COUNCIL MEMBERS TEALL, RAPUNDALO, BRIERE AND SMITH

On a voice vote, the Mayor declared the motion carried.

A motion was made by Councilmember Teall, seconded by Councilmember Higgins, that the Resolution be amended as follows:

#### **AMENDMENT 3 -**

INCREASE THE GENERAL FUND EXPENDITURE BUDGET FOR PARK MOWING AND TRIMMING AND ELIMINATE FOOTBALL PARKING AT ALLMENDINGER AND FRISINGER PARKS.

WHEREAS, A RECURRING SURPLUS WAS APPROVED IN AMENDMENT 1; AND

WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED A REDUCTION FOR PARK MOWING CYCLE CHANGES AND PARK TRIMMING CYCLE CHANGES, AND THE COST OF RESTORING THOSE TO THE 19 DAY CYCLE WOULD BE \$138,000.00 FOR MOWING AND \$120,000.00 FOR TRIMMING:

WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED REVENUES OF \$25,000.00 FOR PARKING AT ALLMENDINGER PARK AND FRISINGER PARK DURING U OF M FOOTBALL GAMES.

RESOLVED, THAT THE PARK MOWING AND TRIMMING CYCLES BE RESTORED TO THE 19 DAY CYCLE, TO BE FUNDED BY AN INCREASE OF \$138,000.00 FOR MOWING AND \$120,000.00 FOR TRIMMING IN THE GENERAL FUND PUBLIC SERVICES FIELD OPERATIONS EXPENDITURE BUDGET;

RESOLVED, THAT THE PARKING AT ALLMENDINGER PARK AND FRISINGER PARK DURING U OF M FOOTBALL GAMES BE ELIMINATED, AND REFLECTED IN THE GENERAL FUND BUDGET AS A REVENUE REDUCTION OF \$25,000.00.

RESOLVED, THAT THE GENERAL FUND PRIOR YEARS FUND BALANCE REVENUE BUDGET BE INCREASED BY \$283,000.00 TO BALANCE THIS AMENDMENT, THEREBY REDUCING THE RECURRING SURPLUS.

SPONSORED BY: COUNCIL MEMBERS TEALL, HIGGINS, RAPUNDALO, AND MAYOR HIEFTJE

On a voice vote, the Mayor declared the motion carried.

A motion was made by Councilmember Smith, seconded by Councilmember Briere, that the Amendment (#3) be Amended as follows:

Delete 2nd Whereas Clause; Delete 1st Resolved Clause; Change 3rd Resolved Clause to \$25,000.00.

2nd Whereas Clause:

[WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED A REDUCTION FOR PARK MOWING CYCLE CHANGES AND PARK TRIMMING CYCLE CHANGES, AND THE COST OF RESTORING THOSE TO THE 19 DAY CYCLE WOULD BE \$138,000.00 FOR MOWING AND \$120,000.00 FOR TRIMMING;]

1st Resolved Clause:

[RESOLVED, THAT THE PARK MOWING AND TRIMMING CYCLES BE RESTORED TO THE 19 DAY CYCLE, TO BE FUNDED BY AN INCREASE OF \$138,000.00 FOR MOWING AND \$120,000.00 FOR TRIMMING IN THE GENERAL FUND PUBLIC SERVICES FIELD OPERATIONS EXPENDITURE BUDGET;]

3rd Resolved Clause:

RESOLVED, THAT THE GENERAL FUND PRIOR YEARS FUND BALANCE REVENUE BUDGET BE INCREASED BY \$[283,000.00] 25,000.00 TO BALANCE THIS AMENDMENT, THEREBY REDUCING THE RECURRING SURPLUS.

On a voice vote, the Mayor declared the motion defeated.

Councilmember Briere requested information regarding the number of contractors who register in the City.

A motion was made by Councilmember Briere, seconded by Councilmember Kunselman, that the Resolution be amended as follows:

#### **AMENDMENT 4 -**

ELIMINATE THE PROPOSED INCREASE IN CONTRACTOR REGISTRATION FEES IN THE CONSTRUCTION CODE FUND BUDGET.

WHEREAS, THE CONSTRUCTION CODE FUND HAS A PROJECTED FUND BALANCE OF \$880,000.00 AT THE END OF FY 2010;

WHEREAS, THE COUNCIL DESIRES TO ENCOURAGE CONTINUED EMPLOYMENT IN CONSTRUCTION AND RENOVATION; AND

WHEREAS, THE RECOMMENDED BUDGET INCLUDED AN INCREASE IN CONTRACTOR REGISTRATION FEES, WHICH WOULD RAISE \$20,000.00 IN REVENUES:

RESOLVED, THAT THE FEE INCREASE OF \$20,000.00 BE REMOVED FROM THE CONSTRUCTION CODE FUND REVENUE BUDGET AND "USE OF PRIOR YEARS FUND BALANCE" BE USED AS THE SOURCE OF FUNDS TO OFFSET THIS CHANGE IN THE CONSTRUCTION CODE FUND BUDGET.

SPONSORED BY: COUNCIL MEMBERS BRIERE AND KUNSELMAN

On a roll call, the vote was as follows with the Mayor declaring the motion defeated:

Yeas: 3 - Councilmember Kunselman, Councilmember Anglin and Councilmember Briere

Nays: 8 - Mayor Hieftje, Councilmember Rapundalo, Councilmember Higgins,
Councilmember Teall, Councilmember Smith, Councilmember Derezinski,
Councilmember Taylor and Councilmember Hohnke

A motion was made by Councilmember Briere, seconded by Councilmember Kunselman, that the Resolution be amended as follows:

#### **AMENDMENT 5 -**

ELIMINATE GENERAL FUND PLANNING AND DEVELOPMENT BUDGETED FEE INCREASES OF \$75,000 FOR RENTAL HOUSING INSPECTION FEES AND PLANNING FEES.

WHEREAS, PLANNING FEE INCREASES OF \$25,000 WERE INCLUDED IN THE PROPOSED FY 2011 GENERAL FUND PLANNING & DEVELOPMENT REVENUE BUDGET, AND THESE FEES WERE INCREASED TWO YEARS AGO; AND

WHEREAS, RENTAL HOUSING INSPECTIONS FEE INCREASES OF \$50,000 WERE INCLUDED IN THE PROPOSED FY 2011 GENERAL FUND PLANNING & DEVELOPMENT REVENUE BUDGET, AND THESE FEES WERE INCREASED LAST YEAR; AND

WHEREAS, BOTH PLANNING AND INSPECTION FEES INCREASE THE COST OF CONSTRUCTION AND RENOVATION PROJECTS IN ANN ARBOR;

RESOLVED, THAT THESE FEE INCREASES OF \$75,000 BE ELIMINATED IN THE GENERAL FUND PLANNING & DEVELOPMENT BUDGET, AND THIS REDUCTION OF REVENUES BE OFFSET BY USE OF PRIOR YEAR FUND BALANCE.

SPONSORED BY: COUNCIL MEMBERS BRIERE AND KUNSELMAN

On a roll call, the vote was as follows with the Mayor declaring the motion defeated:

Yeas: 2 - Councilmember Kunselman and Councilmember Briere

Nays: 9 - Mayor Hieftje, Councilmember Rapundalo, Councilmember Higgins, Councilmember Teall, Councilmember Anglin, Councilmember Smith, Councilmember Derezinski, Councilmember Taylor and Councilmember Hohnke

A motion was made by Councilmember Kunselman, seconded by Councilmember Briere, that the Resolution be amended as follows:

#### Amendment 6

**Decrease Tax Administration Fee Revenue** 

Whereas, The Tax Administration Fee is a fee imposed to offset costs incurred by a collecting unit in assessing property values, collecting the property tax levy, and the review and appeal processes; and

Whereas, The General Fund Tax Administration Fee revenue prior to the adoption of the 2007-2008 budget was approximately equal to .81% of the projected tax collections; and

Whereas, R-200-5-07 Approved as amended (RESOLUTION TO ADOPT ANN ARBOR CITY BUDGET AND RELATED PROPERTY TAX MILLAGE RATES FOR FISCAL YEAR 2008) increased the General Fund Tax Administration Fee to the maximum percent allowed by State law, 1.0%; and

Whereas, Such increase to the General Fund Tax Administration Fee was not requested by the Administrator's proposed Fiscal Year 2008 budget submitted to Council; and

Whereas, The property owners of Ann Arbor would benefit from a reduction in the General Fund Tax Administration Fee to the level of .81% of the projected tax collections, the rate prior to Fiscal Year 2008 adopted budget.

RESOLVED, That the Tax Administration Fee be reduced to the .81% of tax collections:

RESOLVED, That the General Fund Finance and Administrative Services revenue budget be decreased by \$453,000, to reflect the change in the Tax Administration Fee, and this recurring revenue decrease be offset for FY 2011 by Use of Prior Years Fund Balance from the General Fund.

Sponsored by: Council Member Kunselman

On a roll call, the vote was as follows with the Mayor declaring the motion defeated:

Yeas: 3 - Councilmember Kunselman, Councilmember Anglin and Councilmember Briere

Nays: 8 - Mayor Hieftje, Councilmember Rapundalo, Councilmember Higgins,
Councilmember Teall, Councilmember Smith, Councilmember Derezinski,
Councilmember Taylor and Councilmember Hohnke

A motion was made by Councilmember Smith, seconded by Councilmember Hohnke, that the Resolution be amended as follows:

#### AMENDMENT 7 -

ELIMINATE LOADING ZONE PERMIT FEES AND INCREASE FINES FOR PARKING IN LOADING ZONES.

WHEREAS, THE LOADING ZONE PERMIT PROGRAM WAS ESTABLISHED IN FY 2010 TO RESTRICT THE USE OF LOADING ZONES FOR COMMERCIAL PURPOSES; AND

WHEREAS, THE REQUIREMENT FOR PERMITS AND PERMIT FEES RESULTED IN COMPLAINTS TO THE DDA AND COUNCIL RELATED TO PERMIT FEES; AND

WHEREAS, THE CITY AND DDA HAVE A VESTED INTEREST IN ENCOURAGING DOWNTOWN BUSINESS ACTIVITY; AND

WHEREAS, THE COUNCIL DESIRES TO ELIMINATE THE LOADING ZONE PERMIT REQUIREMENT AND ASSOCIATED FEES; AND

WHEREAS, \$20,000.00 WAS BUDGETED FOR LOADING ZONE PERMIT FEES IN THE GENERAL FUND REVENUE BUDGET; AND

WHEREAS, AN APPROVED INCREASE TO THE FINE FOR PARKING IN A LOADING ZONE FROM \$25.00 TO \$45.00 WOULD RAISE AN ESTIMATED ADDITIONAL REVENUE OF \$25,700.00; AND

WHEREAS, THERE IS A ONE-TIME COST OF \$21,000.00 TO REMOVE THE EXISTING LOADING ZONE PERMIT SIGNS AND INSTALL REPLACEMENT SIGNS DESIGNATING COMMERCIAL LOADING ZONES,

RESOLVED, THAT COUNCIL DIRECTS THE ADMINISTRATION TO PURSUE THE ELIMINATION OF THE LOADING ZONE PERMIT REQUIREMENT, ASSOCIATED FEES, AND REFUNDING OF AMOUNTS PAID FOR PERMITS SOLD IN FY2010;

RESOLVED, THAT THE GENERAL FUND REVENUE BUDGET BE AMENDED TO REFLECT THE ELIMINATION OF THE \$20,000 LOADING ZONE PERMIT FEES, AND THE PARKING FINES REVENUE BUDGET LINE BE INCREASED BY THE \$25,700.00 REFLECTING THE INCREASED PARKING FINES;

RESOLVED, THAT THE GENERAL FUND PUBLIC SERVICES EXPENDITURE BUDGET BE INCREASED BY \$21,000.00 FOR THE REMOVAL OF THE LOADING ZONE PERMIT SIGNS, AND THE SOURCE OF FUNDS FOR THIS CHANGE BE AN INCREASE IN THE REVENUE BUDGET OF THE GENERAL FUND USE OF FUND BALANCE.

SPONSORED BY: COUNCIL MEMBERS SMITH AND HOHNKE

On a voice vote, the Mayor declared the motion carried.

Mayor Hieftje stated he would like to see a demonstration project regarding street lighting reduction.

A motion was made by Councilmember Smith, seconded by Councilmember Briere, that the Resolution be amended as follows:

#### **AMENDMENT 8 -**

INCREASE THE GENERAL FUND EXPENDITURE BUDGET FOR MAINTAINING EXISTING STREET LIGHTING SERVICES.

WHEREAS, THE CITY ADMINISTRATOR'S RECOMMENDED BUDGET INCLUDED A REDUCTION FOR DE-ENERGIZING CERTAIN LIGHTING ON DTE POLES, AND THE COST OF RESTORING THOSE WOULD BE \$120,000.00; AND

WHEREAS, DE-ENERGIZING CERTAIN LIGHT POLES WILL CAUSE CONFUSION TO THE GENERAL PUBLIC IN REPORTING BULB OUTAGES, AND MAY DIMINISH A PEDESTRIAN'S FEELING OF SAFETY AT NIGHT;

RESOLVED, THAT THE PLAN TO DE-ENERGIZE CERTAIN LIGHTING ON DTE POLES BE ABANDONED; AND

RESOLVED, THAT THE EXPENDITURE BUDGET IN THE GENERAL FUND PUBLIC SERVICES FIELD OPERATIONS UNIT BE INCREASED BY \$120,000.00 AND THE SOURCE OF FUNDS FOR THIS CHANGE BE AN INCREASE IN REVENUES FROM THE GENERAL FUND USE OF FUND BALANCE.

#### SPONSORED BY: COUNCIL MEMBER SMITH

On a roll call, the vote was as follows with the Mayor declaring the motion defeated:

Yeas: 4 - Councilmember Kunselman, Councilmember Briere, Councilmember Smith and Councilmember Derezinski

Nays: 7 - Mayor Hieftje, Councilmember Rapundalo, Councilmember Higgins,
Councilmember Teall, Councilmember Anglin, Councilmember Taylor and
Councilmember Hohnke

A motion was made by Councilmember Higgins, seconded by Councilmember Derezinski, that the Resolution be amended as follows:

**Delete 3rd Whereas Clause in Budget Resolution:** 

[Whereas, Council Resolution #R-449-10-06 approved by Council on October 3, 2006 adopted a minimum 3% annual increase for each of the subsequent five years of the Park Maintenance and Capital Improvements Millage for the Natural Area of Preservation Program Budget;]

Delete 5 and 6th Whereas Clauses:

[Whereas, This budget includes a decrease in millage revenue to the Natural Area of Preservation Program Budget;

Whereas, Resolution #R-449-10-06 approved by Council on October 3, 2006 adopted a Funding Distribution Guideline indicating the trimming activity in Parks was to be funded by the general fund;]

Delete 1st and 2nd RESOLVED Clauses:

[RESOLVED, That the minimum 3% annual increase in the budget for Natural Area Preservation as specified in Council Resolution #R-449-10-06 be revoked and that the Natural Area Preservation budget be reflective of its proportionate share of the decrease in revenue recognized from the Park Maintenance and Capital Improvements Millage proceeds;

RESOLVED, That the funding distribution of the Park Maintenance and Capital Improvements Millage allow Parks trimming activity to be funded by Millage revenue;]

On a voice vote, the Mayor declared the motion carried.

The question being the Resolution as amended, on a voice vote, the Mayor declared the motion carried unanimously.

Enactment No: R-10-159

#### E COMMUNICATIONS FROM THE MAYOR

Councilmember Rapundalo left the meeting at this time.

Present: 10 - Mayor John Hieftje, Councilmember Stephen Kunselman, Councilmember

Marcia Higgins, Councilmember Margie Teall, Councilmember Mike Anglin, Councilmember Sabra Briere, Councilmember Sandi Smith, Councilmember Tony Derezinski, Councilmember Christopher Taylor and

Councilmember Carsten Hohnke

**Absent:** 1 - Councilmember Stephen Rapundalo

### E-1 10-0447

Appointment - Confirmation

### **APPOINTMENTS APPROVED**

Mayor Hieftje recommended the following appointments at the May 3, 2010 regular session of Council:

**Ann Arbor Transportation Authority** 

Anya Dale (replacing -Paul Ajegba (Chair)) 821 Sunrise Ct. Ann Arbor, MI 48103

Term: May 17, 2010-May 1, 2015

A motion was made by Councilmember Derezinski, seconded by Councilmember Smith, that the Council concur with the recommendations of the Mayor. On a roll call, the vote was as follows with the Mayor declaring the motion carried.

Yeas: 9 - Mayor Hieftje, Councilmember Kunselman, Councilmember Higgins, Councilmember Teall, Councilmember Anglin, Councilmember Smith, Councilmember Derezinski, Councilmember Taylor and Councilmember

Hohnke

Nays: 1 - Councilmember Briere

Absent: 1 - Councilmember Rapundalo

#### E-2 10-0527

5/17/10 Appointments & Nominations

Mayor Hieftje placed the following nominations on the table for approval at a later date:

Ann Arbor Transportation Authority Board

Roger Kerson (Replacing -Ted Annis) 402 Virginia Ann Arbor, MI 48103 Term: June 7, 2010-May 1, 2015

Ann Arbor Commission on Disability Issues

Ian Scott (Re-appointment) 2600 Easy St. Ann Arbor, MI 48104 Term: June 7, 2010-May 17, 2013

Parks Advisory Commission

Tim Doyle (Replacing-Scott Rosencrans) 2127 Woodside Rd. Ann Arbor, MI 48104 Term: June 7, 2010-May 17, 2013

Planning Commission

Bonnie Bona (Re-appointment) 1100 Mixtwood Ann Arbor, MI 48103 Term: July 5, 2010-June 30, 2013

Evan Pratt (Re-appointment) 1626 Harbal Ann Arbor, MI 48105 Term: July 5, 2010-June 30, 2013

# **COMMUNICATIONS FROM COUNCIL**

GRAMMY AWARD CEREMONY AT PIONEER HIGH SCHOOL

Mayor Hieftje attended the Grammy Award Ceremony at Pioneer High School. Mayor Hieftje stated that high school winners have to wait three years to compete for the award after winning. He noted that each time Pioneer returns to the competition, they win again. The Mayor also noted that Huron High School has won the Grammy Award in the past and they are currently in the three-year waiting period.

# F WRITTEN COMMUNICATIONS FROM THE CITY ADMINISTRATOR

None.

# G COMMUNICATIONS FROM THE CITY ATTORNEY

None.

# H&I CLERK'S REPORT OF COMMUNICATIONS, PETITIONS AND REFERRALS

# H The following communications were referred as indicated:

# Passed on consent agenda

		A motion was made by Councilmember Taylor, seconded by Councilmember Hohnke, that the following Consent Items be approved as presented. On a voice vote, the Mayor declared the motion carried.
H-1	10-0433	Communication from Gobind Singh regarding their underground vault along Fourth Avenue.
H-2	10-0452	Communication from Pittsfield Charter Township regarding Hearing Notice on Conditional Use Permit #10-02 - State Street Market Place - Planning and Development Services
H-3	10-0453	Communication from Comcast regarding Price Adjustments to customer billing statements - CTN
H-4	10-0454	Communication from the State of Michigan Public Service Commission regarding notice of hearing for customers of the Detroit Edison Company in Case No. U-16246 scheduled for May 13, 2010 and Case No. U-16358 scheduled for May 18, 2010
H-5	10-0455	Communication from Vicki Kondelik regarding concerns with panhandlers
H-6	10-0525	Communication from Mary Barnett regarding the Police and Fire Budget

# I The following minutes were received for file:

	I-1	10-0398	Planning Com	nmission Meeting	Minutes of March	16, 2010
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# I-2 10-0424 Ann Arbor Transportation Authority Meeting Minutes of March 24, 2010

# **PUBLIC COMMENT - GENERAL (3 MINUTES EACH)**

None.

CLOSED SESSION UNDER THE MICHIGAN OPEN MEETINGS ACT, INCLUDING BUT NOT LIMITED TO, LABOR NEGOTIATIONS STRATEGY, PENDING LITIGATION, AND ATTORNEY/CLIENT PRIVILEGED COMMUNICATIONS SET FORTH OR INCORPORATED IN MCLA 15.268 (C), (E), AND (H).

None.

#### **ADJOURNMENT**

A motion was made by Councilmember Higgins, seconded by Councilmember Hohnke, that the meeting be adjourned. On a voice vote, the Mayor declared the motion carried and the meeting adjourned at 12:42 a.m.

**10-0579** City Council Emails - May 17, 2010

# **COMMUNITY TELEVISION NETWORK (CTN) CABLE CHANNEL 16:**

LIVE: MONDAY, MAY 17, 2010 AT 7:00 P.M.
REPLAYS: TUESDAY, MAY 18, 2010 AT 10:30 A.M. AND FRIDAY, MAY 21, 2010 AT 7:30 P.M.

#### REPLAYS SUBJECT TO CHANGE WITHOUT NOTICE

Persons with disabilities are encouraged to participate. Accommodations, including sign language interpreters, may be arranged by contacting the City Clerk's Office by telephone at 734-794-6140 or by written request addressed to the City Clerk's Office, 100 N. Fifth Ave., Ann Arbor, MI 48104, at least 24 hours in advance.

A hard copy of this Council packet can be viewed at the front counter of the City Clerk's office.