

Action Minutes
Regular City Council Meeting
City Council Chambers, Sedona City Hall,
102 Roadrunner Drive, Sedona, Arizona
Tuesday, April 11, 2017, 4:30 p.m.

1. Call to Order/Pledge of Allegiance/Moment of Silence/Roll Call

Mayor Moriarty called the meeting to order at 4:30 p.m.

Roll Call: Mayor Sandy Moriarty, Vice Mayor John Martinez, Councilor John Currivan, Councilor Scott Jablow, Councilor Tom Lamkin, Councilor Jon Thompson, Councilor Joe Vernier.

Staff Present: City Manager Justin Clifton, Assistant City Manager Karen Osburn, City Attorney Robert Pickels, Jr., Chief of Police David McGill, Director of Community Development Audree Juhlin, Assistant Director of Community Development Warren Campbell, Senior Planner Mike Raber, Senior Planner Cynthia Lovely, Arts & Culture Coordinator Nancy Lattanzi, City Clerk Susan Irvine.

2. City's Vision/Moment of Art

A video of the City's vision was played.

Nancy Lattanzi introduced Juliana Brutsche who is the Executive Director of the newly forming Verde Valley Arts Council, which will serve artists throughout the region. Ms. Brutsche provided information on the Verde Valley Arts Council and the Old Town Arts Festival which is scheduled to take place on Saturday, April 22nd, from 10:00 a.m. to 9:00 p.m. at the Old Town Center for the Arts in Cottonwood.

3. Consent Items

- a. **Minutes - March 28, 2017 City Council Regular Meeting.**
- b. **Minutes - March 29, 2017 City Council Special Meeting.**
- c. **AB 2221 Approval of recommendation regarding an interim and new Series 11 Hotel/Motel Liquor License for Orchards Inn located at 254 N. Highway 89A, Sedona, AZ (License #11033059).**
- d. **AB 2222 Approval of recommendation regarding an interim and new Series 11 Hotel/Motel Liquor License for L'Auberge De Sedona located at 301 L'Auberge Lane, Sedona, AZ (License #11033060).**

Motion: Vice Mayor Martinez moved to approve consent items 3a, 3b, 3c, and 3d. Seconded by Councilor Lamkin. Vote: Motion carried unanimously with seven (7) in favor and zero (0) opposed.

4. Appointments – None.

5. Summary of Current Events by Mayor/Councilors/City Manager

Vice Mayor Martinez stated that Walking Free Day took place last Saturday to raise awareness on the issue of human trafficking. That evening a fundraiser for Special Olympics was held at the Sedona Elks Lodge. He thanked the Sedona Police Department, Chief McGill, and Officer McQuaid for their work on this event. Saturday, April 15th, will be the Easter Celebration of Spring, from 9:00 a.m. to noon and the Celebration of Tween from 3:00 to 6:00 p.m. Both events are at Posse Grounds Park,

and more information is available on the City website. Councilor Thompson advised that the Keep Sedona Beautiful (KSB) speaker series continues tomorrow from 5:30 to 7:00 p.m. with a presentation entitled “Global Warming a Philosophical Approach” at the KSB building at 360 Brewer Road.

6. Public Forum

Betsy Klein, Sedona, advised that April 20th through the 23rd is Sedona Wolf Week which will involve many events including speakers from all over country, movies, a champagne brunch with a wolf sitting at the table, and the band America playing an acoustic event on Sunday evening. More information can be obtained at www.planb.foundation.

7. Proclamations, Recognitions, and Awards – None.

8. Regular Business

a. AB 2186 Public hearing/discussion/possible action regarding approval of a resolution adopting the Schnebly Community Focus Area (CFA) Plan.

Presentation by Cynthia Lovely and Audree Juhlin.

Questions from Council.

Opened the public hearing at 5:33 p.m.

The following spoke on this issue: Max Licher, Sedona, and Rick Schneider, Cottonwood.

Closed the public hearing and brought back to Council at 5:37 p.m.

Comments from Council.

Motion: Councilor Thompson moved to approve Resolution 2017-09, adopting the Schnebly Community Focus Area Plan and authorizing staff to make final non-substantive format changes. Seconded by Councilor Jablow. Vote: Motion carried unanimously with seven (7) in favor and zero (0) opposed.

b. AB 2209 Discussion/possible action regarding approval of a resolution establishing an Entertainment District within the City of Sedona.

Presentation by Mike Raber and Audree Juhlin.

Questions from Council.

Opened to the public at 6:10 p.m.

The following spoke on this issue: Al Spector, Sedona, Carolee Hayler, Village of Oak Creek, Colleen Fisher, Cottonwood, Brigid McLoughlin, Clarkdale, and Jennifer Wesselhoff, Sedona.

Brought back to Council at 6:21 p.m.

Comments from Council.

Motion: Councilor Lamkin moved to approve Resolution 2017-10 designating an entertainment district within the City of Sedona. Seconded by Councilor Jablow. Vote: Motion carried unanimously with seven (7) in favor and zero (0) opposed.

Break at 6:29 p.m. Reconvened at 6:47 p.m.

- c. **AB 2220 Discussion/possible action regarding the approval of a new agreement between the City and the Sedona Chamber of Commerce and Tourism Bureau for tourism promotion and visitor services subject to final review and approval by the City Attorney.**

Presentation by Karen Osburn, Justin Clifton, and Jennifer Wesselhoff, President and CEO of the Sedona Chamber of Commerce and Tourism Bureau.

Questions from Council.

Opened to the public at 7:34 p.m.

The following spoke on this issue: Brian Alcorn, Sedona, Susan Pitcairn, Sedona, and Steve Segner, Sedona.

Brought back to Council at 7:39 p.m.

Comments from Council.

Motion: Councilor Thompson moved to approve the tourism promotion and visitor services agreement between the Sedona Chamber of Commerce & Tourism Bureau and the City of Sedona subject to review and final approval by the City Attorney subject to the adjustments identified by a majority of Council tonight. Seconded by Councilor Jablow. Vote: Motion carried unanimously with seven (7) in favor and zero (0) opposed.

- d. **AB 2131 Discussion/possible action regarding Dockets E-01345A-16-0036 and E-01345A-16-0123, the rate case filed with the Arizona Corporation Commission by Arizona Public Service on June 1, 2016.**

Presentation by Robert Pickels, Jr. and Justin Clifton.

Questions from Council.

Opened to the public at 8:25 p.m.

The following spoke on this issue: Stan Kingman, Sedona, Susan Pitcairn, Sedona, Richard Pitcairn, Sedona, Gary Sprunk, Sedona, Warren Woodward, Sedona, and Paul Harding, Sedona.

Brought back to Council at 8:39 p.m.

Comments from Council.

Motion: Councilor Thompson moved that the last paragraph in Section II of the letter to the Arizona Corporation Commission, which begins “A previous action of the Commission,” be removed and replaced by the following paragraph: “Entering the recent settlement discussions, APS initially requested a \$15/month opt-out fee, even though the Commission had previously ruled that only a \$5 opt-out fee was justified, in Decision #74871. Leading up to that decision, the City had argued that no opt-out fee was justified. Given the evidence presented to the Commission about AMI meters prior to that decision and a comparison of the costs associated with maintaining and replacing both AMI and non-AMI meters, it remains the City’s current position that, while a \$5 opt-out fee is less of a burden on APS customers and more desirable than a \$15 opt-out fee, no opt-out fee should be charged.” Seconded by Councilor Lamkin. Vote: Motion carried with

five (5) in favor and two (2) opposed. Mayor Moriarty and Vice Mayor Martinez opposed.

Motion: Councilor Thompson moved to authorize the Mayor to sign a letter of direct testimony, as amended, to be filed in the Docket. Seconded by Vice Mayor Martinez. Vote: Motion carried unanimously with seven (7) in favor and zero (0) opposed.

- e. AB 2207 Discussion/possible action regarding proposed State legislation and its potential impact on the City of Sedona.**

Presentation by Robert Pickels, Jr.

Questions and comments from Council.

Presentation and discussion only. No action taken.

- f. Reports/discussion on Council assignments – None.**
- g. Discussion/possible action on future meeting/agenda items**

Councilor Jablow asked for an agenda item on the impacts of short term rentals, and Vice Mayor Martinez supported this request. Mayor Moriarty asked for a presentation and discussion on audits with Cherie Wright, and Councilor Lamkin supported this request.

9. Executive Session

Upon a public majority vote of the members constituting a quorum, the Council may hold an Executive Session that is not open to the public for the following purposes:


- a. To consult with legal counsel for advice on matters listed on this agenda per A.R.S. § 38-431.03(A)(3).**
- b. Return to open session. Discussion/possible action on executive session items.**

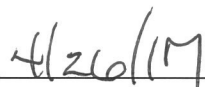
No Executive Session was held.

10. Adjournment

Mayor Moriarty adjourned the meeting at 8:59 p.m. without objection.

I certify that the above are the true and correct actions of the Regular City Council Meeting held on April 11, 2017.


Susan L. Irvine, CMC, City Clerk


Date