

Action Minutes
Regular City Council Meeting
City Council Chambers, Sedona City Hall,
102 Roadrunner Drive, Sedona, Arizona
Tuesday, July 9, 2019, 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.

Council Present: Mayor Sandy Moriarty, Vice Mayor John Martinez, Councilor Bill Chisholm, Councilor John Currivan, Councilor Janice Hudson, Councilor Scott Jablow, Councilor Jessica Williamson.

Staff Present: City Manager Justin Clifton, Assistant City Manager/Community Development Director Karen Osburn, City Attorney Robert Pickels, Jr., Assistant City Attorney Shelley Cutts, City Engineer/Public Works Director Andy Dickey, Management Analyst Megan McRae, Sustainability Coordinator McKenzie Jones, Chief of Police Charles Husted, Lieutenant Stephanie Foley, Economic Development Director Molly Spangler, Parks & Recreation Manager Rachel Murdoch, Recreation Coordinator II Ali Baxter, Court Administrator Sheryl Wiser, Arts & Culture Coordinator Nancy Lattanzi, Deputy City Clerk Cherise Fullbright, City Clerk Susan Irvine.

2. City's Vision/Moment of Art

A video of the City's Vision was played.

Nancy Lattanzi introduced Carol Kahn a local journalist and photographer. Ms. Kahn spoke about her photographs some of which are currently on display at City Hall and also gave a PowerPoint presentation highlighting some of her photographs.

3. Consent Items

- a. **Minutes - June 25, 2019 City Council Special Meeting - Executive Session.**
- b. **Minutes - June 25, 2019 City Council Special Meeting.**
- c. **Minutes - June 25, 2019 City Council Regular Meeting.**
- d. **Minutes - June 26, 2019 City Council Special Meeting.**
- e. **AB 2500 Approval of a recommendation regarding an application for a Series 12 Restaurant Liquor License with growler privileges for Sedona Beer Company located at 465 Jordan Road, Sedona, AZ (File #38730).**
- f. **AB 2501 Approval of the abandonment of a 5' strip of existing City of Sedona public right-of-way within Tract 7 of the Back O'Beyond subdivision.**
- g. **AB 2507 Approval of authorization to enter into a vehicle equity lease agreement with Enterprise Fleet Management for a Ford F-650 dump truck/snow plow.**
- h. **AB 2506 Approval of a 3-year rental agreement with MK Illuminations for holiday decorations in the approximate amount of \$283,046.29.**

Item 3h was pulled at the request of Vice Mayor Martinez.

Motion: Vice Mayor Martinez moved to approve consent items 3a, 3b, 3c, 3d, 3e, 3f, and 3g. Seconded by Councilor Chisholm. Vote: Motion carried unanimously with

seven (7) in favor (Moriarty, Martinez, Chisholm, Currivan, Hudson, Jablow, and Williamson) and zero (0) opposed.

Pulled Consent Items –

3h - AB 2506 Approval of a 3-year rental agreement with MK Illuminations for holiday decorations in the approximate amount of \$283,046.29.

Questions from Council. Presentation by Rachel Murdoch.

Motion: Vice Mayor Martinez moved to approve consent item 3h. Seconded by Councilor Chisholm. Vote: Motion carried unanimously with seven (7) in favor (Moriarty, Martinez, Chisholm, Currivan, Hudson, Jablow, and Williamson) and zero (0) opposed.

4. Appointments – None.

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

Vice Mayor Martinez advised that the Sedona Chamber of Commerce is assisting the Uptown businesses during the road construction, and several businesses are running specials. He urged everyone to support the local businesses during this time. Coffee with a Vet will take place on Friday at the Sedona Public Library from 10:00 a.m. to 12:00 p.m. Councilor Chisholm stated that www.beconnectedaz.org will be making a presentation regarding services available to veterans during Coffee with a Vet.

6. Public Forum

Michael Johnson, Sedona, spoke in opposition to the proposed transit plan which is part of the Sedona in Motion program as he felt it would negatively impact Sedona by increasing tourism.

Tania Simms, Cottonwood, Executive Director of Verde Valley Habitat for Humanity, thanked the City Council and staff for their support of the Peach Lane Project and advised that construction will begin on Monday, July 15th. She thanked Justin Clifton, Karen Osburn, Warren Campbell, Matthew Kessler, the Planning & Zoning Commission, Steve Mertes and many other staff members for the support and guidance. She invited Council to a stud signing event and to the dedication of the homes.

7. Proclamations, Recognitions, and Awards

a. Recognition of team members responsible for monies, including grants and donations, received over the past 2 years to offset City expenses.

Justin Clifton recognized Karen Osburn, Rachel Murdoch, Ali Baxter, Dawn Norman, Molly Spangler, Heidi Videto, Mike Goimarac, Warren Campbell, Cynthia Lovely, Andy Dickey, Stephen Craver, David Peck, Roxanne Holland, and McKenzie Jones for bringing in over \$4.95 million dollars in grants and donations to the City to offset project expenses. Councilor Williamson thanked Justin for sharing this type of news.

8. Regular Business

a. AB 2498 Discussion/possible action regarding the distribution of funding awards through the City's Small Grants Program for the 2020 fiscal year.

Presentation by Megan McRae and Chair and Program Facilitator of the Small Grants Work Group Stephanie Giesbrecht.

The following members of the Small Grants Work Group were in attendance and thanked for their participation: Bill Cammock, Jennifer Perry, Dean Gain, Christine Siddoway, Ann Kelley, and Patty Reski.

Comments from Council. Councilor Chisholm advised that he is the head of the Sedona Marine Corps League which sponsors Toys for Tots, but stated that he does not receive any money from this program.

Motion: Councilor Williamson moved to approve the Grant Evaluation Committee Fiscal Year 2020 recommendations in the total amount of \$166,500 as itemized in Agenda Bill 2498, Exhibit A. Seconded by Councilor Jablow. Vote: Motion carried unanimously with seven (7) in favor (Moriarty, Martinez, Chisholm, Currivan, Hudson, Jablow, and Williamson) and zero (0) opposed.

- b. AB 2484 Discussion/possible action to: 1) approve a revised Tourism Promotion & Visitor Services Agreement between the City and the Sedona Chamber of Commerce and Tourism Bureau (SCC&TB); and 2) modify the policy in Ordinance No. 2013-07, Section 2 (Application of Increase in Bed Tax Proceeds to Destination Marketing and the Promotion of Tourism) regarding the allocation of bed tax revenue to a contracted destination marketing organization.**

Presentation by Justin Clifton and Robert Pickels, Jr.

Questions and comments from Council.

The City Attorney recommended changing the policy in Ordinance No. 2013-07, Section 2 (Application of Increase in Bed Tax Proceeds to Destination Marketing and the Promotion of Tourism) to reflect that: 1) the .5% Transient Lodging (Bed) Tax which increased through adoption of Ordinance No. 2013-07 shall be devoted to the promotion of tourism; 2) 55% of all revenue generated from the 3.5% bed tax rate, less the amount previously identified as the .5%, shall be devoted to tourism management; and 3) the original requirement for allocation of bed tax funds to a contracted destination marketing organization shall be removed.

Motion: Vice Mayor Martinez moved to 1) approve the revised Tourism Promotion & Visitor Services Agreement between the City and the Sedona Chamber of Commerce and Tourism Bureau subject to changes as provided by the City Attorney and 2) modify the policy in Ordinance No. 2013-07, Section 2 (Application of Increase in Bed Tax Proceeds to Destination Marketing and the Promotion of Tourism) to eliminate the requirement that a minimum of 55% of all revenue generated from the 3.5% bed tax be allocated to a contracted destination marketing organization and additional amendments as recommended by the City Attorney. Seconded by Councilor Williamson. Vote: Motion carried unanimously with seven (7) in favor (Moriarty, Martinez, Chisholm, Currivan, Hudson, Jablow, and Williamson) and zero (0) opposed.

- c. AB 2502 Discussion/possible action regarding an Ordinance for the renaming of a private road known as Thunder Mount Way, located in Thunder**

Mountain Ranch 2, Phase 2 Subdivision, to Stetson Court per a petition received under City Code Section 12.20.080.A.

Presentation by Andy Dickey.

Questions from Council.

Motion: After 1st reading, Councilor Jablow moved to approve Ordinance 2019-03 renaming Thunder Mount Way, located in Sedona, Arizona in the Thunder Mountain Ranch 2, Phase 2 Subdivision, to Stetson Court. Seconded by Councilor Williamson. Question from Council with clarification on motion that it is Thunder Mount Way, not Thunder Mountain Way. **Vote: Motion carried unanimously with seven (7) in favor (Moriarty, Martinez, Chisholm, Currivan, Hudson, Jablow, and Williamson) and zero (0) opposed.**

d. Reports/discussion on Council assignments

Councilor Chisholm stated that there will be 2 resolutions coming forward from the GAHRE League committee in August. Councilor Jablow advised that the Sedona Humane Society is doing well, numbers are up over last year, and Stephanie Giesbrecht was recently appointed to their Board of Directors. They will be hosting a kid's camp over the next 3 weeks which teaches children about animals.

9. Discussion/possible action on future meeting/agenda items – None.

Mayor Moriarty advised that there is no meeting tomorrow.

10. 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.

11. Adjournment

Mayor Moriarty adjourned the meeting at 5:46 p.m. without objection.

I certify that the above are the true and correct actions of the Regular City Council Meeting held on July 9, 2019.


Susan L. Irvine, CMC, City Clerk

7/23/19
Date