

CITY OF

PORTLAND, OREGON

OFFICIAL MINUTES

A REGULAR MEETING OF THE COUNCIL OF THE CITY OF PORTLAND, OREGON WAS HELD THIS 3RD DAY OF JULY, 1996 AT 9:30 A.M.

THOSE PRESENT WERE: Mayor Katz, Presiding; Commissioners, Hales, Kafoury and Lindberg, 4.

OFFICERS IN ATTENDANCE: Cay Kershner, Clerk of the Council; Harry Auerbach, Deputy City Attorney; and Officer Chuck Bolliger, Sergeant at Arms.

Agenda Nos. 1141, 1142 and 1143 were pulled from Consent. On a Y-4 roll call, the balance of the Consent Agenda was adopted as follows:

CONSENT AGENDA - NO DISCUSSION

1127 Accept bid of James W. Fowler Co for Robin Wood sanitary sewer system for \$4,618,954 (Purchasing Report - Bid 204)

Disposition: Accepted; prepare contract.

1128 Accept bid of CSI Digital for furnishing a non-linear digital editing system for \$98,965 (Purchasing Report - Bid 209)

Disposition: Accepted; prepare contract.

1129 Accept bid of Brundidge Construction for Willamette River Basin test sump unit 9 for \$54,833 (Purchasing Report - Bid 214)

Disposition: Accepted; prepare contract.

1130 Vacate a certain portion of N Detroit Avenue south of N Skidmore Court, under certain conditions (Ordinance by Order of Council; C-9909)

Disposition: Passed to Second Reading July 10, 1996 at 9:30 a.m.

Vera Katz

1131 Confirm appointment of Marjory Wagner and reappointment of Randall Weisberg to the Police Internal Investigations Auditing Committee (Report)

Disposition: Confirmed.

*1132 Pay claim of Rhonda McCorvey (Ordinance)

Disposition: Ordinance No. 170321. (Y-4)

*1133 Pay claim of Kristi Rose (Ordinance)

Disposition: Ordinance No. 170322. (Y-4)

*1134 Increase contract with KPMG Peat Marwick for CORE process development (Ordinance; amend Contract No. 29779)

Disposition: Ordinance No. 170323. (Y-4)

*1135 Call for bids for 1996/97 fiscal year annual supply contracts for City's bureaus and departments, authorize contracts, and provide for payment (Ordinance)

Disposition: Ordinance No. 170324. (Y-4)

Commissioner Charlie Hales

*1136 Agreement with Multnomah County providing for County funds for Portland/Multnomah Commission on Aging (Ordinance)

Disposition: Ordinance No. 170325. (Y-4)

*1137 Contract with Neighborhood Association District Coalition Boards for the operation of six neighborhood office programs, including citizen participation and crime prevention, for the period July 1, 1996 through June 30, 1997, and provide for payment (Ordinance)

Disposition: Ordinance No. 170326. (Y-4)

*1138 Contract with Mackenzie Engineering Inc. for \$30,032 for landslide stabilization/restoration design and engineering services at Pittock Acres Park (Ordinance)

Disposition: Ordinance No. 170327. (Y-4)

*1139 Authorize a contract and provide for payment for the renovation of Northgate Park (Ordinance)

Disposition: Ordinance No. 170328. (Y-4)

*1140 Contract with Metro to continue providing a site for a Home Composting Demonstration Center at Leach Botanical Garden (Ordinance)

Disposition: Ordinance No. 170329. (Y-4)

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*1144 Revocable permit to West Coast Hotel Inc./The Benson Hotel to close SW Broadway between SW Stark and SW Oak Streets on July 21, 1996 (Ordinance)

Disposition: Ordinance No. 170330. (Y-4)

Commissioner Gretchen Miller Kafoury

1145 Accept Contract with Centric Elevator Corporation for the construction of Third and Alder garage elevator as complete, authorize final payment and release of retainage for a total of \$16,123 (Report; Contract No. 29705)

Disposition: Accepted.

*1146 Contract with CSI Digital for replacement video equipment at Portland Fire Bureau Television Services, in the amount of \$98,965 and transfer appropriations (Ordinance)

Disposition: Ordinance No. 170331. (Y-4)

*1147 Increase contract for architectural services with Mackenzie/Saito & Associates, PC for design of the East Portland Community Policing Facility for \$12,100 (Ordinance; amend Contract No. 29849)

Disposition: Ordinance No. 170332. (Y-4)

*1148 Contract with Rose Heating for \$53,375 for retrofit of HVAC system at a fire station (Ordinance)

Disposition: Ordinance No. 170333. (Y-4)

*1149 Contract with Franciscan Enterprise and ROSE Community Development for \$100,000 for the Child Care Provider Loan Fund and provide for payment (Ordinance)

Disposition: Ordinance No. 170334. (Y-4)

*1150 Contract with the Northeast Coalition of Neighborhoods for \$30,000 to conduct HCD-project related citizen participation activities in inner-north/northeast HCD-eligible neighborhoods and provide for payment (Ordinance)

Disposition: Ordinance No. 170335. (Y-4)

*1151 Contract with Kenton Action Plan for \$33,000 for the Kenton Target Area Project and provide for payment (Ordinance)

Disposition: Ordinance No. 170336. (Y-4)

*1152 Contract with Central Northeast Neighbors for \$35,000 to carry out activities associated with implementation of the Cully Target Area and provide for payment (Ordinance)

Disposition: Ordinance No. 170337. (Y-4)

*1153 Contract with Outside In for \$20,300 for its Needle Exchange Program and provide for payment (Ordinance)

Disposition: Ordinance No. 170338. (Y-4)

*1154 Contract with Housing Authority of Portland to develop a facility for homeless families for \$369,054, and provide for payment (Ordinance)

Disposition: Ordinance No. 170339. (Y-4)

Commissioner Mike Lindberg

*1155 Authorize the Director of the Bureau of Environmental Services to approve a contract with Loxley Northwest, for producing environmental education music videos targeted to non-traditional audiences (Ordinance)

Disposition: Ordinance No. 170340. (Y-4)

*1156 Authorize a contract with the lowest responsible bidder(s) for the Inverness Force Main Sections B and E, Project #5152, and provide for payment (Ordinance)

Disposition: Ordinance No. 170341. (Y-4)

*1157 Authorize extension with the U.S. Forest Service of the temporary one-year special use authorization for water supply facilities at Bull Run Lake (Ordinance)

Disposition: Ordinance No. 170342. (Y-4)

REGULAR AGENDA

*1141 Authorize a contract and provide for payment for the NW Skyline Blvd. Slide Repair Central Project (Ordinance)

> **Discussion:** Commissioner Hales moved to amend this and the following two ordinances to correct the fourth paragraph in Section I, changing the reference to the Transportation Construction Fund FY95-96 Budget to Transportation Operating Fund, FY96-97 budget. Commissioner Kafoury seconded and, hearing no objections, the Mayor so ordered.

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Disposition: Ordinance No. 170343 as amended. (Y-4)

*1142 Authorize a contract and provide for payment for the NW Skyline Blvd. Slide Repair North Project (Ordinance)

Disposition: Ordinance No. 170344 as amended. (Y-4)

*1143 Authorize a contract and provide for payment for the N Greeley Ave. Slide Repair Central Project (Ordinance)

Disposition: Ordinance No. 170345 as amended. (Y-4)

1125 TIME CERTAIN: 9:30 AM - Recognize Mrs. Bill DeWeese and family for their contributions to the Hoyt Arboretum (Presentation introduced by Commissioner Hales)

Discussion: Commissioner Hales noted the generous \$45,000 contribution the DeWeese family had made to the Hoyt Arboretum. Mrs. DeWeese and her family were recognized.

Disposition: Placed on File.

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1126 TIME CERTAIN: 9:45 AM - Authorize renaming a part of Front Avenue within the City of Portland as Naito Parkway (Ordinance)

Discussion: Mayor Katz said without Bill Naito's dedication, downtown Portland would not exist as it does today. She said renaming Front Avenue as Naito Parkway is a fitting and just tribute as his contributions went far beyond the usual. She said a committee of citizens and a representative from the family reviewed all the criteria and suggestions for a memorial to Mr. Naito and have recommended this. She noted that this authorization waives the five-year waiting requirement in the Code for street renames. She said she will call for a review of this Code section as the City needs more flexibility and should also have the opportunity to initiate a street rename for people while they are still alive. She said Bill Naito always said: "Don't wait, do it now" and, in that spirit, the City should approve this street rename.

Paul Haggerty, Vice President, Downtown Retail Council, supported the rename. He said the Retail Council had distributed 800 notices to property owners on Front Avenue and received only one negative response. Saturday Market also supports the rename.

Lilli Mandel, 1511 SW Park Ave., 97201, said Bill Naito was an exception to the rule and authorizing the rename should be an exception to the Code. She said she cannot imagine what Portland would be like without him.

Irwin Mandell, 1511 SW Park Ave., 97201, supported the name change but

asked that it be changed to include Mr. Naito's first name too. He suggested either Bill or William Naito Parkway, noting that other spaces named after individuals usually included their first names, i.e. Tom McCall Park and Terry Schrunk Plaza.

Mayor Katz said this is not an emergency ordinance so Council could amend the name change if it wished.

Don McClave, Portland Chamber of Commerce, said there is nothing more appropriate to name in his honor than Front Avenue. He said no one among the Chamber's 2,200 members expressed concern about the change and the City should go ahead and do it now.

Brian Scott, Executive Director, Livable Oregon, said Bill Naito's efforts to revitalize main streets was not confined to Portland but extended throughout the State.

Ruth Scott, Association for Portland Progress (APP) and a member of the selection committee, said the committee spent a long time considering a fitting memorial and believes this the best choice. She said APP contacted businesses and property owners along Front and found overwhelming support for the change. She said the committee did consider using his whole name but believed it inappropriate.

Stan Lewis, 111 SW Harrison, No. 2D, 97201, supported using both names and naming the street Bill Naito Parkway.

Sho Dozono, 2580 SW 83rd., 97221, said he also served on the committee and favors using only the last name.

Carolyn Leonard, 2015 NE Ainsworth, said she supports the name change but not the double standard that was practiced here. She reminded Council that when a proposal was made to rename Front Avenue for Martin Luther King, Jr. (MLK), there was a great outcry against it and Front kept its name. She asked the City to appoint a committee to clarify the name change requirements.

Mayor Katz said she would call for such a review. She said the MLK rename was politically very controversial and she is sorry for any appearance of a double standard.

Ms. Leonard said representatives from every race and class should be involved in the review and no one should go away from the table until they are totally unified.

Phil Thompson, 95925 NW St. Helens Rd., Scappoose, 97056, former aide to former Mayor Clark, said Bill Naito, "Mr. Vision," always had many projects

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going at once but one very important, and still unfinished, project is the conservatory at Union Station. Mr. Thompson said he hopes that will stay on the agenda.

Commissioner Lindberg noted that there is one in Vancouver, B.C. and he had worked on a similar project for Portland which never got funded.

Doug Archer, Portland Saturday Market, said the Market would never have gotten off the ground without Bill Naito's support.

John Tess, 123 NW 2nd., Suite 200, 97209, said the River was special to Bill Naito, as shown by such projects as McCormack Pier and the Japanese Memorial. He said his firm, SERA Architects, would like to donate two historic plaques along the Parkway to tell the story of these contributions.

Sam Oakland, 3446 NW Thurman, said he is disturbed about the rush to rename Front, especially given the five-year waiting rule. He said there may be sound historic reasons to retain the Front Avenue name.

Commissioner Hales said renaming Front Avenue for Bill Naito is the right and appropriate thing to do.

Mayor Katz said as Old Town/Chinatown was being revitalized and the River District was being developed, Bill Naito saw the importance of linking the east and west sides of the river together. He also believed that this is a good time to invest in MLK and so perhaps, if he says so, the word will get out and the needed investment will be made there.

Commissioner Kafoury said, in fairness, Council should also note that one of Bill Naito's last campaigns was to acquire and link the Park Blocks.

Disposition: Passed to Second Reading July 10, 1996 at 9:30 a.m.

Commissioner Charlie Hales

1158 Direct consideration of proposals submitted by the Northwest Industrial Sanctuary Task Force and authorize development of a Northwest Industrial Neighborhood Association Neighborhood Plan (Resolution)

> **Discussion:** Michael Harrison, Planning Bureau staff, said today Council is being asked to accept the excellent work of the Northwest Industrial Sanctuary Task Force (NWISTF) which reflects concern for the longterm protection of the industrial sanctuary, especially the Northwest industrial area. The Task Force also recommends a number of changes to the zoning code and calls on the Planning Bureau to consider and then take them to the Planning Commission. The resolution approves the Northwest Industrial Neighborhood Association's (NINA) efforts to develop a neighborhood plan and

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charges Planning Bureau and Office of Transportation staff to work with NINA in a manner similar to the citizen-generated plan the Downtown Community Association recently completed. The resolution also calls for the Task Force recommendations to be forwarded to neighborhoods with overlapping boundaries with the Sanctuary, including Northwest District Association (NWDA), Linnton and the Pearl District. It calls for the recommendations regarding possible changes to the Transportation Plan to be reviewed by the Office of Transportation prior to consideration by the Planning Commission and ultimately, Council. Finally, it calls for carrying forward discussions about the protection of industrial sanctuaries in general to Metro and the State.

Dale McCaffey, Property Manager, ESCO, and Chair, NWISTF, said the Northwest Industrial Sanctuary is a unique asset which adds a lot of vitality to downtown Portland. The Task Force believes the information in this report can be used to strengthen the sanctuary and keep it for posterity.

Commissioner Hales asked him to comment on the economic prospects for the district if the City resists eroding the Sanctuary.

Mr. McCaffey said this gives businesses more certainty about the way the area is going to be developed and the kinds of businesses that will locate there. Growth will come if there is certainty that businesses locating there will be able to stay for a long time and make capital investments.

Mayor Katz said she is not sure she agrees with all that.

Commissioner Hales said both this group and Council, in the Costco case, have struggled with the need to provide places for traditional industries to make steel and railroad cars, things that are noisy and involve some pretty obnoxious industrial processes. There are not many places where that is easily done so the long-term certainty issue is a matter of public policy.

Mayor Katz said when she first saw the warehouse section in the Pearl District in 1964 she thought it would be a wonderful place for artists but was told that was impossible because of the zoning. Now, 32 years later, it has become that. She said the City will always need flexibility and the prohibition on all residential use called for here may need to be revisited as times change. She asked if the neighborhood associations that had some problems with this will have an opportunity to review it.

Mr. Harrison said the review will initially be limited to the areas within the boundaries of NINA. He met with the North/Northwest Coalition last week and all those groups are comfortable with today's resolution and report, which includes four modifications requested by NWDA.

Commissioner Hales said everyone needs to be able to question the assumptions about land use and zoning. In many ways Portland is back to the future in such areas as retaining rail-based transportation and its downtown retail core. Something else still worth keeping is segregating industrial uses and Portland is an exception in that it still has \$15-per-hour industrial jobs within the City, something that is pretty amazing on a national scale. This is a resource worth protecting. Acceptance of the Task Force recommendations will help ensure that such things as the Costco decision are not an aberration. The other thing that is unique is that some of the City's best residential and shopping districts are right next door so the boundary issues along Vaughn Street and elsewhere are very important. Here the City can be the referee in solving conflicts. He said he hopes that in 20 years he can look back with pride on all the new investment that has been made here in heavy industry.

Disposition: Resolution No. 35534. (Y-4)

*1159 Designate eight Heritage Trees in the City of Portland (Ordinance)

Discussion: Jane Glazer, Urban Forestry Commission, noted that Bill Naito had a passion for trees and was the founder and first head of the Forestry Commission. She described the eight trees proposed for nomination as Heritage Trees and noted that this will bring the total to 107.

Commissioner Lindberg said Portland has more trees per capita than any other City and he wishes he had the job of counting them.

Disposition: Ordinance No. 170346. (Y-4)

1160 Consider vacating unused street remnants created by the design and engineering of the Rose Quarter, at the request of Oregon Arena Corporation (Previous Agenda 1117; C-9898)

Discussion: Commissioner Hales proposed an amendment replacing the language that reads that all dedications and property conveyances between the City and the Oregon Arena Corporation are accomplished prior to this ordinance taking effect. Instead it should state that the Oregon Arena Corporation, Tri-Met and the City will complete all dedications and property conveyances for the area around Block 51, Holladay's Addition, prior to this ordinance taking effect. Commissioner Kafoury seconded and, hearing no objection, the Mayor so ordered.

The Mayor noted that the public hearing had been held last week.

Disposition: Approved as amended; City Engineer prepare ordinance. (Y-4)

1161 Adopt and implement the Downtown Community Association's Residential Plan (Second Reading Agenda 1121)

Disposition: Ordinance No. 170347. (Y-4)

Commissioner Gretchen Miller Kafoury

*1162 Authorize the Portland Development Commission to obtain City General Fund Allocation from FY 1995-96 Housing Investment Fund and enter into a loan secured by a second deed of trust with The Hazelwood Group, LLC, in an amount not to exceed \$700,000 to finance construction of The Hazelwood, a congregate care retirement center (Ordinance)

> **Discussion:** Michelle Haynes, Portland Development Commission (PDC), said PDC has now assumed administration of the 1995-96 Housing Investment Fund from the Livable Cities Housing Council. That Fund requires that individual project financing be approved in a two-step process, ending with Council approval. She said this and the following ordinance are the final two projects to be approved in that manner as, under the new funding process, individual projects may be approved by PDC without having to come to Council. This ordinance approves funding for a 119-unit congregate care center for the elderly that is part of a larger mixed-use project at NE 122nd and Glisan. She said approval is needed today in order to meet timing requirements on the financing portions of the project.

Disposition: Ordinance No. 170348. (Y-4)

*1163 Authorize the Portland Development Commission to obtain City General Fund Allocation from FY 1995-96 Housing Investment Fund and enter into a loan secured by a second deed of trust with Union Station Limited Partnership in an amount not to exceed of \$1,350,000 to finance construction of the Union Station apartments (Ordinance)

Discussion: Ms. Haynes said this is the first phase of the neighborhood development of a housing project under the River District Plan for the Union Station property. She explained the financing package and noted that the project will allow construction of 158 low-income housing units that will be owned by the Housing Authority of Portland. PDC recommends approval.

Disposition: Ordinance No. 170349. (Y-4)

1164 Liquor license application for Tony & Maria Kassapakis, dba Tony's Tavern, 1955 W Burnside, Retail Malt Beverage (RMB) liquor license (renewal); Unfavorable recommendation (Previous Agenda 1123)

Discussion: Commissioner Lindberg explained why he had asked for this to be continued from last week. He said he met with the owners and knows they

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made substantial progress after taking over the liquor license of a place with many problems. They entered into a good neighborhood agreement and for about 90 days things went well. Then things slipped, leading to an unfavorable recommendation. He told Mr. Kassapakis earlier today that it would be a stretch for Council to approve this and, if it did, it would be on a "one last chance" basis.

Mike Sanderson, License Bureau, said Tony's Tavern is currently operating under a temporary letter of authority as its liquor license expired December 31, 1995. In April the OLCC asked the City to please move forward with its recommendation and that is why it is being brought to Council. The Bureau had been dragging its feet hoping that some improvement would occur. He said for the past two years, the License Bureau, Police Bureau, OLCC, the neighborhood association and residents have been trying to get a handle on the problems in this area, including overservice, disorderly conduct, drug use and sales, prostitution and assaults. Their work resulted in voluntary agreements or compliance plans with just about all the liquor licensees in the area. This has, in turn, resulted in marked improvement but complaints continue that Tony's remains a magnet for inebriates and those engaged in illegal activities. The License Bureau's unfavorable recommendation is based on the Police Bureau's investigation, the results of OLCC's compliance monitoring and neighborhood complaints.

Perry Christianson, Police Bureau Drug and Vice Division, said Tony's is in a very bad location, among a pocket of bars that have caused problems. With this last change of ownership, the Police thought there would be a change of direction and while there has generally been marked improvement with the other outlets, Tony's is the one noticeable exception. Although there was some improvement initially, based partly on State recision of the video poker license and a subsequent compliance plan, the situation then worsened. He said they were very disturbed by the statement of one of the bartenders employed at Tony's that overservice was encouraged by the owner. The OLCC issued one citation for serving an inebriated person and a warning about noise. He said the licensees have shown an unwillingness to follow the compliance plan, which he finds hard to understand as they have been on probation during this time.

Mayor Katz asked why their video poker license was rescinded.

Mr. Christianson said the State Gaming Commission did its own investigation when the ownership changed and then shut down the games.

Commissioner Lindberg said the record should show that the Trinity Place neighbors oppose a favorable recommendation.

Tony Kassapakis, owner, said he has worked very hard to clear out the drug dealers and prostitutes since taking over this place a year ago. He said the place now works very well, adding that the warning about noise was for the juke box and he took care of that right away. He said so far in 1996 that is the only thing he has done wrong. His business should not be blamed for the fact that many alcoholics live in the area, which is also frequented by the homeless. He said two customers came to testify on his behalf today but had to leave. He said he does not have the money to make all the improvements and needs a little more time to make it better.

Mayor Katz noted a March 26, 1996 letter in which the OLCC states that Mr. Kassapakis continues to cite financial considerations as his justification for violating the terms of the compliance plan.

Mr. Kassapakis said the plan calls for him to charge a \$2.00 cover to all patrons who attempt to reenter the premises within one hour of departure. He is also supposed to prohibit the use of cellular phones. He does not see how he can do that. He is required to have two people on duty at all times but cannot afford to pay two people when it is not busy. He said he has complied with everything but those items.

Mayor Katz asked him if he did not think he should follow the compliance plan developed by the OLCC.

Mr. Kassapakis said he followed it for a long time, until he had cleaned up the place. He has no problems right now.

Commissioner Hales said it appears that Mr. Kassapakis thinks that these items in the compliance plan are not practical. He said Council needs to see the specific things he is prepared to do, other than just trying to be a good guy.

Maria Kassapakis, co-applicant, said she does not know what else they can do as they are trying very hard to keep the bad element out.

Mr. Sanderson said the Kassapakis' are working hard to solve longstanding problems not of their creation and this location has been troublesome for a long time under multiple owners. He said the very small size of the place limits what can be done financially to operate under compliance. However, Tony's has become the central destination for drug dealers now that the others are not letting them in. Without really tough management decisions on their part, more and more will come here. That has been the crux of the problem for the last seven months.

Commissioner Lindberg said Tony's should be able to say what things they are going to do to deal with the problems.

Mr. Sanderson said four intervention meetings have been held on this very subject. He said the Kassapakis' entered into a voluntary compliance plan and, if they cannot live with these terms, the Bureau has not heard suggestions from them for alternatives. It is the results that matter. The Bureau, the OLCC and the neighbors have not seen any improvement and do not know what more to suggest. The biggest problem at Tony's is overservice, followed by the presence of known drug dealers, who come in and out.

Commissioner Lindberg asked if the other taverns in the block charge a \$2.00 cover.

Mr. Sanderson said two do and the third does not have a problem so he doubts that it does.

Mr. Kassapakis said none of the other bars are charging a cover charge.

Mrs. Kassapakis said the noise complaint stems from the fact that they did not serve a free beer to the building manager. He retaliated by calling the OLCC and the Police about the noise. The bartender who complained got upset when he was let go.

Mark Terry, OLCC District Inspector, said in April the licensee received a temporary license to operate for 90 days and at that time signed a compliance plan. Under terms of the temporary authority, the plan was made a license restriction. If the licensee violated the plan at that time, the only remedy was removal of the license privilege. It was clearly understood that at the conclusion of the 90 days, those restrictions would become the compliance plan and part of the licensee's formal operation plan with the OLCC. It is a violation of the rules for licensees to operate outside of the plan, which is part of the official operating proposal and which the OLCC fully expects them to comply with. In August, 1995, less than a month after the 90-day temporary license expired, the OLCC had documented substantial violations to the compliance plan. Mr. Kassapakis is supposed to check the identification of any patrons unknown to the bartender or licensee and that was violated, along with a number of other conditions, as recently as last Saturday when he personally was there. He said he has received additional complaints about overservice which are currently under investigation. In short, an operator with a history of long and persistent problems is not operating as proposed and admits, as of today, that he has no intention of following the compliance plan.

Commissioner Lindberg said the only chance applicant has for a favorable recommendation is to comply with the plan despite the financial burden. He asked the applicant if he was willing to do that.

Mr. Kassapakis said unless he had the poker machines he could not afford to comply with the requirement to have two people there at all times.

Mr. Terry said that is a standard feature at all the other licensed premises.

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He pointed out that this compliance plan was drafted with the licensee.

Commissioner Lindberg said there may be a problem here that cannot be solved.

Mayor Katz asked if the other licensees in this area have such compliance plans.

Mr. Terry said yes, noting that the nearby Matador is operating successfully under a compliance plan.

Commissioner Hales said the word does not seem to be getting out that Council views liquor licenses as a privilege, not a right, and the burden of proof is on the applicant to show that granting one will not prove to be a problem for the neighborhood. Unfortunately, bootstrapping this operation back to health will probably not work in such a troubled situation where decisive change is needed.

Commissioner Kafoury said the License Bureau has spent a long time trying to get the message out. They found that the crackdown on illegal drug and alcohol use in Old Town squeezed people out into the area around NW 20th and Burnside, which is now being treated as a troubled impact area. For that reason, Council is being even tougher here than it might be otherwise.

Commissioner Lindberg said these are good, hard-working people but extra measures are needed here which may not be financially feasible. Because the compliance plan is a condition of the license, the Council really has no choice in its recommendation.

Disposition: Unfavorably recommended. (Y-4)

Commissioner Mike Lindberg

*1165 Contract with three consulting engineering firms for professional multidisciplinary services as required in the support of small to medium-sized (\$5,000-\$50,000) multi-objective enhancement projects conducted by the Bureau of Environmental Services (Ordinance)

Disposition: Ordinance No. 170350. (Y-4)

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Communications

1166 Request of Paulette Rossi to address Council regarding criteria for appointing citizens to the Public Utilities Review Board (Communication)

Discussion: Paulette Rossi, a member of the Public Utilities Review Board (PURB), said the appointment to PURB of someone who is not a resident of

North Portland, as was the announced intention, denies economic equity to the area. She said in approving the appointment Council assumed the candidate met the criteria for residence. PURB's enabling ordinance states that utility rates are a financial burden for many residents, especially in North and inner North/Northeast. She questioned how good PURB's lifeline rate analysis will be without a North Portland representative.

Mayor Katz said the criteria in the ordinance sets out guidelines. While the City is not in violation of the guidelines, when she made the selection she believed the appointee lived in North Portland. However, he does have the needed knowledge base and is a senior citizen. Because his term ends in November, 1996, she has decided to wait and reopen the process then, clearly identifying the need for a North Portland resident. She apologized for the error and said they do want to achieve diversity. The error will be corrected in four months.

Disposition: Placed on File.

At 11:47 a.m., Council adjourned.

WEDNESDAY, 2:00 PM, July 3, 1996

Commissioner Charlie Hales

*1167 Amend the Comprehensive Plan Map and change the zone of property on the west side of NW Skyline Boulevard, north of Thompson Road and south of Saltzman Road, from OS, Open Space to R20, Residential (Previous Agenda 1065; LUR 96-00073 CP ZC PU SU AD)

Disposition: Withdrawn.

NOTE: Due to the withdrawal of the above item & subsequent lack of an agenda, the Council did not meet.

BARBARA CLARK Auditor of the City of Portland

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By Cay Kershner Clerk of the Council