A regular meeting of the City Council was held on Monday, January 27, 2014, at 7:00 p.m., and opened with the Pledge of Allegiance to the Flag.

The following were present: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan

Also present: Dale Krajniak, City Manager, Jane M. Blahut, Finance Director/Clerk, and Craig Hupp, Assistant City Attorney

Excused absence: Councilmember Theokas

Minutes – December 9, 2014

Mayor Heenan presented to Council for consideration the minutes of December 9, 2014 for approval, as presented.

Motion by Councilmember Denner, supported by Councilmember Arora, to approve the minutes of December 9, 2014, as presented.

AYES: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan
NAYS: None
Absent: Councilmember Theokas

PROCLAMATION – ELIZABETH BANTON

Mayor Heenan presented to Council for consideration adopting a proclamation in honor of Elizabeth Banton of Bedford Road in celebration of her 100th birthday.

Motion by Mayor Heenan, supported by Councilmember Clark, adopt the proclamation honoring Elizabeth Banton in celebration of her 100th birthday.

AYES: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan
NAYS: None
Absent: Councilmember Theokas

ATWATER BREWERY
1175 LAKEPOINTE

Mayor Heenan presented to Council for consideration approval for a Micro Brewers, a Small Wine Maker, and a Small Distiller for the Park Brewery located at 1175 Lakepointe.

City Manager noted the Michigan Liquor Control Commission is processing an application for Mark Rieth for a Micro Brewer, a Small Wine Maker, and a Small Distiller for the Atwater Brewery located at 1175 Lakepointe.
Director of Public Safety Hiller stated he has no objections to the licenses Mr. Rieth has applied for and noted he runs a successful brewery in the City of Detroit.

Motion by Councilmember Denner, supported by Councilmember Arora, to approve of the Micro Brewers, Small Wine Maker, and Small Distiller for the Atwater Brewery located at 1175 Lakepointe, Grosse Pointe Park.

AYES: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan
NAYS: None
Absent: Councilmember Theokas

GROSSE POINTE PARK FOUNDATION

City Manager presented to Mayor Heenan and Members of Council a request of the Grosse Pointe Park Foundation to assist in the construction of a second movie theater for Windmill Pointe Park. He noted the Foundation has pledged to date $300,000. The total cost of the project is estimated at approximately $450,000. The balance of the funds needed would be recouped through movie ticket sales and concession sales along with future donations. City Manager noted that the initial plan was to consider a theater for either this spring or fall. However, due to extremely low water levels, dredging would occur this spring and rather than disrupting the park with dredging this spring and construction in the fall, it was the consensus of the Recreation Commission to move the theater project along this spring which is why it is hoped the exterior shell could be in place before mid May and the balance of work would follow afterward. He also noted an office is considered as well since the Lavins manager currently uses a storage closet as an office. If accepted by the Council, the project would proceed with getting detailed design drawings to advance the project.

City Manager stated the additional theater would reduce the parking spaces by approximately 5.

Councilmember Arora inquired if a second theater is necessary, and can the City afford the maintenance costs and the staff to run the theater.

Councilmember Arora stated she would like to see revenue and expenditure estimates for another theater.

City Manager noted movie ticket sales and concession sales totaled $164,000 last year and the cost for the movie rental fees and concession stand supplies totaled $90,000.00, generating $74,000. The staff working the front desk will be available to assist in the second theater.

Councilmember Clark stated the fixed costs and labor will be minimal and noted each of the Foundation’s projects have been a fine contribution to the City and this will add value to our recreational facilities. He noted he is interested in seeing a wider variety of films.

Several residents expressed concerns over any additional traffic flow on Pemberton and a shortage of parking.

Mr. Klacza, member of the Recreation Commission, stated the Recreation Commission reviews and advises on proposed recreation projects on behalf of the City and the Commission unanimously voted in favor of a second movie theater.
Councilmember Denner stated availability of a site and demand for a greater venue is there and it is real. The additional theater should be a success and assist in generating funds to offset the maintenance costs for the entire Lavins Center.

Resident inquired if there is such a demand for movies, why is the theater not utilized on Monday and Wednesday. Why not play an adult film on the nights you’re not playing a children’s film in the existing room.

City Manager responded that the studios routinely require a film to be played a minimum of two weeks upon its release and, if very popular may require us to retain it an additional week. He noted in the last month and one half, we’ve only been able to have three movies. He also indicated we are limited to offering one film per room so we cannot double films in the existing theater.

Councilmember Clark stated he has total confidence in the Grosse Pointe Park Foundation and all the projects they have undertaken has been to the City’s gain.

Resident recommended informing the residents of the proposed plan and let them decide if they want a second theater.

Mayor Heenan stated that’s the Council’s job and they were elected by the residents to represent the City’s interests and make decisions. A decision to add a second theater is beneficial for the community. Most residents will be happy that a greater variety of movies is going to be provided.

Councilmember Robson stated he can think of several projects that he would prefer over a second theater, however, stated the Recreation Commission and Foundation members have approved this project and they have always provided amenities for the community that enhance the quality of life for all residents.

Resident stated she is not opposed to the project, but was upset with the lack of information and stated as she understands the reasons behind the new theater, it makes more sense.

Councilmember Denner, speaking as a Foundation member, stated they try to pick out projects that will enhance the park system with amenities that can be utilized by all residents. At this time, the Council needs to evaluate if they are prepared to make a decision based on the recommendation of the Recreation Commission and the Foundation members.

Motion by Mayor Heenan, supported by Councilmember Clark to authorize the Grosse Pointe Park Foundation to facilitate the construction of a movie theater located at Windmill Pointe Park which will expand residents options to see additional films.

AYES: Councilmembers Clark, Denner, Robson, and Grano, and Mayor Heenan
NAYS: Councilmember Arora
ABSENT: Councilmember Theokas
Mayor Heenan presented to Council for consideration the invoices exceeding $5,000 for the month of December, 2013, for approval as presented.

<table>
<thead>
<tr>
<th>VENDOR</th>
<th>DESCRIPTION</th>
<th>PAYMENT</th>
</tr>
</thead>
<tbody>
<tr>
<td>J &amp; W Artisans</td>
<td>Tree and removals</td>
<td>$25,700</td>
</tr>
<tr>
<td>Bodman, PLC</td>
<td>Prosecuting attorney &amp; misc.</td>
<td>24,907</td>
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<tr>
<td>Stantec Consulting</td>
<td>Relocating vault and pumps</td>
<td>$10,014</td>
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<tr>
<td>Water Commissioners</td>
<td>Water charges-October</td>
<td>88,722</td>
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</tbody>
</table>

Motion by Councilmember Denner, supported by Councilmember Robson, to approve the invoices exceeding $5,000 for the month of December, 2013, in accordance with Section 2.249 of the Charter.

AYES: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan
NAYS: None
ABSENT: Councilmember Theokas

EXECUTIVE COMMITTEE SESSION

Mayor Heenan requested that an Executive Committee Session be held immediately following the regular meeting pursuant to contract negotiations.

Motion by Mayor Heenan, supported by Councilmember Denner, that an Executive Committee Session be held immediately following the regular meeting pursuant to labor contract negotiations.

AYES: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan
NAYS: None
ABSENT: Councilmember Theokas

NEW/OLD BUSINESS

Margot Parker, resident of Grosse Pointe Park, stated the Grosse Pointe School Millage Election is February 25, 2014. She urged everyone to vote no. She stated this is an egregious change to the tax payer, it represents a 23% increase to school taxes. She urged residents to review their tax bill and currently the school taxes include operating, hold harmless. sinking fund, and debt funds.

KERCHEVAL

Resident inquired on the status of Kercheval.

City Manager stated the weather temperatures and significant amount of snow has prevented the DPW to undertake the construction necessary. Long term, placing a market or similar use would assist in creating a greater village atmosphere and any such improvement would benefit neighbors along both the Detroit and Grosse Pointe Park sides of the street.

With no further business, the meeting recessed to Closed Door Session.
The meeting reconvened to Open Door Session

PUBLIC SAFETY – P.S.O. AND COMMAND OFFICERS

City Manager stated negotiations have been underway and we have reached a tentative agreement.

<table>
<thead>
<tr>
<th>Wages:</th>
<th>Year One</th>
<th>Year Two</th>
<th>Year Three</th>
</tr>
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<tbody>
<tr>
<td></td>
<td>2.5%</td>
<td>2.5%</td>
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<tr>
<td></td>
<td>1.%</td>
<td>1.%</td>
<td>1.%</td>
</tr>
</tbody>
</table>

City Manager noted salary adjustments over the last five years consisted of three one percent (1%) raises. The City was able to get the Union to accept a reduction in the pension multiplier from 2.5% to 2.% for new hires. Also, a Retiree Health Savings Account was established. The City will contribute 2% of base wage and the employee is required to contribute 2% of base wage and the employee may elect to contribute an additional 4% in the RHSA. When an employee retires, they would no longer remain on the City’s health insurance plan. Also, one of the payments an employee receives when applying for retirement has been eliminated from their final average compensation. In light of these major concessions, the officers were given an additional 1%. In total, with this change over the prior eight year period, the average equates to 1.68% per year which is equal to the current CPI factor this year.

Motion by Mayor Heenan, supported by Councilmember Clark, to accept the tentative agreement negotiated with the Public Safety Officers and Command Officers.

AYES: Councilmembers Clark, Arora, Denner, Robson, and Grano, and Mayor Heenan
NAYS: None
Absent: Councilmember Theokas

With no further business, the meeting adjourned.