

**RECORD OF PROCEEDINGS
MINUTES OF THE REGULAR MEETING
OF THE TOWN COUNCIL OF THE TOWN OF FRISCO
JANUARY 25, 2022**

Mayor Mortensen called the meeting to order at 7:00 p.m. Town Clerk Deborah Wohlmuth called the roll.

Present:

Andrew Aerenson
Jessica Burley
Dan Fallon
Andy Held
Rick Ihnken
Hunter Mortensen
Melissa Sherburne

Absent:

Public Comments:

There was no public comment.

Mayor and Council Comments:

Council member Sherburne provided an update regarding Frozen Frisco at Eat Ski Be Merry.

Mayor Mortensen recognized Tony O'Rourke for his time in Frisco.

Consent Agenda:

January 11, 2022 Minutes
Home Rule Charter Review – Chapter 18, Municipal Policies and Procedures
Warrant List Purchasing Cards
Town-Wide Video Surveillance System
Town Manager Release and Severance Agreement

MOTION: COUNCIL MEMBER SHERBURNE MOVED TO APPROVE THE CONSENT AGENDA AS PRESENTED. SECOND, COUNCIL MEMBER BURLEY.

AERENSON	NO	FALLON	YEA
BURLEY	YEA	SHERBURNE	YEA
HELD	YEA	MORTENSEN	YEA
IHNKEN	YEA	MOTION CARRIED	

New Business:

Agenda Item #1: *Estimated Start Time 7:10pm* Amendment to Workforce Housing Planning Agreement Between Colorado Department of Transportation 1) MAYOR OPENS PUBLIC HEARING 2) STAFF REPORT 3) PUBLIC 1) MAYOR OPENS PUBLIC HEARING 2) STAFF

REPORT 3) PUBLIC COMMENTS 4) MAYOR CLOSES PUBLIC HEARING 5) COUNCIL DISCUSSION 6) MOTION MADE 7) MOTION SECONDED 8) DISCUSSION ON MOTION 9) QUESTION CALLED

Community Development Director Don Reimer stated that item approves an agreement with the Colorado Department of Transportation (CDOT) for 619 Granite Street Workforce Housing, which will extend the contract with Studio Architecture to produce the 100% construction documents necessary to put the workforce housing build out to bid. Completing the bid-ready construction drawings by the time the Town and CDOT complete their Project Agreement, which documents the roles and responsibilities for construction and future operation and ownership of the property, will expedite the bidding process and construction processes by approximately two months. The most recent cost estimate to build the project, dated December 20, 2021, was \$6.75 million, was prepared by sub-consultant Taylor Kohrs and based on the 80% construction drawings. Based on the current project cost estimate, and apportioning the value of the land to CDOT's half of the cost, the Town's portion of the \$6.75 million construction cost would be \$4.6 million. Mayor Mortensen opened public comment at 7:10 p.m. There being no public comment, the Mayor closed public comment at 7:11 p.m.

MOTION: COUNCIL MEMBER AERENSON MOVED TO APPROVE THE AMENDMENT TO WORKFORCE HOUSING PLANNING AGREEMENT BETWEEN COLORADO DEPARTMENT OF TRANSPORTATION. SECOND, COUNCIL MEMBER HELD.

AERENSON	YEA	FALLON	YEA
BURLEY	YEA	SHERBURNE	YEA
HELD	YEA	MORTENSEN	YEA
IHNKEN	YEA	MOTION CARRIED	

Old Business:

Agenda Item #2: *Estimated Start Time 7:40pm* Second Reading Ordinance 22-01, an Ordinance Submitting to the Registered Electors of the Town of Frisco at the Regular Town Election to be Held on April 5, 2022, the Following Question, Setting the Ballot Titles for Such Question, and Providing for the Conduct of the Election: Whether, Commencing June 1, 2022, the Town of Frisco Should Impose an Excise Tax of Five Percent (5%) on the Short-Term Rental of Accommodation Units as a New Tax Pursuant to Article X, Section 20 of the Colorado Constitution.

Community Development Director Don Reimer stated this is the second reading an ordinance to place a question regarding a 5% short-term rental excise tax on the ballot for the April 5, 2022 municipal election. At the November 30, 2021 Town Council meeting, Town Council discussed the impact of short-term rentals on the community, specifically the impacts of short-term rentals on housing affordability and availability for the local workforce. The cost of developing new housing and purchasing existing housing stock in order to place a deed restriction far exceeds the available funding the Town has dedicated towards housing. Adding a new 5% excise tax to the current taxes applied to STRs (10.725%) would bring the total tax for STRs to 15.725% and is estimated to generate between \$1.2 million - \$1.5 million of additional revenue each year. This funding would be used for programs that support workforce housing. Mayor Mortensen opened public comment at 7:20 p.m. Frisco business owner spoke in opposition to the ordinance. There being no further public comment, the Mayor closed public comment at 7:25 p.m.

MOTION: COUNCIL MEMBER SHERBURNE MOVED TO APPROVE ON SECOND READING ORDINANCE 22-01, AN ORDINANCE SUBMITTING TO THE REGISTERED ELECTORS OF

THE TOWN OF FRISCO AT THE REGULAR TOWN ELECTION TO BE HELD ON APRIL 5, 2022, THE FOLLOWING QUESTION, SETTING THE BALLOT TITLES FOR SUCH QUESTION, AND PROVIDING FOR THE CONDUCT OF THE ELECTION WHETHER, COMMENCING JUNE 1, 2022, THE TOWN OF FRISCO SHOULD IMPOSE AN EXCISE TAX OF FIVE PERCENT (5%) ON THE SHORT TERM RENTAL OF ACCOMMODATION UNITS AS A NEW TAX PURSUANT TO ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION. SECOND, COUNCIL MEMBER AERENSON.

AERENSON	YEA	FALLON	NO
BURLEY	YEA	SHERBURNE	YEA
HELD	YEA	MORTENSEN	YEA
IHNKEN	YEA	MOTION CARRIED	

Adjourn:

There being no further business, the meeting adjourned at 7:30 p.m.

Respectfully Submitted,

Deborah Wohlmuth, CMC
Town Clerk