



City of League City, TX

300 West Walker
League City TX 77573

Meeting Minutes City Council

Monday, August 15, 2022

6:00 PM

Johnnie Arolfo Civic Center
400 West Walker Street

Council Budget & CIP Workshop

The City Council of the City of League City, Texas, met in a workshop in the Johnnie Arolfo Civic Center at 400 West Walker Street on the above date at 6:00 p.m.

Mayor:

Pat Hallisey

City Council Members:

**Andy Mann
Hank Dugie
Larry Millican
John Bowen
Justin Hicks
Chad Tressler
Nick Long**

City Manager:

John Baumgartner

Assistant City Manager

Bo Bass

City Attorney:

Nghiem Doan

City Secretary:

Diana M. Stapp

Chief of Police:

Gary Ratliff

Executive Director of Development Services

David Hoover

Executive Director of Finance/Project Management

Angie Steelman

Executive Director of Capital Projects

Ron Bavarian

Director of Engineering:

Christopher Sims

Director of Finance:

Kimberly Corell

Director of Human Resources/Civil Service:

James Brumm

Director of Parks & Cultural Services:

Chien Wei

Director of Public Works:

Jody Hooks

1. CALL TO ORDER AND ROLL CALL OF MEMBERS

Mayor Hallisey called the meeting to order at 6:00 p.m. and called the roll. All members of Council were present.

Present 8 - Mayor Pat Hallisey, Mr. Andy Mann, Mr. Hank Dugie, Mr. Larry Millican, Mr. John Bowen, Mr. Justin Hicks, Mr. Chad Tressler and Mr. Nick Long

2. **DISCUSSION REGARDING THE CITY OF LEAGUE CITY PROPOSED FY2023 BUDGET AND FY2023 2027 CAPITAL IMPROVEMENT PLAN**

Angie Steelman, Executive Director of Finance/Project Management gave the presentation.

Budget & Financial Planning – FY2023 Proposed Budget \$784,615

Project Management Directorate – FY2023 Proposed Budget \$1,829,065

City Council – FY2023 Proposed Budget \$138,270

City Manager – FY2023 Proposed Budget \$578,124

City Secretary - FY2023 Proposed Budget \$539,830

City Attorney – FY2023 Proposed Budget \$709,270

City Auditor – FY2023 Proposed Budget \$130,720

General Fund Non-Departmental – FY2023 proposed expenditures \$5,589,689

General Fund Transfers – FY2023 proposed transfers \$8,860,100

General Fund Debt Service – FY2023 proposed expenditures \$17,119,478

FY 2023 proposed revenues \$17,120,000

Utility Fund Non-Departmental – FY2023 proposed expenditures \$1,440,670

Utility Fund Transfers – FY2023 proposed transfers \$23,235,959

Utility Fund Payment to General Fund (slide)

Utility Debt Service Fund – FY2023 proposed expenditures \$13,321,717

FY2023 proposed revenues \$13,277,950

The FY2022 year-end estimated expenses are \$289,518 over budget due to new GCWA debt. During FY2022, GCWA issued debt for the City's portion of the City of Houston cash call on the 54-inch waterline replacement along SH3 project. A budget amendment for the \$289,518 principal and interest will be included on the 2nd quarter budget amendment. In FY2023, continued funding from the wastewater CRF fund in the amount of \$390,950 will be utilized towards debt service. These funds are available and qualify for a portion of the repayment of the 2009 Water and Sewer Revenue Bond that funded the Southwest Water Reclamation Facility. Included in the FY2023 proposed budget is principal and interest from Thomas Mackey Water Treatment Plant.

This project was included in the FY2022-2026 CIP with cash anticipated in mid-fall of 2022 in the amount of \$8.4 million. This budget includes funding for principal and interest payments anticipated for the new issuance of \$8.4 million in FY2023.

Capital Replacement Fund – FY2023 proposed expenditures \$2,265,500

General Fund Summary – Days of operating expenditures over 110 days – 5.7

Utility Fund Summary – Days of operating expenditures over 90 days – 4.2

Operating Budget Summary – FY2023 proposed budget \$169,724,990

Citywide Summary – FY2023 proposed budget \$317,979,938

Budget Ordinance

Staff heard interest in changing General Fund:

- Reduce tax rate to a 5 cent decrease to \$0.415526 (-\$575,000)
- Move new ambulance from GF to ARPA (\$430,000)
- Move Street crash truck from GF to ARPA (\$153,000)

Result – Days of operating over 110 days – 6.5

Staff heard interest in moving General Fund expenses to ARPA to reinforce Reinvestment funding, which requires reprogramming ARPA dollars:

- Reprogram \$1M Main Street incentive ARPA funding
- Reprogram \$500K HGAC sub-award ARPA funding
- Reprogram \$500K Chamber ARPA funding
- Reprogram \$400K Interfaith assistance ARPA funding

Staff heard interest in moving one-time GF expenses to ARPA to reinforce Reinvestment funding: (total \$248K below)

- 42 Flock License Plate readers (\$128,000)
- Fire Marshal equipment (\$25,000)
- EMS 2 EKG monitors (\$90,00)
- EMS training mannequin (\$5,000)

Staff heard interest in moving GF expenses to ARPA to reinforce Reinvestment funding:

One-time public safety equipment items on ‘Maybe Memo’ \$72,400

- EMS 2 Lucas Mechanical CPR devices (\$36,400)
- EMS 7 McGrath Video Intubation Systems (\$20,000)
- EMS 4 Panasonic Toughbooks (\$16,000)

Staff heard interest in reducing Animal Control water utility expenses by \$15,000, from \$27,000 to \$12,000.

Which items have support, including increasing General Fund funds to reinvestment program from reprogramming ARPA dollars? Anything we missed?

August 23, 2022 - First reading of budget ordinance and proposed tax rate – deadline to enter supplemental agenda item is Thursday, August 18

Budget & Tax Rate Adoption

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|-----------------------|---|
| Tuesday, August 16 | Council Budget & CIP Workshop #7 |
| Tuesday, August 23 | Public Hearing on FY2023 Budget |
| | First Reading of FY2023 Budget Ordinance |
| | Propose Tax Rate |
| Tuesday, September 13 | Second & Final Reading of FY2023 Budget Ordinance |
| Tuesday, September 27 | Adopt Tax Rate |

3. **PUBLIC COMMENTS**

4. **ADJOURNMENT**

At 7:41p.m. Mayor Hallisey said, there being no further business this meeting is adjourned.

PAT HALLISEY
MAYOR

DIANA M. STAPP
CITY SECRETARY

(SEAL)

MINUTES APPROVED: September 13, 2022