



City of League City, TX

300 West Walker
League City TX 77573

Meeting Minutes City Council

Monday, August 10, 2020

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 budget 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
Todd Kinsey
Greg Gripon
Chad Tressler
Nick Long**

City Manager:

John Baumgartner

Assistant City Manager

Bo Bass

Assistant City Manager

Michael Kramm

City Attorney:

Nghiem Doan

City Secretary:

Diana M. Stapp

Chief of Police:

Gary Ratliff

Executive Director of Development Services

David Hoover

Director of Budget/Project Management

Angie Steelman

Director of Engineering:

Christopher Sims

Director of Finance:

Kristine Polian

Director of Human Resources/Civil Service:

Janet Shirley

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 6:01 p.m. and called the roll. All members of Council were present except Mr. Long.

Absent 1 - Mr. Nick Long

Present 7- Mayor Pat Hallisey, Mr. Andy Mann, Mr. Hank Dugie, Mr. Larry Millican, Mr. Todd Kinsey, Mr. Greg Gripon and Mr. Chad Tressler

2. **DISCUSSION REGARDING THE CITY OF LEAGUE CITY PROPOSED FY2021 BUDGET AND FY2021 2025 CAPITAL IMPROVEMENT PLAN**

Angie Steelman, Director of Budget/Project Management gave opening remarks regarding FY2021 Proposed Tax Rate \$0.515.

Property Tax (slide)

FY2021 PROPOSED BUDGET DEBT SERVICE FUND

- Based on a taxable value of \$9.72B and a debt rate of \$0.124874, the debt service revenue decreases by \$704,636 from the proposed budgeted figure.
- The decrease is due to:
 - The expense to the TIRZ based on the total tax rate of \$0.515 reduced by \$90,207
 - Updated debt service payment schedules on the 2020 GO issue for \$30 million reduced principal and interest by \$361,000
- Due to Senate Bill 2 and the voter-approval tax rate including the previous year's excess debt collection in the rate, the planned draw down of the Debt Service fund balance is proposed to increase by \$253,429

Debt Service Fund (slide)

FY2021 General Fund (slide)

FY2021 General Fund Changes

- Proposed total tax rate of \$0.515 with a debt rate of \$0.124874 leaves \$0.390126 for M&O
- General Fund property tax revenue is estimated to increase by \$1,242,065 over the proposed budget estimate
- Included in FY2021 Proposed Budget is 8% cost increase in health insurance totaling \$430,000. This increase isn't required to fund FY2021 policies and represents a potential decrease in expense to the General Fund
- Stop loss coverage for health insurance is finalized and will be presented to Council in detail during the August 11th meeting
- Reduction in tax rate decreased the General Fund payment to the TIRZ in the amount of \$56,819
- FY2021 Proposed Budget includes a pool of funding equal to 2.5% of salaries for performance-based merit for civilian employees. An additional 0.5% of salaries is requested for distribution at the discretion of the City Manager. The increase totals \$92,980 for salaries, retirement, and FICA

- **Funding for 1.5% for civil service cost-of-living is proposed in FY2021 budget. An additional \$43,000 funding for an additional 0.5% civil service cost-of-living increase to salaries for a total of 2% is requested**

Funding for items on the July 14th “Maybe List” memo is requested for the following:

Marsh Master MM-2LZ-KC-FH with trailer	\$208,685
Heavy Equipment Operator	\$66,350
2 Power Lifting Systems for Ambulances	\$116,129
10 Scott X3 PRO Firefighting Air Packs	\$63,002

\$75,000 reduction to the mowing contract will not be programmed until FY2022 proposed budget, due to a six-month lead time for the Marsh Master and the time once received to determine the full extent of capability to address areas currently maintained by a contractor.

Other requested items not able to be addressed in the FY2021 Proposed Budget to consider for inclusion are as follows:

Crime Victim Advocate	\$75,29
Asst Police Chief new position (not a reclass)	\$105,661
Additional 10 Firefighting Air Packs (total 20)	\$63,002
New Vehicle: F550 to pull Marsh Master	\$57,08

**An audit of property insurance coverage for facilities funded by the General Fund warrants a decrease of \$65,000 in General Fund Non-Departmental Funding is available to increase the transfer from the General Fund to CIP Reinvestment program by \$700,000
Funding is available to increase the transfer from the General Fund to the Technology Fund by an additional \$150,000**

General Fund Summary (2 slides)

FINANCE DIRECTORATE – FY2021 PROPOSED BUDGET \$3,157,332

Accounting – FY 2021 Proposed Budget \$1,883,429

Municipal Court – FY 2021 Proposed Budget \$832,033

SRF – Municipal Court Security Fund

SRF – Municipal Court Technology Fund

Purchasing – FY2021 Proposed Budget \$441,870

Utility Billing – FY2021 Proposed Budget \$2,005,255

**DEVELOPMENT SERVICES DIRECTORATE – FY2021 PROPOSED BUDGET
\$3,437,168****Planning – FY2021 Proposed Budget \$1,250,797
SRF – Tree Preservation Fund****Building – FY2021 Proposed Budget \$1,243,301
Building Capital Replacement**

- **2008 Ford F150 Regular Cab 4x2 (unit 500)
Replace with 2021 Ford Explorer
100,479 miles; score of 29**

Neighborhood Services – FY 2021 Proposed Budget \$540,655**Economic Development – FY2021 Proposed Budget \$402,415****Human Resources Directorate – FY2021 Proposed Budget \$894,288
Employee Benefit Fund – FY2021 Proposed Budget \$9,226,003****COMMUNICATIONS DIRECTORATE – FY2021 PROPOSED BUDGET \$752,030****Communications – FY2021 Proposed Budget \$752,030****SRF – Public Access Channel****SRF – Hotel/Motel Occupancy Tax Fund – FY2021 Proposed Budget \$711,247****Budget Review by Council****Monday, Aug 17 Council Budget & CIP Workshop #6****Tuesday, Aug 18 Council Budget & CIP workshop #7****Budget & Tax Rate Adoption****Tuesday, Aug 25 Public Hearing on FY2021 Budget****First Reading of FY2021 Budget Ordinance****Tuesday, Sept 8 Second & Final Reading of FY2021 Budget Ordinance****Ratify the Tax Rate Increase****Adopt the tax rate****Saturday, Sept 19 Deadline to Adopt FY2021 Budget****Tuesday, Sept 29 Deadline to Adopt 2020 Tax Rate****3. PUBLIC COMMENTS**

4. ADJOURNMENT

At 8:32 p.m. Mayor Hallisey said, there being no further business this meeting is adjourned.

**PAT HALLISEY
MAYOR**

**DIANA M. STAPP
CITY SECRETARY**

(SEAL)

MINUTES APPROVED: