



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:

March 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: