



City of League City, TX

300 West Walker
League City TX 77573

Meeting Minutes City Council

Tuesday, August 4, 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 6:00 p.m. and called the roll. All members of Council were present.

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

Angie Steelman, Director of Budget/Project Management presented the following departments:

PARKS & CULTURAL SERVICES DIRECTORATE – FY2021 proposed budget \$5,672,534

Library – FY 2021 proposed budget \$2,336,408

SRF – Library Donated Fund

Parks Operations – FY2021 proposed budget \$2,342,073

Parks Recreation – FY2021 proposed budget \$994,053

4B M&O Fund – FY2021 proposed budget \$2,368,731

PARKS CIP PROGRAM:

- **Parks Facilities Renewal**
- **SH3 Hike & Bike Trail Connector**
- **Hometown Heroes Park 5K Loop**
- **East Side Dog Park**
- **FM270 Public Boat Ramp Renovation**
- **Nature Center Po9nd Bank Erosion**
- **Bayridge Park Redevelopment**
- **Clear Creek Nature Center Prairie Restoration**
- **Clear Creek – Kansas Ave & Clear Creek Nature Center**
- **Lynn Gripon Park Mountain Bike Course**
- **Bay Colony Park, Phase 1**
- **Gilmore Elementary – Claremont TPWD Trail Grant**
- **Hike & Bike Trails Way-Finding Signage**
- **Bayridge & Hometown Heroes TPWD Outdoor Grant**
- **Clear Creek Connections Paddle Trail Ext at Myrtle Park**
- **Texas Parks and Wildlife (TPWD) Recreational Trails Grant**
- **Dick Benoit Prairie Preserve**
- **Heritage Signature Trail**
- **Hike and Bike, Phase 1**
- **Downtown Revitalization Trails**

IT & FACILITIES DIRECTORATE – FY2021 proposed budget \$5,445,269

Information Technology – FY2021 proposed budget \$3,011,766

Facilities – FY2021 proposed budget \$1,670,639

Civic Center – FY2021 proposed budget \$762,865

SRF – Technology Fund – FY2021 proposed budget \$200,000

SRF – Public Safety Technology Fund – FY2021 proposed budget \$325,000

FACILITIES CIP PROGRAM

- **500 W. Walker Building Repairs/Improvements**
- **Facilities Reinvestment**

SENATE BILL 2

Effective Tax Rate > No-New-Revenue Tax Rate

Rollback Tax Rate > Voter-Approval Tax Rate

“In a Nutshell”

Pre Senate Bill 2

- **If city adopted a tax rate exceeding the rollback rate (8 percent M&O growth), voters could petition for a rollback election.**
- **Rollback election not held on uniform election date**

Post Senate Bill 2

- **If city adopts a tax rate exceeding the voter-approval rate (3.5 percent M&O growth, plus “unused increment rate”), city must hold an automatic election.**
- **Tax rate approval election held on November uniform election date**

NO-NEW-REVENUE TAX RATE

Prior Year’s Taxes less Taxes on Property Lost this Year

+

Current Value of Property Taxed in the Prior Year

X

\$100

= No-New-Revenue Tax Rate

VOTER-APPROVAL TAX RATE**No-New-Revenue M&O x 1.035****+****Debt Service Tax Rate****+****Unused Increment Rate****=****Voter-Approval Rate****Unused Increment Rate**

- A new component in the voter-approval rate formula
- The 3-year rolling sum of the difference between the adopted tax rate and the voter-approval tax rate
- The city can “bank” unused amounts for up to three years

Example (slide) – In 2023 the city would have an unused increment rate of .01250, which would be factored into the voter-approval tax rate formula.

TRUTH-IN-TAXATION

- Certified taxable value = \$9.72B
- No-New-Revenue Tax Rate = \$0.515708
- Voter-Approval Tax Rate = \$0.5238398
- Due to the increase in taxable value from \$9.10B to \$9.72B the estimated NNR rate went from \$0.535 to \$0.515708
- At the August 11th Council meeting, an agenda item to propose a tax rate of \$0.515 will be presented, which is lower than the NNR rate of \$0.515708
- The FY2021 proposed budget can be funded at the \$0.515 tax rate

TAX RATE ADOPTION

August 18 – Deadline to adopt rate if exceeds VAR & call for election (must adopt budget at same meeting in prior item)

Sunday, August 30 – Publish notice of Tax Rate Adoption (if at or under NNR rate) OR Publish Tax Rate Public Hearing notice (if above NNR rate)

Tuesday, September 8:

- Ratify the Property Tax Increase
- Public Hearing on Tax Rate (only required if tax rate is above NNR rate)
- Adopt tax rate

Tuesday, September 29 – Deadline to adopt tax rate

Budget Review by Council**Monday, Aug 10 Council Budget & CIP Workshop #5****Monday, Aug 17 Council Budget & CIP Workshop #6****Tuesday, Aug 18 Council Budget & CIP Workshop #7****Budget Adoption****Tuesday, Aug 11 Public Hearing on FY2021 Budget (optional)****Tuesday, Aug 25 Public Hearing on FY2021 Budget (required)****Tuesday, Aug 25 First Reading of FY2021 Budget Ordinance****Tuesday, Sept 8 Second & Final Reading of FY2021 Budget Ordinance****Saturday, Sept 19 Deadline to Adopt FY2021 Budget****Budget & Tax Rate Adoption****Tuesday, Aug 25 Public Hearing on FY2021 Budget****Tuesday, Aug 25 First Reading of FY2021 Budget Ordinance****Sunday, Aug 30 Public Hearing on Tax Rate (if applicable)****Tuesday, Sept 8 Second & Final Reading of FY2021 Budget Ordinance****Saturday, Sept 19 Deadline to Adopt FY2021 Budget****Tuesday, Sept 29 Deadline to Adopt Tax Rate****3. PUBLIC COMMENTS****4. ADJOURNMENT**

At 7:50 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: September 1, 2020