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CITY COUNCIL MINUTES
REGULAR MEETING

KERRVILLE, TEXAS
AUGUST 22, 2017

On August 22, 2017, the Kerrville City Council meeting was called to order at 6:00 p.m. by Mayor White in the city hall council chambers at 701 Main Street. The invocation was offered by John Standridge, Christ Church Presbyterian, followed by the Pledge of Allegiance led by George Baroody.

COUNCILMEMBERS PRESENT:

Bonnie White	Mayor
George Baroody	Mayor Pro Tem
Vincent C. Voelkel	Councilmember
Mary Ellen Summerlin	Councilmember
C. Warren Ferguson	Councilmember

COUNCILMEMBER ABSENT: None

CITY STAFF PRESENT:

Mark McDaniel	City Manager
Mike Hayes	City Attorney
E.A. Hoppe	Deputy City Manager
Brenda Craig	City Secretary
Guillermo Garcia	Executive Director of Strategic Initiatives
Sandra Yarbrough	Director of Finance
Kim Meisner	Director of General Operations
David Knight	Police Chief
Sabine Kuenzel	Executive Director of Development Services
Kyle Burow	Director of Engineering

VISITORS PRESENT: List on file in city secretary's office for the required retention period.

1. **ANNOUNCEMENTS OF COMMUNITY INTEREST:** were given.
2. **VISITORS/CITIZENS FORUM:** No one spoke.
3. **PROCLAMATION AND PRESENTATIONS:**
 - 3A. Proclamation recognizing the Kerrville Professional Fire Fighters Local 3230 for participating in the Muscular Dystrophy Association "Fill the Boot" campaign, raising over \$29,000. A plaque was presented by Marlene Browning with the Muscular Dystrophy Assn.
 - 3B. Proclamation commending the Butt-Holdsworth Memorial Library's celebrating 50 years.

3C. Proclamation proclaiming September 1, 2017, as Dorothy McNeill Tucker Day was accepted by Jim Morris and members of St. Peter's Episcopal Church.

4. CONSENT AGENDA:

Mayor White removed Item 4E from the consent agenda.

Mr. Ferguson moved to approve consent agenda items 4A, 4B, 4C, 4D, and 4F;

Ms. Summerlin seconded the motion, and the motion passed 5-0:

4A. Minutes of the regular meeting held July 25, 2017, and the Employee Benefits Trust minutes of August 8, 2017.

4B. Resolution No. 33-2017 authorizing the submission of a grant application to the Office of the Governor, Criminal Justice Division for Police Department body armor, by the City of Kerrville.

4C. Authorize a professional services agreement with Schrickel Rollins and Associates for design services for the HEB Tennis Center Renovation project.

4D. Council authorization for the City Manager to execute a construction contract with State Aire, Inc. for the Kerrville Police Department HVAC Replacement Project in the amount of \$67,232.11 and authorize the City Manager to execute additional change orders which will not exceed a total contract value of \$84,000.

4F. Resolution No. 34-2017 supporting the closure of a portion of State Highway 27 during certain days and hours for the Kerrville Triathlon Festival 2017.

END OF CONSENT AGENDA

4E. Consider taking action to authorize staff to negotiate a Professional Services Agreement with Kimley Horn for the City of Kerrville New Comprehensive Plan.

Councilmembers commented on the proposals received.

Mr. Voelkel moved to authorize staff to negotiate a professional services agreement with Kimley Horn for the new comprehensive plan. Ms. Summerlin seconded the motion and it passed 5-0.

5. PUBLIC HEARINGS:

5A. Public hearing on the proposed fiscal year 2018 budget for the City of Kerrville.

Mayor White declared the public hearing open at 6:21 p.m.; no one spoke and Mayor White closed the public hearing at 6:21p.m.

5B. Public hearing on the ad valorem tax rate for tax year 2017/fiscal year 2018 for the City of Kerrville.

Ms. Yarbrough noted the proposed tax rate was \$0.5625/\$100 valuation, the same tax rate for the past nine years. The effective tax rate was \$0.5514, and the tax rollback rate was \$0.5912. The average homestead property value of \$193,902 would have an increase of \$21.52. The difference between the proposed tax rate and the effective tax rate was about \$150,000-160,000; it was unknown what effect the tax freeze would have on this number.

Mayor White declared the public hearing open at 6:24 p.m.; no one spoke and Mayor White closed the public hearing at 6:24 p.m.

Mr. Hayes stated: "The adoption of the proposed tax rate will occur through two separate readings of an ordinance, the first which will occur on Tuesday, September 12, 2017, at 6:00 p.m.; followed by a second reading and final adoption of the ordinance on Tuesday, September 26, 2017, at 6:00 p.m. Both readings and actions on the ordinance will occur here at city hall, 701 Main Street, Kerrville, Texas."

Mr. McDaniel noted the effective tax rate was the tax rate that would generate the same amount as the previous year; as property values increase the effective tax rate decreases. The difference between the current tax rate and the effective tax rate would net about \$120,000 in the operations and maintenance part of the general fund; 13% of the tax rate was allocated to fund debt service. He offered to prepare options that would equate to \$120,000 in order to balance the budget if council chose to adopt the effective tax rate. The options could be discussed at the next meeting.

Council noted the audits for the past three years have shown a budget surplus at year end.

The consensus of the council was to instruct Mr. McDaniel to prepare options for consideration at the next meeting, and to provide information on how adopting the effective tax rate for 2018 would affect future budgets and taxes.

6. ORDINANCE, SECOND AND FINAL READING:

6A. Ordinance No. 2017-16 annexing an approximate 11.341 acre tract out of the William Watt Survey No. 65, Abstract No. 364; said territory being adjacent to the corporate limits of the City of Kerrville, Texas, and generally located adjacent to property within the Comanche Trace residential subdivision, which is located along State Highway 173; describing the territory to be annexed; adopting a service plan for the territory annexed; and establishing the zoning for the area annexed. Mayor White read the ordinance by title.

Ms. Kuenzel noted no changes since first reading.

Ms. Summerlin moved to approve Ordinance No. 2017-16 on second and final reading. Mr. Ferguson seconded the motion and it passed 5-0.

7. CONSIDERATION AND POSSIBLE ACTION:

7A. License agreement with the Cailloux Foundation for construction of a signaled intersection on Holdsworth Drive, fencing, and signage.

Mr. Hoppe noted the Cailloux Foundation proposed to gift to the city: construction of a signalized intersection, fencing and a monument sign on the soccer side of the sports complex on Holdsworth Drive. The baseball side of the complex did not abut Holdsworth Drive, but there were plans to install a monument sign on that side as well.

Council also discussed the following:

- One year warranty on the traffic signal.
- Proposed fencing abutted existing private fencing.
- A traffic study was not conducted on Holdsworth Drive; however, traffic will increase.
- Staff was working with an independent traffic engineer on the turning movements at the location to ensure it will meet standards. The crosswalk will have pedestrian buttons.
- Questioned if the planning and zoning commission would hold a public hearing for approval of the plat. Mr. Hoppe noted that this specific type of infrastructure did not trigger a platting requirement.

Mr. McDaniel noted it was a common process for a developer to install infrastructure, such as a signalized intersection, as part of their project and then convey the infrastructure to the city.

Mayor White stated the motion: To authorize the city manager to execute a license agreement with the Cailloux Foundation for construction of a signaled intersection on Holdsworth Drive, fencing, and signage. Mr. Ferguson moved the motion as stated Ms. Summerlin seconded the motion and it passed 5-0.

8. INFORMATION AND DISCUSSION:

8A. Presentation by My Ride TX, a ride share company. (My Ride TX) Steven Wright, with My Ride TX, discussed the details of a new ride company proposing to operate in the Kerrville area. He noted that all drivers were required to provide insurance, meet drug and alcohol testing requirements, and pass a background check. He noted there was no provision for collecting sales tax.

Mr. Hayes noted that House Bill 100 removed any authority for cities to regulate transportation network services.

The following persons spoke:

1. Ward Jones asked what the requirements were for insurance. Mr. Wright noted each driver was required to have commercial liability insurance, \$1 million per occurrence.
2. Peggy McKay asked if the company could accommodate customers by phone. Mr. Wright noted they were working to provide manual dispatch for call in customers using a pre-set account.

8B. Budget and economic update.

Ms. Yarbrough gave the financial report year to date for the period ending July 31, 2017: general fund revenues totaled \$26,182,190 and expenditures \$22,592,860; water and sewer fund revenues totaled \$9,542,816 and expenditures \$9,434,239; hotel/motel fund revenues totaled \$996,883 and expenditures \$781,450. 46 permits for new residential construction and commercial new/remodel construction totaled \$25,297,408 year-to-date. She reviewed the community investment capital projects in progress.

9. CITY MANAGER'S REPORT

-Louise Hays Park fountain was back in service.

-Walls have been repaired at the development services office; repairs to the interior building would begin shortly after the new fiscal year budget.

10. ITEMS FOR FUTURE AGENDAS: None

11. EXECUTIVE SESSION: None.

12. ACTION ON ITEMS DISCUSSED IN EXECUTIVE SESSION: None.

ADJOURNMENT. The meeting adjourned at 6:58 p.m.

APPROVED: 09/12/2017

ATTEST:

Bonnie White, Mayor

Brenda Craig City Secretary