

CITY COUNCIL MINUTES
REGULAR MEETING

KERRVILLE, TEXAS
SEPTEMBER 27, 2011

On September 27, 2011, the Kerrville City Council meeting was called to order by Mayor Wampler at 6:00 p.m. in the city hall council chambers, 800 Junction Highway. The invocation was offered by Reverend John Wurster, First Presbyterian Church, followed by the Pledge of Allegiance led by Michael Kinler and Antonio Flores, Boy Scouts of America Troop 111.

COUNCILMEMBERS PRESENT:

David Wampler	Mayor
Gene Allen	Mayor Pro Tem
Carson Conklin	Councilmember
T. Scott Gross	Councilmember
Stacie Keeble	Councilmember

COUNCILMEMBER ABSENT: None

CITY EXECUTIVE STAFF PRESENT:

Todd Parton	City Manager
Mike Hayes	City Attorney
Brenda G. Craig	City Secretary
Kristine Ondrias	Assistant City Manager
Travis Cochran	Director of Information Technology
Mike Erwin	Director of Finance
Kevin Coleman	Director of Development Services
Charlie Hastings	Director of Public Works
Kim Meismer	Director of General Operations
Mindy Wendele	Director of Business Programs
Robert Ojeda	Fire Chief

VISITORS PRESENT: List is on file in city secretary's office.

1. VISITORS/CITIZENS FORUM: No one spoke.

2. RECOGNITIONS AND COMMENDATIONS:

2A. A proclamation proclaiming September as Childhood Cancer Awareness month was presented by Mayor Wampler to Jennifer Behrens.

2B. Presentation of the Texas Department of Transportation Click It or Ticket grant award. This matter was rescheduled for October 11, 2011.

3. CONSENT AGENDA:

Mr. Gross moved for approval of items 3A – 3G; Mr. Allen seconded the motion and it passed 5-0:

3A. Approval of the minutes of the special city council meeting held August 10, and the regular city council meeting held September 13, 2011.

3B. Tennis Professional Agreement by and between the City of Kerrville, Texas and Chris Crawford.

3C. Resolution No. 034-2011 authorizing execution of a Section 125 premium plan with Core Documents, Inc.; amending and restating the City of Kerrville section 125 summary plan document to limit payroll deductions to a premium only plan; and terminating deductions for flexible spending accounts.

3D. Resolution No. 035-2011 requesting street closure from TxDOT for the City of Kerrville Holiday Lighted parade scheduled for Saturday, November 19, 2011.

3E. Construction contract with PM Construction & Rehab, LLC for the replacement and/or renewal of approximately 16,800 linear feet of deteriorated wastewater pipe and associated manholes in an amount of \$1,069,388.90 and change orders in an amount not to exceed \$130,611.10.

3F. Resolution No. 036-2011 authorizing the waiver for Habitat for Humanity Kerr County Affiliate, Inc. of various fees associated with the construction of homes; said waiver to remain in effect through September 30, 2012, or the construction of ten homes, whichever occurs first.

3G. Resolution No. 037-2011 authorizing the waiver for Habitat for Hill Country Home Opportunity Council, Inc. of various fees associated with the construction of homes; said waiver to remain in effect through September 30, 2012, or the construction of ten homes, whichever occurs first.

END OF CONSENT AGENDA

4. ORDINANCES, SECOND AND FINAL READINGS:

4A. Ordinance No. 2011-18 levying an ad valorem tax for the use and the support of the municipal government for the City of Kerrville, Texas, for the fiscal year 2012; providing for apportioning each levy for specific purposes; and providing when taxes shall become due and when same shall become delinquent if not paid. Mayor Wampler read the ordinance by title only.

Mr. Erwin stated no changes since first reading and requested approval.

Ms. Keeble moved for approval of Ordinance No. 2011-18 on second and final reading; Mr. Conklin seconded the motion and it passed 5-0.

4B. Ordinance No. 2011-19 adopting the annual budget for the fiscal year 2012; providing appropriations for each department and fund; containing a cumulative clause; and containing a savings and severability clause. Mayor Wampler read the ordinance by title only.

Mr. Erwin stated no changes since first reading and requested approval.

Mr. Allen moved for approval of Ordinance No. 2011-19 on second and final reading; Mr. Conklin seconded the motion and it passed 5-0.

5A. Resolution amending the Employee Benefits Trust.

This matter was rescheduled to Thursday, September 29, 2011, at 2:30 p.m.

6. CONSIDERATION AND POSSIBLE ACTION:

6A. Resolution No. 038-2011 authorizing publication of notice of intention to issue certificates of obligation in the amount not to exceed \$3,500,000 for the purpose of parks and trail system improvements.

Mr. Erwin noted the economic improvement corporation took action to pay for \$3.5 million certificates of obligation to provide funding for improvements to city parks and trails system. The debt would be bank qualified thereby keeping the interest rate lower. Another \$3.5 million issue was scheduled for January 2012.

Mr. Gross moved for approval of Resolution No. 038-2011; Mr. Allen seconded the motion and it passed 4-1 with Councilmembers Gross, Allen, Keeble and Wampler voting in favor of the motion and Councilmember Conklin voting against the motion.

6B. Interlocal agreement between the City of Kerrville and Kerr County regarding airport operations and supporting airport budget.

Mr. Parton noted the city/county negotiating team had addressed the concerns previously expressed by council and the agreement and budget presented addressed those concerns. Under the agreement, the existing airport board would remain in place, and a planning committee would be established with three representatives each from the city and county, and two from the airport board. The committee would meet quarterly and establish priorities and performance benchmarks, including oversight of airport financials, operations, and capital planning. The total airport budget for FY12 was proposed at \$424,000, which included \$110,000 each from the city and county. He noted that the county voted to accept the agreement and approved the budget allocation on September 26.

Council also discussed the following points:

- Negotiations had proven that the city and county had a lot of common ground in regard to the airport operation.
- The council's goal was to move the airport operation toward self-sufficiency without financial support from the city and county.
- The city and county contribution had gone down from \$175,000 each in FY11 to \$110,000 in FY12.
- There would be no interruption of services or operations at the airport.
- This agreement would result in financial accountability of tax funds contributed to the airport operation.
- The planning committee would also establish performance metrics.

Mr. Conklin moved to accept the interlocal agreement and approve the FY12 budget as presented; Mr. Allen seconded the motion and it passed 5-0.

7. INFORMATION AND DISCUSSION:

7A. Water resources report. (staff)

Mr. Hastings noted the rain received last week brought the lake level up from 4-4.5 ft. to 2.7 ft. below the spillway at the city dam, and noted the city would stay

in Stage 4 for a while; if the drought continued, the city could go to Stage 5; the stages were based on a mathematical model that took all water sources into consideration. The aquifer level was at 1,339 ft. The aquifer storage and recovery well had 640 million gallons (mg) currently in storage, which was down from 800 mg at the start of the year; the safe operating capacity was at 74%.

The following person spoke:

1. Carolyn Lipscomb asked how much water could be pumped from the ASR wells; Mr. Hastings responded 2 mgd.

7B. Budget and economic update. (staff)

Mr. Erwin noted the sales tax receipts for September dropped slightly; general fund revenue was at \$19,315,992 and expenditures at \$17,444,474; and water/sewer fund revenue was at \$8,985,817 and expenditures at \$7,857,683.

8. ITEMS FOR FUTURE AGENDA

- Discuss events manager position.
- Discuss renaming the city lake on Guadalupe Street.
- Discuss holding a town hall meeting.

9. ANNOUNCEMENTS OF COMMUNITY INTEREST:

- Report on Triathlon event planned for October 1 and 2: Ms. Wendele reported 750 participants, of which 95% were from outside of Kerr and Gillespie counties; 100 people had volunteered to help with the event; and 1,500 visitors were anticipated to attend. The 2012 event had already been booked in Kerrville.
- Special city council meeting was scheduled for Thursday, September 29, 2:30 p.m.
- KPUB signed a contract with CPS Energy of San Antonio to be the primary power supplier; KPUB would still receive some power from LCRA; this will allow KPUB to have more flexibility; and power costs should come down.

10. **EXECUTIVE SESSION:** None.

11. **ACTION ON ITEM DISCUSSED IN EXECUTIVE SESSION:** None

12. **ADJOURNMENT.** The meeting adjourned at 6:37 p.m.

APPROVED: _____

David Wampler, Mayor

ATTEST:

Brenda G. Craig, City Secretary