

**OFFICIAL MINUTES OF THE CITY COUNCIL
LAGO VISTA, TEXAS
SPECIAL CALLED MEETING
SEPTEMBER 10, 2015**

BE IT REMEMBERED that on the 10th day of September, A.D., 2015, the City Council held a Special Called Meeting at 4:30 p.m. in the City Council Chambers at City Hall, 5803 Thunderbird, Lago Vista, Texas, as prescribed by V.T.C.A., Government Code Section §551.041, to consider the following agenda items.

CALL TO ORDER, CALL OF ROLL

Randy Kruger	Mayor	Melissa Byrne Vossmer	City Manager
Darrel Hunt	Mayor Pro Tem	Chief Danny Smith	Police Chief
Rodney Cox	Council Member	Starr Lockwood	Accounting Manager
D'Anne Gloris	Council Member	Sandra Barton	City Secretary
Dale Mitchell	Council Member	Gary Graham	Public Works Dir.
Ron Smith	Council Member		

Mayor Randy Kruger called the Special meeting to order at 4:30 p.m. and recognized that all Council Members were present except Jason Shoumaker. Also, present, Laura Fowler, Parks and Rec Department and Eric Cupit, Golf Course Manager.

PUBLIC HEARING These item taken out of order

3. ***PUBLIC HEARING***: The City Council will conduct a public hearing to obtain taxpayers' views on a Proposed Tax Rate of \$0.65 per \$100 valuation for the 2015 Tax Year.

The public hearing was opened at 4:32 p.m. Melissa Byrne Vossmer, City Manager asked that the Council also set a date for the final adoption of the tax rate and budget for September 21, 28 or 29.

D'Anne Gloris asked about putting a response on a news article stating that the city was raising the tax rate.

The Mayor explained that the city does not intend to raise the tax rate but is considering leaving the rate at \$.65.

Jimmy Lynam stated that he is for keeping the tax rate at \$.65. He also asked why the meeting was set at 4:30 p.m. City Manager responded to the question regarding the public hearing for the debt issuance and advised that it has been on two other council agendas at 6:30 p.m.

Ed Tidwell how much additional money the 6.9 % increase in the property values bring in? Following a brief discussion, the public hearing was closed at 4:48 p.m.

ACTION ITEMS

4. Presentation, discussion, consideration, action if any regarding Ordinance No. 2015-09-10-02 of the City of Lago Vista, Texas, Amending Appendix A, Section 6.200, Utility Rates and Fees, Lago Vista Code of Ordinances and prescribing changes in rates and fees, providing severability, an open meeting clause, an effective date and providing for related matters.

Nelisa Heddin with Heddin Consulting appeared and provided a brief presentation regarding the proposed Water/Wastewater Rate Study final report and to address any questions.

Ron Smith thanked Staff and Nelisa for their effort and hard work in putting this study together.

The Council and Staff discussed. On a motion from Rodney Cox, seconded by Dale Mitchell, the Council voted unanimously to approve Ordinance No. 2015-09-10-02 amending Appendix A to include staff recommendation for Option No. 2 as presented and suspend the drought contingency fee.

5. Discussion, consideration, action if appropriate regarding Resolution No. 15-1619; City of Lago Vista Fiscal & Budgetary Policy Statements for FY15/16.

Melissa Byrne Vossmer, City Manager addressed the Council and gave a brief overview of proposed Resolution No. 15-1619 and introduced Becky Brooks.

Becky Brooks, President/CEO Government Resource Associates, LLC appeared and provided a brief oral and visual presentation to Council and addressed questions.

Following a discussion by Council and on a motion from Dale Mitchell, seconded by Rodney Cox, the Council unanimously voted to adopt Resolution No. 15-1619, with one correction: change water and sewer to water and wastewater.

1. ***PUBLIC HEARING***: Conduct a public hearing on the issuance of the City of Lago Vista, Texas, Taxable Limited Tax Note, Series 2015.

The public hearing was opened at 6:18 p.m. Tom Lawrence, Financial Consultant appeared to address the Council with a brief overview and update. Jana Edwards, Legal Counsel appeared to address any questions and concerns regarding the proposed tax note issuance.

Jimmy Lynam asked why the city was borrowing this money. Mayor Kruger addressed this question and advised that it was to purchase land owned by Mr. Otwell that would lead to resolving the legal issues, procure the property and have access on the property.

Ed Tidwell asked about payments on this note. Mayor and staff discussed and addressed this question.

Stephanie Smith asked how common a practice is this for a city to buy and resell property.

After no further comments, the public hearing was closed at 6:54 p.m.

2. First and Final Reading – Consideration and action with respect to an “Ordinance No. 2015-09-10-01 of the City of the City Council of the City of Lago Vista, Texas, Authorizing the Issuance and Sale of \$3,738,000 City of Lago Vista, Texas Limited Tax Note, Series 2015; Prescribing the Form of the Note; Levying an Ad Valorem Tax to Pay the Note; Awarding the Sale Thereof; and Enacting Other Provisions Relating Thereto.”

Jana Edwards, Legal Counsel gave a brief overview of the proposed Ordinance.

The Mayor read the Ordinance heading for the record.

Darrel Hunt motioned to approve Ordinance No. 2015-09-10-01 as proposed. D’Anne Gloris seconded this motion. Council discussed briefly. Voting in favor: Hunt, Kruger, Mitchell and Gloris. Voting in opposition: Smith and Cox. Motion passed.

**THE COUNCIL TOOK A SHORT BREAK AT 6:59 P.M. AND RECONVENDED
AT 7:19 P.M.**

DISCUSSION ITEMS

6. Discussion regarding review of proposed 5-year Capital Improvement Project.

City Manager, Melissa Byrne Vossmer explained to Council that the City Charter requires that staff and City Manager prepare a 5-year Capital Improvement Program. Gary Graham, Public Works Director presented an overview of the proposed plan. The Council and staff discussed in length. No action taken.

7. Discussion of updated Revenues.

City Manager, Melissa Byrne Vossmer provided Council with an overview of the updated revenues.

The Council and staff discussed in length. The tentative date for a Council meeting to adopt the budget was set for Tuesday, September 29, 2015. The Council provided direction to staff to leave the tax rate at \$.65 and prepare a consolidated statement for the next Council meeting. No further action taken.

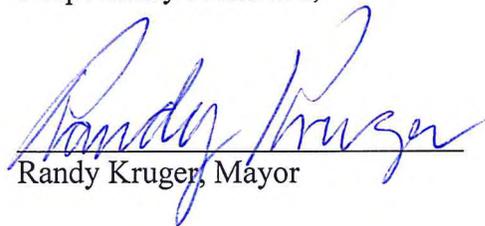
8. Discussion regarding Departmental Budgets.

The Council and staff discussed. No action taken.

ADJOURNMENT

Mayor Randy Kruger adjourned the meeting at 9:01 p.m.

Respectfully submitted,


Randy Kruger, Mayor

ATTEST:



Sandra Barton, City Secretary

On a motion by Council Member Jason Shoumaker, seconded by D'Anne Gloris, the above and foregoing instrument was passed and approved the 15th day of October, 2015.