
CITY COUNCIL AGENDA

Notice is hereby given that the Rockport City Council will hold a regular meeting on Tuesday, July 26, 2016, at 6:30 p.m. The meeting will be held at Rockport City Hall, 622 E. Market, Rockport, Texas. The matters to be discussed and acted upon are as follows:

Opening Agenda

1. Call meeting to order.
2. Pledge of Allegiance.
3. Proclamation: Law Enforcement Appreciation Day – Fourth Monday in July.
4. Citizens to be heard.

At this time, comments will be taken from the audience on any subject matter that is not on the agenda. To address the Council, please sign the speaker's card located on the table outside the Council Chamber and deliver to the City Secretary before the meeting begins. Please limit comments to three (3) minutes. In accordance with the Open Meetings Act, Council may not discuss or take action on any item that has not been posted on the agenda.

Consent Agenda

All consent agenda items listed are considered to be routine by the City Council and will be enacted by one motion. There will be no separate discussion of these items unless a Council Member so requests, in which event the item will be removed from the Consent Agenda and considered in its normal sequence on the agenda.

5. Deliberate and act on approval of Council Regular Meeting Minutes of July 12, 2016, and Budget Workshop Meeting Minutes of July 18, 2016.
6. Deliberate and act on 3rd quarter hotel occupancy tax report from Texas Maritime Museum for 2015-2016 marketing expenditures.
7. Deliberate and act on cancellation of October 11, 2016, Council Regular Meeting, November 22 and December 27, 2016, Council Workshop and Regular Meetings.
8. Deliberate and act to appoint a special liaison to the YMCA Development Committee, and appoint a member to the Parks & Leisure Services Advisory Board.

Regular Agenda

9. Deliberate and act on first reading of an Ordinance pursuant to Article 23 "Conditional Use Permit", Rockport Zoning Ordinance Number 1027, granting a Conditional Use Permit to property located at 1515 Sixteenth Street; also described as Lot 76, Block 250, Swickheimer Subdivision (10 acres), Plat Records of Aransas County, Texas, for the purpose of establishing a Bed and Breakfast/Multi-Family Ranch with farm animals, subject to compliance with the conditions stated in said Ordinance, as well as those stipulated under Article 23, Rockport Zoning Ordinance Number 1027; repealing all ordinances in conflict therewith; providing for severability; and providing an effective date.

10. Deliberate and act on second and final reading of an Ordinance affecting participation of City employees in the Texas Municipal Retirement System; granting the additional rights, credits and benefits authorized by Sections 852.205 of Title B, Government Code, as amended; and prescribing the effective date of said Ordinance.
11. Deliberate and act on approving an expenditure not to exceed \$40,000.00 to perform a preliminary engineering study for the proposed sports complex on City owned property adjacent to the east side of Highway 35 Bypass and bordered by Teal and Corpus Christi Streets.
12. Deliberate and act on approval to award a contract to Bridges Specialties, Inc. to connect the Cape Velero waterline to the waterline on Rattlesnake Point Road.
13. Reports from Council.
At this time, the City Council will report/update on all committee assignments, which may include the following: Aransas Pathways Steering Committee; Building and Standards Commission; Coastal Bend Bays and Estuaries Program; Coastal Bend Council of Government; Environmental Committee for Water Issues; Park & Leisure Services Advisory Board; Planning & Zoning Commission; Rockport Heritage District Board; Rockport-Fulton Chamber of Commerce; Aransas County Storm Water Management Advisory Committee; Swimming Pool Operations Advisory Committee; Tourism Development Council; Tree & Landscape Committee; YMCA Development Committee; Texas Maritime Museum, Fulton Mansion, Rockport Center for the Arts, Aransas County, Aransas County Independent School District, Aransas County Navigation District, Town of Fulton, and Texas Municipal League. No formal action can be taken on these items at this time.

Executive Session

City Council will hold an executive session pursuant to the provisions of Chapter 551 of the Texas Government Code, in accordance with the authority contained in:

14. Section 551.071(1)(A) and Section 551.071(2) Consultation with Attorney: Pending or contemplated litigation: (A) Bay Education Center, and (B) Texaz Construction and AZ Southwest Properties.
15. Section 551.072 Deliberation regarding real property - deliberate the purchase, exchange, lease, or value of real property: (A) Project Red Fish, and (B) Project Cobia.
16. Section 551.087 Deliberation Regarding Economic Development Negotiations: Project Cardinal.

Open Session

City Council will reconvene into open session pursuant to the provisions of Chapter 551 of the Texas Government Code to take any actions necessary related to the executive sessions noted herein, or regular agenda items, noted above, and/or related items.

17. Adjournment.

Special Accommodations

This facility is wheelchair accessible and accessible parking spaces are available. Requests for accommodations or interpretive services must be made 48 hours prior to this meeting. Please contact the City Secretary's office at (361) 729-2213, ext. 225 or FAX (361) 790-5966 or email citysec@cityofrockport.com for further information. Braille is not available. The City of Rockport reserves the right to convene into executive session under Government Code §§ 551.071-551.074 and 551.086.

Certification

I certify that the above notice of meeting was posted on the bulletin board at City Hall, 622 E. Market Street, Rockport, Texas on Friday, July 22, 2016, by 5:00 p.m. and on the City's website at www.cityofrockport.com. I further certify that the following News Media were properly notified of this meeting as stated above: *The Rockport Pilot*, *Coastal Bend Herald*, and *Corpus Christi Caller Times*.


Teresa Valdez, City Secretary

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 3

Proclamation: Law Enforcement Appreciation Day – Fourth Monday in July

SUBMITTED BY: Mayor Charles J. Wax

APPROVED FOR AGENDA: PKC

BACKGROUND: Recent attacks on law enforcement officers across the United States has highlighted a need to reaffirm public support for our local law enforcement. Please see the accompanying proclamation for more detail.

FISCAL ANALYSIS: N/A

RECOMMENDATION: Not an action item.

Joint Proclamation



WHEREAS, the citizens of Aransas County, the City of Rockport, and the Town of Fulton all rely heavily on local law enforcement to keep our community safe, to enforce our laws, to prevent crime, and to assist us during emergency situations; and

WHEREAS, our local law enforcement officers work extremely hard to maintain peace and order and quality of life even though, by doing so, they routinely face the threat of personal violence and danger; and

WHEREAS, our citizens recognize that other communities may not have the good fortune we have in this area and that, across the nation, there are questions being raised about the professionalism of law enforcement and the lack of care that some officers exhibit; and

WHEREAS, our citizens want to make clear to all that our support for our local law enforcement—each agency, the individuals within each agency, and the critical public service we receive from them—is unwavering; and

WHEREAS, their good work here does more than protect us—it also significantly adds to the health and economic well-being of our community; and

WHEREAS, is it a good and proper thing to publicly acknowledge our local law enforcement officers and their valiant service.

NOW, THEREFORE, we, C. H. “Burt” Mills, Jr., Aransas County Judge; Charles J. Wax, Mayor of the City of Rockport; and Jimmy Kendrick, Mayor of the Town of Fulton, do hereby proclaim that the fourth Monday in July shall be known today and henceforth as

LAW ENFORCEMENT APPRECIATION DAY

in Aransas County, a day we remember to thank our local law enforcement professionals for their dedication to and direct support of this safe and prosperous community. May it become a meaningful day, a day for individuals and businesses alike to also express their personal gratitude.

IN WITNESS WHEREOF, we have hereunto set our hands to be affixed this 25th day of July, 2016.

Charles J. Wax, Mayor
City of Rockport

C.H. “Burt” Mills, Jr.
Aransas County Judge

Jimmy Kendrick, Mayor
Town of Fulton

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 5

Deliberate and act on approval of Council Regular Meeting Minutes of July 12, 2016, and Budget Workshop Meeting Minutes of July 18, 2106.

SUBMITTED BY: City Secretary Teresa Valdez

APPROVED FOR AGENDA: PKC

BACKGROUND: Please see the accompanying minutes of the regular meeting of July 12, 2016.

FISCAL ANALYSIS: N/A

RECOMMENDATION: Staff recommends Council approve the Minutes, as presented.

CITY OF ROCKPORT

MINUTES

CITY COUNCIL REGULAR MEETING 6:30 p.m., Tuesday, July 12, 2016 Rockport City Hall, 622 East Market Street

On the 12th day of July 2016, the City Council of the City of Rockport, Aransas County, Texas, convened in Regular Session at 6:30 p.m., at the regular meeting place in City Hall, and notice of meeting giving time, place, date and subject was posted as described in V.T.C.A., Government Code § 551.041.

CITY COUNCIL MEMBERS PRESENT

Mayor Charles J. Wax
Mayor Pro-Tem Pat Rios, Ward 3
Council Member Rusty Day, Ward 1
Council Member J. D. Villa, Ward 2
Council Member Barbara Gurtner, Ward 4

CITY COUNCIL MEMBER(S) ABSENT

PLANNING & ZONING COMMISSION MEMBERS PRESENT

Edward Bellion
Graham Wilson
Brian Olsen
Shawn Johnston
Diana Severino-Saxon
Ruth Davis
W. Kent Howard

STAFF MEMBERS PRESENT

City Attorney Terry Baiamonte
City Secretary Teresa Valdez
Finance Director Patty Howard
Police Chief Tim Jayroe
Public Works Director Mike Donoho
Park & Leisure Services Director Tom Staley
Parks Maintenance Superintendent Rick Martinez
Information Technology Director Brian Jacobs

ELECTED OFFICIALS PRESENT

Opening Agenda

1. Call to Order.

With a quorum of the Council Members present, the Regular Meeting of the Rockport City Council was called to order by Mayor Wax at 6:32 p.m. on Tuesday, July 12, 2016, in the Council Chambers of the Rockport City Hall, 622 E. Market Street, Rockport, Texas.

2. Pledge of Allegiance.

Council Member Villa led the Pledge of Allegiance to the U.S. flag and Texas flag.

3. Citizens to be heard.

At this time comments will be taken from the audience on any subject matter that is not on the agenda. To address the Council, please sign the speaker's card located on the table outside the Council Chamber and deliver to the City Secretary before the meeting begins. Please limit comments to three (3) minutes. In accordance with the Open Meetings Act, Council may not discuss or take any action on any item that has not been posted on the agenda.

Kay Adams addressed the Council. Ms. Adams provided a Wings Rescue update. Ms. Adams informed the Council that 144 birds have been rescued.

Consent Agenda

All consent agenda items listed are considered to be routine by the City Council and will be enacted by one motion. There will be no separate discussion of these items unless a Council Member so requests, in which event the item will be removed from the Consent Agenda and considered in its normal sequence on the agenda.

- 4. Deliberate and act on approval of City Council Workshop and Regular Meeting Minutes of June 28, 2016.**
- 5. Deliberate and act on 3rd quarter hotel occupancy tax report from Rockport Center for the Arts for 2015-2016 marketing expenditures.**
- 6. Deliberate and act on Lease Agreement with Aransas County Community Garden, Inc.**
- 7. Deliberate and act on the Texas Municipal League Intergovernmental Employee Benefits Pool Continuation of Coverage Administrative Agreement for the Fiscal Year 2016-2017.**

Mayor Wax called for requests to remove any item from the Consent Agenda for separate discussion. There being no requests, Mayor Wax called for a motion.

MOTION: Council Member Villa moved to adopt the Consent Agenda Items as presented. Mayor Pro-Tem Rios seconded the motion. Motion carried unanimously.

Public Hearing

8. Call to Order- Rockport Planning & Zoning Commission.

With a quorum of the Rockport Planning & Zoning Commission present, the meeting of the Rockport Planning & Zoning Commission was called to order at 6:35 p.m. on Tuesday, July 12, 2016, in the Council Chambers of the Rockport City Hall, 622 E. Market Street, Rockport, Texas.

9. Conduct and deliberate a Joint Public Hearing with the Planning & Zoning Commission to consider a request for a Conditional Use Permit for a bed and breakfast/multi-family ranch with farm animals on property located at 1515 Sixteenth Street; also known as Lot 76, Block 250 Swickheimer Subdivision (10 acres), Rockport, Aransas County, Texas, currently zoned R-1 (1st Single Family Dwelling District).

Mayor Wax opened the Joint Public Hearing at 6:35 p.m.

Mayor Wax stated the Planning & Zoning Commission will consider this request at their meeting on Monday, July 18, 2016, at 5:30 p.m.

There were no public comments.

Mayor Wax closed the Joint Public Hearing at 6:40 p.m.

10. Adjourn – Rockport Planning & Zoning Commission.

At 6:40 p.m., the Rockport Planning & Zoning Commission adjourned.

Regular Agenda

11. Deliberate and act on first reading of an Ordinance affecting participation of City employees in the Texas Municipal Retirement System; granting the additional rights, credits and benefits authorized by Section 852.205 of Title B. Government Code, as amended; and prescribing the effective date of this Ordinance.

Assistant City Secretary Ruby Beaven stated this Ordinance would move the City from ten (10) year vesting to five (5) year vesting with the Texas Municipal Retirement System.

Mayor Wax stated that in 2001 the Rockport City Council declined five-year vesting. Mayor Wax said staff is recommending the five-year vesting to help the City remain competitive with other cities and help attract and retain employees.

Council Member Day asked how this will affect City finances.

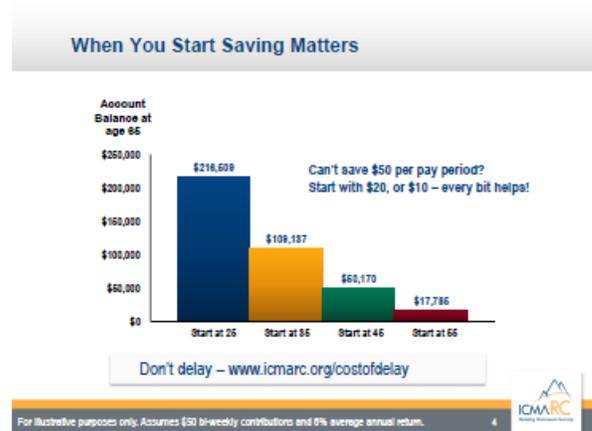
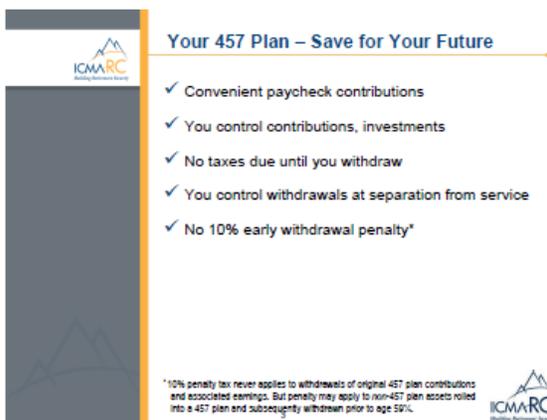
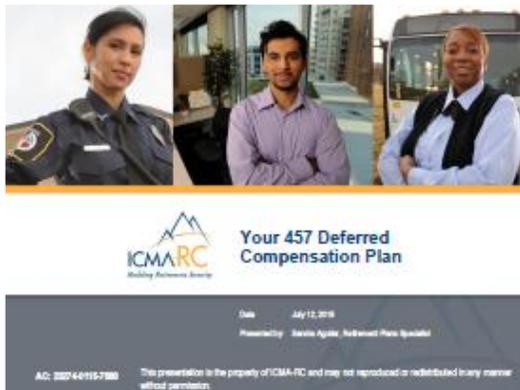
Ms. Beaven stated that changing to five-year vesting will cost approximately \$8,640.00.

Discussion was held among Council and Ms. Beaven.

MOTION: Council Member Day moved to approve the first reading of an Ordinance affecting participation of City employees in the Texas Municipal Retirement System; granting the additional rights, credits and benefits authorized by Section 852.205 of Title B. Government Code, as amended; and prescribing the effective date of this Ordinance. Council Member Villa seconded the motion. Motion carried unanimously.

12. Deliberate and act on a Resolution adopting the ICMA-RC 457 Deferred Compensation Plan.

ICMA-RC Retirement Plans Specialist Sandra Aguilar addressed the Council. Ms. Aguilar gave a PowerPoint presentation (below) on the proposed ICMA-RC 457 Deferred Compensation Plan.



Increase Your Contributions Over Time

Account value 20 years later:

- \$25 Annual bi-weekly contribution (or boost) → \$272,805
- \$0 Maintain your bi-weekly contribution (or boost) → \$83,325

A \$25 BI-WEEKLY BOOST each year leads to over **\$189,000** in additional savings!

www.icmarc.org/savingsboost | www.icmarc.org/grow

* For illustrative purposes only. Assumes \$10,000 account value and \$50 bi-weekly contributions at age 40 and 6% average annual return.

2016 Contribution Limits

You may be able to contribute accrued sick & vacation leave **457 Plan**

Can't save the max? Smaller savings can go a long way, too!

* Normal retirement age? as defined in the plan and based on extent to which maximum contributions not made in previous years. The two catch-up provisions cannot be combined in the same plan year.

Choose Your Investing Approach

- 1 I want to build my own portfolio
- 2 I want a simple, yet diversified portfolio
- 3 I want someone to do it for me

<Remove #3 if Plan has not adopted Managed Accounts>

1. Build Your Own

Select individual funds

- Stock Funds
 - × U.S. vs. International
 - × Large-Cap vs. Mid/Small-Cap
- Fixed-Income Funds
 - × Bond
 - × Stable Value
 - × Money Market

To Help You Choose

- 1 Asset Class Balances
No charge^{1,2}
- 2 Target Date Funds
\$20 annual fee^{1,2}

Helps you decide how to invest and how much to save

¹ Underlying mutual fund expenses and plan administration fees still apply.
² Investment advice and analysis tools are offered to participants through ICMARC, a federally registered investment adviser. Investment advice is the result of methodologies developed, maintained and overseen by the Independent Financial Expert, Morningstar Investment Management LLC, a registered investment advisor and subsidiary of Morningstar, Inc. Morningstar, Inc. and Morningstar Investment Management LLC are not affiliated with ICMARC. All rights reserved. The Morningstar name and logo are registered marks of Morningstar, Inc.

2. A Single Diversified Fund

Target Date Fund ¹	Target Risk Fund
<ul style="list-style-type: none"> • Based on expected initial withdrawal age • Seeks to reduce risk over time 	<ul style="list-style-type: none"> • Based on desired risk level • Maintains defined range of risk

<Remove Target-Date or Target-Risk references if not available in plan>

¹ A target-date fund is not a complete solution for all of your retirement savings needs. An investment in the fund includes the risk of loss, including near, at or after the target date of the fund. There is no guarantee that the fund will provide adequate income at and through an investor's retirement. Selecting the fund does not guarantee that you will have adequate savings for retirement.

3. Manage My Account for Me



- ✓ Double retirement savings plan
- ✓ Withdraw from the plan
- ✓ Split payments
- ✓ Flexible fee adjustment
- ✓ Keep an eye on the account

Managed Accounts



Asset-based fee^{1,2}
Can opt out any time

<Remove slide if plan has not adopted Managed Accounts>

¹ Underlying mutual fund expenses and plan administration fees apply in addition to the Managed Accounts advisory fee.
² Investment advice and analysis tools are offered to participants through ICMAR-RC, a federally registered investment advisor. Investment advice is the result of methodologies developed, monitored and overseen by the Independent Financial Expert, Morningstar Investment Management LLC. Morningstar Investment Management LLC is a registered investment advisor and subsidiary of Morningstar, Inc. Morningstar, Inc. and Morningstar Investment Management LLC are not affiliated with ICMAR-RC. All rights reserved. The Morningstar name and logo are registered marks of Morningstar, Inc.



Choose Beneficiaries




- Your assets paid per your wishes
- Avoid probate costs, delays
- Avoid creditor claims
- Loved ones can receive more tax benefits

Review periodically and after a major life event



Withdrawals



- Upon separation from service
- While still working, subject to IRS/plan rules
 - ✓ Emergencies
 - ✓ Age 70 1/2

Can maintain account with ICMAR-RC after you retire, continue tax advantages



Get Help – Your ICMAR-RC Representatives

Retirement Plans Specialist	CERTIFIED FINANCIAL PLANNER™
<ul style="list-style-type: none"> • Sandra Aguilar <ul style="list-style-type: none"> × (381) 334-2105 × saguilar@icmarc.org • Retirement account questions 	<ul style="list-style-type: none"> • Rick Stern <ul style="list-style-type: none"> CERTIFIED FINANCIAL PLANNER™ professional • Help with your overall finances

Get the Most from Your Account Online




Access your account wherever you are
www.icmarc.org/login | Our mobile app

Get tips and tools to help you save, invest, and retire – www.icmarc.org/realize



Questions?




For over 40 years, ICMAR-RC has focused exclusively on helping public sector employees build a well-deserved retirement – www.icmarc.org/about.



Ms. Aguilar explained that a 457 deferred compensation plan is designed to supplement an employee’s retirement income. Ms. Aguilar stated this is a voluntary program; employees choose

Whether they want to participate and employees choose their levels of contribution that are made pre-tax. Ms. Aguilar said unlike other retirement accounts, participants do not have to qualify for an exception to avoid the 10% IRS penalty tax on withdrawals before age 59½.

Discussion was held among Ms. Aguilar and Council Member Day.

Mayor Wax stated that there is no direct cost to the City. Mayor Wax said that the City may see a slight savings because the employees' contributions are made pre-tax, reducing the City's payroll tax liability.

Public Works Director Mike Donoho addressed the Council. Mr. Donoho stated he came from a municipality that had a 457 deferred compensation plan and he believes this would be a benefit for City employees. Mr. Donoho added that a thorough explanation of the plan will have to be provided to employees to educate them on the plan.

MOTION: Mayor Pro-Tem Rios moved to approve a Resolution adopting the ICMA-RC 457 Deferred Compensation Plan. Council Member Villa seconded the motion. Motion carried 4:1.

FOR MOTION: Mayor Wax, Mayor Pro-Tem Rios, Council Member Villa and Council Member Gurtner.

AGAINST MOTION: Council Member Day.

13. Reports from Council.

At this time, the City Council will report/update on all committee assignments, which may include the following: Aransas Pathways Steering Committee, Building and Standards Commission; Coastal Bend Bays and Estuaries Program; Coastal Bend Council of Government; Environmental Committee for Water Issues; Parks & Leisure Services Advisory Board; Planning Zoning Commission; Rockport Heritage Board; Rockport-Fulton Chamber of Commerce; Aransas County Storm Water Management Advisory Committee; Swimming Pool Operations Advisory Committee; Tourism Development Council; Tree & Landscape Committee; YMCA Development Committee; Texas Maritime Museum; Fulton Mansion; Rockport Center for the Arts; Aransas County; Aransas County Independent School District; Aransas County Navigation District; Town of Fulton; and Texas Municipal League. No formal action can be taken on these items at this time.

Mayor Wax extended compliments to the Police Department, Public Works Department and Parks & Leisure Services Department for their work to ensure a successful Independence Day celebration in Rockport. Mayor Wax expressed that there were approximately 40,000-45,000 people in Rockport on that weekend.

Council Member Day stated he met with seven (7) downtown merchants to discuss the Tropical Christmas parade route. Council Member Day said it was the consensus that safety was the reason the parade route had been moved to Magnolia Street. Council Member Day informed the Council that everyone agreed that in order to have the parade on Austin Street: 1) Austin Street would be closed on the afternoon of the parade – vehicle towing enforced; and 2) Nothing would be allowed to be thrown from floats – if caught throwing items from float, they will be removed from the parade and not allowed to participate in other parades. Council Member Day expressed that the merchants stated they would distribute flyers and inform their customers that Austin Street would be closed in the afternoon on the day of the parade.

Mayor Wax asked when the group will have the plan finalized to bring back to Council for consideration.

Council Member Day said the next meeting to discuss the Tropical Christmas parade route is scheduled for July 19, 2016.

Executive Session

City Council will hold an executive session pursuant to the provisions of Chapter 551 of the Texas Government Code, in accordance with the authority contained in:

- 14. Section 551.071(1)(A) Consultation with Attorney on pending or contemplated litigation: (A) Bay Education Center, (B) Texaz Construction and AZ Southwest Properties.**
- 15. Section 551.072 Deliberation regarding real property – deliberate the purchase, exchange, lease, or value of real property: (A) Red Fish, and (B) Project Cobia.**
- 16. Section 551.074 Personnel Matters: deliberate the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee – (A) Director of Parks and Leisure Services, and (B) City Attorney.**
- 17. Section 551.087 Deliberation Regarding Economic Development Negotiations: Project Cardinal.**

At 7:11 p.m., Mayor Wax convened the Rockport City Council into an executive session pursuant to provisions of Chapter 551 of the Texas Government Code, in accordance with the authority contained in Section 551.071910(A) Consultation with Attorney on pending or contemplated litigation: (A) Bay Education Center, (B) Texaz Construction and AZ Southwest Properties; Section 551.072 Deliberation regarding real property – deliberate the purchase, exchange, lease, or value of real property: (A) Red Fish, and (B) Project Cobia; Section 551.074 Personnel Matters: deliberate the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee – (A) Director of Parks and Leisure Services, and (B) City Attorney; and Section 551.087 Deliberation Regarding Economic Development Negotiations: Project Cardinal.

Open Session

City Council will reconvene into open session pursuant to the provisions of Chapter 551 of the Texas Government Code to take any actions necessary related to the executive sessions noted herein, or regular agenda items, noted above, and/or related items.

At 7:41 p.m., Mayor Wax reconvened the Rockport City Council into open session pursuant to the provisions of Chapter 551 of the Texas Government Code to take any necessary actions related to the executive sessions noted herein, or regular agenda items, noted above, and/or related items.

MOTION: Mayor Wax moved that Council authorize the Mayor to execute necessary documents to secure Greg Harlan, in an amount not to exceed \$1,000, to prepare a grant for Project Cobia. Mayor Pro-Tem Rios seconded the motion. Motion carried unanimously.

MOTION: Mayor Wax moved that Council supports Rick Martinez becoming the Parks & Leisure Services Department Director. Mayor Pro-Tem Rios seconded the motion. Motion carried unanimously.

MOTION: Mayor Wax moved to renew the contract with City Attorney Terry Baiamonte for a period of three (3) years beginning December 5, 2016. Council Member Villa seconded the motion. Motion carried unanimously.

18. Adjournment

At 7:42 p.m., Council Member Villa moved to adjourn. Motion was seconded by Mayor Pro-Tem Rios and carried unanimously.

APPROVED:

Charles J. Wax, Mayor

ATTEST:

Teresa Valdez, City Secretary

CITY OF ROCKPORT

MINUTES

CITY COUNCIL BUDGET WORKSHOP MEETING

9:00 a.m., Monday, July 18, 2016

Rockport Service Center, 2751 State Highway 35 Bypass

On the 18th day of July 2016, the City Council of the City of Rockport, Aransas County, Texas, convened in Workshop Session at 9:00 a.m. at the Rockport Service Center, 2751 State Highway 35 Bypass, Rockport, Texas, and notice of meeting giving time, place, date and subject was posted as described in V.T.C.A., Government Code § 551.041.

CITY COUNCIL MEMBERS PRESENT

Mayor Charles J. Wax
 Mayor Pro-Tem Pat Rios, Ward 3
 Council Member Rusty Day, Ward 1
 Council Member J.D. Villa, Ward 2

CITY COUNCIL MEMBER(S) ABSENT

Council Member Barbara Gurtner, Ward 4

STAFF MEMBERS PRESENT

City Manager Kevin Carruth
 City Secretary Teresa Valdez
 Finance Director Patty Howard
 Police Chief Tim Jayroe
 Communications Center Director Lee Zapata
 Public Works Director Mike Donoho
 Parks & Leisure Services Director Tom Staley
 Parks Maintenance Supervisor Rick Martinez
 IT Manager Brian Jacobs
 IT Technician Bob Argetsinger

ELECTED OFFICIALS PRESENT

Opening Agenda

1. Call to Order.

With a quorum of the Council Members present, the Budget Workshop Meeting of the Rockport City Council was called to order by Mayor Wax at 9:15 a.m. on Monday, July 18, 2016, at the Rockport Service Center, 2751 State Highway 35 Bypass, Rockport, Texas.

Regular Agenda.

2. Hear and deliberate on presentation of proposed Fiscal Year 2016-2017 Budget.

City Manager Kevin Carruth gave a PowerPoint presentation on the proposed Fiscal Year 2016-2017 Budget that included discussion of the following topics:

- Assumptions: Tax Rate – 8% over Effective Tax Rate; Sales Tax – 8.26% increase; Group Medical Insurance – 5% increase (split evenly with employees); Cost of Living Increase – 1.0%; Merit Raises – 3.75% - 2.5%; Utility Rate Increases: Water – 2.5%, Sewer – 10% and Gas – 7.2%; No annexation of areas with relatively high population densities; and Certain Aransas County costs not included: Draft Animal Control Budget includes approximately \$45,000 additional expense for capital items and additional AC Officer, and Public Safety Communications expenses previously under County’s budget.
- U.S. Consumer Price Index/Municipal Cost Index Inflations Rate Comparison
- Sales Tax History
- Aransas County Gross Sales & Sales Outlets 2006-2015
- Aransas County Total Bank Deposits
- Commercial Water Customer Totals by Month 2010-2016
- Commercial Garbage Customer Totals by Month 2010-2016
- Residential Water Customer Totals by Month 2010-2016
- Residential Garbage Customer Totals by Month 2010-2016
- Preliminary Ad Valorem Tax Rate Comparison FY 2016-2017

Preliminary Ad Valorem Tax Rate Comparison FY 2016-2017									
	Effective Tax Rate (ETR)	Alternate Tax Rate 1 \$0.01 Increase Above ETR	Alternate Tax Rate 2 \$0.01 Increase Above Rollback	Alternate Tax Rate 3	Rollback Tax Rate	Alternate Tax Rate 4	Alternate Tax Rate 5	Alternate Tax Rate 6	Alternate Tax Rate 6
Percentage M & O Increase	0%	-0.25%	12.65%	4.00%	8.00%	9.00%	10.00%	11.00%	
Total Tax Rate									
M & O Tax Rate	\$ 0.204538	\$ 0.214538	\$ 0.242291	\$ 0.223685	\$ 0.232291	\$ 0.234451	\$ 0.238582	\$ 0.238752	\$ 0.238752
I & S Tax Rate	\$ 0.153729	\$ 0.153729	\$ 0.153729	\$ 0.153729	\$ 0.153729	\$ 0.153729	\$ 0.153729	\$ 0.153729	\$ 0.153729
Total Tax Rate	\$ 0.358267	\$ 0.368267	\$ 0.396020	\$ 0.377414	\$ 0.386020	\$ 0.388180	\$ 0.390311	\$ 0.392481	\$ 0.392481
Total Taxable Value									
	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583	\$ 1,227,210,583
Total Tax Levy									
Total Tax Levy	\$ 4,398,691	\$ 4,519,412	\$ 4,859,989	\$ 4,631,665	\$ 4,737,278	\$ 4,763,786	\$ 4,789,938	\$ 4,816,568	\$ 4,816,568
Over 65 Frozen Taxes	\$ 764,634	\$ 764,634	\$ 764,634	\$ 764,634	\$ 764,634	\$ 764,634	\$ 764,634	\$ 764,634	\$ 764,634
Disabled Frozen Taxes	\$ 14,200	\$ 14,200	\$ 14,200	\$ 14,200	\$ 14,200	\$ 14,200	\$ 14,200	\$ 14,200	\$ 14,200
Total Tax Levy	\$ 5,175,525	\$ 5,298,246	\$ 5,638,833	\$ 5,410,499	\$ 5,516,112	\$ 5,542,620	\$ 5,568,772	\$ 5,595,402	\$ 5,595,402
Total Tax Revenue									
Total Levy	\$ 5,175,525	\$ 5,298,246	\$ 5,638,833	\$ 5,410,499	\$ 5,516,112	\$ 5,542,620	\$ 5,568,772	\$ 5,595,402	\$ 5,595,402
Collection Ratio	99%	99%	99%	99%	99%	99%	99%	99%	99%
Total Tax Revenue	\$ 5,123,769	\$ 5,245,263	\$ 5,582,445	\$ 5,356,394	\$ 5,460,951	\$ 5,487,194	\$ 5,513,084	\$ 5,538,448	\$ 5,538,448
Revenue Allocation by Fund									
M & O General Fund (57.09%)	\$ 2,887,190	\$ 3,008,684	\$ 3,345,866	\$ 3,119,815	\$ 3,224,372	\$ 3,250,615	\$ 3,276,505	\$ 3,302,869	\$ 3,302,869
I&S Debt Service Fund (42.91%)	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579	\$ 2,236,579
Total Tax Revenue	\$ 5,123,769	\$ 5,245,263	\$ 5,582,445	\$ 5,356,394	\$ 5,460,951	\$ 5,487,194	\$ 5,513,084	\$ 5,538,448	\$ 5,538,448
Revenue Difference									
Additional Revenue	\$0	\$121,494	\$458,676	\$232,624	\$337,182	\$363,425	\$389,315	\$415,679	\$415,679
% Increase in Revenue	0.0%	2.4%	9.0%	4.5%	6.6%	7.1%	7.6%	8.1%	8.1%
Residential Taxpayer Impact Analysis									
Residential Value	ETR	Difference in Tax Paid from Effective Tax Rate							
	Tax Paid	Alternate Tax Rate 1	Alternate Tax Rate 2	Rollback Tax Rate	Rollback Tax Rate	Alternate Tax Rate 3	Alternate Tax Rate 4	Alternate Tax Rate 5	Alternate Tax Rate 5
Average - \$222,692	\$797.83	\$22.27	\$84.07	\$42.64	\$61.80	\$66.61	\$71.36	\$76.19	\$76.19
Average Homestead - \$216,139	\$774.35	\$21.61	\$81.60	\$41.38	\$59.99	\$64.65	\$69.26	\$73.95	\$73.95
Median - \$170,385	\$610.43	\$17.04	\$64.33	\$32.62	\$47.29	\$50.87	\$54.60	\$58.30	\$58.30

WATER	
Net Revenue Requirement	\$6,766,684
Projected Revenue Under Current Rates	7,112,433
Over / (Under) Recovery	345,749
Draw down of Reserves	0
Adjusted Over / (Under) Recovery	345,749
Adjusted Over / (Under) Recovery (%)	5.11%
Projected Annual Billed Water Consumption (000's)	7,995,082
WASTEWATER	
Revenue Requirement	\$2,727,527
Projected Revenue Under Current Rates	2,003,675
Over / (Under) Recovery	(723,853)
Draw down of Reserves	0
Adjusted Over / (Under) Recovery	(723,853)
Adjusted Over / (Under) Recovery (%)	(26.54%)
Projected Annual Billed Flow (000's)	4,459,617
TOTAL	
Revenue Requirement	\$9,494,211
Projected Revenue Under Current Rates	9,116,108
Over / (Under) Recovery	(378,103)
Draw down of Reserves	-
Adjusted Over / (Under) Recovery	(378,103)
Adjusted Over / (Under) Recovery (%)	(3.98%)

KEY FINANCIAL STATISTICS	
Beginning Fund Balance	\$ 5,739,905
Total Revenues	9,912,108
Total Expenses	9,845,711
Ending Fund Balance	\$ 5,806,302
Fund Balance Reserve Policy (50% of Expenditures)	● 59%
Days of Working Capital (180 Days)	215
Debt Service Coverage	
Total Revenues	9,912,108
Total Expenses	8,138,654
Available for Debt Service Coverage	1,773,453
Debt Service Coverage	1,707,057
Coverage Ratio	1.04
Target Debt Service Coverage Ratio	1.10

Current

GAS	
Revenue Requirement	\$1,381,072
Projected Revenue Under Current Rates	1,310,762
Over / (Under) Recovery	(70,310)
Draw down of Reserves	0
Adjusted Over / (Under) Recovery	(70,310)
Adjusted Over / (Under) Recovery (%)	(5.09%)
Projected Natural Gas Flow	1,684,765

KEY FINANCIAL STATISTICS	
Beginning Fund Balance	\$ 1,367,287
Total Revenues	1,313,062
Total Expenses	1,383,372
Ending Fund Balance	1,296,977
Fund Balance Reserve Policy (50% of Expenditures)	94%
Days of Working Capital (180 Days)	342
Debt Service Coverage	
Total Revenues	1,313,062
Total Expenses	1,154,549
Available for Debt Service Coverage	158,513
Debt Service Coverage	228,823
Coverage Ratio	0.69
Target Debt Service Coverage Ratio	1.10

Proposed

Proposed Water Rates				
		2.50%		
INSIDE	Minimum Charge	Current	2017	Change
	0.75	\$ 18.79	\$ 19.26	\$ 0.47
	1	22.73	23.30	0.57
	1.5	42.34	43.40	1.06
	2	65.89	67.54	1.65
	3	128.7	131.92	3.22
	4	199.36	204.34	4.98
Volumetric Charge				
	0 - 1,500 gallons	\$ -	\$ -	\$ -
	1,501 - 10,000 gallons	4.93	5.05	0.12
	10,001 - 15,000 gallons	5.80	5.95	0.15
	15,000+ gallons	6.61	6.78	0.17
OUTSIDE				
	Minimum Charge			
	0.75	\$ 25.97	\$ 26.62	\$ 0.65
	1	31.45	32.24	0.79
	1.5	58.71	60.18	1.47
	2	91.44	93.73	2.29
	3	178.76	183.23	4.47
	4	276.97	283.89	6.92
Volumetric Charge				
	0 - 1,500 gallons	\$ -	\$ -	\$ -
	1,501 - 10,000 gallons	6.97	7.14	0.17
	10,001 - 15,000 gallons	8.22	8.43	0.21
	15,000+ gallons	9.37	9.60	0.23

Proposed

Proposed Wastewater Rates				
RESIDENTIAL INSIDE		10.00%		
Minimum Charges		Current	2017	Change
	0.75	\$ 16.82	\$ 18.50	\$ 1.68
	1	21.02	23.12	2.10
	1.5	21.02	23.12	2.10
	2	21.02	23.12	2.10
	3	21.02	23.12	2.10
	4	21.02	23.12	2.10
Volumetric Charges				
0 - 1,500 gallons		\$ -	\$ -	\$ -
1,501 - 5,000 gallons		3.08	3.39	0.31
5,001 - 15,000 MAX gallons		3.62	3.98	0.36
RESIDENTIAL OUTSIDE				
Minimum Charges				
	0.75	\$ 23.55	\$ 25.91	\$ 2.36
	1	29.43	32.37	2.94
	1.5	29.43	32.37	2.94
	2	29.43	32.37	2.94
	3	29.43	32.37	2.94
	4	29.43	32.37	2.94
Volumetric Charges				
0 - 1,500 gallons		\$ -	\$ -	\$ -
1,501 - 5,000 gallons		4.31	4.74	0.43
5,001 - 15,000 MAX gallons		5.07	5.58	0.51

Proposed

Proposed Wastewater Rates				
COMMERCIAL INSIDE				
Minimum Charges				
	0.75	\$ 16.82	\$ 18.50	\$ 1.68
	1	21.02	23.12	2.10
	1.5	21.02	23.12	2.10
	2	21.02	23.12	2.10
	3	21.02	23.12	2.10
	4	21.02	23.12	2.10
Volumetric Charges				
0 - 2,000 gallons		\$ -	\$ -	\$ -
2,001 - 5,000 gallons		3.08	3.39	0.31
5,000+ gallons		3.62	3.98	0.36
COMMERCIAL OUTSIDE				
Minimum Charges				
	0.75	\$ 23.55	\$ 25.91	\$ 2.36
	1	29.43	32.37	2.94
	1.5	29.43	32.37	2.94
	2	29.43	32.37	2.94
	3	29.43	32.37	2.94
	4	29.43	32.37	2.94
Volumetric Charges				
0 - 2,000 gallons		\$ -	\$ -	\$ -
2,001 - 5,000 gallons		4.31	4.74	0.43
5,000+ gallons		5.07	5.58	0.51

Proposed

Proposed Gas Rates			
INSIDE		7.20%	
Minimum Charges		Current	2017
Base		\$ 17.85	\$ 19.14
			\$ 1.29
Volumetric Charges			
All Volumes		\$ 1.99	\$ 2.13
			\$ 0.14
OUTSIDE			
Minimum Charges			
Base		\$ 17.85	\$ 19.14
			\$ 1.29
Volumetric Charges			
All Volumes		\$ 1.99	\$ 2.13
			\$ 0.14

Proposed

WATER	
Net Revenue Requirement	\$6,766,684
Projected Revenue Under Proposed Rates	7,290,244
Over / (Under) Recovery	523,560
Draw down of Reserves	0
Adjusted Over / (Under) Recovery	523,560
Adjusted Over / (Under) Recovery (%)	7.74%
Proposed Rate Increase	2.50%
Projected Annual Billed Water Consumption (000's)	7,995,082
WASTEWATER	
Revenue Requirement	\$2,727,527
Projected Revenue Under Proposed Rates	2,204,042
Over / (Under) Recovery	(523,485)
Draw down of Reserves	0
Adjusted Over / (Under) Recovery	(523,485)
Adjusted Over / (Under) Recovery (%)	(19.19%)
Proposed Rate Increase	10.00%
Projected Annual Billed Flow (000's)	4,459,617
TOTAL	
Revenue Requirement	\$9,494,211
Projected Revenue Under Proposed Rates	9,494,286
Over / (Under) Recovery	75
Draw down of Reserves	-
Adjusted Over / (Under) Recovery	75
Adjusted Over / (Under) Recovery (%)	0.00%

Proposed

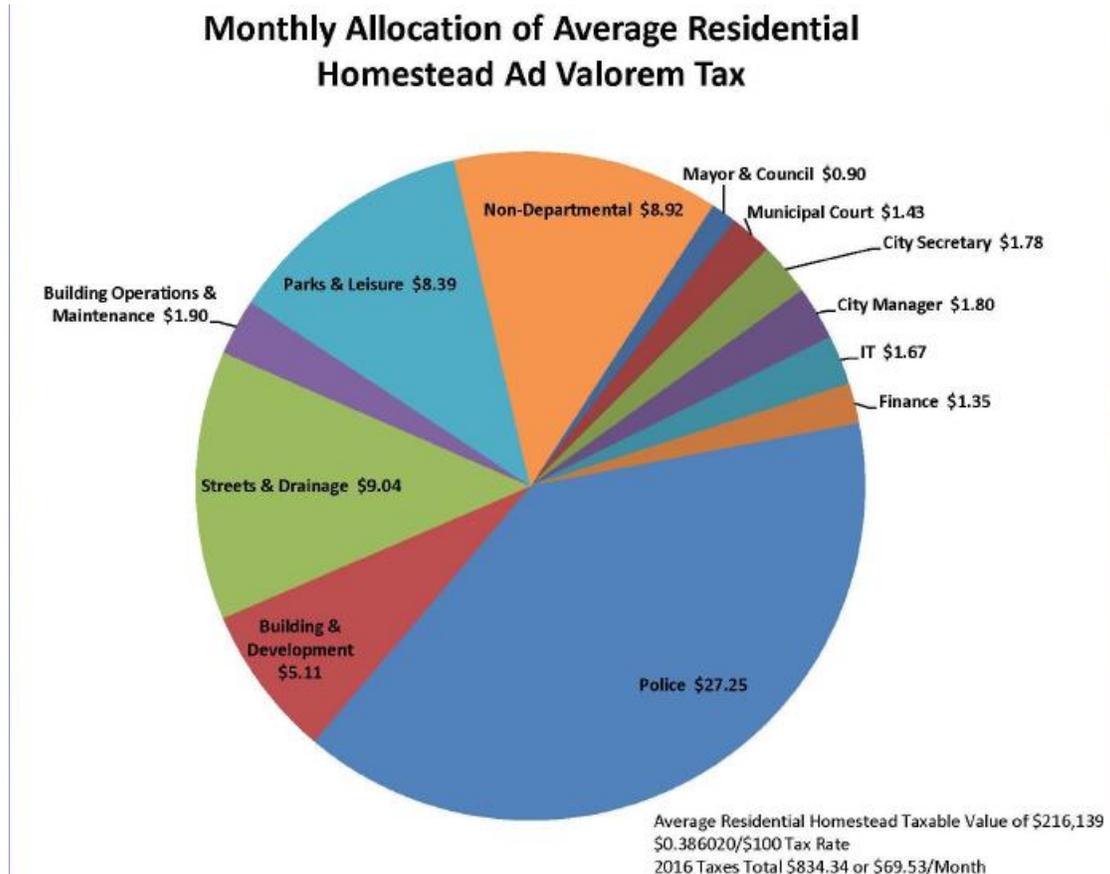
KEY FINANCIAL STATISTICS	
Beginning Fund Balance	\$ 5,739,905
Total Revenues	10,290,286
Total Expenses	<u>9,845,711</u>
Ending Fund Balance	\$ 6,184,480
Fund Balance Reserve Policy (50% of Expenditures)	● 63%
Days of Working Capital (180 Days)	229
Debt Service Coverage	
Total Revenues	10,290,286
Total Expenses	<u>8,138,654</u>
Available for Debt Service Coverage	2,151,632
Debt Service Coverage	1,707,057
Coverage Ratio	● 1.26
Target Debt Service Coverage Ratio	1.10

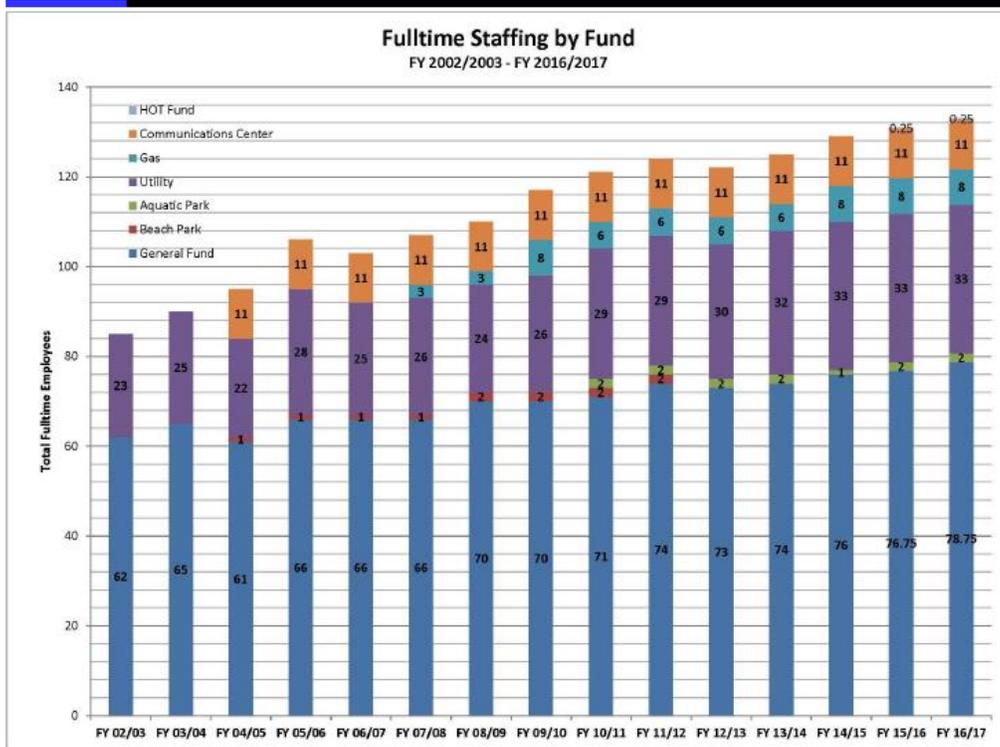
Proposed

GAS	
Revenue Requirement	\$1,381,072
Projected Revenue Under Proposed Rates	<u>1,405,137</u>
Over / (Under) Recovery	24,065
Draw down of Reserves	<u>0</u>
Adjusted Over / (Under) Recovery	24,065
Adjusted Over / (Under) Recovery (%)	1.74%
Proposed Rate Increase	7.20%
Projected Natural Gas Flow	1,684,765
KEY FINANCIAL STATISTICS	
Beginning Fund Balance	\$ 1,367,287
Total Revenues	1,407,437
Total Expenses	<u>1,383,372</u>
Ending Fund Balance	1,391,352
Fund Balance Reserve Policy (50% of Expenditures)	● 101%
Days of Working Capital (180 Days)	367
Debt Service Coverage	
Total Revenues	1,407,437
Total Expenses	<u>1,154,549</u>
Available for Debt Service Coverage	252,888
Debt Service Coverage	228,823
Coverage Ratio	● 1.11
Target Debt Service Coverage Ratio	1.10

Impact of Utility Rates on Average Residential Customer					
Rate Schedule	Water	Wastewater	Gas	Total	ΔCurrent
Inside City Limits					
Current	\$ 41.85	\$ 31.22	\$ 27.80	\$ 100.87	\$ -
Proposed (2.5% Water/10.0% WW/7.2% Gas)	\$ 42.90	\$ 34.34	\$ 29.80	\$ 107.04	\$ 6.17
Outside City Limits					
Current	\$ 57.34	\$ 44.34	\$ 27.80	\$ 129.48	\$ -
Proposed (2.5% Water/10.0% WW/7.2% Gas)	\$ 58.77	\$ 48.77	\$ 29.80	\$ 137.35	\$ 7.87

Note: Average residential customer uses 6,000 gallons of water & 5,000 cu. ft. of gas





A brief recess was taken from 10:15 a.m. to 10:25 a.m.

Fiscal Year		2017 CO & Revenue		2018 Revenue CO		2019 Refunding GO		2020 Refunding GO		2021 Refunding GO		2022 Revenue CO		2023 Refunding GO		2024 Revenue CO		2025 Refunding GO		2026 Revenue CO		2027 Refunding GO		2028 Revenue CO		2029 Refunding GO		2030 Revenue CO		2031 Refunding GO		2032 Revenue CO		2033 Refunding GO		2034 Revenue CO		2035 Refunding GO		2036 Revenue CO		Total																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
		Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
		\$480,000	\$57,813	\$450,000	\$539,153	\$360,000	\$56,755	\$280,000	\$63,875	\$440,000	\$117,201	\$100,000	\$126,250	\$210,000	\$50,000	\$60,000	\$60,000	\$70,000	\$80,000	\$90,000	\$100,000	\$110,000	\$120,000	\$130,000	\$140,000	\$150,000	\$160,000	\$170,000	\$180,000	\$190,000	\$200,000	\$210,000	\$220,000	\$230,000	\$240,000	\$250,000	\$260,000	\$270,000	\$280,000	\$290,000	\$300,000	\$310,000	\$320,000	\$330,000	\$340,000	\$350,000	\$360,000	\$370,000	\$380,000	\$390,000	\$400,000	\$410,000	\$420,000	\$430,000	\$440,000	\$450,000	\$460,000	\$470,000	\$480,000	\$490,000	\$500,000	\$510,000	\$520,000	\$530,000	\$540,000	\$550,000	\$560,000	\$570,000	\$580,000	\$590,000	\$600,000	\$610,000	\$620,000	\$630,000	\$640,000	\$650,000	\$660,000	\$670,000	\$680,000	\$690,000	\$700,000	\$710,000	\$720,000	\$730,000	\$740,000	\$750,000	\$760,000	\$770,000	\$780,000	\$790,000	\$800,000	\$810,000	\$820,000	\$830,000	\$840,000	\$850,000	\$860,000	\$870,000	\$880,000	\$890,000	\$900,000	\$910,000	\$920,000	\$930,000	\$940,000	\$950,000	\$960,000	\$970,000	\$980,000	\$990,000	\$1,000,000	\$1,010,000	\$1,020,000	\$1,030,000	\$1,040,000	\$1,050,000	\$1,060,000	\$1,070,000	\$1,080,000	\$1,090,000	\$1,100,000	\$1,110,000	\$1,120,000	\$1,130,000	\$1,140,000	\$1,150,000	\$1,160,000	\$1,170,000	\$1,180,000	\$1,190,000	\$1,200,000	\$1,210,000	\$1,220,000	\$1,230,000	\$1,240,000	\$1,250,000	\$1,260,000	\$1,270,000	\$1,280,000	\$1,290,000	\$1,300,000	\$1,310,000	\$1,320,000	\$1,330,000	\$1,340,000	\$1,350,000	\$1,360,000	\$1,370,000	\$1,380,000	\$1,390,000	\$1,400,000	\$1,410,000	\$1,420,000	\$1,430,000	\$1,440,000	\$1,450,000	\$1,460,000	\$1,470,000	\$1,480,000	\$1,490,000	\$1,500,000	\$1,510,000	\$1,520,000	\$1,530,000	\$1,540,000	\$1,550,000	\$1,560,000	\$1,570,000	\$1,580,000	\$1,590,000	\$1,600,000	\$1,610,000	\$1,620,000	\$1,630,000	\$1,640,000	\$1,650,000	\$1,660,000	\$1,670,000	\$1,680,000	\$1,690,000	\$1,700,000	\$1,710,000	\$1,720,000	\$1,730,000	\$1,740,000	\$1,750,000	\$1,760,000	\$1,770,000	\$1,780,000	\$1,790,000	\$1,800,000	\$1,810,000	\$1,820,000	\$1,830,000	\$1,840,000	\$1,850,000	\$1,860,000	\$1,870,000	\$1,880,000	\$1,890,000	\$1,900,000	\$1,910,000	\$1,920,000	\$1,930,000	\$1,940,000	\$1,950,000	\$1,960,000	\$1,970,000	\$1,980,000	\$1,990,000	\$2,000,000	\$2,010,000	\$2,020,000	\$2,030,000	\$2,040,000	\$2,050,000	\$2,060,000	\$2,070,000	\$2,080,000	\$2,090,000	\$2,100,000	\$2,110,000	\$2,120,000	\$2,130,000	\$2,140,000	\$2,150,000	\$2,160,000	\$2,170,000	\$2,180,000	\$2,190,000	\$2,200,000	\$2,210,000	\$2,220,000	\$2,230,000	\$2,240,000	\$2,250,000	\$2,260,000	\$2,270,000	\$2,280,000	\$2,290,000	\$2,300,000	\$2,310,000	\$2,320,000	\$2,330,000	\$2,340,000	\$2,350,000	\$2,360,000	\$2,370,000	\$2,380,000	\$2,390,000	\$2,400,000	\$2,410,000	\$2,420,000	\$2,430,000	\$2,440,000	\$2,450,000	\$2,460,000	\$2,470,000	\$2,480,000	\$2,490,000	\$2,500,000	\$2,510,000	\$2,520,000	\$2,530,000	\$2,540,000	\$2,550,000	\$2,560,000	\$2,570,000	\$2,580,000	\$2,590,000	\$2,600,000	\$2,610,000	\$2,620,000	\$2,630,000	\$2,640,000	\$2,650,000	\$2,660,000	\$2,670,000	\$2,680,000	\$2,690,000	\$2,700,000	\$2,710,000	\$2,720,000	\$2,730,000	\$2,740,000	\$2,750,000	\$2,760,000	\$2,770,000	\$2,780,000	\$2,790,000	\$2,800,000	\$2,810,000	\$2,820,000	\$2,830,000	\$2,840,000	\$2,850,000	\$2,860,000	\$2,870,000	\$2,880,000	\$2,890,000	\$2,900,000	\$2,910,000	\$2,920,000	\$2,930,000	\$2,940,000	\$2,950,000	\$2,960,000	\$2,970,000	\$2,980,000	\$2,990,000	\$3,000,000	\$3,010,000	\$3,020,000	\$3,030,000	\$3,040,000	\$3,050,000	\$3,060,000	\$3,070,000	\$3,080,000	\$3,090,000	\$3,100,000	\$3,110,000	\$3,120,000	\$3,130,000	\$3,140,000	\$3,150,000	\$3,160,000	\$3,170,000	\$3,180,000	\$3,190,000	\$3,200,000	\$3,210,000	\$3,220,000	\$3,230,000	\$3,240,000	\$3,250,000	\$3,260,000	\$3,270,000	\$3,280,000	\$3,290,000	\$3,300,000	\$3,310,000	\$3,320,000	\$3,330,000	\$3,340,000	\$3,350,000	\$3,360,000	\$3,370,000	\$3,380,000	\$3,390,000	\$3,400,000	\$3,410,000	\$3,420,000	\$3,430,000	\$3,440,000	\$3,450,000	\$3,460,000	\$3,470,000	\$3,480,000	\$3,490,000	\$3,500,000	\$3,510,000	\$3,520,000	\$3,530,000	\$3,540,000	\$3,550,000	\$3,560,000	\$3,570,000	\$3,580,000	\$3,590,000	\$3,600,000	\$3,610,000	\$3,620,000	\$3,630,000	\$3,640,000	\$3,650,000	\$3,660,000	\$3,670,000	\$3,680,000	\$3,690,000	\$3,700,000	\$3,710,000	\$3,720,000	\$3,730,000	\$3,740,000	\$3,750,000	\$3,760,000	\$3,770,000	\$3,780,000	\$3,790,000	\$3,800,000	\$3,810,000	\$3,820,000	\$3,830,000	\$3,840,000	\$3,850,000	\$3,860,000	\$3,870,000	\$3,880,000	\$3,890,000	\$3,900,000	\$3,910,000	\$3,920,000	\$3,930,000	\$3,940,000	\$3,950,000	\$3,960,000	\$3,970,000	\$3,980,000	\$3,990,000	\$4,000,000	\$4,010,000	\$4,020,000	\$4,030,000	\$4,040,000	\$4,050,000	\$4,060,000	\$4,070,000	\$4,080,000	\$4,090,000	\$4,100,000	\$4,110,000	\$4,120,000	\$4,130,000	\$4,140,000	\$4,150,000	\$4,160,000	\$4,170,000	\$4,180,000	\$4,190,000	\$4,200,000	\$4,210,000	\$4,220,000	\$4,230,000	\$4,240,000	\$4,250,000	\$4,260,000	\$4,270,000	\$4,280,000	\$4,290,000	\$4,300,000	\$4,310,000	\$4,320,000	\$4,330,000	\$4,340,000	\$4,350,000	\$4,360,000	\$4,370,000	\$4,380,000	\$4,390,000	\$4,400,000	\$4,410,000	\$4,420,000	\$4,430,000	\$4,440,000	\$4,450,000	\$4,460,000	\$4,470,000	\$4,480,000	\$4,490,000	\$4,500,000	\$4,510,000	\$4,520,000	\$4,530,000	\$4,540,000	\$4,550,000	\$4,560,000	\$4,570,000	\$4,580,000	\$4,590,000	\$4,600,000	\$4,610,000	\$4,620,000	\$4,630,000	\$4,640,000	\$4,650,000	\$4,660,000	\$4,670,000	\$4,680,000	\$4,690,000	\$4,700,000	\$4,710,000	\$4,720,000	\$4,730,000	\$4,740,000	\$4,750,000	\$4,760,000	\$4,770,000	\$4,780,000	\$4,790,000	\$4,800,000	\$4,810,000	\$4,820,000	\$4,830,000	\$4,840,000	\$4,850,000	\$4,860,000	\$4,870,000	\$4,880,000	\$4,890,000	\$4,900,000	\$4,910,000	\$4,920,000	\$4,930,000	\$4,940,000	\$4,950,000	\$4,960,000	\$4,970,000	\$4,980,000	\$4,990,000	\$5,000,000	\$5,010,000	\$5,020,000	\$5,030,000	\$5,040,000	\$5,050,000	\$5,060,000	\$5,070,000	\$5,080,000	\$5,090,000	\$5,100,000	\$5,110,000	\$5,120,000	\$5,130,000	\$5,140,000	\$5,150,000	\$5,160,000	\$5,170,000	\$5,180,000	\$5,190,000	\$5,200,000	\$5,210,000	\$5,220,000	\$5,230,000	\$5,240,000	\$5,250,000	\$5,260,000	\$5,270,000	\$5,280,000	\$5,290,000	\$5,300,000	\$5,310,000	\$5,320,000	\$5,330,000	\$5,340,000	\$5,350,000	\$5,360,000	\$5,370,000	\$5,380,000	\$5,390,000	\$5,400,000	\$5,410,000	\$5,420,000	\$5,430,000	\$5,440,000	\$5,450,000	\$5,460,000	\$5,470,000	\$5,480,000	\$5,490,000	\$5,500,000	\$5,510,000	\$5,520,000	\$5,530,000	\$5,540,000	\$5,550,000	\$5,560,000	\$5,570,000	\$5,580,000	\$5,590,000	\$5,600,000	\$5,610,000	\$5,620,000	\$5,630,000	\$5,640,000	\$5,650,000	\$5,660,000	\$5,670,000	\$5,680,000	\$5,690,000	\$5,700,000	\$5,710,000	\$5,720,000	\$5,730,000	\$5,740,000	\$5,750,000	\$5,760,000	\$5,770,000	\$5,780,000	\$5,790,000	\$5,800,000	\$5,810,000	\$5,820,000	\$5,830,000	\$5,840,000	\$5,850,000	\$5,860,000	\$5,870,000	\$5,880,000	\$5,890,000	\$5,900,000	\$5,910,000	\$5,920,000	\$5,930,000	\$5,940,000	\$5,950,000	\$5,960,000	\$5,970,000	\$5,980,000	\$5,990,000	\$6,000,000	\$6,010,000	\$6,020,000	\$6,030,000	\$6,040,000	\$6,050,000	\$6,060,000	\$6,070,000	\$6,080,000	\$6,090,000	\$6,100,000	\$6,110,000	\$6,120,000	\$6,130,000	\$6,140,000	\$6,150,000	\$6,160,000	\$6,170,000	\$6,180,000	\$6,190,000	\$6,200,000	\$6,210,000	\$6,220,000	\$6,230,000	\$6,240,000	\$6,250,000	\$6,260,000	\$6,270,000	\$6,280,000	\$6,290,000	\$6,300,000	\$6,310,000	\$6,320,000	\$6,330,000	\$6,340,000	\$6,350,000	\$6,360,000	\$6,370,000	\$6,380,000	\$6,390,000	\$6,400,000	\$6,410,000	\$6,420,000	\$6,430,000	\$6,440,000	\$6,450,000	\$6,460,000	\$6,470,000	\$6,480,000	\$6,490,000	\$6,500,000	\$6,510,000	\$6,520,000	\$6,530,000	\$6,540,000	\$6,550,000	\$6,560,000	\$6,570,000	\$6,580,000	\$6,590,000	\$6,600,000	\$6,610,000	\$6,620,000	\$6,630,000	\$6,640,000	\$6,650,000	\$6,660,000	\$6,670,000	\$6,680,000	\$6,690,000	\$6,700,000	\$6,710,000	\$6,720,000	\$6,730,000	\$6,740,000	\$6,750,000	\$6,760,000	\$6,770,000	\$6,780,000	\$6,790,000	\$6,800,000	\$6,810,000	\$6,820,000	\$6,830,000	\$6,840,000	\$6,850,000	\$6,860,000	\$6,870,000	\$6,

Mr. Carruth then called the Council’s attention to the City of Rockport – Budget Requests and Reductions for Fiscal Year 2016-2017 as follows:

Departmental FY 2016-2017 Budget Requests						
Account Number	Description	Total Request	Difference Over Prior Yr.	% Difference	Approved Amount	Comments
GENERAL FUND						
Mayor & Council						
802-8001	Computer Hardware	\$ 500	\$ 500	100.0%	\$ 500	To replace computer equipment
Subtotal Mayor & Council		\$ 500	\$ 500	100.0%	\$ 500	
Municipal Court						
805-2018	Court Administrator	\$ 15,893	\$ 293	1.8%	\$ 293	Increase of 3.75% as of April, 2017
Subtotal Municipal Court		\$ 15,893	\$ 293	1.8%	\$ 293	
City Secretary						
807-1004	Certification Pay	\$ 10,800	\$ 9,100	84.3%	\$ 10,800	Additional Certifications achieved for Asst. City Sec.
807-4002	Dues & Subscriptions	\$ 950	\$ 200	21.1%	\$ 950	Increase in professional dues because of certifications
807-4003	Schools/Seminars-Travel & Exp.	\$ 6,000	\$ 500	8.3%	\$ 6,000	Additional cost for seminar travel expenses
807-8001	Computer Hardware	\$ 2,000	\$ 1,500	75.0%	\$ 2,000	Replace aging computer hardware
Subtotal City Secretary		\$ 19,750	\$ 11,300	57.2%	\$ 19,750	
City Manager						
808-2038	Communications Services	\$ 375	\$ 375	100.0%	\$ 375	Lease for UHF Radio
908-8001	Computer Hardware	\$ 2,000	\$ 2,000	100.0%	\$ 2,000	Replace aging computer hardware
Subtotal City Manager		\$ 2,375	\$ 2,375	100.0%	\$ 2,375	
Information & Technology						
809-1008	Overtime	\$ 8,000	\$ 4,000	50.0%	\$ 8,000	Increase in the amount of overtime needed
809-2038	Communications Services	\$ 5,000	\$ 2,880	57.6%	\$ 5,000	Add Communication services with sat phones gps and data phones
809-2045	Contracted Services	\$ 20,000	\$ 4,000	20.0%	\$ 20,000	Add need to contract with outside services for computer services
809-3001	Office Supplies	\$ 500	\$ 250	50.0%	\$ 500	Additional office supplies needed
809-4001	Schools/Seminars-Registration	\$ 2,000	\$ 1,000	50.0%	\$ 2,000	Additional training available for Information Technology
809-4002	Dues & Subscriptions	\$ 500	\$ 100	20.0%	\$ 500	Increase in professional dues
809-4003	Schools/Seminars-Travel & Exp.	\$ 4,000	\$ 1,000	25.0%	\$ 4,000	Additional cost for seminar travel expenses
809-8002	Computer Software	\$ 4,993	\$ 1,793	35.9%	\$ 4,993	Annual Renewal for Net Motion
Subtotal Information & Technology		\$ 44,993	\$ 14,823	32.9%	\$ 44,993	
Police - Administration						
811-2045	Contracted Services	\$ 68,000	\$ 4,000	5.9%	\$ 68,000	Increased cost of Contracted Services for PTS
811-3001	Office Supplies	\$ 11,500	\$ 1,500	13.0%	\$ 11,500	Additional office supplies needed
811-2048	Police Station Maintenance	\$ 110,000	\$ 25,000	22.7%	\$ 110,000	City's share to Re-Station Building Exterior
Subtotal Police - Administration		\$ 189,500	\$ 30,500	16.1%	\$ 189,500	
Police - Patrol						
812-2045	Contracted Services	\$ 18,000	\$ 14,000	77.8%	\$ 18,000	Increase due to body cam warranty (14,000)
812-2090	Fire Marshal Services	\$ 2,500	\$ 1,000	40.0%	\$ 2,500	Additional usage of Fire Marshal Services
812-3008	Uniforms	\$ 21,150	\$ 4,150	19.6%	\$ 21,150	Additional need for specialized uniforms and 5 vests
812-4001	Schools/Seminars-Registration	\$ 12,000	\$ 2,350	19.6%	\$ 12,000	New training cycle available
812-4003	Schools/Seminars-Travel & Exp.	\$ 15,000	\$ 2,811	18.7%	\$ 15,000	Additional cost for seminar travel expenses
812-8000	Computer Hardware	\$ 2,500	\$ 1,300	52.0%	\$ 2,500	Tablet for maps
812-8012	Patrol Equipment	\$ 39,500	\$ 27,000	68.4%	\$ 39,500	Purchase additional 5 in car cameras
Subtotal Police Patrol		\$ 110,850	\$ 52,611	47.5%	\$ 110,850	
Police - CID						
813-1008	Overtime	\$ 15,000	\$ 2,000	13.3%	\$ 15,000	Additional Overtime cost needed
813-4001	Schools/Seminars-Registration	\$ 3,500	\$ 1,900	54.3%	\$ 3,500	New training cycle available
City of Rockport						

Departmental FY 2016-2017 Budget Requests						
Account Number	Description	Total Request	Difference Over Prior Yr.	% Difference	Approved Amount	Comments
813-4003	Schools/Seminars-Travel & Exp.	\$ 5,000	\$ 1,000	20.0%	\$ 5,000	Additional cost for seminar travel expenses
813-8000	Computer Hardware	\$ 2,400	\$ 1,200	50.0%	\$ 2,400	Replace 1 laptop and 1 desktop computer
813-8002	Office Furniture/Equipment	\$ 5,500	\$ 2,500	45.5%	\$ 5,500	Need additional equipment for vault (Refrigerator and gun safe)
813-8016	CID Equipment	\$ 35,000	\$ 35,000	100.0%	\$ -	Purchase Incinerator
	Mobile Surveillance Cameras	\$ 40,000	\$ 40,000	100.0%	\$ -	Purchase mobile cameras
	Body Cameras	\$ 5,400	\$ 5,400	100.0%	\$ 5,400	Purchase 6 Body Cameras for CID staff
Subtotal Police - CID		\$ 111,800	\$ 88,100	78.8%	\$ 36,800	
Building Development - Administration						
821-1004	Certification Pay	\$ 6,000	\$ 6,000	100.0%	\$ 6,000	Additional Certifications achieved for new personnel
821-1006	Overtime	\$ 2,000	\$ 1,500	75.0%	\$ 2,000	Additional Overtime cost needed
821-8030	Pictometry	\$ 11,100	\$ 11,100	100.0%	\$ 11,100	High Resolution Pictometry (Cost to be divided between Utility and General Fund)
Subtotal Building Development - Administration		\$ 19,100	\$ 18,600	97.4%	\$ 19,100	
Building Development - Code Enforcement						
822-1001	Base Pay - Additional Position	\$ 20,000	\$ 20,000	100.0%	\$ 20,000	New Position split 1/2 with Code Enforcement
Subtotal Building Development - Code Enforcement		\$ 20,000	\$ 20,000	100.0%	\$ 20,000	
Building Development - Inspections						
822-1001	Base Pay - Additional Position	\$ 20,000	\$ 20,000	100.0%	\$ 20,000	New Position split 1/2 with Inspections
Subtotal Building Development - Inspections		\$ 45,000	\$ 45,000	100.0%	\$ 20,000	
Streets & Drainage						
831-2046	Contracted Services	\$ 25,000	\$ 4,000	16.0%	\$ 25,000	Increase in annual maintenance costs
Subtotal Streets & Drainage		\$ 25,000	\$ 4,000	16.0%	\$ 25,000	
Building Operation & Maintenance						
832-2047	Telephone	\$ 40,000	\$ 36,000	90.0%	\$ 40,000	Increase from last year due to not including all building land lines
Subtotal Building Operation & Maintenance		\$ 40,000	\$ 36,000	90.0%	\$ 36,000	
Parks & Leisure Services						
861-1008	Overtime	\$ 7,500	\$ 2,500	33.3%	\$ 7,500	Increase in overtime due to maintaining parks 7 days a week
861-3022	Janitorial	\$ 5,000	\$ 800	16.0%	\$ 5,000	Additional cleaning supplies needed
861-5025	Christmas Lights & Maint	\$ 4,000	\$ 1,000	25.0%	\$ 4,000	Additional for cost of LED light replacement & maintenance
861-7001	Vandalism Repair	\$ 3,000	\$ 1,000	33.3%	\$ 3,000	Increase need for repair due to vandalism
861-8045	TPWD Outdoor Grant Match	\$ 33,000	\$ 11,400	34.5%	\$ 33,000	Grant match - Resurface trail system
861-8057	HMAC & Striping at LL Parking Lot	\$ 75,000	\$ 75,000	100.0%	\$ -	HMAC & Striping at LL Parking lot - Memorial park
Subtotal Parks & Leisure Services		\$ 127,500	\$ 91,400	71.7%	\$ 52,500	
GENERAL FUND GRAND TOTAL		\$ 772,061	\$ 416,502	53.8%	\$ 577,461	
UTILITY SYSTEM FUND						
Environmental						
834-1004	Certification Pay	\$ 10,000	\$ 2,000	20.0%	\$ 10,000	Additional certifications achieved for personnel
834-1006	Overtime	\$ 2,800	\$ 1,400	50.0%	\$ 2,800	Additional cost overtime needed
Subtotal Environmental		\$ 12,800	\$ 4,000	31.3%	\$ 12,800	
Water Storage & Distribution						
841-1004	Certification Pay	\$ 35,800	\$ 3,600	10.1%	\$ 35,800	Additional certifications achieved for personnel
841-2038	Communications Services	\$ 18,000	\$ 8,000	44.4%	\$ 18,000	Additional cost for cell phones, gps units and phones for meter reading
841-7016	Pump Station Maintenance	\$ 35,000	\$ 20,000	57.1%	\$ 35,000	Additional costs for maintaining older equipment
City of Rockport						

Departmental FY 2016-2017 Budget Requests						
Account Number	Description	Total Request	Difference Over Prior Yr.	% Difference	Approved Amount	Comments
641-8001	Computer Hardware	\$ 3,000	\$ 2,000	100.00%	\$ 2,000	Replace aging computer hardware
Subtotal Water Storage & Distribution		\$ 90,600	\$ 33,900	37.2%	\$ 90,600	
Wastewater Collection & Treatment						
846-1004	Certification Pay	\$ 20,580	\$ 7,080	34.40%	\$ 20,580	Additional certifications achieved for personnel
846-2036	Communications Services	\$ 4,200	\$ 1,000	23.81%	\$ 4,200	Additional cost for cell phones and gps units
846-2040	Engineering, Survey Fees	\$ 15,000	\$ 5,000	33.33%	\$ 15,000	Additional Engineering and Survey fees expected
846-2046	Contract Services	\$ 30,000	\$ 10,000	33.33%	\$ 30,000	Increase in annual maintenance costs
Subtotal Wastewater Collection & Treatment		\$ 69,780	\$ 23,080	33.1%	\$ 69,780	
Utility Customer Service						
851-2002	Merchant Processing Fees	\$ 45,000	\$ 20,000	44.44%	\$ 45,000	Increase in number of customers using online credit card pymt system
Subtotal Utility Customer Service		\$ 45,000	\$ 20,000	44.4%	\$ 45,000	
Non-Departmental						
899-3030	Pictometry	\$ 11,100	\$ 11,100	100.00%	\$ 11,100	High Resolution Pictometry.(Cost to be divided between Utility and General Fund)
Subtotal Non-Departmental		\$ 11,100	\$ 11,100	100.0%	\$ 11,100	
UTILITY SYSTEM FUND GRAND TOTAL		\$ 228,360	\$ 92,080	40.1%	\$ 228,360	
NATURAL GAS SYSTEM FUND						
Natural Gas Distribution						
846-1004	Certification Pay	\$ 3,000	\$ 2,000	66.67%	\$ 3,000	Additional certifications achieved for personnel
		\$ 3,000	\$ 2,000	66.7%	\$ 3,000	
NATURAL GAS SYSTEM FUND GRAND TOTAL		\$ 3,000	\$ 2,000	66.7%	\$ 3,000	
COMMUNITY AQUATIC CENTER						
Aquatic Center						
672-1005	Part Time	\$ 130,000	\$ 30,000	23.08%	\$ 130,000	Additional cost for part time employees
672-3001	Office Supplies	\$ 2,400	\$ 400	16.67%	\$ 2,400	Additional costs for supplies
672-7002	Maintenance/Repair	\$ 20,000	\$ 3,000	15.00%	\$ 20,000	Additional costs for maintenance and repair
672-8001	Computer Hardware	\$ 1,500	\$ 1,500	100.00%	\$ 1,500	Replace aging computer hardware
Subtotal Community Aquatic Center		\$ 153,900	\$ 34,900	22.7%	\$ 153,900	
COMMUNITY AQUATIC SYSTEM FUND GRAND TC		\$ 153,900	\$ 34,900	22.7%	\$ 153,900	
SPECIAL REVENUE FUNDS						
Fleet Operations & Maintenance						
633-1001	Base Pay	40,000.00	40,000.00	100.00%		Additional Shop Mechanic position
633-2036	Contracted Services	30,000.00	10,000.00	33.33%		Increase in annual maintenance costs
633-8010	Fleet Shop Improvements	\$ 20,000	\$ 20,000	100.00%	\$ 20,000	Building Renovations
	Fleet Tools and Equipment	\$ 180,000	\$ 180,000	100.00%	\$ 180,000	Purchase of Compressor, Lift, Software and Tools and Equipment
Subtotal Fleet Operations & Maintenance		\$ 270,000	\$ 250,000	92.6%	\$ 200,000	
Hotel Occupancy Tax Administration						
880-2001	R-F Chamber of Commerce-Mkt City of Rockport	\$ 330,000	\$ 10,000	3.03%	\$ 330,000	

Departmental FY 2016-2017 Budget Requests						
Account Number	Description	Total Request	Difference Over Prior Yr.	% Difference	Approved Amount	Comments
860-2009	Fulton Mansion	\$ 30,000	\$ 5,000	16.67%	\$ 30,000	
860-2040	RCFTA-Rockport Center for Arts	\$ 124,900	\$ 14,800	11.89%	\$ 124,900	
860-2044	Rockport Yacht Club - Nautical Flea	\$ 4,500	\$ 2,000	44.44%	\$ 4,500	
860-2056	Friends of The History Center - Tou	\$ 2,500	\$ 2,500	100.00%	\$ 2,500	
860-2057	Veterans Memorial Wall Est	\$ 1,500	\$ 1,500	100.00%	\$ 1,500	
860-2095	Shoreline Stabilization	\$ 25,000	\$ 25,000	100.00%	\$ 25,000	
Subtotal Hotel Occupancy Tax Administration		\$ 518,000	\$ 60,800	11.7%	\$ 518,000	
SPECIAL REVENUE FUNDS GRAND TOTAL		\$ 788,000	\$ 310,800	39.4%	\$ 718,000	

Discussion was held among Council, City Manager and Staff in regard to the budget requests as presented by the City Manager.

A lunch break was taken from 11:56 a.m. until 12:19 p.m.

Discussion regarding budget requests continued among Council, City Manager and Staff.

City Manager Kevin Carruth stated the Council will have another Budget Workshop on Monday, July 25, 2016, at 9:00 a.m. at the Rockport Service Center.

3. Adjournment.

At 1:37 p.m., it was the consensus of Council to adjourn the Workshop Session.

CITY OF ROCKPORT, TEXAS

Charles J. Wax, Mayor

ATTEST:

Teresa Valdez, City Secretary

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 6

Deliberate and act on 3rd quarter report from the Texas Maritime Museum for Fiscal Year 2015-2016 marketing expenditures.

SUBMITTED BY: City Secretary Teresa Valdez

APPROVED FOR AGENDA: PKC

BACKGROUND: The Texas Maritime Museum has been allocated \$80,000.00 in FY 2015-2016 Hotel Occupancy Tax (HOT) funds. According to our agreement with the Museum, fiscal quarterly financial reports are required to be submitted to the City Council for approval. See the accompanying 3rd quarter HOT expenditure report for additional information.

FISCAL ANALYSIS: Charged to account 6602002. The budgeted amount is \$80,000.00 and YTD expenses are \$18,394.95.

STAFF RECOMMENDATION: Staff recommends Council approve the Texas Maritime Museum's FY 2015-2016 Hotel Occupancy Tax funds 3rd quarter expenditures, as presented.

Fulton Mansion

HOT FUNDING EXPENSE REPORT FY 2015-2016

Description of Expense	Approved Budget	1st Quarter Expenses (Oct – Dec)	2nd Quarter Expenses (Jan-March)	3rd Quarter Expenses (April-June)	4th Quarter Expenses (July-Sep)	TOTAL
Intern Salaries	\$10,000	\$2,134	\$1,380	\$988.20		\$4,502.20
Tour Guide Salaries	\$15,000	\$1,655	\$6,528.75	\$5,709.00		\$13,892.75
TOTAL REQUESTED	\$25,000	\$3,789	\$7,908.75	\$6,697.20		\$18,394.95

Description of Administrative Expenses	Current Fiscal Year Administrative Expenses Projection	Fiscal Year Administrative Actual Expenses	Percentage of Fiscal Year Projections
Intern and Tour Guide salaries	\$40,000	\$21,634.49	54%
TOTALS			

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 7

Deliberate and act on cancellation of October 11, 2016, Council Regular Meeting, November 22 and December 27, 2016, Council Workshop and Regular Meetings.

SUBMITTED BY: City Secretary Teresa Valdez

APPROVED FOR AGENDA: PKC

BACKGROUND: Historically some workshop and regular meetings have been cancelled in September or October due to conflicts with the Texas Municipal League Annual Conference. The 2016 Texas Municipal League Conference being held in Austin is scheduled for October 4-7, 2016. Council, City Manager and Department Directors will be attending the Conference and will not be available to prepare an Agenda and Packet for a Council Meeting on October 11, 2016.

City Council has also cancelled the standing workshop and regular meetings near the Thanksgiving and Christmas holidays due to scheduling conflicts with all of those involved. In the event there is time-sensitive business that cannot wait for the regular meeting in the following month, special workshops or meetings can be called.

FISCAL ANALYSIS: None

RECOMMENDATION: Staff recommends City Council approve cancellation of the October 11, November 22, and December 27, 2016 City Council Meetings, as presented.

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 8

Deliberate and act to appoint a special liaison to the YMCA Development Committee, and appoint a member to the Parks & Leisure Services Advisory Board.

SUBMITTED BY: Mayor Charles J. Wax

APPROVED FOR AGENDA: PKC

BACKGROUND: The YMCA Development Committee is recommending to City Council (Minutes of July 6, 2016 YMCA Development Committee meeting attached) that former YMCA Development Committee member Jordan Fisher be appointed to serve as special liaison to the Committee for public relations and fund-raising purposed.

There is one vacancy on the Park and Leisure Services Advisory Board. As provided in Sec. 70-41 of the City of Rockport Code of Ordinances, the City Council is to appoint members to the Board.

Sec. 70-41. Composition; appointments.

(b) All appointments to the park and leisure services advisory board shall be made by the city council. Such appointments will be made from a pool of individuals to represent each of the four city wards and three representatives appointed by the mayor who have made application to serve on the park and leisure services advisory board. The park and leisure services advisory board may offer recommendations to the city council regarding appointments to the board.

An applications to serve on the Parks and Leisure Services Advisory Board has been received from Ray A. Garza and accompanies this briefing sheet. The current membership of the Commission is listed in the table below.

Park and Leisure Services Advisory Board

Place	Member	End of Term	Ward	Comments
1	Kate Catlow	June 1, 2018	1	
2	Ty Brisgill	June 1, 2018	1	
3	Leo Villa	June 1, 2017	2	
4	Ray A. Garza	June 1, 2018	4	
5	Cassandra Perkins	June 1, 2017	2	
6	Debra Corpora	June 1, 2016	3	Bob Shoemaker passed away.
7	Jeanette Larson	June 1, 2016	4	Ellen Kennard moved.

Council Liaison: J.D. Villa

Staff Liaison: Tom Staley

FISCAL ANALYSIS: N/A

STAFF RECOMMENDATION: Staff recommends appointment of Jordan Fisher as special liaison to the YMCA Development Committee, and appointment of Ray A. Garza to the Parks and Leisure Services Advisory Board, as presented.

YMCA DEVELOPMENT COMMITTEE MEETING MINUTES

July 6, 2016

Present: Eric Heller, Vice Chairman; Rebecca Johnson, Secretary; Warren Hassinger; Rosemary Vieux; City of Rockport Mayor Pro Tem, Pat Rios.

Guests: Jordan Fisher, Norma Martinez (*The Rockport Pilot* reporter).

Absent: Brian Olsen, Chairman; Tracy Shelton.

Next Meeting: Wednesday, July 20, 2016, at 5:30 PM

Council Chambers at Rockport City Hall, 622 E. Market Street, Rockport, Texas.

1. Call meeting to order.

The meeting of the YMCA Development Committee was held in the Council Chambers at the Rockport City Hall, 622 E. Market Street, Rockport, Texas, on July 6, 2016. Vice Chairman Eric Heller called the meeting to order at 5:30 PM, after announcing the presence of a quorum.

2. Citizens to be heard.

There were no citizens to be heard.

3. Deliberate and act on approval of Committee meeting minutes of June 1, 2016.

Eric Heller addressed the June 1, 2016 minutes. Warren Hassinger made the motion to accept the minutes and Rosemary Vieux seconded the motion. The vote passed unanimously.

4. Deliberate and ratify proposed action discussed on June 1, 2016, regarding recommending to City Council a committee member to serve on the YMCA of the Coastal Bend Board of Directors.

City Council approved the request from the YMCA Development Committee to appoint Eric Heller to serve as a committee member on the YMCA of the Coastal Bend Board of Directors. Rebecca Johnson made a motion to ratify the appointment of Eric Heller to serve on the YMCA of the Coastal Bend Board of Directors. Warren Hassinger seconded the motion. The vote passed unanimously.

5. Hear and deliberate on financial report.

Eric Heller spoke to the committee about the financial report. He stated the bank account balance is \$2,500.00. This will be confirmed with Brian Olsen at the next meeting.

6. Deliberate and act to recommend to City Council that former committee member Jordan Fisher be named to serve as special liaison to the committee for public relations and fund-raising purposes.

The committee discussed the recommendation of Jordan Fisher to serve as a special liaison. It was mentioned that Jordan Fisher has been instrumental in this YMCA project from the beginning and her involvement as a special liaison would be beneficial. Warren Hassinger made the motion to recommend to City Council that Jordan Fisher be named to serve as special liaison to the committee

for public relations and fund-raising purposes. Eric Heller seconded the motion and the vote passed unanimously.

7. Deliberate and act to assign committee members to give public presentations about plans for the YMCA.

The committee discussed public presentations and the need to establish a timeline and a plan for a consistent message. Team presentations were mentioned, as committee members may want to present in teams of two or more. A press kit was mentioned to give the same information to all audiences of the presentation. The committee will verify with Chairman Olsen where he has already presented. An overview of the previous presentation will be given to the committee at the next meeting. Eric Heller discussed the fact that the committee should consider a 12-18 month standpoint for raising \$2 million dollars.

Rebecca Johnson inquired if the committee has received a response from the Sid Richardson Foundation. Eric Heller stated to the committee that the Sid Richardson Foundation has replied with a hold on their decision/recommendation until another donor steps forward. Follow up with the foundation to see if there is time limitation on the committee's application will be made by Jordan Fisher.

8. Deliberate and act to assign committee members to contact potential donors.

In previous meetings, assignments have been given to contact potential donors. These will be revisited and Eric Heller will update the list.

9. Hear and deliberate on items for inclusion on next agenda.

Items to be included in future meeting agendas include web presence, Facebook, Pay Pal, web and social media proposal from Fernando Lopez with Magnum Designs, committee presentation overview from Chairman Olsen, and timeline for the entire project (including fundraising, construction, hiring executive director, marketing, grand opening). The next meeting is to be held in two weeks on July 20, 2016, in the Council Chambers located at Rockport City Hall, 622 E. Market Street, Rockport, Texas.

10. Adjournment.

Warren Hassinger made the motion to adjourn the meeting. Eric Heller seconded the motion, and the vote passed unanimously. The meeting was adjourned at 6:11 p.m.

Approved by:



Brian Olsen, Chairman

CITY OF ROCKPORT
622 E. Market St.
Rockport, TX 78382
361-729-2213

RECEIVED

JUN 07 2016

CITY SECRETARY

APPLICATION FOR
BOARD OR COMMISSION APPOINTMENT

WARD 4

Check area of Interest:

- Keep Rockport Beautiful Advisory Board
- Planning and Zoning Commission
- Tree & Landscaping Committee
- Rockport Heritage District Board
- Park and Leisure Services Advisory Board
- Environmental Committee for Water Issues
- Other _____
(please add)

Name: Ray A. Garza Age (Optional): 39

Home Address: 112 Georgian Oaks

Home Phone: 843-263-6718 Work Phone: 843-263-6718

Business Address: CCAD, 308 Crecy Drive, Corpus Christi

E-mail Address: ray.garza.email@gmail.com

Resident of City for 3.5 years Voter Registration No. 1199591846

Occupation: Industrial Engineer Technician

Education: BS in Human Services & MBA

Special Knowledge or Experience Applicable to City Board or Commission Function: *(attach additional information if needed)*

Involvement in the Single Marine Program while serving in the Marines where I voiced Quality of Life concerns and helped organize recreational activities.

- Banking/Finance
- Building/Construction
- Real Estate/Development
- Industrial Training
- Business Development
- Promotion/Marketing
- Manufacturing/Industrial Operations
- Law/Contract Administration

Other Information (civic activities, etc) Former board member of Rockport Fulton Little League
Member of Rockport Masonic Lodge No. 323

I have attended one or more meetings of the board or commission for which I have applied:

Yes No

Date: 6/7/2016

Signature: 

RETURN COMPLETED FORM TO THE CITY SECRETARY'S OFFICE

ALL INFORMATION MUST BE FURNISHED IN ORDER TO BE CONSIDERED

Email to: citysec@cityofrockport.com

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 9

Deliberate and act on first reading of an Ordinance pursuant to Article 23 “Conditional Use Permit”, Rockport Zoning Ordinance Number 1027, granting a Conditional Use Permit to property located at 1515 Sixteenth Street; also described as Lot 76, Block 250, Swickheimer Subdivision (10 acres), Plat Records of Aransas County, Texas; for the purpose of establishing a Bed and Breakfast/Multi-Family Ranch with farm animals subject to compliance with the conditions stated in this Ordinance, as well as those stipulated under Article 23, Rockport Zoning Ordinance Number 1027; repealing all Ordinances in conflict therewith; providing for severability; and providing an effective date.

SUBMITTED BY: Community Planner, Amanda Torres

APPROVED FOR AGENDA: PKC

BACKGROUND: Caleb and Kimberly Morales have submitted a request for a Conditional Use Permit (CUP) on behalf of the owner for the above listed property. A letter from the owner’s agent has been provided authorizing their representation. Mr. and Mrs. Morales are interested in purchasing the property and building a multi-family ranch on ten acres that would serve as an occasional bed and breakfast.

Per Article 23.10 of the Zoning Ordinance, bed and breakfast accommodations require a CUP. Additionally, the CUP would allow for multiple structures to be served by a common septic system on the property. The conditions for the CUP are indicated in the staff recommendation below.

The property meets the CUP Review Criteria as outlined in Article 23.4 of the Zoning Ordinance, as well as the Future Land Use Map of the City’s Comprehensive Plan of low-density residential by keeping a base zone of “R-1” 1st Single-Family Dwelling District.

A public notice regarding this item was published in *The Rockport Pilot* in the Saturday, June 18, 2016 edition and mailed out to eleven property owners within a 200-foot radius of the property. No letters in support or opposition were received. This item was also heard at a Joint Public Hearing with the City Council on July 12, 2016. There was no public input on this request. Supporting documentation follows this cover sheet.

On July 18, 2016, the Planning & Zoning Commission discussed the request for a Conditional Use Permit for property located at 1515 Sixteenth Street. The Commission voted unanimously to recommend this request for a Conditional Use Permit be **approved**.

FISCAL ANALYSIS: N/A.

STAFF RECOMMENDATION: Staff recommends to Council that, pursuant to Article 23 “Conditional Use Permit” (CUP), Rockport Zoning Ordinance Number 1027, a CUP should be granted to property located; for the purpose of building a multi-family ranch, on land located at

1515 Sixteenth Street, Rockport, Aransas County, Texas, subject to compliance with the following conditions as well as those conditions stipulated under Article 23, Rockport Zoning Ordinance Number 1027:

1. Dwellings on the parcel must comply with required dwelling square footage, yard areas, building setbacks, building heights, parking regulations, and accessory use regulations as outlined in Article 6, "R-1" 1st Single Family Dwelling District, Rockport Zoning Ordinance Number 1027.
2. All access driveways must meet standards as listed in Article 21.4.1, Paving Standards for Driveways and Parking Space of one-and two-family dwellings, must be paved with an all-weather surface, and able to support a load-bearing vehicle.
3. The conditional use permit will be granted solely to the applicant and current owner and cannot be transferred to a new property owner and/or tenant.
4. Any future sale of any segment of the property to a new property owner other than the applicant and current owner will be required to adhere to the City of Rockport Subdivision Regulations and Zoning Ordinance, and any common utilities or access easements must be abandoned.
5. Applicant and owner will be allowed to use the property as a Bed and Breakfast operation, if desired.
6. Any use other than that granted herein shall be treated as an amendment to the Conditional Use Permit and shall be required to re-submit a Conditional Use Permit request as outlined in the Zoning Ordinance.

**City of Rockport
Office of Building &
Development**

Memo

To: Mayor and City Council
From: Planning & Zoning Commission Chairman Brian Olsen
CC: City Manager Kevin Carruth
Date: 07/19/2016
Re: Commission action on requested Conditional Use Permit for 515 Sixteenth Street.

At our meeting held July 18, 2016, the Planning & Zoning Commission discussed the request for a Conditional Use Permit for property located at 1515 Sixteenth Street. The Commission voted unanimously to recommend this request for a Conditional Use Permit be **approved**.

Respectfully submitted,

Brian Olsen

Chairman, Planning & Zoning Commission

ORDINANCE NO. ____

AN ORDINANCE PURSUANT TO ARTICLE 23 “CONDITIONAL USE PERMIT” (C.U.P.), ROCKPORT ZONING ORDINANCE NUMBER 1027, GRANTING A C.U.P. TO PROPERTY LOCATED AT 1515 SIXTEENTH STREET; ALSO DESCRIBED AS LOT 76, BLOCK 250, SWICKHEIMER SUBDIVISION (10 ACRES), PLAT RECORDS OF ARANSAS COUNTY, TEXAS; FOR THE PURPOSE OF ESTABLISHING A BED AND BREAKFAST/MULTI-FAMILY RANCH WITH FARM ANIMALS SUBJECT TO COMPLIANCE WITH THE CONDITIONS STATED IN THIS ORDINANCE, AS WELL AS THOSE STIPULATED UNDER ARTICLE 23, ROCKPORT ZONING ORDINANCE NUMBER 1027; REPEALING ALL ORDINANCES IN CONFLICT THEREWITH; PROVIDING FOR SEVERABILITY; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, an application for a Conditional Use Permit was received in the office of the Building Department, Rockport, Texas; and

WHEREAS, On June 15, 2016 notice was posted on the bulletin boards at Rockport City Hall, 622 E. Market Street and Rockport City Hall Annex, 621 E. Market Street and on the City’s webpage www.cityofrockport.com; and

WHEREAS, on June 17, 2016 notice was mailed to affected property owners within 200’ of subject property; and

WHEREAS, on June 18, 2016 the City caused to be published “Notice of Joint Public Hearing” in the official newspaper of the City notifying area residents and the public in general to participate and make their views known regarding this request; and

WHEREAS, on July 12, 2016 at 6:30 p.m., the Rockport City Council and the Planning & Zoning Commission did hold a Joint Public Hearing; and

WHEREAS, on July 18, 2016 the Planning & Zoning Commission did meet and said Commission voted unanimously to recommend to the City Council to accept and approve this request for a Conditional Use Permit to property located at 1515 Sixteenth Street.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROCKPORT TEXAS:

SECTION 1 – CONDITIONAL USE PERMIT

That, pursuant to Article 23 “Conditional Use Permit” (CUP), Rockport Zoning Ordinance Number 1027, a CUP is hereby granted to property located; for the purpose of building a

multi-family ranch with a shared septic system, on land located at 1515 Sixteenth Street, Rockport, Aransas County, Texas, subject to compliance with the following conditions as well as those conditions stipulated under Article 23, Rockport Zoning Ordinance Number 1027:

1. Dwellings on the parcel must comply with required dwelling square footage, yard areas, building setbacks, building heights, parking regulations, and accessory use regulations as outlined in Article 6, "R-1" 1st Single Family Dwelling District, Rockport Zoning Ordinance Number 1027.
2. All access driveways must meet standards as listed in Article 21.4.1, Paving Standards for Driveways and Parking Space of one-and two-family dwellings, must be paved with an all-weather surface, and able to support a load-bearing vehicle.
3. The conditional use permit will be granted solely to the applicant and current owner and cannot be transferred to a new property owner and/or tenant.
4. Any future sale of any segment of the property to a new property owner other than the applicant and current owner will be required to adhere to the City of Rockport Subdivision Regulations and Zoning Ordinance, and any common utilities or access easements must be abandoned.
5. Applicant and owner will be allowed to use the property as a Bed and Breakfast operation, if desired.
6. Any use other than that granted herein shall be treated as an amendment to the Conditional Use Permit and shall be required to re-submit a Conditional Use Permit request as outlined in the Zoning Ordinance.

SECTION 2 - REPEALER

Any previously adopted ordinances, and any subsequent amendments to them, which are in conflict with this ordinance, are hereby repealed.

SECTION 3 - SEVERABILITY

It is the intention of the City Council of the City of Rockport that if any phrase, sentence, section or paragraph of this ordinance shall be declared unconstitutional or otherwise invalid by final judgment of a court of competent jurisdiction such unconstitutionality or invalidity shall not affect any of the remainder of this ordinance since the same would have been enacted by the City Council without the incorporation of the unconstitutional or invalid phrase, sentence, section or paragraph.

SECTION 4 - EFFECTIVE DATE

This ordinance shall become effective immediately upon adoption by second and final reading.

APPROVED on first reading this the _____ day of _____, 2016.

CITY OF ROCKPORT, TEXAS

Charles J. Wax, Mayor

ATTEST:

Teresa Valdez, City Secretary

APPROVED, PASSED and ADOPTED on second and final reading, this _____ day of _____, 2016.

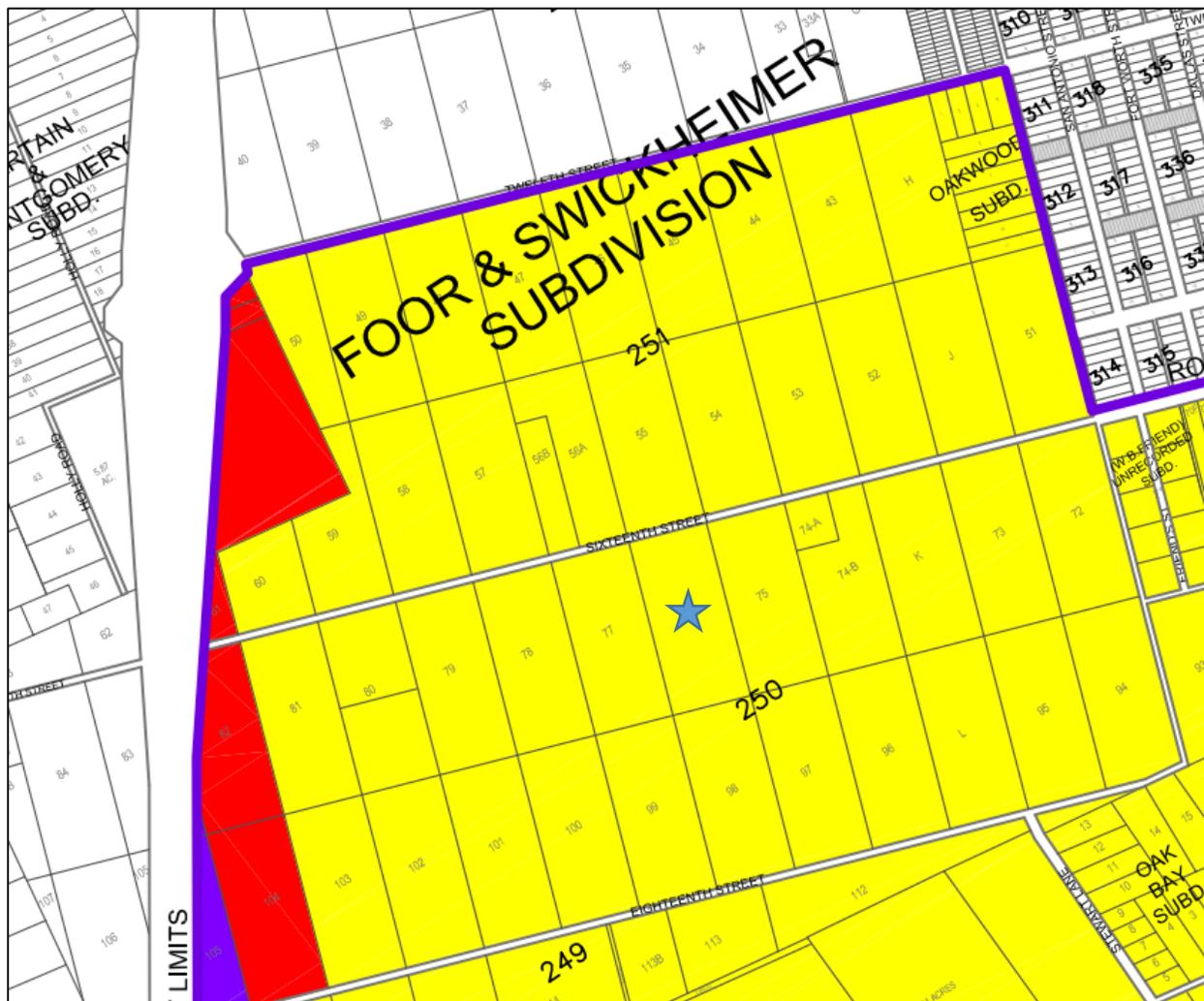
CITY OF ROCKPORT, TEXAS

Charles J. Wax, Mayor

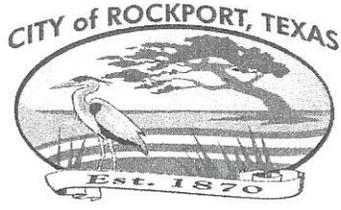
ATTEST:

Teresa Valdez, City Secretary

Current Zoning Around 1515 Sixteenth Street



-  R-1 – 1st Single Family Dwelling District
-  B-1 – General Business District
-  I-1 – Light Industrial District



RECEIVED JUN 14 2016 BY: MB

CITY OF ROCKPORT ZONING AND LAND DEVELOPMENT APPLICATION

INSTRUCTION: Please fill out completely. If more space is needed, attach additional pages. Please print or use typewriter.

A. REQUESTING: Rezoning [] Conditional Permit [X] Planned Unit Development (P.U.D.) by Conditional Permit []

B. ADDRESS AND LOCATION OF PROPERTY 1515 16th Street, Rockport, TX 78382

C. CURRENT ZONING OF PROPERTY: R-1

D. PRESENT USE OF PROPERTY: undeveloped land

E. ZONING DISTRICT REQUESTED: R-1 with CUP

F. CONDITIONAL USE REQUESTED: see conditions

G. LEGAL DESCRIPTION: (Fill in the one that applies) Swickheimer Property ID # 34433 map ID: A2 Lot or Tract 76 Acres 10 Block 250

Tract of the Survey as per metes and bounds (field notes attached)

If other, attach copy of survey or legal description from the Records of Aransas County or Appraisal District.

H. NAME OF PROPOSED DEVELOPMENT (if applicable)

I. TOTAL ACREAGE OR SQ. FT. OF SITE(S): 10 acres

J. REASON FOR REQUEST AND DESCRIPTION OF DEVELOPMENT: (Please be specific) multi-family ranch with farm animals. owned by moralez family when homes are not occupied will be used as a bed & breakfast.

K. OWNER'S NAME: (Please print) Soodchit Moore
ADDRESS: 6108 Sawyer
CITY, STATE, ZIP CODE: San Antonio, TX 78238
PHONE NO _____

L. REPRESENTATIVE: (If Other Than Owner) Caleb Moralez
ADDRESS: P.O. Box 1781
CITY, STATE, ZIP CODE: Rockport, TX 78381
PHONE NO 210-722-4663 - Caleb
210-441-8218 - Kim
moralezfamilia@gmail.com

NOTE: Do you have property owner's permission for this request?
YES X NO _____
contract pending request

M. FILING FEE:

REZONING	\$150.00 + \$10.00 PER ACRE
PLANNED UNIT DEVELOPMENT	\$200.00 + \$10.00 PER ACRE
P.U.D. REVISION	\$200.00 + \$10.00 PER ACRE
CONDITIONAL PERMIT	\$150.00 + \$10.00 PER ACRE

(Make check payable to the City of Rockport)

- Submit application and filing fee to the Department of Building & Development, City of Rockport; 2751 S.H. 35 Bypass, Rockport, Texas 78382.

Signed: 
(Owner or Representative)

(FOR CITY USE)

Received by: _____ Date: _____ Fees Paid: \$ _____

Submitted Information (_____ accepted) (_____ rejected) by: _____

If rejected, reasons why: _____

Receipt No. _____



JOINT PUBLIC HEARING

Rockport City Council and Planning & Zoning Commission

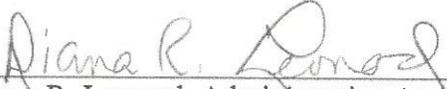
NOTICE is hereby given that the Rockport City Council and the Planning & Zoning Commission will hold a Joint Public Hearing on Tuesday, July 12, 2016, at 6:30 p.m., at Rockport City Hall, 622 E. Market St., Rockport, Texas, to consider a request for a Conditional Use Permit on property located at 1515 Sixteenth Street; also known as Lot 76, Block 250, Swickheimer Subdivision, 10 acres, Rockport, Aransas County, Texas, currently R-1 (1st Single Family Dwelling District) according to the Aransas County Appraisal District, to Conditional Use Permit Overlay. Purpose of the request is for bed and breakfast/multi-family ranch with farm animals.

The City encourages citizens to participate and make their views known at this Public Hearing. For further information on this request, please contact the Building Department at (361) 790-1125. This facility is wheelchair accessible and accessible parking spaces are available. Requests for accommodations or interpretive services must be made 48 hours prior to this meeting. Please contact the City Secretary's office at (361) 729-2213 ext. 225 or fax (361) 790-5966 or e-mail citysec@cityofrockport.com for further information. Braille is not available.

POSTED: the 15th day of June, 2016, by 5:00 p.m., on the bulletin board at Rockport City Hall, 622 E. Market Street, Rockport, Texas and on the website www.cityofrockport.com.

PUBLISHED: in *The Rockport Pilot* in the Saturday, June 18, 2016, Edition, in accordance with the City of Rockport Code of Ordinances.

CITY OF ROCKPORT, TEXAS


Diana R. Leonard, Administrative Assistant



- Pool House
- Basketball Court
- Workshop/Garage
- House(s)
- Boat Parking



Office: 361-729-2603

Fax: 361-729-3051

May 16, 2016

Re: Zoning
1515 Sixteenth St. Rockport, Tx
Legal: Lot 76, Blk 250, Swickheimer, 10 acres

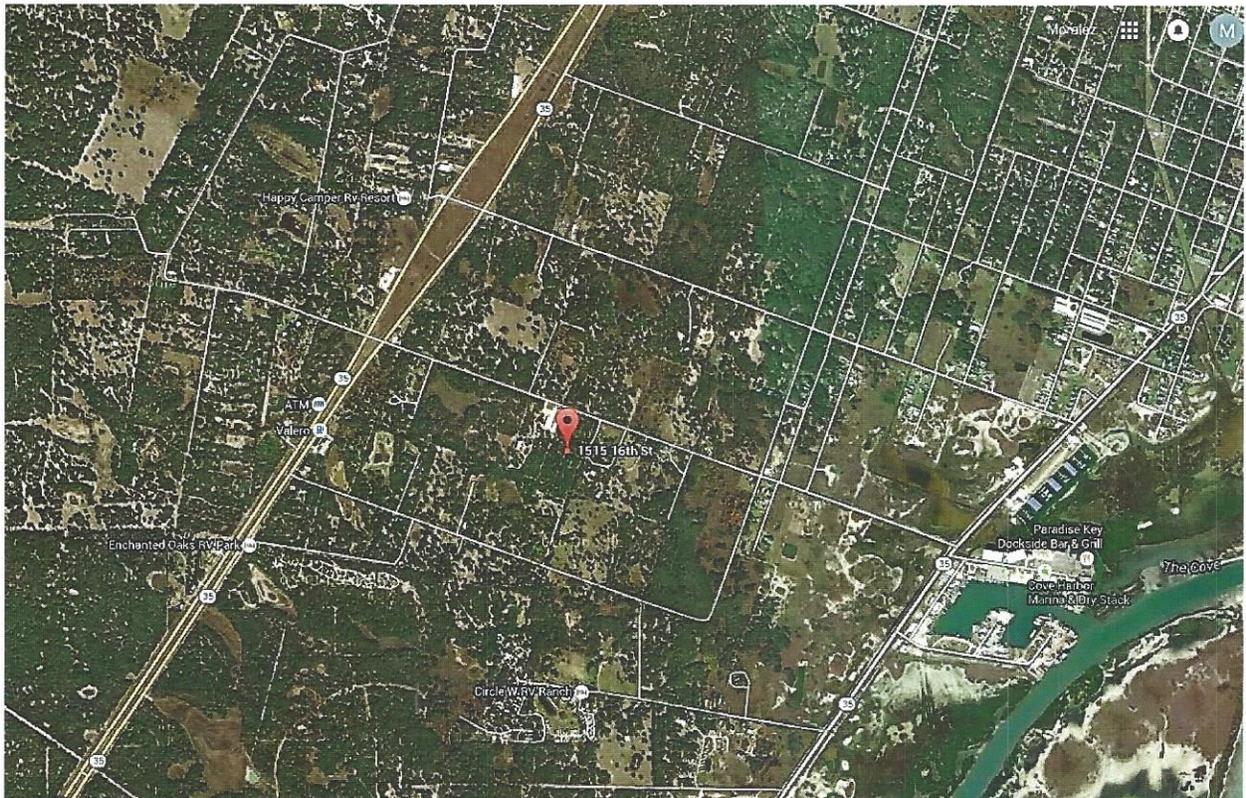
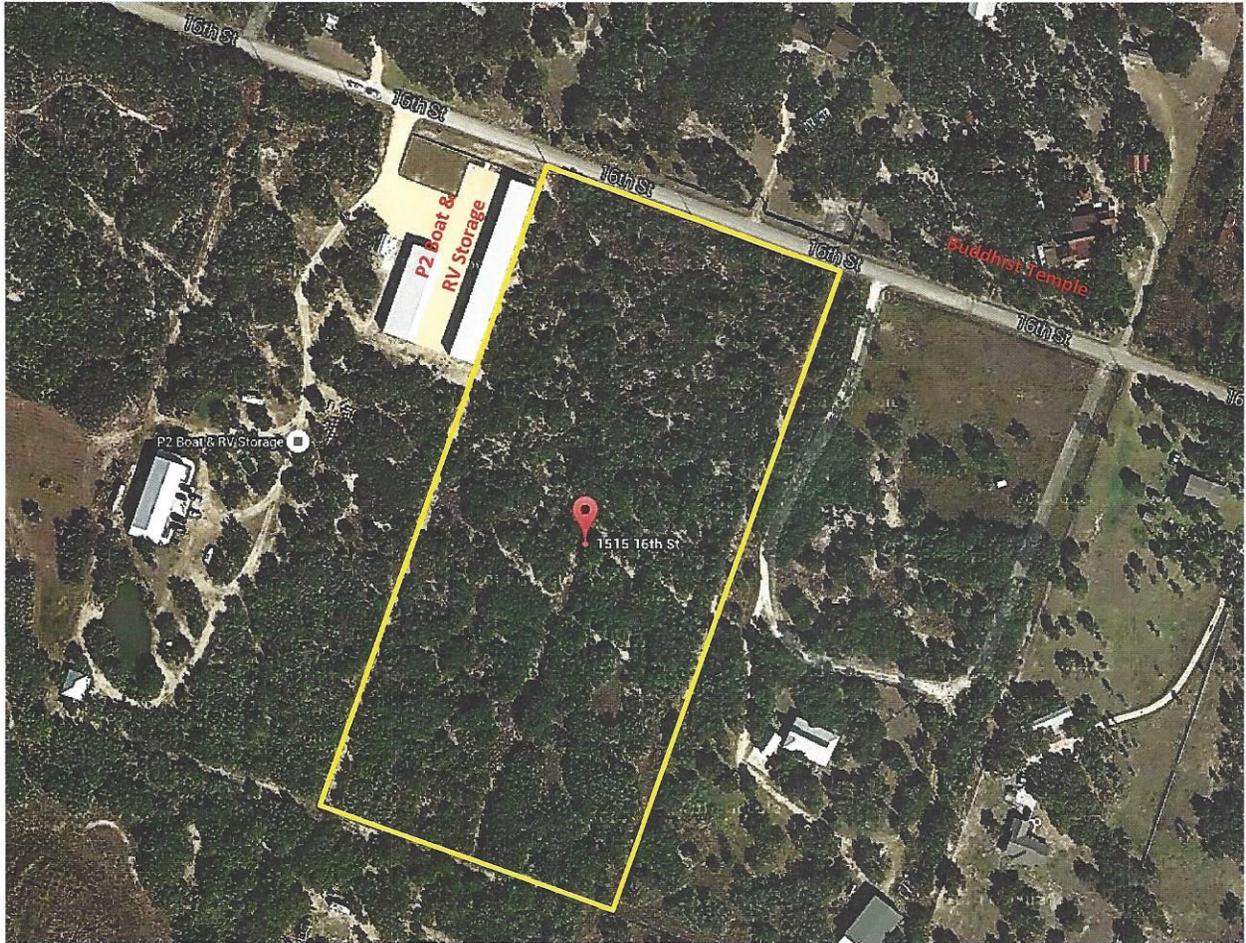
To whom it may concern,

The property in Aransas County located at 1515 Sixteenth St. in Rockport, TX is currently under contract for transfer of ownership. The current zoning of the property is single family residential. Soodchit Moore (current owner) has agreed to the terms set forth by Caleb and Kimberly Morales (buyers) that the sale of the property is contingent upon obtaining the allowance of construction of multi-family, more than one residence to be built upon the acreage. The contract was executed May 20th, 2016 and allows up to 60 days to meet the terms set forth. During this time period the prospective buyers are given the permission to apply for, and take any necessary actions needed to meet the terms specified in the contract.

Thank you for your consideration of this matter,
Listing agent: Randal Sprinkle – Sipe Real Estate

Randal Sprinkle





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Wat Dhammaratanaram

Buddhist Temple





on / off

Welcome

to our website

Welcome or at least a brief tour of it....
 Dhammaratanaram is a temple in the tradition of Theravada Buddhism (Thai Dhammayutti Nikaya), more specifically in the lineage of the Thai forest masters. As such it is a residence for bhikkhus (monks) and siladharas (nuns), where their life of training in ethics, meditation, and renunciation can be supported in a quiet rural environment. This




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*mailed
6-20-16*

SOODCHIT MOORE
6108 SAWYER
SAN ANTONIO, TX 78238-2203

MICHAEL & LINDA ADLER
1526 18TH ST
ROCKPORT TX 78382-7405

WILL PEIRCE
1521 16TH ST
ROCKPORT TX 78382-7401

CORPUS CHRISTI DHAMMARATANARAM
BUDDHIST TEMPLE
1510 16TH ST
ROCKPORT TX 78382-7401

RHEA PRIDGEN REVOCABLE TRUST
% RHEA PRIDGEN TRUSTEE
419 CHOWNING PLACE NW
MARIETTA GA 30064-1403

HARRISON FAMILY TRUST
% JOHN & BARBARA HARRISON
1522 16TH ST
ROCKPORT TX 78382-7401

JOHN E POLHEMUS ETUX SHIRLEY
P O BOX 1117
FULTON T X 78358-1117

RICHARD & BECKY MARTINEZ
P O BOX 1772
ROCKPORT TX 78381-1772

WILL & BRENDA ARTHUR
1519 W 18TH ST
ROCKPORT TX 78382

GLADYS V WAGNER
1614 16TH ST
ROCKPORT TX 78382-7402

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 10

Deliberate and act on second and reading of an Ordinance affecting participation of City employees in the Texas Municipal Retirement System; granting the additional rights, credits and benefits authorized by Sections 852.205 of Title B. Government Code, as amended; and prescribing the effective date of this Ordinance.

SUBMITTED BY: City Manager Kevin Carruth

APPROVED FOR AGENDA: PKC

BACKGROUND: The City of Rockport joined the Texas Municipal Retirement System (TMRS) in 1971. Changes to the TMRS Act made by the Texas Legislature in 2001 required cities with ten year vesting to elect to remain with ten-year vesting instead of the new vesting requirement of five years. Absent any action by a city's council, all municipalities with ten-year vesting were converted to five-year vesting and all new cities had no choice other than five years. In September 2001, Rockport City Council declined the five-year vesting, citing ten-year vesting as an incentive to remain in service with the City.

Over the intervening 15 years, Millennial generation employees became the largest single group in the labor force and no longer sees ten-year vesting as an incentive. According to the Bureau of Labor Statistics, the median job tenure for workers aged 20-24 was shorter than 16 months. For those aged 25-34, it was three years and the median for workers over 25 years old is 5.5 years. In addition, of the 37 TMRS cities in the Coastal Bend region, five, including Rockport, continue to have ten-year vesting. Changing to five-year vesting will help the City remain competitive with other cities and help attract and retain young talent.

There has been no change in form or content since Council approved the first reading on July 12, 2016.

FISCAL ANALYSIS: As shown in the accompanying table, changing to five-year vesting will cost approximately \$8,640.

RECOMMENDATION: Staff recommends Council approve second and final reading of an Ordinance affecting participation of City employees in the Texas Municipal Retirement System; granting the additional rights, credits and benefits authorized by Sections 852.205 of Title B. Government Code, as amended; and prescribing the effective date of this Ordinance, as presented.

ORDINANCE NO. _____

AN ORDINANCE AFFECTING PARTICIPATION OF CITY EMPLOYEES IN THE TEXAS MUNICIPAL RETIREMENT SYSTEM; GRANTING THE ADDITIONAL RIGHTS, CREDITS AND BENEFITS AUTHORIZED BY SECTIONS 852.205 OF TITLE B. GOVERNMENT CODE, AS AMENDED; AND PRESCRIBING THE EFFECTIVE DATE OF THIS ORDINANCE.

BE IT ORDAINED BY THE CITY COUNCIL OF ROCKPORT, TEXAS:

Section 1. Pursuant to the provisions of Sections 854.105 and 854.202, 854.405 of Subtitle G of Title 8, Government Code, as amended, which Subtitle shall herein be referred to as the "TMRS Act," the City of **ROCKPORT** Texas, adopts the following provisions affecting participation of its employees in the Texas Municipal Retirement System (which retirement system shall herein be referred to as the "System"):

(a) An employee of the City who is a member of the System may terminate employment and remain eligible to retire and receive a service retirement annuity at any time after that member attains an applicable age and service requirement, if that member has at least five (5) years of credited service performed for one or more municipalities that have authorized eligibility under Section 854.202(c) of the Act or are subject to Section 854.102(e) of the Act.

(b) An employee of the City who is a member of the System may retire and receive a service retirement annuity if that member is at least sixty (60) years old and has at least five (5) years of creditable service performed for one or more municipalities that either have authorized eligibility under this subsection or are subject to Section 854.102(e) of this subtitle.

(c) The rights, credits and benefits herein above authorized shall be in addition to the plan provisions heretofore adopted and in force at the effective date of this ordinance pursuant to the TMRS Act.

Section 2. This ordinance shall become effective on the first day of October 2016, provided that it has previously been determined by the Actuary for the System that all obligations of the City to the benefit accumulation fund, including obligations hereby undertaken, can be funded by the City within its maximum contribution rate and within its amortization period.

APPROVED on first reading on this the 12th day of July 2016.

CITY OF ROCKPORT, TEXAS

Charles J. Wax, Mayor

ATTEST:

Teresa Valdez, City Secretary

APPROVED, PASSED and ADOPTED on second and final reading this the _____ day of July 2016.

CITY OF ROCKPORT, TEXAS

Charles J. Wax, Mayor

ATTEST:

Teresa Valdez, City Secretary



June 23, 2016

Ms. Ruby Beaven
Assistant City Secretary
City of Rockport
622 East Market St.
Rockport, TX 78382

Dear Ruby:

We are pleased to enclose an ordinance for your city to:

Revoke the election not to provide 5-Year Vesting

With the adoption of this provision, city employees will become "vested" after obtaining five years of service credit. Vesting means that employees have worked enough years and established enough service credit to meet the minimum length-of-service requirement for service retirement.

With the adoption of this ordinance your city's contribution rate for 2016 will be **16.15%**. Beginning January 1, 2017 your city's contribution rate will be **16.07%**.

We would appreciate receiving a copy of this ordinance as soon as possible after its adoption.

If you have any questions or concerns, please do not hesitate to contact me at 1-800-924-8677.

Sincerely,

*Eric W. Davis by
Ashlee Ruiz*

Eric W. Davis
Deputy Executive Director



Plan Change Study

01098 Rockport

GRID 2016

For Informational Purposes Only

Effective Date - January 1, 2016

Report Date - June 23, 2016

Proposed Plans

<u>Plan Provisions</u>	<u>Current</u>	<u>1</u>
Deposit Rate	7.00%	7.00%
Matching Ratio	2 to 1	2 to 1
Updated Service Credit	100% (Repeating)	100% (Repeating)
Transfer USC **	Yes	Yes
Annuity Increase	70% (Repeating)	70% (Repeating)
20 Year/Any Age Ret.	Yes	Yes
Vesting	10 years	5 years ✓
<u>Contribution Rates</u>	<u>2016</u>	<u>2016</u>
Normal Cost Rate	9.78%	10.52%
Prior Service Rate	<u>5.42%</u>	<u>5.40%</u>
Retirement Rate	15.20%	15.92%
Supplemental Death Rate	<u>0.23%</u> (A & R)	<u>0.23%</u> (A & R)
Total Rate	15.43%	16.15% ✓
Unfunded Actuarial Liability	\$4,268,447	\$4,253,862
Amortization Period	30 years	30 years
Funded Ratio	82.7%	82.7%
Phase-In Total Rate	N/A	N/A

**This is the addition to the Initial Prior Service Rate for USC for transfers. There were 8 eligible transfer employees on the valuation date.



Plan Change Study

01098 Rockport

GRID 2017

For Informational Purposes Only

Effective Date - January 1, 2017

Report Date - June 23, 2016

Proposed Plans

<u>Plan Provisions</u>	<u>Current</u>	<u>1</u>
Deposit Rate	7.00%	7.00%
Matching Ratio	2 to 1	2 to 1
Updated Service Credit	100% (Repeating)	100% (Repeating)
Transfer USC **	Yes	Yes
Annuity Increase	70% (Repeating)	70% (Repeating)
20 Year/Any Age Ret.	Yes	Yes
Vesting	10 years	5 years
<u>Contribution Rates</u>	<u>2017</u>	<u>2017</u>
Normal Cost Rate	10.24%	11.03%
Prior Service Rate	<u>4.81%</u>	<u>4.80%</u>
Retirement Rate	15.05%	15.83%
Supplemental Death Rate	<u>0.24%</u> (A & R)	<u>0.24%</u> (A & R)
Total Rate	15.29%	16.07% ✓
Unfunded Actuarial Liability	\$4,149,789	\$4,135,385
Amortization Period	25 years	25 years
Funded Ratio	84.1%	84.2%
Phase-In Total Rate	N/A	N/A

**This is the addition to the Initial Prior Service Rate for USC for transfers. There were 7 eligible transfer employees on the valuation date.

CITY OF ROCKPORT
2016-2017 PERSONNEL INFORMATION

EMP. NO# =====NAME=====	JOB TITLE=====	ANNUAL
	GENERAL FUND TOTAL	\$2,920,533.87
	GRAND TOTAL	\$5,082,677.88
	FICA/MEDICARE TOTAL (7.65%)	\$388,824.86
	TMRS TOTAL (15.29%)	\$809,162.32
	NEW TMRS TOTAL (16.07%) AS OF JAN 2017	\$612,589.75
	NEW TMRS TOTAL (16.15%) FROM OCT 2016 TO JAN 2017	\$205,213.12
	TOTAL INCLUDING BENEFITS	\$7,098,467.93
	DIFFERENCE	\$8,640.55

RESOLUTION NO. 01-24

A RESOLUTION ELECTING TO NOT PROVIDE FIVE-YEAR VESTING FOR EMPLOYEES OF THE CITY OF ROCKPORT, WHO ARE MEMBERS OF THE TEXAS MUNICIPAL RETIREMENT SYSTEM.

WHEREAS, the City of Rockport has elected to participate in the Texas Municipal Retirement System (the "System") pursuant to the provisions of Subtitle G of Title 8 of the Government Code, as amended the ("TMRS Act"); and

WHEREAS, Section 854.205 of the TMRS Act, as amended effective September 1, 2001, provides that, unless a participating municipality's governing board files with the Board of Trustees of the System before December 31, 2001, an election to not provide five-year vesting for its employees who are members of the System, such employees may, if they have at least five years of credited service with cities that do provide five-year vesting, terminate covered employment and remain eligible to retire and receive a service retirement annuity when they have attained an applicable retirement age as provided by law; and

WHEREAS, the City Council of the City of Rockport finds that it will be in the public interest to elect not to provide for such five-year vesting.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF CITY OF ROCKPORT, ARANSAS COUNTY, TEXAS:

Section 1. The City Council of the City of Rockport elects not to provide five-year vesting under Section 854.205 of the TMRS Act, and the City Secretary is hereby authorized and directed to file notice of this election with the Board of Trustees of the System before December 31, 2001.

Section 2. The provisions of this Resolution shall become effective on this the 31st day of December 2001.

PASSED and APPROVED by the City Council of the City of Rockport in Rockport, Texas, on this the 11th day of DECEMBER 2001.



CITY OF ROCKPORT, TEXAS

Glenda Burdick

Glenda Burdick, Mayor

ATTEST:

Irma G. Parker

Irma G. Parker, City Secretary



CITY OF ROCKPORT

622 E. Market St.
P.O. Box 1059
Rockport, Texas 78381
361-729-2213
email: rockport@trip.net
Fax 361-790-5966

CITY OF ROCKPORT §

THE STATE OF TEXAS §

COUNTY OF ARANSAS § ATION TO COPY
; RECORD

Before me, the undersigned authority, per Irma G. Parker, who, being by me duly sworn deposed as follows:

My name is Irma G. Parker. I am of sound mind and memory of making this affidavit, and personally acquainted with the facts herein stated.

I am a custodian of the records of the City of Rockport, Aransas County, Texas. Attached hereto is Resolution No. 01-24, A Resolution to Provide Five-Year Vesting For Employees of the City of Rockport, Who Are Members of the Texas Municipal Retirement System as passed and approved by the Rockport City Council in Regular Session on December 11, 2001.

I further certify, in the performance of the duties of my office, that said pages of record are an official record from the public office of the City of Rockport, Aransas County, Texas, and is a public record which is kept in the office and appear of record in said office.

In witness whereof, I have hereunto set my hand and the official seal of said office this the 12th of DECEMBER 2001.



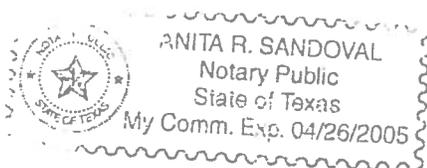
Irma G. Parker
Irma G. Parker, City Secretary
Rockport, Texas

Sworn to and subscribed before me on the 12th day of December, 2001.

(Seal)

Anita R. Sandoval
Anita R. Sandoval, Notary Public
State of Texas

My Commission Expires 4/26/2005





CITY OF ROCKPORT

622 E. Market St.
P.O. Box 1059
Rockport, Texas 78381
361-729-2213
email: rockport@trip.net
Fax 361-790-5966

December 12, 2001

Mr. Eric W. Davis
Deputy Executive Director
Texas Municipal Retirement System
P.O. Box 149153
Austin, TX 78714-9153

Dear Mr. Davis:

This is to advise you that the Rockport City Council meeting in Regular Session on Tuesday, December 11, 2001 adopted Resolution No. 01-24, A Resolution Electing To Not Provide Five-Year Vesting For Employees of the City of Rockport, Who Are Members of the Texas Municipal Retirement System. Attached you will find a Certified Copy as well as a "Certification to Copy of Public Record" verifying adoption of this Resolution.

Please don't hesitate to contact me by phone (361) 729-2213 ext. 138, facsimile (361) 790-5966, or by email Rockport@trip.net if you have any questions or if I can be of further assistance.

Sincerely,

Irma G. Parker
City Secretary

IGP

Cc: Dawn Bennett, Finance Director

**BUSINESS OF THE CITY COUNCIL
for the
CITY OF ROCKPORT, TEXAS**

Presented to Council	
Action	Date
Workshop	
1st Reading	
2nd Reading	
Tabled	
Rejected	
Approved	12-11-01
Ordinance #	

SUBJECT: Texas Municipal Retirement System (TMRS) Vesting

SUBMITTED BY: City Manager Thomas J. Blazek

DATE SUBMITTED: December 4, 2001 **FOR THE AGENDA OF:** December 11, 2001

APPROVED FOR INCLUSION ON CITY COUNCIL AGENDA: City Manager 

SUMMARY STATEMENT:

Senate Bill 522, enacted earlier this year, makes numerous changes to the Texas Municipal Retirement System (TMRS) Statute. Among the major amendments is the provision of a five-year vesting alternative to the existing ten-year vesting requirement. The five-year option means that after five years of service, a TMRS member will have earned the right, upon termination of employment, to choose to leave the member's deposits and interest in TMRS and apply for retirement when eligible. This provision of SB 522 takes effect January 1, 2002.

The attached TMRS letter states "[Rockport] will automatically be covered by 5-Year Vesting unless an ordinance is adopted prior to December 31, 2001, declining this benefit. Five-Year Vesting brings TMRS in line with the other public retirement systems in Texas, as well as public plans in other states."

As the TMRS letter indicates, there is no cost to the City this year. But there is an undetermined cost in later years in the City's contribution rate to ensure sufficient funds to pay those vested between five years of employment and the current ten-year vesting.

The City has programs such as Merit Pay and Stability Pay to retain trained, efficient personnel. Vesting an employee at ten years gives an incentive to remain with the City of Rockport (or at least in service to a Texas municipality) in order to receive this particular retirement benefit. Reducing the amount of time necessary to receive this benefit is counterproductive to the City's efforts to increase the longevity of experienced employees.

RECOMMENDATION:

The City Council approve the attached Resolution (which is based on the Texas Municipal League Resolution) to "opt out" of TMRS Five-Year Vesting as permitted under SB 522.



TEXAS MUNICIPAL RETIREMENT SYSTEM

Providing retirement security for Texas municipal employees.

P. O. Box 149153 • AUSTIN, TEXAS 78714-9153 • 1200 NORTH INTERSTATE 35 • WWW.TMRS.COM

ADMINISTRATION: (512) 476-7577 OR TOLL-FREE (877) 634-8595 • FAX: (512) 476-2903

MEMBER SERVICES: TOLL-FREE (800) 924-8677 • FAX: (512) 476-5576

CORRECTED LETTER

May 30, 2001

Mr. John Washburn
Director of Finance
City of Rockport
P.O. Box 1059
Rockport, Texas 78381-1059

RE: 2002 MUNICIPAL CONTRIBUTION RATE

Dear John:

Based on the plan of benefits in effect January 1, 2001, the City's Municipal Contribution Rate that will become effective January 1, 2002, will be:

Normal Cost:	9.79%
Prior Service:	4.90%
Retirement Cost:	14.69%
Supplemental Death:	0.34%
Total Rate:	<u>15.03%</u>

The 2002 municipal contribution rate includes recent changes adopted by the Texas Legislature, **including 5-Year Vesting**, the cost of which is shown in the tables below. Your City will automatically be covered by 5-Year Vesting unless an ordinance is adopted prior to December 31, 2001, declining this benefit. Five-Year Vesting brings TMRS in line with the other public retirement systems in Texas, as well as public plans in other states.

The following data provides a detailed statement of changes in the retirement portion of the City's contribution rate. This analysis breaks down the change in the retirement portion of the City contribution rate from 2001 to 2002. This data does not reflect any change in the cost of the Supplemental Death Benefit, if adopted by the City. Any changes in the cost of the Supplemental Death Benefit are a function of the average age of the City's employee group, and the number of covered retirees.

Change in the Normal Cost contribution rate:

Change due to termination of status as a contributing member:	0.26
Change in service and salary characteristics of contributing members:	-0.44
Change due to increased age of contributing members:	0.62
Change due to phasing in cost from actuarial assumption changes:	0.00
Change due to 5-Year Vesting:	0.12
Change due to other factors:	0.00
Total Change in Normal Cost included in above rate:	0.56

Change in the Prior Service contribution rate:

Change due to adoption of annually repeating Updated Service Credits and Annuity Increases:	0.60
Change due to payroll experience:	-0.06
Change due to actuarial gains, inconsistent contributions, or other actuarial factors:	-0.02
Change due to phasing in cost from actuarial assumption changes:	0.00
Change due to affect of Statutory Maximum and/or conservative funding:	0.00
Change due to 5-Year Vesting:	0.02
Total Change in Prior Service included in above rate:	0.54

This "Corrected Letter" replaces our letter dated May 25, 2001. The original letter incorrectly showed the normal cost 5-Year Vesting factor in the Prior Service reconciliation table. That error has been corrected in this letter. All other numbers shown on the original letter were correct. We apologize for any confusion our error may have caused.

If you have any questions regarding the City's 2002 Municipal Contribution Rate or the reconciliation information please feel free to contact our office.

Sincerely,



Eric W. Davis
Deputy Executive Director



TMRS-5 Yr Vest
Opt Out

TEXAS MUNICIPAL RETIREMENT SYSTEM

**A RESOLUTION ELECTING TO NOT PROVIDE FIVE-YEAR VESTING
FOR EMPLOYEES OF THE TEXAS MUNICIPAL LEAGUE UNIT 1, WHO
ARE MEMBERS OF THE TEXAS MUNICIPAL RETIREMENT SYSTEM.**

WHEREAS, the Texas Municipal League Unit 1, has elected to participate in the Texas Municipal Retirement System (the "System") pursuant to the provisions of Subtitle G of Title 8 of the Government Code, as amended (the "TMRS Act"); and

WHEREAS, Section 854.205 of the TMRS Act, as amended effective September 1, 2001, provides that, unless a participating municipality's governing board files with the Board of Trustees of the System before December 31, 2001, an election to not provide five-year vesting for its employees who are members of the System, such employees may, if they have at least five years of credited service with cities that do provide five-year vesting, terminate covered employment and remain eligible to retire and receive a service retirement annuity when they have attained an applicable retirement age as provided by law; and

WHEREAS, the Board of Trustees of the Texas Municipal League Unit 1, finds that it will be in the public interest to elect not to provide for such five-year vesting; now, therefore

**BE IT ORDAINED BY THE BOARD OF TRUSTEES OF THE TEXAS MUNICIPAL LEAGUE
UNIT 1:**

Section 1. The Board of Trustees of the Texas Municipal League Unit 1, elects not to provide five-year vesting under Section 854.205 of the TMRS Act, and TML Unit 1 is hereby authorized and directed to file notice of this election with the Board of Trustees of the System before December 31, 2001.

Section 2. The provisions of this resolution shall become effective on the 31st day of December, 2001.

Passed and approved this the _____ day of _____, 2001.

ATTEST:

APPROVED:

Executive Director

President

from R-2 Residential to R-3 Duplex and Apartment.

SECTION 3: This ordinance shall be published in full one time in the official newspaper of the City of Rockport, Texas and shall be in full force and effect from and after such publication.

PASSED AND APPROVED this the 2nd. day of August, 1971.

A
TTEST:

Delmar P. Hiller, Mayor

Herman C. Johnson, City Secretary

ORDINANCE NO. 276

AN ORDINANCE PROVIDING FOR PARTICIPATION IN THE TEXAS MUNICIPAL RETIREMENT SYSTEM BY THE CITY OF ROCKPORT, TEXAS

WHEREAS, the Constitution of the State of Texas was amended on November 7, 1944, by the addition of Section 51-f, Article III, which authorized the Legislature to establish a state-wide retirement and disability pension system for city employees;

WHEREAS, Chapter 75, Acts 50th Legislature (1947) as amended, established the Texas Municipal Retirement System, and authorizes the governing body of each city or town to elect, at its option, to have one or more of the city departments participate in such System; and

WHEREAS, the governing body of the City of Rockport, Texas, finds that it will be in the public interest for the city to have its employees, effective November 16, 1971, participate in the Texas Municipal Retirement System as hereinafter provided; Now, therefore,

BE IT ORDAINED BY THE CITY COUNCIL OF ROCKPORT, TEXAS:

Section 1. That, on behalf of the City of Rockport, Texas, the City Council hereby exercises its option and elects to have the city and all of the employees of all departments now existing or hereafter established participate in the Texas Municipal Retirement System as provided in Chapter 75, Acts of the 50th Legislature, as amended, (Article 6243h of Vernon's Civil Statutes of Texas); and all of the benefits and obligations of such System are hereby accepted as to such employees.

Section 2. The Mayor is hereby directed to notify the Board of Trustees of the Texas Municipal Retirement System that the City of Rockport, Texas, has elected to participate and have the employees of all departments participate in said System.

Section 3. Each person who becomes an employee of any participating department on or after the effective date of participation of such department shall become a member of the Texas Municipal Retirement System as a condition of his employment. The City of Rockport, Texas, may in the future refuse to add new departments or new employees to such System, but shall never discontinue as to any participants.

Section 4. In accordance with the provisions of the statute, the deposits to be made to the Texas Municipal Retirement System on account of current service of the employees of the several participating departments are hereby fixed at the rate of seven percent (7%) of the earnings of each employee of said departments, and in determining the deposits to be made on account of such service the maximum earnings of this city is full salary.

Section 5. The City Secretary is hereby directed to remit to the Board of Trustees of the Texas Municipal Retirement System, at its office in Austin, Texas, the city's contributions to the System and the amounts which shall be deducted from the compensation or payroll of employees, all as required by said Board under the provisions of Chapter 75, Acts of the 50th Legislature of the State of Texas, as amended, and the said City Secretary is hereby authorized and directed to ascertain and certify officially on behalf of the City of Rockport, Texas, the prior service rendered to the said municipality by each of the employees of the participating departments, and the average prior service compensation received by each, and to make and execute all prior service certifications and all other reports and certifications which may be required of the City of Rockport, Texas, under the provisions of Chapter 75, Acts Regular Session, 50th Legislature, as amended, or in compliance with the rules and regulations of the Board of Trustees of the Texas Municipal Retirement System.

PASSED AND APPROVED this the 7th day of SEPTEMBER, 1971.

APPROVED:

DELMAR R. HILLER, Mayor

ATTEST:

HERMAN C. JOHNSON, City Secretary

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 11

Deliberate and act approving an expenditure of not to exceed \$40,000.00 to perform a preliminary engineering study for the proposed sports complex on city owned property adjacent to the east side of Highway 35 Bypass and bordered by Teal and Corpus Christi Streets.

SUBMITTED BY: Parks & Leisure Services Director Tom Staley

APPROVED FOR AGENDA: PKC

BACKGROUND: In 2015 the City purchased 40.83 acres of land for the primary purpose of developing a sports complex capable of attracting regional tournaments and competitions. Prior to making the purchase a conceptual site plan was developed to determine if sufficient space exists to support the needed facilities. The first step forward on this project is to perform a preliminary engineering study to include the following:

1. Determine storm water detention and water quality pond requirements, and incorporate into site plan.
2. Prepare dimensionally correct site plan using topographic data.
3. Develop optional phasing approach to completing the project.
4. Develop engineer's opinion of project costs in total, and broken into phases.
5. Develop a project schedule for city elected construction timetable.

O'Malley Strand Associates (previously O'Malley Engineers) has been selected to conduct the study. The City used this firm on the Tule Hike and Bike Trail project and they have strong experience with designing athletic fields and sports complexes.

FISCAL ANALYSIS: The cost will be expensed from account 94-6618011 – Engineering Study from the 2015 bond for the sports complex, which has a balance of \$282,000.

RECOMMENDATION: Staff recommends City Council approve an expenditure not to exceed \$40,000 to perform a preliminary engineering study for the proposed sports complex, as presented.

CITY COUNCIL AGENDA
Regular Meeting: Tuesday, July 26, 2016

AGENDA ITEM: 12

Deliberate and act on approval to award a contract to Bridges Specialties Inc. to connect the Cape Velero waterline to the waterline on Rattlesnake Point Road.

SUBMITTED BY: Public Works Director, Michael S. Donoho, Jr.

APPROVED FOR AGENDA: PKC

BACKGROUND: Currently the Cape Velero area is served by a single 12-inch water line that is approximately 2.5 miles in length. This 12-inch dead end line feeds an 8-inch distribution system that services multiple customers.

The detention time in this dead end line affects chlorine residuals in the system to the point where we must flush several thousand (30,000 +) gallons per day to maintain proper chlorine residuals at the end of the system. The cost to maintain the flushing is over \$50,000 per year.

On Rattlesnake Point Road, the City of Rockport currently has an 8-inch dead end water line that is serving Copano Water Company with over 200 customers. Engineering studies done at the request of a developer have determined that this 8-inch dead end line is at its maximum capacity.

City staff and engineer have determined that the solution to both issues would be to directionally drill an 8-inch water line under Peet's Bend and connect the two water systems. This would loop the system and allow constant flow of water with out flushing to properly maintain chlorine residuals and allow future development in both areas. A scope of work has been developed and preliminary estimates were from \$600,000 to \$800,000 to loop the systems.

In January 2016, The City of Rockport acquired a 15-foot wide piece of property at 9 Northpointe Drive, Lot 5-R, Block 3, Cape Velero North Pointe Marina, Aransas County, Texas, for the purpose of a 10-foot permanent utility easement to accommodate the 8-inch waterline needed to loop the systems.

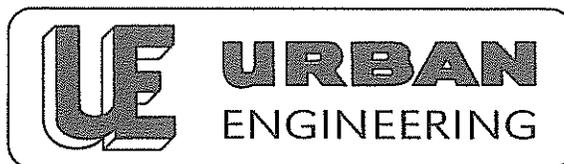
On June 30, 2016, the following seven bids were received and opened:

Firm	Total Base Bid	Working Days
Bridges Specialties, Inc.	\$639,787.25	90
Alcott, Inc. dba TCH	\$640,330.20	90
DMB Construction	\$653,995.28	115
Clark Pipeline	\$679,598.73	90
JJ Fox Construction, Inc.	\$697,805.00	180
Mercer	\$719,305.00	200
Black Castle General Contractor	\$739,767.00	120

Bridges Specialties Inc. is the low bidder. Urban Engineering reviewed Bridges' bid package and also determined that their experience record is satisfactory.

FISCAL ANALYSIS: The engineer's estimate was \$706,250. The developer for the Rattlesnake Point project has submitted a letter of commitment agreeing to contribute \$89,950 towards this project. The balance of \$549,837.25 for the project will come from the 2009 Bond, specifically account 10-6572080 - Cape Valero Loop Line, which has a balance of \$1,819,106.00.

RECOMMENDATION: Staff recommends Council award a contract to Bridges Specialties Inc. in the amount of \$639,787.25 for connecting the Cape Valero and Rattlesnake Point water lines, as presented.



Job No. 1560.B0.02

July 19, 2016

Mayor Charles J. Wax
City of Rockport
622 E. Market St.
Rockport, TX 78382

Subject: Cape Velero Waterline Loop

As you are aware, we opened bids for the above subject project on June 30, 2016. We have reviewed the Seven (7) bids submitted for the above subject project and Bridges Specialties, Inc. is the apparent low bidder. Enclosed is a copy of the bid tabulation for comparison of the bids.

We have reviewed Bridges Specialties, Inc.'s bid package and have found it satisfactory. We have also discussed the project with their representative and found Bridges Specialties, Inc.'s experience record to be satisfactory.

It is the recommendation of Urban Engineering that the subject project be awarded to Bridges Specialties, Inc. for the amount of \$639,787.25.

Sincerely,

URBAN ENGINEERING

A handwritten signature in cursive script, appearing to read 'Brandi Karl', is written over the typed name.

Brandi Karl, P.E.

BBK/ph

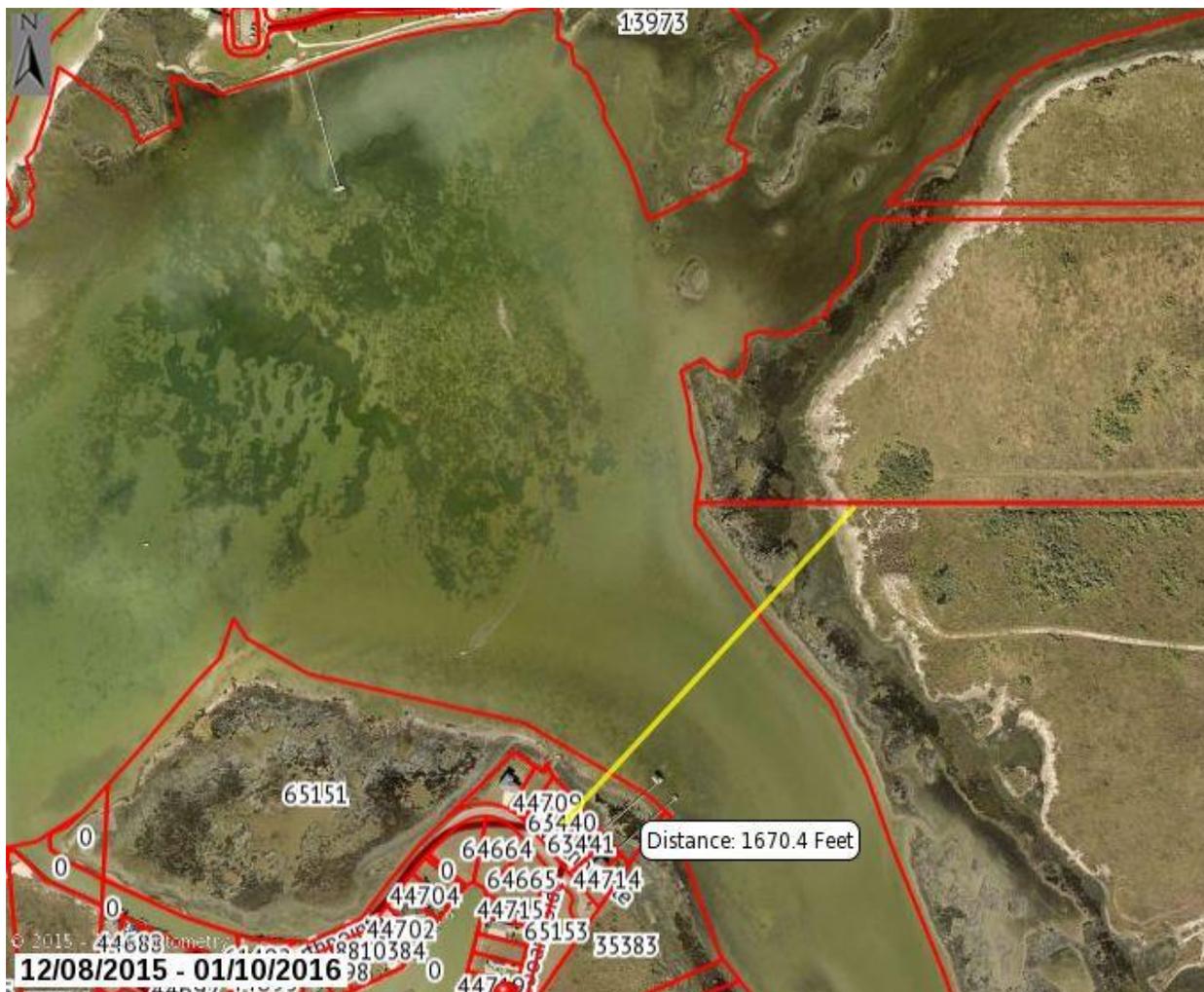
xc: Bridges Specialties, Inc.
File

BID TABULATION

PROJECT: CAPE VELERO WATERLINE LOOP											
JOB NO. 1560.B0.02											
DATE: June 30, 2016											
Description	Quantity	Unit	Engineer's Estimate		Bridges Specialties, Inc.		Alcott, Inc. dba TCH		DMB Construction		
			Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	
1 8" PVC C900 Waterline Installed by Conventional Trenching	8,715	LF	\$ 24.00	\$ 209,160.00	\$ 41.15	\$ 358,622.25	\$ 34.88	\$ 303,979.20	\$ 38.61	\$ 336,486.15	
2 8" Fusible C900 PVC installed by HDD	1	LS	\$ 416,240.00	\$ 416,240.00	\$ 207,000.00	\$ 207,000.00	\$ 205,885.00	\$ 205,885.00	\$ 208,452.00	\$ 208,452.00	
3 Tie to Exist. 8" with 8" TS and Gate Valve	1	LS	\$ 3,500.00	\$ 3,500.00	\$ 3,700.00	\$ 3,700.00	\$ 10,062.00	\$ 10,062.00	\$ 10,074.00	\$ 10,074.00	
4 Tie to Exist. 8" Waterline	1	LS	\$ 1,800.00	\$ 1,800.00	\$ 2,500.00	\$ 2,500.00	\$ 5,787.00	\$ 5,787.00	\$ 5,124.00	\$ 5,124.00	
5 Air Release / Vacuum Valves	2	EA	\$ 9,000.00	\$ 18,000.00	\$ 6,500.00	\$ 13,000.00	\$ 16,695.00	\$ 33,390.00	\$ 11,700.50	\$ 23,401.00	
6 8" D.I. 90° Bend	2	EA	\$ 750.00	\$ 1,500.00	\$ 600.00	\$ 1,200.00	\$ 910.00	\$ 1,820.00	\$ 1,086.00	\$ 2,172.00	
7 8" D.I. Tee	1	EA	\$ 800.00	\$ 800.00	\$ 650.00	\$ 650.00	\$ 5,590.00	\$ 5,590.00	\$ 1,455.00	\$ 1,455.00	
8 8" D.I. Cross	1	EA	\$ 900.00	\$ 900.00	\$ 900.00	\$ 900.00	\$ 5,800.00	\$ 5,800.00	\$ 1,534.00	\$ 1,534.00	
9 8" Gate Valve	9	EA	\$ 1,500.00	\$ 13,500.00	\$ 1,445.00	\$ 13,005.00	\$ 1,725.00	\$ 15,525.00	\$ 1,923.67	\$ 17,313.03	
10 Fire Hydrant Assembly	6	EA	\$ 4,000.00	\$ 24,000.00	\$ 4,500.00	\$ 27,000.00	\$ 5,107.00	\$ 30,642.00	\$ 4,704.17	\$ 28,225.02	
11 Limestone Driveway Repair	257	SY	\$ 50.00	\$ 12,850.00	\$ 30.00	\$ 7,710.00	\$ 50.00	\$ 12,850.00	\$ 39.44	\$ 10,136.08	
12 Asphalt Pavement Repair	100	SY	\$ 40.00	\$ 4,000.00	\$ 45.00	\$ 4,500.00	\$ 90.00	\$ 9,000.00	\$ 96.23	\$ 9,623.00	
			Total Base Bid	\$ 706,250.00		\$ 639,787.25		\$ 640,330.20		\$ 653,995.28	
WORKING DAYS:						90		90		115	
Description	Quantity	Unit	Clark Pipeline		JJ Fox Construction Inc.		Mercer		Black Castle General Contractor		
			Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	
1 8" PVC C900 Waterline Installed by Conventional Trenching	8,715	LF	\$ 34.27	\$ 298,663.05	\$ 32.00	\$ 278,880.00	\$ 40.00	\$ 348,600.00	\$ 37.00	\$ 322,455.00	
2 8" Fusible C900 PVC installed by HDD	1	LS	\$ 279,673.60	\$ 279,673.60	\$ 335,000.00	\$ 335,000.00	\$ 300,000.00	\$ 300,000.00	\$ 263,300.00	\$ 263,300.00	
3 Tie to Exist. 8" with 8" TS and Gate Valve	1	LS	\$ 7,008.00	\$ 7,008.00	\$ 4,000.00	\$ 4,000.00	\$ 4,500.00	\$ 4,500.00	\$ 12,400.00	\$ 12,400.00	
4 Tie to Exist. 8" Waterline	1	LS	\$ 2,528.00	\$ 2,528.00	\$ 4,000.00	\$ 4,000.00	\$ 1,200.00	\$ 1,200.00	\$ 7,800.00	\$ 7,800.00	
5 Air Release / Vacuum Valves	2	EA	\$ 6,726.40	\$ 13,452.80	\$ 8,000.00	\$ 16,000.00	\$ 6,255.00	\$ 12,510.00	\$ 17,200.00	\$ 34,400.00	
6 8" D.I. 90° Bend	2	EA	\$ 547.84	\$ 1,095.68	\$ 600.00	\$ 1,200.00	\$ 520.00	\$ 1,040.00	\$ 1,700.00	\$ 3,400.00	
7 8" D.I. Tee	1	EA	\$ 1,881.60	\$ 1,881.60	\$ 800.00	\$ 800.00	\$ 750.00	\$ 750.00	\$ 7,900.00	\$ 7,900.00	
8 8" D.I. Cross	1	EA	\$ 1,075.20	\$ 1,075.20	\$ 1,000.00	\$ 1,000.00	\$ 850.00	\$ 850.00	\$ 8,600.00	\$ 8,600.00	
9 8" Gate Valve	9	EA	\$ 1,414.40	\$ 12,729.60	\$ 1,500.00	\$ 13,500.00	\$ 1,200.00	\$ 10,800.00	\$ 2,600.00	\$ 23,400.00	
10 Fire Hydrant Assembly	6	EA	\$ 4,787.20	\$ 28,723.20	\$ 5,000.00	\$ 30,000.00	\$ 4,200.00	\$ 25,200.00	\$ 6,700.00	\$ 40,200.00	
11 Limestone Driveway Repair	257	SY	\$ 64.00	\$ 16,448.00	\$ 25.00	\$ 6,425.00	\$ 15.00	\$ 3,855.00	\$ 16.00	\$ 4,112.00	
12 Asphalt Pavement Repair	100	SY	\$ 163.20	\$ 16,320.00	\$ 70.00	\$ 7,000.00	\$ 100.00	\$ 10,000.00	\$ 128.00	\$ 12,800.00	
				\$ 679,598.73		\$ 697,805.00		\$ 719,305.00		\$ 739,767.00**	
WORKING DAYS:				90		180		200		120	

NOTES * Indicates discrepancy between unit extension and total bid. Value shown is correct.

** Indicates does not equal total of unit price extensions.





9 NORTHPOINTE DR

Print Date: 01/07/2016
Image Date: 03/03/2014
Level: Neighborhood