

CITY COUNCIL REGULAR MEETING

JUNE 21, 2016

The City Council of the City of McKinney, Texas met in regular session in the Council Chambers of the Municipal Building on June 21, 2016 at 6:00 p.m.

Council Present: Mayor Pro Tem Randy P. Pogue, Council members: Chuck Branch, Don Day, Rainey Rogers, and Travis Usery. Council Absent: Mayor Brian Loughmiller and Councilwoman Tracy Rath.

Staff Present: Interim City Manager Tom Muehlenbeck; Deputy City Manager Jose Madrigal; Assistant City Manager Barry Shelton; City Attorney Mark Houser; City Secretary Sandy Hart; Planning Director Brian Lockley; Executive Director of Development Services Michael Quint; Director of Engineering Mark Hines; Director of Parks and Recreation Rhoda Savage; Assistant Director of Parks and Recreation Ryan Mullins; Director of Public Works David Brown; Planning Manager Matt Robinson; Airport - Mark Jaraczewski and Eric Pratt; CIP and Transportation Engineering Manager Gary Graham; Facilities Construction Manager Patricia Jackson; Engineering - Joshua Cotton and Matt Richardson; Interim Finance Director Mark Holloway; Municipal Court Administrator Gilbert Hernandez; Aquatics and Fitness Manager Teresa Thomason; IT-Robert Lisenby and Richard Sewell; Police Corporal Melissa Taylor; Assistant Police Chief Randy Roland; Planning Manager Samantha Pickett; and Community Services Administrator Shirletta Best.

There were twenty guests present.

Mayor Pro Tem Pogue called the meeting to order at 6:00 p.m. after determining a quorum was present. Invocation was given by Pastor Taylor Choate, Genesis Church. Mayor Pro Tem Pogue led the Pledge of Allegiance.

16-647 Job Corps 50th Anniversary Proclamation. Mayor Pro Tem Pogue presented the Job Corps 50th Anniversary Proclamation to the Staff and Students of the North Texas Job Corps.

Mayor Pro Tem Pogue called for Citizen Comments.

Mr. Rick Kieffer, 6709 Stony Hill, McKinney, spoke about the current tax rates in McKinney.

Council unanimously approved the motion by Council member Ussery, seconded by Council member Branch, to approve the following consent items:

- 16-648** Minutes of the City Council and Comprehensive Plan Advisory Committee Joint Meeting of June 6, 2016
- 16-649** Minutes of the City Council Regular Meeting of June 7, 2016
- 16-650** Minutes of the City Council and McKinney Community Development Corporation Joint Meeting of June 8, 2016
- 16-596** Minutes of the McKinney Armed Services Memorial Board Meeting of May 11, 2016
- 16-603** Minutes of the Main Street Board Meeting of May 12, 2016
- 16-608** Minutes of the Parks, Recreation and Open Space Advisory Board Meeting of May 12, 2016
- 16-622** Minutes of the Planning and Zoning Commission Work Session of May 24, 2016
- 16-623** Minutes of the Planning and Zoning Commission Regular Meeting of May 24, 2016
- 16-651** Consider/Discuss/Act on an Ordinance Establishing Reduced Speed School Zones and Crosswalks for Hughes Elementary School, and Modifying the Reduced Speed School Zone Times at Frisco ISD Elementary Schools, Prosper ISD Elementary Schools, and Imagine Charter School in McKinney for 2016. Caption reads as follows:

ORDINANCE NO. 2016-06-049

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, ESTABLISHING REDUCED SPEED SCHOOL ZONES AND CROSSWALK FOR HUGHES ELEMENTARY SCHOOL AND MODIFYING THE REDUCED SPEED SCHOOL ZONE TIMES FOR FRISCO ISD ELEMENTARY SCHOOLS, PROSPER ISD ELEMENTARY SCHOOLS, AND IMAGINE CHARTER SCHOOL IN MCKINNEY; AMENDING THE CODE OF ORDINANCES, CITY OF MCKINNEY, TEXAS; PROVIDING FOR PUBLICATION OF THE CAPTION OF THE ORDINANCE, EFFECTIVE DATE HEREOF AND A PENALTY CLAUSE

- 16-653** Consider/Discuss/Act on an Ordinance Designating a Loading Zone Space on Louisiana Street East of Tennessee Street. Caption reads as

follows:

ORDINANCE NO. 2016-06-051

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, DESIGNATING A LOADING ZONE SPACE ON LOUISIANA STREET EAST OF TENNESSEE STREET IN MCKINNEY; AMENDING THE CODE OF ORDINANCES, CITY OF MCKINNEY, TEXAS; PROVIDING FOR PUBLICATION OF THE CAPTION OF THE ORDINANCE, EFFECTIVE DATE HEREOF AND A PENALTY CLAUSE

- 16-654** Consider/Discuss/Act on an Ordinance Amending the Fiscal Year 2015-2016 Budget Mid-Year to Fund Additional Improvements, Projects and Increased Contractual Obligations and Amending the 2016 - 2020 Capital Improvements Program to Fund Street Reconstruction Project (ST1622).
Caption reads as follows:

ORDINANCE NO. 2016-06-052

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING CERTAIN BUDGET AMENDMENT PERTAINING TO THE FISCAL YEAR 2015-2016 BUDGET AND THE 2016 - 2020 CAPITAL IMPROVEMENTS PROGRAM; AND PROVIDING FOR AN EFFECTIVE DATE HEREOF

- 16-138M2** Consider/Discuss/Act on a Resolution to Accept and File the Semiannual Impact Fee Report with Respect to the Progress of the Capital Improvements Plan for Roadway and Utility Impact Fees. Caption reads as follows:

RESOLUTION NO. 2016-06-088 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, ACCEPTING AND FILING THE SEMIANNUAL REPORT WITH RESPECT TO THE PROGRESS OF THE CAPITAL IMPROVEMENTS PLAN FOR ROADWAY AND UTILITY IMPACT FEES

- 16-655** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Enter into an Interlocal Agreement and Memorandum of Understanding Between the City of Plano, City of McKinney and Collin County for the Application for and Administration of the Department of Justice 2016 Byrne Justice Assistance Grant, and Designating the Interim City Manager, or his Designee, as Official Representative of the

City in Matters Relating to the Program. Caption reads as follows:

RESOLUTION NO. 2016-06-089 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO ENTER INTO AN INTERLOCAL AGREEMENT AND MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF PLANO, THE CITY OF MCKINNEY AND COLLIN COUNTY FOR THE APPLICATION FOR AND ADMINISTRATION OF THE DEPARTMENT OF JUSTICE 2016 BYRNE JUSTICE ASSISTANCE GRANT, AND DESIGNATING THE INTERIM CITY MANAGER, OR DESIGNEE, AS OFFICIAL REPRESENTATIVE OF THE CITY IN MATTERS RELATING TO THE PROGRAM

- 16-656** Consider/Discuss/Act on a Resolution Approving the First Amendment to the Chapter 380 Economic Incentive and Master Development Agreement By and Between the City of McKinney, Texas and Columbus Realty Partners, Ltd., for a Mixed-Use, Economic Development Project. Caption reads as follows:

RESOLUTION NO. 2016-06-090 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, APPROVING AN AMENDMENT TO THE CHAPTER 380 ECONOMIC INCENTIVE AND MASTER DEVELOPMENT AGREEMENT BETWEEN THE CITY OF MCKINNEY, TEXAS, AND COLUMBUS REALTY PARTNERS, LTD., FOR A MIXED-USE ECONOMIC DEVELOPMENT PROJECT LOCATED ON APPROXIMATELY 8.766 ACRES GENERALLY AT THE SOUTHWEST CORNER OF MCDONALD STREET (S.H. 5) AND DAVIS STREET IN THE CITY OF MCKINNEY; AND PROVIDING AN EFFECTIVE DATE

- 16-657** Consider/Discuss/Act on a Resolution Authorizing the Application and Acceptance, if Awarded, of a Collin County Parks and Open Space Project Funding Assistance Program for the Construction of Bonnie Wenk Park Phase II. Caption reads as follows:

RESOLUTION NO. 2016-06-091 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER, OR DESIGNEE, TO APPLY FOR AND ACCEPT, IF AWARDED, THE COLLIN COUNTY PARKS AND OPEN SPACE PROJECT FUNDING ASSISTANCE PROGRAM FOR BONNIE WENK PARK PHASE II CONSTRUCTION

- 16-658** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Execute a Contract with MVBA of Round Rock, Texas, for

Collections of Delinquent Fines, Court Costs and Fees. Caption reads as follows:

RESOLUTION NO. 2016-06-092 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE A CONTRACT WITH MVBA OF ROUND ROCK, TEXAS, FOR COLLECTION OF DELINQUENT FINES, COURT COSTS AND FEES

- 16-659** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Execute a Contract with Burns & McDonnell Engineering Company, Inc. for Professional Engineering Design Services for the Bloomdale Road Extension Project from Hardin Boulevard to Community Avenue and Any Necessary Supplemental Agreements. Caption reads as follows:

RESOLUTION NO. 2016-06-093 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE A CONTRACT IN THE AMOUNT OF \$46,263.05 WITH BURNS & MCDONNELL ENGINEERING COMPANY, INC. FOR PROFESSIONAL ENGINEERING DESIGN SERVICES FOR THE BLOOMDALE ROAD EXTENSION PROJECT FROM HARDIN BOULEVARD TO COMMUNITY AVENUE AND AUTHORIZING ANY SUPPLEMENTAL AGREEMENTS UNDER SAID CONTRACT UP TO THE AGGREGATE CONTRACT AMOUNT, INCLUSIVE OF SAID SUPPLEMENTAL AGREEMENTS, OF \$60,000

- 16-660** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Execute the Required Agreements with PerfectMIND Inc. for the Registration Software and Supporting Hardware Platform for the McKinney Aquatic and Fitness Center and Other Park Facilities. Caption reads as follows:

RESOLUTION NO. 2016-06-094 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE THE REQUIRED CONTRACTS WITH PERFECTMIND INC. FOR THE REGISTRATION SOFTWARE AND SUPPORTING HARDWARE PLATFORM FOR THE MCKINNEY AQUATIC AND FITNESS CENTER AND OTHER PARK FACILITIES

- 16-661** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Execute a Lease for the Installation and Operation of Federal Equipment in the Air Traffic Control Tower at McKinney National Airport. Caption reads as follows:

RESOLUTION NO. 2016-06-095 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE CITY MANAGER TO EXECUTE A LEASE WITH THE FEDERAL AVIATION ADMINISTRATION FOR SPACE TO INSTALL AND OPERATE FEDERAL EQUIPMENT IN THE CITY-OWNED AIR TRAFFIC CONTROL TOWER

- 16-662** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Execute a Contract with Kimley-Horn and Associates, Inc. for Professional Engineering Design Services for the Stonebridge Bridge over Rowlett Creek Reconstruction and Any Necessary Supplemental Agreements. Caption reads as follows:

RESOLUTION NO. 2016-06-096 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE A CONTRACT IN THE AMOUNT OF \$359,100 WITH KIMLEY-HORN AND ASSOCIATES, INC. FOR ENGINEERING DESIGN SERVICES FOR STONEBRIDGE BRIDGE OVER ROWLETT CREEK RECONSTRUCTION AND AUTHORIZING ANY SUPPLEMENTAL AGREEMENTS UNDER SAID CONTRACT UP TO THE AGGREGATE CONTRACT AMOUNT, INCLUSIVE OF SAID SUPPLEMENTAL AGREEMENTS, OF \$395,000

- 16-663** Consider/Discuss/Act on a Resolution Authorizing the Interim City Manager to Execute Lease Agreements for Various Office Locations to Accommodate Staff from a Variety of Departments. Caption reads as follows:

RESOLUTION NO. 2016-06-097 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE LEASE AGREEMENTS FOR VARIOUS OFFICE LOCATIONS TO ACCOMMODATE STAFF FROM A VARIETY OF DEPARTMENTS

END OF CONSENT

- 16-652** Mayor Pro Tem Pogue called for Consideration/Discussion/Action on an Ordinance Adding New and Modifying Existing Provisions Regulating Parking Within the Corporate Limits of McKinney. Council member Day questioned if the provision regarding three hour time limits were for all downtown parking lots. CIP and Transportation Engineering Manager Gary Graham stated that the Ordinance allows the City to enforce some parking restrictions such as the no parking in an electric vehicle charging station unless you are charging a vehicle and no parking in fire lanes and hashed out spaces. The Ordinance has been modified to state that we will not institute the three hour parking lot restrictions unless a Resolution is passed by Council. Council unanimously approved the motion by Council member Day, seconded by Council member Branch, to approve an Ordinance adding new and modifying existing provisions regulating parking within the corporate limits of McKinney with the modified language presented tonight. Caption reads as follows:

ORDINANCE NO. 2016-06-050

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AMENDING ARTICLE VI ENTITLED "PARKING" OF CHAPTER 62 ENTITLED "MOTOR VEHICLES AND PARKING," OF THE CITY OF MCKINNEY CODE OF ORDINANCES, BY ADDING NEW AND MODIFYING EXISTING PROVISIONS REGULATING PARKING WITHIN THE CORPORATE LIMITS OF THE CITY; REPEALING CONFLICTING ORDINANCES; PROVIDING FOR PUBLICATION; PROVIDING FOR SEVERABILITY; AND PROVIDING AN EFFECTIVE DATE

- 16-143AA** Mayor Pro Tem Pogue called for a Public Hearing to Consider/Discuss/Act on an Alley Abandonment of a Portion of an Unnamed Alley, Located Approximately 200 Feet North of White Street and Between North Tennessee Street and North Kentucky Street, and Accompanying Ordinance. Development Engineer Matt Richardson stated this item is a request to abandon an unnamed alley located approximately 200 feet north of White Avenue between Tennessee and Kentucky Streets. The unimproved alley is a 20 foot right-of-way

containing approximately 2,650 square feet. The applicant owns land north and south of the alley and plans future development that incorporates the entire tract. Mayor Pro Tem Pogue called for public comments and there were none. Council unanimously approved the motion by Council member Day, seconded by Council member Branch, to approve an Ordinance abandoning a portion of an unnamed alley, located approximately 200 feet north of White Street and between North Tennessee Street and North Kentucky Street. Caption reads as follows:

ORDINANCE NO. 2016-06-053

AN ORDINANCE VACATING A PORTION OF AN UNNAMED ALLEY, APPROXIMATELY 2,650 SQUARE FEET, LOCATED APPROXIMATELY 200 FEET NORTH OF WHITE AVENUE AND BETWEEN TENNESSEE STREET AND KENTUCKY STREET, PROVIDING FOR AN EFFECTIVE DATE HEREOF

Mayor Pro Tem Pogue stepped down from the dais for the following agenda item.

- 16-130Z2** Council member Ussery called for a Public Hearing to Consider/Discuss/Act on a Request to Rezone the Subject Property from "PD" - Planned Development District to "C1" - Neighborhood Commercial District, Located Approximately 470 Feet North of Westridge Boulevard and on the West Side of Custer Road, and Accompanying Ordinance. Planning Manager Matt Robinson stated the applicant is requesting to rezone the property from PD Planned Development to C1 Neighborhood Commercial District to allow for commercial and office uses. The planned uses conform to the Land Use Plan and comply with surrounding uses. Applicant, Mr. Hector Leon, Westwood Professional Services, 1512 Bray Central Drive, Suite 100, McKinney, stated that the intended use will be office buildings. Council member Ussery called for public comments and there were none. City Attorney Mark Houser stated that since there were only four voting members at the dais, it would take a unanimous vote of the four members to pass the item. Council approved the motion made by Council member Day, seconded by Council member

Branch, to approve an Ordinance rezoning the subject property from "PD" - Planned Development District to "C1" - Neighborhood Commercial District, located approximately 470 feet north of Westridge Boulevard and on the west side of Custer Road, with a vote of 4-0-1, Mayor Pro Tem Pogue abstaining. Caption reads as follows:

ORDINANCE NO. 2016-06-054

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AMENDING THE ZONING MAP OF THE CITY OF MCKINNEY, TEXAS; SO THAT AN APPROXIMATELY 4.29 ACRE PROPERTY, LOCATED APPROXIMATELY 470 FEET NORTH OF WESTRIDGE BOULEVARD AND ON THE WEST SIDE OF CUSTER ROAD, IS REZONED FROM "PD" – PLANNED DEVELOPMENT DISTRICT TO "C1" – NEIGHBORHOOD COMMERCIAL DISTRICT; PROVIDING FOR SEVERABILITY; PROVIDING FOR INJUNCTIVE RELIEF, PROVIDING FOR NO VESTED INTEREST; PROVIDING FOR THE PUBLICATION OF THE CAPTION OF THIS ORDINANCE; PROVIDING FOR A PENALTY FOR THE VIOLATION OF THIS ORDINANCE; AND PROVIDING FOR AN EFFECTIVE DATE HEREOF

Mayor Pro Tem Pogue returned to the dais.

- 16-664** Mayor Pro Tem Pogue called for Consideration/Discussion/Action on a Resolution Authorizing the Interim City Manager to Execute a Contract and All Necessary Change Orders with Mario Sinacola and Sons Excavating, Inc. for the Construction of Lake Forest Drive Extension from Wilmeth Road to Bloomdale Road. CIP and Transportation Engineering Manager Gary Graham stated this item is a contract with Mario Sinacola and Sons for construction of the northbound lanes of Lake Forest Drive from Wilmeth Road to just north of Bloomdale Road. There will also be improvements made to County Road 164 from a one-lane narrow road to a two-lane roadway for better access to Erwin Park. The project will begin end of July 2016 and is planned for completion in May 2017. Council unanimously approved the motion by Council member Ussery, seconded by Council member Rogers, to approve a Resolution authorizing the Interim City Manager to execute a contract and all necessary change orders with Mario Sinacola and Sons Excavating, Inc. for the construction of Lake Forest Drive Extension from Wilmeth Road to

Bloomdale Road. Caption reads as follows:

RESOLUTION NO. 2016-06-098 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE A CONTRACT IN THE AMOUNT OF \$3,743,175.45 WITH MARIO SINACOLA AND SONS EXCAVATING, INC. FOR THE CONSTRUCTION OF LAKE FOREST DRIVE EXTENSION FROM WILMETH ROAD TO BLOOMDALE ROAD AND AUTHORIZING ALL NECESSARY CHANGE ORDERS UNDER SAID CONTRACT UP TO AN AGGREGATE CONTRACT AMOUNT, INCLUSIVE OF ANY CHANGE ORDERS, NOT TO EXCEED \$4,200,000

Council member Ussery stepped down from the dais for the following agenda item.

- 16-665** Mayor Pro Tem Pogue called for Consideration/Discussion/Action on a Resolution Authorizing Consent Agreements Regarding Bond Authority for Two (2) Existing Municipal Utility Districts: Municipal Utility District No. 1 and Municipal Utility District No. 2-Trinity Falls. Executive Director of Development Services Michael Quint stated the applicant wishes to increase the bond amount attached to the Trinity Falls MUD No. 1 and MUD No. 2. Per the 2012 Master Development Agreement with the Municipal Utility District, the bond amount is capped at approximately \$219 million. The developer has requested to increase the bond amount to \$262 million with a 3% increase every year for the term of the agreement. Applicant, Mr. Bob Roeder, 1700 Redbud, Suite 300, McKinney, stated they are requesting three items: 1) that the separate bond caps that presently exist for MUD No. 1 and MUD No. 2 be combined so that either MUD can utilize the bonding opportunities within the combined cap; 2) raise the bond cap to \$262 million; and 3) allow an annual escalator of 3% to recognize inflationary factors over the life of the development. The anticipated build out of the Trinity Falls development is 15 years. Because the MUDs will not be able to sell more bonds until there is more ad valorem value on the ground, the request to increase the cap allows for additional monies should infrastructure costs exceed

what is available. Mr. Roeder stated that there is a three million gallon elevated storage tank, a water line that extends from Bloomdale Road to that elevated storage tank, relocation of County Road 208, construction of Trinity Falls Parkway, and a sanitary sewer line that will serve the entire basin that were all paid for by the developer. The cost of these items exceeds the \$25 million bond cap currently in place. Any infrastructure going forward will have to be paid for by the developer until the ad valorem value on the ground allows them to meet the TCEQ rules. City Attorney Houser stated that the bond capacity of Trinity Falls MUDs does not affect the City's bond rating in any way. He also stated that he does not believe there is any overlapping debt related to the City of McKinney. As stipulated in the Master Development Agreement, the City of McKinney does not incur any liability for repayment of that debt unless and until the City annexes the MUDs. Mr. Roeder stated that the MUDs have contracted to buy water from the City of McKinney, pays for sewer service, pays the City of McKinney a park fee, pays a fee for fire service, and, in the future, will pay for police protection. Mayor Pro Tem Pogue stated that he would like to see a financial accounting of how the request for a cap of \$262 million was reached and recommends that the item be tabled until the full Council is in attendance for discussion and until the applicant can return with the financial information requested. Council approved the motion made by Council member Branch, seconded by Council member Rogers, to table this item until the July 19, 2016 meeting, with a vote of 4-0-1, Council member Ussery abstaining. Council member Ussery returned to the dais.

Mayor Pro Tem Pogue called for Citizen Comments and there were none.

Mayor Pro Tem Pogue called for action on Executive Session items. Council unanimously approved the motion by Council member Branch, seconded by Council member Rogers, to direct the City Attorney to pursue the City's interest including

through the filing of the lawsuit against Western Contracting Insure Tech Insurance Company.

Mayor Pro Tem Pogue called for Council and Manager Comments.

Council member Rogers commented on the citizen comment this evening to lower the tax rate. I am one that always thinks the government can do more with less of my money. I am always in favor of tax cuts, but I look at our budget and this gentleman said I doubt your budget has gone up 10% per year, but if you look at the cost of how much just the land has gone up, far more than 10% per year. Mr. Rogers stated that he thinks the City operates on a skinnier budget than any other surrounding City. Our budget is growing 10% per year that is still not where it needs to be. We are operating 40% of where we would need to be able to employ the people we need to. I want the public to know that we do our best to keep our budgets down. We do our best to figure out if there is room for improvement? I am telling you, our budget is open to anyone who wants to go through it with a fine tooth comb, find where we can cut back and where we are overspending. Staff does a fantastic job on a skinny budget that we give them and I appreciate how McKinney is run. I know our money is spent wisely. And the tax rate, although I would love to see it lower, I don't know that we can.

Council member Branch did not have any comments.

Council member Day stated that last year the average home value was \$240,000. It takes a \$340,000 home to generate enough taxes to pay for the city services that the home consumes. It also takes a \$348,000 home to pay for the education of the children that live in the homes. The taxes that the homes do not pay has to be paid by commercial properties. The problem is, we have a shortage of commercial tax base - only 20% of the ad valorem taxes is generated by commercial. We have added over 5,000 homes every year for the last 25 years. As long as we continue to grow like we are, there's not going to be an appreciable tax deduction. In McKinney, we have a shortage of commercial tax base. As long as the residential tax base continues to grow, we will not be able to lower the tax rate.

Council member Ussery thanked City staff across the board for what they do, day in and day out. The tax dollars are maximized by each and every department. Mr.

Ussery thanked the Job Corps for their 50 years of success. Mr. Ussery expressed thanks to former Council member Harris and former City Manager Don Paschal.

Mayor Pro Tem Pogue stated that on June 12, 2016, the public safety departments responded to multiple lightning strikes that were reported at three structure fires, multiple downed power lines, and at least one swift water rescue, as well as routine service calls. Mr. Pogue thanked all who were involved in responding to those calls. Yesterday we had a senseless tragedy in McKinney. My heart and prayers go out to the families of the victims. Mr. Pogue expressed thanks to the Police and Fire Departments who responded. On July 4th, we have the Red, White, and Boom parade and invite citizens to participate.

Interim City Manager Tom Muehlenbeck stated that the McKinney Police Department will host a public forum for residents called Moving Forward, strengthening police and community relationships at 6:30 p.m. Monday, June 27th, at the Old Settlers Recreation Center. The forum is designed to foster dialogue between the residents and the local law enforcement community. The forum will include the Chief of Police, the neighborhood unit and the school resource officer unit. Following presentations from each group, residents will be given the opportunity to ask questions and interact with the police department. Additional information can be found on the city's website

Council unanimously approved the motion by Council member Ussery, seconded by Council member Branch, to adjourn. Mayor Pro Tem Pogue adjourned the meeting at 7:05 p.m.

RANDY P. POGUE
Mayor Pro Tem

ATTEST:

SANDY HART, TRMC, MMC
City Secretary