

CITY COUNCIL SPECIAL MEETING

AUGUST 22, 2016

The City Council of the City of McKinney, Texas met in special session in the Council Chambers of the Municipal Building on August 22, 2016 at 5:30 p.m.

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

Staff Present: City Manager Paul Grimes; Assistant City Manager Barry Shelton; City Attorney Mark Houser; City Secretary Sandy Hart; Assistant City Secretary Denise Vice; Interim Chief Financial Officer Mark Holloway; Budget - Donna Chamberlain, Eric Corder, and Trevor Minyard; McKinney Convention and Visitors Bureau Director DeeDee Guerra; McKinney Economic Development Corporation - Darrell Auterson and Abby Liu; McKinney Community Development Corporation President Cindy Schneible; and Parks and Recreation Director Rhoda Savage.

There were eleven guests present.

Mayor Loughmiller called the meeting to order at 5:30 p.m. after determining a quorum present.

16-859 Mayor Loughmiller called for Consideration/Discussion/Action on 2016-17 Board and Commission Appointments, Including Removals Resulting from Such Appointments.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Jim Bressler, Hal Harbor, Sally Huggins, Wayne Hill, Jennifer Estes, and Connie Gibson to the McKinney Convention and Visitors Bureau.

Council unanimously approved the motion by Council member Ussery, seconded by Mayor Pro Tem Pogue, to appoint Bryan Perkins to serve on the McKinney Convention and Visitors Bureau.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Jim Bressler, Hal Harbor, and Wayne Hill to serve a one year term ending September 30, 2017, and to appoint Sally Huggins, Jennifer Estes, Bryan Perkins, and

Connie Gibson to serve a two year term ending September 30, 2018, on the McKinney Convention and Visitors Bureau.

Council unanimously approved the motion by Council member Ussery, seconded by Mayor Pro Tem Pogue, to appoint Robbie Clark, Paul Merritt, Walter Chen, Jason Burress, Randy Page, Sharon Denny, and Ken Sipiora to the McKinney Economic Development Corporation.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Robbie Clark, Jason Burress, Randy Page, and Ken Sipiora to serve a one year term ending September 30, 2017, and Paul Merritt, Walter Chen, and Sharon Denny to serve a two year term ending September 30, 2018, on the McKinney Economic Development Corporation.

Council unanimously approved the motion by Councilwoman Rath, seconded by Mayor Pro Tem Pogue, to appoint Kurt Kuehn, David Clarke, David Myers, Michelle Gamble, Hamilton Doak, Rick Glew, and Jackie Brewer to serve on the McKinney Community Development Corporation.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Kurt Kuehn, David Clarke, and David Myers to serve a one year term ending September 30, 2017, and Michelle Gamble, Hamilton Doak, Rick Glew, and Jackie Brewer to serve a two year term ending September 30, 2018, on the McKinney Community Development Corporation.

Council unanimously approved the motion by Council member Ussery, seconded by Mayor Pro Tem Pogue, to appoint Cameron McCall, Bill Cox, Pamela Smith, Eric Zepp, Deanna Kuykendall, Brian Mantzey, Janet Cobbel, and Mark McReynolds as Alternate to the Planning and Zoning Commission.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to appoint Cameron McCall, Eric

Zepp, and Deanna Kuykendall to serve a one year term ending September 30, 2017, and Bill Cox, Pamela Smith, Brian Mantzey, and Janet Cobbel to serve a two year term ending September 30, 2018, and to appoint Mark McReynolds as Alternate to serve a two year term ending September 30, 2018, on the Planning and Zoning Commission.

Mayor Loughmiller stated that the City Council will return to this agenda item after the public hearing is held on the Fiscal Year 2016-17 Tax Rate that was noticed for 6:00 p.m.

16-858 Mayor Loughmiller called for the First Public Hearing on Proposed Tax Rate for Fiscal Year 2016-17. Interim Chief Financial Officer Mark Holloway stated that this is the first public hearing for the 2017 tax rate. Staff is proposing a tax rate of \$0.5770. Mr. Holloway stated that the City's existing property values have increased 9% over 2016 and the new values account for 3.5% of the taxable roll, making it a 12.5% total increase. The taxable value in McKinney is up to \$17.1 billion this year. On September 6th, the first public hearing on the budget and the second public hearing on the tax rate will be held. On September 20th, the City Council will adopt the budget, adopt the tax rate, vote on the ratification of the property tax revenue increase, and adopt the fee schedule. Mayor Loughmiller stated that he would like for the City to lower the tax rate another quarter of a cent to \$0.5745. Mr. Loughmiller stated that this reduction should not impact our reserves or any other operational items that are in the current budget, however it would reduce the operating income to the City by about \$400,000 to \$450,000. Mayor Pro Tem Pogue stated that he would like for staff to look at salary savings in regard to current budgeted positions that are open positions. That funding could be reduced until the position is filled and would result in a significant savings. Mr. Pogue stated that another area that could be considered is reducing contingency fees on projects. Mr. Holloway stated that staff is very conservative in predicting sales tax revenue. We

budget our end-of-year sales tax estimate and use that number for the FY17 estimate. Staff brings to Council a mid-year adjustment based on sales tax and building permits and place that revenue into account and allow those monies to be spent. Council member Branch stated that he would like to see the tax rate reduced to \$0.5650 or a difference of about \$3 million. Mayor Loughmiller stated if we reduce the budget by \$3 million, we have to determine where that \$3 million will come from specifically. City Manager Grimes stated that when a downturn in spending occurs, we will feel that rather quickly as opposed to a downturn in property tax. If revenues are coming in above projections, we can make the adjustment at mid-year and be able to complete projects at that time. Mayor Loughmiller requested that Staff provide Council with assumptions on the impact of taking reductions of quarter cent or half cent increments down to the \$0.5650 so that Council can see where that impact will hit. Mayor Loughmiller called for public comments and there were none. Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to close the public hearing.

16-859 Mayor Loughmiller called back for Consideration/Discussion/Action on 2016-17 Board and Commission Appointments, Including Removals Resulting from Such Appointments.

Council unanimously approved the motion by Council member Ussery, seconded by Mayor Pro Tem Pogue, to appoint Ric Anderson, Jan Elwell, Robert Hamilton, Amber Gutschlag, Edna Brown, Alex Lanio, Kaci Lyford, Jolie Williams, and Courtney Ward to serve on the McKinney Main Street Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Jan Elwell, Edna Brown, Alex Lanio, Kaci Lyford, and Jolie Williams to serve a one year term ending September 30, 2017, and to appoint Ric Anderson, Robert

Hamilton, Amber Gutschlag, and Courtney Ward to serve a two year term ending September 30, 2018, on the McKinney Main Street Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Melanie Butler, Kip Dixon, Richard Moreno, C. Larry Pereira, Richard Szecsy, and Leslie Warren to serve on the Parks and Recreation Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Boyd Pelley to serve on the Parks and Recreation Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to appoint Melanie Butler, Kip Dixon, and C. Larry Pereira to serve a one year term ending September 30, 2017, and Richard Moreno, Richard Szecsy, Leslie Warren, and Boyd Pelley to serve a two year term ending September 30, 2018, on the Parks and Recreation Board.

Council unanimously approved the motion by Council member Branch, seconded by Mayor Pro Tem Pogue, to appoint Peter Bailey, Shannon Burton, Karen Zupanic, Dr. Amber Douzart, Jonathan Ball, Terrance Wegner, and Lance Hammond to serve on the Historic Preservation Advisory Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Ussery, to appoint Peter Bailey, Shannon Burton, and Dr. Amber Douzart to serve a one year term ending September 30, 2017, and Karen Zupanic, Jonathan Ball, Terrance Wegner, and Lance Hammond to serve a two year term ending September 30, 2018, on the Historic Preservation Advisory Board.

Council unanimously approved the motion by Council member Branch, seconded by Mayor Pro Tem Pogue, to appoint Cheryl Darveaux, Joann Pond, Amanda Hamilton, Joseph Closs, Peter Samsury, Coretta Lule, and Lauren Smith-Carter to serve on the Library Advisory Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Ussery, to appoint Cheryl Darveaux, Joseph Closs, and Coretta Lule to serve a one year term ending September 30, 2017, and Joann Pond, Amanda Hamilton, Peter Samsury, and Lauren Smith-Carter to serve a two year term ending September 30, 2018, on the Library Advisory Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint George Lodge, Colin Kimball, Andrew Hudson, and Barry Brown to serve a one year term ending September 30, 2017, and to appoint James Creedon, Marlene Bockler, and Matthew Parker to a two year term ending September 30, 2018, on the McKinney Armed Services Memorial Board.

Council unanimously approved the motion by Councilwoman Rath, seconded by Council member Branch, to appoint Justin Beller, Jeremiah Hammer, Elisa Jackson, Gloria Evans, and Brenda Carter to serve on the McKinney Housing Authority.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to appoint Justin Beller, Jeremiah Hammer, and Elisa Jackson to a one year term ending September 30, 2017, and to appoint Gloria Evans and Brenda Carter to a two year term ending September 30, 2018, on the McKinney Housing Authority.

Council unanimously approved the motion by Council member Branch, seconded by Mayor Pro Tem Pogue, to appoint Robert Christian, Stephanie Tyson, Kelly Maier, Adriana Pedraza, Kelly Buettner, Todd Burton, and Randy Hubbard to serve on the Community Grants Advisory Commission.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Robert Christian, Stephanie Tyson, Kelly Maier, and Adriana Pedraza to a one year term ending September 30, 2017, and to appoint Kelly Buettner, Todd Burton,

and Randy Hubbard to a two year term ending September 30, 2018, on the Community Grants Advisory Commission.

Council unanimously approved the motion by Council member Branch, seconded by Mayor Pro Tem Pogue, to appoint Sandra Doak, Molly Brewer, Pamela Harden, Jeff Hackett, Tricia Conover, Greg Huckaby, and Jeffery Hull to the McKinney Arts Commission.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Tricia Conover, Molly Brewer, Pamela Harden, and Jeff Hackett to serve a one year term ending September 30, 2017, and Sandra Doak, Greg Huckaby, and Jeffery Hull to serve a two year term ending September 30, 2018, on the McKinney Arts Commission.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Jason Laseter, Harry Hickey, James Bresnahan, Bridgette Wallis, Semiramis Amirpour, Bruce Quernemoen, and Dean Aslinia to the McKinney Housing Finance Corporation.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to appoint Jason Laseter, Harry Hickey, James Bresnahan, and Semiramis Amirpour to a one year term ending September 30, 2017, and to appoint Bridgette Wallis, Bruce Quernemoen, and Dean Aslinia to a two year term ending September 30, 2018, on the McKinney Housing Finance Corporation.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Ussery, to appoint Rachelle Campbell, James (Cecil) Lillard, Paul Abernathy, and Nadine Smith to the Building and Standards Commission.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Mayor Brian Loughmiller, to appoint Christopher Miazga to serve on the Building and Standards Commission.

Council unanimously approved the motion by Council member Branch, seconded by Mayor Pro Tem Pogue, to appoint Rachelle Campbell, James (Cecil) Lillard, and Nadine Smith to a one year term ending September 30, 2017, and to appoint Paul Abernathy and Christopher Miazga to serve a two year term ending September 30, 2018, on the Building and Standards Commission.

Council unanimously approved the motion by Council member Branch, seconded by Mayor Pro Tem Pogue, to appoint Kimberly Davison, Brad Taylor, Patrick Cloutier, Scott Jacoby, Randall Wilder, Betty Petkovsek (Alternate), and Brian White (Alternate) to the Board of Adjustment.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Kimberly Davison, Scott Jacoby, and Brian White (Alternate) to a one year term ending September 30, 2017, and to appoint Brad Taylor, Patrick Cloutier, Randall Wilder, and Betty Petkovsek (Alternate) to a two year term ending September 30, 2018, to the Board of Adjustment.

Council unanimously approved the motion by Council member Ussery, seconded by Mayor Pro Tem Pogue, to appoint James Bias-SPCA, Lori Dees-Staff, and Misty Brown-Animal Shelter to open positions, Ewa Cissik-Veterinarian and Moka Anderson to a one year term ending September 30, 2017, and appoint Chibuzor Okeke and Jack Bridgman to a two year term ending September 30, 2018, to the Animal Service Facility Advisory Committee.

- 16-861** Mayor Loughmiller called for Consideration/Discussion/Action on a Resolution Appointing Members to the Reinvestment Zone Number One. Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to appoint Randy P. Pogue, Travis Ussery, Brian Loughmiller, Bill Cox, Tracy Rath, Rainey Rogers, Chuck Branch, Don Day, and Chris Hill (County) to the Reinvestment Zone Number One Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to approve a Resolution appointing Randy P. Pogue, Travis Ussery, Brian Loughmiller, and Bill Cox to a one year term ending September 30, 2017, and to appoint Tracy Rath, Rainey Rogers, Chuck Branch, Don Day, and Chris Hill (County) to a two year term ending September 30, 2018, on the Reinvestment Zone Number One Board. Caption reads as follows:

RESOLUTION NO. 2016-08-128 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, APPOINTING MEMBERS TO THE BOARD OF DIRECTORS FOR REINVESTMENT ZONE NUMBER ONE, CITY OF MCKINNEY; AND PROVIDING FOR AN EFFECTIVE DATE

16-860 Mayor Loughmiller called for Consideration/Discussion/Action on a Resolution Appointing Members to the Reinvestment Zone Number Two. Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Council member Branch, to appoint Randy P. Pogue, Travis Ussery, Brian Loughmiller, Roger Harris, Tracy Rath, Rainey Rogers, Chuck Branch, Don Day, and Keith Self (County) to the Reinvestment Zone Number Two Board.

Council unanimously approved the motion by Mayor Pro Tem Pogue, seconded by Councilwoman Rath, to approve a Resolution appointing Randy P. Pogue, Travis Ussery, Brian Loughmiller, and Roger Harris to a one year term ending September 30, 2017, and to appoint Tracy Rath, Rainey Rogers, Chuck Branch, Don Day, and Keith Self (County) to a two year term ending September 30, 2018, on the Reinvestment Zone Number Two Board. Caption reads as follows:

RESOLUTION NO. 2016-08-129 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, APPOINTING MEMBERS TO THE BOARD OF DIRECTORS FOR REINVESTMENT ZONE NUMBER TWO, CITY OF MCKINNEY; AND PROVIDING FOR AN EFFECTIVE DATE

Council unanimously approved the motion by Council member Ussery, seconded by Council member Branch, to adjourn. Mayor Loughmiller adjourned the meeting at 7:28 p.m.

BRIAN LOUGHMILLER
Mayor

ATTEST:

SANDY HART, TRMC, MMC
City Secretary