JOINT MEETING

APRIL 29, 2013

The City Council and the McKinney Independent School District Board of Trustees of the City of McKinney, Texas met in joint session in the Council Chambers of the Municipal Building on April 29, 2013 at 6:00 p.m.

Council Present: Mayor Brian Loughmiller, Mayor Pro-Tem Travis Ussery, Council members: David Brooks, Geralyn Kever, Don Day, Ray Ricchi, and Roger Harris.

Staff Present: City Manager Jason Gray; Deputy City Manager Rob Daake; City Attorney Mark Houser; City Secretary Sandy Hart; Executive Director of Development Services Barry Shelton; Assistant Director of Development Services Rick Leisner; McKinney Economic Development Corporation President Jim Wehmeier; Chief of Police Joe Williams; Parks, Recreation, and Open Space Director Lemuel Randolph; Fire Chief Danny Kistner; Assistant Fire Chief Tim Mock; Assistant Fire Chief Neil Howard; Director of Engineering Jack Carr; McKinney Community Development Corporation Director Cindy Schneible; Deputy Chief of Police Joe Ellenburg; Sergeant Sherwood Holmes; and Sergeant David Rodriguez.

MISD Board Members Present: President Curtis Rippee, Vice President Kathi Livezey, Secretary Maria McKinzie, Bobby Amick, Amy Dankel, and Lynn Sperry. Absent: Wade Johnson.

MISD Staff Present: Superintendent Dr. J.D. Kennedy; Deputy Superintendent Mary Clark; Chief Operations Officer Nancy F. James; Chief Human Resources Officer Dr. J. Davis; Chief Communications Officer Cody Cunningham; Chief Information Officer Allen McDaniel; Director of Safety , Security and Transportation Greg Hill; Director of Maintenance Justin Price; Principal - Faubion Middle School Patsy Turner; Principal - Walker Elementary School Deborah Sanchez; Executive Assistant to the Superintendent Debra Pintar; and Real Estate Consultant Thad Helsley.

There were 3 guests present.

Mayor Loughmiller called the meeting to order at 6:00 p.m. after determining a quorum present.

President Rippee called the McKinney Independent School District (MISD) Board meeting to order at 6:00 p.m. after determining a quorum present.

Mayor Loughmiller stated that the certified estimates of taxable value that they received shows that McKinney is up by about 5.25% from last year which is $600 million increase. Of that amount, $360 million is due to new construction which is a good indication that the economy is improving. Mayor stated that the average house values in McKinney have increased by $10,000 this year.

13-420 SRO and School Safety Report. Dr. Kennedy thanked the city for increasing the amount of SRO officers after the events at Sandy Hook Elementary. He also gave his appreciation to Chief Williams and his cooperation on having officers fill out their paperwork in school parking lots rather than at shopping centers and stated that they appreciate having police presence there. Ms. Debra Sanchez, Principal at Walker Elementary, stated that she appreciates having SRO's back in their schools. She stated they have great communication with SRO's and it is truly been a blessing in having them on campus. Ms. Patsy Turner, Principal at Faubion Middle School, stated that they are able to see the difference in students as well as parents behavior. Mayor Loughmiller stated that the SRO program has always been a very important program. Council member Kever stated that when Council was approached about this issue that was prompted by world circumstances, the Council responded to a need and concern in the community.

13-414 School Finance. Dr. Kennedy went over the MISD's school finance that reflected budget cuts that occurred as a result of the last legislative session. The result was a loss of about $15 million. He stated that MISD's enrollment grew by 49.5 percent since 2003-2004 and class size has increased due to the increase in enrollment. President Rippee stated that the school district gets its funding from the state based on a per student revenue basis. He stated that in 2003-2004, 85 percent of funding came from local taxes and 15 percent came from state funds.

Now the funding has transitioned to 55 percent of funds come from local taxes and 45 percent comes from the state. The problem with this method is that if the tax base in McKinney goes up, it would mean that state dollars would be reduced. He stated that the building fund goes up with local taxes and the actual operating funds do not. Mr. Rippee stated that they spend about $375 per student more than the per student revenue.

13-415 Bond Package Progress. Chief Operations Officer Nancy F. James spoke about items that were included in the 2011 bond program that included school renovations, additions to Reuben Johnson Elementary School, Malvern Elementary School, Dowell Middle School, Faubion Middle School, McKinney High School, McKinney North High School, and Career Technology programs at high schools. In addition, there have been safety and security improvements district-wide, technology upgrades district-wide, and land purchases.

13-416 CIP Update. City Manager Gray presented the City Council Priorities which include: Corporate Relocations, Gateway Property, Collin County Regional Airport, continuing strong relationship with Collin College, and the nine plus acres of City owned development in the town center. Mr. Gray gave a construction update that included the TxDOT U.S. 75 widening project: 8 main lanes, 3-lane frontage roads through McKinney (Complete 2015); S.H. 121 to U.S. 380 (estimated completion July 2015); U.S. 380 to Bloomdale (98% complete); and Bloomdale to Telephone Rd. (estimated completion Nov. 2014). Mr. Gray stated that roadway construction updates are available on line at McKinneyTexas.org/construction.

13-417 Development Overview. Mr. Gray spoke about 2012 economic development accomplishments that included: Emerson HQ at Gateway groundbreaking; Encore Wire expansion, Texas Workforce Commission award; Baylor Medical Center at McKinney opened; Traxxas HQ

construction underway; Corporate Center at Craig Ranch LOI; Gateway Hotel/Event Center Development Agreements; and Wistron GreenTech relocation.

13-419 Texas High Performance School Consortium. Dr. Kennedy stated they have been working with the North Texas Regional Consortium that includes 9 districts - Lewisville ISD, NW ISD, Highland Park ISD, Plano ISD, Richardson ISD, Frisco ISD, Allen ISD, and Coppell ISD. The consortium is trying to put some pressure to change the accountability system that we have in the state. In the last legislative session, they created an opportunity for school districts to become part of the Texas High Performance School Consortium in which we are the research and development for the State. We can create a model accountability system that can possibly be used across the State. McKinney ISD along with Prosper ISD are the only 2 districts in Collin County that are part of the Texas High Performance Consortium. We are working on an alternative accountability system that does not rely so much on paper/pencil standardized tests.

13-418 McAllen ISD TLC3. Board Member Ms. Dankel stated that there is an ongoing problem of generational poverty in McKinney and that they don't have a huge proportion of the student body as compared to other areas of Texas that have free and reduced lunches. She stated that the City of McAllen has added WiFi throughout the City in all of their parks, airports, downtown area, and anywhere the kids would be gathering so they can be online. Ms. Dankel stated that they are requesting to have as much of the city wired for WiFI as possible. Ms. McKinzie stated that that she was born and raised in McKinney and that there is lack of communication due to language barrier and she was very impressed with the technology that McAllen ISD had to offer to its students. City Manager Gray stated that there are several City buildings that currently have indoor public WiFi. Chief Information Officer McDaniel stated that they have a list of top

priority areas for WiFI that include: parks in close proximity to school buildings, sharing resources such as the John and Judy Gay Library that is across the street from Evans Middle School. Mayor Loughmiller pointed out from a cautionary standpoint that they have had significant improvements that the City needs to make in relation to IT. Dr. Kennedy stated that McKinney ISD could help by providing hot spots areas within their schools in certain locations and that a logical location is Old Settlers Park and downtown McKinney.

13-421 Discussion Regarding Interlocal Agreement for Future City Parks. Dr. Kennedy stated that the School District would like to restrict access to City parks that are adjacent to elementary schools during school hours because they don't feel comfortable with their kids playing in the playground with other citizens. City Manager Gray stated that there are parks that have ponds for fishing, some with open space, and that they are not only for school aged children but for the public to use. Council member Ricchi stated that he agrees with restricting the use of the parks during school hours. He stated that they close parks to have tournaments. It was decided to form a committee of two members of the City Council, two of the Board of Trustees, City Manager Gray, and Superintendent Kennedy to discuss this issue. Mr. Gray stated that if there is ever an instance where someone is not behaving themselves appropriately, then the police should be called and they can remove anyone from city parks as necessary.

President Rippee adjourned the McKinney Independent School District Board of Trustee meeting at 8:05 p.m.

Mayor Loughmiller recessed the meeting into executive session at 8:10 p.m. per Texas Government Code Section 551.071 (2). Consultation with City Attorney on any Work Session, Special or Regular Session agenda item requiring confidential, attorney/client advice necessitated by the deliberation or discussion of said items (as needed), Section 551.071 (1) (A). Litigation / Anticipated Litigation as listed on the posted agenda. Mayor Loughmiller recessed to the open session at 8:21 p.m.

Council unanimously approved the motion by Council member Brooks, seconded by Council member Harris, to Adjourn. Mayor Loughmiller adjourned the City Council meeting at 8:22 p.m.

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BRIAN LOUGHMILLER
Mayor

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CURTIS RIPPEE
President

ATTEST:

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SANDY HART, TRMC, MMC
City Secretary