



City of Granite Shoals
2221 N. Phillips Ranch Road
Granite Shoals, TX 78654
Phone (830) 598-2424 Fax (830) 598-6538
www.graniteshoals.org

MEETING MINUTES
GRANITE SHOALS CITY COUNCIL

SPECIAL CALLED MEETING AND BUDGET/TAX RATE WORKSHOP

GRANITE SHOALS CITY HALL, 2ND FLOOR COUNCIL CHAMBER

2221 N. PHILLIPS RANCH RD, GRANITE SHOALS, TX 78654

MONDAY, AUGUST 15, 2016 6:00 PM

1. Call To Order / Welcome at 6:00 PM by Mayor Brugger

Present:

Mayor Brugger
Mayor Pro Tem Shirley King
Council Member Anita Hisey
Council Member Eric Tanner
Council Member Tom Dillard
Council Member Mark Morren
Council Member Todd Holland

Absent:

Staff:

City Manager Ken Nickel
Assistant City Manager Peggy Smith
City Secretary Elaine Simpson
City Attorney Brad Young
Finance Director Wendy Gholson
Fire Chief Austin Stanphill
Police Chief Gary Boshears
Assistant Fire Chief Tim Campbell

2. **Public comment and announcements and Items of Interest**

At this time, any person with business before the Council not scheduled on the agenda may speak to the Council. No formal action can be taken on these items at this meeting. No discussion or deliberation can occur. Comments regarding specific agenda items should occur when the item is called. Anyone wishing to speak under this agenda item must complete a Comment Card and submit to the City Secretary prior to addressing the Council.

- **City Wide Prayer Service for First Responders, Sat. August 20, 2016, 9:00 AM at Fire Hall in Granite Shoals.**

- **City Hall will be closed for Staff Training August 18, 2016, Thursday 8:30 AM - 11:00 AM.**

Michael Steenbergen, 2208 Belaire, Granite Shoals, TX: Explained that his group 'Citizens' Advocate and Citizens' Advisory Group' had submitted a petition earlier today. This is an 'Initiative' petition, as allowed under the charter. The Initiative petition was signed by the same people who signed the Referendum Election petition. The City Council is asked to put a measure before the voters that Michael Steenbergen be appointed to the Granite Shoals Board of Adjustments.

Regular Items:

3. Receive petition from City Secretary, review, discuss, consider and possibly take action on proposed Ordinance #696 calling a Special Referendum Election for November 8, 2016, as per petition received August 9, 2016, related to Ordinance #680 *No Deer Feeding Ordinance*. (City Manager Ken Nickel, City Secretary Elaine Simpson)

On August 9, 2016, City Secretary Simpson received a valid petition for referendum of Ord. 680 No Feeding the Deer Ordinance, which passed City Council on July 12, 2016. (Simpson submitted a copy of the petition pages and a letter stating it had been verified, to all Council members, per the charter.)

Council has options related to their response to this petition:

- Option #1 – Adopt proposed Ordinance #696 calling for the referred Ordinance to be placed before the voters in a Special Election to be held on November 8, 2016.
- Option #2 – Adopt a modified Ordinance which will call the Election for May. This Ordinance could be adopted at the August 23rd or the September 13, 2016 Regular City Council meetings. There will not be special costs for the Election Administration (Doug Ferguson's Office) for this election, as it would be held in conjunction with the General Election for May 6, 2017.
- Option #3 – Repeal Ordinance #680 in its entirety. Call no election. The Deer Management Pilot Project will still be conducted, as planned.

The main election expense will be meeting the publication requirements for the Notices, ballots and the publication of the entire Ordinance. In May, the Notice costs \$503, and the publication of the ballot itself was \$503. For the publication of the entire ordinance (7 pages) of Ordinance #680 No Deer Feeding Ordinance, a written estimate from the manager of the classified section at the *Highlander* was requested.

Option #1. November Special Election for Referendum:

Item	Estimated Cost	Total
Burnet County Elections Administration Services (Doug Ferguson's office)	\$1,364	\$1,364
Translation costs for Mr. Mines to translate the Ordinance into Spanish.	\$580	\$580

Publishing in the Highlander News 2 Notices	\$503 .	503
Ballot	\$503	503
Complete Ordinance (2 times, English/Spanish)	654.36	2,617.40
		\$5,567.40

Option #2. May Election for Special Referendum

Item	Estimated Cost	Total
Burnet County Elections Administration will be included with Election Services for the General (Mayor/Council) Election (Doug Ferguson's office) so there will be no 'additional' cost. If General Election is canceled due to no opposed races, \$800 will be a 'placeholder' estimate.	\$800	\$800
Translation costs for Mr. Mines to translate the Ordinance into Spanish.	\$580	\$580
Publishing in the Highlander News 2 Notices	\$503 .	503
Ballot	\$503	503
Complete Ordinance (2 times, English/Spanish)	654.36	2617.44
		\$5003.44

Option #3 Repeal Ordinance #680 No Deer Feeding, in its entirety.

The Charter provides for the City to repeal the No Deer Feeding Ordinance. The cost of this would be nothing in terms of election costs.

At a later time, after continued citizen education, a similar ordinance could be adopted, if City Council desires.

Ordinance #680 could be repealed at the next City Council meeting August 23, 2016 or September 13, 2016.

City Secretary Simpson presented the Council Members with a copy of the Referendum petition with a letter certifying that the petition was verified in her office and contained more than the required 50 signatures.

There was general agreement on City Council that it was disappointing that the tax payers would have to pay this money for an unexpected election, but if the petitioners want an election, they should get it. The voters should be able to make the final decision. MPT Dillard explained that he might be in favor of repeal if there was any doubt that Ord. #680 was not supported by the citizens and appropriate for the deer management project, as recommended by the Texas Parks and Wildlife Department experts. There was general agreement that Council wanted to take this to the voters for the November 2016 election when there will be more voters voting.

Mayor Brugger motioned, and Council Member Holland seconded, to approve, as presented, Ordinance 696 to call a Special Election on 11-8-16 for Referendum on Ord. 680. Motion carried unanimously by a 7-0 vote.

4. Discuss, consider and possibly take action on proposed Ordinance calling a Special Election for November 8, 2016, to place arterial road improvement bonds before the voters. *(City Manager Ken Nickel, City Secretary Elaine Simpson)*

Council may wish to 're-poll' the members regarding a Road Improvement Bond Election. At the meeting July 26, 2016, the informal poll of the Council Members indicated more support for a May 2017 Arterial Road Improvement Bond Project Election.

If the majority of the council desires to take this to the voters in November, Council will have to have another special council meeting, either on Friday, August 19, or Monday, August 22, to pass the ordinance.

Ms. Linda Utley, 904 Hummingbird Dr., speaking for Mr. John Utley, who is President of the 'Citizens' Advocate and Citizens' Advisory Group': She expressed her concerns with the bonds that are being discussed for the road improvements. She asked that the City be very transparent with the public regarding information on this item.

Council Member Morren explained that he requested to bring this back up because as a Council and city staff we are all working diligently to get the USDA grant for these arterial road improvements. He noted his desire is to get the voters to state support for these bonds, for this project, before investing any more money in studies or other research.

Council Member Holland explained that he has changed his mind and now favors bringing this to the ballot in November, versus waiting until May.

There was an extended discussion of whether it was premature at this time to take the ballot proposition to the voters, since there is not a firm cost figure. It was noted that if the bond proposition fails in November 2016, the city will have to wait 3 years before bringing it back. It was noted that the Financial Advisors working with the city have recommended waiting until the city has the best/most detailed figures before taking a proposition to the voters.

There was a suggestion of taking a three million dollar bond proposition to the voters. There were discussions of possible scenarios if the city got the bond proposal approved, but did not get the USDA grant, if the city got the USDA grant but not the bond.

There was an extended discussion regarding variables that are out of the control of the City Council, such as how much fuel prices may fluctuate during the course of the next few years as this project is being done.

Council Member Tanner motioned, and Council Member Holland seconded, to authorize the City Manager to have the city's bond counsel prepare a Special Election bond issue ordinance, calling an election for November 8, 2016 for a three million dollar Road Improvement bond proposal. Motion carried 4-3.

Ayes: Hisey, Tanner, Holland, and Morren

Nays: Mayor Brugger, MPT Dillard and Council Member King.

5. Discuss, consider and possibly take action related to procuring a vehicle for the Fire Department, and declaring certain vehicles in the Fire Department as surplus. *(City Manager Ken Nickel/Austin Stanphill, Fire Chief)*

Fire Chief Stanphill presented the City Council with information about an opportunity that the Fire Department has to purchase a 1999 Fire Truck from Travis County ESD #5 for \$50,000. The ESD has recently lost much of its territory due to city of Austin annexing their area. They also have recently purchased a newer Fire Truck and no longer need this one.

The Fire Department would like to purchase this 1999 truck to replace the truck that is currently used as reserve engine. The department would like to 'surplus' the reserve engine and sell it for \$10,000. The current reserve engine is a 1985 Engine which only seats two firefighters, has no capacity for foam, has no baffles to prevent roll-over, and doesn't have appropriate safety lights on the truck.

The 1999 Fire Truck that is being sold by Travis County EMS meets all the criteria to be a front line truck. It has LED lights, a bigger engine that is easier to drive, capacity for foam, it has a backup camera and other safety features. It will seat six firefighters and their gear.

There was an extended discussion regarding the personnel from the Fire Department researching the mechanics records on this truck and doing 'due diligence' to make sure it is a good buy.

Mayor Brugger motioned, and Council Member Tanner seconded, to authorize city staff to move forward, after research/due diligence to sign agreement with Travis County ESD #5, for purchase of a 1999 Fire Truck, for \$50,000, to be paid in two installments of \$25,000, one from this budget year and one from next budget year Government Capital Equipment replacement fund, and to approve surplus of the Fire Department's 1985 Class 'A' Fire Truck known as unit #5220, allowing it to be sold. Motion carried unanimously by 7-0 vote.

6. Review information from City Manager Nickel, discuss and consider the proposed City operating budget for Granite Shoals for Fiscal Year 2016-2017, as presented at the August 9, 2016 Regular City Council meeting. *(City Manager Ken Nickel/Finance Director Wendy Gholson)*

Mayor Brugger opened agenda items 6.), 7.) and 8.) simultaneously.

City Staff presented the Proposed Budget and Tax Rate for FY 2016-2017 to City Council on August 9. This workshop will allow City Council members to provide input and feedback to City Staff for changes to Proposed Budget and Tax Rate prior to the Public Hearings scheduled for August 30 & September 7, 2016. The City Manager has made the following changes to the

Proposed Budget in response to discussion on August 9 and they are updated in the attached presentation:

Pg 2: Dates of Public Hearing #1, #2 and Adoption updated

Pg 4: Changes to General Fund Revenues & Surplus
Changes to Restricted Park Fund

Pg 6: General Fund Revenues were decreased by \$7,500 in Building Permits resulting in a decrease of surplus and fund balance projections.

Pg 7: Governmental Capital Plan was tweaked and moved to 2 pages

Pg 10: Utility Capital Plan was updated to include 2016-17 funding of Membrane Modules

Pg 13: Increase to FY2017 Revenues of \$10,000 (\$5,000 in Deeds without Warranty and \$5,000 in Donations)

Increase to FY2017 Expenditures of \$25,000 for Grant Administration costs

Resulting changes to FY2017 deficit and reduced fund balance projections

Pg 33: NEW from City Manager

(See Exhibit 'B' to these meeting minutes for the Updated Budget / Tax Rate presentation and options)

Mayor Brugger recessed the meeting from 7:20 to 7:32 PM.

7. Review information from City Manager Nickel, discuss and consider proposed ad valorem (property) tax rate for Granite Shoals for 2016, as discussed at the August 9, 2016 Regular City Council meeting. *(City Manager Ken Nickel/Finance Director Wendy Gholson)*

At the August 9, 2016 Regular City Council Meeting, the City Council set the 'Not To Exceed' Ad valorem tax rate as such:

Mayor Brugger motioned, and Mayor Pro Tem Dillard seconded, to set a 'Not To Exceed' rate for consideration for the 2016 Granite Shoals ad valorem tax to be \$ 0.5572/\$100, of which \$0.3285/\$100 valuation represents the levy for Maintenance and Operations, and \$0.22870/\$100 valuation represents the levy for Interest and Sinking (Debt Fund).

This rate is currently being used for Notices which are posted and published.

8. Announce schedule for required Public Hearings to be held on the proposed Budget and the proposed Tax Rate, respectively, on August 23rd and September 7th. *(City Secretary Simpson)*

At the August 9, 2016 City Council Regular Meeting, the City Council modified their schedule of upcoming meetings to replace the August 30th meeting with a September 7th meeting (when the 2nd Public Hearings on the Budget and Tax Rate will be held) and added a Special Called Meeting for Friday evening, September 16, 2016 at 6:00 PM to consider adoption of both Budget and Tax Rate.

6.), 7.) and 8.) Citizens Comments

Mrs. Angela Jaworski, 702 N. Shorewood, Granite Shoals: Expressed her shock and concern regarding the proposed budget, asking specifically about the 28% of the expenditures going to the Police Department. She also asked for clarification regarding the 'Restricted Park Fund'. She also noted that she is very much opposed to raising taxes.

Police Chief Boshears explained that 28% of a city in this area having expenditures in the Police Department is not unusual. In fact, the city of Marble Falls has 33% of their expenditures are in the Police Department and in Horseshoe Bay the percentage is 30%.

Mr. Terry Scott, 809 N. Shorewood, Granite Shoals, TX: Noted that he is happy with the Police Department and the safety of Granite Shoals due to the great work of Police and Fire Departments.

Ms. Britany Dooley, 127 W. Stonecastle Drive, Granite Shoals, TX: I strongly disagree with increasing taxes until this city can be more constructive with the current budget. I believe there should be a public vote on the deer ordinance. *(written remarks by Mrs. Dooley, read into the record by City Secretary Simpson).*

There was an extended discussion of the proposed changes made by City Manager Nickel on the proposed budget, and the suggestions of Mayor Brugger as well. There was general agreement that the city did not wish to be too aggressive on the revenue projections for permits or for water. The city staff agreed that the proposed tax rate increase could be reduced by a penny, by spending down the debt service fund. The City Council agreed to remove their TML training for 2017. It was decided to delay hiring in some positions. There was general agreement that if the current reserve fire truck, unit #5220, is surplus and sold for \$10,000, then this money can be used for unsafe buildings and to pay for the November 2016 referendum election.

Mayor Brugger recessed the meeting from 9:00 PM to 9:12 PM.

City Council directed staff to make the appropriate changes as discussed tonight and bring back the proposed budget at a future meeting, as well as bringing back the proposed tax rate with the appropriate reductions.

9. **Future Meetings and Agenda Items**
a.) Review Agenda Calendar
b.) Identification of future agenda items

Monday, August 22, 2016 Last day to call November 2016 Election. Meeting to consider Road Bond Election Ordinance.

Tuesday, August 23, 2016, Regular Council meeting, with two Executive Sessions, one for personnel: City Manager and City Secretary. One for consultation with Attorney.

10. Adjournment

With no other items on the agenda and no objections, Mayor Brugger adjourned the Budget and Tax Rate Workshop and Special Meeting at 9:53 PM.

Approved by City Council on the 23rd of August, 2016

By: 
Tom Dillard, Mayor Pro Tem

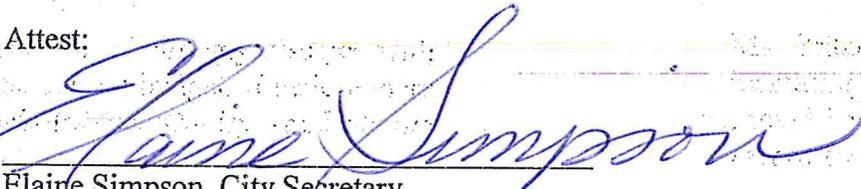
Attest: 
Elaine Simpson, City Secretary



Exhibit 'A'
Council Mtg. min. 8-15-16
Utter
#3.

City of Granite Shoals

Office of the City Secretary / Human Resources

2221 North Phillips Ranch Road

Granite Shoals, Texas 78654

(830) 598-2424 Fax: (830) 598-6538

www.graniteshoals.org citysecretary@graniteshoals.org

Carl Brugger
Mayor

City Council

Tom Dillard
Mayor Pro Tem
Council Member
Place 4

Monday, August 15, 2016

RE: VERIFICATION OF PETITION FOR REFERENDUM ELECTION ORD
680 NO DEER FEEDING ORDINANCE

Anita Hisey
Council Member
Place 1

Mayor and City Council,

Shirley King
Council Member
Place 2

I received this petition on August 9, 2016, petitioning the City Council to refer Ordinance #680 *No Deer Feeding Ordinance* to the voters of the city.

Eric Tanner
Council Member
Place 3

Per Section VI of the City charter, the circulators were required to get 50 signatures from registered voters of the city in order for this petition to be verified.

Todd Holland
Council Member
Place 5

I verified 58 signatures of registered voters upon these petition pages.

Mark Morren
Council Member
Place 6

I submit this valid petition to you this date.

Sincerely,

Ken Nickel
City Manager

Elaine Simpson
City Secretary / HR Manager
City of Granite Shoals, TX

Peggy Smith
Assistant City Manager

Exhibit 'B'
8-15-16 Ultimate
#6 & 7
 08/15/16

City of Granite Shoals, 2016-17 Budget Alternatives

	M&O	I&S	Total
Tax Rate 8/15/2016 Edition	\$ 0.3285	\$ 0.2287	\$ 0.5572 Versus 2015 \$0.5207
Options - Alternate #2			
1) Deplete Debt Fd from \$10,972 to \$73,852		\$ (62,880)	
2) Increase transfer from Utility Fd by \$27,500 a) Raises 3% to 2.5% b) Increase water sales from 2014-15 actual for AMR 4.5% & non drought restrictions 2.5%	\$ 27,500		
3) Reduce G.F. Expense a) Raises 3% to 2.5% b) Delete park employee & add back \$12,000 for contractor	\$ 37,187		
3) Lower property tax from \$147,561 to \$82,795	\$ (64,766)		
Sub-Total	\$ (79)	\$ (62,880)	
- Tax Rate Adj	\$ (0.0169)	\$ (0.0164)	\$ (0.0332)
- Adj Tax Rate	\$ 0.3116	\$ 0.2123	\$ 0.5240 Versus 2015 \$0.5207

4) Other Options

<u>General Fund</u>	15-Aug Proposal	Alt. #1	Alt. #2
Revenue			
Animal Control	500	500	500
Fire			
County	23,338	23,338	23,338
ESD 3	155,434	155,434	155,434
Highland Haven	71,748	71,748	71,748
Sub-Total	<u>250,520</u>	<u>250,520</u>	<u>250,520</u>
Administration			
Prop. Tax @ 0.5207	1,277,767	1,277,767	1,277,767
Increase	147,561	9,000	82,795
Sales Tax	137,000	137,000	137,000
Other Taxes	27,300	27,300	27,300
Tower Lease	35,940	35,940	35,940
Sub-Total	<u>1,625,568</u>	<u>1,487,007</u>	<u>1,560,802</u>
License & Fees	216,200	216,200	216,200
Miscellaneous			
Water Franchise Fee	348,312	348,312	348,312
Water Pilot	52,501	52,501	52,501
Solid Waste Franch Fee	19,716	19,716	19,716
Solid Waste Fund	26,440	26,440	26,440
From Parks	45,000	45,000	45,000
From Utility Fund	302,694	302,694	330,194
Others	21,750	21,750	21,750
Sub-Total	<u>816,413</u>	<u>816,413</u>	<u>843,913</u>
Police	1,500	1,500	1,500
Streets	12,000	12,000	12,000
Parks	-	-	-
Municipal Courts	<u>85,000</u>	<u>85,000</u>	<u>85,000</u>
Total Revenues	<u>3,007,701</u>	<u>2,869,140</u>	<u>2,970,435</u>
Difference		(138,561)	(37,266) (64,766)
Tax Rate Impact		\$ (0.0360)	\$ (0.0168)

Notes:

\$0.01 / \$100 Valuation =
\$38,514

<u>General Fund</u>	15-Aug Proposal	Alt. #1	Alt. #2
Expenses			
Non-Departmental			
Base Non- Depart	155,100	155,100	155,100
Employee Raises	39,639	19,820	33,033
Sub-Total	194,739	174,920	188,133
Animal Control	90,359	90,359	90,359
Fire			
Current Staffing	423,539	423,539	423,539
New Employee	45,585	-	45,585
Sub-Total	469,124	423,539	469,124
Finance	209,133	209,133	209,133
Code Compliance	140,652	140,652	140,652
Administration	375,330	375,330	375,330
Police	847,205	847,205	847,205
Streets			
2015 Base	439,587	459,087	439,587
Equipment Leases	50,000	-	50,000
Sub-Total	489,587	459,087	489,587
Parks			
Current Staffing	65,757	65,757	65,757
New Employee	42,581	-	12,000
Sub-Total	108,338	65,757	77,757
Municipal Court	66,931	66,931	66,931
Total Expenses	2,991,398	2,852,913	2,954,211
Difference		138,485	37,187
Tax Rate Impact		\$ 0.0360	\$ 0.0097

Notes:

\$0.01 / \$100 Valuation =
\$38,514

City of Granite Shoals, 2016-17 Budget Alternatives

<u>Utility Fund</u>	15-Aug Proposal	Alt. #1	Alt. #2	
Revenue				
Surface Water				
Water Sales	1,390,000	1,416,000		
Other Rev	121,385	121,385		
Sub-Total	<u>1,511,385</u>		<u>1,537,385</u>	(26,000)
Ground Water				
Water Sales	168,000	168,000		
Other Rev	20,670	20,670		
Sub-Total	<u>188,670</u>		<u>188,670</u>	
Total Revenues	1,700,055		1,726,055	
Expenses				
Non Departmental				
Personal	9,105	7,588		
Professional Serv	5,400	5,400		
Operating	302,694	330,194		
Debt Serv & Other	407,313	407,313		
Sub-Total	<u>724,512</u>		<u>750,495</u>	
Surface Water				
Personnel	315,978	315,978		
Prof. Services	10,000	10,000		
Contract Services	34,200	34,200		
Supplies	73,800	73,800		
Operatings	244,000	244,000		
Capital Outlay	59,600	59,600		
EBT Service & Other	<u>124,868</u>	<u>124,868</u>		
Sub-Total	<u>862,446</u>		<u>862,446</u>	
Ground Water	24,050		24,050	
Customer Service	<u>86,599</u>		<u>86,599</u>	
Total Expenses	1,697,607		1,723,590	(25,983)
lev Ove /(Under) Exp	2,448		2,465	\$ (0.0067)
Tax Rate Impact		\$ -	\$ 0.0000	

City of Granite Shoals, 2016-17 Budget Alternatives

08/15/16

Page 5

Debt Service Fund	1-Oct Beginning Balance	30-Sep Ending Balance	Change	I&S Tax Rate
2010-2011				\$ 0.2714
2011-2012		299,606		\$ 0.2780
2012-2013	299,606	565,551	265,945	\$ 0.2000
2013-2014	565,551	474,092	(91,459)	\$ 0.2149
2014-2015	474,092	427,523	(46,569)	\$ 0.2211
2015-2016	427,523	422,236	(5,287)	\$ 0.2287
2016-2017	422,236	359,380	(62,856)	\$ 0.2123

CITY OF GRANITE SHOALS
PROPOSED BUDGET
AS OF: JUNE 30TH, 2016

O-UTILITY FUND

VENUES	2012-2013 ACTUAL	2013-2014 ACTUAL	2014-2015 ACTUAL	CURRENT BUDGET	2015-2016 Y-T-D ACTUAL	PROJECTED YEAR END	2016-2017 REQUESTED BUDGET	PROPOSED BUDGET
--------	---------------------	---------------------	---------------------	-------------------	------------------------------	-----------------------	----------------------------------	--------------------

PROPOSED BUDGET 1390,000 + 168,000 = 1,558,000
 2014-15 ACTUAL 1,480,468 X 4.5% = 67,000
 NO AMC X 2.5% = 37,000
 DRG

ACT Proposed Budget 1,480,468 + 104,000 = 1,584,000 → 1,416,000 SW
 → 168,000 GW

FACE WATER

ES FOR SERVICE

DR	1,447,703	1,462,809	1,480,468	1,506,600	1,085,247	1,509,000	1,320,000	1,390,000
CM1	1,320,000.00						1,320,000	
CM2 (INCREASE 2%)	24,000.00						24,000	
CM2 (RATE INCREASE @ 4/)	26,000.00						26,000	
CM2 (20,000.00)	20,000.00						20,000	
-440-4001 DELINQUENT PROCESS FEE	16,360	21,115	16,000	14,000	11,200	14,000	11,900	11,900
-440-4002 PAYMENT ARRANGEMENT FEES	0	0	2,295	2,500	1,075	1,100	2,125	2,125
-440-4004 WATER TAP FEE	16,434	17,250	17,900	15,000	22,150	20,000	10,500	16,500
BASE	1	10,500.00					10,500	
CM2	1	6,000.00					6,000	
-440-4005 SANITATION REVENUE \$1.80	106,416	0	0	0	0	0	0	0
-440-4006 LONG/SHORT ACCOUNT	0	33	(3)	0	(95)	0	0	0
-440-4007 NEW ACCOUNT PROCESS FEE	0	12,569	11,711	11,000	8,830	8,000	7,700	7,700
-440-4010 LATE FEES	69,040	69,463	67,980	68,000	50,740	68,000	57,800	57,800
-440-4011 CUSTOMER SERVICE INSPECTIONS	0	2,900	2,795	2,600	1,625	1,300	1,105	1,105
-440-4065 CREDIT CARD CONVENIENCE FEES	0	7,845	22,247	19,000	16,782	20,000	18,955	18,955
TOTAL FEES FOR SERVICE	1,655,953	1,621,393	1,621,393	1,638,700	1,197,554	1,641,400	1,430,085	1,506,085

ER

-440-4101 REPAIR	629	717	95	300	3,336	3,487	300	300
-440-4300 DROUGHT SURCHARGE - LCRA	0	0	12,806	12,720	5,372	5,372	0	0
-440-4515 MISCELLANEOUS INCOME	21,838	3,102	3,446	1,000	640	450	1,000	1,000
TOTAL OTHER	22,468	3,819	16,347	14,020	9,348	9,309	1,300	1,300

NTS

-440-4825 CLEARWELL GRANT	23,030	0	0	0	0	0	0	0
TOTAL GRANTS	23,030	0	0	0	0	0	0	0

MELLANEOUS

-440-4978 TRNS FROM DEBT SVC	450,495	448,895	394,063	0	0	0	0	0
-440-4981 INTEREST EARNED	613	364	365	0	746	639	0	0
-440-4983 SALE OF SURPLUS/SCRAP ASSETS	0	0	329	3,000	4,351	4,000	3,000	3,000
TOTAL MISCELLANEOUS	451,108	449,259	394,756	3,000	5,097	4,639	3,000	4,000

TOTAL SURFACE WATER

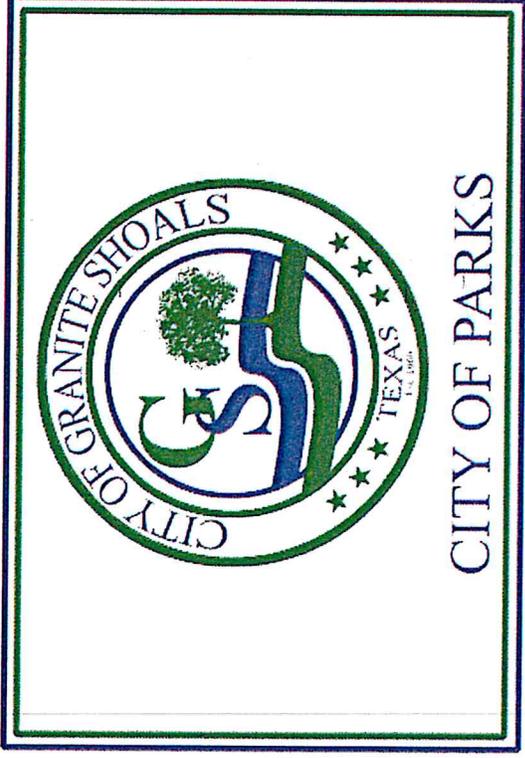
TOTAL SURFACE WATER	2,152,558	2,047,062	2,032,496	1,655,720	1,211,999	1,655,348	1,434,385	1,511,385
---------------------	-----------	-----------	-----------	-----------	-----------	-----------	-----------	-----------

CITY OF GRANITE SHOALS
PROPOSED BUDGET
AS OF: JUNE 30TH, 2016

-UTILITY FUND

ENUES	2012-2013 ACTUAL	2013-2014 ACTUAL	2014-2015 ACTUAL	2015-2016		PROJECTED YEAR END	2016-2017	
				Y-T-D ACTUAL	CURRENT BUDGET		REQUESTED BUDGET	PROPOSED BUDGET
UND WATER								
=====								
S FOR SERVICE								
-442-4000 WATER SALES	0	0	0	0	0	0	165,000	168,000
-442-4001 DELINQUENT PROCESS FEE	0	0	0	0	0	0	2,100	2,100
-442-4002 PAYMENT ARRANGEMENT FEES	0	0	0	0	0	0	375	375
-442-4004 WATER TAP FEES	0	0	0	0	0	0	4,500	4,500
-442-4007 NEW ACCOUNT PROCESS FEE	0	0	0	0	0	0	3,300	3,300
-442-4010 LATE FEES	0	0	0	0	0	0	10,200	10,200
-442-4011 CUSTOMER SERVICE INSPECTIONS	0	0	0	0	0	0	195	195
TOTAL FEES FOR SERVICE	0	0	0	0	0	0	185,670	188,670
TAL GROUND WATER	0	0	0	0	0	0	185,670	188,670

AL REVENUES	2,152,558	2,047,062	2,032,496	1,655,720	1,211,999	1,655,348	1,620,055	1,700,055
-------------	-----------	-----------	-----------	-----------	-----------	-----------	-----------	-----------



FY 2016-2017 BUDGET WORKSHOP

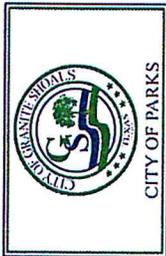
August 15, 2016



Mayor Brugger's Alternatives

General Fund	15-Aug Proposal	Alt. #1	Alt. #2
Revenue			
Animal Control	500	500	500
Fire			
County	23,338	23,338	23,338
ESD 3	155,434	155,434	155,434
Highland Haven	71,748	71,748	71,748
Sub-Total	250,520	250,520	250,520
Administration			
Prop. Tax @ 0.5207	1,277,767	1,277,767	1,277,767
Increase	147,561	9,000	82,795
Sales Tax	137,000	137,000	137,000
Other Taxes	27,300	27,300	27,300
Tower Lease	35,940	35,940	35,940
Sub-Total	1,625,568	1,487,007	1,560,802
License & Fees	216,200	216,200	216,200
Miscellaneous			
Water Franchise Fee	348,312	348,312	348,312
Water Pilot	52,501	52,501	52,501
Solid Waste Franch Fee	19,716	19,716	19,716
Solid Waste Fund	26,440	26,440	26,440
From Parks	45,000	45,000	45,000
From Utility Fund	302,694	302,694	330,194
Others	21,750	21,750	21,750
Sub-Total	816,413	816,413	843,913
Police	1,500	1,500	1,500
Streets	12,000	12,000	12,000
Parks	-	-	-
Municipal Courts	85,000	85,000	85,000
Total Revenues	3,007,701	2,869,140	2,970,435
Difference		(138,561)	(37,266)
Tax Rate Impact		\$ (0.0360)	\$ (0.0168)

Notes:
 \$0.01 / \$100 Valuation =
 \$38,514



Mayor Brugger's Alternatives

General Fund Expenses	15-Aug Proposal	Alt. #1	Alt. #2
Non-Departmental			
Base Non- Depart	155,100		155,100
Employee Raises	39,639	19,820	33,033
Sub-Total	194,739	174,920	188,133
Animal Control	90,359	90,359	90,359
Fire			
Current Staffing	423,539	423,539	423,539
New Employee	45,585	-	45,585
Sub-Total	469,124	423,539	469,124
Finance	209,133	209,133	209,133
Code Compliance	140,652	140,652	140,652
Administration	375,330	375,330	375,330
Police	847,205	847,205	847,205
Streets			
2015 Base	439,587	459,087	439,587
Equipment Leases	50,000	-	50,000
Sub-Total	489,587	459,087	489,587
Parks			
Current Staffing	65,757	65,757	65,757
New Employee	42,581	-	12,000
Sub-Total	108,338	65,757	77,757
Municipal Court	66,931	66,931	66,931
Total Expenses	2,991,398	2,852,913	2,954,211
Difference		138,485	37,187
Tax Rate Impact		\$ 0.0360	\$ 0.0097

Notes:

\$0.01 / \$100 Valuation = \$38,514



Mayor Brugger's Alternatives

	15-Aug Proposal	Alt. #1	Alt. #2
Utility Fund			
Revenue			
Surface Water	1,390,000		1,416,000
Water Sales	121,385		121,385
Other Rev			
Sub-Total	<u>1,511,385</u>		<u>1,537,385</u>
Ground Water			
Water Sales	168,000		168,000
Other Rev	20,670		20,670
Sub-Total	<u>188,670</u>		<u>188,670</u>
Total Revenues	<u>1,700,055</u>		<u>1,726,055</u>
Expenses			
Non Departmental			
Personal	9,105		7,588
Professional Serv	5,400		5,400
Operating	302,694		330,194
Debt Serv & Other	407,313		407,313
Sub-Total	<u>724,512</u>		<u>750,495</u>
Surface Water			
Personnel	315,978		315,978
Prof. Services	10,000		10,000
Contract Services	34,200		34,200
Supplies	73,800		73,800
Operatings	244,000		244,000
Capital Outlay	59,600		59,600
EBT Service & Other	<u>124,868</u>		<u>124,868</u>
Sub-Total	<u>862,446</u>		<u>862,446</u>
Ground Water	24,050		24,050
Customer Service	86,599		86,599
Total Expenses	<u>1,697,607</u>		<u>1,723,590</u>
Rev Ove / (Under) Exp	2,448		2,465
Tax Rate Impact	\$ -		\$ 0.0000
			(25,983)
			\$(0.0067)



Mayor Brugger's Alternatives

Debt Service Fund

	1-Oct Beginning Balance	30-Sep Ending Balance	Change	I&S Tax Rate
2010-2011				\$0.2714
2011-2012		299,606		\$0.2780
2012-2013	299,606	565,551	265,945	\$0.2000
2013-2014	565,551	474,092	(91,459)	\$0.2149
2014-2015	474,092	427,523	(46,569)	\$0.2211
2015-2016	427,523	422,236	(5,287)	\$0.2287
2016-2017	422,236	359,380	(62,856)	\$0.2123



Mayor Brugger's Alternatives

	Tax Rate 8/15/2016 Edition	M&O	I&S	Total
		\$ 0.3285	\$ 0.2287	\$ 0.5572
				Versus 2015 \$0.5207
Options				
1) Deplete Debt Fd from \$10,972 to \$73,852			\$(62,880)	
2) Increase transfer from Utility Fd by \$27,500				
a) Raises 3% to 2.5%				
b) Increase water sales from 2014-15 actual for AMR 4.5% & non drought restrictions 2.5%		\$ 27,500		
3) Reduce G.F. Expense				
a) Raises 3% to 2.5%				
b) Delete park employee & add back \$12,000 for contractor		\$ 37,187		
3) Lower property tax from \$147,561 to \$82,795		\$(64,766)		
Sub-Total		\$ (79)	\$(62,880)	
- Tax Rate Adj		\$(0.0169)	\$(0.0164)	\$(0.0332)
- Adj Tax Rate		\$ 0.3116	\$ 0.2123	\$ 0.5240
4) Other Options				Versus 2015 \$0.5207



City Staff's Alternative

Proposed Changes

Current Rate

Proposed Budget

Suggestions

- Utilize I&S Fund Balance to buy-down tax rate
- Delay hiring Parks employee for 6 months
- Eliminate Council Attendance at TML Conference
- Further reduce Unsafe Buildings program

*tax out
14
tax.*

Alternative #3

- Reduce GF Street Maintenance
- Eliminate Council/Committee Initiatives

Alternative #4

Amount	M&O Rate	I & S Rate	Total Rate	Chg to Current Rate
\$	0.29200	\$ 0.22870	\$ 0.52070	
\$	0.32850	\$ 0.22870	\$ 0.55720	\$ 0.03650
\$	-	-(0.01000)	\$ 0.54720	\$ 0.02650
\$	(0.00551)	-	\$ 0.54169	\$ 0.02099
\$	(0.00052)	-	\$ 0.54117	\$ 0.02047
\$	(0.00079)	-	\$ 0.54038	\$ 0.01968
\$	0.32168	\$ 0.21870	\$ 0.54038	\$ 0.01968
\$	(25,000)	\$ -	\$ 0.53382	\$ 0.01312
\$	(3,000)	\$ -	\$ 0.53303	\$ 0.01233
\$	(156,216)	\$ 0.31433	\$ 0.53303	\$ 0.01233

*NOTE - Staff's suggestions DO NOT include any capital purchases and maintains salary increases at 3% average.



Water Revenues

	2014-15	2015-16	% Difference
October	\$ 119,817.21	\$ 131,710.80	9.03%
November	\$ 120,373.81	\$ 142,550.60	15.56%
December	\$ 112,448.86	\$ 106,896.23	-5.19%
January	\$ 120,889.48	\$ 114,152.55	-5.90%
February	\$ 109,814.69	\$ 113,934.22	3.62%
March	\$ 112,645.85	\$ 117,707.63	4.30%
April	\$ 114,862.28	\$ 122,006.32	5.86%
May	\$ 120,668.05	\$ 115,709.56	-4.29%
June	\$ 121,729.41	\$ 120,578.66	-0.95%
July	\$ 120,781.44	\$ 138,575.51	12.84%
August	\$ 149,812.59		
September	\$156,624.00	\$1,223,822.08	4.07% to Date
	\$1,480,467.84		

