



# Corpus Christi

1201 Leopard Street  
Corpus Christi, TX 78401  
cctexas.com

## Meeting Minutes City Council

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Tuesday, June 17, 2014

11:30 AM

Council Chambers

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**Public Notice - - THE USE OF CELLULAR PHONES AND SOUND ACTIVATED PAGERS ARE PROHIBITED IN THE CITY COUNCIL CHAMBERS DURING MEETINGS OF THE CITY COUNCIL.**

**A. Mayor Nelda Martinez to call the meeting to order.**

Mayor Martinez called the meeting to order.

**B. Invocation to be given by Deacon Jesse Hinojosa, Diocese of Corpus Christi.**

Deacon Jesse Hinojosa gave the invocation.

**C. Pledge of Allegiance to the Flag of the United States to be led by Fred Segundo, Director of Aviation.**

Director of Aviation Fred Segundo led the Pledge of Allegiance.

**D. City Secretary Rebecca Huerta to call the roll of the required Charter Officers.**

City Secretary Rebecca Huerta called the roll and stated that a quorum of the Council and the required Charter Officers were present to conduct the meeting. City Secretary Huerta announced that Council Member Leal has been granted a leave of absence.

Charter Officers:

City Manager Ron Olson, Interim City Attorney Barney L. Knight, and City Secretary Rebecca Huerta.

**Present:** 7 - Mayor Nelda Martinez, Council Member Colleen McIntyre, Council Member Lillian Riojas, Council Member Kelley Allen, Council Member Rudy Garza, Council Member David Loeb, and Council Member Chad Magill

**Absent:** 2 - Council Member Mark Scott, and Council Member Priscilla Leal

**E. Proclamations / Commendations**

**1. Swearing-in Ceremony of Newly Appointed Board, Commission and Committee members**

Mayor Martinez conducted the swearing-in ceremony for newly appointed board and committee members.

**G. CITY MANAGER'S COMMENTS / UPDATE ON CITY OPERATIONS:**

Mayor Martinez deviated from the agenda and referred to City Manager's Comments.

**a. New Staff Appointments**

City Manager Olson announced the following new staff appointments: Alyssa Michelle Barrera, Business Liaison for the City Manager's Office; Belinda Mercado, Deputy Director of Municipal Information Systems; Carlos Gonzalez, Director of Facilities; Miles Risley, City Attorney; and Margie Rose, Deputy City Manager.

**b. Other**

1) City Manager Olson presented the new City of Corpus Christi Organizational Chart. 2) The next scheduled meetings to receive input on the City's new comprehensive plan, in conjunction with Plan CC, are scheduled in District 3 on Monday, June 23rd at SS Cyril and Methodius Catholic Church and in District 2 on Tuesday, June 24th at the Broadmoor Senior Center from 6:00 p.m. - 8:00 p.m. The citywide forum is scheduled on Saturday, June 28th from 9:00 a.m. - 1:00 p.m. at the American Bank Center. 3) A hurricane preparedness event is scheduled for Wednesday, June 18th at 6:00 p.m. at the Del Mar Center for Economic Development at 3209 S. Staples. 4) The City of Corpus Christi and Texas A & M University - Corpus Christi have provided an opportunity to give two scholarships to city employees entering the Master of Public Administration Program. There were a total of seven employees who applied for the scholarship and Mr. Olson announced that he had planned to hold a drawing at today's meeting to select the recipients. Mr. Olson announced that all seven applicants would be receiving scholarships. 5) Mr. Olson announced that in 2012, he required that all new employees have a high school diploma and encouraged current employees to continue their education. Mr. Olson reported that 59 employees have obtained their GED.

**F. PUBLIC COMMENT FROM THE AUDIENCE ON MATTERS NOT SCHEDULED ON THE AGENDA WILL BE HEARD AT APPROXIMATELY 12:00 P.M. PLEASE LIMIT PRESENTATIONS TO THREE MINUTES. A recording is made of the meeting; therefore, please speak into the microphone located at the podium and state your name and address. If you have a petition or other information pertaining to your subject, please present it to the City Secretary.**

Mayor Martinez deviated from the agenda and called for comments from the public. Susie Luna Saldana stated that she could not support future bond propositions until the work from the Bond 2008 proposition to build Fire Station No. 18 is fulfilled. Abel Alonzo congratulated City Manager Olson on the accomplishments of the City and Margie Rose for her appointment to Deputy City Manager. Mr. Alonzo also stated that he did not support the tactics used by the Corpus Christi Firefighters' Association regarding Fire Station No. 18. Brian Watson asked the Council to consider restoring the policy for collecting opossums from privately owned traps. Paul Sandifer spoke regarding the inconsistency of street repairs in the Flour Bluff area, especially Don Patricio Road.

**I. MINUTES:****4. Regular Meeting of June 10, 2014**

**Mayor Martinez called for approval of the minutes. Council Member Magill made a motion to approve the minutes, seconded by Council Member Loeb and passed unanimously.**

**Aye:** 7 - Mayor Martinez, Council Member McIntyre, Council Member Riojas, Council Member Allen, Council Member Garza, Council Member Loeb and Council Member Magill

**Absent:** 2 - Council Member Scott and Council Member Leal

**Abstained:** 0

**J. BOARDS & COMMITTEE APPOINTMENTS: (NONE)****K. EXPLANATION OF COUNCIL ACTION:****L. CONSENT AGENDA: (ITEMS 5 - 27)****Approval of the Consent Agenda**

**Mayor Martinez referred to the consent agenda. Susie Luna Saldana requested information on Item 5. Mayor Martinez announced that staff requested that Item 16 be pulled for individual consideration. The consent agenda was passed by one vote as follows:**

**Aye:** 7 - Mayor Martinez, Council Member McIntyre, Council Member Riojas, Council Member Allen, Council Member Garza, Council Member Loeb and Council Member Magill

**Absent:** 2 - Council Member Scott and Council Member Leal

**Abstained:** 0

**5. Resolution for special Community Development Block Grant (CDBG) code enforcement activities**

Resolution of the City Council of the City of Corpus Christi accepting the determination that certain areas of the City are deteriorating areas and designating these areas for special code enforcement activities in Community Development Block Grant Program.

**Mayor Martinez referred to Item 5. Susie Luna Saldana expressed concern with targeting certain areas for special code enforcement activities. Director of Housing and Community Development Eddie Ortega stated that the United States Department of Housing and Community Development (HUD) requires that the City designate Community Development Block Grant (CDBG) areas for special code enforcement activities. This Resolution was passed on the Consent Agenda.**

Enactment No: 030196

**6. Interlocal Agreement for use of body cameras**

Resolution authorizing the City Manager or his designee to execute an Interlocal Agreement with Nueces County to allow the Police Department use of seventy-eight (78) body cameras acquired by the County as part of a grant for Violence Against Woman for a period of one year.

**This Resolution was passed on the Consent Agenda.**

Enactment No: 030197

**7. Agreement renewal for art donation for Hans Suter Park**

Motion authorizing the City Manager, or designee, to execute an agreement with the South Texas Alliance of Indigenous People for the donation and acceptance of the bronze sculpture by David McGary commemorating the Native Americans in Corpus Christi to be placed at Hans Suter Park.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-071

**8. Resolution authorizing request to Texas General Land Office for continued financial assistance for beach cleaning and maintenance**

Resolution authorizing the City Manager or designee to execute all documents necessary to request continued financial assistance for beach cleaning and maintenance on North Padre Island and Mustang Island during FY 2014-2015 under the Texas General Land Office's Beach Cleaning and Maintenance Assistance Program.

**This Resolution was passed on the Consent Agenda.**

Enactment No: 030198

**9. Advance funding agreement for Schanen Hike and Bike Trail from Yorktown Boulevard to Saratoga Boulevard (Bond 2008/2012)**

Resolution authorizing the City Manager, or designee, to execute an Advance Funding Agreement with the Texas Department of Transportation (TXDOT) for Schanen Hike and Bike Trail from Yorktown Boulevard to Saratoga Boulevard with the City's participation in the amount of \$207,340. (Bond 2008/2012)

**This Resolution was passed on the Consent Agenda.**

Enactment No: 030199

**10. Amendment No. 1 to work plan and budget agreement to correspond with the City's revised fiscal year**

Motion authorizing the City Manager or designee to execute Amendment No. 1 to the FY 2014 work plan and budget agreement with the Nueces River Authority in the amount of \$16,666, for a total restated fee not to exceed \$116,666 to provide water planning, protection, development, and data management services for the two additional months of the revised fiscal year.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-072

**11. Amendment No. 30 for the Runway 13-31 Extension/Displacement and Connecting Taxiway**

Motion authorizing the City Manager, or designee, to execute Amendment No. 30 with KSA Engineers, Inc. from Longview, Texas in the amount of \$2,724,339.60 for a total restated fee of \$6,665,109.71 for the Corpus Christi International Airport Runway 13-31 Extension/Displacement and Connecting Taxiway Project for construction administration phase and close out services.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-073

**12. Upgrade the existing software and hardware for the Multi User Flight Information Display System (MUFIDS) currently installed at Corpus Christi International Airport (CCIA)**

Motion authorizing the City Manager, or designee, to execute an agreement for the purchase of system upgrades for the current Multi User Flight Information Display System (MUFIDS) at Corpus Christi International Airport from INFAX, Duluth, Georgia for total amount of \$138,348.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-074

**13. Supply agreement for sodium hypochlorite solution for use at wastewater treatment plants and pump station**

Motion approving a supply agreement with Brenntag Southwest, Inc., Houston, Texas for approximately 2,514,511 gallons of sodium hypochlorite solution in accordance with Bid Invitation No. BI-0151-14 based on lowest responsible bid for an estimated twelve month expenditure of \$1,271,849.61 of which \$423,949.87 is required for FY

2013-2014. The term of the supply agreement will be for twelve months with an option to extend for up to two additional twelve-month periods subject to the approval of the supplier and the City Manager or designee. Funds are available in the Utilities Operations Budget in FY 2013-2014.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-075

**14. Service agreement for Mary Rhodes Pipeline easement mowing**

Motion approving a service agreement with Diamond M Field Services, Schertz, Texas for Mary Rhodes Pipeline Easement Mowing in accordance with Bid Invitation No. BI-0115-14, based on only bid for an estimated annual expenditure of \$125,600.00, of which \$52,333.33 is required for the remainder of FY 2013-2014. The term of the contract will be for twelve (12) months with options to extend for up to four (4) additional twelve-month periods, subject to the approval of the Contractor and the City Manager or designee. Funds have been budgeted by the Utilities Department in FY 2013-2014.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-076

**15. Approving Contract for Microsoft License Renewal**

Motion authorizing the City Manager, or designee, to execute a contract with Software House International (DIR-SDD-2503) for \$1,121,023.50. The purchase will be paid with three annual payments of \$373,674.50 (\$1,121,023.50 total).

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-077

**17. Appointment of financial advisor for the funding of Mary Rhodes Pipeline, Phase 2 (Related Items 18 & 19)**

Motion authorizing the appointment of M. E. Allison, & Co., as Financial Advisor for the issuance of "City of Corpus Christi, Texas Utility System Junior Lien Revenue Improvement Bonds, Series 2014A and Series 2014B" in an aggregate amount not to exceed \$155,000,000.

**This Motion was passed on the Consent Agenda.**

Enactment No: M2014-078

**18. Second Reading Ordinance - Fixed rate bonds for Mary Rhodes Pipeline, Phase 2 (Related Items 17 & 19)(1st Reading 6/10/14)**

Ordinance authorizing the issuance of "City of Corpus Christi, Texas Utility System Junior Lien Revenue Improvement Bonds, Series 2014A", in an amount, when combined with other City Utility System Revenue Obligations authorized on the date hereof, not to exceed \$155,000,000; making provisions for the payment and security thereof by a junior and inferior lien on and pledge of the net revenues of the City's Utility System; prescribing the form, terms, conditions, and resolving other matters incident and related to the issuance, sale, and delivery of the bonds; including the approval and distribution of an official statement pertaining thereto; authorizing the execution of a paying agent/registrar agreement and a purchase contract; complying with the requirements imposed by the letter of representations previously executed with the depository trust company; delegating the authority to the Mayor and certain members of the City staff to execute certain documents relating to the sale of the bonds; and providing an effective date.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030201

**19. Second Reading Ordinance - Variable rate bonds for Mary Rhodes Pipeline, Phase 2 (Related Items 17 & 18)(1st Reading 6/10/14)**

Ordinance authorizing the issuance of "City of Corpus Christi, Texas Utility System Variable Rate Junior Lien Revenue Improvement Bonds, Series 2014B", when combined with other City Utility System Revenue Obligations authorized on the date hereof, not to exceed \$155,000,000; making provisions for the payment and security thereof by a junior and inferior lien on and pledge of the net revenues of the City's Utility System; prescribing the form, terms, conditions, and resolving other matters incident and related to the issuance, sale, and delivery of the bonds; including the approval and distribution of an official statement pertaining thereto; authorizing the execution of a paying agent/registrar agreement and a purchase contract; complying with the requirements imposed by the letter of representations previously executed with the depository trust company; delegating the authority to the Mayor and certain members of the City staff to execute certain documents relating to the sale of the bonds; and providing an effective date.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030202

**20. Second Reading Ordinance regarding the City of Corpus Christi's proposed FY2014-2015 Consolidated Annual Action Plan (1st Reading 6/10/14)**

Ordinance to adopt the fiscal year (FY) 2014-2015 Consolidated Annual Action Plan (CAAP), for the Community Development Block Grant (CDBG), the Emergency Solutions Grant (ESG), and the HOME Investment Partnerships (HOME) Programs; to authorize the City Manager or designee to submit the FY2014-2015 CAAP to the U.S. Department of Housing and Urban Development (HUD), and to amend if required by HUD; to authorize the City Manager or designee to execute all documents necessary to accept and appropriate upon receipt the grants from HUD into the Grant Fund No. 1059 for the approved FY2014-2015 CAAP projects and further to execute funding agreements and all other documents necessary to implement the FY2014-2015 CAAP with organizations for approved projects.

**This Public Hearing / First Reading was passed on second reading on the Consent Agenda.**

Enactment No: 030203

**21. Second Reading Ordinance - Appropriating state grant for the 2014 Parks and Recreation Summer Food Program (1st Reading 6/10/14)**

Ordinance appropriating a \$250,000 grant from the Texas Department of Agriculture in the No. 1067 Parks and Recreation grant fund to operate a summer food service program for summer recreation participants ages one to eighteen.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030204

**22. Second Reading Ordinance - Closing a portion of a 10-foot wide easement located south of Glenoak Drive and west of Waldron Road. (1st Reading 6/10/14)**

Ordinance abandoning and vacating a portion of a 10-foot wide utility easement out of Lot 8, Section 50, Flour Bluff & Encinal Farm & Garden Tract, located south of the Glenoak Drive public right-of-way, and located west of the Waldron Road public right-of-way; and requiring the owner, Flour Bluff Independent School District, to comply with the specified conditions.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030205

**23. Second Reading Ordinance - Appropriating State reimbursement funds for purchase of cargo van (1st Reading 6/10/14)**

Ordinance authorizing the City Manager to appropriate \$25,878.78 reimbursement received from the Texas State Library and Archives



Commission for participation in Project Loan into the Libraries Grant Fund No. 1068, Project No. 807714L, Miscellaneous Library Grants, for purchase of a cargo van for library services.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030206

**24. Second Reading Ordinance - Appropriating royalties from the Estate of William T. Neyland for technology services (1st Reading 6/10/14)**

Ordinance authorizing the City Manager to appropriate \$3,216.96 from royalties from oil, gas, and mineral interests bequeathed to the City from the Estate of William T. Neyland into the Libraries Grants Fund No. 1068, Project No. 807713L, Neyland Royalties, to be used for technology services.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030207

**25. Second Reading Ordinance - Amending City Code to change the annual audit plan deadline (1st Reading 6/10/14)**

Ordinance amending Chapter 12 ½ of the City Code of Ordinances regarding timeline for submission of annual audit plan.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030208

**26. Second Reading Ordinance - Type A Grant for Texas A&M University Electrical Engineering of \$1,000,000 (1st Reading 6/10/14)**

Approving a Business Incentive Agreement between the Corpus Christi Business and Job Development Corporation ("Type A Corporation") and Texas A&M University - Corpus Christi to provide a grant of \$1,000,000 to expand its undergraduate degrees in electrical engineering and authorizing the City Manager, or designee, to execute a Business Incentive Project Service Agreement with the Type A Corporation regarding implementation and administration of the Texas A&M University - Corpus Christi Business Incentive Agreement; and appropriating \$1,000,000 from the unreserved fund balance in the No. 1140 Business/Job Development Fund for said business incentive grant from the Type A Corporation to Texas A&M University - Corpus Christi and changing the FY 2013-2014 operating budget, adopted by Ordinance No. 029915, by increasing proposed expenditures by \$1,000,000.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030209

**27. Second Reading Ordinance - Amending City Code of Ordinances regarding personal leave (1st Reading 6/10/14)**

Ordinance to amend Chapter 39 of the City Code of Ordinances, Personnel, regarding personal leave.

**This Ordinance was passed on second reading on the Consent Agenda.**

Enactment No: 030210

**16. Resolution regarding the City of Corpus Christi Water Management Plan 2015-2050**

Resolution of the City of Corpus Christi, Texas regarding the City's Water Management Plan 2015-2050.

**Mayor Martinez referred to Item 16. Assistant City Manager Gus Gonzalez stated that staff requested that this item be pulled for discussion to make a revision to the supply and demand projects chart that was previously presented. There were no comments from the Council or the public. This Resolution was passed and approved with the following vote:**

**Aye:** 7 - Mayor Martinez, Council Member McIntyre, Council Member Riojas, Council Member Allen, Council Member Garza, Council Member Loeb and Council Member Magill

**Absent:** 2 - Council Member Scott and Council Member Leal

**Abstained:** 0

Enactment No: 030200

**H. EXECUTIVE SESSION: (ITEMS 2 - 3)**

**Mayor Martinez deviated from the agenda and referred to the day's executive sessions. The Council went into executive session.**

**2.** Executive session pursuant to Section 551.071(1)(A) of the Texas Government Code to consult with attorneys regarding Cause No. 2012-CCV-61942-4; Janice Henry vs. City of Corpus Christi, et al, for discussion and possible action in open session

**The Council returned from executive session. Mayor Martinez referred to Item 2 and stated that the following motion was discussed in executive session for Council consideration:**

**Motion authorizing the settlement of Cause No. 2012-CCV-61942-4, styled Janice Henry v. City of Corpus Christi; in the County Court at Law No. 4, Nueces County, Texas.**

**Council Member McIntyre made a motion to approve the motion as presented,**

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seconded by Council Member Garza. This Motion was passed and approved with the following vote:

**Aye:** 7 - Mayor Martinez, Council Member McIntyre, Council Member Riojas, Council Member Allen, Council Member Garza, Council Member Loeb and Council Member Magill

**Absent:** 2 - Council Member Scott and Council Member Leal

**Abstained:** 0

Enactment No: M2014-070

3. Executive session pursuant to Section 551.071 of the Texas Government Code for consultation with attorneys regarding fire collective bargaining negotiations with possible discussion and action in open session.

This E-Session Item was discussed in executive session.

M. **PUBLIC HEARINGS: (NONE)**

N. **REGULAR AGENDA: (NONE)**

O. **FIRST READING ORDINANCES: (NONE)**

P. **FUTURE AGENDA ITEMS: (NONE)**

Q. **BRIEFINGS TO CITY COUNCIL: (ITEMS 28 - 32)**

28. **Proposed Changes to Peddler Permit and Unlawful Solicitation Ordinance**

Mayor Martinez referred to Item 28. Police Chief Floyd Simpson stated that the purpose of this item is to present the proposed revisions to the peddler permit and unlawful solicitation ordinance. Chief Simpson provided an overview of the proposed changes including modifying the of day solicitation is allowed; clarifying the provision that soliciting is not allowed at premises with "No Soliciting" or "No Trespassing" signs; revisions to the permit application to require applicant to provide a complete criminal background record; exempting local youth organizations from the permitting process; repealing regulations regarding solicitation for charitable purposes; retaining aggressive panhandler provisions; requiring solicitors in the roadway to wear a safety vest; and prohibiting youth under the age of 16 from soliciting in the roadway.

Council members spoke regarding the following topics: the restriction regarding time of day solicitation is allowed; consideration of not allowing solicitation eliminating Sundays and federal holidays; enforcement of "no soliciting" signs for a subdivision; criminal background check requirements including local, state and fingerprinting; requiring permits to be visible; defining local youth organizations and nonprofits; panhandling in the roadway; definition of the roadway; requiring the reflective vests; whether it is legal to ban panhandling in the right-of-way; whether the hours of solicitation also

cover roadside solicitation; aggressive panhandling; the legality of criminal trespass if a "no soliciting" sign is posted; enforcement; communicating changes to the public; the process for permitting organizations that do not have non-profit status; the requirement for wearing safety vests; outreach in the downtown area; and developing a pre-qualifying process for sports teams.

### **32. Bond 2012 / Bond 2014 Update**

Mayor Martinez deviated from the agenda and referred to Item 32. Executive Director of Public Works Dan Biles stated that the purpose of this item is to provide an update on Bond 2012 and 2014. Mr. Biles provided an update on Bond 2012 including the status of each project for Propositions 1 and 3-8 and the street and utility budget, updated costs and changes. Mr. Biles also presented the proposed street list, status and estimates for Bond 2014 for Propositions 1 and 2.

Council members spoke regarding the following topics: supply and demand issues; increased budget costs for Bond 2012 projects; what the City is doing and what can be done to recruit labor or help expand existing contractors; the recommendation to hold off on the Twigg and Leopard projects until after the construction of the new Harbor Bridge and hold off on construction of Holly Road for federal funding and communicating this information to the public; bundling projects to realize cost savings; the utility change for the Navigation project; the timeline for the Harbor Bridge project; re-engaging discussion regarding traffic mitigation for the Best Buy shopping center; the importance of moving forward with the Ayers Street, Ennis Joslin, and Flato Road projects; the increase in bonding capacity, to \$70 million, that can be issued without a tax increase, based on preliminary assessed values; concern that utilizing the increased bond capacity will affect Bond 2016; the matrix for projects on Bond 2014, Proposition 1; Bond 2014, Proposition 2 projects determined for safety, economic development and capacity improvements; consideration for projects on the Island to support Schlitterbahn and Encantada; a request to Finance to provide a report on what the bond capacity will be if the Council commits to \$55 million in construction every two years, based on the debt the City already has outstanding and different assumptions as to what tax value increases will be including historical, no increase, and future possible increases over the two year commitment period; the increase in property taxes if Bond 2014, Proposition 2 is passed; the timeline to complete the bond project list; Harbor Bridge Replacement Mitigation and Support Projects; the locations of the Traffic Signals and Lighting Improvements Project; and the Downtown Street Traffic Signal and Area Improvements project.

Mayor Martinez called for a brief recess.

### **29. Repayment of Funds to the U.S. Department of Housing and Urban Development**

Mayor Martinez reconvened the Council meeting and referred to Item 29. Assistant City Manager Susan Thorpe stated that the purpose of this item is to provide a status on the LULAC Oasis at the Park project that was not completed. Ms. Thorpe stated that the City has received a demand letter from the U.S. Department of Housing and Urban Development (HUD) to reimburse funds to HUD. Ms. Thorpe explained that in 2008, the City provided HUD funds in the amount of \$400,000 to LULAC for the purchase of land and the

completion of veterans apartments. LULAC purchased the land but did not complete the project. Ms. Thorpe stated that the Corpus Christi Community Improvement Corporation (CCCIC) will have an item on the agenda to provide \$250,000 to the HUD account for reimbursement of this project and the City is requesting that HUD deduct the remaining \$150,000 from the City's future allotment. Ms. Thorpe added that the City is hoping to recover the funds from LULAC once the lawsuit is settled.

Council members spoke regarding the following topics: the entity that holds the title to the purchased land; clarification that the parties involved are not LULAC Council #1 or LULAC Council #4444; and the timeline for discovery of this issue.

### 30. **Street Preventative Maintenance Program**

Mayor Martinez referred to Item 30. Executive Director of Public Works Dan Biles stated that the purpose of this item is to provide an update on the Street Preventative Maintenance Program. Mr. Biles presented information including the status on the overlays; adjustments to delivery orders; the status on seal coats; and the total project budget. Council members spoke regarding the following topics: making the maps easily accessible on the website for citizens to see the value of the program; ways to improve the scope of work; the anticipated level of funding; adjustment to delivery orders; Don Patricio Street; questions whether projects will be postponed in October; and when the City crews will begin their phase.

Mayor Martinez called for a brief recess to resolve audio/video technical issues.

### 31. **Residential Reconstruction for Streets**

Mayor Martinez reconvened the Council meeting and referred to Item 31. Executive Director of Public Works Dan Biles stated that the purpose of this item is to provide an update on the Local Reconstruction Street Improvement Plan. Mr. Biles referred to a powerpoint presentation including the Council's directive from the City Council meeting of April 15, 2014; the existing residential street needs; the long-term funding options; the funding plan to start the program in six months to a year; revisions on the assessment ordinance for a participation or cost-sharing plan; alternative state level funding sources; recommendations for attracting labor and contractors; development of a neighborhood improvement program; and the assessment criteria matrix scoring. Assistant Director of Management and Budget Eddie Houlihan presented a chart of current funding options.

Council members spoke regarding the following topics: re-purposing existing add-on sales tax for economic development and the arena; street restrictions for a Type B fund; Paving Assessment Program; the projected property tax growth rate; the percentage of the \$70 million bond capacity; the revenue from the industrial districts; the City's current fund balance; accelerating the budget discussions to include dialogue on the local reconstruction plan; the breakdown of cost-sharing plan between City and property owner; voluntary versus mandatory assessment; the criteria matrix ranking; concerns with scoring a neighborhood based on age; providing a scoring incentive for a neighborhood being proactive by processing a petition; removing media coverage as scoring device; and state funding sources.

R. ADJOURNMENT

The meeting was adjourned at 6:08 p.m.