



**NOTICE OF A SPECIAL MEETING
THE BRENHAM CITY COUNCIL
MONDAY SEPTEMBER 12, 2016 AT 8:00 A.M.
SECOND FLOOR CITY HALL
COUNCIL CHAMBERS
200 W. VULCAN
BRENHAM, TEXAS**

- 1. Call Meeting to Order**
- 2. Invocation and Pledges to the US and Texas Flags – Councilmember Williams**
- 3. Citizens Comments**

PUBLIC HEARING

- 4. Proposed Budget for Fiscal Year Beginning October 1, 2016 and Ending September 30, 2017** **Pages 1-3**

This budget will raise more total property taxes than last year's budget by an estimated \$469,887 (8.50%), and of that amount, \$55,752 is tax revenue to be raised from estimated new property added to the tax roll this year.

REGULAR AGENDA

- 5. Discuss and Possibly Act Upon Ratification of the Property Tax Increase Reflected in the Proposed Budget for Fiscal Year Beginning October 1, 2016 and Ending September 30, 2017, which Raises More Revenue from Property Taxes than the Previous Year's Budget** **Pages 4-5**
- 6. Discuss and Possibly Act Upon an Ordinance on Its First Reading Adopting the Budget for Fiscal Year Beginning October 1, 2016 and Ending September 30, 2017** **Pages 6-10**

7. Discuss and Possibly Act Upon an Ordinance on Its First Reading Levying Taxes for the Tax Year 2016 for the City of Brenham at \$0.5070 per \$100 Valuation

Pages 11-14

Administrative/Elected Officials Reports: Reports from City Officials or City staff regarding items of community interest, including expression of thanks, congratulations or condolences; information regarding holiday schedules; honorary or salutory recognitions of public officials, public employees or other citizens; reminders about upcoming events organized or sponsored by the City; information regarding social, ceremonial, or community events organized or sponsored by a non-City entity that is scheduled to be attended by City officials or employees; and announcements involving imminent threats to the public health and safety of people in the City that have arisen after the posting of the agenda.

8. Administrative/Elected Officials Report

Adjourn

Executive Sessions: The City Council for the City of Brenham reserves the right to convene into executive session at any time during the course of this meeting to discuss any of the matters listed, as authorized by Texas Government Code, Chapter 551, including but not limited to §551.071 – Consultation with Attorney, §551.072 – Real Property, §551.073 – Prospective Gifts, §551.074 - Personnel Matters, §551.076 – Security Devices, §551.086 - Utility Competitive Matters, and §551.087 – Economic Development Negotiations.

CERTIFICATION

I certify that a copy of the September 12, 2016 agenda of items to be considered by the City of Brenham City Council was posted to the City Hall bulletin board at 200 W. Vulcan, Brenham, Texas on September 8, 2016 at **1:00 PM**.

Jeana Bellinger, TRMC, CMC

City Secretary

Disability Access Statement: This meeting is wheelchair accessible. The accessible entrance is located at the Vulcan Street entrance to the City Administration Building. Accessible parking spaces are located adjoining the entrance. Auxiliary aids and services are available upon request (interpreters for the deaf must be requested twenty-four (24) hours before the meeting) by calling (979) 337-7567 for assistance.

I certify that the attached notice and agenda of items to be considered by the City Council was removed by me from the City Hall bulletin board on the _____ day of _____, 2015 at _____ AM PM.

Signature

Title



AGENDA ITEM 4

DATE OF MEETING: September 12, 2016	DATE SUBMITTED: September 6, 2016	
DEPT. OF ORIGIN: Finance	SUBMITTED BY: Carolyn D. Miller	
MEETING TYPE:	CLASSIFICATION:	ORDINANCE:
<input type="checkbox"/> REGULAR	<input checked="" type="checkbox"/> PUBLIC HEARING	<input type="checkbox"/> 1 ST READING
<input checked="" type="checkbox"/> SPECIAL	<input type="checkbox"/> CONSENT	<input type="checkbox"/> 2 ND READING
<input type="checkbox"/> EXECUTIVE SESSION	<input type="checkbox"/> REGULAR	<input type="checkbox"/> RESOLUTION
	<input type="checkbox"/> WORK SESSION	
AGENDA ITEM DESCRIPTION: Proposed Budget for Fiscal Year Beginning October 1, 2016 and Ending September 30, 2017		
SUMMARY STATEMENT: See attached memo from Assistant City Manager-Chief Financial Officer on this item.		
STAFF ANALYSIS (For Ordinances or Regular Agenda Items):		
A. PROS:		
B. CONS:		
ALTERNATIVES (In Suggested Order of Staff Preference):		
ATTACHMENTS: (1) Memo from ACM-CFO		
FUNDING SOURCE (Where Applicable):		
RECOMMENDED ACTION: Receive citizen comments regarding proposed FY2016-17 Budget		
APPROVALS: Terry K. Roberts		



MEMORANDUM

To: Mayor, Council and City Manager

From: Carolyn D. Miller
Assistant City Manager-Chief Financial Officer

Subject: Public Hearing on FY2016-17 Proposed Budget

Date: September 6, 2016

The FY2016-17 proposed budget is the result of numerous staff hours as well as three days of Council Budget Workshops. During these workshops, staff presented the proposed budget to Council and all Council directed changes have been made.

In compliance with the Local Government Code, the proposed budget has been filed with the City Secretary and all required notices have been published. Additionally, the Local Government Code requires a governing body to hold a Public Hearing to receive citizen comments on a proposed budget.

Key Budget Priorities

The following priorities are included in the FY2016-17 Proposed Budget.

General Fund

- Addition of three firefighters to improve firefighter safety
- Restoration of street reconstruction program (\$900,000 or \$225,000 over four fiscal years)

Utility Funds

- Electric Fund – issuance of \$2 million in debt for copper replacement project
- Gas Fund - increased system revenues from Valmont galvanizing facility
- Water Fund – major maintenance projects: AC pipe replacement, grant for re-painting of Church Street water tower, and phase 2 of rehab project at water plant
- Sanitation – increase in volumes with the City’s new commercial contractor (Progressive) agreeing to bring 100% of their loads to transfer station

Personnel

- Increase funding for Texas Municipal Retirement System to reduce unfunded liability (\$226,372 in additional funding which is offset by a \$200,000 transfer from Workers' Comp Fund)
- Mid-year 2% COLA for all employees subject to favorable General Government revenues

Capital Expenditures

- Provide funding for capital expenditures to preserve the current level of services to the community and citizens. Over \$2.1 million is being allocated from the General Fund, Utility Funds, BCDC, HOT Funds, Equipment Fund, Central Fleet Fund and Court Technology/Security Fund.

Maintain Reserves

- Maintain General Fund reserve policy of 90 days and five (5) days for Renovations and Replacements (General Fund projected reserves at 116.43 days)
- Maintain 60 day working capital reserves for Utility Funds (with the exception of the Wastewater Fund which is projected to be around 43 days, all utility funds are above the 60 day policy)



AGENDA ITEM 5

DATE OF MEETING: September 12, 2016	DATE SUBMITTED: September 6, 2016	
DEPT. OF ORIGIN: Finance	SUBMITTED BY: Carolyn D. Miller	
MEETING TYPE:	CLASSIFICATION:	ORDINANCE:
<input type="checkbox"/> REGULAR	<input type="checkbox"/> PUBLIC HEARING	<input type="checkbox"/> 1 ST READING
<input checked="" type="checkbox"/> SPECIAL	<input type="checkbox"/> CONSENT	<input type="checkbox"/> 2 ND READING
<input type="checkbox"/> EXECUTIVE SESSION	<input checked="" type="checkbox"/> REGULAR	<input type="checkbox"/> RESOLUTION
	<input type="checkbox"/> WORK SESSION	
AGENDA ITEM DESCRIPTION: Discuss and Possibly Act Upon Ratification of the Property Tax Increase Reflected in the Proposed Budget for Fiscal Year Beginning October 1, 2016 and Ending September 30, 2017, which Raises More Revenue from Property Taxes than the Previous Year's Budget		
SUMMARY STATEMENT: See attached memo from Assistant City Manager-Chief Financial Officer on this item.		
STAFF ANALYSIS (For Ordinances or Regular Agenda Items):		
A. PROS:		
B. CONS:		
ALTERNATIVES (In Suggested Order of Staff Preference):		
ATTACHMENTS: (1) Memo from ACM-CFO		
FUNDING SOURCE (Where Applicable):		
RECOMMENDED ACTION: Ratify the Property Tax Increase with the following motion:		
I move to ratify the property tax increase reflected in the proposed budget for the fiscal year beginning October 1, 2016 and ending September 30, 2017, which raises more revenue from property taxes than the previous year's budget.		
APPROVALS: Terry K. Roberts		



MEMORANDUM

To: Mayor, Council and City Manager

From: Carolyn D. Miller
Assistant City Manager-Chief Financial Officer

Subject: Ratification of Property Tax Increase
Required for the Proposed FY2016-17 Budget

Date: September 6, 2016

In compliance with the Local Government Code, if a municipal budget raises more property taxes than in the previous year's budget, City Council must formally ratify a property tax increase. The FY2016-17 budget will raise more total property taxes than last year's budget by \$469,887 (8.50%), and of that amount \$55,752 is tax revenue to be raised from new property added to the tax roll this year. A vote must be taken to ratify the property tax increase reflected in the budget. *This vote is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate.*

The following motion should be made:

I move to ratify the property tax increase reflected in the proposed budget for the fiscal year beginning October 1, 2016 and ending September 30, 2017, which raises more revenue from property taxes than the previous year's budget.



AGENDA ITEM 6

DATE OF MEETING: September 12, 2016		DATE SUBMITTED: September 6, 2016	
DEPT. OF ORIGIN: Finance		SUBMITTED BY: Carolyn D. Miller	
MEETING TYPE:	CLASSIFICATION:	ORDINANCE:	
<input type="checkbox"/> REGULAR	<input type="checkbox"/> PUBLIC HEARING	<input checked="" type="checkbox"/> 1 ST READING	
<input checked="" type="checkbox"/> SPECIAL	<input type="checkbox"/> CONSENT	<input type="checkbox"/> 2 ND READING	
<input type="checkbox"/> EXECUTIVE SESSION	<input checked="" type="checkbox"/> REGULAR	<input type="checkbox"/> RESOLUTION	
	<input type="checkbox"/> WORK SESSION		
AGENDA ITEM DESCRIPTION: Discuss and Possibly Act Upon an Ordinance on Its First Reading Adopting the Budget for Fiscal Year Beginning October 1, 2016 and Ending September 30, 2017			
SUMMARY STATEMENT: See attached memo from Assistant City Manager-Chief Financial Officer on this item.			
STAFF ANALYSIS (For Ordinances or Regular Agenda Items):			
A. PROS:			
B. CONS:			
ALTERNATIVES (In Suggested Order of Staff Preference):			
ATTACHMENTS: (1) Memo from ACM-CFO; (2) Ordinance; and (3) Combined Fund Summary			
FUNDING SOURCE (Where Applicable):			
RECOMMENDED ACTION: RECORD VOTE			
Approve An Ordinance on Its First Reading Adopting the Budget for Fiscal Year beginning October 1, 2016 and Ending September 30, 2017			
APPROVALS: Terry K. Roberts			



MEMORANDUM

To: Mayor, Council and City Manager

From: Carolyn D. Miller
Assistant City Manager-Chief Financial Officer

Subject: FY2016-17 Budget Adoption Ordinance

Date: September 6, 2016

The proposed FY2016-17 Budget has been developed in compliance with the property tax code, local government code, and City Charter. A property tax rate of \$0.5070 per \$100 valuation is necessary to fund the proposed budget. The proposed budget is on the City's website, on file with the City Secretary, and available at the Nancy Carol Roberts Memorial Library.

The Budget Ordinance is attached along with the Combined Fund Summary. This item is for the first reading of the Ordinance to adopt the proposed FY16-17 budget.

Local Government Code requires the city council's vote to adopt a budget be a record vote.

COUNCIL MUST TAKE A RECORD VOTE ON THIS ITEM

ORDINANCE NO. _____

AN ORDINANCE ADOPTING A BUDGET FOR THE CITY OF BRENHAM, TEXAS FOR THE FISCAL YEAR 2016-17; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of Brenham, Texas, has prepared a budget for the fiscal year October 1, 2016 through September 30, 2017 and has filed same with the City Secretary and has held public hearings on same, all after due notice as required by statute.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF BRENHAM, TEXAS:

SECTION I.

That the City Council of the City of Brenham, Texas does hereby adopt the Budget for the City of Brenham, Texas, for the fiscal year October 1, 2016 through September 30, 2017 as shown in the attached Exhibit "A", which is incorporated herein as though copied herein verbatim.

SECTION II.

That authority is hereby given to the City Manager to approve transfers of portions of any item of appropriation within the same department and transfers from one department to another department within the same fund.

SECTION III.

This Ordinance shall become effective as provided by the Charter of the City of Brenham, Texas.

PASSED AND APPROVED on its first reading this the 12th day of September, 2016.

PASSED AND ADOPTED on its second reading this the 15th day of September, 2016.

Milton Y. Tate, Jr., Mayor

ATTEST:

Jeana Bellinger, City Secretary

Cary Bovey, City Attorney

**CITY OF BRENHAM
COMBINED FUND SUMMARY
FY16-17 BUDGET**

EXHIBIT A

	GENERAL FUND										COMPONENT UNIT		SPECIAL REVENUE FUNDS			
	GENERAL	EMER MGMT	POLICE DEPT GRANTS	MOTOR/ PD EQUIP	PUBLIC SAFETY	FEMA DISASTER	DONA- TIONS	FIRE DEPT GRANTS	EQUIP- MENT	DEBT	BCDC	BCDC CAP PROJ	HOTEL/ MOTEL	HOTEL/ TAX CNTY	CRIM LAW ENFORCE	COURTS TECH
BEGINNING BALANCE	\$3,883,618	\$10,944	\$0	\$0	\$1,495	\$0	\$84,238	\$0	\$805,998	\$217,273	\$1,511,156	\$394,384	\$199,534	\$9,036	\$23,181	\$95,750
REVENUES																
AD VALOREM TAX	3,737,380									2,300,256						
SALES TAX	4,618,831										1,539,631					
FRANCHISE TAX	2,471,889															
OTHER TAX	378,000												575,000	95,000		
LICENSES AND PERMITS	110,640															
INTERGOVERNMENTAL (1)	296,732									110,200						
CHARGES FOR SERVICES	294,025															65,600
FINES AND FORFEITURES	995,530															
INTEREST/PENALTY	5,000									24,000	2,500		500		30	
CONTRIBUTIONS AND DONATIONS		1,000					46,500	1,000								
MISCELLANEOUS REVENUE	396,055		15,000	2,600	3,475	0					959				10,000	
TRANSFERS IN	3,522,056									3,251,425						
DEBT/LEASE PROCEEDS																
TOTAL OPERATING RESOURCES	\$16,826,138	\$1,000	\$15,000	\$2,600	\$3,475	\$0	\$46,500	\$1,000	\$0	\$5,685,881	\$1,543,090	\$0	\$575,500	\$95,000	\$10,030	\$65,600
DEPARTMENT EXPENDITURES																
ADMINISTRATION	882,114															
DEVELOPMENT SERVICES	479,734															
HUMAN RESOURCES	215,832															
MAIN STREET	149,239															
ENGINEERING SERVICES	212,799															
MAINTENANCE	736,867															
FINANCE	946,660															
PURCHASING/WAREHOUSE	270,828															
STREETS	1,379,393															
PARKS (1)	1,255,465															
LIBRARY (1)	521,838															
AIRPORT	85,950															
COMM PROGRAMS & MKTING	363,204															
AQUATIC CENTER	786,711															
CITY COMMUNICATIONS (1)	307,911															
POLICE (1)	4,051,890															
FIRE	1,937,403															
ANIMAL SHELTER/CONTROL	371,815															
MUNICIPAL COURT	436,390															
GENERAL GOVERNMENT SERVICES	276,141															
INFORMATION TECHNOLOGY (1)	701,601															
EMERGENCY MANAGEMENT		5,700														
POLICE DEPARTMENT GRANTS			15,000													
MOTORCYCLE/PD EQUIPMENT				2,600												
PUBLIC SAFETY TRAINING					3,250											
FEMA DISASTER RELIEF DONATIONS						0	27,000									
FIRE DEPARTMENT GRANTS								1,000								
EQUIPMENT									805,998							
BCDC											681,395					
BCDC CAPITAL PROJECT												297,000				
HOTEL/MOTEL													443,000	95,000		
CRIMINAL LAW ENFORCEMENT															8,000	
COURTS TECHNOLOGY/SECURITY																75,332
SIMON CONFERENCE CENTER																
AIRPORT																
CAPITAL LEASES																
2014 CAPITAL PROJECTS																
PARKS SPECIAL REVENUE																
STREETS AND DRAINAGE																
US 290 PASS THRU FINANCE																
UTILITY CUSTOMER SERVICE																
PUBLIC UTILITIES																
ELECTRIC																
GAS																
WATER TREATMENT																
WATER CONSTRUCTION																
WASTEWATER CONSTRUCTION																
WASTEWATER TREATMENT																
TRANSFER STATION																
COLLECTION STATION																
RECYCLING CENTER																
RESIDENTIAL COLLECTION																
CENTRAL FLEET																
WORKERS' COMPENSATION																
SUBTOTAL DEPARTMENT	16,369,785	5,700	15,000	2,600	3,250	0	27,000	1,000	805,998	0	681,395	297,000	443,000	95,000	8,000	75,332
OTHER EXPENDITURES																
SOURCE COST																
FRANCHISE TAX																
DEBT SERVICE										5,685,881						
NON-DEPT AND MISC	456,353															
SUBTOTAL OTHER	456,353	0	0	0	0	0	0	0	0	5,685,881	0	0	0	0	0	0
TRANSFERS OUT											1,103,475		160,000			25,000
TOTAL EXPENDITURES	\$16,826,138	\$5,700	\$15,000	\$2,600	\$3,250	\$0	\$27,000	\$1,000	\$805,998	\$5,685,881	\$1,784,870	\$297,000	\$603,000	\$95,000	\$8,000	\$100,332
CHANGE IN FUND BALANCE	0	(4,700)	0	0	225	0	19,500	0	(805,998)	0	(241,780)	(297,000)	(27,500)	0	2,030	(34,732)
ENDING FUND BALANCE	\$3,883,618	\$6,244	\$0	\$0	\$1,720	\$0	\$103,738	\$0	\$0	\$217,273	\$1,269,376	\$97,384	\$172,034	\$9,036	\$25,211	\$61,018

(1) Intergovernmental includes inter-local agreements that are budgeted as contra-expenses in departments.

**CITY OF BRENHAM
COMBINED FUND SUMMARY
FY16-17 BUDGET**

EXHIBIT A

	CAPITAL PROJECT FUNDS							ENTERPRISE FUNDS					INTERNAL SERVICE FUNDS		TOTAL
	SIMON CONF CTR	AIRPORT CAPITAL	CAPITAL LEASES	2014 CAP PROJ	PARKS CAP IMPROV	STREET DRAINAGE	290 PASS THRU	ELECTRIC	GAS	WATER	WASTE- WATER	SANI- TATION	CENTRAL FLEET	WORKERS' COMP	
BEGINNING BALANCE	\$61,000	\$7,138	\$0	\$452,203	\$127,439	\$359,409	\$5,232,350	\$7,514,031	\$1,444,367	\$1,235,946	\$409,988	\$1,050,121	\$319,246	\$197,462	\$25,648,305
REVENUES															
AD VALOREM TAX															5,037,635
SALES TAX															6,158,462
FRANCHISE TAX															2,471,889
OTHER TAX															1,048,000
LICENSES AND PERMITS															110,640
INTERGOVERNMENTAL (1)															406,932
CHARGES FOR SERVICES								22,291,461	3,689,483	4,553,140	3,482,409	3,189,051	72,000	165,245	37,802,414
FINES AND FORFEITURES															995,530
INTEREST/PENALTY				1,000		500	2,295,255	49,546	3,300	3,200	3,500			100	2,391,031
CONTRIBUTIONS AND DONATIONS					24,000										72,500
MISCELLANEOUS REVENUE	20,000	0	0												448,089
TRANSFERS IN	92,000				428,050			601,895	3,700	15,200		6,000	21,300		7,941,626
DEBT/LEASE PROCEEDS															0
TOTAL OPERATING RESOURCES	\$112,000	\$0	\$0	\$1,000	\$452,050	\$500	\$2,295,255	\$22,942,902	\$3,696,483	\$4,571,540	\$3,491,909	\$3,212,951	\$72,000	\$165,345	\$65,884,749
DEPARTMENT EXPENDITURES															
ADMINISTRATION															882,114
DEVELOPMENT SERVICES															479,734
HUMAN RESOURCES															215,832
MAIN STREET															149,239
ENGINEERING SERVICES															212,799
MAINTENANCE															736,867
FINANCE															946,660
PURCHASING/WAREHOUSE															270,828
STREETS															1,379,393
PARKS (1)															1,255,465
LIBRARY (1)															521,838
AIRPORT															85,950
COMM PROGRAMS & MKTING															363,204
AQUATIC CENTER															786,711
CITY COMMUNICATIONS (1)															307,911
POLICE (1)															4,051,890
FIRE															1,937,403
ANIMAL SHELTER/CONTROL															371,815
MUNICIPAL COURT															436,390
GENERAL GOVERNMENT SERVICES															276,141
INFORMATION TECHNOLOGY (1)															701,601
EMERGENCY MANAGEMENT															5,700
POLICE DEPARTMENT GRANTS															15,000
MOTORCYCLE/PD EQUIPMENT															2,600
PUBLIC SAFETY TRAINING															3,250
FEMA DISASTER RELIEF															0
DONATIONS															27,000
FIRE DEPARTMENT GRANTS															1,000
EQUIPMENT															805,998
BCDC															681,395
BCDC CAPITAL PROJECT															297,000
HOTEL/MOTEL															538,000
CRIMINAL LAW ENFORCEMENT															8,000
COURTS TECHNOLOGY/SECURITY															75,332
SIMON CONFERENCE CENTER	173,000														173,000
AIRPORT		0													0
CAPITAL LEASES			0												0
2014 CAPITAL PROJECTS				300,000											300,000
PARKS SPECIAL REVENUE					562,550										562,550
STREETS AND DRAINAGE						359,909									359,909
US 290 PASS THRU FINANCE							0								0
UTILITY CUSTOMER SERVICE								470,105							470,105
PUBLIC UTILITIES								951,697							951,697
ELECTRIC								2,123,659							2,123,659
GAS									728,905						728,905
WATER TREATMENT										1,682,537					1,682,537
WATER CONSTRUCTION										784,833					784,833
WASTEWATER CONSTRUCTION											358,488				358,488
WASTEWATER TREATMENT											1,162,192				1,162,192
TRANSFER STATION												1,144,062			1,144,062
COLLECTION STATION												510,366			510,366
RECYCLING CENTER												230,058			230,058
RESIDENTIAL COLLECTION												655,067			655,067
CENTRAL FLEET													79,221		79,221
WORKERS' COMPENSATION														137,690	137,690
SUBTOTAL DEPARTMENT	173,000	0	0	300,000	562,550	359,909	0	3,545,461	728,905	2,467,370	1,520,680	2,539,553	79,221	137,690	31,244,399
OTHER EXPENDITURES															
SOURCE COST								15,899,120	2,059,520	302,400					18,261,040
FRANCHISE TAX								1,566,160	257,354	290,895	239,113	61,210			2,408,732
DEBT SERVICE								146,897	982	875,354	1,363,229	1,715			8,074,058
NON-DEPT AND MISC								85,400	7,000	18,250	10,000	8,300			586,303
SUBTOTAL OTHER	0	0	0	0	0	0	0	17,698,577	2,324,856	1,486,899	1,696,342	71,225	0	0	29,330,133
TRANSFERS OUT								2,680,000	1,799,073	560,697	624,822	375,691	412,868	200,000	7,943,626
TOTAL EXPENDITURES	\$173,000	\$0	\$0	\$300,000	\$562,550	\$359,909	\$2,680,000	\$23,043,111	\$3,614,458	\$4,579,091	\$3,502,713	\$3,023,646	\$79,221	\$337,690	\$68,516,158
CHANGE IN FUND BALANCE	(61,000)	0	0	(299,000)	(110,500)	(359,409)	(384,745)	(100,209)	82,025	(7,551)	(10,804)	189,305	(7,221)	(172,345)	(2,631,409)
ENDING FUND BALANCE	\$0	\$7,138	\$0	\$153,203	\$16,939	\$0	\$4,847,605	\$7,413,822	\$1,526,392	\$1,229,395	\$399,184	\$1,239,426	\$312,025	\$25,117	\$23,016,896



AGENDA ITEM 7

DATE OF MEETING: September 12, 2016		DATE SUBMITTED: September 6, 2016	
DEPT. OF ORIGIN: Finance		SUBMITTED BY: Carolyn D. Miller	
MEETING TYPE:		CLASSIFICATION:	
<input type="checkbox"/> REGULAR		<input type="checkbox"/> PUBLIC HEARING	
<input checked="" type="checkbox"/> SPECIAL		<input type="checkbox"/> CONSENT	
<input type="checkbox"/> EXECUTIVE SESSION		<input checked="" type="checkbox"/> REGULAR	
		<input type="checkbox"/> WORK SESSION	
ORDINANCE:			
<input checked="" type="checkbox"/> 1 ST READING			
<input type="checkbox"/> 2 ND READING			
<input type="checkbox"/> RESOLUTION			
AGENDA ITEM DESCRIPTION: Discuss and Possibly Act Upon an Ordinance on Its First Reading Levying Taxes for the Tax Year 2016 for the City of Brenham at \$0.5070 per \$100 Valuation			
SUMMARY STATEMENT: See attached memo from Assistant City Manager-Chief Financial Officer on this item.			
STAFF ANALYSIS (For Ordinances or Regular Agenda Items):			
A. PROS:			
B. CONS:			
ALTERNATIVES (In Suggested Order of Staff Preference):			
ATTACHMENTS: (1) Memo from ACM-CFO; and (2) Ordinance			
FUNDING SOURCE (Where Applicable):			
RECOMMENDED ACTION: RECORD VOTE			
I move that the property tax rate be increased by the adoption of a tax rate of \$0.5070 per \$100 valuation, which is effectively a 7.64% increase in the tax rate.			
APPROVALS: Terry K. Roberts			



MEMORANDUM

To: Mayor, Council and City Manager

From: Carolyn D. Miller
Assistant City Manager-Chief Financial Officer

Subject: 2016 Tax Rate Ordinance

Date: September 6, 2016

The Proposed FY2016-17 Budget includes a tax rate of \$0.5070 per \$100 valuation which has two components: maintenance and operations (M&O) and interest and sinking (I&S). The proposed tax rate of \$0.5070 will allocate \$0.3150 to the General Fund for maintenance and operations and, the balance of \$0.1920 to the Debt Service Fund for interest and sinking.

The City has complied with all of the notices, publications, and public hearings as required by the Tax Code. Pursuant to the Tax Code, the vote on the ordinance setting a tax rate that exceeds the effective tax rate must be a record vote, and at least 60 percent of the members of the governing body must vote in favor of the ordinance. The Tax Code also specifies that the **motion** to adopt the tax rate be made in the following form:

I move that the property tax rate be increased by the adoption of a tax rate of \$0.5070 per \$100 valuation, which is effectively a 7.64% increase in the tax rate.

COUNCIL MUST TAKE A RECORD VOTE ON THIS ITEM

ORDINANCE NO. _____

AN ORDINANCE LEVYING TAXES FOR THE TAX YEAR 2016 FOR THE CITY OF BRENHAM, TEXAS AND PROVIDING AN EFFECTIVE DATE.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF BRENHAM, TEXAS:

SECTION I.

That there be and is hereby levied an ad valorem tax of \$0.3150 on each one hundred dollars worth of property owned and situated within the City Limits of the City of Brenham, Texas, both real and personal and mixed, for General Fund maintenance and operating purposes for the Tax Year 2016.

SECTION II.

That there be and is hereby levied for the use of the City of Brenham, for the Tax Year 2016, an ad valorem tax of \$0.1920 on each one hundred dollars worth of real, personal and mixed property owned and situated in the City Limits of the City of Brenham, Texas, for the payment of principal and interest on all outstanding bonds and lease payments, not otherwise provided for, of the City of Brenham.

SECTION III.

Wherefore, the combined tax rate in accordance with V.T.C.A. Tax Code Section 26.05 shall be \$0.5070 on each one hundred dollars worth of real, personal, and mixed property of owned and situated within the City Limits of the City of Brenham, Texas.

SECTION IV.

THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.

SECTION V.

This Ordinance shall become effective as provided by the Charter of the City of Brenham, Texas.

PASSED AND APPROVED on its first reading this the 12th day of September, 2016.

PASSED AND ADOPTED on its second reading this the 15th day of September, 2016.

Milton Y. Tate, Jr., Mayor

ATTEST:

Jeana Bellinger, City Secretary

Cary Bovey, City Attorney