

AUGUST 25, 2020

A REGULAR MEETING OF THE CITY OF KINGSVILLE CITY COMMISSION WAS HELD ON TUESDAY, AUGUST 25, 2020 IN THE HELEN KLEBERG GROVES COMMUNITY ROOM, 400 WEST KING AVENUE, KINGSVILLE, TEXAS AT 4:00 P.M.

CITY COMMISSION PRESENT:

Sam R. Fugate, Mayor
Hector Hinojosa, Commissioner
Arturo Pecos, Commissioner
Dianne Leubert, Commissioner
Edna Lopez, Commissioner (Arrives 4:05 p.m.)

CITY STAFF PRESENT:

Mark McLaughlin, City Manager
Mary Valenzuela, City Secretary
Courtney Alvarez, City Attorney
Kyle Benson, IT Manager
Derek Williams, IT
Ricardo Torres, Police Chief
Janine Reyes, Tourism Director
Uchechukwu Echeozo, Director of Planning & Development Services
Bill Donnell, Public Works Director
Emilio Garcia, Health Director
Diana Gonzalez, Human Resources Director
Deborah Balli, Finance Director
Susan Ivy, Parks & Recreation Director
Juan Adame, Fire Chief
David Solis, Risk Manager
Rudy Mora, Engineer

I. Preliminary Proceedings.

OPEN MEETING

Mayor Fugate opened the meeting at 5:00 p.m. with all five Commission members present.

INVOCATION / PLEDGE OF ALLEGIANCE – (Mayor Fugate)

The invocation was delivered by Mrs. Courtney Alvarez, City Attorney, followed by the Pledge of Allegiance and the Texas Pledge.

MINUTES OF PREVIOUS MEETING(S)

None.

****AUDIENCE AND PRESENTER SOCIAL DISTANCING AND PUBLIC TESTIMONY AND PUBLIC HEARING INPUT AT PUBLIC MEETINGS OF THE CITY COMMISSION.** To reduce the chance of COVID-19 transmission, public meetings will be held in a manner intended to separate, to the maximum practical extent, audience and presenters from personal contact with members of Community, City Staff, and City Commission. Public testimony and public hearing input for Public Comment and all items on the agenda at public meetings of the City Commission shall be provided in written format and presented to the City Secretary and/or designee prior to the start of each meeting of the City Commission. This testimony and/or public input shall be in accordance with the City Secretary's instructions, which shall be posted on the City Secretary's outdoor public bulletin board at City Hall and on the City website and allow for electronic submission. The written public testimony shall be provided to members of the City Commission prior to voting on measures for that meeting. Written testimony shall be limited in accordance with the City Secretary requirements and shall be placed into the record of each meeting. This written testimony shall serve as the required public testimony pursuant to Texas Government Code section 551.007 and shall constitute a public hearing for purposes of any public hearing requirement under law. The meeting may be held telephonically or via videoconference; and, if so conducted, the public may participate remotely by following the instructions of the City Secretary which would be posted on the City Secretary's outdoor public bulletin at City Hall and on the City website.

II. Public Hearing - (Required by Law).¹

None.

III. Reports from Commission & Staff.²

"At this time, the City Commission and Staff will report/update on all committee assignments which may include, but is not limited to the following: Planning & Zoning Commission, Zoning Board of Adjustments, Historical Board, Housing Authority Board, Library Board, Health Board, Tourism, Chamber of Commerce, Coastal Bend Council of

Governments, Conner Museum, Keep Kingsville Beautiful, and Texas Municipal League. Staff reports include the following: Building & Development, Code Enforcement, Proposed Development Report; Accounting & Finance – Financial & Investment Information, Investment Report, Quarterly Budget Report, Monthly Financial Reports; Police & Fire Department – Grant Update, Police & Fire Reports; Street Updates; Public Works- Building Maintenance, Construction Updates; Park Services - grant(s) update, miscellaneous park projects, Administration –Workshop Schedule, Interlocal Agreements, Public Information, Hotel Occupancy Report, Quiet Zone, Proclamations, Health Plan Update, Tax Increment Zone Presentation, Main Street Downtown, Chapter 59 project, Financial Advisor, Water And Wastewater Rate Study Presentation. No formal action can be taken on these items at this time.”

Mr. Mark McLaughlin, City Manager gave an update on the hurricane.

Mrs. Courtney Alvarez, City Attorney reported that the next scheduled meeting will be on August 31, 2020.

Commissioner Leubert stated that she has received some calls regarding the opening of the Dog Park and asked for a timeframe for opening that park.

Mr. Charlie Sosa, Purchasing Manager responded that the Dog Park should be opened within the next four weeks.

IV. Public Comment on Agenda Items.³

1. Comments on all agenda and non-agenda items.

No public comments made or received.

V.

Consent Agenda

Notice to the Public

The following items are of a routine or administrative nature. The Commission has been furnished with background and support material on each item, and/or it has been discussed at a previous meeting. All items will be acted upon by one vote without being discussed separately unless requested by a Commission Member in which event the item or items will immediately be withdrawn for individual consideration in its normal sequence after the items not requiring separate discussion have been acted upon. The remaining items will be adopted by one vote.

CONSENT MOTIONS, RESOLUTIONS, ORDINANCES AND ORDINANCES FROM PREVIOUS MEETINGS:

(At this point the Commission will vote on all motions, resolutions and ordinances not removed for individual consideration)

1. **Motion to approve final passage of an ordinance amending the zoning ordinance by granting a special use permit for an R2 Two-Family Use (duplex) in C1 Neighborhood Service District at 314 E. Ave B, Kingsville, Texas, also known as Col. Mex., Block 15, Lot 26-28; amending the comprehensive plan to account for any deviations from the existing comprehensive plan. (Director of Planning & Development Services).**

Motion made by Commissioner Pecos to approve the consent agenda as presented, seconded by Commissioner Hinojosa.

Commissioner Leubert stated that staff did not receive any complaints with regards to this duplex. Mrs. Alvarez commented that the Director of Planning & Development Services indicated that no complaints were received.

The motion was passed and approved by the following vote: Hinojosa, Leubert, Pecos, Fugate voting “FOR”.

REGULAR AGENDA

CONSIDERATION OF MOTIONS, RESOLUTIONS, AND ORDINANCES:

VI. Items for consideration by Commissioners.⁴

2. **Review and discuss proposed fiscal year 2020-2021 budget for departments of the City of Kingsville. (City Manager).**

Public Works Department:

Mr. Bill Donnell, Public Works Director presented the Public Works Department budget.

Solid Waste: Mr. McLaughlin stated that for this department, the proposed budget of \$3,425,500 it is expected to conclude the year with about \$100,000 below that. Year-

to-date it should be around \$3.25 million dollars. He further stated that what is not accounted for is that we are short about \$200,000 in utility billing payments to the city that have not been paid due to COVID-19.

Commissioner Hinojosa asked that on the itemized listing, the Landfill was budgeted at \$360,000 and this year its going up to \$575,000, why the big increase this year?

Mr. McLaughlin responded that the number of customers that are using the landfill and paying for it. He further state that how the monies were being collected through the old supervisor and how it is being collected now, there is nothing missing now. Looking at the monthly activity report is where staff budgeted \$575,000 for next year, the landfill is on pace to finish at \$585,000 for the upcoming year.

Mr. Donnell commented that the windfarms located south have brought in some business to our landfill.

Commissioner Hinojosa further asked about the garbage fees. He stated that going along with the City Manager just mentioned, collect \$585,000 and dropping down to \$575,000 and on the other one it was budgeted \$2.8 million dollars in garbage fees and expected to collect \$2.6 million dollars, he asked for an explanation as to why this is done.

Mr. McLaughlin responded that if everyone would have paid their bills without COVID-19 it would be \$2.8 million dollars.

Commissioner Hinojosa commented that it was his understanding that staff was recording it under the accrual method and further stated that whenever the bill went out it was recorded. Hinojosa further commented that he was told it was when it was collected.

Mrs. Balli responded that when the bills go out is how it hits the revenues, then the collections of it hits the AR. What hits the revenues is what goes out.

Commissioner Hinojosa further asked if the city will be able to collect the \$2.8 million dollars? Mr. McLaughlin responded yes, because we have had a different kind of year that we are in with COVID-19, so staff budgeted at \$2.8 million dollars.

Recycle Center: Total personnel change of \$2,559 to the negative.

Commissioner Lopez asked if the Recycle Center has been moved to Public Works Warehouse? Mr. Donnell responded not at this time, but it will be moved.

Commissioner Leubert asked if this budget is still reflecting a 1.5% COLA. Mr. McLaughlin commented that it is, but the new COLA has already been programmed but the slides do not reflect it.

Sanitation Collection Division: Mr. Donnell stated that this is the Collections Division. There is a reduction in personnel expense.

Commissioner Hinojosa asked that when the comparison is being used, is staff using the original budget or the amended budget?

Mrs. Balli responded that the original budget is on the top of the presentation and the proposed is what staff submitted. This doesn't have any new changes that staff made throughout the discussions for the budget workshop. These are based on what was actually submitted for proposed budget.

Mr. Donnell displayed the line items with the reduction for the Sanitation Collection Division. Motor oil & gas is one of the largest reductions in this budget. Approved supplementals for this division are \$21,000 for front end replacement for one truck and \$11,000 tandem axle replacement for a second truck.

Landfill Division: Increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Reductions were made in the line items to try and meet the 10% reduction.

Commissioner Leubert commented that there are almost \$11,000 that will not be needed for equipment rental. Mr. Donnell commented that they are budgeting around \$6,000 as they have been fortunate about being able to utilize other equipment.

Service Center Division: Small reductions were made to this budget to meet the 10% reduction. A supplemental request was approved for a pressure washer maintenance for \$2,000.

Administration Division: Mrs. Balli stated that in FY 19-20, this division was split funded with Utility Fund 50-50. In FY 20-21, all expenditures except for the personnel costs, supports Public Works administration 100%. All employees were transferred over to Utility Fund and General Fund transfers 50% of the personnel costs in an effort to not actually split the employees in the payroll system.

Garage Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Supplemental request approved for an Air Compressor for an amount of \$4,200.

Streets Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Supplemental request approved tandem engine rebuild for \$19,000 and vehicle seat repairs for \$3,000. Other supplemental request is Recycling Center parking lot for a total of \$30,676, and Skagg Mower for \$15,000.

Commissioner Lopez asked if all positions were filled within the Street Division. Mr. Donnell responded that this division has two openings at this time.

Solid Waste Capital Projects: Fiscal Year 20-21 proposed budget is \$1,501,750. Expenditures are as followed: Rollouts & Dumpsters - \$71,900, replacement of 96 gallons carts and 3 & 4 yard dumpsters; Vehicle Maintenance on Sanitation Vehicles - \$77,000; Capital Lease Principal - \$271,95; (1) Commercial and (2) Residential - \$40,406; Articulated Dump Truck - \$51,304 (principal & interest); New (3) Residential Garbage Trucks - \$147,868 (principal & interest) – do not have the breakdown yet; Capital Lease Interest - \$24,599; (1) Commercial and (2) Residential - \$13,701; Articulated Dump Truck - \$10,898. Capital Lease initial recordation - \$930,000. There is an offsetting revenue in 087-4-1702-59947 for the same amount resulting in a \$0 net effect. This is a book entry only. Expenditures continued with Alley Maintenance - \$50,000; Transfer to General Fund - \$68,309 for Capital Lease Payment JD Dozer.

Commissioner Lopez asked what staff meant by alley maintenance? Mr. Donnell responded that it is being used for street patching and for alley maintenance.

Mr. McLaughlin commented that the payback for the money that was taken out of the Landfill Closure fee for the new City Hall, we are on the 5th year of a 25-year payback, therefore keeping it on track.

Landfill Closure: Mrs. Balli commented that for fiscal year 20-21 it is proposing a budget of \$367,122. Professional services for \$200,000 is for the continuation of a permit amendment compliance requirements. Last year it was budgeted \$252,000 for replacement of wells and improve drainage. This is for further drainage improvements, monitoring wells background data, and entrance road relocation.

Commissioner Leubert asked where the entrance road will be located. Mr. Donnell responded that it will be shifted over to the east closer to the fence.

Street Fund: Mr. McLaughlin commented that overall revenues, after you run the \$5.00 per utility account, the city is on track to bring in \$802,000.

Mayor Fugate commented that this money is not meant to stay in the bank. It is to be used for city streets.

Mr. Donnell stated that \$1,200,000 is for paving and pothole projects; \$50,000 transfer to general fund for reimbursement for street crew for street maintenance; updated end of FY 20-21 estimated fund balance is \$510,319.

Utility Fund 051: Fiscal Year 20-21 proposed budget \$5,118,100. Water rate increase in the past years, FY 18-19 Commissioner approved at 2% increase in water; FY 19-20 Commission approved a 1% increase in water rates; and FY 20-21 the proposed budget does not include any change in water rates.

Mayor Fugate commented that the city has fallen behind in the past with regards to the plan and asked if the city was fallen behind again on the rate increases? Mr. Donnell responded that not at this time, but the city may not want to skip to many years. He further commented that if the city does the utility capital outlay plan the increases is what pays for that.

Commissioner Hinojosa asked if the city had a study done on water rates. Mayor Fugate responded that there is a study that was done. Hinojosa further commented that he is not advocating for an increase in the rates but did.... Mayor Fugate commented that the approved increase in FY 18-19 and FY 19-20 were done based on a study. Commissioner Hinojosa commented that if it was not budgeted for FY 20-21 to have an increase, but then commented that the city may have to do another increase.

Commissioner Lopez asked if any rate increase was proposed for FY 20-21? Mr. Donnell response was no.

Mr. McLaughlin commented that the rate increases the Commission approved in FY 18-19 and FY 19-20 increased the utility fund balance. The utility fund balance is at \$3.15 million dollars in utility fund balance at the beginning of the year.

Public Works – Water Construction: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Reduction of 10% was

done in this budget. Approved supplementals requested are a new engine for \$34,250 and water line supplies \$35,000.

Commissioner Hinojosa commented that the increase from one year to the other is about \$300,000 difference. He further stated that this is one item he will be questioning as to why the big difference if the city will not be increasing its water rates.

Water Production: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. A 10% reduction was also taken from this budget. A permanent supplemental request was approved for a contract lease with South Texas Water Authority for \$10,000.

Ground Maintenance: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. In this department there is a minor increase for Motor Gas & Oil for an amount of \$500. Mr. McLaughlin stated that with the realignment of Code Compliance, this department received two additional mowers. Total operations increase for this division is \$3,976.

Utility Billing Division: Mrs. Balli presented this budget. Credit card fee revenues is budgeted at \$60,000. This is coming from some discount fees that the city is charging. Balli further stated that this is an offset to the expenditures that the city has for the credit card fees so this doesn't cover everything the city pays.

Commissioner Hinojosa commented that he is looking at the increase from \$24,000 to \$60,000 and would like to know why the large increase. Mrs. Balli was responding but then Commissioner Hinojosa asked that it be explained to him later.

Commissioner Lopez commented that she would like to know what the large increase. Mrs. Balli responded that it is increasing because last year when the city increased to the 2.75% the processors didn't get it done right away. It took the city a while to work with them to get it programmed into the system, so next year the city should be collecting more than what was collected this year.

Commissioner Hinojosa commented if staff would be able to show him rather than telling him? Mrs. Balli responded that in due time, she will be able to show the explanation.

Mrs. Balli continued with the budget presentation. She stated that for expenditures shows same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Reclassification of 3 positions from CR 1 to CR 2. Operations had prior year supplementals that were removed that are no longer needed. Professional services, \$1,000 decrease in collection fees which is for Southwest Recovery on collections for the city utility accounts. She stated that they are not performing as well as the city would like them to be, therefore staff will be looking into a different company for the collections of utility accounts.

Meter Readers Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Biggest change is an increase in health insurance of \$25,247. In operations there is the removal of a supplemental for water end points which was requested last year. Balli further commented that the city continues to have issues with these end points. There are two supplemental requests approved, one for meter boxes for \$7,000 and the other for modules & registers for \$19,092.

Public Works-Wastewater Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe.

Mr. McLaughlin commented that on the revenues for this division, depending on how the rest of the billing cycle in August finishes and what is received in September we will be in a range of finishing the year near \$4.512 million dollars and we are budgeting \$4.225 million dollars in case we have a crazy month that hasn't been adjusted by the auditor. This division is doing very well and has the potential of having a higher revenue than what is being projected. McLaughlin further commented that year-to-date this division is at \$4.123 million dollars.

Mr. Donnell stated that with regards to engineer study's the largest increase in sewer rates was in FY 18-19 with an 18% increase in sewer rates. Fiscal year 19-20 had an 8% increase and for FY 20-21 the proposed budget does not include any change in sewer rate.

North Plant Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Approved permanent supplemental for additional chemicals for an amount of \$17,172. Removed prior year supplemental for Engineering Services Permit Renewal approved permanent supplemental for aging infrastructure repairs.

Commissioner Leubert asked if the city was using UV Light? Mr. Donnell responded yes.

Mr. Donnell further reported on the North Plant budget. Approved a one time supplemental for the lift station roof to be replaced for an amount of \$11,265 and another request for aging infrastructure repairs.

South Plant (1MGD) Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Reduction of permit renewal. Supplemental request approved for aging infrastructure repair supplemental request. A onetime supplemental request for a lift station blower and a Skagg Mower as the old one is 10 years old. Also, a permanent request for aging infrastructure repairs.

Sewer Construction Division: Same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe. Increase in motor gas & oil. Removal of prior year supplemental of sewer cleaner which was used for clearing backed-up lines.

Mr. McLaughlin commented that the city has a deep wastewater line that is clay. It is located in a farm field that runs north and south between Santa Gertrudis and Corral. This line has collapsed in the past and is very difficult and will need to be replaced which has an estimate cost of \$1.9 million dollars.

Commissioner Leubert asked for the length of that wastewater line? Mr. Donnell responded that the line is 4,700 linear feet.

Engineering Division UF: Mr. Rudy Mora presented this budget. Positions within this department are filled for the exception of the GIS Technician position. All employees in Division 3000 and 8000 are budgeted in Division 8000 at 100%. General fund will transfer to the Utility Fund 50% of the employee costs. The Capital Improvements Manage and Engineering Assistant has been moved from Division 8201 to Division 8000. The transfer from general fund will include payroll costs of these two employees. Other increases are same as other departments, increase in personnel for COLA, longevity, health insurance, certification pay, fringe.

Division 8020 Facilities: Two Equipment Operators were transferred back to Code Compliance. Employee payroll cost will be recorded in Utility Fund and General Fund will transfer to the Utility Fund 50% of the payroll costs.

UF Capital Projects: 10-year Capital & Maintenance Plan. Total estimated cost for 10-year capital needs is \$40 million dollars. This includes water, wastewater, water production. The source of funds is to be determined. Total estimated cost for 10-year maintenance needs is \$6 million dollars. Source of funds is Fund 54 via utility rate.

Mayor Fugate asked how old is the clay line? Mr. Donnell responded that it was built in the 1970's.

Mr. Mora explained the expenditures for this division. Water construction, less than \$588,000 for replacing water lines. Main focus to replace water lines are the old cast iron lines.

Mayor Fugate asked for the length of water line that will cost \$588,000. Mr. Mora responded that the cost per linear foot is about \$40.00. Mr. McLaughlin responded between 2 to 3 miles. Mayor Fugate further stated that in the past the city set aside \$300,000 per year for line replacement and at the end of the third year there was \$900,000 in the account and further asked if the city will be replacing some waterlines. Mr. Mora responded yes.

Commissioner Hinojosa commented that during reconstruction of streets, staff needs to make sure they are in good condition.

Mr. Mora continued with the presentation. Water Production, ground storage tank near Well #14 is budgeted \$125,000. The project will be done using in-house engineering services. Wastewater South Plant, \$87,563 for clarifier capital lease payment for principal & interest. The project will be done using in-house engineering services.

Stormwater Fund 55: Ordinance 2012-48 created a Stormwater Utility System to provide stormwater drainage service to collect and direct stormwater runoff for benefitted properties within the utility service area upon payment of SW Drainage Utility Fee. Existing fee of \$2.25 is being recommended to remain the same. Fiscal Year proposed budget for this fund is \$405,000. Expenditures, \$292,800 transfer for debt service payment. This would be for the CO Series 2014 which was a refunding for CO Series 2005. This was an original issue of \$9,040,000.

Mayor Fugate asked if this money was used to redo all concrete streets? Mr. Mora responded no.

CO Series 2011-066: Expenditures, \$154,000 for (2) 100 HP Pump in dry pit for Lift Station at 17th and Lee. Mr. Donnell stated that currently they have 100 horsepower pumps there with the line shaft, with motor being up higher and the sintripical pump is

down low, it will be replaced and modernized with a submergible pump and motor and do away with the line shaft.

Drainage Fund 068: Certificate of Obligation Series 2013 Drainage Fund. Original CO 2013 was \$5.2 million dollars. Amount spent to date is \$3,346,800 for the following: 18th Street concrete repairs and improvements in 2013; W. Sage Road culverts and headwall and concrete streets phase IV in 2014; Lawndale, Alexander, Helen Marie, Alice, Annette, 1st, 16th, 21st, curb and gutter and E. Caesar drainage repair in 2015; 12th from Lee to Alice, Alice from 17th to 19th, N. Well from Henrietta to Yoakum and W. Kenedy from 1st to 2nd, 4th from Richard to Alice, 2nd from King and Kleberg, 9th from Caesar to Ragland in 2016; Fire Station #1 pavement repair, Elizabeth Street curb and gutter, Kenedy Ave drainage project, Santa Gertrudis curb and gutter and City Master Drainage Plan Study in 2017; 2nd/Kleberg, 9th/Kleberg, Alarcon St. Miller Street curb and gutter and City Master Drainage Plan Study in 2018; Miller Street curb and gutter in 2019; curb repair from water and sewer lines repairs in 2020. Amount remaining in this fund is \$1,883,200. Expenditures for the \$1.9 million dollars: \$30,000 Grant Cash Match for the GLO CDBG-MIT- 1% cash match. There is \$809,200 for curb and gutter surface drainage projects at the following locations: Ragland Ave. between 9th & 13th; 19th Street between Kleberg & King; Huisache between Williams & Frances; Warren between 9th & 11th; Hoffman between 6th & 7th; May between King & Kenedy; and Kenedy between West and May.

Commissioner Lopez asked what staff means by May between King & Kenedy. Mr. Mora responded that this is the first street coming from the west side from King Ave., first city street to the north.

Saves Routes to Schools Grant Fund 100: No match required. Project is a reimbursable grant. Project will connect Jubilee Academy to Harvey Elementary School and add sidewalks, ADA ramps, street signs and crosswalks along Kenedy Ave. and Lott ave. between 14th Street and 20th Street. Revenues are a grant for \$880,198 for the following: construction cost for \$704,520; administrative cost \$105,678; and in-kind services (Engineering) for \$70,000. Expenditures are \$880,198 for Engineering in-kind services for \$70,000; sidewalks and ADA ramps for \$803,598; street signs for \$1,200; and crosswalks for \$5,400.

Capital Improvement Projects Proposed – TASA requires a 20% adjusted cash match, which could be \$30,000-\$40,000. SRTS does not require a match. Reimbursement of in-house Engineering Services. Both grants focus on Pedestrian Safety to School for grades K-8. Focus on Perez Elementary, Memorial Middle School and Harrel Elementary. Application process begins February 2021.

Mayor Fugate commented that the cash match doesn't bother him if the city can get a sidewalk from Memorial Middle School to King Ave. This is a project that is long overdue. He further commented that the more cash match that the city comes up, the greater chance for a grant to be awarded.

Commissioner Lopez commented that once Memorial School is done it will also benefit Harrell School. She further commented that she doesn't understand why we would do Perez Elementary as they are already having existing sidewalks and is ADA compliant.

Mayor Fugate also commented that Armstrong is another street that needs to be considered as there are some students from Memorial School that use that path to head home.

Mr. Mora continued with the presentation. Two Step Application process, Step 1 pre-application deadline April 2021, and if Step 1 pre-application is approved, Step 2 complete application deadline August 2021. Streets Maintenance list is as followed: Armstrong from Santa Gertrudis to Kenedy- Full Depth Constructed (contracted); Santa Gertrudis from Seale to Hwy 141 – Chip Seal ;6th from Corral to US 77 BUS – Chip Seal; 6th from US 77 BUS to Ailsie – Chip Seal; 1st from W. Ave. B to W. Ave. C – Chip Seal; 1st from W. Mesquite to W. Corral – Chip Seal; 3rd from W. Nettie to W. Ave. B – Chip Seal; W. Sage Rd from Armstrong east to pavement transition-Surface treat/Hot Mix Overlay; 3rd from Birchwood to Briarwood-Surface treat/Hot Mix Overlay. Total streets in linear feet is 17,283. Corral Ave/Santa Rosa Ph I Straighten Curve - Minor Arterial – Full Depth Construction; Corral Ave. Ph II from curve to Javelina Station – Minor Arterial – Full Depth Construction; Santa Rosa Ph III from curve to Santa Fe Dr. – Minor Arterial – Full Depth Construction. Corral/Santa Rosa in three phases is 4,278 linear feet and \$1,074,481.

Mayor Fugate recessed the meeting for a dinner break at 5:25 p.m.

Mayor Fugate reconvened the meeting at 5:48 p.m.

Mr. Mora continued with the street maintenance list. The following residential streets will receive chip and seal: Ave. I from Lantana to Armstrong; Lantana from Ave I to north end; Lantana from Lee to Wanda; Wanda from Lan Tana to 150' north; Lee from Wanda to Armstrong; 21st from Mildred to Nancy; 21st from Linden to Warren; 22nd

from John to Louisiana; Calvin from 21st to east end; and Warren from 18th to Inez. Total linear feet proposed to be done 4,409.

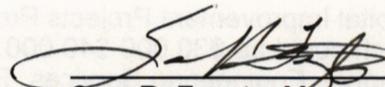
Commissioner Hinojosa asked what is chip and seal. Mr. Mora explained that chip and seal consist of oil with a layer of rock on top which creates surface on top of existing surface that seals cracks.

Downtown Revitalization/Main Street Program Grant: Maximum grant amount is \$500,000 which the application is due by September 1st. A 3.5% cash match is requiring which is a total of \$17,500. Additional cash match contribution provides additional scoring points. In-kind engineering services provides additional scoring points. Proposed \$36,000 in in-kind services. Focus is on Kleberg Ave. between 4th and 5th Street as well as sidewalks, ramps, curbs and lighting improvements.

Mr. Mora further gave updates on drainage master plan. The City adopted the Drainage Master Plan in 2018. Approximate total cost \$82-\$93 million. Three funding options are currently being considered for FY 21. Funding Option 1: Step 1, Submitted Flood Infrastructure Fund Applications to TWBD in June 2020 (50% match). Step 2, pending Fall 2020 invitation to submit complete application. Funding Option 2: In process. Will submit CDBG-MIT application to GLO (1% Match). Application deadline Oct. 2020. Funding Option 3: Consider submitting BRIC application to FEMA (25% Match). Application deadline Jan. 2021. Staff recommended that the best option for the city would be funding Option 2. Mr. Mora continued with giving an update on TXDOT Projects. Business 77 (14th Street) Road Maintenance Improvements. Headwall and Drainage Improvements at Intersection of FM 1356 and FM 3320. Project in process and will be completed in early FY 21. I-69 (US 77 Bypass) South Expansion Construction to begin in early Fall 2020. The project will last approx. 3 1/2 to 4 years. City's Contractor is currently relocating City utility lines, 5 months to complete.

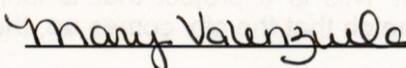
VII. Adjournment.

There being no further business to come before the City Commission, the meeting was adjourned at 6:17 P.M.



Sam R. Fugate, Mayor

ATTEST:



Mary Valenzuela, TRMC, CMC, City Secretary