

**SPECIAL MEETING AND PUBLIC HEARING
CITY COUNCIL
CITY OF NASSAU BAY, TEXAS
October 17, 2016
7:00 PM**

MEMBERS OF COUNCIL PRESENT: Mayor Mark Denman, Councilmembers Harry Dollar, John Mahon, Bryce Klug, Jonathan Amdur, and Bob Warters.

MEMBERS OF COUNCIL ABSENT: Mayor Pro Tem Mossman.

OTHER CITY OFFICIALS PRESENT: City Manager Jason Reynolds, City Secretary Marisela Garcia, and Finance Director Csilla Stiles.

PRESIDING: Mayor Mark Denman.

CALL TO ORDER AND ROLL CALL OF MEMBERS

Mayor Denman called the meeting to order at 7:00 p.m. and announced a quorum of Council was present with six elected officials in attendance.

PUBLIC HEARING AND ACTION ITEMS FROM PUBLIC HEARING

Public Hearing on the adoption of an ordinance providing for the levy, assessment, and collection of an ad valorem tax for Tax Year 2016 (Fiscal Year 2017)

Mayor Denman opened the public hearing for anyone wishing to comment on the proposed budget.

Public Hearing was opened at 7:00 p.m.

There being no one wishing to speak, the public hearing was immediately closed.

Finance Director Csilla Stiles gave an overview of the tax rate noting this was the planned rate as indicated in the adopted budget. Staff requested the tax rate be maintained at the same level it has been the last two years at .742120, which is effectively a 1.9% decrease. It consists of a maintenance and operations rate of .697300 and a debt service rate of .44820. All rates were published as legally required. This will provide about 60% of the funding for the budget that was previously adopted.

Councilmember Mahon inquired about the debt service rate. Finance Director Stiles clarified that the debt service rate was set by the effective and rollback tax calculations based on the required obligation that we have to meet and the rest of that amount is what is left over at that tax rate.

Approval of an ordinance adopting an ordinance providing for the levy, assessment, and collection of an ad valorem tax for Tax Year 2016 (Fiscal Year 2017)

The caption of the ordinance reads as follows (first and only reading):

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF NASSAU BAY, TEXAS, PROVIDING FOR THE LEVY, ASSESSMENT AND COLLECTION OF AN AD VALOREM TAX FOR THE CURRENT TAX YEAR OF 2016 AT THE RATE OF SEVENTY FOUR AND TWO HUNDRED TWELVE THOUSANDTHS CENTS (74.2120¢) ON EACH ONE HUNDRED DOLLARS (\$100.00) OF ASSESSED VALUATION OF TAXABLE PROPERTY IN THE CITY OF NASSAU BAY, TEXAS, FOR THE PURPOSE OF MAINTAINING AND SUPPORTING THE CITY AND OF PAYING THE INTEREST ON AND ESTABLISHING A DEBT SERVICE FUND FOR THE REDEMPTION OF BONDED INDEBTEDNESS FOR THE CITY OF NASSAU BAY, TEXAS

(Said Ordinance is of record in Ordinance Book No. 13 of the City of Nassau Bay, Texas, being Ordinance No. O2016-749.)

It was moved by Councilmember Amdur, seconded by Councilmember Klug, to adopt the property tax rate at .742120, which is effectively a 1.9% decrease in the tax rate; the tax rate consists of the maintenance and operation rate of .6973 and a debt service rate of .04482.

Councilmember Klug clarified that the 5.2% increase in the maintenance and operations was essentially because the debt service has decreased and we're utilizing that with higher property tax rates to fund items like the CIP Program.

Mayor Denman took a roll call vote for the approval of the adoption of the tax rate:

Warters – Approve
Amdur – Approve
Klug – Approve
Mahon – Approve
Dollar – Approve
Denman – Approve

Motion passed 6 – 0.

ADJOURNMENT

There being no further business, the meeting adjourned at 7:04 p.m.

Minutes approved as submitted and/or amended this 14th day of October, A.D., 2016.



Marisela Garcia
Marisela Garcia, TRMC
City Secretary

CITY OF NASSAU BAY, TEXAS

Sandra Massman
Mark A. Denman
Mayor
Mayor Pro Temp