

MINUTES
CITY COUNCIL OF THE CITY OF UNIVERSAL CITY, TEXAS
Council Chambers, 2150 Universal City Blvd, Universal City, TX

Special Meeting, Tuesday, June 26, 2018

1. **CALL TO ORDER:** Mayor Pro Tem Neville at 5:00 P.M.
2. **QUORUM CHECK:** Kristin Mueller, City Clerk.

Present:

Mayor Pro Tem Richard Neville
Councilmember Bear Goolsby
Councilmember Tom Maxwell
Councilmember Najarian
Councilmember William Shelby
Councilmember Beverly Volle

Present:

Ken Taylor, City Manager
Pat Collins, Finance Director
Bill Gabbard, Asst. Chief of Police
Veronica Hernandez, Utility Administrator
Randy Luensmann, Public Works Director
Kristin Mueller, City Clerk

Excused:

Mayor John Williams

Mayor Pro Tem Neville noted a quorum was present.

3. **PURPOSE OF SPECIAL MEETING: Workshop to Discuss the Fiscal Year 2019 Budget - Utility and Stormwater Revenues and Expenditures**

City Manager Ken Taylor stated that Finance Director Pat Collins would be presenting the budget numbers and Grady Reed with HDR would present the water/wastewater analysis.

Mr. Reed reminded Council that San Antonio River Authority (SARA) is increasing their wholesale residential rates by 18%. SARA treatment expenses are expected to increase by 100% between FY18 and FY21. The CCMA wholesale treatment rates are expected to increase by 11.3% for FY19. In addition to the wastewater provider increase, additional money has been included in the analysis for wastewater rehabilitation projects. The goal is to produce \$150,000 annually to use towards those projects. For water, adequate rates must be maintained to comply with bond coverage requirements. The goal for the water fund is to also produce \$150,000 annually for use towards water related projects. The proposed rate increase is 4% for water and wastewater. For FY19, that results in an increase of \$2.35 per month for a residential customer with 5,000 gallons of water and wastewater use.

For Stormwater, no rate increase is proposed for this year. The Stormwater fund is currently generating sufficient funds to allocate approximately \$200,000 annually for capital projects. There are small increases expected in the future to keep up with inflation.

After his presentation, Mr. Reed answered council's questions accordingly.

Finance Director Pat Collins presented the proposed Utility and Stormwater Fund Revenues and Expenditures. She stated that the proposed total utility revenue budget is \$12,054,296. The proposed total utility expenditure budget is \$11,780,649. The proposed total expenditures for the Stormwater Fund is \$687,806 and the proposed total revenue budget for FY18 is \$712,806. Throughout her presentation, she answered questions accordingly.

4. **ADJOURNMENT:** There being no objection, Mayor Pro Tem Neville adjourned the workshop at 5:39 p.m.

ATTEST:

Kristin Mueller, City Clerk

John Williams, Mayor