

The City Council of the City of Seabrook met in special session on Tuesday, September 11, 2012 at 7:00 p.m. in Seabrook City Hall, 1700 First Street, Seabrook, Texas to discuss, consider and if appropriate, take action on the items listed below.

THOSE PRESENT WERE:

GLENN R. ROYAL	MAYOR
ROBERT LLORENTE	COUNCIL PLACE NO. 1
MIKE GIANGROSSO	COUNCIL PLACE NO. 2
GARY JOHNSON	COUNCIL PLACE NO. 3
DON HOLBROOK.	COUNCIL PLACE NO. 4
THOM KOLUPSKI	COUNCIL PLACE NO. 5
LAURA DAVIS	COUNCIL PLACE NO. 6
KELLY TEMPLIN	CITY MANAGER
MICHELE L. GLASER	CITY SECRETARY

Mayor Royal called the special meeting to order at 7:00 p.m. and led the audience in the Pledge of Allegiance.

1.0 PUBLIC COMMENTS AND ANNOUNCEMENTS - None

2.0 NEW BUSINESS

**2.1 Review proposed City of Seabrook FY 2012/13 Budget. (Templin)
and**

2.2 Consider and establish a 2012 property tax rate and, if applicable, order public hearings to be held on the proposed tax rate on Tuesday, October 02, 2012 and Tuesday, October 9, 2012 at 7:00 p.m. in Seabrook City Hall. This action, by record vote, will be required if Council decides to adopt a 2012 tax rate that is greater than the effective tax rate of \$0.649642 per \$100 value. (Templin)

Mr. Templin presented Council with three options concerning the FY 2012/13 budget and establishing a tax rate for 2012. (See Attachment A.) Council members also discussed other possible options such as increasing taxes without adding the two new proposed job positions and Councilor Johnson's recommendation of removing increased pool operation hours from Option 2 which would be a savings of approximately \$6,000. Council informally agreed to Councilor Johnson's recommendation. All options discussed would allow the debt to be paid in a timely manner.

Council also discussed the possible impact on future tax rates if a bond issue is placed on the May 2013 ballot. Mr. Templin stated that tax revenue has been "flat" in the past few years due to Hurricane Ike and the anticipated impact of the SH 146 expansion. Mr. Templin stated that if that trend continues, the city will have to consider raising taxes again next year. He also stated that it will take one to two years for any new commercial development to increase the taxable values in Seabrook. Councilor Davis stated that if taxes must be increased, it would be better to increase in small amount incrementally.

Mr. Templin stated that council had informally agreed that several capital items listed as "Decision Packages" in the FY 2012/13 budget be funded from reserves. He asked for a formal vote on this matter.

Motion was made by Councilor Davis and seconded by Councilor Kolupski

To appropriate \$69,000 out of reserves to fund the capital items discussed in a previous budget workshop.

MOTION CARRIES BY UNANIMOUS CONSENT.

Motion was made by Councilor Davis and seconded by Councilor Holbrook

To establish a 2012 tax rate of \$0.665232/hundred (the maximum tax rate that can be set without a rollback is \$0.730458/hundred) and to hold the two required public hearings on the proposed tax increase at City Hall on Tuesday, October 2, 2012 at 7:00 p.m. and on Tuesday, October 9, 2012 at 7:00 p.m.

Councilor Llorente asked how the proposed tax increase would impact Seabrook voters. Mr. Templin stated that taxes would increase approximately \$24.00 annually on a house valued at \$159,000 which is the average appraisal for single-family homes in Seabrook.

Mayor Royal conducted a record (roll call) vote on this motion.

Ayes: Royal, Davis, Giangrosso, Holbrook, Johnson, Kolupski, Llorente.

Nays: None.

Abstentions: None.

MOTION CARRIES BY UNANIMOUS CONSENT.

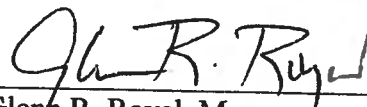
3.0 ROUTINE BUSINESS

3.1 Establish future meeting dates and agenda items. (Council)

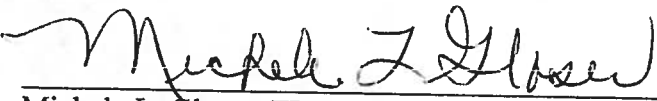
As Council must hold special meetings on October 9 and October 23, members agreed to hold the second regular meeting of October on October 23, instead of October 16. Council will also meet on September 18 and 25. Mayor Royal asked to have an update on SH 126 at the next meeting.

Upon motion, Mayor Royal adjourned the meeting at 7:57 p.m.

Approved this 18th day of September 2012.



Glenn R. Royal, Mayor



Michele L. Glaser, TRMC
City Secretary



CITY OF SEABROOK			
TAX RATE			
2012-2013 BUDGET			
2012 CERTIFIED TAX VALUE	\$807,318,740	2012 EFFECTIVE TAX RATE	0.649642
VALUE UNDER PROTEST	26,722,931	2012 DEBT RATE	0.483154
VALUE NOT ON ROLLS	13,295,135	2012 ROLLBACK RATE	0.182078
CUR EST. TAXABLE VALUE	847,336,806		0.703884
BUDGETED O&M TAX REV			
W/O NEW POSITIONS OR EXT	3,862,063	BUDGETED O&M TAX REV WITH	
POOL HRS		PKS/PW, EXT POOL HRS &	3,938,060
TAX REVENUE TO BAL BUDGET	3,862,063	HUMANE PT TO FT	
2012-2013 DEBT SERVICE	1,542,816	TAX REVENUE TO BAL BUDGET	3,938,060
		2012-2013 DEBT SERVICE	1,542,816
OPTION 1			
ADOPT EFFECTIVE TAX RATE			
Removes new emps in PD & Pks/PW. Reduces pool hours			
O&M RATE	0.467564	OPTION 2	
DS RATE	0.182078	O&M @ ETR - DEBT @ REQUIRED RATE	
	0.649642	Includes 2 new positions (police & parks/pw) and extended pool hours	
O&M REV @ 98%	3,882,605	OPTION 3	
DS REV @ 100%	1,542,816	O&M UNDER ETR - DEBT @ REQUIRED RATE	
RESULT		Includes parks/public works position, extended pool hrs and humane from part-time to full-time	
O&M OVER	20,542	O&M RATE	0.474242
DS SHORT	(0)	DS RATE	0.182078
		O&M REV @ 98%	3,938,058
		DS REV @ 100%	1,542,816
		RESULT	
		O&M OVER	(2)
		DS EQUAL TO BUDGET	0
RATE IS EQUAL TO EFFECTIVE TAX RATE			
NO PUBLIC HEARING REQUIRED			
RATE IS OVER LIMIT			
PUBLIC HEARING REQUIRED			
ESTIM. BEG DS FB	1,702,179	TAX INCREASE	
USE OF RESERVES	(0)	O&M RATE	0.006678
ESTIM. ENDING FB	1,702,179	DS RATE	0.000000
ANNUAL DS	1,542,816		0.006678
FB OVER ANNUAL DS	159,363		