



GLEN SMITH – Mayor
 JOHNNY TRAN – Councilmember Place 1
 JUDY CHAVEZ – Councilmember Place 2
 MARY CROCKER – Councilmember Place 3
 WAYNE DODD – Councilmember Place 4
 ANDY ERDELT – Councilmember Place 5
 STEPHEN MCGOVERN – Councilmember Place 6

CITY OF PALACIOS CITY COUNCIL MEETING AGENDA

Notice is hereby given of a Budget Workshop beginning at 6:00 p.m. and a Regular Council Meeting of the Palacios City Council to be held August 9, 2016, beginning at 7:00 p.m. in the Council Chambers of City Hall, 311 Henderson Avenue, Palacios, TX, for the purpose of considering the following items:

BUDGET WORKSHOP 6:00 p.m.

REGULAR COUNCIL MEETING

CALL TO ORDER

INVOCATION – Councilmember Chavez

PLEDGE OF ALLEGIANCE – Councilmember Dodd

PLEDGE TO TEXAS FLAG – Councilmember Dodd

PLEDGE TO PALACIOS FLAG – Councilmember Dodd

VISITOR / CITIZEN FORUM

PRESENTATIONS

1. Fire Departments Retirees

ADMINISTRATIVE REPORTS

1. Water Line Project.
2. 9th Street Reconstruction Project

ITEMS TO BE CONSIDERED

1. Discuss and consider passage of a proposal to adopt a tax rate for 2016 and schedule a meeting to adopt the tax rate.
2. Discuss and consider scheduling two Public Hearings for citizen's comments on the proposed 2016 tax rate.
3. Discuss and consider scheduling a Public Hearing for citizen's comments on the 2016-2017 budget.
4. Discuss and consider action to approve the following consent agenda items:
 - a) Minutes of the July 26, 2016 Regular Council Meeting

EXECUTIVE SESSION

In accordance with Chapter 551, Government Code, (Open Meetings Law) the Council May go into Executive (closed) session in order to:

Consult with its attorney (551.071)
Discuss Real Estate transaction (551.072)
Deliberation regarding prospective gifts or donation (551.073)
Discuss personnel matters (551.074)
Deliberation regarding security devices (551.076)
Discuss economic development negotiations (551.087)

ACTION ON EXECUTIVE SESSION:

ADJOURN

In compliance with the Americans with Disabilities Act, the City of Palacios will provide for reasonable accommodations for persons attending public meetings. To better serve attendees, requests should be received 24 hours prior to the meeting. Please contact City Hall, at 361.972.3605.

CERTIFICATION

I certify that a copy of the August 9, 2016 agenda of items to be considered by the City Council was posted on the City Hall bulletin board by 5:00p.m. on August 5, 2016.

BUDGET WORKSHOP 6:00 p.m.

REGULAR COUNCIL MEETING

CALL TO ORDER

INVOCATION –Councilmember Chavez

PLEDGE OF ALLEGIANCE – Councilmember Dodd

PLEDGE TO TEXAS FLAG – Councilmember Dodd

PLEDGE TO PALACIOS FLAG – Councilmember Dodd

VISITOR / CITIZEN FORUM

PRESENTATIONS

1. Fire Departments Retirees

ADMINISTRATIVE REPORTS

1. Water Line Project.
2. 9th Street Reconstruction Project

1. Discuss and consider passage of a proposal to adopt a tax rate for 2016 and schedule a meeting to adopt the
2016 Property Tax Rates in City of Palacios

This notice concerns the 2016 property tax rates for City of Palacios. It presents information about three tax rates. Last year's tax rate is the actual tax rate the taxing unit used to determine property taxes last year. This year's *effective* tax rate would impose the same total taxes as last year if you compare properties taxed in both years. This year's *rollback* tax rate is the highest tax rate the taxing unit can set before taxpayers start rollback procedures. In each case these rates are found by dividing the total amount of taxes by the tax base (the total value of taxable property) with adjustments as required by state law. The rates are given per \$100 of property value.

Last year's tax rate:

Last year's operating taxes	\$1,262,103
Last year's debt taxes	\$0
Last year's total taxes	\$1,262,103
Last year's tax base	\$150,250,357
Last year's total tax rate	\$0.84000/\$100

This year's effective tax rate:

Last year's adjusted taxes (after subtracting taxes on lost property)	\$1,261,253
÷ This year's adjusted tax base (after subtracting value of new property)	\$151,119,007
=This year's effective tax rate (Maximum rate unless unit publishes notices and holds hearings.)	\$0.83460/\$100

This year's rollback tax rate:

Last year's adjusted operating taxes (after subtracting taxes on lost property and adjusting for any transferred function, tax increment financing, state criminal justice mandate, and/or enhanced indigent healthcare expenditures)	\$1,419,535
÷ This year's adjusted tax base	\$151,119,007
=This year's effective operating rate	\$0.93935/\$100
x 1.08=this year's maximum operating rate	\$1.01449/\$100
+ This year's debt rate	\$0.00000/\$100
= This year's total rollback rate	\$1.01449/\$100
-Sales tax adjustment rate	\$0.10646/\$100
=Rollback tax rate	\$0.90803/\$100

Statement of Increase/Decrease

If City of Palacios adopts a 2016 tax rate equal to the effective tax rate of \$0.83460 per \$100 of value, taxes would increase compared to 2015 taxes by \$10,450.

Schedule A - Unencumbered Fund Balance

The following estimated balances will be left in the unit's property tax accounts at the end of the fiscal year. These balances are not encumbered by a corresponding debt obligation.

Type of Property Tax Fund	Balance
General Fund	802,753
Utility	162,538

Schedule B - 2016 Debt Service

The unit plans to pay the following amounts for long-term debts that are secured by property taxes. These amounts will be paid from property tax revenues (or additional sales tax revenues, if applicable).

Description of Debt	Principal or Contract Payment to be Paid from Property Taxes	Interest to be Paid from Property Taxes	Other Amounts to be Paid	Total Payment
2011 Series Certificates of Obligations	190,000	118,250	0	308,250
Total required for 2016 debt service			\$308,250	
- Amount (if any) paid from Schedule A			\$0	
- Amount (if any) paid from other resources			\$308,250	
- Excess collections last year			\$0	
= Total to be paid from taxes in 2016			\$0	
+ Amount added in anticipation that the unit will collect only 100.00% of its taxes in 2016			\$0	
= Total debt levy			\$0	

Schedule C - Expected Revenue from Additional Sales Tax

In calculating its effective and rollback tax rates, the unit estimated that it will receive \$162,318 in additional sales and use tax revenues.

This notice contains a summary of actual effective and rollback tax rates' calculations. You can inspect a copy of the full calculations at 1700 7th Street, Rm. 203, Bay City, TX 77414.

Name of person preparing this notice: Cristyn E. Hallmark, PCC
 Title: Matagorda County Tax Assessor-Collector
 Date Prepared: 08/01/2016



MATAGORDA COUNTY

TAX OFFICE

1700 Seventh Street #203
Bay City, Texas 77414-5091

Cristyn E. Hallmark, PCC
Tax Assessor – Collector
Voter Registrar

(979) 244-7670
Fax (979) 244-7678
E-mail: taxac@co.matagorda.tx.us

TO: City of Palacios
FROM: Cristyn E. Hallmark
DATE: August 1, 2016
RE: 2016 EFFECTIVE, SALES TAX ADJ, AND ROLLBACK TAX RATES

City of Palacios's 2016 Effective Tax Rate is **.83460**.

The 2016 Effective M & O rate .93935 and the M & O Rollback Rate is 1.01449. NOTE: These rates are unadjusted for sales tax. The Sales Tax Adjustment Rate for 2016 is **.10646**.

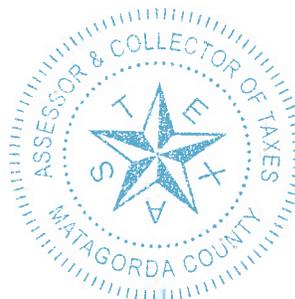
The 2016 Rollback Tax Rate is **.90803** adjusted for sales tax (1.01449 - .10646).

The 2016 Certified Value is **180,371,062**.

Please feel free to contact me if you need additional assistance. We will begin processing tax statements on or about September 20. Please make every effort to have the district's adopted rate to the tax office before this time to assure that the district will be included on the County tax bill.

Thank you,


Cristyn E. Hallmark, PCC



City of Palacios Budget Calendar Fiscal Year 2016-2017

August 5, 2016 – Submit proposed budget to City Secretary

August 9, 2016 – Budget Workshop – 6:00 pm

August 9, 2016 – Regular City Council Meeting – 7pm

- a. Discuss proposed tax rate
- b. If rate will exceed the lower of effective or rollback rate, take a record vote on the specified rate.
- c. Schedule the date to ratify tax rate.
- d. Schedule 2 public hearings on the proposed tax rate.
- e. Schedule public hearing on the Budget

August 12, 2016 – Palacios Beacon Deadline to publish following Wednesday

- a. Send “Notice of 2016 Tax Year Proposed Tax Rate for City of Palacios”
- b. Create and Send Notice of the Public Hearing on the Budget

August 17, 2016 – Publication of Budget Hearing & Tax Rate Hearing Notices

August 23, 2016 – Budget Workshop – 6:00 pm

August 23, 2016 – Regular City Council Meeting – 7pm

- a. First Public Hearing on tax rate
- b. Announce date, time, and location of meeting to adopt the tax rate

August 30, 2016 – Special City Council Meeting – 7pm

- a. Second Public Hearing on tax rate
- b. Announce date, time, and location of meeting to adopt the tax rate

September 13, 2016 – Regular City Council Meeting – 7pm

- a. Public Hearing on Proposed Budget
- b. Adopt Budget
- c. Adopt Property Tax Rate



JOHN C. SARDELICH – Mayor
JOHNNY TRAN – Mayor Pro-Tem – Councilmember Place 1
JUDY CHAVEZ – Councilmember Place 2
MARY CROCKER – Councilmember Place 3
GLEN SMITH – Councilmember Place 4
ANDY ERDELT – Councilmember Place 5
TROY LEWIS – Councilmember Place 6

**CITY OF PALACIOS
CITY COUNCIL MEETING MINUTES
July 26, 2016**

REGULAR COUNCIL MEETING

CALL TO ORDER – Mayor Smith called the Regular Meeting to order at 7:00 p.m.
City Staff present: David Kocurek, Angela Flores, Jackie Jones, Chief Miles

INVOCATION – Councilmember Tran

PLEDGE OF ALLEGIANCE – Councilmember Crocker

PLEDGE TO TEXAS FLAG – Councilmember Crocker

PLEDGE TO PALACIOS FLAG – Councilmember Crocker

VISITOR / CITIZEN FORUM -

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PRESENTATIONS-

1. Palacios Film Friendly Certified Community- Pam Oliver and Paul Christensen gave a presentation on the Film Friendly webpage and did a walk through of the site and what it can do for Palacios. Councilmember Tran gave praise to what the page and Mr.Christensen have already done for Palacios.

ADMINISTRATIVE REPORTS

ITEMS TO BE CONSIDERED

1. Discuss and consider approving the Quarterly Investment Report.- Given by Jackie Jones
Councilmember Tran motioned to approve the Quarterly Investment Report.
Councilmember Dodd seconded.
There was no opposition.
With no opposition the motion carried.
2. Discuss and consider approving the Quarterly Financial Report.-Given by Jackie Jones.
Councilmember Crocker motioned to approve the Quarterly Investment Report.
Councilmember Dodd seconded.
There was no opposition.
With no opposition the motion carried.
3. Discuss and consider appointing Ron Conaway to the Zoning Board of Adjustments.
Mayor Smith motioned to approve the appointment.
Councilmember Tran seconded.
There was no opposition.
With no opposition the motion carried.
4. Discuss and consider appointing David McMurray to the Planning and Zoning Commission.
Councilmember Dodd motioned to approve the appointment.
Councilmember McGovern seconded.
There was no opposition.
With no opposition the motion carried.
5. Discuss and consider action to approve the following consent agenda items:
 - a) Minutes of the June 28, 2016 Regular Council Meeting
 - b) Excuse the absence of Councilmember McGovern from the June 28, 2016 Council Meeting.Councilmember Crocker motioned to approve the Consent Agenda items.
Councilmember Tran seconded.
There was no opposition.
With no opposition the motion carried.

EXECUTIVE SESSION-

In accordance with Chapter 551, Government Code, (Open Meetings Law) the Council

May go into Executive (closed) session in order to:

Consult with its attorney (551.071)

Discuss Real Estate transaction (551.072)

Deliberation regarding prospective gifts or donation (551.073)

Discuss personnel matters (551.074)

A. Discuss candidates to fill the unexpired term Council Position #4- Four applications were returned for Position #4.

Deliberation regarding security devices (551.076)

Discuss economic development negotiations (551.087)

ACTION ON EXECUTIVE SESSION

ADJOURN

Mayor Smith motioned to adjourn at 7:28 pm.

Councilmember Dodd seconded.

There was no opposition.

With no opposition, the motion carried.

Glen Smith, Mayor

Angela Flores, City Secretary

ADJOURN

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