

## MINUTES

### REGULAR CITY COUNCIL MEETING

October 14, 2019 at 6:00 p.m.

### AGENDA

**1. Call to order.**

Mayor Danner called the meeting to order at 6:00 p.m.

**2. Quorum check.**

Mayor James W. Danner, Sr., Mayor Pro Tem John McAnelly, Councilman Eric Torres, Councilman John E. Villa, Councilwoman Ann-Michelle Long, Councilman Bobby Vela, City Attorney Jessie Lopez, City Manager Kim Davis, City Secretary Miguel Cantu

**Staff:** Police Chief Brian Valenzuela, Assistant Finance Director Dee Willman, Director of Aviation Ryan Elder, Economic Development Director Genevieve Flores, Public Works Director Michael Schmidt, Water Crew Leader Jeremiah Socarras, Parks and Recreation Manager Karissa Gonzalez, Police Investigator Maria Rivas

**3. Invocation by Reverend Beverly Kelling, St. Paul Lutheran Church.**

**4. Pledge of Allegiance led by Mayor Danner**

**5. Citizens'/Public Comments**

Chavel Lopez, 1401 14<sup>th</sup> Street, stated that the City had appropriated a million dollars to repair the street. He is asking for timeline, a plan, and completion date of the street repair. He added that there was discussion two years ago that 14th Street would be repaired. To date there have been no repairs. He also addressed the Torres Restroom Park project and stated that there had been previously a budgeted amount of \$40,000 approved and now finds the project cost to be reduced to \$23,000. He would also like a timeline, a plan, and a completion date on this project.

**6. Discuss and consider approving the minutes from Regular City Council meeting of September 23, 2019.**

Councilman Vela moved to approve the minutes. Motion was seconded by Mayor Pro Tem McAnelly. Motion carried 5-0.

**7. City Manager Report(s)**

**a. National Night Out Presentation-**

Investigator Maria Rivas informed council that the Police Department found this project to be a success. Office Rivas thanked the City Manager, Public Works and those who stopped by to show support. Mayor Danner also thanked the Police the Department for sponsoring this community project.

**b. Upcoming Events**

Mrs. Davis stated there were several events planned. Included in the plans are Zombie Run on October 26, and a Dia De Los Muertos celebration that includes an alter workshop, kid's parade and a dance company. The Library will continue to hold its Fall Concert Series with Joyful Noise on November 1<sup>st</sup> at Memorial Square. The Parks and Recreation Department will also have basketball registration and has invited the community to participate. The Police Department has announced its Fall Carnival to raise funds for the Blue Santa Project and will hold a similar event in April 2020. The Police Department filled a police vehicles with toys from their Cruisin' in God's Country event 44

participants.

- 8. Discuss and consider Resolution No. 337-19, a resolution of intent from the City of Hondo to establish a City of Hondo PACE Program. (Genevieve Flores/John Clamp - AACOG)**  
Mrs. Flores introduced Chief Financial Officer Mr. John Clamp with the Alamo Area Council of Governments was introduced. He stated that the PACE Program was a Texas Property Assessed Clean Energy Program and is a volunteer program that helps to create jobs and improves the environment. He stated that mainly counties initiated this program but was pleased to hear that the City of Hondo was taking a proactive approach. Mr. Clamp stated that the program is innovative financing for commercial building improvements that save money for energy or water. The program is for energy efficiency, water conservation, distributed generation, and demand reduction. How the project works is an owner of a building would find a contract, then select a project and a lender and then apply for the PACE Program. The PACE Program and the owner, if they meet the qualifications will then sign a contract with the taxing entity for the assessment payments. The lender then provides funding for the project and the contractors can complete the project while the PACE Program bills assessments to the owner and forwards the payments to the lender. Mr. Clam is seeking for the City of Hondo to act by how the program works and then passing a resolution, then holding a public hearing then to adopt a resolution establishing the PACE Program for approval. The local benefits include reduction on the electricity grid, a mitigation of greenhouse gas emissions, and enhancement of the value and efficiency of buildings. Local governments participating in the program see no tax dollar financial obligation and no risk to public servants. The program is a very secure investment for lenders and provides innovating financing for property owners. Councilwoman Long asked if there was a fee for the program which AACOG receives. Mr. Clamp stated the fee 1% on the first 5 million and half with anything over. Mayor Pro Tem McAnelly asked if those that reside in the ETJ can participate. Mr. Clamp stated that the City can allow those in the ETJ to participate. Mayor Danner stated that the City should invite bankers in the local community to the public hearing. Mrs. Davis stated there were plans to visit with the local bankers to discuss the program with the assistance of Mr. Clamp. Councilman Villa moved to approve Resolution No. 337-19 and set a Public Hearing for October 28, 2019 at 6:00 p.m. Motion seconded by Councilman Vela. Motion carried 5-0.
- 9. Discuss and consider authorizing the City Manager to enter into an agreement with HOLT CAT for the purchase of a 420F CAB 4E full size backhoe loader in the amount of \$93,404.81.**  
Mr. Socarras stated that the purchase was in the 2019-2020 budget to purchase a full size backhoe. The backhoe will be utilized for the Water Division and Wastewater Division. The Water Division had several vendors demonstrate the equipment since April 2019. After comparing the performance and price the Water Division is recommending the purchase of the 420F CAB 4E from Holt. He added that the backhoe did have an extended warranty of 60 months/5,000hours. Mayor McAnelly asked if it was an outright purchase. Mr. Socarras stated it was. Councilman Torres moved to approve the City Manager to enter into a purchase agreement with HOLT CAT of 420F CAB 4E in the amount of \$93,404.81. Motion seconded by Councilman Vela. Motion carried 5-0.
- 10. Discuss and consider authorizing the City Manager to enter into an agreement with Cecil Atkission Ford for the purchase of two (2) new 2019 Ford F-150 trucks in the amount of \$50,306.00 for the Buildings and Grounds Maintenance Division.**  
Mrs. Gonzalez stated that In the FY 19-20 budget under Capital Outlay (01-51340421), \$60,500.000 was budgeted for the purchase of two vehicles for the Buildings and Grounds Maintenance Division. The proposed vehicles to be purchased are ½ ton Ford F-150s which will replace a 1998 Ford F-150 model that has experienced constant electrical and engine maintenance issues, and add the second vehicle to be added to the division’s fleet to provide a vehicle to

support the reorganization of division personnel. She added that Cecil Atkission Ford was not the lowest bidder for vehicles; however, there was less than 1% percentage difference between the cost presented from Cecil Atkission Ford and the lowest bidder, Brown Chevrolet. Staff believes awarding Cecil Atkission Ford is in the best interest of the organization and economic position of the City of Hondo as a whole. Councilman Torres asked if the truck being replaced was the oldest vehicle the city owned. Mrs. Gonzalez confirmed it was.

Councilman Vela moved to approve the agreement with Cecil Atkission in the amount of \$50,306.00. Motion carried 5-0.

**11. Discuss and consider authorizing the City Manager to enter into a License Agreement with Revvolution Shift S3ctor, LLC to conduct an auto race at South Texas Regional Airport at Hondo.**

The City of Hondo and the South Texas Regional Airport was approached by an organization by the name of Shift S3ctor which conduct half mile drag races at airports around the country with exotic and highly modified vehicles. The organization has conducted these races in Colorado, California, Indiana, Oregon and Kansas. There is a zero investment from the City and cover all costs. The race would take place over a weekend (Sat/Sun), and the organization is responsible for all logistics pertaining to their event to include; leasing airport facilities, Fire/EMS services, Security (private/local), Refuse, Restrooms, and Staff for parking, ticketing, gate entry and marketing. Airport Staff would be onsite to ensure safe Airport operations during the event at all times. Everything will be conducted in a safe manner. Mr. Elder stated that he will seek Texas Department of Transportations and FAA's approval. Mayor Danner asked if community organizations could sell items during this event. Mr. Elder stated he would work with the Hondo Chamber of Commerce to bring local vendors to the event. Mrs. Davis stated she had been communicating with the Chamber of Commerce, EDC and the City to make sure this event is successful. Councilman Villa asked if there would be any sale of alcohol. Mr. Elder stated that the contractor would not sell, but this may be an idea for the City to consider. He also added that the contract is for two years. Councilman Torres asked what the financial impact for the City would be. Mrs. Davis stated that it would be zero. The cost of \$12,000 is only for the lease of the airport and the sponsor will reimburse the city for any other costs.

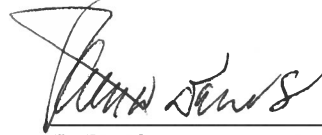
Councilman Vela moved to approve authorizing the City Manager to enter into a License Agreement with Revvolution Shift S3ctor. LLC. Motion seconded by Mayor Pro Tem McAnelly. Motion carried 5-0.

- 12. Executive Session:** The City Council of the City of Hondo convened into Executive Session at 6:52 p.m. and reconvened in Open Session at 7:05 p.m. in accordance with the Texas Open Meetings Act, Texas Government Code, *Section 551.071* (Consultations with Attorney) on matters in which the duty of the attorney to the governmental body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly requires discussion in closed session); Pending or contemplated litigation; *Section 551.072* (Deliberations about Real Property); *Section 551.087* (Deliberations Regarding Economic Development Negotiations)
- a. Discussion regarding potential lease, purchase or value of real property.
  - b. Discussion regarding potential lease/sale of property located at the South Texas Regional Airport at Hondo.

- 13. Discuss and consider appropriate action resulting from Executive Session.**  
No action taken.

- 14. Adjourn.**  
Councilman Vela moved to adjourn the meeting. Motion seconded by Mayor Pro Tem McAnelly. Motion carried 5-0.

PASSED AND APPROVED THIS 28th DAY OF OCTOBER, 2019.



JAMES W. DANNER, SR., MAYOR

ATTEST:



Miguel Cantu, City Secretary

