

CITY OF HORSESHOE BAY
CITY COUNCIL MEETING
MINUTES

June 21, 2011

The City Council of the City of Horseshoe Bay held a Public Meeting at City Hall, June 21, 2011, beginning at 3:00 p.m. in accordance with duly posted notice of said meeting with the following members present:

Robert W. Lambert, Mayor
Claudia Haydon, Mayor Pro Tem
Cynthia Clinesmith, Councilwoman
Phillip Lee, Councilman
Fred Owen, Councilman
Jeff Robinson, Councilman

The posted agenda for this meeting is made a part of these minutes by attachment and the minutes are herewith recorded in the order the agenda items were considered, with the agenda item number and subject shown preceding the applicable paragraph.

1. Call to Order and Establish a Quorum: Mayor Bob Lambert called the Public Meeting to order at 3:00 p.m. with a quorum present.
2. Invocation: Reverend Johnny White with the Church at Horseshoe Bay gave the invocation.
3. Pledges to the Flags: Mayor Lambert led the pledges of allegiance to the United States flag and the Texas flag. He welcomed everyone to the meeting and asked that anyone who would like to make comments please sign the sheet on the podium.
4. Public Comments (those speaking are asked to limit their comments to three minutes): Drew Crosby with the Horseshoe Bay Business Alliance said they had recently elected officers and the next Community Coffee with City Leaders will be Wednesday, June 29, from 9:00-10:00 at The Taste of Thyme.
5. Staff Recognition:
 - a. Introduction of New Employee:
 - i. Tim Foran-Streets Project Manager

City Manager Stan Farmer introduced Tim Foran the new Project Manager working on the Streets Project.

6. An Ordinance Authorizing the Issuance and Awarding the Sale of City of Horseshoe Bay, Texas, Combination Tax and Revenue Certificates Of Obligation, Series 2011; Levying a Tax in Payment Thereof; Approving a Paying Agent/Registrar Agreement; Approving the Official Statement; and Enacting Other Provisions Relating Thereto: Mayor Lambert introduced the City's Financial Advisor Jennifer Douglas with Specialized Public Finance. She gave the Council copies of the bond sale information. Ms. Douglas, Mayor Lambert and

City Manager Stan Farmer met with Standard and Poor's representatives last month, and the City has its first bond rating which is AA. She said this represents the financial stability of the City and explained the highest rating is AAA then AA+ and just below that is AA. Ms. Douglas said for a City of this size this is outstanding. She informed the Council there were seventeen firms across the Country that bid on the City's bonds, adding that this is a very high number. The low bid today was 3.262257%. Ms. Douglas recommended that the Council approve this sale to FTN Financial Capital Markets. The City's Bond Counsel Glen Opel with Vinson Elkins explained that the action item for the Council's consideration is the adoption of an ordinance authorizing the issuance of the \$9.8 million dollars of combination tax and revenue certificates of obligation. Mr. Opel recommended approval of the ordinance. Councilman Owen made the motion to pass the ordinance. The motion was seconded by Councilwoman Haydon. The motion passed unanimously (5-0).

7. Request for Llano County Commissioners Court to Allow Fireworks Displays at Escondido on July 2nd and the Lighthouse on July 3rd: Mayor Lambert explained that last week the Llano County Commissioners Court declared Llano County a disaster related to risk of fire. This would prohibit fireworks within the city limits unless the Commissioners Court specifically allows the fireworks displays to proceed. He said that staff has already submitted the request to Llano County Judge Wayne Brascom for their consideration. Mayor Lambert stated that the City has very strict requirements regarding fireworks within the community and Fire Chief Fiero has been involved in reviewing and approving the requests for the professional displays in the City. Councilwoman Clinesmith made the motion to approve requesting permission from the Llano County Commissioners to allow the Escondido and Lighthouse displays. The motion was seconded by Councilman Robinson. The motion passed unanimously (5-0). Mayor Lambert said the Commissioner's Court will consider this request Monday, June 27. The City will be represented at that meeting by Assistant Fire Chief Stephanie Black due to the fact Fire Chief Fiero will be at the City's Budget Workshop.
8. Update on Development of Property Located near Intersection of Hwy 71 and FM 2147: This item was deferred to a future meeting.
9. Items to be removed from the Consent Agenda: There were no items removed from the Consent Agenda.
10. Consent Agenda Items:
 - a. Minutes of the May 17, 2011 Public Meeting
 - b. Reappointment of Norm Long and Jerry Gray to the Planning and Zoning Commission for a Two-Year Term Ending June 21, 2013
 - c. Proposed Burnet County Emergency Services District Nos. 3 & 6 in City's ETJ

Mayor Lambert said on Item No. 10A there was a correction needed on Item 11 of the Minutes of the May 17, 2011 Public Meeting. The last sentence should read "The motion passed (4-0-1) with Councilwoman Clinesmith abstaining." Councilman Lee made the motion to approve the Consent Agenda with the correction to the minutes. The motion was seconded by Councilman Robinson. The motion passed unanimously (5-0).

11. Monthly Statistical Departmental Data Reports:

- a. City Manager; Administration; Community Services; Development Services; Fire Dept.; and Police Dept.

City Manager Stan Farmer told the Council that the landscaping for the Police Department Building is going in with the irrigation system already installed and the sod currently being installed. The landscaping on the back of the wall on Cardinal will be installed next week and that will complete the landscaping. Community Drive will be paved within the next seven to ten days. The final walk-thru and punch list will occur within the next seven to ten days with Chief Lane, the architect and Mr. Farmer inspecting the building. Chief Lane is preparing to move July 5 and the project is under budget and on time. Mr. Farmer said the equipment and fence is installed in Martin Park. Two benches and trash containers are due next week and when that comes in the installation crew will also clean up the excess wood chips in the area. He added he will be getting a quote for installation of the irrigation of Martin Park. Mr. Farmer said 3,300 mowing letters were mailed recently and this is three times the initial amount mailed two years ago. He added this is the second week of mowing. When the City took over the mowing there were 500 lots being mowed in HSB West and there were 1300 letters mailed this time. Once a lot has been cleared it is placed on the mowing list. There have been in excess of 2,000 lots cleared. The City has initiated a program in HSB West to clear dead trees and letters will be sent to property owners informing them of dead trees on their property in the near future.

12. Initiation of Stage One of the City's Drought Contingency Plan: Community Services Director Jeff Koska said that on May 2nd the combined volume of Lake Buchanan and Lake Travis dropped below 1.4 million acre feet. This is the point where LCRA requests that all their firm water customers voluntarily cut their usage by 5%. Mr. Koska asked that the Council consider initiation of Stage One of the City's Drought Contingency Plan. The City would notify the citizens of this through use of local newspapers, utility bills and the City's website. The Utility Department would also try to identify any leaks in the system. Councilwoman Haydon made the motion to approve initiating Stage One of the Drought Contingency Plan. The motion was seconded by Councilman Owen. The motion passed unanimously (5-0).

13. Public Hearing and Possible Consideration of Both Preliminary and Final Plat Approval for:

- a. Replat of Lot Nos. W1091 and W1092, Horseshoe Bay Plat No. W1.2 (100 Jade)

Mayor Lambert convened a public hearing at 3:29 p.m. He asked if there were any comments. There were none, and he adjourned the public hearing. Councilwoman Haydon made the motion to approve both the preliminary and final replat. The motion was seconded by Councilman Owen. The motion passed unanimously (5-0).

14. Public Hearing and Consideration of Ordinance Approving a Conditional Use Permit Extension for Two Previous Permits for Commercial Trailers (9090 FM 2147 West and 9700 Block of Encantada in Escondido): Mayor Lambert convened a public hearing at 3:30 p.m. He asked if there were any comments. There were none, and he adjourned the public hearing. Councilman Lee made the motion to approve the extension of the Conditional Use Permits as requested. The motion was seconded by Councilwoman Haydon. The motion passed unanimously (5-0).

15. Skywater Over Horseshoe Bay: Mayor Lambert asked Mr. Ron Mitchell with the HSB Resort to give a status report. Mr. Mitchell said that Horseshoe Bay Resort Limited, owner of the Resort amenities, now owns the Jack Nicklaus Signature Golf Course in Skywater. The 18-hole Summit Rock course was deeded over today. They anticipate an additional cost of \$1 million to complete the course. Horseshoe Bay Development Company will move forward with the design and development plans for a Golf Pro Shop and a Skywater Sales and Marketing Center Complex on the corner of Skywater Boulevard and Mayapple. It is their plan to complete this construction within 120 days. They anticipate the course will be ready for during September or October. Mayor Lambert said he thinks the removal of this uncertainty is a great thing for the community and is glad the Resort owns this course and is looking forward to it opening. Mayor Lambert added that the City has no money invested in utilities related to this development and this has always been the case. The City does need to work out some financial arrangements with IBC Bank and he expects a satisfactory resolution.
16. Street Improvement Plan: Mayor Lambert said the Street Committee has approved all bid documents and they are ready to go out to bidders. Bid notices will be published on June 24 and 30 in The Highlander and The HSB Beacon, respectively. The bids will be due on July 26 and on August 22 the contracts will be awarded by the City Council. The projects will start in September. The Fairways should be completed in early January and South in late January. Mayor Lambert said in addition to himself, Councilman Lee, Councilman Owen, former Councilman Steve Spence, City Manager Stan Farmer, and City Project Manager Tim Foran serve on the Committee.
17. Adjournment: Councilwoman Haydon made a motion to adjourn at 3:38 p.m. The motion was seconded by Councilman Lee. The motion passed unanimously (5-0).

APPROVED this 6th day of July, 2011.

CITY OF HORSESHOE BAY, TEXAS

/S/

Robert W. Lambert, Mayor

ATTEST:

/S/

Teresa L. Moore, City Secretary