



**AUSTIN CITY COUNCIL
MINUTES**

**BUDGET ADOPTION READING
SEPTEMBER 12, 13, and 14, 2016**

The following represents the actions taken by the Austin City Council in the order they occurred during the meeting. While the minutes are not in sequential order, all agenda items were discussed. The City Council of Austin, Texas, convened in a budget adoption reading on Monday, September 12, 2016 in the Council Chambers of City Hall, 301 West Second Street, Austin, Texas.

Mayor Adler called the Council Meeting to order at 9:55 a.m. on Tuesday, September 12, 2016. Council Member Troxclair was absent

DISCUSSION ITEMS

1. Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.

The motion to adopt the proposed budget with the following staff amendments was made by Council Member and seconded by Council Member Houston. The staff amendments were:

- **General Fund: To remove 21 positions from Planning and Zoning Department resulting from the Capital Area Planning Organization (CAMPO) staff transferring from City of Austin to Williamson County (amount \$0);**
- **General Fund: To add one Environmental Health Officer to Health and Human Services Department per Travis County interlocal and increase expenditures and revenue by an amount of \$63,787;**
- **General Fund: To move \$225,000 for the Waller Creek Conservancy from the Planning and Zoning Department budget into Park and Recreation Department budget (amount \$0);**
- **Aviation: To maintain the summer internships for high school students within the Aviation Department (amount \$0);**
- **Austin Energy Revenue: To decrease the Base Revenue per rate review settlement lowering revenue requirements in the amount of (\$21,782,301);**
- **Austin Energy Revenue: To increase the Power Supply Revenue to reflect updated seasonality in Power Supply Adjustment (PSA) in the amount of \$1,426,139;**

- **Austin Energy Revenue: To decrease the Community Benefit Revenue to reflect current collections in the amount of (\$165,914);**
- **Austin Energy Revenue: To decrease Regulatory Revenue to reflect recovery for prior period under-collection in the amount of (\$5,327,812);**
- **Austin Energy Requirements: To increase the Power Supply expense to reflect updated seasonality in Power Supply Adjustment (PSA) in the amount of \$1,426,139;**
- **Austin Energy Requirements: To reduce Non-Fuel Operations and Maintenance expenses by \$4 million for the Non-nuclear decommissioning reserve, and \$2 million for cuts to the electric service delivery and information technology contractual services budgets for a total of (\$6,000,000);**
- **Austin Energy Requirements: To decrease Other Operating Expenses to reflect lower Bad Debt and Commercial Paper Administrative expenses in the amount of (\$3,377,681);**
- **Austin Energy Requirements: To decrease debt service to reflect reduced capital improvement capital spending in the amount of (\$2,177,468);**
- **Austin Energy Requirements: To reduce the Capital Improvement Program transfer to reflect reduced spending plan in the amount of (\$14,710,802);**
- **Austin Energy Requirements: To increase the Energy Efficiency Programs in the amount of \$2,000,000;**
- **Austin Energy Requirements: To eliminate the transfer to Strategic Reserve in the amount of (\$9,000,000);**
- **Austin Energy Requirements: To eliminate the transfer to Repair and Replacement Reserve in the amount of (\$10,000,000);**
- **Austin Energy Reserve Funds: Eliminate transfer from the operating fund to the Strategic Reserve in the amount of (\$9,000,000);**
- **Austin Energy Reserve Funds: Eliminate transfer from the operating fund to the Repair and Replacement Reserve in the amount of (\$10,000,000);**
- **Austin Energy Reserve Funds: Rename Austin Energy Strategic Reserve Fund to Austin Energy Contingency Reserve Fund and transfer out \$89.2 million to the Austin Energy Power Supply Stabilization Reserve Fund and \$3.3 million to the Austin Energy Capital Reserve Fund for a total amount of (\$92,544,847);**
- **Austin Energy Reserve Funds: Create the Austin Energy Power Supply Stabilization Reserve Fund and transfer in \$89,235,405 from the Austin Energy Contingency Reserve Fund;**
- **Austin Energy Reserve Funds: Rename the Austin Energy Repair and Replacement Reserve Fund to the Capital Reserve Fund and transfer in \$3,309,442 from the Contingency Reserve Fund;**
- **Austin Energy Reserve Funds: Eliminate the Emergency Reserve and Rate Stabilization Reserve as parts of the previous Strategic Reserve Fund (amount \$0);**
- **Austin Energy Financial Policies: To amend the Austin Energy financial policies as follows:**
 - **To revise item 11 to read: “Austin Energy shall maintain a minimum operating cash equivalent (also known as Working Capital) of 60 days of budgeted operations and maintenance expense, less power supply costs, plus the amount of**

- additional monies required to bring the sum of all Austin Energy's reserves to no less than 150 days of operating and maintenance expense.”;
- To revise item 12 to read: “Net Revenue generated by Austin Energy shall be used for General Fund transfers, capital investments, repair and replacement, debt management, competitive strategies, and other Austin Energy requirements. Once these obligations have been met, any remaining net revenues will be deposited in the following order into Austin Energy's reserve funds until each reserve reaches its minimum funding level: Working Capital, Contingency Reserve, Power Supply Stabilization Reserve, and then Capital Reserve. The sum of the four reserves shall be in the cash equivalent of no less than 150 days of operating and maintenance expense.”;
 - To revise item 13 to read: “The General Fund transfer shall not exceed 12% of Austin Energy three-year average revenues less power supply costs and on-site energy resource revenue, calculated using the current year estimate and the previous two years' actual revenues less power supply costs and on-site energy resource revenue from the City's Comprehensive Annual Financial Report.”;
 - To revise item 15 to read: “The Capital Reserve shall be created and established for providing extensions, additions, replacements and improvements to the Electric System. The Capital Reserve shall maintain a minimum cash equivalent of 50% of the previous year's electric utility depreciation expense.”;
 - To revise item 16 to read: “The Contingency Reserve shall be created and established for unanticipated or unforeseen events that reduce revenue or increase obligations, such as costs related to a natural disaster, extended unplanned plant outages, insurance deductibles, or unexpected costs created by Federal or State legislation. The Contingency Reserve may be used to fund unanticipated power supply expenses only after the Power Supply Stabilization Reserve has been fully depleted. The Contingency Reserve shall maintain an operating cash equivalent of 60 days of budgeted operations and maintenance expense, less power supply costs.”

In the event any portion of the Contingency Reserve is used, the balance will be replenished to the targeted funding level within two (2) fiscal years.

- To add a new item 22 to read: The Power Supply Stabilization Reserve shall be created and established for mitigation power supply cost volatility which causes frequent variation in the Power Supply Adjustment. The Power Supply Stabilization Reserve shall maintain a cash equivalent of 90 days of net power supply costs. Net power supply costs shall be defined as costs eligible for inclusion in the Power Supply Adjustment. The Power Supply Stabilization Reserve shall be funded using net reserves after meeting other obligations and consistent with the flow of funds schedule.

- **Debt Service Funds: To add an expense to the Austin Energy – Utility Revenue Bond – Energy Control Center Reserve Proceeds Fund transferring \$284,133 to the Combined Utility Revenue Bond Redemption Fund.**

A motion to incorporate the following additional amendments into the proposed budget was made by Mayor Adler, seconded by Council Member Casar. The motion was accepted without objection.

SOURCES OF FUNDS	General Fund (\$Million)	One-Time (\$Million)	Other (\$Million)	Total (\$Million)
Reallocation of Public Safety monies (Concept PS2.01)	\$0.15			\$0.15
Community Development Incentive Fund		\$0.16		\$0.16
Unallocated Economic Incentives Reserves Fund		\$0.77		\$0.77
Partial delay of Central Library full staffing		\$0.58		\$0.58
Equity Assessment Tool		\$0.08		\$0.08
10% reduction in select memberships, subscriptions, and travel (or savings as may be directed by City Manager)	\$0.41			\$0.41
Senior Exemption maintained at \$80K	\$0.70			\$0.70
EMS at 100% implementation				
APD Camera/Smart Phones	\$0.76			\$0.76
Building Maintenance 20% reduction (or savings as may be otherwise directed by City Manager)		\$0.36		\$0.36
Music Venue Assistance Program			\$0.48	\$0.48
Increase Convention Center payment to Downtown PID (Public Improvement District)			\$0.21	\$0.21
Watershed Department transfer to CIP for Upper Onion Creek Buyouts			\$1.25	\$1.25
Increase Tax Rate to 0.4418	\$0.85			\$0.85
Draw down of ending balances			\$0.31	\$ 0.31
Labor Negotiations One-Year Delay		\$0.43		\$0.43
Affordability Audit		\$0.50		\$0.50
Defund 12 new sworn positions in APD	\$0.91	\$0.09		\$1.01
PARD park lighting paid by utility fee	\$0.05			\$0.05
City Manager Salary/Benefits		\$0.09		\$0.09
IT Governance Reductions		\$0.52		\$0.52

Staff Presented Options	\$0.60	\$0.60		\$1.20
TOTAL SOURCES OF FUNDS	\$4.44	\$4.17	\$2.25	\$10.85
USES OF FUNDS	General Fund (\$Million)	One-Time (\$Million)	Other (\$Million)	Total (\$Million)
Health and Human Services, Equity, Access				
Cost of Living Increase for Existing Social Service Agreements	\$0.80			\$0.80
Food Access (HS1.04a)	\$0.10			\$0.10
Expand Healthy Food Retail Initiative (HS1.04b)	\$0.20			\$0.20
Parent Support Specialists (HS1.07)		\$1.28		\$1.28
Prime Time After-School Program (HS1.08)		\$0.95		\$0.95
Tenant Relocation (OT1.14)		\$0.17		\$0.17
Housing Trust Fund full appropriation (HS1.02)		\$0.50		\$0.50
Workforce Training (Capital Idea) (ED1.04)	\$0.09		\$0.21	\$0.30
Eastern Crescent Infrastructure: Jain Lane and Meadow Lake Blvd			-	\$ -
Quality of Life		\$2.10		\$2.10
Process Evidence Backlog (PS1.07)			-	\$-
Forensic lab (PS1.04)	\$0.94	\$ 0.48		\$1.42
Downtown museum security (PK1.10)			\$0.06	\$0.06
Downtown loo (HS1.14)			\$0.15	\$0.15
Park Master Plan		\$0.25		\$0.25
Music: arts space crisis, two entertainment services positions, music revenue development (ED 1.02, 1.03 and 1.05)			\$0.48	\$0.48
Summer internships (PB 1.03)	-	-	-	\$ -
Onion Creek Flood Buy-Outs (OT1.19)			\$1.25	\$1.25
Position in Transportation Department dedicated to identifying and seeking funding opportunities (OT1.11)			\$0.10	\$0.10
HOST Pilot (PS1.03)	\$0.31	\$0.12		\$0.43
Affordable housing "linkage" fee		\$0.20		\$0.20

Increase General Fund Reserve Level		\$0.19		\$0.19
TOTAL USES OF FUNDS	\$2.44	\$6.23	\$2.25	\$10.92
BALANCE	\$2.00	\$ (2.06)	\$2.25	\$10.92

Mayor Adler recessed the Council Meeting at 12:00 p.m.

Mayor Adler called the Council Meeting back to order at 1:26 p.m.

DISCUSSION ITEMS CONTINUED

1. Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.

The motion to adopt the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017 with the amendments listed above was made by Mayor Pro Tem Tovo and seconded by Council Member Renteria. The motion was later withdrawn.

Direction was given to staff to schedule discussions on changes to the Austin Energy Rates impacting small businesses before the budget discussions for the FY18 Budget occur; to review the possibility of using any remaining bond money approved for the libraries for renovations at the Old Quarry Library; and to provide additional information on the scope of services provided by the Austin Technology Council and a list of successes achieved by the Council.

Mayor Adler recessed the Council Meeting at 5:06 p.m. Council will reconvene on Tuesday, September 13, 2016 at 9:30 a.m.

Mayor Adler reconvened the Council Meeting at 10:03 a.m. on Tuesday, September 13, 2016.

DISCUSSION ITEMS CONTINUED

1. Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.

Discussion continued on the motion to adopt the ordinance with the amendments and direction approved on Monday, September 12, 2016.

A motion to remove funding from the Planning and Zoning Department budget in the amount of \$84,639 for nine months of funding plus associated one-time costs for a new full-time employee for Long Range Planning was approved on Council Member Pool’s motion, Council Member Kitchen’s second on a 9-1 vote. Council Member Gallo voted nay. Council Member Troxclair was absent.

A motion to eliminate funding to Lone Star Rail from the FY17 proposed budget in the amount of \$49,500 failed on Council Member Zimmerman's motion, Council Member Houston's second on a 1-9 vote. Council Member Zimmerman voted aye. Council Member Troxclair was absent.

A motion to provide direction on the use of the funding allotted for Lone Star Rail, to clarify that the City Council maintains the \$49,500 to be reserved for high capacity commuter rail, was approved on Council Member Houston's motion, Council Member Zimmerman's second on a 10-0 vote. Council Member Troxclair was absent.

A motion to remove funding in the amount of \$55,000 for the Annual Customer Survey from the Development Services Department budget was approved on Mayor Pro Tem Tovo's motion, Council Member Zimmerman's second on a 7-3 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen, Pool and Zimmerman. Those voting nay were: Council Member Gallo, Houston and Renteria. Council Member Troxclair was absent.

A motion to eliminate one full-time employee listed on the Fleet Services vacancy list failed on Council Member Gallo's motion, Council Member Zimmerman's second on a 5-5 vote. Those voting aye were: Council Members Gallo, Garza, Houston, Kitchen and Zimmerman. Those voting nay were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Renteria and Pool. Council Member Troxclair was absent.

A motion to remove funding for the Advertising, Marketing and Promotional Activity in the amount of \$150,000 from the Code Compliance Department budget was made by Council Member Zimmerman and seconded by Council Member Gallo. The motion was later withdrawn.

A motion to transfer funds to the Tourism Promotion Fund from the Parks and Recreation Department in the amount of \$5,370 was approved on Mayor Pro Tem Tovo's motion, Council Member Pool's second on a 10-0 vote. Council Member Troxclair was absent.

A motion to reduce the Third-Party Plan Review increase in the Development Services Department budget in the amount of \$225,000 failed on Council Member Casar's motion, Council Member Kitchen's second on a 5-5 vote. Those voting aye were: Mayor Pro Tem Tovo, Council Member Casar, Garza, Kitchen and Zimmerman. Those voting nay were: Mayor Adler, Council Members Gallo, Houston, Pool and Renteria. Council Member Troxclair was absent.

A motion to remove funding for the Criminal Background Investigator position in the Human Resource Department budget in the amount of \$41,827 (General Fund) and \$41,827 (Other Funds) for a total of \$83,654 was approved on Council Member Kitchen's motion, Council Member Zimmerman's second on a 7-3 vote. Those voting aye were: Mayor Adler,

Mayor Pro Tem Tovo, Council Members Gallo, Garza, Kitchen, Pool and Zimmerman. Those voting nay were: Council Members Casar, Houston and Renteria. Council Member Troxclair was absent.

Mayor Adler recessed the Council Meeting at 12:36 p.m.

Mayor Adler called the Council Meeting back to order at 1:48 p.m.

DISCUSSION ITEMS CONTINUED

1. Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.
Discussion continued on the motion to adopt the ordinance with the amendments listed above.

A motion to move funds in the amount of \$873,573 for capital improvement projects from the General Fund to the Capital Improvement Project budget as one-time funding was approved on Council Member Kitchen's motion, Council Member Pool's second on a 10-0 vote. Council Member Troxclair was absent.

A motion to reduce funding in the Bicycle Infrastructure Management budget within the Austin Transportation Department in the amount of \$100,000 failed on Council Member Zimmerman's motion, Council Member Houston's second on a 3-7 vote. Those voting aye were: Council Members Gallo, Houston and Zimmerman. Those voting nay were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen, Pool and Renteria. Council Member Troxclair was absent.

A motion to reduce the Third-Party Plan Review increase in the Development Services Department budget in the amount of \$235,000 was approved on Mayor Pro Tem Tovo's motion, Council Member Kitchen's second on a 6-4 vote. Those voting aye were: Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen, Pool and Zimmerman. Those voting nay were: Mayor Adler, Council Members Gallo, Houston and Renteria. Council Member Troxclair was absent.

A motion to reduce funding for the Assistant City Clerk position to 9 months and the Public Information Specialist position to 6 months within the Office of the City Clerk in the amount of \$39,451 (General Fund) and \$39,451 (Other Funds) for a total of \$78,902 was approved on Council Member Kitchen's motion, Council Member Houston's second on a 6-4 vote. Those voting aye were: Mayor Pro Tem Tovo, Council Member Casar, Garza, Kitchen, Pool and Zimmerman. Those voting nay were: Mayor Adler, Council Members Gallo, Houston and Renteria. Council Member Troxclair was absent.

A motion to convert a proposed planning officer position requested in the Development Services Department to fund an existing planner senior position in the Austin Housing Trust

Fund was approved on Mayor Pro Tem Tovo's motion, Council Member Casar's second on a 6-4 vote. Those voting aye were: Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen, Pool and Renteria. Those voting nay were: Mayor Adler, Council Members Gallo, Houston and Zimmerman. Council Member Troxclair was absent.

A motion to eliminate funding for the Austin Technology Council in the Economic Development Department budget in the amount of \$70,000 failed on Mayor Pro Tem Tovo's motion, Council Member Zimmerman's second on a 5-5 vote. Those voting aye: Mayor Pro Tem Tovo, Council Members Houston, Kitchen, Pool and Zimmerman. Those voting nay: Mayor Adler, Council Members Casar, Gallo, Garza and Renteria. Council Member Troxclair was absent.

A motion to eliminate funding from the UT Austin Bioscience in the Economic Development Department budget in the amount of \$118,750 failed on Council Member Zimmerman's motion, Council Member Houston's second on a 2-6 vote. Those voting aye were: Council Members Houston and Zimmerman. Those voting nay were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Gallo, Garza and Renteria. Council Member Kitchen abstained. Council Member Gallo was off the dais. Council Member Troxclair was absent.

Mayor Adler recessed the Council Meeting at 3:47 p.m.

Mayor Adler called the Council Meeting back to order at 4:35 p.m.

DISCUSSION ITEMS CONTINUED

1. **Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.
Discussion continued on the motion to adopt the ordinance with the amendments listed above.**

A motion to increase the Senior Tax Exemption to \$91,000 failed on Council Member Gallo's motion, Council Member Zimmerman's second on a 3-7 vote. Those voting aye were: Council Members Gallo, Kitchen and Zimmerman. Those voting nay were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Houston, Pool and Renteria. Council Member Troxclair was absent.

A motion to increase the Senior Exemption to \$85,000 was approved as amended below on Council Member Gallo's motion, Council Member Zimmerman's second on a 10-0 vote. Council Member Troxclair was absent.

The amendment was to revise the amount from \$85,000 to \$82,500. The amendment was approved on Council Member Casar's motion, Council Member Garza's second on a 9-0 vote. Council Member Houston abstained.

A motion to increase funding to the social service contracts in the Health and Human Services Department budget in the amount of \$300,000 was approved on Council Member Garza's motion, Council Member Casar's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

A motion to restore funding to the Downtown Austin Community Court's Rehabilitation Services in the amount of \$50,000 was approved on Council Member Casar's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

A motion to fund the Asian American Quality of Life Initiative, African American Quality of Life Initiative and Hispanic/Latino Quality of Life Initiative in the amount of \$300,000 each was made by Council Member Houston. The motion died for lack of a second.

A motion to fund the childcare continuity services in the amount of \$175,000 was approved on Council Member Pool's motion, Council Member Garza's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

A motion to provide direction to staff in the form of a budget rider to ensure a portion of the allocated \$2,100,000 for the Quality of Life Initiatives was approved on Mayor Adler's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent. The direction on funding allocation was:

- \$300,000 for SNAP outreach and enrollment**
- \$250,000 for Translation and Interpretation**
- \$300,000 for Affordable Care Act outreach and enrollment.**

A motion to create a full-time employee within the Auditor's Office by reallocating the vacant full-time employee in the Financial Services Department's Office of Accountability failed on Council Member Gallo's motion, Council Member Zimmerman's second on a 2-8 vote. Those voting aye were: Council Members Gallo and Zimmerman. Those voting nay were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Houston, Kitchen, Pool and Renteria. Council Member Troxclair was absent.

A motion to increase the funding for the Healthy Food Retail Initiative in the amount of \$200,000 was approved on Council Member Garza's motion, Council Member Pool's second on an 8-1 vote. Council Member Zimmerman voted nay. Council Member Gallo was off the dais. Council Member Troxclair was absent.

A motion to create a Department of Neighborhoods by relocating two FTEs from the Neighborhood Assistance Center and four FTEs from the Historic Preservation Office of the Planning and Zoning Department was made on Council Member Houston's motion, Council Member Pool's second. The motion was later withdrawn and will be recommended to Council at a future meeting in the form of a resolution.

A motion to change the effective date for the employee Pay for Performance by one pay period for a total cost of \$127,500 was made by Council Member Casar and seconded by Council Member Pool. The motion was tabled for discussion on Thursday, September 14, 2016.

Mayor Adler recessed the Council Meeting 5:39 p.m. Council will reconvene on Wednesday, September 14, 2016 at 9:30 a.m.

Mayor Adler reconvened the Council Meeting at 10:16 a.m. on Wednesday, September 14, 2016.

DISCUSSION ITEMS CONTINUED

1. Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.

Discussion continued on the motion to adopt the ordinance with the amendments listed above.

A motion to change the effective date for the employee Pay for Performance by one pay period, for a total cost of \$127,500, was made by Council Member Casar and seconded by Council Member Pool.

A motion to table the Pay for Performance item failed on Council Member Kitchen's motion, Council Member Houston's second on a 2-7 vote. Those voting aye were: Council Members Houston and Kitchen. Those voting nay were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Pool, Renteria and Zimmerman. Council Member Gallo was off the dais. Council Member Troxclair was absent.

A motion to change the effective date for the employee Pay for Performance by one pay period, for a total cost of \$127,500, was approved on Council Member Casar's motion, Council Member Pool's second on a 6-3 vote. Those voting aye: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Pool and Renteria. Those voting nay: Council Members Houston, Kitchen and Zimmerman. Council Member Gallo was off the dais. Council Member Troxclair was absent.

A motion to eliminate the contribution to the Second Street Tax Increment Financing Fund in the Economic Development Department budget in the amount of \$130,961 was approved on Mayor Pro Tem Tovo's motion, Council Member Zimmerman's second on a 10-0 vote. Council Member Troxclair was absent.

A motion to transfer \$250,000 from the I-35 Maintenance Fund for temporary restrooms located in the parking areas under I-35 between East 6th Street and 15th Street was approved on Council Member Houston's motion, Mayor Pro Tem Tovo's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

A motion to transfer funds from the Parking Management Fund in the Austin Transportation Department budget in the amount of \$60,000 to the Capital Improvement Project budget, for funding the Neighborhood Partner Program and restricted to pedestrian related activities, was approved on Council Member Pool's motion, Council Member Gallo's second on a 10-0 vote. Council Member Troxclair was absent.

The motion to increase the amount previously included for PARD park lighting paid by utility fee from \$50,000 to \$55,000 was approved without objection.

Mayor Adler recessed the Council Meeting at 1:07 p.m.

Mayor Adler called the Council Meeting back to order at 2:27 p.m.

DISCUSSION ITEMS CONTINUED

1. **Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.
Discussion continued on the motion to adopt the ordinance with the amendments listed above.**

A motion to transfer funding to provide security lighting installation at high priority neighborhood parks from the Austin Energy Capital Budget to the Parks and Recreation Department in the amount of \$574,000 failed on Mayor Pro Tem Tovo's motion, Council Member Kitchen's second on a 5-5 vote. Those voting aye were: Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen and Pool. Those voting nay were: Mayor Adler, Council Members Gallo, Houston, Renteria and Zimmerman. Council Member Troxclair was absent.

A motion to provide funding for park safety in the amount of \$115,000, Third-Party Appeal in the amount of \$25,000, and for vaccines in the amount of \$10,000 was approved on Council Member Kitchen's motion, Mayor Adler's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

A motion to authorize a position but not to allocate the funding for a full-time employee within the Human Resources Department to assist with conducting criminal background investigations was approved on Council Member Kitchen's motion, Council Member Pool's second on a 10-0 vote. Council Member Troxclair was absent.

A motion to reduce the proposed FY17 fees for Austin Water Utility, Austin Resource Recovery, Transportation User Fee, Drainage User Fee and the Clean Community Fee to the same level as they were in the previous fiscal year was made by Council Member Gallo and seconded by Council Member Zimmerman.

A motion to table the item for future discussion was approved on Mayor Adler's motion, Council Member Renteria's second on an 8-2 vote. Those voting aye were: Mayor Adler,

Mayor Pro Tem Tovo, Council Members Casar, Garza, Houston, Kitchen, Pool and Renteria. Those voting nay were: Council Members Gallo and Zimmerman. Council Member Troxclair was absent.

A motion to amend the support services budget in the amount of \$320,000 resulting from additional encroachment fees received by the Office of Real Estate Services was approved on Council Member Garza's motion, Council Member Pool's second on a 10-0 vote. Council Member Troxclair was absent.

Mayor Adler recessed the Council Meeting 3:41 p.m.

Mayor Adler called the Council Meeting back to order at 4:25 p.m

DISCUSSION ITEMS CONTINUED

1. Approve an ordinance adopting the Operating Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017.

Discussion continued on the motion to adopt the ordinance with the amendments listed above.

A motion to allocate additional one-time funding for the Quality of Life Initiatives including an additional amount of \$167,000 with the allocation direction listed below was approved on Council Member Garza's motion, Council Member Houston's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent. The allocation of funds is as follows:

- African American Quality of Life for a total amount of \$653,333 as follows:
 - KAZI to increase opportunities to broadcast additional Council meetings/forums important to the community in the amount of \$32,970.
 - MEELI Justice Center for job training and support services for youth who are at risk and adults who have been in the criminal justice system in the amount of \$250,000.
 - Youth Employment to serve 200 youth in the amount of \$170,000.
 - Urban Music Festival in the amount of \$26,000.
 - Youth Harvest Foundation in the amount of \$174,363.
- Asian American Quality of Life for a total amount of \$653,333:
 - Translation and language interpretation in the amount of \$250,000.
 - An amount of \$403,333 for which the allocation is still to be determined by the Commission.
- Latino/Hispanic Quality of Life for a total amount of \$653,333:
 - Affordable Care Act Outreach and Enrollment services to reduce the 30% uninsured Latino population in the amount of \$300,000.
 - Mamis Ayudan to address increased adolescent motherhood through bilingual health services in the amount of \$35,000.

- Teen Pregnancy Prevention Task Force to develop a community based teen prevention strategic plan in the amount of \$35,000.
- Con Mi Madre group and individual therapy supporting young Latinas in the amount of \$60,414.
- Pipeline Latinitas – connecting Latino youth with Austin’s tech industry in the amount of \$35,000.
- Ballet East Dance Company to expand folklorico programs to Martin Middle School and Metz Recreation Center in the amount of \$20,000.
- Arts HUB (Sam’s Corner) in Montopolis for learning opportunities in visual art classes in the amount of \$55,000.
- Tejano Monument Anniversary Celebration in the amount of \$26,000.
- Las Comrades building support systems for seniors on fixed systems in the amount of \$11,919.
- Montopolis and Del Valle Community Health Assessment in the amount of \$75,000.

A motion to add one new compliance officer and one new program specialist in the Code Compliance Department to inspect and license residential homes and insure they meet the requirement of the International Property Code in the amount to \$234,697 and increase licensure fees to offset the costs was approved on Council Member Houston’s motion, Council Member Kitchen’s second on a 9-0 vote. Council Member Zimmerman abstained. Council Member Troxclair was absent.

The following direction was given to staff in the form of a budget rider and approved on Council Member Kitchen, Council Member Pool’s second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

- To address unmet safety and ADA requirements and flood damage and mitigation needs at Umlauf Sculpture Garden and Museum by funding with the existing Parks and Recreation Department budget (Refer to Appendix A);
- To provide Austin 311 operators appropriate scripts and guidance for dealing with issues that particularly affect seniors including elder abuse, neglect and fraud scripts, and emergency preparedness script with guidance for talking with seniors, in languages utilized by 311 and 911 operations (Refer to Appendix E);
- To provide funding for Council directed buyouts in Upper Onion Creek Watershed by increasing the Drainage Utility Fund transfer to the Watershed Capital Improvement Fund by \$1.25 million and reduce the Drainage Utility Fund ending balance by \$1.25 million to fund flood damage property buyouts in the vicinity of Pinehurst Drive and Wild Dunes Drive in the Oak Creek Subdivision of the Upper Onion Creek watershed per Council Resolution 20160519-045 (Refer to Appendix C);
- To repurpose an existing full-time employee to create a new position in the Austin Transportation Department dedicated to identifying and coordinating sources of transportation dollars through federal, state, local, Capital Area Metropolitan Planning Organization and partnering fund opportunities including grant funding for use on projects that are the responsibility of the City of Austin; To authorize and provide

instructions for 12 new sworn positions to increase proactive community engagement time after filling existing authorized but unfilled sworn positions and after implementing of the report on Community Policing recommendations related to measuring results and leadership, management and support identified in the Final Report on Community Policing, dated July 21, 2016, presented by the Matrix Consulting Group. (Refer to Appendix B and D) In addition, the following direction was provided for the Austin Police Department:

In authorizing but not funding the 12 sworn officer positions, it is the intent of the City Council that the City Manager will provide staff support to a stakeholder process to review recommendations made in Chapter 3 “Community Policing Leadership and Management” and Chapter 4 “Support for Community Policing in the Department” and community recommendations including those submitted recently by the Austin Justice Coalition. The Austin Justice Coalition recommendations include updating officer training protocols shown to reduce use of force, including prioritization de-escalation and principles of proportionate response.

The Council intends for the stakeholder group to evaluate the above Matrix recommendations and Austin Justice Collation recommendations. Stakeholders should work together to identify strategies to achieve various recommendations, and include a work plan, processes and an implementation timeline for recommendations, with specific attention to recommendations regarding recruitment training, leadership, and metrics to measure community policing at the Austin Police Department.

The City Manager is directed to provide an update on the stakeholder process no later than February 9, 2017, a final report to Council no later than June 15, 2017. The Council requests that the stakeholder group provide an additional briefing to Council.

The following direction was given to staff in the form of a budget rider and was approved on Mayor Pro Tem Tovo’s motion, Council Member Pool’s second on an 8-2 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Houston, Kitchen, Pool and Renteria. Those voting nay were: Council Members Gallo and Zimmerman. Council Member Troxclair was absent.

- To avoid using the affordable Housing Trust Fund for salaries, studies, consultant fees and ongoing expenses;
- To ensure some portion of the Affordable Housing Trust Fund should remain unallocated for several months given Joint Subcommittee discussion about possible workforce housing collaborations as well as the immediate need for additional emergency housing.

The following direction was given to staff in the form of a budget rider and was approved on Mayor Pro Tem Tovo’s motion, Council Member Pool’s second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

- The City Manager should consider whether Health & Human Services job fairs could be enhanced through collaboration with Economic Development and/or other relevant departments.

The following direction was given to staff in the form of a budget rider and was approved on Mayor Pro Tem Tovo's motion, Council Member Pool's second on a 10-0 vote. Council Member Troxclair was absent.

- City Manager is directed to report back by November 1, 2016, about whether the contract with Austin Convention Center Department's catering and concessions contractor can be amended to revise the policy of the Austin Convention Center Department to use all catering and concession revenues for promoting and marketing the Convention Center and the caterer and concession services.

The following direction was given to staff in the form of a budget rider and was approved on Mayor Pro Tem Tovo's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

- The City Manager is directed to continue reviewing the Parks and Recreation Department budget to determine what amount is spent on electrical costs for security lighting (trails, paths, entrance ways, and other similar areas) in our parks facilities and to return to Council with appropriate budget amendments as soon as feasible but no later than December 2016.

The following direction was given to staff in the form of a budget rider and was approved on Mayor Pro Tem Tovo's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

- The City Manager is directed to analyze city programs and city funding for youth programs and to develop a coordinated, fiscally responsible, and effective interdepartmental strategy to guide the creation and investment in high quality programs. The resulting strategy, policy, and procedures should be forwarded to City Council prior to presentation of the draft FY18 budget.

The following direction was given to staff in the form of a budget rider was made on Mayor Pro Tem Tovo's motion, Council Member Pool's second.

- To amend Austin Convention and Visitors Bureau contract to adjust the expectation that all additional hotel/motel tax revenue in a particular year will automatically be directed to the Austin Convention and Visitors Bureau. Continue to review city budget for expenditures eligible for funding through the Tourism and Promotion Fund. Increase the allocation spent on heritage tourism marketing and grants to 15%, using the increase to expand the grants, educational programs, and tours to include strong emphasis on historic civic buildings and spaces. Work with Hancock Golf Course, Waller Creek Conservancy, Zilker Botanical Gardens, Umlauf Sculpture Garden, and other similar sites and organizations to help these develop marketing and programs that would attract visitors. Reserve a portion of the Tourism/Promotion Fund for potential acquisition opportunities that meet requirements under state law.

The motion to list “cemeteries” in the list of sites identified in the budget rider was made by Council Member Houston and accepted without objection.

A motion to postpone the direction listed above to September 22, 2016 failed on Mayor Adler’s motion, Council Member Zimmerman’s second on a 5-5 vote. Those voting aye were: Mayor Adler, Council Members Gallo, Houston, Renteria and Zimmerman. Those voting nay were: Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen and Pool. Council Member Troxclair was absent.

A motion to approve the budget rider direction listed above failed on Mayor Pro Tem Tovo’s motion, Council Member Pool’s second on a 5-5 vote. Those voting aye were: Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen and Pool. Those voting nay were: Mayor Adler, Council Members Gallo, Houston, Renteria and Zimmerman. Council Member Troxclair was absent.

The following direction was given to staff in the form of a budget rider and was approved on Council Member Casar’s motion, Council Member Garza’s second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

- It is the intent of the City Council that a team of experts should conduct a review of the operation of the Austin Police Department’s own DNA lab measured against the formation of an independent lab. Other feasible options in delivering forensic services should also be reviewed.

It is the priority of the City Council that all evidence related to sexual assault cases be tested until there is no evidence for sexual assault cases waiting to be tested. The Council intends for the City Manager to provide quarterly updates to Council with the status of the sexual assault evidence backlog and provide the Department’s goals for turnaround time for processing incoming evidence related to sexual assault.

- When soliciting the Affordable Housing Linkage Fee Study, City Staff should refer to City Council Resolution 20160616-035 for guidance, specifically the fifth Be It Further Resolved clause that directs the City Manager to conduct a nexus study to determine whether a relationship exists between new residential and commercial development and the City’s affordable housing needs. The study should be based on the number of employees occupying new developments, earnings of employees in new developments, the affordability gap between employees’ earnings and available housing, and the cost of building affordable housing. If the study finds a relationship, the study should examine the potential market and economic impacts of various fee levels and the potential impact of various fee levels on prototypical commercial and residential development, including mixed use developments; and include recommended fee levels that will not deter development. The Council desires that the study be conducted by an outside firm with nationwide experience.

Clarification was provided to Council from staff that the following items were budgeted as one-time sources of funding:

- Austin Independent School District – Parent Support Specialist
- Austin Independent School District – Prime Time After-School Program
- Tenant Relocation
- Increase in the Housing Trust Fund appropriation
- Quality of Life initiatives
- SNAPP Program

The following direction was given to staff in the form of a budget rider and was approved on Council Member Garza's motion, Council Member Houston's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

- To incorporate the following job description for the COA Austin Healthy Food Access Initiative and expand the functions of existing departmental resources:

Healthy Food Access Coordinator

This position should leverage all public and private sources to fund a full service Grocery Store and leverages both internal COA resources and external assets to implement programs that increase access to healthy food.

- Initiative working with the food access incubator fund allocated during FY2016-2017 in order to create micro-grants for local businesses and grassroots organizations
- Develop and coordinate expansion of Healthy Food Retail Incentive Program
- Develop and implement Nutritious Food Incentive Program pilot with assistance from other City Departments and community organizations
- Leverage relationships with public and private organizations to generate matching funds for both the Healthy Food Retail Initiatives and Nutritious Food Incentive Program
- Apply for grant funding from State and Federal sources with support from other departments
- Disseminate information to community and businesses about healthy food access funding opportunities
- Distribute City of Austin grants to qualified businesses
- Create alignment with community organizations engaging in similar efforts
- Identify incentives for new healthy food retail
- Work with other city agencies to remove barriers to entry and build local capacity for healthy food retail
- Collaborate on research for Food Environment Analysis

Expanded Functions of existing departmental resources:

Office of Sustainability

- Collaborate on development of Healthy Food Retail Initiative and Nutritious Food Incentive Program
- Incubate a Coordinated Awareness Campaign strategy with stakeholder groups

- **Develop Safe Routes to Market strategy**
- **Manage contract relationships with researchers to develop Food Environment Analysis**

Economic Development

- **Work with Food access coordinator to leverage any public and private resources to fund all full service Grocery Store**
- **Work with Food Access Coordinator to streamline permitting process for new and expanding healthy food retail in targeted areas.**
- **Small Business Program to provide technical assistance to businesses that make fresh food available in targeted areas**
- **Disseminate information about grants to potential business owners and non-profit organizations**

Health and Human Services

- **Manage existing contracts and evaluate impact of all existing Healthy Food Access Initiatives**
- **Manage contracts for new Healthy Food Retail Incentive Program**

Ordinance No. 20160912-001 was approved on a roll call vote with the amendments listed above on Council Member Pool's motion, Council Member Houston's second on an 8-2 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Houston, Kitchen, Pool and Renteria. Those voting nay were: Council Members Gallo and Zimmerman. Council Member Troxclair was absent.

2. **Approve an ordinance adopting the Capital Budget for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017. A motion to adopt the ordinance with the following staff amendments was made by Council Member Pool and seconded by Council Member Renteria.**

The amendments were:

- **To increase the Capital Improvement Project budget for the upper Onion Creek Flood Buy-Out Program in the amount of \$1,250,000.**
- **To increase the Capital Improvement Project budget for the Parks and Recreation Department's Master Plan in the amount of \$250,000**
- **To increase Public Works Department Capital Improvement Project budget for Neighborhood Partnering Program through a transfer from the Parking Management Fund in the amount of \$60,000**
- **To decrease Building Services Department's Capital Improvement Project budget resulting from a reduction in General Fund transfer in the amount of (\$360,000)**
- **Austin Energy: To reduce Power Production appropriation to reflect reduced spending plan from \$61,116,465 to \$46,834,920 in the amount of (\$2,860,000).**

- **Austin Energy: To reduce Transmission appropriation to reflect reduced spending plan from \$26,064,000 to \$23,566,100 in the amount of (\$3,880,000_**
- **Austin Energy: To reduce Distribution and Distribution Substation appropriation to reflect reduced spending plan from \$100,352,537 to \$89,157,027 in the amount of (\$12,900,000).**
- **Austin Energy: To reduce Support Services appropriation to reflect reduced spending plan from \$31,886,870 to \$14,970,985 in the amount of (\$1,380,000).**

A motion to increase funding for Council District 6 by \$528,447 was made by Council Member Zimmerman. The item failed for lack of a second.

Ordinance No. 20160912-002 was approved with the staff amendments listed above on a roll call vote on Council Member Pool's motion, Council Member Renteria's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

Direction was given to staff to bring the proposed FY18 Capital Improvement Budget to the Council Mobility Committee in advance of the budget hearings for discussion.

3. **Approve an ordinance authorizing fees, fines, and other charges to be set or charged by the City for Fiscal Year 2016-2017, beginning on October 1, 2016, and ending on September 30, 2017. A motion to adopt the ordinance with the following staff amendments was made on Council Member Garza's motion and seconded by Council Member Renteria.**

The amendments were:

Austin Code:

- **To revise the Hotel, Motel, Boarding and Rooming Housing License proposed fee from \$245.00 to \$254.00.**

Austin Transportation:

- **To revise the Special Event Traffic Control Plan Preparation Fee to \$500.00 (Pre-set Route) and \$1,500.00 (Custom Plan).**

Austin Water:

- **To revise the Conservation Base Fees (Irrigation Seminars-Two for Four Hours) from \$0.00 to \$28.00.**
- **To revise the Wastewater Volume Unit Charge (Large Volume: Spansion) from \$8.38 to \$8.39.**

Development Services:

- **To revise the Variance Site Plan fees:**
 - **Development Variance Site Plan from \$0.00 to \$2,564.00**
 - **Environmental Variance Environmental Board from \$0.00 to \$1,891.00**
- **To revise the Planned Unit Development Public Utilities District (PUD) Creation**
 - **> 250 acres from \$5,613.00 to \$10,917.00**

- To revise the Miscellaneous Zoning Fees: Traffic Impact Analysis
 - 0-5,000 trips per day from \$1,783.00 to \$2,368.00
 - 5,001-15,000 trips per day from \$3,037.00 to \$3,820.00
 - \$15,001+ trips per day from \$5,546.00 to \$6,723.00

Health and Human Services:

- To revise the Temporary Food Permits (6-14 calendar days) from \$200.00 to \$145.00.

Parks and Recreation:

- To revise the Park Naming Application Fee from \$0.00 to \$365.00.
- To revise the Park Naming Sign Fabrication and Installation Fee from \$0.00 to \$940.00

Watershed Protection:

- To revise the Monthly Drainage Charge: A credit of up to a 50% reduction in the square feet of impervious cover may be provided for voluntary stormwater control measures as established by administrative rule.

Austin Energy:

- To amend the Austin Energy electric rates and charges to match Council Ordinance 20160829-004.

To add a new PART 4 to the ordinance to read:

PART 4 Council waives fees and reimburses costs for City co-sponsored events listed in Exhibit “B” and identified through the following Council actions:

- Resolution No. 20021003-040
- Resolution No. 20040226-040
- Resolution No. 20050324-040B
- Resolution No. 20070308-033
- Resolution No. 20100408-034
- Resolution No. 20100624-080
- Resolution No. 20111208-077
- Resolution No. 20120927-081
- Ordinance No. 20130808-057
- Ordinance No. 20131212-140
- Ordinance No. 20141106-057

These events are Council-approved co-sponsored events, which serve documented public purposes as set forth in the actions of Council noted above. Each event must annually provide reasonable documentation to the City Manager that the event brings a value to the City that is at least roughly equivalent to the fees waived or reimbursed by this action.”

A motion was made to amend the increase the cost of reclaimed water rates for Parkland from \$1.15 to \$1.56 by Council Member Zimmerman. The motion failed for lack of a second.

A motion to amend the Austin Energy FY 17 Community Benefit Charge Schedule to accommodate paying for certain lights owned by the City of Austin and operated on behalf of the City’s Parks and Recreation Department was approved on Council Member Pool’s

motion, Council Member Kitchen's second on an 8-2 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Gallo, Garza, Kitchen, Pool and Renteria. Those voting nay were: Council Members Houston and Zimmerman. Council Member Troxclair was absent.

Ordinance No. 20160912-003 was approved as amended above on a roll call vote on Council Member Garza's motion, Council Member Renteria's second on an 8-2 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Houston, Kitchen, Pool and Renteria. Those voting nay were: Council Members Gallo and Zimmerman. Council Member Troxclair was absent.

The following items were acted on in a combined motion.

4. Approve an ordinance establishing classifications and positions in the classified service of the Austin Fire Department; creating certain positions; establishing pay rates; and repealing Ordinance No. 20150908-004 relating to Fire Department classifications and positions.

Ordinance No. 20160912-004 was approved on Council Member Gallo's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

5. Approve an ordinance establishing classifications and positions in the classified service of the Austin Police Department; creating certain positions; establishing pay rates; and repealing Ordinance No. 20150908-005 relating to Police Department classifications and positions.

Ordinance No. 20160912-005 was approved as amended below on Council Member Gallo's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

The amendments were: to revise Part 4 and 5 by adding the sentence "This position will become effective on January 1, 2017" to the end of each section; and to insert "except as provided in Part 4 and Part 5." at the end of Part 9 of the ordinance.

6. Approve an ordinance establishing classifications and positions in the classified service of the Emergency Medical Services Department; creating certain positions; establishing pay rates; and repealing Ordinance No. 20160128-071 relating to Emergency Medical Services Department classifications and positions.

Ordinance No. 20160912-006 was approved as amended below on Council Member Gallo's motion, Council Member Pool's second on a 9-1 vote. Council Member Zimmerman voted nay. Council Member Troxclair was absent.

The amendments were:

- To revise Part 4 to insert the sentence "Twenty (20) of the positions are 12-months funded in the FY 2016-2017 Budget effective October 1, 2016. The remaining six (6) positions are 9-months funded becoming effective January 1, 2017."

- To revise Part 5 to insert the sentence “Ten (10) of the positions are 9-months funded in the FY 2016-2017 Budget effective January 1, 2017. The remaining sixteen (16) positions are 6-months funded becoming effective April 1, 2017.”
- To insert “except as provided in Part 4 and Part 5.” at the end of Part 9.

Items 7, 8, 9 and 10 were acted on in a combined motion.

7. Approve a resolution declaring the City of Austin's official intent to reimburse itself from: November 2012 Proposition 12 General Obligation bonds in the amount of \$3,650,000 related to transportation and mobility; November 2012 Proposition 14 General Obligation bonds in the amount of \$4,440,000 related to parks and recreation; November 2012 Proposition 16 General Obligation bonds in the amount of \$600,000 related to public safety; November 2012 Proposition 18 General Obligation bonds in the amount of \$1,405,000 related to library, museum, and cultural arts facilities; November 2013 Proposition 1 General Obligation Bonds in the amount of \$14,000,000 for Affordable Housing; Certificates of Obligation in the amount of \$2,900,000 for the Women and Children's Shelter Renovation and Expansion, and \$5,000,000 for the New Central Library; and Contractual Obligations in the amount of \$3,020,000 for the Austin Resource Recovery organics program expansion vehicles and equipment; \$2,010,000 for Public Works Department vehicles and equipment; \$430,000 for Austin Transportation Department vehicles and equipment.
Resolution No. 20160912-007 was approved on Council Member Pool's motion, Council Member Renteria's second on a 10-0 vote. Council Member Troxclair was absent.
8. Approve a resolution declaring the City of Austin's official intent to reimburse itself from the proceeds of tax-exempt obligations in an aggregate maximum principal amount of \$103,000,000 for expenditures related to the acquisition and construction of electric utility capital improvement projects.
Resolution No. 20160912-008 was approved on Council Member Pool's motion, Council Member Renteria's second on a 10-0 vote. Council Member Troxclair was absent.
9. Approve a resolution declaring the City of Austin's official intent to reimburse itself from the proceeds of tax-exempt obligations to be issued through October 2017 for acquisition and construction costs in an aggregate maximum principal amount of \$182,000,000 related to Fiscal Year 2016-2017 Austin Water Capital Improvement Projects.
Resolution No. 20160912-009 was approved on Council Member Pool's motion, Council Member Renteria's second on a 10-0 vote. Council Member Troxclair was absent.
10. Approve a resolution declaring the City of Austin's official intent to reimburse itself from revenue bonds in an amount not to exceed \$178,378,142 for Austin-Bergstrom International Airport improvements.
Resolution No. 20160912-010 was approved on Council Member Pool's motion, Council Member Renteria's second on a 10-0 vote. Council Member Troxclair was absent.
11. Ratify the property tax increase reflected in the Budget for Fiscal Year 2016-2017.

The motion to ratify the property tax increase reflected in the budget for fiscal year 2016-2017 was approved on Council Member Renteria's motion, Council Member Garza's second on a 7-2 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen, Pool and Renteria. Those voting nay were: Council Members Gallo and Zimmerman. Council Member Houston abstained. Council Member Troxclair was absent.

12. Approve an ordinance adopting and levying a property (ad valorem) tax rate for the City of Austin for Fiscal Year 2016-2017.
Ordinance No. 20160912-012 was approved on a roll call vote on Council Member Casar's motion, Council Member Renteria's second on a 7-2 vote. Those voting aye were: Mayor Adler, Mayor Pro Tem Tovo, Council Members Casar, Garza, Kitchen, Pool and Renteria. Those voting nay were: Council Members Gallo and Zimmerman. Council Member Houston abstained. Council Member Troxclair was absent.

Mayor Adler recessed the Council Meeting and called the Board of Directors' Meeting of the Austin Housing Finance Corporation to order at 6:12 p.m. See separate minutes.

13. The Mayor will recess the City Council meeting to conduct a Board of Directors' Meeting of the Austin Housing Finance Corporation (AHFC). Following adjournment of the AHFC Board meeting the City Council will reconvene.

Mayor Adler recessed the Council Meeting and called the Board of Directors' Meeting of the Mueller Local Government Corporation to order at 6:13 p.m. See separate minutes.

14. The Mayor will recess the City Council meeting to conduct a Board of Directors' Meeting of the Mueller Local Government Corporation (MLGC). Following adjournment of the MLGC Board meeting the City Council will reconvene.

Mayor Adler adjourned the meeting at 6:13 p.m. without objection.

The minutes were approved on this the 6th day of October 2016 on Council Member Zimmerman's motion, Council Member Gallo's second on a 10-0 vote. Council Member Troxclair was absent.

Budget Direction for Budget Concept Item PK1.04

Submitted by CM Kitchen

Item	Description	General Fund	One-Time Funds
PK1.04	Funding for safety, ADA requirements, and flood damage and mitigation, Umlauf Sculpture Garden & Museum		Within existing budget

Budget direction addressing unmet safety and ADA needs at Umlauf Sculpture Garden & Museum with instructions regarding the expenditure of funds related to the Parks Department budget.

Unmet Safety Needs

In 2014, the City of Austin and the Umlauf Sculpture Garden & Museum signed an agreement that addresses continued support of the facility through a combination of public and private funds, including the city’s ongoing responsibilities related to facility maintenance. Umlauf’s success allows PARD to continue to provide an educational, artistic, cultural enrichment that educates and enlightens visitors, students and our overall community.

Due to a recent flood event, the Umlauf’s main fundraising event had to be cancelled and the gardens and property experienced significant levels of erosion and damage impacting public safety. Additionally, the existing bathroom facilities do not meet ADA accessibility requirements under federal law. With more than 45,000 visitors and 5,000 public school tours for children annually, accessibility and safety requirements are in need of prioritization.

Unmet Safety Needs:

- Reconstruct garden pathways to address flooding damage
- Level concrete and limestone pathways to address safety hazard
- Recover garden vegetation to address flooding damage
- Dredge and clean the stream and ponds to address flooding
- Repair structural damage to Umlauf property from flooding
- Remodel two public restrooms to be ADA compliant
- Mitigate for future flood and erosion to protect assets
- Repair or replace malfunctioning and leaking exterior windows and walls

Appendix A

The additional funding to support Umlauf for 2017 will assist with repairs, flood recovery and safety concerns so accessibility and progress toward protecting this City asset can be achieved. Some mitigation funds through a FEMA reimbursement are available for flood damage to the property. But additional city resources are needed to level pathways, recover garden vegetation, and other mitigation to stabilize the grounds and facilities from future rain events and further damage.



Umlauf flood images

Budget Direction for Budget Concept Item OT1.11

Submitted by CM Kitchen

Item	Description	General Fund	One-Time Funds
OT1.11	Funding for creation of a new position in ATD dedicated to identifying and coordinating sources of transportation dollars through federal/state/local/CAMPO and partnering fund opportunities.	Within City Manager's Proposed Budget (repurposes FTE)	

Budget direction for the use of ATD budget funding for an FTE position dedicated to enhancing the City's ability to leverage funding processes and federal, state, and grant transportation funding for use on projects that are the responsibility of the City of Austin.

Need

The City of Austin continues to experience growing population, transportation challenges, and the increasing costs associated with providing multi-modal transportation solutions. Locating sufficient funding for what can be costly transportation solutions, more often than not, requires partnering with other transportation entities and governmental bodies, competing for what can be scarce transportation funding, and putting together funding packages from combinations of funding sources with complex regulatory requirements and processes. The City would be well served in investing in an FTE position dedicated to identifying, coordinating, and leveraging opportunities for funding including CAMPO processes

Appendix C

Budget Direction for Budget Concept Item OT1.19 (WPD)

Submitted by CM Kitchen

Item	Description	General Fund	One-Time Funds	Other Funds
OT1.19	Increase DUF transfer to the Watershed CIP Fund by \$1.25m and reduce the DUF ending balance by \$1.25m to fund flood damaged property buyouts in the vicinity of Pinehurst Drive and Wild Dunes Drive in the Oak Creek Subdivision of the Upper Onion Creek watershed per Council Resolution No 20160519-045.	-	-	1,250,000

A budget rider stating instructions for funding Council directed buyouts in an area of the Upper Onion Creek watershed.

Funding allocated to proceed with approved buyout options:

This funding transfer authorizes funding for the purpose of immediately beginning the buyouts authorized by Council Resolution 20160519-045. As stated by that resolution, Council intends to fund up to \$5,000,000 if necessary to address flood damaged property buyouts in the identified area.

Appendix D

Budget Direction for Budget Concept Item PS1.04 (APD)

Submitted by CM Kitchen

Item	Description	General Fund	One-Time Funds
PS1.11	Authorization for 12 new sworn positions to increase proactive community engagement time after filling existing authorized but unfilled sworn positions and after implementation of report on Community Policing recommendations related to measuring results (Section 5, page 9) and leadership, management and support (Section 4, Chapters 3 and 4, pages 5-6		

A budget rider stating instructions regarding staffing and policy goals as well as instructions regarding the expenditure of funds related to the police budget.

Sworn Position Staffing

The City Council intends that certain sworn position staffing levels for the Austin Police Department be achieved in support of agreed upon community policing principles and policies as recommended by the Final Report on Community Policing, dated July 21, 2016, presented by the Matrix Consulting Group.

Council recognizes that sufficient staffing is critical to officer safety and morale as well as to providing the level of service community policing requires. To help meet the APD patrol staffing standards, the APD should utilize overtime officers where appropriate. To facilitate this usage the Austin Police Department will explore the adoption of an internet based Patrol Staffing software solution that will allow Officers to identify and respond to patrol staffing shortages.

The City Council also recognizes the importance of creating an environment in which community policing can succeed and supports the recommendations related to measuring results and leadership, management, and support in Chapters 3 and 4 of the Report. Based on Report recommendations, particularly in Sections 8 and 9 of Chapter 3, the cooperative community process will identify strategies to include a work plan and processes and an implementation timeline.

Appendix E

Budget Direction for Budget Concept Item QL1.30 (Senior 311 Script)

Submitted by CM Kitchen

Item	Description	General Fund	One-Time Funds	Other Funds
QL1.30	Provide 311 operators with elder abuse, neglect and fraud scripts, and emergency preparedness script with guidance for talking with seniors, in languages utilized by 311 and 911 operations	\$ 0	\$ 0	\$ 0

A budget rider stating instructions for assuring Austin 311 operators are provided with appropriate scripts and guidance for dealing with issues that particularly affect seniors.

Ensuring City Telephone Information Meets Seniors' Needs:

This item fulfills a recommendation from the Commission on Seniors, included in the Age Friendly Austin Plan. Council recognizes that seniors often face unique challenges and directs this item in order that City communications be the most responsive possible and address senior issues including elder abuse. 311 management will work with a representative from Area Agency on Aging, Aging and Disability Resource Center of the Capital Area to ensure the most appropriate age and subject matter language and instructions are used in scripts and guidance. This material will then be added to the knowledge base to best serve callers needing assistance or guidance. This will require updating the system, but the 311 Manager has determined that it is a one-time situation which requires no reprogramming and therefore can be accomplished at no additional cost with no budget impact.