

CITY OF LAKEWAY CITY COUNCIL
Minutes of Special Session
Monday, August 9, 2010, at 2:00 p.m.
Lakeway City Hall, 1102 Lohmans Crossing, Lakeway, Texas 78734

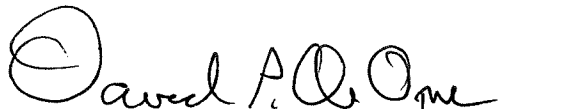
1. **Establish Quorum and Call to Order.** Present: Mayor Dave DeOme and Councilmembers Joe Bain, Dee Ann Burns-Farrell, Bruce Harris, Dave Taylor, Alan Tye and Dennis Wallace.

2. **City Manager Presentation of 2011 Proposed Budget.**
City Manager Steve Jones presented a slide presentation of the proposed budget. The following matters/questions were raised by Councilmembers:
 - Tax rate.
 - How will appraisal values affect the proposed tax rate?
 - What is the projected sales tax revenue increase for this year and next year?
 - Are inspection fees calculated in the drop in building and development fees?
 - Why is there such a drop in income interest over last year?
 - How long can the city sustain financial losses at both the Activity and Swim Centers?
 - Status of police car equipment and motorcycle use.
 - Request for information regarding turnover rate in police staff.
 - Are we still going to do the Volunteer dinner?

City Manager Steve Jones went over figures, chart by chart, and answered Council's questions. He recommended an effective tax rate of 20.50%, using a debt rate of 1.76. He reported that four staff positions remain frozen; there will be one new hire for a part time administrative position in BDS. The budget includes a 3% merit raise for distribution among staff at the discretion of department heads. Further discussion of proposed budget and tax rate is scheduled to continue to at the Regular City Council Meeting on Monday, August 16th at 6:30 p.m.

3. **Adopt a Proposed Ad Valorem tax rate for 2010.**
 - Citizen participation – No one spoke during citizen participation.
 - Council discussion/action – **No motion was made.**

4. **Meeting was adjourned at 3:45 p.m.**



David P. DeOme, Mayor

ATTEST:



Donna Boyle, City Secretary

