



**Office of the Mayor
Gatesville, Texas**

Proclamation

ARBOR DAY 2026

WHEREAS, in 1872 a special day was set aside for the planting of trees; and

WHEREAS, this holiday, called Arbor Day, was first celebrated in Texas in 1890 and is now celebrated throughout the world; and

WHEREAS, trees reduce the erosion of topsoil, cut heating and cooling costs, clean the air, provide habitat for wildlife, and are a renewable resource giving us paper, wood, fuel, and countless other wood products; and

WHEREAS, trees increase property values, enhance the economic vitality of business areas, and beautify our community; and

WHEREAS, trees, wherever they are planted, are a source of joy and spiritual renewal;

NOW, THEREFORE, I, Gary Chumley, by virtue of the power and authority vested in me as Mayor of the City of Gatesville do hereby proclaim November 6, 2026, as,

“CITY OF GATESVILLE ARBOR DAY”

PROCLAIMED this 13th day of October 2026.

In witness whereof I have hereunto set my hand and caused this seal to be affixed.

Mayor, Gary Chumley

ATTEST:

Holly Owens, City Secretary

CITY COUNCIL MEETING
SEPTEMBER 22, 2026
5:30 P.M.
COUNCIL CHAMBERS, 110 NORTH 8TH STREET,
GATESVILLE, TEXAS 76528

AN OPEN MEETING WAS HELD CONCERNING THE FOLLOWING SUBJECTS:

1. **CALL TO ORDER** THE REGULAR CITY COUNCIL MEETING AT **5:30 P.M.** THIS **22nd DAY OF SEPTEMBER 2026.**
2. **QUORUM CHECK/COUNCIL PRESENT:** Mayor Gary Chumley, Mayor Pro Tem Greg Casey, Councilmembers Jon Salter, Kalinda Westbrook, and Travis VanBibber.

COUNCIL ABSENT: Councilmember(s) Aaron Smith

CITY STAFF PRESENT: City Manager Brad Hunt, City Secretary Holly Owens, Deputy City Manager/Finance Director Mike Halsema, Chief Jeff Clark, Chad Newman, Lori McLaughlin, and Gary Proctor.

OTHERS: Leo Corona, Linda and Danny Stroud, Ken Mallach, Jason Shields, and Meredith Rainer.

3. **INVOCATION:** Jon Salter and **PLEDGE OF ALLEGIANCE:** Led by Mayor Gary Chumley.

CITIZENS/PUBLIC COMMENTS FORUM: INDIVIDUALS WISHING TO ADDRESS THE GATESVILLE CITY COUNCIL MAY DO SO DURING THIS SEGMENT. IF YOU INTEND TO COMMENT ON A SPECIFIC AGENDA ITEM, PLEASE INDICATE THE ITEM(S) ON THE SIGN-IN SHEET BEFORE THE MEETING. EACH SPEAKER IS ALLOTTED A MAXIMUM OF 3 MINUTES FOR THEIR REMARKS, AND SPEAKERS ARE EXPECTED TO CONDUCT THEMSELVES IN A RESPECTFUL MANNER. THIS REQUIRES THAT MEMBERS OF THE AUDIENCE AND SPEAKERS ADDRESSING THE CITY COUNCIL MUST NOT ENGAGE IN BEHAVIOR THAT WOULD BE DISRUPTIVE OF THE ORDERLY PROCEEDING OF THE COUNCIL MEETING. IN ACCORDANCE WITH THE TEXAS OPEN MEETINGS ACT, THE CITY OF GATESVILLE CITY COUNCIL CANNOT DELIBERATE OR ACT ON ITEMS NOT LISTED ON THE MEETING AGENDA.

Leo Corona came forward to address the complaint made against him while he was out campaigning and going door to door.

Ken Mallach came forward requesting additional time to clean up his hanger to become compliant with the lease agreement.

Mayor Chumley reminded the audience that Council cannot discuss or act on items that are spoken about under citizen comments.

Brad Hunt addressed the issues that Mr. Mallach brought up and agreed to meet with each lessee individually or as a group to discuss the agreements and compliance.

CONSENT:

4. All consent agenda items are considered routine by the City Council and will be enacted by a single motion. There will be no separate discussion of these items unless a Councilmember requests an item to be removed and considered separately.
 - a. **Resolution 2026-104:** Discussion and possible action regarding approval of minutes from Regular City Council Meeting held on **August 25, 2026.**
 - b. **Resolution 2026-105:** Discussion and possible action regarding approval of minutes from Regular City Council Meeting held on **September 1, 2026.**
 - c. **Resolution 2026-106:** Discussion and possible action regarding approval of minutes from Regular City Council Meeting held on **September 8, 2026.**
 - d. **Resolution 2026-109:** Discussion and possible action regarding the July 2026 Financials.
 - e. **Resolution 2026-110:** Discussion and possible action regarding a Resolution designating an official newspaper for the City of Gatesville for the Fiscal Year 2026-2027.
 - f. **Resolution 2026-111:** Discussion and possible action regarding road closure for Fall Festival.

CONSENT AGENDA: Motion by Travis VanBibber, seconded by Jon Salter to **APPROVE** the **CONSENT AGENDA** as presented. All four voting “Aye” motion passed unanimously, 4-0-0. (Smith absent)

OTHER BUSINESS:

5. **Ordinance 2026-18:** Discussion and possible action regarding the amendment to Chapter 6 - Animals in the Code of Ordinances. *2nd Reading*

Mayor Chumley asked to what extent does Animal Control go through to verify an animal has been vaccinated. Chief Clark stated the ACO contacts surrounding veterinary clinics to see if the animal in question has been seen or if they have any records on the animals.

Councilwoman Westbrook suggested that the section be restructured to distinguish between animals inside the vehicle and in the back of a truck and whether those animals are a distraction to the driver. Chief Clark agreed to make the change.

Councilwoman Westbrook asked about when an animal is in the back of the truck and when it becomes a violation. Councilman Salter and Casey both weighed in that it should be the animal owner's responsibility and judgement on whether the animal belongs in the back of the truck or not. Brad Hunt stated the ordinance can be changed to state that only when the animal leaves the back of the truck while the truck is in motion does it become a violation.

Leo Corona came forward to express his concern about the number of allotted chickens and/or hens per residence.

ORDINANCE 2026-18: Motion by Kalinda Westbrook, seconded by Greg Casey to **PASS ORDINANCE 2026-18** amending Chapter 6 - Animals to the next meeting, second reading. All four voting "Aye" motion passed unanimously, 4-0-0. (Smith absent)

6. Resolution 2026-112: Discussion and possible action regarding an emergency expenditure to repair the North Fort Hood Lift Station.

RESOLUTION 2026-112: Motion by Jon Salter, seconded by Travis VanBibber to **APPROVE** and ratify the expenditure of the unplanned \$49,227.95, paid to B-Corp, LLC, for the emergency repairs to the North Fort Hood Lift Station. All four voting "Aye" motion passed unanimously, 4-0-0. (Smith absent)

7. Resolution 2026-113: Discussion and possible action regarding the November and December City Council Meeting Dates.

RESOLUTION 2026-113: Motion by Greg Casey, seconded by Travis VanBibber to schedule one Regular Meeting in November and December on the following dates: **Tuesday, November 17, 2026, and Tuesday, December 8, 2026.** All four voting "Aye" motion passed unanimously, 4-0-0. (Smith absent)

8. Resolution 2026-114: Discussion and possible action regarding a crosswalk on Hornet Way.

RESOLUTION 2026-114: Motion by Kalinda Westbrook, seconded by Jon Salter to **APPROVE RESOLUTION 2026-114**, authorizing the placement of one crosswalk each at the following two locations; on Hornet Way (S. 26th Street) just north of Marshall Street and on South 27th Street just north of Marshall Street, in Gatesville, Coryell County, Texas. All four voting "Aye" motion passed unanimously, 4-0-0. (Smith absent)

9. Ordinance 2025-22: Discussion and possible action to amend the Fiscal Year 2025-2026 Budget.
3rd Reading

ORDINANCE 2025-22: Motion by Greg Casey, seconded by Travis VanBibber to **APPROVE ORDINANCE 2025-22** amending the FY 2025-26 Budget, third and final reading.

10. Resolution 2026-115: Discussion and possible action regarding Building Standards Commission recommendations.

RESOLUTION 2026-115: Motion by Jon Salter, seconded by Kalinda Westbrook to **APPROVE** City Staff's recommendation to secure the house located at 202 Spindletop Street and initiate the demolition process for the accessory structure located on the property, and to initiate the demolition process for the house located at 215 Spindletop Street. All four voting "Aye" motion passed unanimously, 4-0-0. (Smith absent)

11. City Manager Report. Discussion only.

Brad Hunt presented the City Manager's report. No action was taken.

12. Adjourn Meeting

The meeting was adjourned at 6:59 p.m.

Mayor Gary Chumley

ATTEST:

City Secretary, Holly Owens



Date 10/13/2026

Agenda Item 5b

Resolution 2026-117

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Chief Jeff Clark

Agenda Item: Cork & Kegs

Information: The Gatesville Chamber of Commerce is hosting a Cork & Kegs event on Saturday November 14th, 2026, from 3:00pm to 6:00pm. The event will have vendors from wineries and breweries from the Central Texas region. The event will take place in the square around the courthouse and will require road closures. The road closures are: North side of Courthouse of East Main and 6th St, South side of Courthouse of 6th Street to East Leon Street, North Side of Courthouse of East Main and 7th Street 8th & East Leon. This would be for vendors to have access to drop off their belongings. The organizer also requests the presence of 2 uniformed patrol officers from 3:00pm to 6:00pm. The Chamber will compensate the officers for their work at the event and is requesting trash cans and barricades from the City.

Financial Impact: N/A

Staff Recommendation: Staff recommends approval of the event.

Motion: I move to approve Resolution 2026-117, approving the Cork & Kegs event scheduled for November 14th, 2026 and all appropriately requested City services and resources.

Attachments: The permit and map of the event.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary

Date: 10/13/2026

Agenda Item: 5c

Resolution: 2026-118



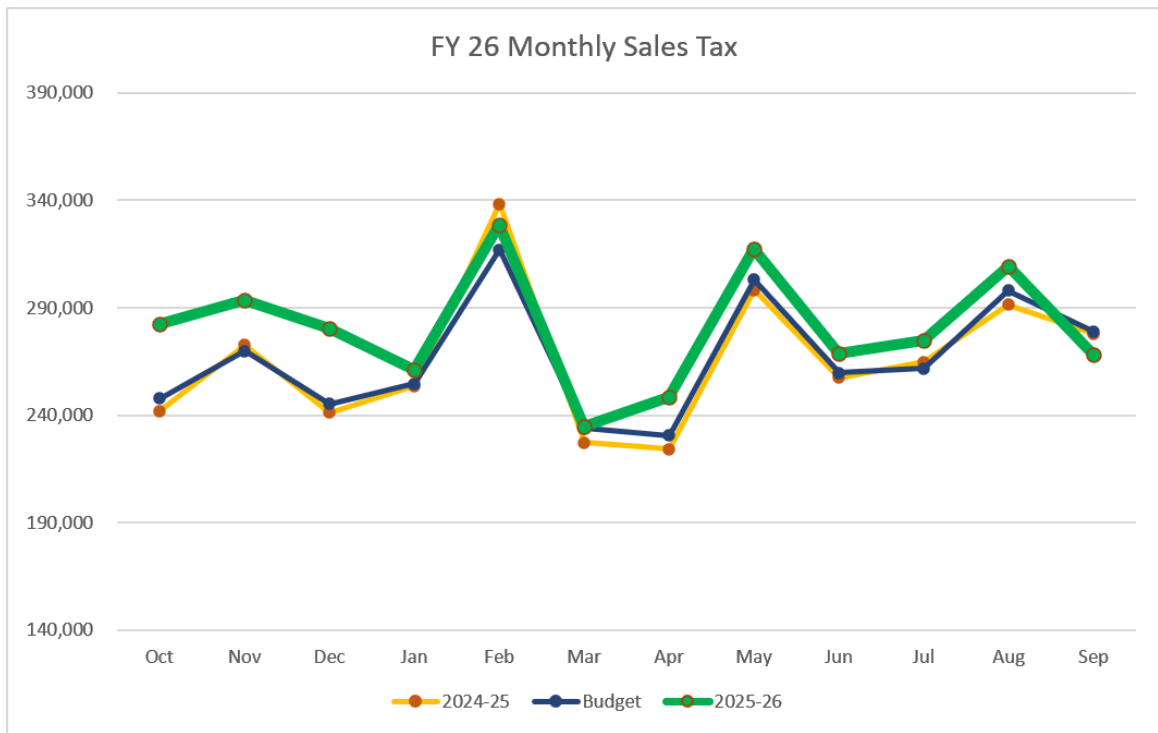
FY 2025-2026 Monthly Financial Report AUGUST 2026



General Fund

	AUGUST	2025-26 Budget	2025-26 YTD	% YTD
Revenues				
AV Taxes	15,513	3,207,455	3,388,982	105.7%
Sales Tax	309,311	3,200,000	3,099,853	96.9%
Franchise Fees	46,891	822,000	757,577	92.2%
Fines & Fees	10,486	152,000	148,622	97.8%
Other taxes	1,030	15,000	11,874	79.2%
Licenses & Permits	10,247	183,100	153,650	83.9%
Rental Income	2,350	52,000	52,060	100.1%
Parks & Rec	41,608	460,000	437,337	95.1%
Misc. Revenues	66,989	160,500	209,868	130.8%
Intergovernmental	31,868	403,879	350,544	86.8%
Inter fund Transfers	47,697	599,526	524,674	87.5%
TOTAL REVENUES	583,989	9,255,460	9,135,041	98.7%

	AUGUST	2025-26 Budget	2025-26 YTD	% YTD
Expenditures				
LIBRARY	30,547	342,872	309,019	90.1%
ADMINISTRATION	150,926	1,491,849	1,409,613	94.5%
PLANNING	28,313	379,948	372,919	98.1%
POLICE	218,821	3,126,649	2,753,211	88.1%
COURT	13,082	165,292	146,218	88.5%
FIRE	10,304	370,678	246,823	66.6%
STREET	151,023	1,338,501	1,228,508	91.8%
FLEET SERVICES	14,202	158,589	154,463	97.4%
PARKS & RECREATION	82,250	824,137	790,986	96.0%
FT HOOD REC MGMT	23,073	371,459	239,592	64.5%
FITNESS CENTER	64,852	345,283	342,832	99.3%
SWIMMING POOL	9,503	123,848	97,205	78.5%
CIVIC CENTER	9,006	114,352	106,167	92.8%
TRANSFER EXPENSE	0	102,003	102,023	100.0%
TOTAL EXPENDITURES	805,900	9,255,460	8,288,290	89.6%
Gain (Loss)		-	846,751	



Expenditures	Budget	YTD	
Salaries	\$4,694,734	\$4,024,069	85.7%
Benefits	\$1,383,553	\$1,028,539	74.3%
Professional Services & Training	\$693,736	\$708,010	102.1%
Utilities	\$288,620	\$372,970	129.2%
Materials & Supplies	\$403,595	\$371,945	92.2%
Maintenance & Operations	\$1,357,905	\$1,368,539	100.8%
Lease & Rental	\$165,996	\$172,389	103.9%
Miscellaneous	\$49,062	\$19,669	40.1%
Grant Expenses	\$0	\$0	0.0%
Debt Service	\$68,112	\$10,090	14.8%
Transfers	\$102,003	\$102,023	100.0%
Capital Outlay	\$48,144	\$110,048	228.6%
Total Expenditures:	\$9,255,460	\$8,288,290	89.6%

- Sales tax collections YTD are exceeding budget, and higher than prior year.
- Property tax collections are above budget for the YTD.
- Utility expenses are above budget due to one time Police communication equipment.
- Capital outlay is increased due to unplanned drainage culvert replacement, and budgeted expenditures.

Water & Sewer Fund

	AUGUST	2025-26 Budget	2025-26 YTD	% YTD
Water				
Revenues				
Water Sales				
Residential	238,158	2,728,209	2,174,957	79.7%
Commercial And Institutional	279,040	3,685,563	2,672,967	72.5%
Wholesale	187,968	1,404,183	1,172,213	83.5%
Connections & Installs	20,230	31,300	62,972	201.2%
Misc.	55,448	71,000	131,594	185.3%
Subtotal	780,843	7,920,255	6,214,704	78.5%
Expense				
Distribution & Collections				
Personnel	63,732	783,874	699,901	89.3%
O&M	75,996	516,924	639,173	123.6%
Debt Service	-	221,225	215,500	
Capital Outlay	-	1,659,852	88,566	5.3%
Production				
Personnel	43,831	609,216	532,697	87.4%
O&M	617,677	1,892,096	1,892,168	100.0%
Debt Service	747,260	936,977	1,095,401	
Capital Outlay	5,000	1,178,660	274,819	23.3%
Subtotal	1,553,497	7,798,824	5,438,226	69.7%
Sewer				
Revenues				
Sewer Fees				
Residential	159,353	1,949,999	1,612,302	82.7%
Commercial And Institutional	244,044	2,874,730	2,525,053	87.8%
Connections & Installs	616	9,300	46,479	499.8%
Misc.	3,515	29,000	24,575	84.7%
Subtotal	407,527	4,863,029	4,208,409	86.5%
Expense				
Personnel	53,704	656,198	642,470	97.9%
O&M	45,251	1,237,321	980,572	79.2%
Debt Service	857,048	945,366	899,496	
Capital Outlay	76,185	10,546,705	3,497,521	33.2%
Subtotal	1,032,188	13,385,590	6,020,059	45.0%
Sanitation				
Revenues	76,267	905,868	840,412	92.8%
Expense	75,042	879,000	837,370	95.3%
Non Departmental				
Revenues				
Grants & reimbursements	-	9,842,551	2,859,834	29.1%
Interest	30,676	153,600	267,379	174.1%
Subtotal	30,676	9,996,151	3,127,213	31.3%
Expense				
Transfers and Franchise fees	87,342	982,363	917,667	93.4%
Grand Total				
Revenues	1,295,313	23,685,303	14,390,738	60.8%
Expense	2,748,069	23,045,777	13,213,322	57.3%
Gain (Loss)	(1,452,756)	639,526	1,177,417	

- Water and Sewer revenues are increasing due to rate increases taking effect.
- Water expenditures are as expected, P&I debt service payments are in August and September.
- Installations are elevated due to duplex tap and meters.
- Major capital expenses continue to be Stillhouse rehab Phase 1.
- Multiple Grant projects are entering construction phases.

Airport Fund

		FY26	YTD	% of
AIRPORT REVENUE		Budget	AUGUST	Budget
060-4-101-4203	RECEIPTS OF GAS/OIL SAL	23,000	15,819	68.8%
060-4-011-4302	RECEIPTS OF HANGAR RENT	28,500	35,600	124.9%
060-4-101-4303	RECEIPT OF BUILDING LEASES	-	-	
060-4-101-4550	MISCELLANEOUS	-	204	
060-4-011-4600	GRANT REIMBURSEMENTS	5,000	90,373	1807.5%
060-4-011-4400	INTEREST	-	5,266	
TOTAL REVENUE		\$ 56,500	\$ 147,262	260.64%

EXPENDITURES				
060-5-150-10080	CONTRACT SERVICES	7,200	1,201	16.7%
060-5-150-20010	UTILITIES	6,000	4,646	77.4%
060-5-150-20020	MAT., SUP., & PRINTING	1,000	1,174	117.4%
060-5-150-20045	PROP, LIAB, WC INSURAN	3,700	4,013	108.5%
060-5-150-20090	EQUIPMENT PURCHASE	-	-	
060-5-150-20170	CREDIT CARD SERV FEE	450	388	86.2%
060-5-150-30010	GAS & OIL	-	-	
060-5-150-30015	FUEL FOR RESALE	20,000	15,479	77.4%
060-5-150-30020	MISCELLANEOUS	600	-	0.0%
060-5-150-30070	SOFTWARE MAINT. AGREEMENT	1,195	-	0.0%
060-5-150-40010	CAPITAL OUTLAY	100,000	-	0.0%
060-5-150-50010	REPAIRS & MAINTENANCE	15,550	9,206	59.2%
060-5-150-61415	GRANT EXPENDITURES	-	-	
TOTAL EXPENSES		\$ 155,695	\$ 36,106	23.19%

Gain (Loss)

111,156

Fuel tank, POS and pump system replacement completed in FY25, eligible for RAMP grant 90/10. Reimbursement request of \$90,373 received from TxDOT Aviation in October. New fueling system is online and performing well. TxDOT Aviation grant pursued for master plan.

Hotel Occupancy Tax (HOT) Fund

HOT FUND REVENUE		FY26	YTD	% of
		Budget	AUGUST	Budget
040-4-008-4400	INTEREST	8,000	32,489	406.1%
040-4-008-4500	Prior Year Resources	-	-	
040-4-008-4950	HOTEL OCCUPANCY TAX	150,000	220,448	147.0%
TOTAL REVENUE		\$ 158,000	\$ 252,937	160.09%

EXPENDITURES				
040-5-138-60010	TRANSFER TO GENERAL FUND	\$ 28,000	-	0.0%
040-5-138-61000	CVB CENTER EXPENSES	\$ 96,000	40,433	42.1%
040-5-138-61010	ADVERTISING	\$ 18,500	35,498	191.9%
040-5-138-61020	PROMOTION OF THE ARTS	\$ 65,000	80,083	123.2%
040-5-138-61030	SIGNAGE & WAYFINDING	\$ -	-	
040-5-138-61040	PROMOTION OF SPORTING EVENTS	\$ 5,000	-	0.0%
040-5-138-61050	HISTORICAL PRESERVATION	\$ 45,650	-	0.0%
TOTAL EXPENSES		\$ 258,150	\$ 156,013	60.44%

* Budget reflects amendments in progress

Gain (Loss) **96,924**

Court Technology and Security Fund - 022

REVENUE		FY26	YTD	% of
		Budget	AUGUST	Budget
022-4-001-4341	TECHNOLOGY FINES @COURT	5,200	-	0.0%
022-4-001-4342	COURT BLDG SECUR.FINES	5,000	-	0.0%
022-4-001-4344	TRUANCY PREVENT & DIVERSION	2,800	5,300	189.3%
022-4-001-4345	TIME PAYMENT FEES	-	2,634	
022-4-001-4346	COURT TECH/BLDG SECURITY	-	9,219	
022-4-001-4350	MUN JUROR REIMB OR SERVIC	50	103	205.9%
022-4-001-4400	INTEREST	350	3,250	928.7%
TOTAL REVENUE		\$ 13,400	\$ 20,506	153.03%

EXPENDITURES				
022-5-002-20185	COURTROOM SECURITY	7,715	100	1.3%
022-5-002-20186	COURT TECHNOLOGY EXP.	450	1,197	266.0%
022-5-002-20188	TRUANCY PREVENTION EXP	-	795	
022-5-002-20195	COURT JUROR REIMB EXP	200	-	0.0%
022-5-002-20197	COURT TECH/BLDG SECURITY	-	265	
TOTAL EXPENSES		\$ 8,365	\$ 2,356	28.17%

Gain (Loss) **18,150**

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 et.seq.

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary



Date 10/13/2026

Agenda Item 6

Ordinance 2026-18

CITY COUNCIL MEMORANDUM FOR ORDINANCE

To: Mayor & Council

From: Chief Jeff Clark

Agenda Item: New Animal Ordinance

Information: The current animal ordinance was adopted in 2022 and needed updating. The proposed new animal ordinance includes added definitions to provide better clarification to the citizens of Gatesville of what the requirements are. Also, many of the sections have added elements that provide better clarity on what is allowed or not allowed in the City of Gatesville. Sections 6-13 Pens & Enclosures, 6-14 Standard of Care, 6-15 Safety of animals in motor vehicles, 6-16 Domestic animals, 6-17 Abandoned Animal, & 6-19 Cruelty to animals have been added to promote the humane care for animals. Sections 6-52 Livestock kept for educational purposes, 6-54 Hens & Roosters, and 6-55 Feeding of deer have been added to provide further clarity and promote safety in the city. The previous sections pertaining to Animal license (Pet Tags) have been removed to lessen the burden for citizens to register and prove rabies vaccination to Animal Control. There are criminal penalties for people who do not properly vaccinate their animals. Sections for Aggressive Dogs have been added that pertain to when a dog attacks another domestic animal and penalties associated with it. Article IX Enforcement has been added to clarify enforcement actions and provide guidance.

Financial Impact: Pet Tags currently cost \$4.00 a pet and average about \$550.00 a year collected. The removal will reduce that to \$0 per year yet will save time and money from staff having to issue the tags.

Staff Recommendation: The staff recommends that the City Council approve the new Animal Ordinance.

Motion: I move to PASS ORDINANCE 2026-18, amending Chapter 6 Animal Control in this 3rd and final reading.

Attachments: The proposed Animal Ordinance.



Date 10/13/2026

Agenda Item 7

Resolution 2026-119

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Bradford Hunt, City Manager

Agenda Item: Discussion and possible action regarding disbursement of HOT Funds

Information:

The HOT Fund Disbursement Committee convened for its regular semi-annual meeting on September 21, 2026. The committee members are:

- City Manager: Brad Hunt (Committee Chair) – present
- Deputy City Manager: Mike Halsema – present
- City Secretary: Holly Owens – present
- Council Member: Kalinda Westbrook – unable to attend
- Local Business Owner: Gerald Pelkey – present
- Citizen: Leo Corona – present
- Citizen: Michael Wilie – present

The Committee conducted a brief overview of the Standard Operating Procedure for HOT Fund Disbursement, state law pertaining to HOT fund expenditures, and analysis of HOT expenditures in 2025 and 2026. Members discussed two applications which were received during the recent application period, then followed a scoring matrix prior to voting on each application. The Committee decided previously that scoring would be one factor considered and that a vote amongst members would be the final deciding factor on any recommendations to Council.

The Committee's actions were as follows:

1. Coryell Museum & Historic Center
 - a. Information: The Coryell Museum submitted an application for the September 19, 2026 Spur Fest event. The amount requested was \$500.
 - b. Overall Committee score (average amongst 6 graders): 80.33
 - c. Votes to approve: 5 yea, 0 nay (Chair did not vote)
 - d. Caveats:
 - i. The HOT Fund Disbursement Committee recommends allotment of \$500 to the Coryell Museum to offset costs for its recent "Spur Fest" Event, to cover advertising and event activities.
 - ii. The Committee recommended that CM Hunt assist the Museum with completing a more thorough application next cycle.

- e. City Attorney opinion: on review prior to potential approval, the disbursement of \$500 for the Coryell Museum Spur Fest as recommended by the HOT Fund Disbursement Committee meets the requirements under law for the use of HOT funds.
2. Gatesville Chamber of Commerce
- a. Information: The Chamber of Commerce submitted an application on for the 2027 Shivarree. The amount requested was \$60,000, with the intended use being advertising, entertainers, and staging of the event.
 - b. Overall Committee score (average amongst 6 graders): 78.67
 - c. Votes to approve: 5 yea, 0 nay (Chair did not vote)
 - d. Caveats:
 - i. The City Manager provided a report of all HOT fund disbursements for events in 2025 and 2026, relaying to the committee that the Shivarree's cost per attendee was very high compared to the other events.
 - ii. Funding was approved at \$40,000, not the fully-requested amount of \$60,000.
 - iii. The HOT Fund Disbursement Committee found the application to be somewhat vague, but the Chamber did supply an adequate summary of 2026 Shivarree event, which, in addition to the 2025-2206 overall disbursement analysis, was referenced by the committee.
 - iv. The Committee recommends that the Chamber focus more efforts on advertising and possibly a carnival or fair, and less on attaining an expensive headliner as the 2026 crowd was not significantly larger than 2025.
 - e. City Attorney's opinion: on review prior to potential approval, the disbursement of \$40,000 for the Gatesville Chamber of Commerce Shivarree as recommended by the HOT Fund Disbursement Committee meets the requirements under law for the use of HOT funds.

Financial Impact: \$40,500 in HOT funds

Staff Recommendation: see above

Motion:

Motion to approve Resolution 2026-119, disbursing \$500 in Hotel Occupancy Tax Funds to the Coryell Museum, and \$40,000 in Hotel Occupancy Tax Funds to the Gatesville Chamber of Commerce.

Attachments:

- 1. HOT Fund Disbursement Committee Meeting Agenda
- 2. HOT Fund Disbursement Committee Overall Scores
- 3. Coryell Museum application
- 4. Gatesville Chamber of Commerce application

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

Date 10/13/2026

Agenda Item 7

Resolution 2026-119

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary



Date 10/13/2026

Agenda Item 8

Resolution 2026-120

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Bradford Hunt, City Manager

Agenda Item: Consider a Resolution approving a contract for health insurance services with BlueCross BlueShield .

Information:

The city has contracted with McGriff to negotiate health insurance proposals since 2021. The city has had health insurance through Baylor Scott and White (BSW) since that time. During the summer, we were notified that a substantial increase in premiums for BSW was likely for renewal. Staff received notice that a renewal with BSW for the same plan was quoted 45% over the current year's plan. Upon receiving the BSW quote, McGriff began soliciting other providers for competitive offers.

Staff met with McGriff to review options and recommends contracting with BlueCross BlueShield (BCBS) for January 2027 – October 2027 period. The change in carriers and plans will result in an 8.1% increase in premiums. The FY27 budget contains a buffer of 10% for increased premiums.

The change from January to October renewals will allow insurance costs to be known during budget development instead of after adoption. Staff is not recommending changes to the employee contributions for this contract. The increase premiums will not take effect until January 2027.

Staff is confident the budgeted health insurance amounts are sufficient to accommodate the increase without negative impacts to the budget.

Staff Recommendation:

Staff recommends accepting the contract proposed by BCBS.

Motion:

I move to approve a Resolution 2026-120 authorizing the City Manager to execute the agreement and all necessary and related documents to accept health insurance services with BlueCross BlueShield for the January 1, 2027- September 30, 2027 period.

Attachments:

- Resolution
- BCBS health insurance overview

CITY OF GATESVILLE, TEXAS

RESOLUTION NO. 2026-120

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GATESVILLE, TEXAS AUTHORIZING THE CITY MANAGER TO COMMENCE THE EMPLOYEE HEALTH INSURANCE WITH BLUE CROSS BLUE SHIELD, EFFECTIVE JANUARY 1, 2027; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, City Administration has worked with McGriff to negotiate a renewal for the City Employee Medical Insurance benefit plan, resulting in an unreasonable offer by the current provider, Baylor Scott and White (BSW) a of a 44.8% premium increase as compared to the competing offer from Blue Cross Blue Shield (BCBS) with an 8.1% increase, and finds that the BCBS proposal provides the most advantageous benefits to the City and its employees; and

WHEREAS, the City Council of the City of GATESVILLE concurs in the above findings and finds it to be in the public interest to commence a contract for employee health insurance with BCBS.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE, TEXAS:

SECTION 1. The City Manager or his/her designee is hereby authorized to negotiate a contract for employee health insurance with BCBS, and sign the necessary contract documents, and take such additional actions reasonable and necessary to comply with the intent of this resolution.

SECTION 2. This Resolution shall take effect immediately upon final approval.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE, TEXAS THIS THE 13th DAY OF OCTOBER, 2026.

APPROVED:

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary

APPROVED AS TO FORM AND LEGALITY:

Victoria Thomas, City Attorney



Date 10/13/2026

Agenda Item 9

Resolution 2026-121

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Bradford Hunt, City Manager

Agenda Item: Consider a resolution approving a real estate purchases and sale agreements with buyers for five city-owned vacant lots

Information:

At the May 13, 2025 regular meeting, council authorized City Manager Hunt to: a) execute a contract on the City's behalf with a local realtor; b) list certain city-owned vacant lots for sale; and c) execute the sale of the listed lots. The stated goal of the sale of vacant lots was to gain revenue and stop expenditures for those vacant lots which the city owns but does not need, thus putting them back on the property tax role as-is and with potential for further improvement via development.

Since it has been a longer timeframe than expected between council authorization and final proposed sale of the lots listed below, we are bringing this item back before council for final approval. We have worked through a myriad of issues to bring forth the below-listed potential sales, including one lot (not listed herein) that CAD mistakenly listed as owned by the City when, in fact, it belonged to a family trust; note, we have stopped maintaining that particular lot.

These lots were listed in MLS for the required 30 days, and our broker accepted bids on them during that time. The proposed final sales are:

Property	Acreage	Listed Price	Best Offer	Revenue After Close	Offer made by
2613 Mears Drive	0.24	\$20,000	\$20,100	\$17,487	Brown
302 State School Road	0.29	\$30,000	\$32,100*/ \$30,500	\$28,840 / \$27,334	Carothers Smalley
2006 St. Louis Street	0.14	\$12,000	None	n/a	No offers received
306 N. 14th Street	0.17	\$19,500	\$25,000	\$22,142	Zur Homes
210 S. 19th Street	0.08	\$10,000	\$8,500	\$6,467	Guidry

* Represents a conventional loan with 10-day option.
If option is exercised, next best bid = \$30,500 cash.

Financial Impact:

Total revenue of \$74,936 for the sale of four of the five vacant lots.

Staff Recommendation:

Staff recommends that council pass a resolution approving real estate purchase and sale agreements with the highest offer received, or next highest bidder in the event of failure to close, for those parties' purchases of the City properties addressed and commonly known as 2613 Mears Drive, 302 State School

Date 10/13/2026

Agenda Item 9

Resolution 2026-121

Road, 306 N. 14th Street, and 210 S. 19th Street, Gatesville Texas; and authorizing the City Manager to execute the agreement and all necessary and related documents, including but not limited to any required special warranty deed to convey the property.

Motion:

I move to pass resolution 2026-121, approving real estate purchase and sale agreements with the highest offer received, or next highest bidder in the event of failure to close, for those parties' purchases of the City properties addressed and commonly known as 2613 Mears Drive, 302 State School Road, 306 N. 14th Street, and 210 S. 19th Street, Gatesville Texas; and authorizing the City Manager to execute the agreement and all necessary and related documents, including but not limited to any required special warranty deed to convey the property.

Attachments:

Offer comparisons for the lots listed above

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary



Date 10/13/2026

Agenda Item 10

Resolution 2026-122

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Mike Halsema, Deputy City Manager

**Agenda Item: Discussion and possible action regarding award of a contract for RFP-2026-0006
Water Production Filter Media Replacement Services**

Information:

The water production plant has 6 filtering cells. The filters consist of a mixture of torpedo sand, silica sand, and anthracite (charcoal). The filters in conjunction with other treatments process the raw water from Lake Belton into drinking water. The filter media requires replacement as it loses its efficiency over time. On September 21, 2026, the City of Gatesville received competitive bids from four (4) contractors for the filter media replacement. Of those four, only two submitted complete bids. Three staff members (Chad Newman, Zeb Veazey, and Brad Hunt) evaluated the two (2) completed bids from IMC and Fehl. IMC was the lowest dollar bid and received the highest ranking from staff. IMC's bid was \$494,680, and Fehl's bid was \$801,870. The filter media replacement is in the FY26-27 budget for \$877,000, funded through operating revenues.

Financial Impact:

\$494,680

Staff Recommendation:

Staff recommends approving the resolution awarding a contract to IMC Consulting, LLC, Inc. of Oklahoma City OK for the filter media replacement not to exceed \$494,680 and authorizing the City Manager to execute a contract on behalf of the City.

Motion:

Motion to approve **Resolution 2026-122**, awarding a contract to the resolution awarding a contract to IMC Consulting LLC, of Oklahoma City, OK for filter media replacement not to exceed \$494,680 and authorizing the City Manager to execute a contract on behalf of the City.

Attachments:

Submitted bids

Staff bid evaluations

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

Date 10/13/2026

Agenda Item 10

Resolution 2026-122

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary



Date 10/13/2026

Agenda Item 11

Ordinance: 2026-19

CITY COUNCIL MEMORANDUM FOR ORDINANCE

To: Mayor & Council

From: Mike Halsema, Deputy City Manager/CFO

Agenda Item: Discussion and possible action regarding consideration and approval of an Ordinance approving and authorizing the execution and delivery of “City of Gatesville, Texas, Public Property Finance Contractual Obligations, Series 2026”; specifying the terms of such contract; making provisions for the payment thereof; and providing an effective date.

Information:

As part of the FY2026-27 General Fund budget, funding was approved for debt service on \$1.2M debt issuance out of the O&M budget. The debt was proposed to fund the purchase of street department heavy equipment over a 5 year term. Since the payments are planned from the O&M budget, the City does not anticipate an impact to the I&S property tax rate from the issuance of the Certificates. Per our Bond Counsel, Section 1201.028 of the Texas Government Code trumps the City’s Charter and allows adoption via one reading.

Staff Recommendation:

The staff recommends that the City Council approve the Ordinance authorizing the issuance of “City of Gatesville, Texas Combination Tax and Limited Pledge Revenue Certificates of Obligation, Series 2026”.

Motion:

I move to adopt an Ordinance authorizing the “City of Gatesville, Texas, Public Property Finance Contractual Obligations, Series 2026”

Attachments:

- City of Gatesville, Texas Public Property Finance Contractual Obligations, Series 2026 Ordinance



Date 10/13/2026

Agenda Item 12

Resolution 2026-123

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Mike Halsema Deputy City Manager

Agenda Item: Discussion and possible action regarding award of a contract for Paving Materials

Information:

Staff advertised for RFP's for hot and cold mix asphalt. Three firms submitted responses: Texas Materials, Lone Star, and Knife River. Scoring was based upon 50% price and 50% availability. Pricing in the following table.

Bidder	HMAC	HCML	DELIVERY
Texas Materials	\$ 92.00	\$ 110.00	\$ 375
Knife River	\$ 90.00	\$ 130.00	\$ 400
LoneStar	\$ 89.00	\$ 105.00	N/A

Staff Recommendation:

Staff (Gary Proctor, Brad Hunt, and Chad Newman) evaluated the RFP's and two out of three recommended Texas Materials. Lone Star has the best pricing but is located in Belton and Florence, outside the useful range of our equipment and do not offer delivery. Texas Materials represented the best value considering delivery and volumes of cold mix.

Motion:

I move to approve the award of paving materials annual contract to Texas Materials for asphalt needs.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

Date 10/13/2026

Agenda Item 12

Resolution 2026-123

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary



Date 10/13/2026

Agenda Item 13

Resolution 2026-124

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Mike Halsema, Deputy City Manager

Agenda Item: Discussion and possible action regarding disposing of excess assets.

Information:

The library renovation is complete and all shelving has been installed. The older shelving is stored in the building next to city hall (805 E Main) and needs to be removed pending the sale of the property. Staff is requesting to sell the shelving as scrap metal. In addition to the shelving, the building contains furnishings that were left by the bank. Staff has collected and reused much of the desks and other furnishings, but there is still much leftover. The proposed buyers have expressed interest the old furnishings, and staff recommends conveying the contents with the building.

Financial Impact:

Proceeds will be recorded as General Fund revenues

Staff Recommendation:

Staff recommends that the City Council approve the disposal of excess library and furniture assets.

Motion:

I move to approve the disposal of excess library and furniture assets.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary



Date 10/13/2026

Agenda Item 14

Resolution 2026-125

CITY COUNCIL MEMORANDUM FOR RESOLUTION

To: Mayor & Council

From: Mike Halsema, Deputy City Manager

Agenda Item: Discussion and possible action regarding purchase of Heavy Equipment.

Information:

As part of the FY27 budget, a debt issuance was planned for purchasing several pieces of street equipment, and in the Water and Sewer fund other heavy equipment was planned for cash purchases. The graphic below is from the FY27 budget presentations, and shows the Street Department equipment to be purchased utilizing the Private placement bond proceeds:

	Name	Year	Make	Model	Type	Group	Plan for FY 26-27	Replacement Vehicle FY 26-27	Cost
General Fund	08 Freightliner	2008	Freightliner	Columbia 120	Semi Truck	STREET	trade-in for \$25K	NEW dump truck	\$225K (no trade counted)
Bond Funded	Street Dep Hamm Roller	2013	Hamm	HD-13VV	Other	STREET	trade-in for \$5K	NEW Cat CB8 Roller or similar	\$165K (after trade-in)
	Street Dep Carlson Paver	2014	Carlson	CP-100	Other	STREET	trade-in for \$90K	NEW Cat AP400	\$299K (after trade-in paver & chip sealer)
	Street Loader	2016	Kawasaki	7027	Loader	STREET	trade-in for \$25K	NEW Cat 938QC or similar	\$261K (after trade-in)
	07 Freightliner	2007	Freightliner	Columbia 120	Semi Truck	STREET	1128178	NEW dump truck	\$225K (no trade counted)
Sum for Gen. Fund (bond funded):									\$1,175,000

The Water and Sewer fund budget included funding for two CAT420XE backhoes, and a Dump Truck. All equipment is priced through the Sourcewell Purchasing Cooperative, which eliminates the need to advertise for sealed bids under State law.

Staff Recommendation:

The staff recommends that the City Council approve the purchase of:

From HOLTCAT, Sourcewell contract #020223-CAT :

Two (2) Caterpillar Inc Model: 420 ITC4EX Backhoe Loaders at \$149,965.00 each

One (1) Caterpillar Inc Model: 938 QC Wheel Loader at \$284,825.00

One (1) Caterpillar Inc Model: AP400 Paving and Compaction Paving machine at \$376,985.00

One (1) Caterpillar Inc Model: CB8 Paving and Compaction Roller Machine at \$175,950.00

From Custom Truck One Source, Sourcewell Contract 091125-CUK:

Two (2) Peterbilt 548 Dump trucks with Duraclass bodies at \$156,250.00 each

One (1) Peterbilt 548 Dump truck with a Load King body for \$157,350.00

Motion:

I move to approve Resolution 2026-125 approving the purchase of equipment listed within the memo.

Attachments:

- Vendor Quotes

Date 10/13/2026

Agenda Item 14

Resolution 2026-125

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GATESVILLE:

That the above stated recommendation is hereby approved and authorized.

PASSED AND APPROVED at a regular meeting of the City Council of the City of Gatesville, Texas, this the ____ day of _____, _____, at which meeting a quorum was present, held in accordance with provisions of V.T.C.A, Government Code, § 551.001 *et seq.*

APPROVED

Gary Chumley, Mayor

ATTEST:

Holly Owens, City Secretary