



JOHN C. SARDELICH – Mayor
 JOHNNY TRAN – Mayor Pro-Tem – Councilmember Place 1
 JUDY CHAVEZ – Councilmember Place 2
 MARY CROCKER – Councilmember Place 3
 GLEN SMITH – Councilmember Place 4
 ANDY ERDELT – Councilmember Place 5
 TROY LEWIS – Councilmember Place 6

**CITY OF PALACIOS
 CITY COUNCIL MEETING MINUTES
 August 11, 2015**

CALL TO ORDER – Mayor Sardelich called the Public Hearing to order at 7:00 p.m.
 Councilmembers present: Mayor Sardelich, Andy Erdelt, Johnny Tran, Troy Lewis, Judy Chavez, Mary Crocker and Glen Smith.

Councilmembers absent:

City Staff present: City Manager David Kocurek and Police Chief David Miles

INVOCATION – Councilmember Lewis

PLEDGE OF ALLEGIANCE – Councilmember Tran

PLEDGE TO TEXAS FLAG – Councilmember Tran

PLEDGE TO PALACIOS FLAG – Councilmember Tran

Public Hearing regarding the sale of real property located at the southern line of Commerce Street and the western line of Sixth Street, consisting of 2.21 acres. The City is proposing the sale of the City owned property to the Palacios Economic Development Corporation in the amount of \$87,000.

Public Hearing regarding the potential investment of \$200,000 from the Palacios Economic Development Corporation fund balance, in the proposed Cobblestone Hotel project. The investment in the proposed project is an incentive to further promote new business enterprise under the Economic Development Act of 1979.

Mayor Sardelich opened the public hearings at 7:03 p.m.

Judy Chavez addressed council as a citizen of Palacios concerning the sale of property and what would happen if the proposed development does not happen?

Eva Peterson, PEDC Director, addressed the concerns and assured that the City Council will have oversight on any further decisions with regards to the property.

David Kocurek, City Manager, stated that there is a 60 day period before the purchase will be made. He also assured that the PEDC will not be selling the entire property to Cobblestone. PEDC will retain a portion of the property for future development.

Chip Woolf expressed his support for the entire project

Mayor closed the public Hearing at 7:16 p.m.

REGULAR COUNCIL MEETING

ADMINISTRATIVE REPORTS

1. Receive report from the City Manager
 - a. Palacios Coastal Education Pavilion Update – Advertisement for Re-Bid for the Pavilion is in the paper and the pre-bid meeting will be August 24th at 3p.m. at the Navigation District and the bid opening is scheduled for August 31st at 2p.m. at City Hall.
 - b. The City of Palacios was chosen as the Chamber Business of the month for August – Thank the Chamber of Commerce for selecting the City of Palacios. The Chamber of Commerce had a successful fishing tournament.
 - c. Palacios Library Open Board meeting this Thursday
2. Upcoming Events – City Manager announced the following:
 - a. Cannonball Run – August 22nd & 23rd
 - b. City Wide Cleanup – September 19th
 - c. Palacios Community Medical Center Box Supper Fundraiser
 - d. Palacios Community Medical Center Clinic Ground Breaking

VISITOR / CITIZEN FORUM

Mayor Sardelich granted Bonnie Benson permission to address council with regards to the public hearing that she was unable to attend. She addressed council on the price of the land. Mayor

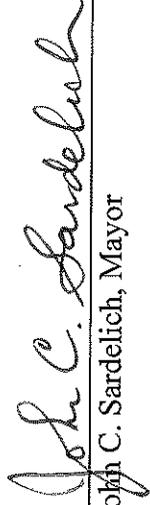
Sardelich stated that the property was appraised for \$87,000. Mrs. Benson asked if the City needed to go out for bids. Mr. Kocurek stated that because the PEDC is an entity of the City that it did not. The City is able to sell the property to PEDC is for economic development purposes. Mrs. Benson reiterated that she would like to see the City get more for the property. She questioned if it would burden the City's current infrastructure. Mayor Sardelich ensured that the City's infrastructure would be able to handle the facility and that all plans would have to be approved before any construction would begin.

ITEMS TO BE CONSIDERED

1. Discuss and consider approving the following consent agenda items:
 - a) Minutes of the August 4, 2015 Special Council Meeting.
 - b) Excuse the absence of Councilmember Tran from the July 28, 2015 Councilmember Erdelt moved to approve the items as presented.
Councilmember Chavez seconded.
Opposition: None.
With no opposition, the motion carried.

ADJOURN

Councilmember Tran moved to adjourn at 7:39 p.m.
Councilmember Smith seconded.
Opposition: None.
With no opposition, the motion carried.



John C. Sardelich, Mayor



David Kocurek, City Manager