



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 September 8, 2015

REGULAR COUNCIL MEETING

CALL TO ORDER – Mayor Sardelich called the Regular Meeting to order at 7:00 p.m.
 Councilmembers present: Mayor Sardelich, Johnny Tran, Judy Chavez, Mary Crocker, Glen Smith, Andy Erdelt and Troy Lewis
 Councilmembers absent: none
 City Staff present: City Manager David Kocurek, Chief of Police David Miles, and City Treasurer Jackie Jones

INVOCATION – Councilmember Chavez

PLEDGE OF ALLEGIANCE – Councilmember Crocker

PLEDGE TO TEXAS FLAG – Councilmember Crocker

PLEDGE TO PALACIOS FLAG – Councilmember Crocker

VISITOR / CITIZEN FORUM

No Citizens wished to address Council.

PUBLIC HEARING

1. Public hearing to consider the application filed by Beachside Development, LLC requesting to replat Lots D, F, H, L and M of Beachside. The 62.69 acre property is located on the west side of Marine Center Drive (CR 321) within the Beachside addition. The replat will allow for the creation of 13 HOA common lots and 146 non-buildable X-lots.

Mayor Sardelich opened the public hearing at 7:04p.m.

Chip Woolf, of South Bay Blvd, asked if the X-lots were in conformity with the subdivision ordinance.

Monica Priddy, of Urban Engineering, addressed the concern and clarified the restrictions of the X-lots. The HOA document grants easements for access to the lots. The HOA will maintain control of the X-lots until the primary lot owner wants to purchase.

Mayor Sardelich closed the public hearing at 7:09p.m.

ACTION ON PUBLIC HEARING

1. Discuss and consider taking action on the replat of Lots D, F, H, L and M of Beachside. Councilmember Chavez moved to approve the replat subject to legal review. Councilmember Lewis seconded.
 Opposition: None.
 With no opposition, the motion carried.

ADMINISTRATIVE REPORTS

1. Upcoming Events – City Manager announced the following:
 - a. Palacios Homecoming Parade and Pep-rally – September 14th 8pm – Texas Baptist Encampment
 - b. Palacios Community Medical Clinic groundbreaking – September 17th 4-6pm
 - c. City Wide Cleanup – September 19th 8am-1pm
 - d. Palacios Community Medical Center Box Supper Fundraiser – September 24th 6pm
 - e. Palacios Bayfest – October 10th
 - f. Harvest Moon – October 24th

BUDGET & TAX RATE

1. Discuss and consider action to approve Ordinance 2015-O-4 adopting the City of Palacios Budget for Fiscal Year 2015-2016.
Councilmember Erdelt moved to approve Ordinance 2015-O-4.
Councilmember Smith seconded.
FOR: Mayor Sardelich, Johnny Tran, Judy Chavez, Mary Crocker, Glen Smith, Andy Erdelt and Troy Lewis.
PRESENT AND NOT VOTING: None.
ABSENT: None.
With no Opposition, the motion carried.

2. Discuss and consider action to ratify the proposed property tax increase as reflected in the City of Palacios Budget for Fiscal Year 2015-2016.
Mayor Sardelich moved to ratify the proposed property tax increase as reflected in the City of Palacios Budget for Fiscal Year 2015-2016.
Councilmember Crocker seconded.
FOR: Mayor Sardelich, Johnny Tran, Judy Chavez, Mary Crocker, Glen Smith, Andy Erdelt and Troy Lewis
PRESENT AND NOT VOTING: None.
ABSENT: None.
With no Opposition, the motion carried.

3. Discuss and consider action to approve Ordinance 2015-O-5 adopting the Ad Valorem Tax Rate for 2015.
Councilmember Smith moved that the property tax rate be increased by the adoption of a tax rate of 0.84000, which is effectively a 2.86 percent increase in the tax rate as reflected in Ordinance 2015-O-5.
Councilmember Tran seconded.
FOR: Mayor Sardelich, Johnny Tran, Judy Chavez, Mary Crocker, Glen Smith, Andy Erdelt and Troy Lewis
PRESENT AND NOT VOTING: None.
ABSENT: None.
With no Opposition, the motion carried.

RESOLUTIONS

1. Discuss and consider action to approve the second and final reading of Resolution 2015-R-12 authorizing the Palacios Economic Development Corporation to purchase real property of 2.2 acres from the City of Palacios payable from Palacios Economic Development funds.
Councilmember Crocker moved to approve the second and final reading of Resolution 2015-R-12.
Councilmember Tran seconded.
Abstained: Glen Smith.
Opposition: None.
With no opposition, the motion carried.

2. Discuss and consider action to approve the second and final reading of Resolution 2015-R-13 authorizing the Palacios Economic Development Corporation to invest \$200,000 in the proposed Cobblestone Hotel Development with funds from the Palacios Economic Development Corporation.
Mayor Sardelich moved to approve the second and final reading of Resolution 2015-R-13.
Councilmember Erdelt seconded.
Abstained: Glen Smith.
Opposition: None.
With no opposition, the motion carried.

3. Discuss and consider action to approve Resolution 2015-R-14 to appoint the Mayor as the Authorized Representative for the 2015 FEMA Mitigation Grants and commitment to local match for the grant.
Councilmember Lewis moved to approve Resolution 2015-R-14.
Councilmember Smith seconded.
Opposition: None.
With no opposition, the motion carried.

4. Discuss and consider action to approve Resolution 2015-R-15 that establishes the boundaries of the City's Historic Commercial District.
Councilmember Crocker moved to approve Resolution 2015-R-15.
Councilmember Smith seconded.
Discussion: Councilmember Chavez asked for clarification on the boundaries.

Councilmember Smith explained the boundaries are from Third St to Fifth St and Commerce to Welch.

Opposition: None.

With no opposition, the motion carried.

5. Discuss and consider action to approve Resolution 2015-R-16 that designates areas within the designated Historic Commercial District as slum/blighted and in need of improvement. Mayor Sardelich moved to approve Resolution 2015-R-16.

Councilmember Erdelt seconded.

Discussion: Councilmember Tran asked who would have the authority to designate the properties. Betty Collier, of Grantworks, clarified that the curbing and sidewalks are the areas that need improvement. Designating the area as blighted not each specific property.

Opposition: None.

With no opposition, the motion carried.

6. Discuss and consider action to approve Resolution 2015-R-17 that authorizes submission of an application to the Texas Department of Agriculture for a 2015 Texas Capital Fund – Downtown Revitalization Program grant to construct sidewalk and handicap-accessibility improvements in the designated Historic Commercial District. Councilmember Smith moved to approve Resolution 2015-R-17.

Councilmember Tran seconded.

Opposition: None.

With no opposition, the motion carried.

7. Discuss and consider action to approve Resolution 2015-R-18 that adopts a public access plan to be utilized during infrastructure construction projects funded through the Texas Capital Fund – Downtown Revitalization Program.

Councilmember Crocker moved to approve Resolution 2015-R-18.

Councilmember Lewis seconded.

Opposition: None.

With no opposition, the motion carried.

ITEMS TO BE CONSIDERED

1. Discuss and consider action to approve the 2016 Routine Airport Maintenance Grant for the Palacios Municipal Airport. TxDOT Project Number M1613PALC.

Mayor Sardelich moved to approve the 2016 Routine Airport Maintenance Grant. Councilmember Tran seconded.

Opposition: None.

With no opposition, the motion carried.

2. Discuss and consider action to approve the request from Randall-Porterfield to proceed with the apparent low-bidder for the Palacios Coastal Education Pavilion Construction. Councilmember Tran moved to approve the request from Randall-Porterfield.

Councilmember Crocker seconded.

Discussion: Joe Kana, President of the Palacios Beautification Committee, recommends that the City approve the process put forth by the architect Randall-Porterfield to move forward with due diligence and value engineering the project before the official award is made.

Opposition: None.

With no opposition, the motion carried.

3. Consider and take action on adoption of a Citizen Participation Plan and Citizen Complaint Procedures to be followed during implementation of Texas Community Development Block Grant Program Texas Capital Fund projects.

Councilmember Crocker moved to adopt the Citizen Participation Plan and Complaint Procedures.

Councilmember Smith seconded.

Discussion: Councilmember Tran appreciated the fact that the citizens have an official avenue to voice concerns.

Opposition: None.

With no opposition, the motion carried.

4. Discuss and consider action to approve the following consent agenda items:

- a) Minutes of the August 25, 2015 Regular Council Meeting.
- b) Minutes of the September 1, 2015 Special Council Meeting.
- c) Excuse the absence Councilmember Tran from the September 1, 2015 Special Council Meeting.
- d) Excuse the absence Councilmember Chavez from the September 1, 2015 Special Council Meeting.

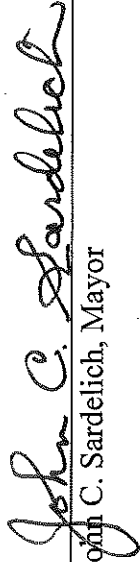
Mayor Sardelich moved to approve consent agenda items. Councilmember Erdelt seconded.

Opposition: None.
With no opposition, the motion carried.

ADJOURN

Mayor Sardelich moved to adjourn at 7:38 p.m.
Councilmember Erdelt seconded.

Opposition: None.
With no opposition, the motion carried.



John C. Sardelich, Mayor



David Kocurek, City Manager