



GLEN SMITH – MAYOR  
 JOHNNY TRAN – Mayor Pro-Tem – Councilmember Place 1  
 JUDY CHAVEZ – Councilmember Place 2  
 MARY CROCKER – Councilmember Place 3  
 WAYNE DODD – Councilmember Place 4  
 ANDY ERDELT – Councilmember Place 5  
 STEPHEN MCGOVERN – Councilmember Place 6

**CITY OF PALACIOS  
 PUBLIC HEARING &  
 CITY COUNCIL MEETING MINUTES  
 April 11, 2017**

**PUBLIC HEARING 6:30 p.m.**

1. To receive comments from citizens and taxing jurisdictions on a request to designate an area as a reinvestment zone for tax abatement to Serendipity HC 1031 LLC located at:  
 1001 Main Street  
 Palacios, TC 77465

Mike Ferdinand gave a brief of the abatement and it was received with positivity. Patricia Loving, Bonnie Benson, Paula Whitney and Chip Woolf were present. It was asked if the City would be at a loss due to the abatement and Mike Ferdinand explained that only new property improvements are eligible for tax abatements which leaves existing property at the same rate with no loss of revenue to the City. All in attendance agreed the Tax Abatement with Serendipity to be a good procedure.

**REGULAR COUNCIL MEETING**

**CALL TO ORDER** – Mayor Smith called the Regular Meeting to order at 7:00 p.m.  
 City Staff present: David Kocurek, Angela Flores, Chief Miles, David Kauffman

**COUNCILMEMBERS ABSENT-** Chavez and Tran

**CALL TO ORDER**

**INVOCATION** – Councilmember Chavez

**PLEDGE OF ALLEGIANCE** – Councilmember Crocker

**PLEDGE TO TEXAS FLAG** – Councilmember Crocker

**PLEDGE TO PALACIOS FLAG** – Councilmember Crocker

**VISITOR FORUM-** Patricia Loving: hopes that the Council approves, #1, 2, 3 on the agenda. Suggests that #4 and all future pay estimates be itemized to explain what is being paid for. Would like to see in writing from the Pavilion Committee any staff costs and maintenance costs the City would incur. Chip Wolfe: Says faucets were running chocolate syrup colored last night. Says our infrastructure is very old. He has not seen a Capital Improvement budget since he moved to the city. He suggests that the City prepare for that. Beachside was the highest tax value in the paper. Pertaining to that he mentions that the value of the properties changes with the owner and that is not legal. He suggests the City have all the values higher to help make money.

**ADMINISTRATIVE REPORTS**

1. Pavilion Update- Had meeting Friday with the architect. Next change order #3 will change the completion date to end of May to June 6<sup>th</sup>. Had lots of work done this week. sewer line done, sidewalks put in, water will be tied into Pavilion this week. Paint is done, working on HVAC and electrical.

**ITEMS TO BE CONSIDERED**

1. Discuss and consider approving Ordinance 2017-O-2 designating a Reinvestment Zone for Serendipity HC 1031 LLC for Tax Abatement Purposes.  
 Councilmember McGovern motioned to approve Ordinance 2017-O-2.  
 Councilmember Erdelt seconded.  
 There was no opposition  
 With no opposition the motion carried

2. Discuss and consider approving a Tax Abatement Agreement with Serendipity HC 1031 LLC and giving Mayor Smith authorization to sign aforesaid agreement.  
Councilmember Crocker motioned to approve a Tax Abatement Agreement with Serendipity HC 1031  
Councilmember McGovern seconded  
There was no opposition  
With no opposition the motion carried
3. Discuss and consider approving the first reading of Ordinance 2017-O-3 RV Regulations amending Article 10.02 Recreational Vehicles Outside Parks  
Councilmember Erdelt motioned to approve the first reading of Ordinance 2017-O-3.  
Councilmember McGovern seconded  
There was no opposition  
With no opposition the motion carried
4. Discuss and consider approving Pay Estimate #17 to Charnok and Co. Inc., in the amount of \$74,422.87  
Councilmember Crocker motioned to approve Pay Estimate #17  
Councilmember Dodd seconded  
There was no opposition  
With no opposition the motion carried
5. Discuss and consider accepting the Mowing Services Contract with Palacios Lawn Care in the amount of \$34,200 annually and giving Mayor Smith authorization to sign aforesaid agreement.  
Councilmember Erdelt motioned to accept the Mowing Services Contract  
Councilmember Dodd seconded.  
There was no opposition  
With no opposition the motion carried
6. Discuss and consider action to approve the following consent agenda items:
  - a) Minutes of the March 28, 2017 Regular Council Meeting
  - b) Excuse absence of Councilmember McGovern from the March 28, 2017 Regular Meeting
 Mayor Smith motioned to approve the Consent Agenda  
Councilmember McGovern seconded  
There was no opposition  
With no opposition the motion carried.

### EXECUTIVE SESSION


In accordance with Chapter 551, Government Code, (Open Meetings Law) the Council May go into Executive (closed) session in order to:

- Consult with its attorney (551.071)
- Discuss Real Estate transaction (551.072)
- Deliberation regarding prospective gifts or donation (551.073)
- Discuss personnel matters (551.074)
- Deliberation regarding security devices (551.076)
- Discuss economic development negotiations (551.087)

### ACTION ON EXECUTIVE SESSION

### ADJOURN

Councilmember Crocker motioned to adjourn at 7:39pm.  
Councilmember Dodd seconded.  
There was no opposition.  
With no opposition, the motion carried.

  
\_\_\_\_\_  
Glen Smith, Mayor

\_\_\_\_\_  
Angela Flores, City Secretary