**CITY OF LEXINGTON**

**REGULAR COUNCIL MEETING**

**JUNE 15, 2017 – 7:00 P.M.,**

**9180 LEXINGTON AVENUE**

1. **Call to Order:** – Mayor Kurth
   1. Roll Call - Council Members: DeVries, Harris, Hughes and Murphy

***Mayor Kurth called to order the Regular City Council meeting for June 15, 2017 at 7:00 p.m. Councilmember’s present: Devries, Harris, Hughes, and Murphy. Also Present: Bill Petracek, City Administrator; Kurt Glaser, City Attorney; Chris Galiov, Finance Director; Pat Zeitner, Quad Press Reporter; Shelly Eldridge and James Lehnhoff, Ehler’s & Associates; Peter Schmitt, US Solar.***

1. **Citizens Forum**

***No citizens were present to address the council***

1. **APPROVAL OF AGENDA WITH CHANGES AND CORRECTIONS**

***A motion was made by Councilmember Hughes to amend the agenda to add Action item D to discuss the new Parkview Lawsuit. The motion was seconded by Councilmember Devries. Motion carried 5-0.***

1. **LETTERS AND COMMUNICATIONS:**
   1. Sandburr Golf Tournament – Chomonix – September 8, 2017
   2. Centennial Lakes Police Department – Media Report 5-26-17 through 5-31-17
   3. Public Notice – Closed Executive Session – June 15, 2017

***No discussion on Letters and Communications.***

1. **Consent ITEMS:**
   1. Recommendation to Approve Council Minutes:

Council Meeting – June 1, 2017

* 1. Recommendation to Approve Claims and Bills:

Check #’s 13525 through 13526

Check #’s 42144 through 42198

Check #’s 11468 through 11486

* 1. Financial Reports
* Cash Balances
* Fund Summary – Budget to Actual

***A motion was made by Councilmember Devries to approve the consent agenda items. The motion was seconded by Councilmember Harris. Motion carried 5-0.***

1. **Action ItemS:**
   1. Recommendation to approve Liquor License Renewals pending successful background checks:

* Station 57 (Formerly Bamboo Betty’s) - with conditions
* Cowboy’s Saloon – with conditions
* El Loro
* Bistro La Roux

***Petracek stated that all background checks were good.***

***A motion was made by Councilmember Devries to approve liquor license renewals. The motion was seconded by Councilmember Harris. Motion carried 5-0.***

* 1. Recommendation to approve Business License Renewals

***A motion was made by Councilmember Murphy to approve business license renewals. The motion was seconded by Councilmember Harris. Motion carried 5-0.***

* 1. Recommendation to approve Resolution NO. 17-08 A Resolution Calling For A Public Hearing On Proposed Property Tax Abatements For The Purpose Of Issuing Tax Abatement Bonds (2018 Lake Drive Improvement Project)

***Petracek provided an explanation for the need to issue debt for the completed and pending street projects. Councilmember Hughes asked if we knew what the costs for Lake Drive were going to be. Petracek stated the last estimate we received was $275,000; Petracek added that these estimated costs are expected to decrease following the public meetings that were had recently for Lake Drive, and the changes Anoka County has made to the project. Discussion ensued.***

***Shelly Eldridge, Ehler’s & Associates, explained the need to sell bonds for all three street projects – Flowerfield Road, Hamline and Restwood, and Lake drive – as a way to save money on issuing the bonds.***

***Mayor Kurth asked why issue an abatement bond now, we would start earning interest immediately.***

***Eldridge explained there are three reasons to issue all bonds now:***

***1. Cost of issuance***

***2. Bond attorney fees are high***

***3. 20 year note – better interest rate.***

***Discussion ensued.***

***A motion was made by Councilmember Harris to approve Resolution NO. 17-08 A Resolution Calling For A Public Hearing On Proposed Property Tax Abatements For The Purpose Of Issuing Tax Abatement Bonds (2018 Lake Drive Improvement Project). The motion was seconded by Councilmember Devries. Motion carried 5-0.***

* 1. Discuss Parkview Lawsuit

***City Attorney Glaser provided a brief consultation on the recently served lawsuit from Parkview Manufactured Home Park. Discussion ensued. Glaser added that there will be a closed session at the July 6th Council meeting to discuss the lawsuit further. He will have more information at that time.***

1. **MAYOR AND COUNCIL INPUT**

***No input from the Mayor or Council***

1. **ADMINISTRATOR INPUT**

***Petracek stated that the camera in Memorial park is installed and that some glitches need to be worked out with the funtions of the camera. Discussion ensued.***

1. **Convene for closed executive session-DISCUSS OFFERS ON LOVELL BUILDING**

***City Council convened in closed session at 7:33 p.m.***

1. **reconvene from closed session**

***They reconvened in open session at 8:03 p.m.***

***City attorney Glaser provided an overview of the discussion on the purchase offer for the Lovell Building and the Council’s approval of a Letter of Intent with Dominium Acquisition, LLC.***

1. **ADJOURNMENT**

***A motion was made by Councilmember Hughes to adjourn the meeting at 8:03 p.m. The motion was seconded by Councilmember Devries. Motion carried 5-0.***

***I hereby certify that the June 15, 2017, Regular City Council Minutes as presented, were approved by the Lexington City Council on July 6, 2017.***

***Bill Petracek***

***City Administrator***

/bp