

**The Village of Lexington Common Council held a Regular Council Meeting
Monday, December 21, 2020 via Zoom.**

Call to order the Regular Council Meeting at 7:00 p.m. by President Kristen Kaatz

Pledge of Allegiance led by President Kristen Kaatz

Roll call taken by Clerk Beth Grohman

Present: Klaas, Muoio, Parraghi, Jarosz, Adams, Fulton, Kaatz

Absent: – none

Others present: Holly Tatman, Michelle Irwin, Chris Heiden, Will Oldford, EMB and six citizens

Public Comment – None offered

APPROVAL OF AGENDA – Motion Klaas, seconded by Fulton, to approve the agenda as presented.

Discussion – Parraghi asked about adding merging Environmental and Parks and Rec.

Kaatz recommended adding to January Council meeting

All ayes

Motion carried

BUSINESS

ADMINISTRATION

A. MINUTES – Motion by Jarosz, seconded by Fulton, to approve the minutes of the Regular Council of November 23, 2020 as presented.

All ayes

Motion carried

B. FDIC INSURANCE FOR VILLAGE DEPOSITS – Will Oldford – Presentation on addressing audit report noting the FDIC does not insure any deposit in the excess of \$250,000. There are options to address the concerns. Segregating the deposits to a sufficient number of banks to assure that no more than \$250,000 is on deposit with one financial institution. This could create an administrative burden on the financial department. Conduct due diligence on the financial strength of financial institution. Every bank has to supply to the FDIC public information quarterly. An independent third party does perform an analysis and provides a report and a star ranking. Bauer Financial, pull information from the FDIC and determine the ratings. Eastern Michigan Bank has a five star rating. Another option is sweep account. Eastern Michigan in conjunction with Reich and Tang, every night the Village deposits could be swept out to different banks, up \$25 Million, there are over 100 banks available, to insure that deposits are one percent insured. The interest rate is low for this option.

Sweep accounts would address the concerns of the auditors regarding the insurance of the deposits. Due diligence packets would be available to the Council and the auditors. A list of all the banks that deposits could be swept to is available. There is no impact on the accessibility of the funds.

No cost to the municipality for this option.

Motion by Jarosz, seconded by, Muoio to direct the Village Manager to collect information and prepare a resolution to approve the sweep accounts for the Village of Lexington.

Roll Call

Ayes- Jarosz, Muoio, Klaas, Parraghi, Adams, Fulton, Kaatz

Nays- None

Motion carried

C. INVOICE – KELLY LAW FIRM – Motion by Adams, seconded by Fulton, to approve the payment of \$1428.00 to Kelly Law Firm, \$1358.00 Administration and \$70.00 Water Fund.

Discussion

Roll Call

Ayes- Adams, Fulton, Klaas, Muoio, Parraghi, Jarosz, Kaatz

Nays- None

Motion carried

D. INTERLOCAL WATER SUPPLY AGREEMENT -. Village of Port Sanilac approved the final draft agreement, Village of Lexington attorney approved the language. Motion by Jarosz, seconded by Parraghi to approve the Interlocal Water Agreement with the Village of Port Sanilac, and Sanilac Township as presented.

Discussion – Heiden explained the agreement is pretty much the same as the Sanilac Township agreement. \$812,500 capital cost, \$325,000 for debt service to pay on the intake bond. This is a 30 year contract, able to take 1/30th set aside amount per year. The \$325,000 will go toward the debt retirement on the intake. Technical support cost \$75 per hour includes wages and travel time. Benefits to the surrounding communities, rates are set up based upon the annual amount of water produced, the budget and the usage by customers per year. More entities involved helps reduce the rates to the customers with more communities paying for it.

Roll Call

Ayes- Jarosz, Parraghi, Klaas, Muoio, Adams, Fulton, Kaatz

Nays- None

Motion carried

E. COUNCIL HOLIDAY AND MEETING SCHEDULE – Motion by Kaatz, seconded by Klaas to approve the Holiday and Meeting Schedule for 2021 with clarification on December Meeting December 20.

All ayes

Motion carried

F. FEE SCHEDULE – Motion by Muoio, seconded by Adams, to approve the fee schedule as presented.

Discussion- Sewer surcharges added to the fee schedule. Heiden to contact Gielows regarding the increase of .01 for the surcharges.

Roll Call

Ayes- Muoio, Adams, Klaas, Parraghi, Jarosz, Fulton, Kaatz

Nays- None

Motion carried

G. NEWLY ELECTED OFFICIALS TRAINING – Parraghi, Adams, and Jarosz to be enrolled in class for January 23, 2021

H. POLICE DEPARTMENT BODY CAMERAS QUOTE – Motion by Jarosz, seconded by Klaas, to approve the purchase of the body cameras from Watchguard at a cost not to exceed \$5500.00

Discussion

Roll Call

Ayes- Jarosz, Klaas, Muoio, Parraghi, Adams, Fulton, Kaatz

Nays- None

Motion carried

DPW/WATER/SEWER

I. WATER INTAKE – Tatman gave a brief overview of the situation of the water intake at the end of Lester Street. Matthews Excavating currently is working for two homeowners at the end of Lester Street to protect property from further erosion, Jamie McCombs and Dr. Dost. Matthews gave a quote for \$39,000 which is reduced since already in the area and has full access to the property, access road created on the McCombs property. Two additional quotes were received, and slightly more than Matthews but do not have access to the property through McCombs. Recommendation from Tatman to use Matthews while we still have access to the site. Will be 60 ft of riprap, installation of 150 ton of boulders. With approval the job will begin tomorrow morning. Cost to be shared with Sanilac Township and Worth Township. Cost to the Village will be just under \$18,000.

Motion by Jarosz, seconded by Fulton, to accept the bid from Matthews Excavating for \$39,000 as recommended by the Village Manager to protect our intake.

Roll call

Ayes- Jarosz, Fulton, Klaas, Muoio, Parraghi, Adams, Kaatz

Nays- None

Motion carried

J. LAGOON BLOWER REPLACEMENT – Motion by Muoio, seconded by Parraghi to approve \$5500.00 for a replacement lagoon blower.

Roll Call

Ayes – Muoio, Parraghi, Klaas, Jarosz, Adams, Fulton, Kaatz
Nays- None
Motion carried

MOBILE HOME PARK

K. MHP DEPOSIT REFUNDS – Motion Parraghi, seconded by Muoio, to approve the refund of \$324.00 to Nicolette Shock lot 109 and \$486.07 to Brian Cebulski lot 22.

Roll Call

Ayes- Parraghi, Muoio, Klaas, Jarosz, Adams, Fulton, Kaatz

Nays - None

L. ENGINEERING QUOTES – Tatman reported this is for informational purposes, no action is needed. Two additional quotes received from BMJ and Spicer for the stabilization of the shoreline. The bids from BMJ and Spicer call for riprap and boulders and not necessarily both steel and boulders. Also vegetation and slop stabilization. North end is significantly far worse than the south end. Neither engineers believe there is an issue with the water run-off. Estimated cost of the project, \$1.5-\$3 Million from Edgewater, Spicer \$1.9 Million, BMJ north area would cost from \$500,000 to \$850,000 depending on the scope and other factors, south side area \$350,000 to \$600,000. Edgewater engineering fees significantly higher than Spicer and BMJ.

M. MOBILE HOME PARK APPRAISAL QUOTES – Four quotes received for the appraisal. Doeren Mayhew, UHY Advisors, Stout, and Synergy Appraisal Services. Estimates range from \$4500-\$10,000. Tatman to reach out to UHY Advisors, to discuss the proposal. Fulton recommended some references from the proposals. Motion by Fulton, seconded by Klaas, to table until January meeting.

All ayes

Motion carried

PLANNING COMMISSION

N. ANNUAL REPORT – Motion by Fulton, seconded by Adams, to approve the Planning Commission Annual Report for 2020 as presented.

Discussion

Roll Call

Ayes- Fulton, Adams, Klaas, Muoio, Parraghi, Jarosz, Kaatz

Nays- None

Motion carried

FINANCIAL REPORTS – Motion by Jarosz, seconded by Kaatz, to approve the check register in the amount of \$117, 863.38 check numbers 35844 through 35915 and financial reports as presented.

Roll Call

Ayes- Jarosz, Kaatz, Klaas, Muoio, Parraghi, Adams, Fulton

Nays- None

Motion carried

Reports

Muoio- Questions regarding DDA district changes

Tatman responded. Consultant is working on the possible expansion will be brought to DDA for discussion upon the completion of the report

Jarosz – MHP Manager report regarding the violations in the park. Michelle did a good job on the presentation.

Adams responded Michelle did a good job.

Motion by Jarosz, seconded by Muoio, to approve the all reports as presented.

All ayes

Motion carried

Correspondence-

PUBLIC COMMENT

None offered

COUNCIL PERSON COMMENTS

Muoio- Thank you to the staff and Merry Christmas

Fulton – Merry Christmas

Parraghi – Merry Christmas and Thank you Holly for all the work on the quotes

ADJOURNMENT

Motion by Jarosz, seconded by Parraghi, to adjourn the meeting at 9:39 p.m.

All ayes

Motion carried