

**NOTICE OF SPECIAL MEETING OF THE
MISSION ECONOMIC DEVELOPMENT CORPORATION
JUNE 7, 2012 12 NOON**

CITY HALL

PRESENT:

Catherine Garcia, President
Ricardo Martinez, Treasurer
Jody Tittle
Mayor Norberto Salinas served in the Mayor Position
David H. Guerra, City Attorney

ABSENT:

Polo de Leon, Vice President
S. David Deanda, Jr., Secretary
Linda Requénez

ALSO PRESENT:

R. Gaines Griffin, Attorney at Law
R.D. "Bobby" Guerra, Attorney at Law
Gail Burkhardt, The Monitor

STAFF PRESENT:

Alex Meade, Chief Executive Office
Janie Flores, Finance Director
Daniel Silva, Chief Operating Officer
Judy Vega, Executive Assistant

1. Call to order

With a quorum being present President Catherine Garcia called the meeting to order at 12:04 p.m.

At 12:04 p.m., Ricardo Martinez moved to convene into executive session pursuant to Local Government Code Section 551.071 Consultation with Attorney. Motion was seconded by Jody Tittle and approved unanimously 4-0.

2. Executive Session pursuant to V.T.C.A. Gov. Code Sec. 551.001

Consultation with Attorney Sec. 551.071

A. City of Mission and Mission Economic Development Corporation v Mission Economic Development Authority

The MEDC Board will reconvene in open session to take any actions necessary

At 1:08 p.m., Ricardo Martinez moved to reconvene in open session. Motion was seconded by Jody Tittle approved unanimously 4-0.

On Item A: Ricardo Martinez moved to resolve the litigation between City of Mission/Mission Economic Development Corporation v Mission Economic Development Authority as follows a donation of \$3,000,000.00 to South Texas College for scholarships, donation of \$300,000.00 to VIDA, donation of \$200,000.00 to NABA for a total of \$3,500,000.00 in donations. Of the \$3,500,000.00 City of Mission and MEDC will donate \$2,000,000.00 and MEDA will donate \$1,500,000.00. Donation is to occur before August 8, 2012. Within five business days of donation, the present MEDA Board will simultaneously resign and appoint the following 5 current MEDC board members: Norberto Salinas, Cathy Garcia, S. David Deanda, Jr., Ricardo Martinez and Jody Tittle, to replace the current MEDA board as directors. The newly formed MEDA will retain control of MEDA's remaining cash and all of MEDA's real property which has a potential market value of over \$5,500,000.00. The lawsuit will be dismissed and the opposing parties will release one another. MEDA's Castillo claim will be assigned to

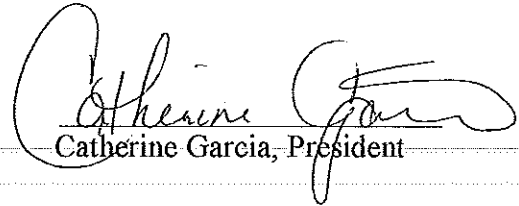
MEDC. MEDC will reimburse MEDA for \$22,500 in costs it incurred in litigation. Authorize President Catherine Garcia to execute all documents pertaining to the resolution of this matter as generally described in this motion. Motion was seconded by Jody Tittle and approved unanimously 4-0.

8. President's Comments

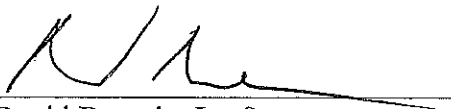
None.

9. Adjournment

Ricardo Martinez moved to adjourn the meeting. Motion was seconded by Mayor Norberto Salinas and approved 4-0. Meeting was adjourned at 1:12 p.m.


Catherine Garcia, President

ATTEST:


S. David Deanda, Jr., Secretary