

**NOTICE OF REGULAR MEETING & PUBLIC HEARING  
MISSION ECONOMIC DEVELOPMENT CORPORATION  
SEPTEMBER 17, 2019                      5:30 P.M.  
CENTER FOR EDUCATION AND ECONOMIC DEVELOPMENT**

**PRESENT:**

Pete Jaramillo, Vice President  
Aissa I. Garza, Secretary  
Mario Garza  
Mayor Armando O’Cana served in the Mayor Position

**ABSENT:**

S. David Deanda, Jr., President  
Dr. Sonia Treviño, Treasurer  
Balde Morales

**ALSO PRESENT:**

Lee McCormick, President, CDA  
Councilman Alberto Vela

**STAFF PRESENT:**

Daniel Silva, Chief Executive Officer  
Joel A. Garza, Chief Operating Officer  
Angie Vela, Finance Director  
Ezeiza Garcia, Assistant Finance Director  
Judy Vega, Executive Assistant  
Jasmine Ramos, MEDC Receptionist  
Diana McDonnell, CEED Receptionist

**1. Call to order.**

In the absence of the President and with a quorum being present Vice President Pete Jaramillo, called the meeting to order at 5:32 p.m.

**2. Approval of Minutes – Regular Meeting of August 20, 2019.**

There being no corrections or additions Mario Garza moved for approval of the regular board meeting minutes of the regular meeting of August 20, 2019. Motion was seconded by Secretary Aissa I. Garza and approved 4-0.

**3. Approval of Financial Statement for July 2019.**

Finance Director Angie Vela presented and recommended approval of the Financial Statement for the month of July 2019.

There being no corrections or additions, Mayor Armando O’Caña made a motion to approve the financial statements for the month of July 2019. Motion was seconded by Mario Garza and approved 4-0.

**4. Public Hearing - MEDC to consider the following projects during the proposed FY 2019-2020:**

- A. Amend Small Business Fund Program amount from \$230,000 to an amount not to exceed \$266,000.**
- B. Infrastructure Improvements located on the southwest corner of Shary Road & Business 83, Mission, Texas.**

Vice President Pete Jaramillo opened the public hearing at 5:35 p.m. and asked for comments on MEDC's FY 2019-2020 proposed projects for FY 2019-2020.

Secretary Aissa I. Garza made a question related to the amendment in the amount of the Small Business Fund Program. CEO Daniel Silva explained that there had been an error on the publication when the amounts for the new budgeted projects were presented for approval last month. The Small Business Fund Programs amount was listed at \$266,000, but the publication read \$230,000. Secretary Aissa I. Garza also inquired about the infrastructure development. CEO Daniel Silva said that this developer was going to construct a gated community with 99 residential lots as well as five acres of commercial development. The area has drainage issues and that is what the funds will be used for. An easement will need to be acquired to tie in to another system to be able to drain adequately. The amount he is requesting is \$40,000. Mayor Armando O'Caña mentioned that this is a small amount compared to the investment this developer will be creating, about \$40 million. He said that the City of Mission is redoing the drainage system from Business 83 thru Expressway 83, and will also be connecting to the drainage system the developer is constructing. The developer will purchase the easement and the Mission EDC will reimburse him for the cost. The funds won't be released until he submits a final invoice of the total cost, not to exceed \$40,000. No further comments were made.

There being no further comments, Vice President Pete Jaramillo declared the public hearing closed at 5:41 p.m.

The notice of public hearing and notice of intention to undertake projects was published on August 23, 2019 and the 60-day comment period will end on October 22, 2019.

**5. Approval of Resolution No. 2019-06, A Resolution of Mission Economic Development Corporation Regarding Request of Republic Services, Inc., for the Issuance of One or More Series of Revenue Bonds; Authorizing the Filing of an Application for Allocation of Volume Cap for Private Activity Bonds with the Texas Bond Review Board; Authorizing Public Hearings Regarding the Bonds; and Authorizing Other Action Related Thereto.**

Lee McCormick, President of Community Development Associates, presented this item by saying that this resolution for Republic Services, Inc., was an inducement resolution. The two-step is a two-step process begins with an inducement resolution being presented first, then when all of the bond documents are prepared, a final resolution will be presented. Republic Services, Inc. does an initial resolution for up to \$300 million bonds, then they go out for bonds of lower amounts over a period of years not exceeding the \$300 million. This is actually the fifth transaction that the MEDC has done with Republic Services, Inc. Republic Services, Inc., is the second largest waste company in the country. Just in Texas, Republic Services, Inc., has 42 facilities around the state in 30 counties, a couple of landfills and hauling operations. Under this \$300 million transaction, the company is refinancing about three to five years. Assuming a \$100 million transaction, at closing the MEDC is expected to receive approximately \$185,000 for serving as Issuer of the bonds and \$25,000 annually or a lesser amount based on the outstanding balance until maturity. Mr. McCormick mentioned that as with every bond transaction he presents, there is no commitment of the credit ratings and the Bonds do not, in any fashion restrict, impede or limit the borrowing/bonding capacity of the MEDC or City of Mission. He is recommending approval of

the resolution.

Secretary Aissa I. Garza moved for the approval of Resolution No. 2019-06. Motion was seconded by Mario Garza and approved 4-0.

Resolution No. 2019-06

Resolution Regarding Request of Republic Services, Inc., for the Issuance of One or More Series of Revenue Bonds; Authorizing the Filing of an Application for Allocation of Volume Cap for Private Activity Bonds with the Texas Bond Review Board; Authorizing Public Hearings Regarding the Bonds; and Authorizing Other Action Related Thereto.

**6. Approval of Resolution No. 2019-07, A Resolution of Mission Economic Development Corporation Regarding Request of FP Hydrotreating, LLC for the Issuance of One or More Series of Revenue Bonds; Authorizing the Filing of an Application for Allocation of Volume Cap for Private Activity Bonds with the Texas Bond Review Board; Authorizing Public Hearings Regarding the Bonds; and Authorizing Other Action Related Thereto.**

Lee McCormick, President of Community Development Associates, presented this item by saying that FP Hydrotreating, LLC was a project that will only require one bond issuance of \$200 million. This facility will be a marine fuel desulfurization facility for the purpose of removing high amounts of sulfur that can no longer be used for marine fuel. The \$200 million project consists primarily of a specialty hydrotreater unit and related equipment and will be constructed on an 11-acre tract located adjacent to Contanda's Jacintoport Terminal on the Houston Ship Channel in Houston, Texas. Assuming a \$100 million transaction, at closing the MEDC is expected to receive approximately \$185,000 for serving as Issuer of the bonds and \$25,000 annually or a lesser amount based on the outstanding bond balance until maturity. Mr. McCormick mentioned that as with every bond transaction he presents, there is no commitment of the credit ratings and the Bonds do not, in any fashion restrict, impede or limit the borrowing/bonding capacity of the MEDC or City of Mission. He is recommending approval of the resolution.

Mario Garza moved for the approval of Resolution No. 2019-07. Motion was seconded by Aissa I. Garza and approved 4-0.

Resolution No. 2019-07

Resolution Regarding Request of FP Hydrotreating, LLC for the Issuance of One or More Series of Revenue Bonds; Authorizing the Filing of an Application for Allocation of Volume Cap for Private Activity Bonds with the Texas Bond Review Board; Authorizing Public Hearings Regarding the Bonds; and Authorizing Other Action Related Thereto.

**6. Vice President's Comments.**

Vice President Pete Jaramillo reminded the Board of Directors about three MEDC sponsored events as follows: Mission Historical Museum on Sept. 19, 2019, the Museum of South Texas History on October 5, 2019, and the Greater Mission Chamber of Commerce Awards Gala on October 17, 2019. Seats are still available for all these events.

**7. Adjournment.**

Mario Garza moved to adjourn the meeting. Motion was seconded by Secretary Aissa I. Garza and approved 4-0. Meeting was adjourned at 5:52 p.m.

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S. David Deanda, Jr., President

ATTEST:

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Aissa I. Garza, Secretary