

**NOTICE OF SPECIAL MEETING
MISSION ECONOMIC DEVELOPMENT CORPORATION
OCTOBER 28, 2014 5:30 P.M.
CITY HALL**

PRESENT:

S. David Deanda, Jr., President
Polo de Leon, Vice President
Jody Tittle, Secretary
Linda Requénez, Treasurer
Catherine Garcia
Richard Hernández
Mayor Norberto Salinas served in the Mayor Position

ABSENT:

ALSO PRESENT:

Ricardo A. Perez, Consultant
Lee McCormick, President, CDA
Sandra Vecchio
Juan E. Gonzalez
Joanne Rose

STAFF PRESENT:

Alex Meade, Chief Executive Office
Janie Flores, Finance Director
Randy Perez, Assistant Finance Director
Judy Vega, Executive Assistant
Daniel Silva, Chief Operating Officer
Bertha Ramirez, Administrative Assistant
David Gonzales, Accountant
Martin Garza Jr., City Manager

1. Call to order

With a quorum being present President S. David Deanda Jr., called the meeting to order at 5:39 p.m.

2. Approval of Minutes – September 2, 2014

There being no corrections or additions Catherine Garcia moved for approval. Motion was seconded by Polo De Leon and approved 6-0.

3. Approval of Financial Statements for August 2014

Assistant Finance Director Randy Perez presented and recommended approval of the Financial Statement for August 2014.

There being no corrections or additions Polo De Leon moved for approval. Motion was seconded by Jody Tittle and approved 6-0.

4. Approval of Budget Amendment to FY Budget 2014-15

(A) Manufacturing Project in an amount not to exceed \$450,000 over a period of five years

Assistant Finance Director Randy Perez presented and recommended approval of the Budget Amendment, an increase in appropriations for the following project: (A) Manufacturing Project in an amount not to exceed \$450,000 over a period of five years for Southwest Steel Coil.

Richard Hernandez moved for approval of Budget Amendment to FY 2014-2015 Budget. Motion was seconded by Jody Tittle and approved 6-0.

The notice of public hearing and notice of intention to amend the budget was published on August 22, 2014 and the 60 day comment period ended on October 21, 2014.

5. Acceptance of Quarterly Report of Investments for the Quarter ending September 30, 2014 and Interest Earned for 12 Months ending September 30, 2014

Assistant Finance Director Randy Perez presented and recommended Acceptance of Quarterly Report of Investments for the Quarter ending September 30, 2014 and Interest Earned for 12 Months ending September 30, 2014.

There being no corrections or additions Catherine Garcia moved for approval. Motion was seconded by Linda Requenez and approved 6-0.

At 5:43 p.m., Richard Hernandez moved to convene into executive session pursuant to Local Government Code Section 550.001 Deliberations Regarding Real Property Sec. 551.072. Motion was seconded by Catherine Garcia and approved 6-0.

Mayor Norberto Salinas joined the meeting in executive session at 5:43 p.m.

**6. Executive Session pursuant to V.T.C.A. Gov. Code Sec. 551.001
Deliberations Regarding Real Property Sec. 551.072**

A. Lot 1, Tamkin Subdivision, Mission, Hidalgo County, Texas

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

At 6:08 p.m., Richard Hernandez moved to reconvene in open session. Motion was seconded by Catherine Garcia and approved 7-0.

On Item A – Linda Requenez made a motion to authorize CEO to negotiate and execute a letter of intent for Lot 1, Tamkin Subdivision, Mission, Hidalgo County, Texas. Motion was seconded by Catherine Garcia and approved 7-0. President S. David Deanda abstained from voting.

7. Approval of Budget Amendment for FY 2014-2015 Budget

CEO Alex Meade mentioned that the Mission EDC is currently exploring options for a new office facility and should the need arise to hire professional services funds would be in place for that purpose. He is recommending the approval of a Budget Amendment for FY 2014-2015 in the amount of \$250,000.

Polo De Leon moved for approval of Budget Amendment to FY 2014-2015 Budget in the amount of \$250,000 for other professional services purposes (administrative). Motion was seconded by Richard Hernandez and approved 7-0.

8. Approval of Resolution No. 2014-07, A Resolution of Mission Economic Development Corporation Authorizing Issuance of Solid Waste Disposal Revenue Bonds (Fair Energy Operations Project) Series 2014; Authorizing Loan of Bond Proceeds to Fair Energy Operations – Beaumont, LLC and Fair Energy Operations – Angleton, LLC; Approving Documents Relating Thereto; Authorizing Public Hearings and the Appointment of Hearing Officers; and Approving Other Matters in Connection Therewith

Lee McCormick, President of Community Development Associates, said that a similar resolution was presented to the Board in July 2014; however, that resolution had been for a \$50,000,000 project. Since then the developer has increased the scope of the project to \$100,000,000.

He called to the attention of the Board a last minute change from bond counsel on the resolution being presented today. The change is on page 46 of the meeting packet, third paragraph, starting with “Whereas, on _____, 2014, the Issuer received a reservation of \$100,000,000 of private activity bond...”. That part of the paragraph should read, “*WHEREAS, the Issuer anticipates receiving a reservation of \$100,000,000 of private activity bond...*”. He said the change needs to be made because the funds have not been received. Mr. McCormick said that he anticipates a closing the first or second week of December 2014 and noted that public hearings and local approvals have been received from the City of Beaumont and Brazoria County with no questions or concerns. Mr. McCormick stated that there is no risk in the liability to the Mission EDC or the City of Mission. The membership questioned the status of the resolution approved in July 2014 and on whether this resolution should be an amended resolution. Mr. McCormick explained that project resolutions are always presented first as an induced resolution and then as final. It was the Board’s consensus that this resolution be approved as a revised final resolution.

After brief discussion on this item, Richard Hernandez moved to approve revised final Resolution No. 2014-07, A Resolution of Mission Economic Development Corporation Authorizing Issuance of Solid Waste Disposal Revenue Bonds (Fair Energy Operations Project) Series 2014; Authorizing Loan of Bond Proceeds to Fair Energy Operations – Beaumont, LLC and Fair Energy Operations – Angleton, LLC; Approving Documents Relating Thereto; Authorizing Public Hearings and the Appointment of Hearing Officers; and Approving Other Matters in Connection Therewith. Motion was seconded by Polo De Leon and approved 7-0.

Resolution No. 2014-07

Resolution of Mission Economic Development Corporation Authorizing Issuance of Solid Waste Disposal Revenue Bonds (Fair Energy Operations Project) Series 2014; Authorizing Loan of Bond Proceeds to Fair Energy Operations – Beaumont, LLC and Fair Energy Operations – Angleton, LLC; Approving Documents Relating Thereto; Authorizing Public Hearings and the Appointment of Hearing Officers; and Approving Other Matters in Connection Therewith.

9. Authorization to Publish Notice of Intention to Authorize a Budget Amendment to the FY 2014-2015 Budget and schedule a public hearing for Nov. 18, 2014 related to said authorization

Mr. Meade said he would like the Board’s authority to publish a notice of intention to authorize a Budget Amendment to MEDC’s FY 2014-2015 Budget and schedule a public hearing on Nov. 18, 2014 for the consideration of the following projects: (1) Offsite Infrastructure Improvements off of Conway Street and Kika de la Garza Streets, Mission, Texas, in an amount not to exceed \$75,000, over a period of two years; and (2) Other Professional Services in an amount not to exceed \$75,000.

Catherine Garcia moved for authorization to publish notice of intention to authorize a Budget Amendment to the FY 2014-2015 Budget and schedule a public hearing for Nov. 18, 2014 related to said authorization. Motion was seconded by Jody Tittle and approved 7-0.

10. Adjournment

Linda Requenez moved to adjourn the meeting. Motion was seconded by Jody Tittle and approved 7-0. Meeting was adjourned at 6:15 p.m.

S. David Deanda, Jr., President

ATTEST:

Jody A. Tittle, Secretary