

**MINUTES OF THE MEETING OF THE  
BOARD OF DIRECTORS OF THE  
BORGER ECONOMIC DEVELOPMENT CORPORATION  
A TEXAS INDUSTRIAL DEVELOPMENT CORPORATION**

**Time and Place**

The following are the minutes of the Board of Directors of the BORGER ECONOMIC DEVELOPMENT CORPORATION, a Texas industrial development corporation organized under Section 4A of the Development Corporation Act of 1979, 1111 Penn Avenue, Borger, Texas on January 13, 2015 at said meeting having been held on the call of the incorporators.

Present at the meeting were LEON ROBERTS, MIKE AMOS, RICK McDONALD, and MIKE SCALES as Directors of the Corporation.

Also present were:

Dan Redd, CEO, Borger EDC  
Robert Vinyard, Mayor, City of Borger  
Eddie Edwards, City Manager, Borger, TX  
Sharon Castleberry, Borger News Herald  
Brock Sherwood, Edward D. Jones  
Spencer McElhannon, Leading EDG  
Tim Moxley, Fireblock Systems  
Sue Headlee, Office Manager, Borger EDC

Leon Roberts called the meeting to order at 12:02 p.m.

1. Leon Roberts confirmed the presence of a quorum.
2. Motion was made by Mike Amos to approve minutes of the November 14, 2014 meeting. Motion was seconded by Rick McDonald. Motion carried

3. **Financial Statements/Approve Expenditures for October, 2014**

*Dan Redd reported on November and December Financials and Expenditures. He reported to the Board that the City check for November was \$92,771.11, a 9.33% increase from the same month last year. The City check for December was \$90,653.54, a 7.19% increase from the same month last year. He also reported cash balances, rent, receivables and expenditures.*

Motion was made by Rick McDonald to approve November and December Financial Statements and Expenditures. Motion was seconded by Mike Amos. Motion carried.

4. CEO Dan Redd gave an update to the Board on employment figures for Hutchinson County. For the first time in 8 years the Hutchinson County unemployment was not the highest in the Panhandle.
5. Dan Redd reported to the Board that according to the Incentive Agreement with Brandvik Pipe and Equipment, BEDC will forgive \$15,000 from the loan per each employee for no more than two (2) jobs created. Brandvik has created six new jobs, resulting in a reduction of their loan balance by \$60,000. Motion was made by Mike Amos to forgive \$60,000 for employees last year and this year pursuant to the loan agreement. Motion was seconded by Rick McDonald. Motion carried.
6. Dan Redd gave an update on the lease of 605 Industrial to Premium Inspection and Testing, Inc. The amount of the Lease is \$2500 per month plus a pro-rated share of the insurance and property taxes each month. Premium has signed a three year lease. A Phase I Environmental study was done on the property by Andersen & Associates Compliance Consultants. Premium will reimburse BEDC for the \$2500 cost.
7. Dan Redd reported that he had visited with Patrick Nonhof concerning Chat Productions. Mr. Nonhof plans to start up Chat Productions again with one full time employee according to the agreement. Motion was made by Rick McDonald to allow Chat time to start up again and continue for one year. Also, BEDC will furnish them an office at 1111 Penn Ave. for one year. Motion was seconded by Mike Scales. Motion carried.
8. Leon Roberts addressed the issue of starting a Simple IRA Plan for BEDC employees' retirement. Brock Sherwood with Edward D. Jones gave a brief report to the Board on a Simple IRA plan. Motion was made by Mike Amos that BEDC establish a Simple IRA Plan for all current and future employees, with

BEDC matching 3% of each employee's salary. Motion was seconded by Mike Scales. Motion carried.

9. Timothy Moxley from Eugene, Oregon gave an extensive presentation to the Board on his company Fireblock Systems. The Fireblock System is a wildfire suppression technology. It is also applicable for residential and commercial use. To move forward with the Fireblock System project he is going to need a building with overhead cranes.
10. The Board discussed a building for Fireblock Systems property.
11. Board entered into Executive Session to discuss the following at 1:13 p.m.
  - A. Discuss Fireblock Systems Project.
  - B. Discuss need for building and location.
12. Board returned to Open Session at 1:28 p.m.
13. No action was taken on the Fireblock Systems Project.
14. No action was taken on the Fireblock Systems property.

**Adjourn**

15. Motion to adjourn was made at 1:30 p.m. by Rick McDonald. Following a second by Mike Amos, motion carried.

President: \_\_\_\_\_  
Leon Roberts

Vice President: \_\_\_\_\_  
Mike Scales