

**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 April 12, 2016 at said meeting having been held on the call of the incorporators.

Present at the meeting were MIKE SCALES, RICK MCDONALD and KARL SOSEBEE, as Directors of the Corporation.

Also present were:

Dan Redd, CEO, Borger EDC
Sue Headlee, Office Manager, Borger EDC
Che Shadle, OJD Engineering
Eddie Edwards, City Manager
Odis McClellan, City Council Member
Karen Felker, City Council Member
Jesse Shuffield, Xcel Energy
April Davis, Borger News Herald

Mike Scales called the meeting to order at 11:58 a.m.

1. Mike Scales confirmed the presence of a quorum.
2. Motion was made by Karl Sosebee to approve Minutes of the March 8, 2016 meeting. Motion was seconded by Rick McDonald. Motion carried

3. **Financial Statements/Approve Expenditures for March 2016**

Dan Redd reported on March Financials and Expenditures. He reported to the Board that the City check for March was \$77,643.23 a 3.17% increase from the same month last year. He also reported cash balances, rent, receivables and expenditures.

Dan reported to the Board that Wells Fargo had sent a notice that the B.E.D.C. Savings Account #1712340718 was in danger of being turned into the State as unclaimed property due to lack of activity. Unanimous consent from the Board was to close the Wells Fargo Savings account and move the funds to the Amarillo National Checking account .

Motion was made by Rick McDonald to approve March Financial Statements and Expenditures. Motion was seconded by Rick McDonald. Motion carried.

Update on Borger Business Park

4. Che Shadle of OJD Engineering gave a presentation to the Board on the Borger Business Park. He presented exact drawings of the plans for Phase I. He made suggestions for the most efficient usage of the acreage for the Borger Business Park, including moving dirt from an elevated area of the acreage to level a lower area. He addressed the existing site conditions and the terrain by the creek. He also talked with the Board about the cost of a lift station and the cost savings of building a smaller lift station for the Phase I of the Business Park.

Following discussion Karl Sosebee made the motion to accept the current layout and drawings presented by Che Shadle for the Borger Business Park. Motion was seconded by Rick McDonald. Motion carried.

Reword and Update Motion for Agrium Expansion

5. Rick McDonald made the motion to allow \$1,000,000 incentive over a ten year period to be used by Agrium towards the expansion project of the Agrium Borger facility. Motion was seconded by Karl Sosebee. Motion carried.

6. **Discuss EDA grant for Borger Business Park**

Dan Redd presented information to the Board on the possibility of a grant from the U.S. Economic Development Administration for the Borger Business Park. In 2013 Hutchinson County was not considered a distressed area. However, since the decline in the oil and gas industry, Hutchinson County is now considered a distressed area which will make it eligible for a grant. This grant is for

infrastructure, and the City of Borger will have to make application for the grant. He explained that the Panhandle Regional Planning Commission will help the City with this grant application.

Karl Sosebee made the motion to pursue the application for an EDA grant for the Borger Business Park. Rick McDonald seconded the motion. Motion carried.

7. **Discuss replacement for Mike Scales on the BEDC Board**

Dan Redd announced that Mike Scales has served two consecutive three-year terms on the Board and is no longer eligible to be a Director. Mike will be leaving the Board in July. Dan asked the Directors to think about a replacement for Mike.

8. **Adjourn**

Motion to adjourn was made at 12:50 p.m. by Rick McDonald. Following a second by Karl Sosebee, motion carried.

President: _____
Mike Scales

Secretary-Treasurer: _____
Rick McDonald