

**DEVELOPMENT CORPORATION OF HARLINGEN, INC.
BOARD OF DIRECTORS
JOINT MEETING
WITH
HARLINGEN CITY COMMISSION**

The Board of Directors of the Development Corporation of Harlingen, Inc. and the Harlingen City Commission held a (special) joint meeting on Tuesday, April 20, 2010 at 7:30 a.m. in Town Hall, City Hall, 118 E. Tyler Street, Harlingen, Texas. Those in attendance were:

EDC Members

Armando Elizarde, President
Scott Allex, Secretary
Terry Gray
Ernesto Silva
Rick Ledesma

Mayor and City Commission:

Mayor Chris Boswell
Larry Galbreath, Commissioner District 1
Kori Marra, Commissioner District 3
Jerry Prepejchal, Commissioner District 4
Joey Trevino, Commissioner District 5

Staff Present:

Bill Martin, EDC CEO
Gabriel Gonzalez, Interim City Manager
Brendan Hall, EDC Attorney
Roxann P. Cotroneo, City Attorney
Roel Gutierrez, Director of Finance
Sylvia R. Trevino, City Secretary

Armando Elizarde called the meeting to order at 7:30 a.m. on behalf of the EDC.
Mayor Boswell called the meeting to order at 7:30 a.m. on behalf of the City Commission.

On behalf of the EDC, S. Allex made a motion to go into Executive Session pursuant to Chapter 551, Subchapter D., V.T.C.A. Government Code (Section 551.087) regarding commercial and financial information from business prospects with which the Board and City are conducting economic development negotiations and/or to discuss or deliberate financial incentives to business prospects known as Project Nebraska and proposed contractual agreement between the Development Corporation of Harlingen, Inc. and South Texas Medical Foundation. R. Ledesma seconded the motion and it carried unanimously.

On behalf of the City Commission, L. Galbreath made a motion to go into Executive Session pursuant to Chapter 551, Subchapter D., V.T.C.A. Government Code (Section 551.087) regarding commercial and financial information from business prospects with which the Board and City are conducting economic development negotiations and/or to discuss or deliberate financial incentives to business prospects known as Project Nebraska and proposed contractual agreement between the Development Corporation of Harlingen, Inc. and South Texas Medical Foundation. J. Prepejchal seconded the motion and it carried unanimously.

ITEM NO. 1 - EXECUTIVE SESSION PURSUANT TO CHAPTER 551, SUBCHAPTER D., V.T.C.A. GOVERNMENT CODE (SECTION 551.087) REGARDING COMMERCIAL AND FINANCIAL INFORMATION FROM BUSINESS PROSPECTS WITH WHICH THE BOARD AND CITY ARE CONDUCTING ECONOMIC DEVELOPMENT NEGOTIATIONS AND/OR TO DISCUSS OR DELIBERATE FINANCIAL INCENTIVES TO BUSINESS PROSPECTS KNOWN AS PROJECT NEBRASKA AND PROPOSED CONTRACTUAL AGREEMENT BETWEEN THE DEVELOPMENT CORPORATION OF HARLINGEN, INC. AND SOUTH TEXAS MEDICAL FOUNDATION.

The Executive Session convened at 7:31 a.m. and concluded at 8:24 a.m. with no action taken in closed session.

ITEM NO. 2 – EXECUTION OF A LETTER OF INTENT WITH PROJECT NEBRASKA APPROVED

T. Gray made a motion to approve the execution of a Letter of Intent with Project Nebraska. R. Ledesma seconded the motion and it carried unanimously.

ITEM NO. 3 – EXECUTION OF A CONTRACT, A SPECIAL WARRANTY DEED AND ANY RELATED DOCUMENTS TO CONVEY 35 ACRES OF LAND TO THE SOUTH TEXAS MEDICAL FOUNDATION AUTHORIZED

It was pointed out that the conveyance of the land would not be official until such time that certain requirements were met such as the creation of the foundation and them receiving a tax exempt status.

On behalf of the EDC, S. Alex made a motion to approve the execution of a contract, a special warranty deed, and any related documents to convey 35 acres of land to the South Texas Medical Foundation. T. Gray seconded the motion and it carried unanimously.

ITEM NO. 4 – EXECUTION OF A CONTRACT, A SPECIAL WARRANTY DEED AND ANY RELATED DOCUMENTS TO CONVEY 35 ACRES OF LAND TO THE SOUTH TEXAS MEDICAL FOUNDATION AUTHORIZED

On behalf of the City Commission, L. Galbreath made a motion to approve the execution of a contract, a special warranty deed, and any related documents to convey 35 acres of land to the South Texas Medical Foundation. J. Trevino seconded the motion and it carried unanimously.

There being no further action, the joint meeting adjourned at 8:28 a.m.

Armando Elizarde, President, EDC

Chris Boswell, Mayor

Attest:

Sylvia R. Trevino, City Secretary