

STATE OF TEXAS
COUNTIES OF POTTER
AND RANDALL
CITY OF AMARILLO

On the 16th day of September 2020, the Amarillo Local Government Corporation Board of Directors met at 11:30 a.m. via conference, with the following members present:

VOTING MEMBERS	PRESENT	NO. MEETINGS HELD	NO. MEETINGS ATTENDED
William Biggs, Board Member	Y	58	54
Eddy Sauer, Councilmember & Board Member	Y	35	26
John Lutz, Board Member	N	77	68
Howard Smith, Councilmember & Board Member	Y	35	33
Michael Haning, President	Y	26	26
Paul Matney, Board Member	Y	26	25
Alfonso Zambrano, Vice President	N	17	14
EX-OFFICIO MEMBERS			
Jared Miller, City Manager	Y	39	25
Nancy Tanner, Potter County Judge	Y	12	9

Absent were Alfonso Zambrano and John Lutz.

Staff in Attendance:

Andrew Freeman, Bryan McWilliams, City Attorney, Mick McKamie, Laura Storrs, Jerry Danforth and Frances Hibbs.

ITEM 1: Mr. Haning called the meeting to order.

ITEM 2: Mr. Haning stated that at this time the Board would invite comments from interested citizens on matters directly pertaining to policies, programs or activities of the Amarillo Local Government Corporation. There were no comments.

ITEM 3: Minutes of the regular meeting held on August 19, 2020 were presented. Motion was made by Mr. Matney to accept the minutes, and seconded by Dr. Sauer. The minutes were approved by a 5:0 vote.

ITEM 4: Mr. Danforth stated the parking garage was operating well. He stated the garage is working well for Joe Taco and they have not had any problems with the equipment.

ITEM 5: Mr. Ensor was not present. There was not a report.

Items taken out of order:

ITEM 8: - Mr. Freeman stated the request for signage usually goes through Planning before going to Building Safety. The request for the Joe Taco sign on the building reaches into TxDot's

right of way by 22". It will require the permission of TxDot but the LGC Board will need to approve the request. Any additional businesses along Buchanan Street may also need to request signage. Motion was made by Mr. Matney to approve TxDot's Application and Agreement for Use of Highway Right of Way for Permanent Signs Attached to a Building Outside the Right of Way, as presented, seconded by Dr. Sauer.

Voting AYE were Mr. Biggs, Dr. Sauer, Mr. Smith, Mr. Matney, and Mr. Haning voting No were none; the motion carried by a 5:0 vote of the Board of Directors.

Item 6 – Laura Storrs presented the financials through June 30, 2020. The liabilities included notes payable to the City of Amarillo and TIRZ #1. She further reviewed the income statement, parking garage income statement and noted the parking garage was impacted by COVID-19. The debt service payment will be on the next financial statement. She further reviewed the income statement for the retail space. She stated there will be more activity in the final quarter. Ms. Storrs presented a graph outlining the daily monthly and special revenue. She further stated the unaudited financials will be presented in a couple of months.

Mr. Smith and Mr. Miller joined the meeting at this time.

Item 7 – Mr. Freeman stated at the last meeting the Board requested the opportunity to discuss this item. Mr. Haning asked if there was a need to get some quotes on these notes. Mr. Smith requested the terms of the current notes. Ms. Storrs replied that the current rates from TIRZ to LGC is 3.745 percent along with a signed agreement stating annual interest rate from the date of the funding yield on 10-year treasury bond plus 2%, (1.745 plus 2%). On the City's loan to LGC the rate is 4.21. This agreement has the same clause of 10-year, 2.21 as treasury bond plus 2%. Mr. Smith inquired as to the approximate amount of loans. Ms. Storrs replied as of June 30, TIRZ to LGC is \$1,824,342 and on the City to LGC the amount is \$262,211. Mr. Smith stated he wears two hats on this item. He suggested leaving it like it is. Mr. Haning replied he thought they may have a fiduciary responsibility based on current circumstances. Mr. Miller inquired if there was an ability to reduce the payments. Mr. McWilliams stated they would need to do the due diligence as a partner in a business relationship, and he would review the contract. Mr. Haning stated they would have to go to City Council for approval. Mr. Miller stated this item would need to be rescheduled and Councilmembers Sauer and Smith may have a conflict. Mr. Miller stated they would do the analysis and bring this item back to LGC at the next meeting. Mr. Haning stated this item was tabled until the next meeting.

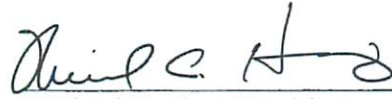
ITEM 9: Mr. McWilliams advised at 12:01 p.m. that the Board would convene in Closed Session per Texas Government Code (1) Section 551.071, Consult with attorney on a matter in which the attorney's duty to the governmental body under the Texas Disciplinary Rules of Professional Conduct conflicts with this chapter. (a) Discussion regarding status of negotiations of proposed amendments to the Convention Center Hotel Lease and Development Agreement, and related matters. (2) Sec. 551.072, Discuss the purchase, exchange, lease, sell, or value of real property and public discussion of such would not be in the best interests of the LGC's bargaining position. (a) Negotiations for the retail space at the City-owned Parking Garage, and related issues.

Mr. McWilliams announced that the Closed Session was adjourned 12:31 p.m. and reconvened the Regular Meeting.

ITEM 10: Mr. Haning stated they would discuss the regular items and follow-up on the refinancing negotiations.

ITEM 11: Mr. Haning stated the next meeting would be October 21, 2020.

ITEM 12: Mr. Haning announced the meeting was adjourned.

A handwritten signature in black ink, appearing to read "Michael Haning", written over a horizontal line.

Michael Haning, President

ATTEST:

A handwritten signature in blue ink, appearing to read "Frances H. Gels", written over a horizontal line.