

CITY COUNCIL SPECIAL MEETING

FEBRUARY 4, 2011

The City Council of the City of McKinney, Texas met in special session in the Council Chambers of the Municipal Building on February 4, 2011 at 4:30 p.m.

Staff Present: Interim City Manager Rick Chaffin; Deputy City Manager Jim Parrish; City Attorney Mark Houser; and City Secretary Sandy Hart.

There were 3 guests present

Council Present: Mayor Brian Loughmiller, Council members: Geralyn Keever, Don Day, and Ray Ricchi. Council member Travis Ussery arrived at 4:40 p.m. Absent: Mayor Pro-Tem Pete Huff and Council member David Brooks.

Mayor Loughmiller called the meeting to order at 4:35 p.m. after determining a quorum present.

11-060 Consider/Discuss/Act on a Resolution Approving the \$6,860,000 Sales Tax Revenue Bonds, Series 2011, and \$9,600,000 Sales Tax Revenue Bonds, Taxable Series 2011. Mr. Doug Whitt, Southwest Securities presented the bond bids. The McKinney Economic Development Corporation (MEDC) was assigned a AA- rating by Standard & Poors with a stable outlook. MEDC bond rating has elevated over time as has the City of McKinney. The Analyst cites a vibrant local economy that has expanded over last decade; strong annual debt service coverage; and a strong sales tax base with per capita retail sales exceeding the national average. Two bids were taken on February 1, 2011. The sales tax revenue bonds will be used for the airport runway improvements and one a sales tax revenue bond. The winning bid of 3.794635% was submitted by J.P. Morgan Securities LLC. The taxable sales tax revenue bonds that will be used for land acquisition had a winning bid of 4.909169% and was submitted by Morgan Keegan & Co., Inc. Council unanimously approved the motion by Council member Keever, seconded by Council Ussery, to adopt the Resolution approving the Resolutions of the McKinney Economic Development Corporation authorizing the issuance of the Sales Tax Revenue Bonds Series 2011 and Taxable Series 2011.

Caption reads as follows:

RESOLUTION NO. 2011-02-015 (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, RELATING TO THE "MCKINNEY ECONOMIC DEVELOPMENT CORPORATION SALES TAX REVENUE BONDS, SERIES 2011" AND THE "MCKINNEY ECONOMIC DEVELOPMENT CORPORATION SALES TAX REVENUE BONDS, TAXABLE SERIES 2011" APPROVING (i) THE RESOLUTIONS OF THE BOARD OF DIRECTORS OF THE MCKINNEY ECONOMIC DEVELOPMENT CORPORATION AUTHORIZING THE ISSUANCE OF SUCH BONDS AND (ii) RELATING TO THE DEPOSIT OF THE GROSS SALES TAX REVENUES; RESOLVING OTHER MATTERS INCIDENT AND RELATED TO THE ISSUANCE OF SUCH BONDS; AND PROVIDING AN EFFECTIVE DATE

Mayor Loughmiller recessed the meeting into executive session at 4:48 p.m. per Texas Government Code Section 551.071 (2) – Consultation with City Attorney on any Work Session, Special or Regular Session agenda item requiring confidential, attorney/client advice necessitated by the deliberation or discussion of said items (as needed), Section 551.074 Personnel Matters, and Section 551.072 Discuss Real Property, as listed on the posted agenda. Mayor Loughmiller recessed to the open session at 5:04 p.m.

Mayor Loughmiller called for Action on Executive Session Items.

Council unanimously approved the motion by Council member Keever, seconded by Council member Ussery, to authorize the Human Resources Department to grant interim pay to Rick Chaffin as he serves in the role of Interim City Manager beginning June 9, 2010 and will end in conjunction with the first day of employment for the new City Manager.

Council unanimously approved the motion by Council member Ussery, seconded by Council member Ricchi, to adjourn. Mayor Loughmiller adjourned the meeting at 5:10 p.m.

BRIAN LOUGHMILLER
Mayor

ATTEST:

SANDY HART, TRMC, MMC
City Secretary