

RESOLUTION NO. 2013-03-___ (R)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY,
TEXAS, AUTHORIZING THE RESTRUCTURE OF DEBT FOR THE
MCKINNEY ECONOMIC DEVELOPMENT CORPORATION'S
REPAYMENT OF A LOAN FROM THE SOLID WASTE FUND**

WHEREAS, the City Council of the City of McKinney, Texas, desires to restructure debt for the McKinney Economic Development Corporation (MEDC) for the repayment of a loan from the Solid Waste Fund.

NOW THEREFORE, BE IT HEREBY RESOLVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, THAT:

Section 1. The City Council of the City of McKinney, Texas hereby authorizes and approves the restructuring of MEDC debt, as attached, for the repayment of a loan from the Solid Waste Fund.

Section 2. This Resolution shall take effect immediately from and after the date of passage and is so resolved

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS ON THE 5th DAY OF MARCH, 2013.

CITY OF MCKINNEY, TEXAS

BRIAN LOUGHMILLER
Mayor

ATTEST:

SANDY HART, TRMC, MMC
City Secretary
BLANCA I. GARCIA
Assistant City Secretary

APPROVED AS TO FORM:

MARK S. HOUSER
City Attorney

Exhibit A

| MEDC | | | | | |
|-----------------------------------|-----------------------|-----------------------|---------------------|----------------|-----------------------|
| Loan from Solid Waste Fund | | | | | |
| 2009 (Non-Taxable) | | | | | |
| \$4,000,000 | | | | | |
| Current Schedule (4%) | | | | | |
| Year | Payment | Principal | Interest | Balance | |
| 2014 | \$160,000.00 | \$0.00 | \$160,000.00 | \$4,000,000.00 | |
| 2015 | \$1,430,000.00 | \$1,270,000.00 | \$160,000.00 | \$2,730,000.00 | |
| 2016 | \$1,444,200.00 | \$1,335,000.00 | \$109,200.00 | \$1,395,000.00 | |
| 2017 | \$1,450,800.00 | \$1,395,000.00 | \$55,800.00 | \$0.00 | |
| Total | \$4,485,000.00 | \$4,000,000.00 | \$485,000.00 | | |
| Proposed Schedule (1%) | | | | | |
| Year | Payment | Principal | Interest | Balance | Annual Savings |
| 1 | \$40,000.00 | \$0.00 | \$40,000.00 | \$4,000,000.00 | \$120,000.00 |
| 2 | \$824,159.20 | \$784,159.20 | \$40,000.00 | \$3,215,840.80 | \$605,840.80 |
| 3 | \$824,159.20 | \$792,000.79 | \$32,158.41 | \$2,423,840.01 | \$620,040.80 |
| 4 | \$824,159.20 | \$799,920.80 | \$24,238.40 | \$1,623,919.21 | \$626,640.80 |
| 5 | \$824,159.20 | \$807,920.01 | \$16,239.19 | \$815,999.20 | (\$824,159.20) |
| 6 | \$824,159.20 | \$815,999.20 | \$8,160.00 | \$0.00 | (\$824,159.20) |
| Total | \$4,160,796.00 | \$4,000,000.00 | \$160,796.00 | | \$324,204.00 |