

RESOLUTION NO. 2025-12-_____ (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, APPROVING THE ISSUANCE OF A TAX-EXEMPT BONDS BY THE CRAWFORD EDUCATION FACILITIES CORPORATION FOR THE BENEFIT OF MCKINNEY CHRISTIAN SCHOOL DBA MCKINNEY CHRISTIAN ACADEMY

WHEREAS, the City of Crawford, Texas, pursuant to the provisions of Chapter 53 of the Texas Education Code, (as amended to include Chapters 53 and 53A of the Texas Education Code, the "Act"), has approved and created the Crawford Education Facilities Corporation (the "Corporation") as a nonprofit corporation to exercise the powers enumerated and provided in the Act for and on behalf of the City of Crawford; and

WHEREAS, pursuant to the provisions of the Act, the Corporation may issue revenue bonds or other obligations to provide funds for any of its purposes including financing or refinancing costs to acquire, construct, enlarge, extend, repair, renovate, or otherwise improve "educational facilities" or "housing facilities" and "facilities incidental, subordinate or related thereto or appropriate in connection therewith" for educational institutions, including McKinney Christian School dba McKinney Christian Academy, an accredited primary or secondary school as defined in Chapter 53A of the *Texas Education Code* (the "School"), and regardless if such facilities are located within or without the city limits of the City of Crawford; and

WHEREAS, the School is requesting the Corporation to issue a tax-exempt financing (the "Financing") for the benefit of the School; and

WHEREAS, the Financing shall be evidenced by a tax-exempt note or other evidence of indebtedness; and

WHEREAS, the Financing shall be issued by the Corporation in an amount not to exceed \$3,000,000, with the proceeds of the financing to be used to construct renovations and additions to its school campus located at 3601 Bois D' Arc Road, McKinney, Texas 75071 (the "Campus") consisting of a new math and science wing with nine (9) overall classrooms and laboratories and an approximately 2,000 square foot multipurpose building which will double as the Campus storm shelter (the "Project"); and

WHEREAS, the Financing will be payable solely from revenues derived by the Corporation from the School pursuant to provisions of a Loan Agreement between the Corporation, Citizens National Bank of Texas and the School and other applicable documents being entered into by the Corporation in connection with the issuance of the Financing, and the City of McKinney, Texas, will have no responsibility in any manner for the payment of the debt service requirements of the Financing; and

WHEREAS, Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), requires the City Council of the City of McKinney or the Mayor of the City (as the "applicable elected representative" of the "Government unit" where the Project is located) to approve the issuance of the Financing after a public hearing has been held as provided in the next paragraph; and

WHEREAS, on November 25, 2025, a public hearing was held by the Corporation's designated hearing officer, with respect to the Financing and the related Project, with notice of such public hearing having been published in a newspaper of general circulation in the City of McKinney at least 7 days prior to such public hearing as set forth on Exhibit A to this Resolution; and

WHEREAS, the documents authorizing issuance of the Financing shall contain wording stating that the Financing imposes no liability on the City of McKinney, its officials, officers, or employees; and

WHEREAS, it is hereby deemed necessary and advisable that this resolution be adopted;

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

- Section 1. In order to satisfy the requirements of Section 147(f) of the Internal Revenue Code of 1986, as amended, and the requirements of the Act, the City of McKinney, Texas hereby approves the issuance of the Financing described above in an aggregate maximum principal amount not to exceed \$3,000,000 in order to obtain funds for the School to finance the Project. Proceeds of the Financing may also be used to pay certain expenses in connection with the issuance of the Financing, all pursuant to the requirements of the Act and other applicable laws.
- Section 2. That all of the recitals and preambles hereinabove stated are found to be true and correct and are incorporated herein and made a part of this resolution.
- Section 3. That this approval in no event shall make the City of McKinney, Texas liable in any manner whatsoever with regard to the Financing or with regard to the Project to be financed with the proceeds of the Financing.
- Section 4. That this approval is given for the limited purpose of satisfying any requirements of the Act and Section 147(f) of the Code, and this approval does not apply to any other legal requirements applicable to the Project, including but not limited to City of McKinney, Texas building, development or zoning laws and ordinances.
- Section 5. 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 2nd DAY OF DECEMBER, 2025.

CITY OF MCKINNEY, TEXAS

BILL COX, Mayor
GERÉ FELTUS, Mayor Pro Tem

ATTEST:

EMPRESS DRANE, City Secretary
TENITRUS BETHEL, Deputy City Secretary

APPROVED AS TO FORM:

MARK S. HOUSER, City Attorney
ALAN LATHROM, Assistant City Attorney

EXHIBIT A

NOTICE OF PUBLIC HEARING

Notice is hereby given of a joint public hearing to be held on behalf of the Crawford Education Facilities Corporation, by toll free conference call at 888-633-0347 PIN Code 99268587# on November 25, 2025 at 10:00 a.m., with regard to one or more tax exempt notes to be issued by the Crawford Education Facilities Corporation for the benefit of McKinney Christian School, dba McKinney Christian Academy (the "School"). The maximum principal amount to be financed under this loan will be \$3,000,000. Proceeds of such tax-exempt financing will be loaned to the School. The School will use the proceeds of this loan to construct renovations and additions to its school campus located at 3601 Bois D' Arc road, McKinney, Texas 75071 (the "Campus") consisting of a new two story, 10,000 square-foot math and science building with nine (9) overall classrooms and laboratories and an approximately 2,000 square foot multipurpose building which will double as the Campus storm shelter (the "Project"). The School will continue to own and operate this facility.

THIS FINANCING DOES NOT CONSTITUTE AN OBLIGATION OF THE CITY OF CRAWFORD, TEXAS, OR THE CITY OF MCKINNEY, TEXAS, AND NONE OF THE CITY OF CRAWFORD, THE CITY OF MCKINNEY, OR ANY OTHER POLITICAL SUBDIVISION OF THE STATE OF TEXAS WHATSOEVER SHALL HAVE ANY LIABILITY WHATSOEVER IN RESPECT OF PAYMENTS OF THE AMOUNTS DUE UNDER THE NOTE. PAYMENTS OF THE NOTE SHALL BE MADE ENTIRELY BY MCKINNEY CHRISTIAN SCHOOL, DBA, MCKINNEY CHRISTIAN ACADEMY

The public hearing will be conducted by Andrew Clark or his designee (the "Hearing Officer"). The public is invited dial into the public hearing at 888-633-0347 PIN Code 99268587#. Persons desiring to comment regarding the public hearing in advance may submit written comments to Andrew Clark, 3710 N. Capital of Texas Hwy, Suite 490, Austin, Texas 78731.