

Durant Industrial Authority

MINUTES OF THE DURANT INDUSTRIAL AUTHORITY REGULAR CALLED MEETING OF August 11, 2015, AT 7:00 A.M. IN THE DURANT INDUSTRIAL AUTHORITY CONFERENCE ROOM.

I. Call to Order –Chairman Massey

Chairman Greg Massey called the meeting to order at 7:03 a.m., declared a quorum present, and opened the meeting.

II. Opening Invocation – Nate Morrison

III. Roll Call – Julie Ingram

The following Durant Industrial Authority members were present: Ron Bennett, Mayor Hoffman, Greg Massey, Darrell Mendez, Fran Mickle, Nate Morrison, and Janet Reed.

The following support staff members were present: James Dunegan, Julie Ingram, and Tommy Kramer.

The following guests were present at this month's meeting: Bob Weinhoffer, Vice President of Commercial Metals Company, Sarah Sherrer, Assistant City Manager of Durant, and Pat Phelps, City of Durant Attorney.

IV. Consider Approval of Minutes for the Regular Monthly Meeting on July 14, 2015 – Chairman Massey.

A motion was made by Fran Mickle to approve the July 14, 2015 minutes. Mayor Hoffman seconded the motion. The motion was carried by:

Aye: Ron Bennett, Mayor Hoffman, Greg Massey, Darrell Mendez, Fran Mickle, Nate Morrison, and Janet Reed.

Nay: None

Abstain: None

V. Consider Approval of Minutes for the Special Called Meeting on July 31, 2015 – Chairman Massey

A motion was made by Mayor Hoffman to approve the July 31, 2015 Special Called meeting minutes.

Darrell Mendez seconded the motion.

The motion was carried by:

Aye: Ron Bennett, Mayor Hoffman, Greg Massey, Darrell Mendez, Fran Mickle, and Janet Reed.

Nay: None

Abstain: Nate Morrison – Mr. Morrison was not present at the Special Called Durant Industrial Authority Meeting on July 31, 2015.

VI. Review the Durant Industrial Authority June 2015 Financial Report - Tommy Kramer

Tommy Kramer reviewed the June 2015 Financial Report for Durant Industrial Authority Fund 020. The Durant Industrial Authority Cash, Current Receivables, and Liability Summary were Cash Accounts \$1,355,127.42, and Current Receivables \$1,639,016.46. The Total Cash and Receivables were \$2,994,143.88 as of June 2015. The Fund 020 total Current and Long Term Liabilities were Current Liabilities \$17,548.51 and Long Term Debt Liabilities were \$1,417,177.73. The total Current and Long Term Liabilities were \$1,434,726.24 as of June 2015. Mr. Kramer noted the CFG land CD had a \$400,000 withdraw from account 020 to fund the Durant Industrial Authority for Fiscal Year 2015-2016.

The Total Revenues collected in Fund 020 for June 2015 were \$34,810.27. Durant Industrial Authority received two monthly payments of \$2,000.00 for Property Lease Revenue from Dixie Mat, Inc.; there is a posting of \$4,000.00. The total expenses and Fund Reserves activity was \$447,071.22, leaving a negative fund balance of (\$412,260.95). Mr. Kramer noted the Durant Industrial Authority fund non-budgeted items from the 020 account: \$400,000 for Fiscal Year 2015-2016 operations to the City Utility Authority, and the Economic Development promotional account donation of \$25,000 to Imagine Durant for Fiscal Year 2015-2016. Repairs were made to the Stahl building at the airport \$30,211.75, and \$50,000 was donated to the Magnolia Festival for building the wrought-iron fence at the Bryan County Fairgrounds. The Year-to-Date Net Change Negative Fund Balance is (\$616,131.17).

Economic Development Fund 110 for Job Creation total assets as of June 2015 was \$5,917,495.61. There were liabilities this month of \$6,283.30 and leaving Total Liabilities and Fund Balance of \$5,917,495.61.

The Income and Expense Statement Fund 110 for June 2015 Total Revenue is \$89,742.18 with expenses of \$6,283.30. Mr. Kramer noted the expenses were, Hitchcock Distribution Center new sewer line \$4,158.30 and Commercial Metals Company attorney fees \$2,125.00. The Net Change in Fund 110 Balance is \$83,458.88 for the month of June 2015.

Mr. Kramer gave an update on Pharmcare of Oklahoma and Texoma Manufacturing's Quarterly Durant Industrial Authority Job Creation Business Loans.

Texoma Manufacturing total payroll from 2011- 2015 is \$ 6,288,605.30 and Pharmcare of Oklahoma total payroll from 2013-2015 is \$2,386,399.

VII. Consider Approval of the Durant Industrial Authority Claims for the Month of July 2015 - Tommy Kramer

A copy of the July 2015 Durant Industrial Authority budget analysis was electronically mailed to each Durant Industrial Authority Board Member for their review prior to the August 11, 2015 regular scheduled meeting.

Items discussed were the following expense claims for Fund 020:

- Jessie Batson – Publication & Design Computer work for Annual Report - \$1,016.25
- Durant Area Chamber of Commerce – Copy Machine Rental - \$160.00
- Durant Area Chamber of Commerce – Office Rent - \$1,225.00
- AT&T Office Phone - \$9.39
- Cingular – Phone - \$64.74
- Crawford & Associates – Audit Fees - \$622.80
- Crawford & Associates – Audit Fees - \$397.90
- JP Morgan Chase – Training & Travel Expenses - \$167.68
- Fuel Man - Fuel - \$106.90
- Pat Phelps – Consulting Fee Legal Services - \$122.50 (per Chairman Massey request, this expense will be paid from account 110 funds)
- Five Star - Office Supply - \$53.10
- Tex-21 – Annual Membership - \$1,250.00 (half paid by Durant Industrial Authority and half paid by the City of Durant)
- Five CDBG Loan Payments to Oklahoma Department of Commerce - \$7,020.66
- Cheryl Jackson – Land Acquisition Payment (principal and interest) - \$2,407.61
- John Jackson – Land Acquisition Payment (principal and interest) - \$2,407.60
- Oklahoma Southeast, Inc. – Oklahoma Southeast Durant event - \$500.00 (paid from Economic Development Promoting Account)

A motion was made by Nate Morrison to approve the claims for the month of July 2015. Janet Reed seconded this motion.

The motion was carried by:

Aye: Ron Bennett, Mayor Hoffman, Greg Massey, Darrell Mendez, Fran Mickle, Nate Morrison, and Janet Reed.
Nay: None
Abstain: None

VIII. Discuss the Commercial Metals Company Project – Chairman Massey

Mr. Bob Weinhoffer gave several updates on the Durant Commercial Metals Company Project. He stated that the company was very excited about coming to Durant.

Mr. Weinhoffer announced that several Commercial Metals Company employees would be moving to Durant in the fourth quarter of 2015.

Mr. Alan Jackson, the Director of Operations of the Mesa, AZ micro steel mill will be relocating to Durant and will manage the Durant facility.

Mr. Scott Henderson will also be relocating to Durant and will oversee the construction project as Manager of Engineering from South Carolina.

Mr. Weinhoffer stated the Durant Project is moving along very well and construction will begin in the fourth quarter of 2015. Construction crews and trailers should start moving to the site in November of 2015.

Mr. Kramer gave an update on the closing of the properties for the Commercial Metals Company 400 acres site. All property sites should be purchased by September 7, 2015.

IX. Durant Industrial Authority New Business – Chairman Massey

Mayor Hoffman announced that he and Tommy Kramer visited the Hawaiian Falls Water Park in North Dallas on Friday, August 7, 2015. The meeting was on possibly bringing a Hawaiian Falls Water Park to Durant. Mayor Hoffman spoke with the Choctaw Nation before the visit and they have requested to be kept updated on the progress of a Water Park in our community.

X. Adjournment

Janet Reed made a motion for the meeting to be adjourned at 8:34 a.m.
Fran Mickle seconded the motion.