

**MINUTES OF REGULAR MEETING FOR AUGUST 25TH, 2005 FOR THE
INDUSTRIAL DEVELOPMENT CORPORATION**

Call to Order: Toney Prather called this meeting to order at 5:10pm.

Roll Call: Board members present for roll call were as follows; to wit:
Toney Prather, Jim Adams and Gayle Stroud.
Board members not present for roll call were as follows; to
wit: Beverly Stewart.

Invocation: Gayle Stroud gave the invocation.

Presentations by Citizens: There was no citizens presentation.

**Discuss and consider presentation from Attorney, Lois Rockefeller,
over Economic Law:** Lois Rockefeller gave a presentation over this type of
corporation. The presentation was lengthy so, listed below are only a few of the
key things that apply to this type of EDC Board:

- Highly Regulated Corporation
 - Funded by levying sales tax for 4A
 - 4A= Restricted on projects/ we only can fund Manufacturing &
Industrial.
 - 4A= Has 5 board members – are not subject to public hearing notices
 - Incorporated by the City (owned by the City)
 - Terms not to exceed 6 yrs.
 - To have a quorum there must be 3 members present
 - Are subject to Open Meeting and Open Meeting's Act
 - Are a governmental entity
 - Tax Exempt and a non prophet organization
 - Can used 10% of earnings for administration, officers, and advertising
- See Attachment's for the rest of this presentation by attorney.

Discuss and consider action on repairs to the TXDOT Building:

This item was TABLED until next meeting.

Discuss and consider action on draft for Lease of the TXDOT Building:

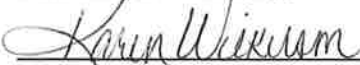
This item was TABLED until next meeting.

**Discuss and consider action on approving the Bylaws for the De
Leon Industrial Development Corp.; and the authorization of City Secretary
to sign the Bylaws:** Jim made a motion to replace the bylaws and have the City
Secretary sign the new replacement bylaws. Gayle seconds that motion. Motion
carried unanimously.

Discuss and consider action to approve Resolution No. 001-05; Authorizing Designated Signatories for the De Leon Industrial Development Corp. checking account: Jim made a motion to approve the Resolution No# 001-05; Designating Signatories on deposit and checking account. Gayle seconds that motion. Motion carried unanimously.

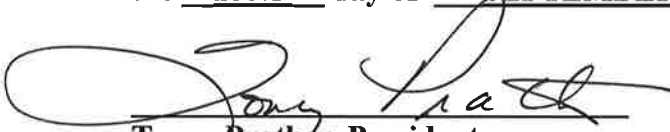
Adjournment: Toney Prather adjourned the meeting at 6:05 pm.

I, *Karen Wilkerson*, City Secretary of the City of De Leon, do hereby certify that the above and foregoing is true, full and correct copy of the regular meeting by the City Council of the City of De Leon and of the minutes pertaining thereto on the 25th day of AUGUST, 2005.




Karen Wilkerson
City Secretary for the City of De Leon

Minutes PASSED AND APPROVED by the City Council of the City of De Leon on the 22ND day of SEPTEMBER, 2005.



Toney Prather, President

ATTEST:



Karen Wilkerson, City Secretary