WIND NEWS:

TEXAS TECH UNIVERSITY EMERGING TECHNOLOGY FUND (ETF) AWARD: On July 27th attended Governor Perry’s announcement of a $6 Million Dollar ETF grant to Texas Tech University for wind energy research and development through the National Wind Resource Center (NWRC), and National Institute for Renewable Energy (NIRE).

“Texas Governor Rick Perry announced that $8.4 million from the Texas Emerging Technology Fund (ETF) will be awarded to the National Institute for Renewable Energy (NIRE) and Texas Tech University. The grant allows NIRE, a non-profit, public/private collaboration and partner of The Wind Alliance, to help solve key scientific and technology issues facing the wind power industry. Funding provided to NIRE will be used to design, construct and operate research wind farms, and sell the power generated in the commercial marketplace to fund a non-profit research center... Texas Tech and its wind research organizations will receive $6.4 million of the award, while NIRE will receive $2 million. (The Wind Alliance Newsletter, August 2010)”
COUNTY COMMISSIONERS APPROVE TAX ABATEMENT: At their April 20th meeting, Dawson County Commissioners approved a Tax Abatement to BNB Renewable Energy for the development of a wind farm in eastern Dawson County.

Presentation by:
David Miller, JD, MBA
Vice Chancellor
Commercialization & Economic Development

• "We will expedite phased construction of research wind farms and research facilities (A regional living laboratory)
• "We will create incremental jobs and build on existing workforce development Initiatives
• "We will facilitate implementation of a cohesive strategy to leverage other wind research facilities and resources in Texas and the nation”

TEXAS TECH UNIVERSITY:
DAVID L. MILLER, VICE CHANCELLOR

Mr. Miller presented information regarding the
WIND ENERGY TRANSMISSION TEXAS (WETT): Proposed Transmission Line from the Long Draw Substation (Borden County) to Grelton Substation (Martin County) through Dawson County.

This will be a 345 kV Transmission Line, as proposed to the PUC for the Company’s CCN.
Lamesa Economic Development Corporation
FINANCIAL STATEMENT
AS OF: August 31, 2010

<table>
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<th>Account Name</th>
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<td><strong>($28,723.14)</strong></td>
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<th>% of Budget</th>
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<td>Economic Development</td>
<td>$392,761.00</td>
<td>10,100.94</td>
<td>332,052.81</td>
<td>84.54%</td>
<td>$60,708.19</td>
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</tbody>
</table>

| Total Expenditure | $392,761.00 | 10,100.94 | 332,052.81 | 84.54%      | $60,708.19 |

**$6.25 Million Transaction**

- **Texas Community Development Capital**
  - $6.25 million NMTC Allocation
- **Sub-Community Development Entity**
  - Debt Service
  - $5,000,000 Senior Debt
- **Lamesa Cotton Growers Inc**
  - Working Capital Loan
  - $1,250,000
- **Cotton Classing Facility Investment Fund, LLC**
  - Debt Service
  - $1,250,000
- **Equity/ Tax Credit Investor**
  - $2,437,000 tax credits
  - $1,700,000 Equity
- **Lamesa NB**
  - Senior debt with pledge of membership 100%
- **LEDC**
  - Debt Service
  - $6,250,000
- **Fund Manager**
  - $150,000 annually

**Notes:**
1) Tax credits are sold at a discount to Equity Investor - represents total investment return for Investor.
2) Subordinate debt generally set at a steep discount to market.
3) Subordinate debt lowers Lender risk.
4) Equity Investor and Lender may be the same or different entities.
5) Loans are for 7-years, interest only, with prepayment restrictions common. LEDC may require Borrower to est. debt sinking fund with mandatory principal pay down after 7 year period.
6) Portion of working capital loan forgiven at maturity (up to 100%) -
The LEDC assisted with the Grand Opening of the new Lamesa Inn & Suites on December 2nd.

**OCTOBER 2009:**
- **TEDC Annual Conference:**
  The TEDC Annual Conference was held September 29th thru October 1st in San Antonio.

- **Grow Lamesa Web Site:**
  Both web sites are now operational under our contract with Levelfield. Levelfield used our web site during their presentation at the TEDC Conference.

- **Hometown Sears:**
  Joyce and Sam Powers, owners of the Hometown Sears store, held their ribbon cutting on Tuesday, October 13th. The City Council approved the incentive payment on October 19th.

- **Lamesa Hospitality, LLC:**
  The City of Lamesa was issued a Compliance Letter for the hotel.

- **Oil and gas lease:**
  A schedule for bids was discussed and Mike Duran was instructed to prepare notices of bid and schedule a bid opening.

- **Farm Lease:**
  A schedule for bids was discussed and Mike Duran was instructed to prepare notices of bid and schedule a bid opening.

**NOVEMBER 2010:**

- **PRESENTATION OF 2008/2009 AUDIT REPORT AND FINANCIAL STATEMENT:**

  Mr. Telchik stated in theIndependent Auditor’s Report that, “In our opinion, the financial statements referred to above
present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lamesa Economic Development Corporation as of September 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.”

Additionally, no material weaknesses were found in the Corporation’s internal control.

Mr. Telchik outlined the reduction in the Corporation’s total net assets by $463,779 due to the Corporation writing off non-performing assets.

- OPEN AND CONSIDER AWARD OF BIDS FOR ROOF CONSTRUCTION AND OTHER IMPROVEMENTS – AUSTIN AVE. PROPERTY:

Open and consider award of bids to remove and replace the roof, and other improvements to the LEDC property located at 118 Austin Ave.

Roland Holder, P.E. outlined the project and presented the bids for roof construction and other improvements.

Mike Duran reported that on November 2nd a pre-bid conference was held. Approximately seven (7) contractors attended the meeting and that a total of $200,000 has been budgeted for the project. Duran also stated that any award would be subject to City Council approval.

A Motion was made by Greg Hughes, Secretary/Treasurer to award the Base Bid, subject to City Council approval, to Craig Wallace Construction. Motion seconded by Board Member Scott Miers and upon being put to a vote the motion passed.

- CONSIDER AUTHORIZING INCENTIVE PAYMENT TO LAMESA HOSPITALITY, LLC:

The LEDC Incentive Agreement, dated July 11, 2007, stipulates a refund of land purchase and a reimbursement for utility/easement relocation expenses.

The total payment is $81,200.00.

The hotel has passed all inspections (including Best Western Franchise Inspection) and opened for business on October 23rd.

A Motion was made by John Farris, Vice President to authorize the payment of $81,200 to Lamesa Hospitality, LLC. Motion seconded by Greg Hughes, Secretary/Treasurer and upon being put to a vote the motion passed.

- AERIAL MAPPING AND MARKETING MATERIALS BY AERIAL FOCUS:

Brad Watson, with Aerial Focus, provided a sample base map for planning purposes and review. The Board agreed that the airport needed to be shown on any map.

- TML CONFERENCE:

The TML Conference was held in Ft. Worth. Bobby Gonzales and Mike Duran attended the conference.

- HOMETOWN SEARS:

Joyce and Sam Powers, owners of the Hometown Sears store, held their ribbon cutting on Tuesday, October 13th and the LEDC’s incentive payment ($15,000) was delivered at the ribbon cutting.

- UTPB SMALL BUSINESS DEVELOPMENT CENTER:

On Wednesday, November 4th the UTPB-SBDC held a start-your-own-business counseling session, in the Presidents Room, with two individuals seeking assistance in starting two new businesses. Mr. Enrique Romero – new executive director, Beatriz Merino – Business Development Specialist, and Jack Cornwell – Program Coordinator provided SBA information. Mr. Romero also met with local bankers to keep them informed of the Center’s services.

DECEMBER 2009:

- AERIAL FOCUS, INC. PRESENTATION:

Brad Watson, with Aerial Focus, presented information on aerial imaging, mapping and marketing materials. Mr. Wat-
son asked the Board to provide input/direction from the Board regarding local content and information. Mr. Watson also reviewed items that could be highlighted in a publication. Mr. Watson will prepare a design and layout for the Board’s review and approval. Cost of the project would begin at approximately $7,000 for the first 100 maps and approximately $100 per 100 maps thereafter.

**LAMESA COTTON GROWERS AND THE USDA COTTON CLASSING OFFICE PROJECT:**
Consider authorizing the execution of an Incentive Agreement and the terms of said agreement between the LEDC and Lamesa Cotton Growers, Inc. to assist in the remodeling and opening of a new USDA Cotton Classing Office in Lamesa.

On a Motion by Secretary/Treasurer Greg Hughes the LEDC approved and authorized an incentive agreement and incentive payment in an amount not to exceed $150,000.00 per year in the form of an Interest Subsidy to Lamesa Cotton Growers upon the opening of the new USDA Cotton Classing Facility in Lamesa. Payment of the Interest Subsidy will be made payable to Lamesa National Bank over the life of its loan to Lamesa Cotton Growers. Said agreement will require annual review by the LEDC. The motion seconded by Board Member Tony Hernandez and upon being put to a vote the motion carried. John Farris recused himself due to his work with LCG.

The City Council approved the terms of the Lamesa Cotton Growers Incentive Agreement and Performance Statement on December 15th, as recommended by the LEDC Board.

**JANUARY 2010:**

- **AMENDMENTS TO BY-LAWS OF THE LAMESA ECONOMIC DEVELOPMENT CORPORATION:** Review and consider adopting amendments to Article IV Section 4.5, Article VI, Section 6.2, and Article VIII Section 8.1 of the Lamesa Economic Development Corporation By-Laws to update reporting requirements, election of officers, and fiscal year.
  - Mike Duran reported due to changes in the LEDC Fiscal Year, certain dates and actions no longer comply with the current By-laws. The proposed change would update the By-laws to conform to the Corporation’s current Fiscal Year and actions triggered by the Fiscal Year.

  - **Section 4.5** moves the Annual Report to September to better conform to the change in Fiscal Year and Annual Budget.

  - **Section 6.2** moves the Election of Officers to January of each year to better conform to the City Council’s Board Appointments Calendar. All terms now expire in December.

  A Motion was made by Vice President John Farris to amend Article IV Section 4.5, Article VI, Section 6.2, and Article VIII Section 8.1 of the Lamesa Economic Development Corporation By-Laws. Motion seconded by Board Member Scott Miers and upon being put to a vote the motion passed.

- **Election of Officers for 2010:**
  - Election of a President, Vice President, Secretary/Treasurer.

  Board Member Scott Miers moved to nominate Bobby Gonzales as President. John Farris moved that nomination cease and that Bobby Gonzales be elected by acclamation. Scott Miers seconded the motion and upon being put to a vote the motion passed.

  - Secretary/Treasurer Greg Hughes moved to nominate John Farris as Vice President. Board Member Scott Miers moved that nomination cease and that John Farris be elected by acclamation. Board Member Tony Hernandez seconded the motion and upon being put to a vote the motion passed.

  Board Member Scott Miers moved to nominate Greg Hughes as Secretary/Treasurer.
Treasurer. Board Member Tony Hernandez moved that nomination cease and that Greg Hughes be elected by acclamation. Vice President John Farris seconded the motion and upon being put to a vote the motion passed.

- WEBSITE WEBINAR: Levelfield will conduct a webinar on Wednesday, January 13th to instruct the Chamber and LEDC staff on operation and maintenance of the Grow Lamesa website.

- LAMESA AREA CHAMBER OF COMMERCE BOARD MEETING: Mike Duran attended the Chamber of Commerce’s Board meeting on January 11th to welcome Allean Jasmin as the new Chamber President and Stephen McAdams as new Executive Director.

- CONGRESSIONAL TOUR: On January 15th Congress-man Mike Conaway was in Lamesa. Rep. Conaway tour several facilities in Lamesa and had lunch with several local officials.

- LAMESA COTTON GROWERS INCENTIVE AGREEMENT: On January 28th a meeting was hosted by the Lamesa Cotton Growers for an update on the progress of USDA’s approval of the Cotton Classing Office and Lease Approval. Darryl Earnest with USDA’s Agriculture Marketing Service gave a report on the progress of the project.

- OPEN AND CONSIDER OIL AND GAS LEASE PROPOSALS: Discussion, Consideration, and Possible Action regarding the award of an Oil and Gas Lease on approximately 160 acres of LEDC property located on South 8th Street, also known as the LEDC Farm Land.

No Oil and Gas Bids were received – No Action Taken.

- CONSIDER FARM LEASE PROPOSALS: The Board received one (1) proposal from Mr. Bradley Boyd. Mr. Boyd currently farms the LEDC property. Mr. Boyd proposed a 3-year lease with an annual payment of $5,010.00 and to include a 30-day termination clause. The proposal included:

1. The required Statement of Compensation.
2. The Responsible Person for conducting or supervising the operation including Mr. Boyd’s address, telephone number and a summary of his farming experience.
3. A Bank Letter attesting to Mr. Boyd’s Financial Capacity to pay the lease payments for each year of the lease.

Board Member Scott Miers stated that due to his employment by Lamesa National Bank, he would recuse himself from the discussion and vote. Mr. Miers left the meeting.

Vice President John Farris moved to award the Farm Lease to Mr. Bradley Boyd. Secretary/Treasurer Greg Hughes seconded the motion and upon being put to a vote the motion passed.

- CONSIDER A RESOLUTION ENCOURAGING PARTICIPATION IN THE 2010 CENSUS:

Board Member Scott Miers rejoined the meeting.

A Motion was made by Board Member Scott Miers to pass a Resolution in support of the Lamesa 2010 Complete County Committee. Motion seconded by Board Member Tony Hernandez and upon
being put to a vote the motion passed.

**Austin Ave. Property:**
A Preconstruction Meeting was held on February 1st with representatives from Parkhill, Smith & Cooper, Craig Wallace Construction, the City of Lamesa and the LEDC. A Notice to Proceed was issued, with a start date of February 15th. The construction contract calls for a 90 day construction period.

**Southeast New Mexico and West Texas Regional Leadership Meeting:**
On February 18th the group met in Amarillo. A presentation was made about Lamesa and an invitation was extended for a spring meeting to be held in Lamesa. The City of Lamesa and the LEDC will host the spring meeting in May.

**Dawson County Commissioners Court:**
February 23rd, the Commissioners Court meet with representatives of BNB Renewable Energy to discuss the company’s plans to proceed with a wind farm project in eastern Dawson County. The Commissioners discussed the needs of the firm for Tax Abatement. No action was taken. However, it appears the commissioners will consider reviewing and extending their Tax Abatement Guidelines.

**The Texas Boll Weevil Eradication Foundation:**
Discussion with Lindy Patton, President of the foundation. Mr. Patton says they are very satisfied with the Lamesa Office and facilities. The LEDC leases the current facilities to the foundation.

**March 2010**

**Presentaton by Ms. Daila McAnally, USDA – Rural Development:**
Ms. McAnally is the Rural Development Manager with the United States Department of Agriculture (USDA) and presented information to the Board regarding several programs that is offered by in the area of renewable energy finance programs and Rural Business Opportunity Grants.

President Gonzales, on behalf of the Board, thanked Ms. McAnally for her presentation and the information she provided.

**Review Utility Service Company, Inc. Maintenance Program:**
A proposed agreement between Utility Service Co., Inc. and the City of Lamesa was reviewed by the Lamesa EDC board of directors at its regular meeting held on Monday evening. No action was taken by the board, since the item was listed for “information only” on the agenda.

It was pointed out that maintenance to a 150,000-gallon elevated water tank and a 50,000-gallon ground storage tank and booster station, which both serve the Preston E. Smith Unit of the Texas Department of Criminal Justice (TDCJ), could be funded by the Lamesa EDC. Mr. Duran stated that both tanks were built solely for the benefit of the prison with a dedicated water line from the city to the tanks.

The separate minimum/medium and high security prison facilities at the Smith Unit provide a total of approximately 500 jobs for Lamesa and Dawson County, and would qualify under section 2 11(c) of the Development Corporation Act regarding “targeted infrastructure” projects.

Mr. Duran also stated that economic development funds could not be spent on any of the other water storage tanks in the project, as they are provided for “general use” by all residents of the city.

Vice President Farris asked what the impact would be if the LEDC provided up-front funding, approximately $94,000 to complete the maintenance, rather than paying an annual installment. City Manager, Fred Vera stated he would contact Utility Service Co. and review the contract and impact of such an arrangement.

Discussion Only – No Action Taken.
• **AUSTIN AVE. PROPERTY:**

The demolition subcontractor mobilized and began demolition on the back (west) wall, roof and floor on March 2nd.

• **TEXAS ECONOMIC DEVELOPMENT CORPORATION:**

Mr. Duran attended the Board Meeting in Austin March 3rd.

The Economic Development Corporation is a Non-profit Corporation established by the Governor’s Office of Economic Development & Tourism. The LEDC is a member of the Corporation.

APRIL 2010:

• **DAVID L. MILLER, VICE CHANCELLOR TEXAS TECH UNIVERSITY:**

Presentation of information regarding Texas Tech University Office of Technology Commercialization and the National Wind Resource Center and partnership opportunities.

Mr. Miller presented information regarding the National Wind Resource Center (NWRC), a nonprofit organization formed by Texas Tech University which has an independent board and focuses on research and education related to the wind power sector through Collaborative Research and Development Agreements (CRADA’s) with national laboratories, academic institutions and trade organizations. NWRC will pursue competitive funding to accomplish its research initiatives.

Mr. Miller also presented information regarding the National Institute for Renewable Energy (NIRE), a public-private partnership which was formed in December of 2009 to focus on generating revenue by building and operating research wind farms, developing renewable energy research facilities, creating an industry-wide renewable energy consortium and providing commercial services to industry partners.

One of the purposes of the presentation was to inform the Board of partnership opportunities with the NWRC and NIRE.

Information Only – No Action Taken.

• **PORTS-TO-PLAINS ENERGY SUMMIT:**

John Farris and Duran attended the Ports-to-Plains energy summit in Broomfield Colorado on April 8-9. City of Lamesa and LEDC shared a sponsorship of the event.

• **TEXAS ECONOMIC DEVELOPMENT COUNCIL:**

John Farris and I attended the TEDC Spring Conference April 21-23 in Arlington, Texas.

MAY 2010:

• **RESOLUTION AUTHORIZING USDA SIGNATORIES ON LEDC FARM LEASE:**

Authorization for the execution of documents that may be required by the USDA Farm Service Agency and Natural Resources Conservation Service.

• **AWEA 2010 WIND POWER CONFERENCE & EXPO:**

On May 23 – 26 the AWEA Wind Power Conference was held in Dallas. The LEDC participated in the State of Texas Booth, with the Governor’s Office of Economic Development & Tourism.

• **AREA EDC MEETING IN BIG SPRING:**

On May 11th, an informal roundtable was held with five (5) EDC Executive Directors in Big Spring.

• **LEDC QUARTERLY REPORT:**

On May 18th the Quarterly EDC Report was presented to the City Council.

• **LEADERSHIP DINNER:**

Approximately 100 people attended the Leadership Dinner and Event held in Lamesa on May 20th. The feedback and response has been tremendous.

• **AWEA 2010 WINDPOWER CONFERENCE:**

On May 22-26 I attended the 2010 WindPower Conference and Exposition. I worked the State of Texas Booth sponsored by the Governor’s Office of Economic Development.

• **TEXAS COMPTROLLER MEETING:**

On May 27th I attended a meeting in Lamesa sponsored by the Texas Comptroller’s Office.
JUNE 2010:

- USDA RURAL ECONOMIC DEVELOPMENT SUMMIT:
  On June 9th USDA sponsored an economic development roundtable discussion regarding rural economy in the area, job retention and creation, job training needs and USDA programs.

- AUSTIN AVENUE PROJECT:

BY COMMON CONSENT:
The Board of Directors expressed an opinion to confer with the bonding company and review progress on delinquent payments by Craig Wallace Construction to its subcontractors before authorizing any additional changes or executing change orders.

- TAX ABATEMENT AGREEMENT APPROVED BY DAWSON COUNTY COMMISSIONERS COURT:
  On June 15th attended a meeting of the Dawson County Commissioners Court. At that meeting the Commissioners approved the Reinvestment Zone and Tax Abatement Agreement with BNB Renewable Energy, a wind energy development firm. The abatement is a 10-year, 100 percent abatement with BNB to make annual PILOT payments to the County.

- CITY COUNCIL MEETING:
  Also on June 15th attended the Lamesa City Council meeting.

- ASSET BUILDING CONFERENCE:
  On June 16th, the Federal Reserve Bank, along with Texas Rural Innovators and RAISE Texas sponsored an Asset Building Conference in Odessa.

- TEXAS DEPARTMENT OF AGRICULTURE WEBINAR:
  On June 17th TDA conducted a webinar on the status of internet broadband connections in rural Texas.

JULY 2010:

- RIBBON CUTTING:
  Bobby Gonzales and Mike Duran attended the ribbon cutting at La Vedera RV Park on July 1st.

- DAVID L. MILLER, VICE CHANCELOOR TEXAS TECH UNIVERSITY:
  Making his second visit with the LEDC Board of Directors, Mr. Miller outlined the history, purpose, goals, and growth of the National Wind Resource Center (NWRC) and the National Institute for Renewable Energy (NIRE). Lastly, Mr. Miller invited the Lamesa Economic Development Corp. to partner with Texas Tech and NIRE and NWRC to develop wind energy and other alternative energy projects.

  The Board of Directors, by common consent, asked Mr. Duran to include a partnership in the LEDC’s 2001/2011 budget and the Board would act on a partnership payment in the budget process.

- CPA ENGAGEMENT LETTER:
  Kevin Telchik, CPA, presented an Engagement Letter with Stephens, Stephens, & Telchik, P. C. for audit services and preparation of the Corporation’s financial statements for the year ending September 30, 2010. A Motion was made by Secretary/Treasurer Greg Hughes to authorize the execution of an Engagement Letter with Stephens, Stephens, & Telchik, P. C. for audit services and preparation of the Corporation’s financial statements for the year ending September 30, 2010. Motion seconded by Director Tony Hernandez and upon being put to a vote the motion passed.

- FORBES ENERGY SERVICES, LLC. LEASE AGREEMENT:
  Mr. Duran presented information and a request by Forbes Energy Services, LLC to lease the LEDC property in the Lamesa Industrial Park Addition to establish an oil well service company in Lamesa.

  The LEDC owns Lot 15, which is approximately 2.3 acres. The lease agreement will be for one year (at $800.00 per month) in order to give Forbes Energy time to evaluate the ability to grow and sustain the business in Lamesa.

  A Motion was made by Secretary/Treasurer Greg Hughes...
to authorize the execution of a Lease Agreement with Forbes Energy Services, LLC., subject to City Council approval. The Lease Agreement shall be for 12 months with a monthly lease payment of $800.00 per month. Motion seconded by Director Tony Hernandez and upon being put to a vote the motion passed.

- **Pinnacle Training Group:**
  Also June 15th and July 8th attended a meeting with Pinnacle Training Group. This firm is a marketing and strategic planning consulting firm.

- **Pinnacle Training Group:**
  On July 22nd met with Richard Kelshimer, Pinnacle Training Group. This firm is a marketing and strategic planning consulting firm.

- **CITY COUNCIL MEETING:**
  On July 20th the LEDC proposed Lease Agreement with Forbes Energy Services was approved.

- **Governor Rick Perry's Announcement of ETF Award to Texas Tech University:**
  On July 26th attended the announcement of Emerging Technology Fund (ETF) Award to Texas Tech University and the National Institute for Renewable Energy (NIRE) by Governor Perry.

- **Wind Energy Transmission Texas, LLC (WETT) Public Meeting:**
  On July 14th attended WETT's public meeting/Open House to review the status of the Company's Transmission Line Development. I have maps of the proposed routes in Borden, Dawson and Martin County.

- **Chamber of Commerce Area Breakfast:**
  On July 30th attended the Area Breakfast.

**August 2010:**

- **Budget Amendments:**
  Discussion, Consideration, and Possible Action regarding approval of amendments to the 2009-2010 LEDC Budget.

- **Austin Avenue Project:**
  Discussion, Consideration, and Possible Action regarding termination of construction contract with Craig Wallace Construction Company, Inc.

  - On February 2, 2010 the LEDC entered into contract with Craig Wallace Construction (CWC), LTD for construction of improvements to the property located at 118 Austin Ave.
  
  - A Notice to Proceed was issued to CWC, with an effective date of February 15th and a preconstruction conference was held.
  
  - Phase I of the project was the demolition of the structure’s roof, backfill of the crawl space/basement, and removal of the back wall of the structure.

  - R and R Ditching, a subcontractor, performed the Phase I work and payment was made to Craig Wallace, the Prime Contractor, for that work.

  - R and R Ditching submitted its invoice to CWC on March 16, 2010 and on May 20, 2010 the LEDC received notice of Nonpayment from R and R Ditching.

  - On June 11th the LEDC was notified to cease all payments to CWC, without the approval of RLI Insurance.
(Bonding Company).
• With Bonding Company approval, pay request No. 3 was paid Care Of the Bonding Company’s Paying Agent, Sub-Pro, LTD.
• All outstanding Pay Requests have been paid to date and there is no outstanding payment due CWC.
• The LEDC has been holding Change Order No. 2 since May 21st, pending Board approval and payment information from the Bonding Company.

Motion by Vice President, John Farris that the CONSTRUCTION CONTRACT WITH CRAIG WALLACE CONSTRUCTION, LTD BE TERMINATED FOR CAUSE, SUBJECT TO RECEIPT OF CERTIFICATION FROM THE ENGINEER/ARCHITECT OF NON-PAYMENT the Motion seconded by Director, Scott Miers and upon being put to a vote the motion passed unanimously.

• BUDGET PLANNING SESSION:
A Budget Planning Session was held to discuss, review and set priorities for the 2010-2011 LEDC Budget.

• NEW MARKET TAX CREDIT PROGRAM:
On August 2nd I participated in a conference call regarding the New Market Tax Credit Program. The NMTC Program is a community development finance tool.

• CONGRESSMAN MIKE CONAWAY VISIT:
On August 11th members of the LEDC attended Congressman Conaway’s meeting in Lamesa.

MEDICAL ARTS HOSPITAL PLANNING MEETING:
Also on August 11th I meet with hospital administrators to discuss the pending projects at the hospital and possible use of New Market Tax Credit funds.

September 2010:
• 2010 Dawson County Farm Tour and Agriculture Appreciation Day:
On September 1st, participated in the 2010 Farm Tour sponsored by the AgriLife Extension Service, Lamesa Area Chamber of Commerce, and Lamesa Cotton Growers.

• TexasOne Program:
TexasOne Board of Directors Annual Meeting in Austin is September 15th. First Lady Anita Perry was the keynote speaker.