

STATE OF TEXAS
COUNTIES OF POTTER
AND RANDALL
CITY OF AMARILLO

On the 1st day of June 2011, the Amarillo Local Government Corporation Board of Directors met at 11:30 a.m. on the Third Floor, Room 306, City Hall, 509 E. 7th Avenue, with the following members present:

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| Gary Pitner | President |
| Richard Brown | Vice President |
| Brian Eades | City Commissioner and Board Member |
| Glen Parkey | Board Member |
| Jim Simms | City Commissioner and Board Member |
| Les Simpson | Board Member |
| Jarrett Atkinson | City Manager and Ex-Officio Member |
| Melissa Daily | Executive Director of DAI and Ex-Officio Member |
| Dean Frigo | Assistant City Manager and Treasurer of the Board |
| Donna DeRight | City Secretary and Secretary of the Board |
| Marcus Norris | City Attorney |

Absent was Ron Boyd, Board Member. Also in attendance were David Wallace and Joe Esch, Wallace Bajjali Development Partners.

ITEM 1: The meeting was called to order by Mr. Pitner.

ITEM 2: Mr. Pitner presented the minutes of the meeting held on May 4, 2011 for approval. Motion was made by Mr. Parkey, seconded by Commissioner Simms, and unanimously carried, to approve the minutes.

ITEM 3: Mr. Norris announced a Closed Session at 11:36 a.m. to receive a presentation, review and discuss (a) information about the financial incentives that may be made available and the possible structuring of same, for an existing or prospective business (es) in downtown; and (b) legal advice from legal staff regarding same. The Closed Session adjourned at 12:24 p.m.

ITEM 4: Mr. Wallace appeared and provided an update on the downtown redevelopment project. He presented the project goals, which include a convention hotel, multipurpose event venue and public parking. He stated that the downtown revitalization efforts need to focus on providing a family atmosphere, attract visitors, as well as serve the downtown community. He advised that various meetings were held to provide information and gather input regarding the downtown revitalization efforts. Mr. Wallace noted the Team involved with the project at this time and he stressed the importance of establishing public-private partnerships. He advised that financing cost estimates will be presented when they return at the end of July. He stated that the next community meeting would be held on June 25, 2011 at the Civic Center Grand Plaza and he welcomed the public's attendance and input on the project.

ITEM 5: Mr. Esch appeared and advised that they have identified a hotel operator partner for the redevelopment project. He stated that they have been in discussions with two companies. He stated that Lodgeworks is a hospitality company headquartered in Wichita, Kansas, and has developed more than 100 hotels mostly on the east and west coast. The second company, American Property Management Corporation, is a hospitality management company headquartered in San Diego, California, and they operate hotels in six states and in Spain. He stated that Texas is one of the states they operate in and the cities in Texas with their hotels include Dallas, San Antonio and Lackland.

Mr. Esch advised that after meetings and discussions with the two candidates they recommend American Property Management Corporation as the preferred operator. He stated the reasons are because of their significant experience in Texas, familiarity with the Amarillo market, branding approach, experience in developing and operating both historic and new properties, depth of corporate resources, approved by all major brands and access to Laurus as a potential development partner.

Motion was made by Mr. Parkey, seconded by Commissioner Simms, and unanimously carried, to concur and recommend to the City Commission the American Property Management Corporation for the hotel operator partner for the downtown revitalization project.

ITEM 6: Mr. Pitner advised that the next meeting would be held on June 15, 2011 at 11:30 a.m. at City Hall, Third Floor, Room 306.

ITEM 7: There were no public comments.

ITEM 8: Mr. Pitner adjourned the meeting.

Gary Pitner, President

ATTEST:

Donna DeRight, Secretary