

**NOTICE OF PROJECT AND
NOTICE OF PUBLIC HEARING AND
EXPENDITURE OF DEVELOPMENT
CORPORATION OF MCALLEN, INC. FUNDS**

NOTICE IS HEREBY GIVEN that the Development Corporation of McAllen, Inc. intends to participate in “Project”, as defined in the Development Corporation Act of 1979, as amended, Texas Revised Civil Statutes Annotated Article 5190.6, including, but not limited to, designing, acquiring, improving, a project known as Convention Center Embassy Suites.”

A 380 Loan Application is being considered in order to aid in the financing of a 195-room full-service hotel adjacent to the Convention Center. Financial assistance is estimated to be no greater than \$3,571,750 of a \$34,000,000 project. The potential benefit to the City would be an increase in use of the Convention Center by national, state and regional conventions, an increase in revenue streams including property taxes, hotel occupancy taxes, sales taxes and mixed beverage taxes as well as an increase in employment opportunities via the estimated \$1.3M payroll it is expected to generate. Repayment of the 380 Loan is anticipated to be made from the revenue generated by the hotel project.

A public hearing on the expenditure of funds for such project will be held by the Board of Directors of the Development Corporation of McAllen, Inc. during a meeting to be held at 3:30 p.m. on Wednesday, May 20, 2009, at the McAllen City Hall, City Commission Chambers located at 1300 Houston, McAllen, Texas 78501.

All interested persons are invited to attend the hearing to express their views with respect to the Project. Additional information is available on the City’s website, [www.mcallen.net / departments/devcorp.htm](http://www.mcallen.net/departments/devcorp.htm). The hearing site is accessible to handicapped persons.

/s/ Virginia Singleterry
Secretary, Board of Directors
Development Corporation of McAllen, Inc.