A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS, RECOGNIZING AND ACCEPTING FOR ALL PURPOSES CONNECTED WITH THE TAX ABATEMENT AGREEMENT BETWEEN THE CITY OF MESQUITE AND McKINLEY CONTAINER, L.P., DATED MARCH 18, 2002, THE MERGING OF McKINLEY CONTAINER, L.P., WITH ITS AFFILIATED COMPANY DURANGO McKINLEY PAPER; AND PROVIDING AN EFFECTIVE DATE THEREOF.

WHEREAS, on March 18, 2002, by adopting Resolution No. 17-2002, the City Council of the City of Mesquite (the "City") authorized the Mayor to execute a commercial/industrial tax abatement agreement between the City of Mesquite, Texas, and McKinley Container, L.P. ("McKinley"); and

WHEREAS, McKinley has notified the City that McKinley has merged with its affiliated company Durango McKinley Paper; and

WHEREAS, the City has determined to formally recognize and accept such change for all purposes in connection with the March 18, 2002, Tax Abatement Agreement.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS:

SECTION 1. That the proposed merging of McKinley Container, L.P. with its affiliated company Durango McKinley Paper is hereby recognized and accepted for all purposes in connection with the Tax Abatement Agreement between the City of Mesquite and McKinley Container, L.P., dated March 18, 2002.

SECTION 2. That this resolution shall become effective immediately from and after its passage.

DULY RESOLVED by the City Council of the City of Mesquite, Texas, on the 16th day of December, 2002.

Williams

Mike Anderson

Mayor

ATTEST:

APPROVED:

Ellen Williams City Secretary

City Attorney