

## **RESOLUTION NO. 2023 – R47**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS, TEXAS, APPROVING A RECOMMENDATION OF THE NEW BRAUNFELS ECONOMIC DEVELOPMENT CORPORATION FOR A ONE-YEAR EXTENSION TO AN EXISTING ECONOMIC DEVELOPMENT INCENTIVE AGREEMENT WITH TEXAS TITO’S, INC., WHICH SUPPORTS AN EXPANSION PROJECT TO PROMOTE BUSINESS ENTERPRISES THAT CREATE OR RETAIN PRIMARY JOBS; AND DECLARING AN EFFECTIVE DATE.**

WHEREAS, the New Braunfels Economic Development Corporation (“NBEDC”) approved an economic development incentive agreement ("Agreement") with Texas Tito’s, Inc. (the “Company”), on April 21, 2022; and

WHEREAS, the approved economic incentive, not to exceed \$550,000, aimed to support the retention and creation of primary jobs, support the Company’s expansion project, and offset costs for a 12-inch waterline to service the project site; and

WHEREAS, the City Council of the City of New Braunfels, Texas approved the recommendation from the NBEDC for an economic development incentive on May 9, 2022; and

WHEREAS, the Agreement required Company to construct a new facility and begin operations in the new facility by June 30, 2023, but due to construction delays the Company has not yet met this obligation; and

WHEREAS, the Company requested a one-year extension to meet its obligations under the Agreement; and

WHEREAS, the Company is still on track to expand its business, build its new 26,000 square-foot facility with an anticipated ad valorem tax value of \$3 million, retain primary jobs, and add additional jobs through the upcoming years; and

WHEREAS, no funds have been distributed to Company thus far and there are no additional fiscal impacts for extending the incentive agreement by one year; and

WHEREAS, the NBEDC voted to approve the one-year extension to the existing economic development incentive agreement with the Company at its July 20, 2023 regular meeting;

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS, TEXAS:**

SECTION 1: That the recommendation of the New Braunfels Economic Development Corporation to extend an existing economic development incentive agreement with Texas Tito's, Inc., is hereby approved.

SECTION 2: That this resolution shall become effective from and after the date of its passage.

PASSED, ADOPTED, AND APPROVED this \_\_\_\_ day of August, 2023.

CITY OF NEW BRAUNFELS

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Neal Linnartz, Mayor

ATTEST:

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Gayle Wilkinson, City Secretary