

**RESOLUTION NO. 2020-R \_\_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS ECONOMIC DEVELOPMENT CORPORATION APPROVING A RECOMMENDATION OF THE NEW BRAUNFELS ECONOMIC DEVELOPMENT CORPORATION TO PROVIDE UP TO \$320,000 TO AVIATION ACADEMY OF AMERICA FOR CONSTRUCTION OF CERTAIN INFRASTRUCTURE IMPROVEMENTS AT THE NEW BRAUNFELS REGIONAL AIRPORT, AN ELIGIBLE PROJECT EXPENDITURE; AND DECLARING AN EFFECTIVE DATE.**

WHEREAS, the City of New Braunfels Economic Development Corporation (“EDC”) Board of Directors met on October 15, 2020 to hold a public hearing and consider a proposal to provide up to \$320,000 to Aviation Academy of America (“VT-AAA, Inc.”) for construction of a new aircraft hangar, office space and associated infrastructure improvements at the New Braunfels Regional Airport; and

WHEREAS, VT-AAA, Inc. is currently providing flight training and instruction at the New Braunfels Regional Airport and desires to accommodate anticipated growth in its business by causing to be constructed an approximate 22,000 square foot hangar, office and classroom facility; and

WHEREAS, construction of said facility will require a substantial monetary investment by the Company in associated infrastructure such as access roads, extension of water, sewer and electric utilities, drainage and associated site improvements; and

WHEREAS, the EDC is an economic development corporation formed by the City of New Braunfels pursuant to the Local Government Code, Chapters 501-505 that is authorized by Chapter 501.103 to undertake a project found by the board of directors to be required or suitable for infrastructure necessary to promote or develop new or expanded business enterprises, limited to streets and roads, rail spurs, water and sewer utilities, electric utilities, or gas utilities, drainage, site improvements, and related improvements; and

WHEREAS, the project is an expenditure found by the board of directors to be required for infrastructure necessary to promote or develop new or expanded business enterprises; and

WHEREAS, the estimated total cost of the project is approximately \$2,900,000 and at least \$320,000 will be applied towards providing for underground utilities and associated site work; and

WHEREAS, the funding amount will be provided over a five-year period as a reimbursement for infrastructure improvements and if certain other job performance and fuel purchase requirements are fulfilled by VT-AAA, Inc.; and

WHEREAS, the EDC Board of Directors held a public hearing on October 15, 2020, to solicit public comment about the proposed project expenditure; and

WHEREAS, the EDC Board of Directors, after discussing the request, voted to approve a grant in an amount of up to \$320,000 to VT-AAA.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS ECONOMIC DEVELOPMENT CORPORATION:**

SECTION 1: That the recommendation of the New Braunfels Economic Development Corporation to provide a grant to VT-AAA, Inc. in an amount up to \$320,000 for infrastructure improvements at its site at the New Braunfels Regional Airport is hereby approved.

SECTION 2: That a contract between the EDC and VT-AAA will be executed to fulfill the terms and conditions of the grant and the President is authorized to execute the Agreement on behalf of the EDC.

SECTION 3: That this Resolution shall become effective from and after the date of its passage.

PASSED, ADOPTED AND APPROVED this 9<sup>th</sup> day of November 2020.

CITY OF NEW BRAUNFELS

By: \_\_\_\_\_  
Rusty Brockman, Mayor

ATTEST:

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Andrew Lyons, Assistant City Secretary