

## Legislation Details (With Text)

<b>File #:</b>	19-713	<b>Name:</b>	
<b>Type:</b>	Resolution	<b>Status:</b>	Consent Item Ready
<b>File created:</b>	9/12/2019	<b>In control:</b>	City Council
<b>On agenda:</b>	9/23/2019	<b>Final action:</b>	
<b>Title:</b>	Approval of a resolution recommended by the New Braunfels Economic Development Corporation to approve a project expenditure for direct incentives not to exceed \$55,000 for Calendar Holdings, LLC for a project found to promote or develop new or expanded business enterprises that create or retain primary jobs		
<b>Sponsors:</b>			
<b>Indexes:</b>			
<b>Code sections:</b>			
<b>Attachments:</b>	1. 2019 RESOLUTION Calendar Amendment		

Date	Ver.	Action By	Action	Result
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Presenter/Contact

*Jordan Matney, Assistant City Manager*  
(830) 221-4022 - [jmatney@nbtexas.org](mailto:jmatney@nbtexas.org)

**SUBJECT:**

Approval of a resolution recommended by the New Braunfels Economic Development Corporation to approve a project expenditure for direct incentives not to exceed \$55,000 for Calendar Holdings, LLC for a project found to promote or develop new or expanded business enterprises that create or retain primary jobs

**BACKGROUND / RATIONALE:**

On September 10, 2018, the EDC entered into an economic development agreement with Calendar Holdings, LLC providing for a grant of up to \$550,000 with the promise of the creation of no fewer than 66 new primary jobs. The conditions of the incentive are outlined below:

- Calendar Holdings will employ no fewer than 66 full time employees by January 1, 2020.
- The EDC will grant the incentive as follows:
  - \$1.25 per square foot, up to a total of \$312,000.
  - Remaining \$238,000 will be delivered in annual payments of \$34,000 (\$515.15/job) for a period of seven years.

Calendar Holdings, LLC. has recently approached the NBEDC for an amendment to their existing agreement for additional funding as a result of expansion plans (an additional 29,120 sq. feet and additional 5 jobs). The additional funding request mirrors the original agreement and increases the grant amount to up to \$604,202 with the promise of the creation of no fewer than 71 full time jobs. The conditions of the incentive are outlined below:

- Calendar Holdings will employ no fewer than 66 full time employees by January 1, 2020.
- Calendar Holdings will employ no fewer than 71 full time employees by March 1, 2020.

- The EDC will grant the incentive as follows:
  - \$1.25 per square foot, up to a total of \$348,600.
  - Remaining \$255,602 will be delivered in annual payments of \$36,576 (\$515.15/job) for a period of seven years.

**ADDRESSES A NEED/ISSUE IN A CITY PLAN OR COUNCIL PRIORITY:**

<b>X</b>	Yes	<b>City Plan/Council Priority:</b>	<b>Strategic Priorities:</b> 12 - Work with existing entities to ensure balanced economic development
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**FISCAL IMPACT:**

FY 2019/20: \$348,600  
FY 2020/21: \$36,146  
FY 2021/22: \$36,576  
FY 2022/23: \$36,576  
FY 2023/24: \$36,576  
FY 2024/25: \$36,576  
FY 2025/26: \$36,576  
FY 2026/27: \$36,576

**TOTAL OVER THE TERM: \$604,202**

**COMMITTEE RECOMMENDATION:**

The NBEDC Board of Directors held a public hearing and approved this resolution at their September 16<sup>th</sup> special meeting.

**STAFF RECOMMENDATION:**

Staff recommends approval of the resolution.