



**DATE:** July 30, 2021

**TO:** President and Honorable Board Members,  
Corpus Christi B Corporation

**THROUGH:** Peter Zanoni, City Manager

**FROM:** Mike Culbertson  
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Corpus Christi Regional EDC

**Amendment No. 1 to the Business Incentive Agreement between  
Corpus Christi B Corporation and the United Service Organization of South Texas  
for Improvement of Facilities to Extend the Completion Deadline**

**CAPTION:**

Motion to approve an amendment to the business incentive agreement with the United Service Organization of South Texas (“USO”) for the creation and retention of jobs and improvements to the facility leased to the USO by the United States Navy to extend the date for completion from December 31, 2021 to February 28, 2022.

**SUMMARY:**

The USO is requesting an amendment to the business incentive agreement for improvements to the USO facilities to extend the deadline for completion of construction from the original date of September 11, 2021 to February 28, 2022.

**BACKGROUND AND FINDINGS:**

The construction has been impacted by COVID on construction crews and the ability to get construction materials in a timely manner. Naval Facilities Command added a requirement that in addition to a fire suppression system they also required a fire protection system. Lastly the local USO merged with United Services Organization, Inc. in August. That required a review of all contracts which required much more paperwork and time. The project is back on track and expected to be completed by February 28, 2022.

Section 3. Performance Requirements, paragraph b is hereby deleted in its entirety and replaced with the following language:

“b. Company agrees to complete the construction of the Project in accordance with its application and all City building codes and policies on or before February 28, 2022.”

**ALTERNATIVES:**

The Board could choose not to approve the amendment or make recommendations.

**FINANCIAL IMPACT:**

The development of the USO facility will use \$250,000 of Type B Funds.

**Funding Detail:**

Fund:	1146
Organization/Activity:	15040
Mission Element:	707
Project # (CIP Only):	
Account:	530000

**RECOMMENDATION:**

Staff recommends approval of the amendment to the agreement.

**LIST OF SUPPORTING DOCUMENTS:**

Amendment  
Letter from USO