



AGENDA MEMORANDUM
Corpus Christi B Corporation Meeting
January 11, 2021

DATE: January 7, 2020

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

THROUGH: Peter Zanoni, City Manager

FROM: Heather Hurlbert, Director of Finance and Business Analysis
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Amendment to the Business Incentive Agreement between Corpus Christi B Corporation and Next Sports Company, LLC

CAPTION:

Motion to approve an amendment to the business incentive agreement between the Corpus Christi B Corporation and Next Sports Company, LLC. for the development of a recreational sports complex, to extend the deadline for securing financing for Phase I to May 2021, Phase II to December 2022, and the construction completion deadline to November 30, 2023.

SUMMARY:

Next Sports Company, LLC is requesting an extension for construction of both Phase I and Phase II. They are also requesting a 120-day extension on being fully funded for both phases of the project, including all necessary public infrastructure.

BACKGROUND AND FINDINGS:

In Section 3 of the original agreement: Performance Requirement

- “g. Company will complete construction of both Phase I and Phase II on or before July 31, 2023.”
- “h. Within 90 days after the effective date, company must demonstrate to the satisfaction of the City Manager that company has full funding for construction of Phase I and Phase II, including all necessary public infrastructure.”

The recommended changes would state the following:

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

- “g. Company will complete construction of both Phase I and Phase II on or before November 30, 2023.”

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

- “h. On or before May 21, 2021, Company must demonstrate to the satisfaction of the City Manager that Company has full funding for construction of Phase I, including all necessary public infrastructure. Company must further demonstrate to the satisfaction of the City Manager that Company has full funding for construction of Phase II, including all necessary public infrastructure, on or before December 31, 2022.”

ALTERNATIVES:

The Board could choose not to approve the requested amendments or recommend different amendments to the agreement.

FINANCIAL IMPACT:

The development of a recreational sports complex will use \$1,850,000 of Type B Funds.

Funding Detail:

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

RECOMMENDATION:

Staff recommends approval of the amendment to the agreement.

LIST OF SUPPORTING DOCUMENTS:

Amendment