



AGENDA MEMORANDUM

Corpus Christi B Corporation Meeting April 21, 2025

DATE: April 21, 2025

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

THROUGH: Peter Zanoni, City Manager

FROM: Randy Almaguer, CCREDC
(361) 882-7448
ralmaguer@ccredc.com

Amendment for and Extension for Next Sports Company LLC – Phase I

CAPTION:

Motion to approve Amendment 3-2025 to the Reimbursement Agreement with Next Sports Company LLC., to extend the performance deadline of Phase I from December 31, 2024, to December 31, 2025.

PURPOSE:

The company is requesting a one-year extension of the required completion date for Phase I of the project, extending the current deadline from December 31, 2024, to December 31, 2025. This extension reflects updated timelines resulting from infrastructure delays and water access challenges. As proposed in Amendment No. 3-2025, if Phase I is not completed by December 31, 2025, the contract will terminate automatically. To ensure accountability and project oversight, the amendment also introduces quarterly compliance checkpoints requiring site visits and detailed expenditure reports.

BACKGROUND AND FINDINGS:

New Sports Company LLC respectfully requests an extension of the required completion date for Phase I of the Corpus Christi Sports Complex project. The current agreement requires Phase I to be completed by December 31, 2024. Due to a combination of regulatory delays, severe weather disruptions, increased development costs, and unforeseen infrastructure constraints—most notably the prohibition on the use of city water for field irrigation—the company seeks a revised completion deadline of ****December 31, 2025****.

Phase I includes the construction and delivery of:

- Eight (8) multi-purpose athletic fields (six grass and two turf fields)
- Parking Lot (Graded parking area and asphalt installation)

To address the city water usage restrictions, the company is actively pursuing both a municipal exemption and the construction of an on-site well. Drilling is scheduled to begin April 15, 2025, with irrigation systems to follow. Pending these adjustments, full delivery of Phase I is now

targeted for August 1, 2025.

The developer remains fully committed to completing this project and delivering a high-quality multi-sports complex that serves the community for years to come.

Original Agreement & Amendments Timeline

June 12, 2023 – Amendment #2

Due to continued supply chain challenges and pandemic-related impacts, the company submitted a revised project timeline with the following updated milestones:

- Phase I completion extended from November 30, 2023, to December 31, 2024
- Phase II completion extended from November 2023 to August 31, 2026

January 11, 2021 – Amendment #1

- Extended the deadline for funding demonstration to May 21, 2021
- Revised Section 3.g. and 3.h to require:
 - Completion of Phase I and II by November 30, 2023
 - Proof of funding for Phase I by May 21, 2021
 - Proof of funding for Phase II by December 31, 2022

October 23, 2020 – Original Agreement Execution

On September 21, 2020, the Type B Corporation Board approved a grant of \$1,850,000 to Next Sports Company LLC to develop soccer fields and related infrastructure on Old Brownsville Road. The Corpus Christi City Council approved the agreement on October 20, 2020, and the agreement was executed on October 23, 2020.

ALTERNATIVES:

The Board may choose not to approve the extension or choose a different date.

FINANCIAL IMPACT:

There is no financial impact associated with this item.

Funding Detail:

Fund:

Organization/Activity:

Mission Element:

Project # **(CIP Only)**:

Account:

RECOMMENDATION:

Staff recommends approval of an extension of the completion date for Phase I from December 31, 2024, to December 31, 2025.

LIST OF SUPPORTING DOCUMENTS:

Next Sports Company LLC. Action Plan
Amendment No. 3-2025