



STAFF REPORT

MEETING DATE: October 10, 2023

TITLE:

Consider action to approve Resolution No. R-2023-153 of the City Council of the City of Bastrop, Texas, approving a Project of the Bastrop Economic Development Corporation (BEDC) with Acutronic Company and Acutronic Real Estate Group, the Project of which consisting of the sale of real property and the provision of incentives totaling \$1,089,000.00 by the BEDC pursuant to a performance agreement; providing for recoupment of incentives paid and property granted in the event of non-compliance by Acutronic Company and Acutronic Real Estate Group; authorizing signatories; and providing an effective date.

AGENDA ITEM SUBMITTED BY:

Sylvia Carrillo, ICMA-CM, CPM, City Manager & Interim Executive Director Bastrop Economic Development Corporation

BACKGROUND/HISTORY:

The BEDC is seeking approval of a project under Section 501.101 of the Texas Local Government Code. The BEDC Board of Directors approved an Economic Development Performance Agreement with The Acutronic Company and Acutronic Real Estate Group (“Developer”) at a board meeting on September 25, 2023.

Through the performance agreement, the BEDC is offering incentives to the Developer by rebating the purchase price of the property they are purchasing in the Bastrop Business and Industrial Park, upon the Developer’s successful completion of the project.

The purchase price of the property is \$1,089,000. Acutronic commits to building a minimum 20,000-square-foot production and manufacturing facility with a minimum capital investment of \$4,000,000, as well as hiring at least 50 full-time employees with an average total compensation of at least \$56,240.

FISCAL IMPACT:

The funding for the rebate will come from BEDC’s budget for the fiscal year in which the project’s commitments are met.

RECOMMENDATION:

Recommend approval of Resolution No. R-2023-153 of the City Council of the City of Bastrop, Texas, approving a Project of the Bastrop Economic Development Corporation (BEDC) with Acutronic Company and Acutronic Real Estate Group, the Project of which consisting of the sale of real property and the provision of incentives totaling \$1,089,000.00 by the BEDC pursuant to a performance agreement; providing for recoupment of incentives paid and property granted in the event of non-compliance by Acutronic Company and Acutronic Real Estate Group; authorizing signatories; and providing an effective date.

ATTACHMENTS:

1. Draft Resolution R-2023-153

2. BEDC Resolution R-0013 approved by Board September 25, 2023
3. Purchase and Sale Agreement
4. Performance Agreement with Acutronic

