



BRECKENRIDGE CITY COMMISSION AGENDA SUMMARY FORM

Subject: Discussion and any necessary action regarding BEDC Board recommendation for economic incentive agreement

Department: Administration

Staff Contact: Cynthia Northrop

Title: City Manager

BACKGROUND INFORMATION:

The BEDC has offered to gift 219 W. Walker and 223 W. Walker to restaurant owners Jonathan and Neri Gonzales for the use as a new restaurant on our downtown. Neri is a trained chef and has owned Neri's on the Square in Graham for 14 years and opened another branch in Jacksboro several years ago. The BEDC has also offered a \$250,000.00 small business loan out of our restricted-use USDA Small Business Fund for the conversion and remodel as a restaurant. The BEDC will maintain a Deed of Trust for 60 months when the note is called or until the note is paid, whichever occurs first. The BEDC purchased the property and made several improvements and has approximately \$300,000 invested in the property.

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FINANCIAL IMPACT:

BEDC would fund the project with the gift of the property and a maximum of \$250,000.00 loan at 4.25% APR plus closing costs for the conveyance.

STAFF RECOMMENDATION:

Consider approval of BEDC Board economic incentive as presented.