
Economic Development Corporation (Type A)

DEPARTMENT: Economic Development
FROM: Alex Philips, Economic Development Director
MEETING: June 20, 2023

SUBJECT:

Consider approval of a First Amendment to the Chapter 380 Economic Development and Performance Agreement between the City of Burleson, the Burleson 4A Economic Development Corporation, and Yourang, LLC. (*Staff Presenter: Alex Philips, Economic Development Director*)

SUMMARY:

On September 7, 2021, the Burleson 4A Economic Development Corp. and the City of Burleson approved a Chapter 380 Economic Development and Performance Agreement with YOURANG, LLC for the development of a restaurant called Station 330 in the City of Burleson.

Station 330 is required to meet all the following covenants to receive any grant payments:

- Design, construct and operate the Development in conformance with the criteria and development standards set forth in the ordinances of the City of Burleson and applicable state and federal laws, subject to the approval of the Burleson Old Town Design Standards Board.
- Commence construction of the Development no later than July 31 2022, with the Opening Date for the Restaurant no later than June 30, 2023.
- Cause the Capital Investment of the Development to meet or exceed three million (\$3,000,000) no later than June 30, 2023.
- The Restaurant shall be a railroad themed restaurant featuring a family friendly menu with a primary focus on steak offerings.

If Station 330 completes all proposed improvements, meets minimum sales revenue of \$5 million and all covenants, then Station 330 will receive the following incentives:

- \$75,000 public improvement reimbursement
- 50% sales tax (general fund 1% portion) rebate for five years or capped at \$475,000
 - (only eligible each year sales are greater than \$5 million)

Citing delays caused by weather, material availability and a property line dispute, the developer does not anticipate meeting the Opening Date performance measure. The developer has requested extending the Opening Date to December 31, 2023.

OPTIONS:

- 1) Approve as presented
- 2) Approve with changes
- 3) Deny

RECOMMENDATION:

Staff recommends approval

PRIOR ACTION/INPUT (Council, Boards, Citizens):

N/A

FISCAL IMPACT:

N/A

STAFF CONTACT:

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