



Economic Development

Razzoo's 380 Amendment

Razzoo's Ch. 380 Agreement

- Approved by the Burleson Community Service Development Corporation, and the City of Burleson on May 17, 2021
- Incentive agreement was part of a broader development agreement with BTX Old Town, LLC to construct seven buildings along Ellison Street adjacent to the Mayor Vera Calvin Plaza in response to RFP-012-2019 that was approved on December 14, 2020



Razzoo's Obligations

- Complete the lease on the Property by February 28, 2023.
- Complete construction of the Development no later than March 31, 2023, with an approximate Capital Investment of no less than \$750,000 Dollars.
- Opening Date for the Restaurant no later than March 31, 2023
- Patio to be constructed as depicted on the Site Plan



City of Burleson Obligations

Sales Tax Rebate

- Sales Tax Rebate would include the General Fund portion (1%) and the Burleson Community Service Development Corporation portion – 4B (1/2%)
- Sales Tax Rebate would be capped at \$500,000
- The City shall make Grant Payments to Razzoo's in annual installments equal to one hundred percent (100%) of Available Sales Taxes received by the City for the prior calendar year of the restaurant's operation.
- The term of the agreement is for 10 years or if the cap is reached prior to 10 years the agreement would terminate.



Amendment

- Razzoo's has completed all of their performance measures within the agreement, with the exception of their opening date.
- The agreement required Razzoo's to open by March 31, 2023. Due to supply chain disruptions and construction delays, Razzoo's opened on August 16, 2023.
- During that time, staff worked with Razzoo's to help facilitate City processes in the timeliest manner possible.
- The amendment proposed changes the opening date performance measure to September 1, 2023.



Board Action

- Approve an amendment of a Chapter 380 Economic Development and Performance Agreement between the City of Burleson, Burleson Community Service Development Corporation, and Razzoo's, INC.
- Deny an amendment of a Chapter 380 Economic Development and Performance Agreement between the City of Burleson, Burleson Community Service Development Corporation, and Razzoo's, INC.

*Staff Recommends approval

