



STAFF REPORT

MEETING DATE: April 20, 2026

MEETING TYPE: Hutchins City Council

SUBMITTED BY: Guy Brown

AGENDA CAPTION: Discuss and consider a RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HUTCHINS, TEXAS, APPROVING AN ACKNOWLEDGMENT AND CONSENT TO ASSIGNMENT OF AN AMENDED AND RESTATED TAX ABATEMENT AGREEMENT TO PROVIDENT REALTY EXCHANGE III LP; AUTHORIZING THE CITY MANAGER TO EXECUTE SAID AGREEMENT; AND PROVIDING AN EFFECTIVE DATE.

Presented by: Guy Brown, HEDC Executive Director

Background Information

On April 15, 2014, the City entered into an Amended and Restated Tax Abatement Agreement (the “Agreement”) to provide economic development incentives for property located within the City. The Agreement was subsequently assigned to BPREP Commerce 45 I L.P for Property located at 1100 and 1150 East Cleveland Road in Hutchins.

The project has received the benefit of tax abatement for ten (10) years, consistent with the original intent of the incentive to support development and economic growth. At this stage, the abatement period has effectively run its course but there are considerations that the owner must maintain until 2031.

BPREP Commerce 45 I L.P is selling the building to Provident Realty Exchange III LP and staff is recommending assigning the agreement to Provident so that the city may still require minimum taxable value and employment at the location. The buildings are currently leased by Georgia Pacific.

Budget Implications

While the tax abatement for the property located at 1100 and 1150 East Cleveland Road is complete the owner will be required to adhere to minimum staffing and taxable value until 2031.

Operational Impact

No operation impact.

Legal Review

The City Attorney has drafted the attached Assignment Agreement.

Staff Recommendation

Staff recommends approval.