

Meeting Date (?) 11/21/2016

Subject Matter* (?) Resolution consenting to the City of College Station Chapter 380 Agreement in the ILA area
This must match rolling agenda entry

Department of Origin* ECONOMIC DEVELOPMENT

Submitted By* Kevin Russell

Type of Meeting* BCD Special Regular

Classification* Public Hearing Consent Statutory Regular

Ordinance* None First Read Second Read First & Only Read

Strategic Initiative* Public Safety Economic Development Service Quality of Life Infrastructure

Agenda Item Description* Consider approving a resolution consenting to the Economic Development Agreement between the City of College Station and ViaSat, Inc.

Summary Statement* Per the terms in the Interlocal agreement that allows for the sharing of revenue between the City of Bryan and College Station for land owned by the City of Bryan but in the City of College Station city limits, the City of Bryan must consent to the incentives offered by the City of College Station. In addition, to offer incentives to ViaSat, the Bryan City Council will need to approve a Chapter 380 agreement between the City of Bryan and ViaSat. Under this Council Action Form, the proposed resolution supports a Chapter 380 Agreement that offers the following incentives between ViaSat and the City of College Station:

- Fee Waivers for City of College Station permit fees.
- The City agrees to expedite by fast tracking the process for ViaSat to obtain any and all necessary CITY permits related to the Improvements.
- Cash incentive based on ViaSat obtaining at least \$15,000,000 in additional taxable value based on the percentages below:

Year Annual Cash Incentive
First Year of Cash Incentives 80%
Year 2 60%
Year 3 40%
Year 4 30%
Year 5 20%
Year 6 10%

- The not to exceed amount of the cash incentive is \$450,000.00

ViaSat's obligations to qualify for the cash incentive include:

- Beginning construction no later than January 31, 2017.
- Must occupy and use the improvements being constructed.
- Create 150 new full time jobs with an average salary of \$64,500.
- Must have at least \$17,200,00.00 in payroll by the end of the second year following the end of construction.

Staff Analysis & Recommendation* Staff recommends approval of the proposed resolution consenting to the incentives offered to ViaSat by the City of College Station. This community is positioned for growth in the BioCorridor, and this project will serve to continue job growth and economic development on Bryan's west side.
This project will allow a business that has thrived and outgrown its current location in Bryan the opportunity to expand and invest in the community. In addition, the City of Bryan is given the opportunity to retain a business that – without this type of assistance – could relocate to other metro areas in Texas.

Options* (In Suggested Order of Staff Preference)
1. Approve the resolution consenting to the incentives being offered by College Station.
2. Modify the resolution, which may require consideration at a future City Council meeting.
3. Deny the resolution and provide direction to City staff.

Funding Source* NA

Attachments

EDA ViaSat Revised 10-31-16.docx

72.38KB

RESOLUTION Approving CS EDA for VIASAT.docx

13.94KB

Please detail attachments and note attachments available for viewing in City Secretary's Office:

1. Resolution approving CS EDA for ViaSat
2. College Station's Chapter 380 Agreement with ViaSat

Dept. Head Signature

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**Deputy City Manager
Signature**

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City Manager Signature

A grey rectangular box containing a handwritten signature in cursive that reads "Hugh R. Walker".

City Attorney Signature

A grey rectangular box containing a handwritten signature in cursive that reads "Thomas A. Lopez".