

CITY OF SEGUIN

RESOLUTION NO. \_\_\_\_\_

STATE OF TEXAS

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEGUIN, TEXAS, APPROVING THE TERMS AND CONDITIONS OF A MUTUAL SETTLEMENT AND RESCISSION OF THE TAX ABATEMENT AGREEMENT WITH CEREALTO SEGUIN, LLC; AND DECLARING AN EFFECTIVE DATE.**

**WHEREAS**, on October 15, 2015, Seguin and Cerealto Seguin, LLC (“Siro”) executed a tax abatement agreement related to a 250,000 square foot food manufacturing site located on 50 acres near I-10 and 8<sup>th</sup> Street; and

**WHEREAS**, to date Siro has not been able to achieve the minimum production volume that would be necessary to fund the facility; and

**WHEREAS**, Siro has determined that it will not be able to build the facility and reach the promised employment goals any time in the near future; and

**WHEREAS**, Siro has entered into a settlement agreement with the SEDC related to other incentives, including the return of land granted to them; and

**WHEREAS**, the SEDC Board of Directors approved the SEDC Settlement Agreement in March as did the City Council; and

**WHEREAS**, approval of the attached Agreement will complete the settlement process with Siro.

**BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEGUIN, TEXAS:**

**PART 1:** The terms and conditions of the attached Mutual Settlement and Rescission of Tax Abatement Agreement with Cerealto Seguin, LLC is hereby approved.

**PART 2:** The City Manager, Douglas Faseler, is authorized to execute the Agreement on behalf of the City.

**PART 3:** This Resolution shall be in full force and effect immediately from and after its passage.

**PASSED AND ADOPTED** on the 3<sup>rd</sup> day of April 2018.

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**DON KEIL**  
**MAYOR**

**ATTEST:**

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**Naomi Manski**  
**City Secretary**