



**ECONOMIC
DEVELOPMENT
CORPORATION**

MEMORANDUM

To: Mayor Donna Dodgen
Seguin City Council

CC: Steve Parker, City Manager
Andy Quittner, City Attorney

From: Joshua Schneuker, SEDC Executive Director/Director of Economic Development

Date: January 11, 2021

Subject: EDA Grant Budget Amendment

Background Information

On June 4, 2020, the SEDC Board of Directors approved Resolutions 2020-09, authorizing approval for a Memorandum of Understanding (MOU) with the City of Seguin, that details responsibilities of both parties as it relates to support for the City's request for federal assistance from the Economic Development Administration, for EDA's Coronavirus Aid, Relief, and Economic Security Act (cares act) Recovery Assistance Program. The MOU between the SEDC and the City of Seguin was authorized by City Council and executed on June 17, 2020.

With the assistance of SEDC Staff, the City of Seguin's Grant Coordinator, Kathy Wood, and third-party consultant, Langford Community Management Services, the City of Seguin submitted an EDA Grant application for consideration on July 6, 2020. The EDA Grant application was submitted for assistance in providing financing for the proposed 8th Street extension and truck turnaround. The proposed extension of 8th Street, highlighted below as *Exhibit 1*, would be approximately 750 linear feet and 43 feet wide. The proposed truck turnaround would be constructed at the south end of 8th street. The concrete cul-de-sac would be positioned to the east of 8th street so as to be built on the SEDC property. In addition to providing a turnaround for trucks, the cul-de-sac will also provide an entrance to the SEDC property. The estimated cost of the extension of 8th Street from TRC Engineers is approximately \$1,090,835. If awarded, the EDA Grant could potentially cover approximately 80% of the project cost for this street extension. The SEDC and the City of Seguin agreed to partner to cover the remaining 20% of the project funding. Per the MOU, the SEDC agreed to provide a matching funds contribution for project costs not to exceed \$107,951.

The City of Seguin has been informed by the EDA that grant application has received a favorable review and is anticipated to be finalized for funding in early 2021. In addition, the City now anticipates that the EDA Grant will fund \$860,000 in project costs. The proposed amendment to the SEDC Fiscal Year 2021

Budget would transfer \$107,951 from SEDC Reserves to the SEDC's Incentive and Infrastructure Fund and would cover the SEDC's portion of the matching funds contribution.

On January 7, 2021, the SEDC Board of Directors approved Resolution No. 2021-03, authorizing the amendment of the Fiscal Year 2021 Budget for the purposed of allocating the matching funds contribution for the EDA Grant.

Staff and Board Recommendation

Staff and the SEDC Board of Directors recommend approval of the Resolution by the Seguin City Council, amending the Fiscal Year 2021 SEDC Budget.

Exhibit 1 – Site Plan Proposed 8th Street Road Extension Project



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