Agenda Item Details

Meeting May 02, 2023 - Bryan City Council Second Regular Meeting

Category 6. Statutory (Automatic Approval) Agenda - This agenda consists of items previously approved

by Council action such as adoption of items that are part of an approved budget or capital improvement projects, first and only readings of ordinances, interlocal agreements, or action that is required by law or delegated to the City Manager. Items may be removed from the

statutory agenda for separate consideration at the request of two Councilmembers.

Subject D. Authorize the Mayor to enter into an Interlocal Agreement with the City of Bryan Brazos

County Economic Development Foundation to build an access road for Wildfire Energy, L.L.C., in

exchange for a one-acre well site and forty-foot wide access

Type Action (Statutory)

Preferred Date May 02, 2023

Absolute Date May 02, 2023

Fiscal Impact Yes

Dollar Amount 70,000.00

Budgeted No

Budget Source General Fund

Goals Economic Development

Summary:

The City of Bryan Brazos County Economic Development Foundation (BBCEDF) is in the process of selling an approximately 211 acre tract to CertainTeed, a subsidiary of Saint Gobain. This project is expected to generate a minimum \$748,800 in City ad valorem taxes (minimum \$120,000,000 ad valorem value) and 120 jobs when fully operational. As a part of the due diligence, Wildfire Energy, LLC needs to relocate its access road to an existing operational well site on Axis Pipe and Tube, Inc. ("Axis") property. The route will follow an existing Atmos Energy road, connect to an existing City water line access road, and then to the well site. Axis has agreed to provide the easements as a part of a separate agreement between Axis and the City. Atmos is agreeing to allow the use of the Road. The BTU Board authorized an easement over the property that includes the road.

The City is agreeing to allow the use of its existing water well access road across the Axis Property, and is further agreeing to build the connections from the well site to the City's existing road and from that road to the Atmos Energy road. In exchange the City is getting fee simple to approximately 1.2 acres, including 1 acre for a well site and a 40-foot wide parcel providing access to the water well site and the Wildfire well site.

Staff Analysis and Recommendation:

The Interlocal Agreement before City Council is mission critical to complete the sell of the property by BBCEDF to CertainTeed. Staff recommends approval.

Options:

1. Authorize the Mayor to enter into an Interlocal agreement with the BBCEDF to build an access road for Wildfire Energy LLC in exchange for a 1 acre well site and 40 foot wide access.

2. Do not Authorize the Mayor to enter into an Interlocal agreement with the BBCEDF to build an access road for Wildfire Energy LLC in exchange for a 1 acre well site and 40 foot wide access.

Attachments:

Interlocal Agreement with the BBCEDF

ILA BBCEDF AND CITY LAND FOR ROAD AGREEMENT.pdf (129 KB)