

**THIS IS A DRAFT AND WILL BE REPLACED BY THE FINAL, SIGNED  
ORDINANCE OR RESOLUTION ADOPTED BY CITY COUNCIL.**

**ORDINANCE**

**AUTHORIZING AND APPROVING THE TERMS AND CONDITIONS OF  
A TAX ABATEMENT AGREEMENT WITH MATTHEWS  
INTERNATIONAL CORPORATION AND AGARITA PROFIT STREET  
LLC TO EXEMPT SEVENTY-FIVE PERCENT (75%) OF AD VALOREM  
TAXES FOR A PERIOD OF TEN (10) YEARS ON REAL AND PERSONAL  
PROPERTY IMPROVEMENTS WITHIN AN EXISTING TEXAS  
ENTERPRISE ZONE.**

\* \* \* \* \*

**WHEREAS**, Matthews International Corporation (Matthews) is a publicly traded multinational company headquartered in Pittsburg, Pennsylvania, employing 11,000 people worldwide and is composed of three main business segments focused on marketing, memorialization, and industrial technologies; and

**WHEREAS**, Matthews will lease property from Agarita Profit Street LLC (Agarita) and develop a new advanced manufacturing facility at 4338 Profit Drive in City Council District 2 focused on the design, assembly and installation of custom equipment for high-tech customers in a range of industries, including automotive and energy storage; and

**WHEREAS**, Matthews will 1) cause \$1,750,000 in real property investment by Agarita, and invest \$7,250,000 in personal property for a total of \$9,000,000 in capital improvements, 2) create fifty (50) full-time jobs paying an average annual salary of at least \$50,000, and 3) comply with all of the additional requirements included in the tax abatement guidelines, which include wage levels and health benefits; and

**WHEREAS**, the City Council finds that offering Matthews and Agarita a Tax Abatement Agreement for its real and personal property improvements is a reasonable incentive to help induce Matthews and Agarita to make significant real and personal property improvements and create full-time jobs in San Antonio; and

**WHEREAS**, the City Council further finds that it is in the best interest of the City to approve a Tax Abatement Agreement with Matthews and Agarita to induce the desired and beneficial economic development in the Texas Enterprise Zone; **NOW THEREFORE:**

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:**

**SECTION 1.** The terms and conditions of a Tax Abatement Agreement with Matthews International Corporation and Agarita Profit Street LLC granting a seventy-five percent (75%), ten

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(10) year abatement of ad valorem real and personal property taxes within an existing Texas Enterprise Zone are hereby approved.

**SECTION 2.** The City Manager or designee is authorized to execute the Tax Abatement Agreement as approved in Section 1, a copy of which, in substantially final form, is attached as **Exhibit A.**

**SECTION 3.** This Ordinance shall be effective on and after the tenth day after passage hereof.

**PASSED AND APPROVED** this \_\_\_\_\_, day of \_\_\_\_\_, 2021.

**M A Y O R**  
Ron Nirenberg

**ATTEST:**

**APPROVED AS TO FORM:**

\_\_\_\_\_  
Tina J. Flores, City Clerk

\_\_\_\_\_  
Andrew Segovia, City Attorney

## **EXHIBIT A**

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