

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

AN ORDINANCE

AUTHORIZING A TAX ABATEMENT AGREEMENT WITH ERNST & YOUNG U.S. LLP. TO EXEMPT 100% OF AD VALOREM TAXES FOR A PERIOD OF TEN (10) YEARS ON REAL AND PERSONAL PROPERTY IMPROVEMENTS OF APPROXIMATELY \$10.3 MILLION AND THE CREATION OF 600 FULL-TIME JOBS TO BE LOCATED AT 12707 SILICON DRIVE, CITY COUNCIL DISTRICT 8.

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WHEREAS, Ernst & Young U.S. LLP is owned by approximately 3,200 US partners and principals and is a member of Ernst & Young Global Ltd., an organization founded in 1894 and based in New York City, with additional offices in the United States, Middle East, Australia, Europe, and Asia; and

WHEREAS, the company provides assurance, tax, auditing, advisory, enterprise risk management, entrepreneurial, and technology and security risk services to public and private companies in the automotive, energy, chemicals, financial, health, real estate, retail, consumer, and entertainment industries; and

WHEREAS, the company sought a location to expand its financial and technology support services and selected San Antonio where it will make a capital investment of \$10.3 million in real and personal property at Farinon Business Park, 12707 Silicon Drive, and create 600 new full-time jobs over five years; and

WHEREAS, the City Council finds that the proposed project supports the City's Strategic Plan for Enhanced Economic Development by encouraging the attraction of new business to the targeted southern sector and promotes the growth of a targeted industry; and

WHEREAS, the City Council also finds that authorizing and approving the proposed tax abatement agreement is a reasonable incentive to induce Ernst & Young to locate in the area; and

WHEREAS, the City Council also finds that it is in the best interest of the City to approve the tax phase-in agreement to induce the desired and beneficial economic development in the area;
NOW THEREFORE:

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

SECTION 1. The City Council approves the terms and conditions of a Tax Abatement Agreement with Ernst & Young U.S. LLP, granting a one-hundred percent (100%), ten (10) year

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Item No. _____

abatement of ad valorem real and personal property taxes. A copy of the Agreement, in substantially final form, is attached hereto and incorporated herein as **Exhibit "A"**.

SECTION 2. The City Manager or a designated representative is authorized to execute the Tax Abatement Agreement as approved in Section 1 of this Ordinance.

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

PASSED AND APPROVED this __th day of October, 2017.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Andrew Segovia, City Attorney