

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

AN ORDINANCE

AUTHORIZING AND APPROVING THE TERMS AND CONDITIONS OF A TAX ABATEMENT AGREEMENT WITH INDO-US MIM TEC PVT LTD (INDO-MIM) TO EXEMPT ONE HUNDRED PERCENT (100%) OF AD VALOREM PERSONAL PROPERTY TAXES FOR A PERIOD OF TEN (10) YEARS ON PERSONAL PROPERTY IMPROVEMENTS WITHIN THE INDO REINVESTMENT ZONE.

* * * * *

WHEREAS, INDO-US MIM TEC PVT LTD (hereinafter referred to as “INDO-MIM”), a leading global supplier of precision engineered products using metal injection molding as the core manufacturing technology, has chosen to establish its U.S. corporate headquarters and manufacturing facility in San Antonio at 711 Davy Crockett Street, San Antonio, TX 78226 which is located within the boundaries of the Port Authority of San Antonio (the “Project Site”); and

WHEREAS, in establishing its corporate headquarters and manufacturing facility, INDO-MIM is anticipated to invest approximately \$24 million in personal property improvements and create 330 full-time jobs at the Project Site; and

WHEREAS, in accordance with the City of San Antonio Tax Phase-In Guidelines (the “Guidelines”) property located within a Tax Abatement Reinvestment Zone with a \$24 million investment is eligible for an 100% abatement of ad valorem personal property taxes for a term of up to ten (10) years; and

WHEREAS, the City Council finds that offering INDO-MIM a Tax Abatement Agreement for its personal property investment is a reasonable incentive to help induce INDO-MIM to invest in the facility and create 330 full-time jobs in San Antonio; and

WHEREAS, the City Council also finds that it is in the best interest of the City to approve a Tax Abatement Agreement with INDO-MIM to induce the desired and beneficial economic development in the INDO Reinvestment 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 INDO-MIM granting a one hundred-percent (100%), ten (10) year abatement of ad valorem personal property taxes within the INDO Reinvestment Zone are hereby approved. A copy of the Agreement, in substantially final form, is attached hereto and incorporated herein as Exhibit “A”.

RR
11/12/15
Item No. ____ B

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

SECTION 3. This Ordinance shall become effective immediately upon its passage by eight (8) votes or more and upon ten (10) days following its passage if approved by fewer than eight (8) votes.

PASSED AND APPROVED this ____ day of November, 2015.

M A Y O R
Ivy R. Taylor

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek
City Clerk

Martha G. Sepeda
Acting City Attorney