

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 NEC NETWORKS, LLC. D/B/A CAPTURERX, INC. TO EXEMPT ONE HUNDRED-PERCENT (100%) OF AD VALOREM TAXES FOR A PERIOD OF SIX (6) YEARS ON REAL AND PERSONAL PROPERTY IMPROVEMENTS WITHIN THE CAPTURERX REINVESTMENT ZONE.

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WHEREAS, NEC Networks, LLC. d/b/a CaptureRX, Inc. (hereinafter referred to as "CaptureRX") has determined that it will relocate its corporate headquarters to downtown San Antonio at 420 Broadway Street and will invest approximately \$10.5 million in real and personal property improvements, retain 114 full-time jobs and create an additional 240 full-time jobs within six (6) years; 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 \$10.5 million investment is eligible for a 100% abatement of ad valorem taxes for a term of up to six (6) years; and

WHEREAS, the City Council finds that offering CaptureRX a Tax Abatement Agreement for its real and personal property improvements is a reasonable incentive to help induce CaptureRX to invest in the facility and retain and create a cumulative 354 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 CaptureRX to induce the desired and beneficial economic development in the CaptureRX Reinvestment Zone; **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 NEC Networks, LLC. d/b/a CaptureRX, Inc. granting a one hundred-percent (100%), six (6) year abatement of ad valorem real and personal property taxes within the CaptureRX Reinvestment Zone. 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.

RR

___/___/___
Item No. _____

PASSED AND APPROVED this _____ day of September, 2017.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

City Attorney

Exhibit “A”

DRAFT