KRH 02/11/21 Item No. 13

RESOLUTION 2021-02-11-0006R

AUTHORIZING THE CITY OF SAN ANTONIO TO NOMINATE KCI USA, INC. THE OFFICE OF THE GOVERNOR **ECONOMIC** TO DEVELOPMENT AND TOURISM ("OOGEDT") THROUGH THE ECONOMIC DEVELOPMENT BANK ("BANK") FOR DESIGNATION AS **OUALIFIED** BUSINESS AND **AN ENTERPRISE** PROJECT A ("PROJECT") UNDER THE TEXAS ENTERPRISE ZONE PROGRAM **UNDER THE TEXAS ENTERPRISE ZONE ACT, CHAPTER 2303, TEXAS GOVERNMENT CODE ("ACT").**

WHEREAS, the City of San Antonio (the "City") has previously passed Ordinance No. 2008-02-14-0105 on February 14, 2008 electing to participate in the Texas Enterprise Zone Program and amended such ordinance on April 9, 2015, to update the incentives offered by the City; and

WHEREAS, the local incentives offered under this resolution are the same on this date as were outlined in Ordinance No. 2015-04-09-0299; and

WHEREAS, the Office of the Governor Economic Development and Tourism (OOGEDT) through the Economic Development Bank (the "Bank") will consider KCI USA, Inc. as an enterprise project pursuant to a nomination and an application made by the City; and

WHEREAS, the City desires to pursue the creation of the proper economic and social environment in order to induce the investment of private resources in productive business enterprises located in the City and to provide employment to residents of enterprise zones and to other economically disadvantaged individuals or veterans; and

WHEREAS, pursuant to Chapter 2303, Subchapter F of the Texas Enterprise Zone Act, Texas Government Code (the "Act"), KCI USA, Inc. has applied to the City for designation as an enterprise project; and

WHEREAS, the City finds that KCI USA, Inc. meets the criteria for designation as an enterprise project under Chapter 2303, Subchapter F of the Act on the following grounds:

- 1. KCI USA, Inc. is a "qualified business" under Section 2303.402 of the Act since it will be engaged in the active conduct of a trade or business at a qualified business site located outside of an enterprise zone and at least thirty-five percent (35.0%) of the businesses' new employees will be residents of an enterprise zone or economically disadvantaged individuals or veterans; and
- 2. There has been and will continue to be a high level of cooperation between public, private, and neighborhood entities within the area; and
- 3. The designation of KCI USA, Inc. as an enterprise project will contribute significantly to the achievement of the plans of the City for development and revitalization of the area.

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WHEREAS, the City finds that KCI USA, Inc. meets the criteria for tax relief and other incentives adopted by the City and nominates KCI USA, Inc. for enterprise project status on the grounds that it will be located at the qualified business site, will create a higher level of employment, economic activity and stability; and

WHEREAS, the City finds that it is in the best interest of the City to nominate KCI USA, Inc. as an enterprise project pursuant to the Act; NOW, THEREFORE:

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO that the findings of the City and its actions approving this Resolution taken at the council meeting are hereby approved and adopted.

BE IT FURTHER RESOLVED that KCI USA, Inc. is a "qualified business", as defined in Section 2303.402 of the Act, and meets the criteria for designation as an enterprise project, as set forth in Section 2303, Subchapter F of the Act.

BE IT FURTHER RESOLVED that the enterprise project shall take effect on the date of the designation of the enterprise project by OOGEDT and terminate five years from the date of designation.

PASSED and APPROVED this 11th day of February, 2021.

R M A Y 0 Ron Nirenberg

ATTEST:

Tina J. Flores, City Cler

APPROVED AS TO FORM:

Andrew Segovia, City Attorney



City of San Antonio

City Council

February 11, 2021

Item: 13 File Number: 21-1605 Enactment Number: 2021-02-11-0006R

Resolution nominating KCI USA, Inc. as a Texas Enterprise Project. [Carlos Contreras, Assistant City Manager; Alejandra Lopez, Director, Economic Development]

Councilmember Ana E. Sandoval made a motion to approve. Councilmember Adriana Rocha Garcia seconded the motion. The motion passed by the following vote:

Aye: 11 Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia, Gonzales, Cabello Havrda, Sandoval, Pelaez, Courage and Perry