ITEM NO. 090
12/15/2011

ORDINANCE NO. _____

AN ORDINANCE AUTHORIZING THE CREATION OF AN ECONOMIC DEVELOPMENT PROGRAM AND THE NEGOTIATION AND EXECUTION OF AN ECONOMIC DEVELOPMENT AGREEMENT WITH US FARATHANE.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

PART 1. The Council finds that:

(A) Chapter 380 of the Texas Local Government Code authorizes the City to establish local economic development programs;

(B) US Farathane has requested that the city council consider establishing and administering an economic development program in the City of Austin as allowed under Texas Local Government Code, Chapter 380, in exchange for expanding its business unit within the City's Desired Development Zone, making $2.4 million in leasehold improvements, invest 24.5 million in business personal property and creating at least 228 jobs within the City;

(C) The City has reviewed and evaluated an economic incentive proposal in accordance with Ordinance No. 20091001-011 relating to the review of economic incentive proposals;

(D) US Farathane qualifies for the proposed incentives under the standards set forth in Firm Based Incentive Matrix, which city council approved by Resolution No. 041028-3;

(E) An economic development program with US Farathane is justified because it will promote local economic development and stimulate business and commercial activity in the municipality.

PART 2. An economic development program for US Farathane is created under Chapter 380 of the Local Government Code. The economic development program provides for a grant equal to 40% of the new incremental real and personal property city taxes generated by the project for the tax years 2012-2021, subject to the terms of an economic development agreement to be negotiated and executed with the City of Austin.

PART 3. The city manager is authorized to negotiate and execute an economic development agreement with US Farathane, consistent with the terms and conditions of the economic development program established in Part 2 of this ordinance.

PART 4. This ordinance takes effect on _____, 2011.

PASSED AND APPROVED

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§
_____, 2011 § _____
Lee Leffingwell
Mayor

APPROVED: _____
Karen M. Kennard
City Attorney

ATTEST: _____
Shirley A. Gentry
City Clerk