

RESOLUTION NO. 2013- 02- ____ (R)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, NOMINATING RAYTHEON COMPANY TO THE OFFICE OF THE GOVERNOR ECONOMIC DEVELOPMENT AND TOURISM (OOGEDT) THROUGH THE ECONOMIC DEVELOPMENT BANK FOR DESIGNATION AS A QUALIFIED BUSINESS AND ENTERPRISE PROJECT UNDER THE TEXAS ENTERPRISE ZONE PROGRAM UNDER THE TEXAS ENTERPRISE ZONE ACT, CHAPTER 2303, TEXAS GOVERNMENT CODE

WHEREAS, the City of MCKINNEY, Texas (“City”) on May 18, 2010, passed Ordinance No. 2010-05-014 electing to participate in the Texas Enterprise Zone Program, and the local incentives offered under this resolution are the same on this date as were outlined in Ordinance No. 2010-05-014;

WHEREAS, the Office of the Governor Economic Development and Tourism (EDC) through the Economic Development Bank (Bank) will consider RAYTHEON COMPANY as an enterprise project pursuant to a nomination and an application made by the City;

WHEREAS, the City Council of the City desires to create the proper economic and social environment to induce the investment of private resources in productive business enterprises located in severely distressed areas of the City and to provide employment to residents of such areas; and

WHEREAS, pursuant to Chapter 2303, Subchapter F of the Act, RAYTHEON COMPANY has applied to the City for designation as a Texas Enterprise Project; and

WHEREAS, The City finds that RAYTHEON COMPANY meets the criteria for designation as an enterprise project under Chapter 2303, Subchapter F of the Act on the following grounds:

- (a) RAYTHEON COMPANY 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 within the governing body’s jurisdiction, located outside of an enterprise zone and at least thirty-five percent (35%) of the business’ new employees will be residents of an enterprise zone or economically disadvantaged individuals; and
- (b) There has been and will continue to be a high level of cooperation between public, private, and neighborhood entities in the area; and
- (c) The designation of RAYTHEON COMPANY as a Texas Enterprise Project will contribute significantly to the achievement of the plans of the City for development and revitalization of the area.

WHEREAS, the City finds that RAYTHEON COMPANY meets the criteria for tax relief and other incentives adopted by the City on the grounds that it will be located at the qualified business site, will create a higher level of employment, economic activity and stability.

WHEREAS, the City finds that it is in the best interest of the City to nominate RAYTHEON COMPANY as an enterprise project pursuant to the Act;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS THAT:

- Section 1. The City nominates RAYTHEON COMPANY for Enterprise Project status.
- Section 2. The local incentives identified and summarized briefly in the attached Exhibit A, at the election of the governing body, are or will be made available to the nominated Project or activity of the qualified business site.
- Section 3. The McKinney City Council directs and designates the City Manager or his designee as the City's liaison to communicate and negotiate with the OOGEDT through the Bank and enterprise project(s) and to oversee enterprise zone activities and communications with qualified businesses and other entities in an enterprise zone or affected by an enterprise project.
- Section 4. RAYTHEON COMPANY 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.
- Section 5. The Enterprise Project shall take effect on the date of designation of the enterprise project by OOGEDT and terminate five (5) years from the date of designation.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS ON THE 19th DAY OF FEBRUARY, 2013.

CITY OF MCKINNEY, TEXAS

BRIAN LOUGHMILLER
Mayor

ATTEST:

SANDY HART, TRMC, MMC
City Secretary
BLANCA I. GARCIA
Assistant City Secretary

APPROVED AS TO FORM:

MARK S. HOUSER
City Attorney

Exhibit A

Name of Incentive		Description of Incentive	Availability
1	Tax Abatement	Property tax reduction.	Citywide
2	Freeport Exemption	Exempts goods-in-transit from ad valorem taxes	Citywide
3	Zoning Changes/Variances	The City Planning and Community Development Department may make zoning changes to expedite the development process	Citywide
4	Building Code Exemptions	City may provide certain building code exemptions to expedite the development process.	Citywide
5	Impact/ Inspection Fee Exemptions	The City or the McKinney EDC may exempt impact/ inspection fees.	Citywide
6	Infrastructure Improvements	The City may provide infrastructure improvements for industries.	Citywide
7	Streamlined Permitting	City may allow permit applications and supporting materials to be tendered to one department for distribution to the appropriate City departments.	Citywide
8	Improved Fire and Police Protection	Safety and protection of City residents including a McTown Klownz Kids Program.	Citywide
9	Community Crime Prevention Programs	McKinney ISD Crime Stoppers and Police Crime Awareness and Education Unit.	Citywide
10	Capital Improvements In Water and Sewer Facilities	The City can provide resources for a capital improvement plan related to water and sewer service.	Citywide
11	Road Repair	The City's Street Department is responsible for maintaining and repairing City Streets.	Citywide
12	Promotion and Marketing Service	McKinney Economic Development Corporation and the McKinney Chamber of Commerce.	Citywide
13	Job Training and Employment Services	Offered in conjunction with local community colleges, technical schools and the McKinney Workforce Development Center.	Citywide
14	Retraining Program	Offered in conjunction with local colleges, technical schools and McKinney Workforce Dev. Center.	Citywide

Exhibit A (cont.)

Name of Incentive		Description of Incentive	Availability
15	Literacy and Employment Skills Services	Offered in conjunction with local community colleges, technical schools and the McKinney Workforce Development Center.	Citywide
16	Creation or Improvement of Parks	Maintain healthy lifestyle for City residents.	Citywide
17	Vocational Education	Offered in conjunction with local community colleges, technical schools and the McKinney Workforce Development Center.	Citywide
18	Customized Job Training	Offered in conjunction with local community colleges, technical schools and the McKinney Workforce Development Center.	Citywide
19	One-Stop Permitting, Problem Resolution Center	The City may offer one-stop permitting.	Citywide
20	4A/4B Sales Tax	Sales Tax for Crime Control and Prevention District, Parks and Recreation Development District and Economic Development	On Case By Case Basis
21	Tax Increment Financing	TIF District	Designated Districts in City