

FACT SHEET
SEPTEMBER 2014
MCDANIEL’S CONSTRUCTION CORP., INC.

I. STATEMENT OF PURPOSE – Enterprise Zone

The Department of Development recommends an Enterprise Zone Tax Abatement of seventy-five percent (75%) for a period of ten (10) years on real property improvements to construct a new corporate headquarters and create new employment in the City of Columbus.

II. PROJECT HISTORY

Incorporated in 1987, McDaniel's Construction Corp., Inc. (McDaniel’s Construction) is a contractor that undertakes construction projects of all types and sizes. McDaniel’s Construction main lines of business include: General Contractors, M.W.B.E.-General Contractors, M.W.B.E.-Paving & Road Construction, Pavement Treatments, Coatings & Sealants, and Paving Contractors. The company's customers are comprised of governmental agencies, corporations, municipalities, general contractors and the private sector. Some of McDaniel’s Construction projects include African Road, Antrim Park, Rediness Center in Chillicothe, Hoover Mud Flats, Rickenbacker Fire Station, Scioto Greenway, State House Sidewalk and South Campus Gateway. McDaniel’s Construction clients include The Ohio State University, Children’s Hospital, Ohio Air National Guard, Ohio Department of Corrections and Ohio Department of Natural Resources as well as other public and private entities.

McDaniel’s Construction is proposing to invest approximately \$1.1 million in new construction, which includes furniture and fixtures, to build a new corporate headquarters consisting of roughly 10,000 sq. ft. +/- . The company will create 2 new full-time permanent positions with an estimated annual payroll of approximately \$90,000 and retain 15 full-time employees with an estimated annual payroll of approximately \$1.48 million.

McDaniel’s Construction Corp., Inc. is requesting an Enterprise Zone Tax Abatement from the City of Columbus to assist in the development of this project.

III. PROJECT INVESTMENT

Additions/New Construction	\$1,000,000
Furniture & Fixture	\$100,000
TOTAL INVESTMENT	\$1,100,000

IV. DECISION & TIMING

The project is scheduled to begin October 2014 with a scheduled time of completion of June 30, 2015, contingent upon Columbus City Council approval of the recommended tax incentive.

V. EMPLOYMENT

The project will create 2 new full-time positions with an annual payroll of \$90,000 and retain 15 full-time jobs with an annual payroll of approximately \$1.48 million.

Position	Number of New Jobs	Hourly Rate	Annual Salary	Total Estimated Payroll for New Jobs
Administrative	1	\$19.23	\$40,000	\$40,000
Estimator/Project Manager	1	\$24.04	\$50,000	\$50,000
TOTAL	2			\$90,000

Benefits provided to employees of McDaniel's Construction Corp., Inc. include:

- Paid Holidays
- Vacation Pay
- Pension Profit Sharing Plan (Salaried)
- Paid Vacation/Personal Days (Salaried)
- 401k Retirement Plan (Salaried)
- Medical/Dental (Salaried)
- Training & Education Benefits (Salaried)
- The company's field employees are covered by Collective Bargaining Agreements that include: Health Insurance, Retirement and other benefits that are incorporated in those agreements.

The project is located at 1069 Woodland Avenue, Columbus Ohio 43219 and is accessible by public transportation (COTA). There is a COTA stop in close proximity of the project site.

VI. REQUESTED PUBLIC PARTICIPATION

The Department of Development recommends a 75%/10-year Enterprise Zone Tax Abatement to McDaniel's Construction Corp., Inc. if Columbus City Council approves the proposed tax incentive.

VII. NEW TAX IMPACT/ANNUAL AND 10-YEAR SUMMARY

Unabated Revenue	Average Annual	10-year Summary
A. Real Property Tax Revenue	\$28,011	\$280,110
B. New City Income Tax Revenue	\$2,250	\$22,500
C. Total Unabated Tax Revenue	\$30,261	\$302,610
Abatement Impact	Average Annual	10-year Summary
D. Total Proposed Tax Abatement 75%/10-yrns on Real Property	\$21,008	\$210,080
E. Total Revenue Net of Tax Abatement (i.e., C-D)	\$9,253	\$92,530
School District Impact Columbus City School District	Average Annual	10-year Summary
F. Existing School District Revenue from Real Property at site	\$9,733	\$97,330
G. New Revenue as a Result of the Proposed Project	\$4,868	\$48,680
H. Total School District Revenue	\$14,601	\$146,010

VIII. WORKFORCE DEVELOPMENT

Employers granted a tax incentive will meet with the Central Ohio Workforce Investment Corporation to develop a relationship to assure continuing employment opportunities for Columbus residents who are unemployed or underemployed.

IX. TAX BENEFIT

The recommended 75%/10-year Enterprise Zone Abatement could yield a tax savings of approximately \$210,080 for McDaniel’s Construction over the term of the abatement. The Columbus City Schools will receive an additional \$48,680 over the term of the abatement.

X. AREA IMPACT/GREEN INITIATIVES

The company will consider implementing green initiatives once designs are developed.