

**FACT SHEET**  
**Settle-Muter Electric, Ltd. & 711 Claycraft LLC**  
**April 2020**

**I. STATEMENT OF PURPOSE – ENTERPRISE ZONE & JOB CREATION**

The Department of Development recommends an Enterprise Zone Tax Abatement of sixty-five (65%) for a period of ten (10) consecutive years on real property improvements for the purpose of constructing an addition onto their existing headquarters facility, and creating new employment opportunities for the residents of the City of Columbus.

**II. PROJECT HISTORY**

Incorporated in 1995 and headquartered in Columbus, OH, Settle-Muter Electric, Ltd. (“SME”) is an electrical contractor specializing in the construction of schools/universities, hospitals/medical facilities, industrial plants, retail stores, data centers, and other facilities in diverse markets. 711 Claycraft LLC is a real estate holding company owned by Mark Muter, owner of SME, respectively.

SME and 711 Claycraft LLC are proposing to invest a total project cost of approximately \$2,250,000 which includes \$1,650,000 in real property improvements to construct an approximately 12,000 square-foot addition onto their existing headquarters facility and construct a 3,500 square-foot warehouse at 711 Claycraft Road, Columbus, Ohio 43230, parcel number 520-237575 and 675 Claycraft Road Columbus, Ohio 43230, parcel number 520-135888 (“**Project Site**”). Additionally, the company will retain 175 full-time permanent positions with an annual payroll of approximately \$9,962,749 and create 20 net new full-time permanent positions with an estimated annual payroll of approximately \$1,094,998 at the proposed **Project Site**.

SME and 711 Claycraft LLC are requesting an Enterprise Zone property tax abatement of sixty-five percent (65%) for a period of ten (10) consecutive years on real property improvements to assist in the redevelopment of this project.

**III. PROJECT INVESTMENT**

<b>INVESTMENT TYPE</b>	<b>PROPOSED VALUE</b>
Real Property Improvements	\$1,650,000
Furniture, Fixtures, and Technology	\$600,000
<b>TOTAL INVESTMENT</b>	<b>\$2,250,000</b>

**IV. DECISION & TIMING**

Real property improvements are expected to begin as soon as May, 2020 with a scheduled time of completion of November 2020, contingent upon Columbus City Council approval of the recommended tax incentive.

**V. EMPLOYMENT**

The project will create 20 net new full-time permanent office positions with an estimated annual payroll of approximately \$1,094,998.

Position Title	Number of New Jobs	Average Hourly Rate	Average Annual Salary	Total Estimated Payroll for New Positions
Office	11	\$32.00	\$66,818	\$734,998
Warehouse	3	\$19.00	\$40,000	\$120,000
Prefabrication	6	\$19.00	\$40,000	\$240,000
<b>TOTALS</b>	<b>20</b>			<b>\$1,094,998</b>

Total new payroll to Columbus will be approximately \$1,094,998, and benefits on the new employees includes the following:

- Vacation Pay
- Paid Holidays
- Annual Bonus
- Disability Pay
- Paid Vacation/Personal Days
- Medical/Dental Insurance
- Employee Uniforms
- Training & Education Benefits

The proposed project site is located at 711 Claycraft Road, Columbus, Ohio 43230, parcel number 520-237575.

#### VI. REQUESTED PUBLIC PARTICIPATION

The Department of Development recommends an Enterprise Zone Tax Abatement of sixty-five percent (65%) for a period of ten (10) years on real property improvements for the purposes of constructing a 12,000 square foot addition onto 520- an existing headquarters facility at the proposed **Project Site**.

#### VII. NEW TAX IMPACT: ANNUAL & 10-YEAR SUMMARY

Unabated Revenue	Average Annual	10-year Summary	20-year Summary
A. Real Property Tax Revenue	\$45,283	\$452,833	\$905,666
B. New City Income Tax Revenue	\$27,375	\$273,750	\$547,500
C. Total Unabated Tax Revenue (i.e., A. + B.)	\$72,658	\$726,583	\$1,453,166
Proposed Tax Abatement Impact	Average Annual	10-year Summary	20-year Summary
D. Total Proposed Tax Abatement seventy-five percent (65%)/ten (10) Consecutive Years on Real Property Improvements	\$29,434	\$294,341	\$294,341
E. Total Unabated Property Tax Revenue (i.e., C.-D.)	\$43,224	\$432,242	\$1,158,825

<b>School District Impact: Columbus City School District</b>	<b>Average Annual</b>	<b>10-year Summary</b>	<b>20-year Summary</b>
F. Existing School District Revenue from Real Property at site (pre abatement)	\$13,541	\$135,410	\$270,820
G. New Revenue as a Result of the Proposed Project (post abatement)	\$10,654	\$106,540	\$410,942
H. Total School District Revenue ( <i>i.e.</i> , F. + G.)	\$24,195	\$241,950	\$681,762

**VIII. TAX BENEFIT**

The recommended 65%/10-year Enterprise Zone property tax abatement could yield a tax savings of approximately \$294,341 for Settle-Muter Electric, Ltd. and 711 Clayraft LLC over the incentive term of ten (10) years. Columbus City Schools are estimated to receive an additional \$106,540 over the term of the abatement and approximately \$410,942 over a 20 year period, as a result of the expansion project.

The first ten years of total taxes for the Library, County, Township, Schools and City net of the abatement equals a total of approximately **\$158,490**.

100% for the next ten years is \$452,830, plus the \$158,490 from the first ten years equals **a total for 20 years of approximately \$611,320**.