



Legislation Details (With Text)

File #: 0232-2005 **Version:** 1

Type: Ordinance **Status:** Passed

File created: 1/28/2005 **In control:** Jobs and Economic Development Committee

On agenda: 2/14/2005 **Final action:** 2/16/2005

Title: To authorize the Director of Development to enter into an agreement with Buckeye Distributing, Inc. for a tax abatement of sixty percent (60%) for a period of six (6) years; in consideration of a proposed \$2,140,000 investment in real property improvements, machinery & equipment, furniture & fixtures, stand-alone computers, and new inventory, the relocation/retention of 19 (nineteen) full-time permanent jobs, which will be new to Columbus, and the creation of 11 (eleven) full-time permanent jobs; and to declare an emergency.

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result
2/16/2005	1	CITY CLERK	Attest	
2/15/2005	1	MAYOR	Signed	
2/14/2005	1	Columbus City Council	Approved	Pass
2/14/2005	1	COUNCIL PRESIDENT	Signed	
2/2/2005	1	Dev Drafter	Sent to Clerk's Office for Council	
2/1/2005	1	Dev Drafter	Sent for Approval	
2/1/2005	1	DEVELOPMENT DIRECTOR	Reviewed and Approved	
2/1/2005	1	Dev Drafter	Sent for Approval	
2/1/2005	1	CITY ATTORNEY	Reviewed and Approved	

BACKGROUND: The need exists to enter into an Enterprise Zone Agreement with Buckeye Distributing, Inc. The Ohio Enterprise Zone law O.R.C. Section 5709.62 (3) requires the City to enter into a Council-approved agreement between the City and participating companies.

Buckeye Distributing, Inc. plans to build a 24,000 square foot facility to accommodate expansion and relocation. The project will include an investment of \$2,140,000 in real property improvements, machinery & equipment, furniture & fixtures, and new inventory, the relocation/retention of 19 (nineteen) full-time permanent jobs, which will be new to Columbus, and the creation of 11 (eleven) full-time permanent jobs.

The Department of Development recommends a 60%/6 year tax abatement on real property improvements, machinery & equipment, furniture & fixtures, stand-alone computers, and new inventory. The proposal is consistent with the Columbus Tax Incentive Policy under Edge City projects.

Emergency action is requested of City Council in order to facilitate a project start.

The Hilliard District has been advised of this project.

FISCAL IMPACT: No funding is required for this legislation.

To authorize the Director of Development to enter into an agreement with Buckeye Distributing, Inc. for a tax abatement of sixty percent (60%) for a period of six (6) years; in consideration of a proposed \$2,140,000 investment in real property improvements, machinery & equipment, furniture & fixtures, stand-alone computers, and new inventory, the relocation/retention of 19 (nineteen) full-time permanent jobs, which will be new to Columbus, and the creation of 11 (eleven) full-time permanent jobs; and to declare an emergency.

WHEREAS, the Columbus City Council authorized the designation of the Enterprise Zone by legislation, Ordinance Number 779-85, dated April 22, 1985; and subsequently amended the Zone by Ordinance Nos. 2722-85 in 1986; 2080-89 in 1989; 1949-92, 2609-92 and 2249-92 in 1992; 1079-94 and 1228-94 in 1994; 2196-95 and 2817-95 in 1995; 533-99 in 1999; 1785-00 in 2000; 1464-02 in 2002; and 225-03 in 2003; and

WHEREAS, the Director of the Development Department of the State of Ohio determined that the Columbus Enterprise Zone as amended by the aforementioned Ordinances continued to contain the characteristics set forth in Section 5709.61(A) of the Ohio Revised and recertified said Zone in 1986, December 20, 1989, September 28, 1992, October 22, 1992, December 17, 1992, May 31, 1994, June 24, 1994, June 16, 1995, October 5, 1995, December 19, 1995, April 1, 1999, September 25, 2000, January 27, 2003 and most recently on August 19, 2003 as an "urban jobs and enterprise zone" under Chapter 5709 of the Ohio Revised Code; and

WHEREAS, Buckeye Distributing, Inc. plans to build a 24,000 square foot facility to accommodate expansion and relocation; and

WHEREAS, Buckeye Distributing, Inc. agrees to invest approximately \$2,140,000 in real property improvements, machinery & equipment, furniture & fixtures, stand-alone computers, and new inventory within the City; and

WHEREAS, Buckeye Distributing, Inc. agrees to relocate and retain 19 (nineteen) full-time permanent jobs, which will be new to Columbus, and create 11 (eleven) new full time permanent jobs; and

WHEREAS, an emergency exists in the usual daily operation of the Department of Development in that it is immediately necessary to enter into contract with Buckeye Distributing, Inc. to facilitate a project start for the preservation of public health, peace, property, safety, and welfare; **NOW, THEREFORE**,

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

Section 1. That the Director of Development is hereby authorized to enter into an Enterprise Zone Agreement with Buckeye Distributing, Inc. and to provide therewith an exemption of sixty percent (60%) on real property improvements, machinery & equipment, furniture & fixtures, stand-alone computers, and new inventory for a term of six (6) taxable years in association with the project's proposed \$2,140,000 investment, job retention and creation.

Section 2. That for reasons stated in the preamble hereto, which is hereby made a part hereof the ordinance is hereby declared to be an emergency measure and shall take effect and be in force from and after its passage and approval by the Mayor or ten days after the passage if the Mayor neither approves nor vetoes the same.