RESOLUTION NO. 3731

A RESOLUTION APPROVING THE TERMS AND CONDITIONS OF AN AGREEMENT BY AND BETWEEN THE CITY OF CARROLLTON, TEXAS AND PROLOGIS, L.P. ESTABLISHING A PROGRAM OF GRANTS IN AMOUNTS EQUAL TO A PERCENTAGE OF REAL PROPERTY TAXES PAID ON CERTAIN DESCRIBED PROPERTY FOR A MAXIMUM PERIOD OF TEN YEARS, A PERCENTAGE OF DEMOLITION AND REMEDIATION COSTS NOT TO EXCEED $750,000, AND A PERCENTAGE OF CITY PERMITTING FEES NOT TO EXCEED $300,000 TO PROMOTE LOCAL ECONOMIC DEVELOPMENT AND STIMULATE BUSINESS AND COMMERCIAL ACTIVITY WITHIN THE CITY; AUTHORIZING ITS EXECUTION BY THE CITY MANAGER; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Carrollton, Texas ("City") has received a request for grant incentives from Prologis, L.P. ("Prologis"), for the development and management of at least one or more logistics and distribution facilities, located on a fifty-four (54) acre property at 1310 Electronics Dr. in the Valwood Industrial Park ("Property") in order to promote local economic development and stimulate business and commercial activity within the City of Carrollton, Texas, and;

WHEREAS, Prologis has requested grants in amounts equal to a percentage of real property taxes paid on certain premises, for a maximum period of ten years, of one hundred percent (100%) of the taxable value for years one (1) through five (5) and fifty percent (50%) of the taxable value for years six (6) through ten (10); and

WHEREAS, Prologis has requested grants in amounts equal to fifty percent (50%) for the remediation and demolition costs necessary to remove the existing structures on the Property, with the City’s share being an amount not to exceed Seven Hundred Fifty Thousand Dollars ($750,000); and

WHEREAS, Prologis has requested grants in amounts equal to one hundred percent (100%) of all permitting fees charged by the City for the construction costs of the improvements, with the City’s share being an amount not to exceed Three Hundred Thousand Dollars ($300,000); and

WHEREAS, Prologis has requested to defer the payment of mitigation fee(s), as set forth in Section 31.01(G)(9) and Section 155.08(E)(3) of the City of Carrollton Code of Ordinances, as may be amended, if any, due and payable by Prologis to the City for tree removal on the Property until the final reimbursement by the City to Prologis of permitting fees charged by the City for the construction costs of the improvements or until January 1, 2021, whichever date is earlier; and

WHEREAS, the City is authorized by Texas Local Government Code § 380.001, et seq. to provide economic development grants to promote local economic development and to stimulate business and commercial activity in the City; and

WHEREAS, upon full review and consideration of the Agreement, and all matters attendant and related thereto, the City Council is of the opinion that the terms and conditions thereof should be approved, and that the City Manager shall be authorized to execute it on behalf of the City of Carrollton;
NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF CARROLLTON, TEXAS:

Section 1

The above and foregoing premises are true and correct and are incorporated herein and made a part hereof for all purposes.

Section 2

The requested grant incentives, having been reviewed by the City Council, and found to be acceptable and in the best interests of the City of Carrollton and its citizens, are hereby in all things approved.

Section 3

That this resolution shall take effect upon passage.

PASSED AND APPROVED ON 2nd OF September 2014.

City of Carrollton, Texas

Matthew Marchant
Mayor

ATTEST:

Krystle Neff
City Secretary

Approved as to form:

Meredith Ladd
City Attorney

Approved as to content:

Thomas Latchem
Director of Economic Development