RESOLUTION NO. R-2021-57

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TYLER, TEXAS, NOMINATING TRANE U. S., INC. TO THE OFFICE OF THE **ECONOMIC DEVELOPMENT** GOVERNOR, AND TOURISM THROUGH THE **ECONOMIC DEVELOPMENT** BANK DESIGNATION AS AN ENTERPRISE PROJECT ("PROJECT") UNDER THE TEXAS ENTERPRISE ZONE PROGRAM UNDER THE TEXAS ENTERPRISE ZONE ACT. CHAPTER 2303. TEXAS GOVERNMENT CODE ("ACT").

WHEREAS, on August 25, 2010, the City of Tyler, Texas (the "City") previously passed Ordinance No. O-2010-89 electing to participate in the Texas Enterprise Zone Program, and the local incentives available under this resolution are the same on this date as were outlined in Ordinance No. O-2010-89;

WHEREAS, the City has elected to provide additional local incentives to Trane U. S. Inc. ("Trane") as were outlined in a tax abatement agreement and passed on September 8, 2021.

WHEREAS, pursuant to Chapter 2303, Subchapter F of the Texas Enterprise Zone Act, Texas Government Code (the "Act"), Trane has applied to the City for designation as an enterprise project; and

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

WHEREAS, the City desires to pursue the creation of the proper economic and social environment in order to induce the investment of private resources in productive business enterprises located in the City and to provide employment to residents of enterprise zones, to Veterans, and to economically disadvantaged individuals; and

WHEREAS, the City finds that Trane meets the criteria for designation as an enterprise project under Chapter 2303, Subchapter F of the Act on the following grounds: (1) Trane is a "qualified business" under Section 2303.402 of the Act since it is engaged in the active conduct of a trade or business at a qualified business site located in an enterprise zone and at least twenty-five percent (25.0%) of the business' new employees are residents of an enterprise zone or Veterans, or economically disadvantaged individuals; (2) There has been and will continue to be a high level of cooperation between public, private, and neighborhood entities within the area; and (3) The designation of Trane as an enterprise project will contribute significantly to the achievement of the plans of the City for development and revitalization of the area; and

WHEREAS, the City finds that Trane 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 retain a higher level of employment, economic activity and stability; and

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

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF TYLER:

SECTION 1: THAT the City finds that Trane meets the criteria for designation as an enterprise project under Chapter 2303, Subchapter F of the Act on the following grounds:

- (a) Trane is a "qualified business", as defined in 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 located in an enterprise zone in the governing body's jurisdiction and at least twenty-five percent (25%) of the business' new employees will be residents of an enterprise zone, or Veterans, 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 Trane as an enterprise project will contribute significantly to the achievement of the plans of the City for development and revitalization of the area.

SECTION 2: THAT the City nominates Trane to the State of Texas for Enterprise status.

SECTION 3: THAT the enterprise project shall take effect on the date of designation of the enterprise project by the EDT and terminate five (5) years after the date of designation.

SECTION 4: THAT this Resolution shall become effective upon passage and approval.

PASSED AND APPROVED on this 10th day of November, A.D., 2021.

TEX:

DONALD P. WARREN, MAYOR OF THE CITY OF TYLER, TEXAS

ATTEST:

APPROVED:

CASSANDRA BRAGER, CITY CLERK

BEBORAH G. PULLUM,

EITY ATTORNEY