

City of Gahanna

Legislation Details (With Text)

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Title: AN ORDINANCE AUTHORIZING THE MAYOR TO EXECUTE A COMMUNITY REINVESTMENT

AREA INCENTIVE AGREEMENT WITH BURNS AND SCALO OHIO LLC TO FACILITATE

RELOCATION OF ITS CORPORATE HEADQUARTERS TO A NEW FACILITY ON TECH CENTER

DRIVE, PART OF COMMUNITY REINVESTMENT AREA #3

Sponsors:

Indexes:

Code sections:

Attachments:

1. DEV-RPT 03-06-2024, 2. DEV-ATT Exhibit A, Burns and Scalo CRA Application, 3. DEV-ATT Burns and Scalo Site Map, 4. DEV-ATT Burns and Scalo Project Estimates, 5. Burns and Scalo slide 3.11.2024, 6. DEV-ATT Burns & Scalo CRA Agreement - Discussed in COTW 3.11.2024, 7. Burns and Scalo Project Estimates (002) - Revised 3.15.2024, 8. ORD-0020-2024 EXHIBIT A - Burns Scalo CRA Agreement - 3-13 edit PDT REV (003) as Introduced 3.18.2024, 9. Burns and Scalo Project Estimates - 50 percent for 12 years - Bowers Requested Comparison 3.25.2024, 10. Burns and Scalo Project Estimates - 80 percent abatement for 12 years - Bowers Requested Comparison 3.25.2024, 11. Abatement Letter to Gahanna - Received 3.27.2024, 12. Burns and Scalo Project Estimates - 50% for 12 years - Received 3.27.2024, 13. Burns and Scalo Project Estimates - 70% abatement for 12 years - Received 3.27.2024, 14. Burns and Scalo Project Estimates - 80% abatement for 12 years -Received 3.27.2024, 15. Copy of CRAs as of 2023 - Received 3.27.2024, 16. PROPOSED SUBSTITUTE EXHIBIT A - Clean edited copy Burns Scalo CRA Agreement - 3-28 PDT, 17. ORD-0020-2024 PROPOSED AMENDMENTS - Redline reflecting Substitute Exhibit A changes, 18. ORD-0020-2024 EXHIBIT A FINAL - CLEAN edited copy Burns Scalo CRA Agreement - 3-28 PDT AS AMENDED BY COUNCIL 4.1.2024, 19. ORD-0020-2024 EXHIBIT A FINAL - REDLINED edited copy Burns Scalo CRA Agreement - 3-28 PDT AS AMENDED BY COUNCIL 4.1.2024, 20. ORD-0020-2024 SIGNED - Authorizing CRA Incentive Agreement with Burns and Scalo for New Facility on Tech Center Drive, Part of CRA No 3

Date	Ver.	Action By	Action	Result
4/1/2024	1	City Council	Amended by Substitution	Pass
4/1/2024	1	City Council	Amended	Pass
4/1/2024	1	City Council	Adopted as Amended	Pass
3/25/2024	1	Committee of the Whole	Recommended for Adoption	
3/18/2024	1	City Council	Introduced	
3/11/2024	1	Committee of the Whole	Recommended for Introduction/First Reading	

AN ORDINANCE AUTHORIZING THE MAYOR TO EXECUTE A COMMUNITY REINVESTMENT AREA INCENTIVE AGREEMENT WITH BURNS AND SCALO OHIO LLC TO FACILITATE RELOCATION OF ITS CORPORATE HEADQUARTERS TO A NEW FACILITY ON TECH CENTER DRIVE, PART OF COMMUNITY REINVESTMENT AREA #3

File #: ORD-0020-2024, Version: 1

WHEREAS, the Department of Economic Development requests that this Council authorize the Mayor to enter into a Community Reinvestment Area (CRA) Agreement with Burns and Scalo Ohio LLC to facilitate the planned relocation of its corporate headquarters presently located in Delaware, Ohio, to a new facility contemplated for development on an 8.48-acre parcel (025-013634) on Tech Center Drive, part of Community Reinvestment Area #3; and

WHEREAS, the Burns and Scalo company plans to invest \$8.8 million in the purchase and development of the above-referenced parcel to include construction of a 34,500 sq. ft. building comprising 10,000 sq. ft. of office space; and

WHEREAS, the Burns and Scalo company would, as a result of the approval of a 12-year, 80 percent tax abatement on the improvements, and subsequent relocation, bring 34 employees to the City, consisting of an anticipated \$2.228 million in annual payroll and nearly \$56,000 in annual payroll taxes; and

WHEREAS, the Burns and Scalo company expects to grow to 52 employees within the first six years after relocation to Gahanna, generating an anticipated \$85,000 or more in annual income taxes; and

WHEREAS, the incentive is anticipated to result in a net of \$477,000 in new payroll taxes to the City over 12 years, and with the increase in land taxes and new building taxes, the City would receive about \$41,000 in revenues per year, as compared to about \$664 collected annually on only land taxes currently.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF GAHANNA, COUNTY OF FRANKLIN, STATE OF OHIO:

Section 1. That the Mayor is authorized to execute a Community Reinvestment Area Agreement with Burns and Scalo Ohio LLC, for its facility to be located on parcel 025-013634 on Tech Center Drive, Gahanna, OH 43230; said Agreement attached hereto as EXHIBIT A and made a part herein.

Section 2. That this Ordinance shall be in full force and effect after passage by this Council and 30 days after date of signature of approval by the Mayor.