



City of Hudson, Ohio

Staff Report With Text

File #: 16-54 **Version:** 1 **Name:**

Type: Ordinance **Status:** Passed

File created: 4/1/2016 **In control:** City Council

On agenda: 5/3/2016 **Final action:** 5/3/2016

Title: AN ORDINANCE ESTABLISHING AN INCENTIVE DISTRICT AND DECLARING IMPROVEMENTS TO PARCELS OF PROPERTY IN THE INCENTIVE DISTRICT TO BE A PUBLIC PURPOSE, DESCRIBING THE PUBLIC IMPROVEMENTS TO BE MADE TO BENEFIT OR SERVE THE INCENTIVE DISTRICT, ESTABLISHING A MUNICIPAL PUBLIC IMPROVEMENT TAX INCREMENT EQUIVALENT FUND FOR THE DEPOSIT OF SERVICE PAYMENTS, APPROVING THE COMPENSATION AGREEMENT WITH HUDSON CITY SCHOOL DISTRICT, AND RELATED AUTHORIZATIONS PURSUANT TO OHIO REVISED CODE SECTIONS 5709.40, 5709.42 AND 5709.43; AND DECLARING AN EMERGENCY.
Executive Summary: This Ordinance sets forth the provisions as approved by City Council at their meeting of February 2, 2016, and will enable the creation of Tax Increment Financing District.

Sponsors: David A. Basil

Indexes: Administration

Code sections:

Attachments: 1. City's Revised Agreement with Schools (approved by Bd. of Education 4-25-16), 2. Ordinance No. 16-54, 3. Ordinance No. 16-54 (as revised 5-3-2016) - comparison

Date	Ver.	Action By	Action	Result
5/3/2016	1	City Council	third reading	
5/3/2016	1	City Council	public hearing held	
5/3/2016	1	City Council	adopted on third reading	Pass
4/19/2016	1	City Council	second reading	
4/5/2016	1	City Council	first reading	

AN ORDINANCE ESTABLISHING AN INCENTIVE DISTRICT AND DECLARING IMPROVEMENTS TO PARCELS OF PROPERTY IN THE INCENTIVE DISTRICT TO BE A PUBLIC PURPOSE, DESCRIBING THE PUBLIC IMPROVEMENTS TO BE MADE TO BENEFIT OR SERVE THE INCENTIVE DISTRICT, ESTABLISHING A MUNICIPAL PUBLIC IMPROVEMENT TAX INCREMENT EQUIVALENT FUND FOR THE DEPOSIT OF SERVICE PAYMENTS, APPROVING THE COMPENSATION AGREEMENT WITH HUDSON CITY SCHOOL DISTRICT, AND RELATED AUTHORIZATIONS PURSUANT TO OHIO REVISED CODE SECTIONS 5709.40, 5709.42 AND 5709.43; AND DECLARING AN EMERGENCY.

Executive Summary: This Ordinance sets forth the provisions as approved by City Council at their meeting of February 2, 2016, and will enable the creation of Tax Increment Financing District.

Legislative History

City Council passed a motion on February 2, 2016, to accept the Board of Education's offer to enter into a Tax Increment Financing (TIF) Agreement with the City of Hudson related to the Downtown Phase II Project pursuant to the January 28, 2016, letter from the Superintendent of Schools to the City Manager, setting forth the following points: 20-year TIF on public property in the northwest corner of Morse and Owen Brown Roads;

100% TIF with a 22.25% service payment to the School District; 50/50 income tax split beyond \$1 million in payroll post construction (without reduction for infrastructure costs); Issue 3 Community Learning Center deducted from income tax prior to the 50/50 split; clear articulation of scope and costs associated with infrastructure investment; bus garage approval for both initial design and all proposed modifications; and annual review by administrative staff; which agreement would be subject to a written Agreement that is formally approved by this Council.

Purpose & Explanation

This Ordinance sets forth the provisions as voted on by City Council on February 2, 2016, and will enable the creation of Tax Increment Financing District.

Timing Considerations

This Ordinance would take effect immediately upon passage, and the District would have a duration of twenty years.

Fiscal Impact

Currently Budgeted

Supplemental Appropriation Required

X Appropriation Not Required.

Suggested Action

Staff recommends passage of this Ordinance.

Submitted by,

Jane Howington, City Manager