

Mayor and Council Communication

DATE: 10/15/24

M&C FILE NUMBER: M&C 24-0879

LOG NAME: 17EDTARIZ112

SUBJECT

(CD 2) Conduct Public Hearing and Adopt Ordinance Designating Tax Abatement Reinvestment Zone No. 112, City of Fort Worth, Texas, for Property Located at 4900 Blue Mound Road for Expansion of a Cold Storage Facility for Americold Realty Trust, Inc., ART Mortgage Borrower Propco 2010 - 5 LLC., or an Affiliate

(**PUBLIC HEARING** - a. Report of City Staff: Cherie Gordon; b. Public Presentations; c. Council Action: Close Public Hearing and Act on M&C)

RECOMMENDATION:

It is recommended that the City Council:

1. Conduct a public hearing concerning the designation of Tax Abatement Reinvestment Zone No. 112, City of Fort Worth, Texas, for property located at 4900 Blue Mound Road for the expansion of a cold storage facility for Americold Realty Trust, Inc., ART Mortgage Borrower Propco 2010 - 5 LLC., or an Affiliate;
 2. Find that the intended improvements, which are set forth in more detail below, are feasible and practical and would be a benefit to the land to be included in Tax Abatement Reinvestment Zone No. 112 and to the City after the expiration of any tax abatement agreements; and
 3. Adopt the attached ordinance designating Tax Abatement Reinvestment Zone No. 112, City of Fort Worth, Texas, pursuant to and in accordance with Chapter 312 of the Texas Tax Code.
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DISCUSSION:

The proposed Tax Abatement Reinvestment Zone No. 112, City of Fort Worth, Texas (TARZ 112) is for the property located at 4900 Blue Mound Rd. in Fort Worth, Texas (Property). A more detailed description of the Property is included as Exhibit A to the attached Ordinance. Americold Realty Trust, Inc., ART Mortgage Borrower Propco 2010 - 5 LLC, or an Affiliate, (Company) is expanding at their current site to develop a larger and more up-to-date cold storage facility. The proposed project is anticipated to result in at least \$123,000,000.00 in real and business personal property investment, along with the creation of at least 85 full-time jobs with a minimum salary of \$65,000.00.

Designating this area as a reinvestment zone allows the City the option to enter into a tax abatement agreement with the Company to help facilitate development within this area.

As required by Chapter 312 of the Texas Tax Code, a public hearing must be conducted regarding the creation or expansion of a Reinvestment Zone. Notice of this hearing was delivered to the governing body of each affected taxing unit and published in a newspaper of general circulation at least seven days prior to this hearing.

Pursuant to Chapter 312 of the Texas Tax Code, the area encompassing the proposed TARZ 112 meets the statutory criteria for designation as a Tax Abatement Reinvestment Zone because the area is likely, as a result of the designation, to contribute to the retention or expansion of primary employment or to attract major investment in TARZ 112 that would be a benefit to the Property and that would contribute to the economic development of the City. Further, the proposed improvements and investments are feasible and practical and would be a benefit to the land to be included in the TARZ 112 and to the City after the expiration of any tax abatement agreement.

The term of TARZ 112 will be five years from the date of adoption of the attached Ordinance and may be renewed for periods not to exceed five years each unless otherwise allowed by law.

The proposed zone is located in COUNCIL DISTRICT 2.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that approval of these recommendations will have no material effect on City funds.

Submitted for City Manager's Office by: William Johnson 5806

Originating Business Unit Head: Robert Sturns 2663

Additional Information Contact:

Cherie Gordon 6053