

City of Fort Worth, Texas

# Mayor and Council Communication

DATE: 01/23/24 M&C FILE NUMBER: M&C 24-0018

LOG NAME: 17MCMaster-CARREDPAAMENDM&C

SUBJECT

(CD 10) Amend M&C 23-0689 Authorizing an Economic Development Program Agreement with McMaster-Carr Supply Company, or an Affiliate, for the Construction and Operation of a New Regional Headquarters and Distribution Center, to Revise the Deadline for Installation of Business Personal Property from January 1, 2029 to December 31, 2029

RECOMMENDATION:

It is recommended that the City Council amend Mayor and Council Communication 23-0689 authorizing an Economic Development Program Agreement with McMaster-Carr Supply Company, or an affiliate, for the construction and operation of a new regional headquarters and distribution center, to revise the deadline for installation of business personal property from January 1, 2029 to December 31, 2029.

DISCUSSION:

McMaster-Carr Supply Company (Company) is an e-commerce distribution company that supplies specialized equipment, hardware, tools, etc. to industrial and institutional customers. The company primarily focuses on delivery of equipment and maintenance services necessary to ensure uptime, especially for critical functions and operations. Following the site selection process, Company has identified a 117-acre site located at 4894-4896 Litsey Road (Project Site) that it proposes for the Project.

On August 22, 2023, City County adopted Mayor and Council Communication (M&C) 23-0689 authorizing an Economic Development Program Agreement (Agreement) with McMaster-Carr Supply Company, or an affiliate, for the construction and operation of a new regional headquarters and distribution center subject to various company commitments. Among those requirements was a deadline of January 1, 2029 for the installation of at least \$180,000,000.00 in assessed value for Business Personal Property (BPP) located at the Project Site. Company desires to have the BPP deadline extended to December 31, 2029 to allow for sufficient time between completion of real property improvements and final installation of equipment necessary to comply with this requirement.

Staff is recommending an amendment to M&C 23-0689 to allow for the Agreement to reflect this change, making the BPP deadline December 31, 2029.

This project is located in COUNCIL DISTRICT 10.

FISCAL INFORMATION / CERTIFICATION:

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

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