



City of New Bedford

IN COMMITTEE

April 12, 2018

The Honorable City Council
133 William Street
New Bedford, MA 02740

Dear Honorable Members of the City Council:

The Committee on Finance at a Meeting held on Monday, March 26, 2018, considered a COMMUNICATION, Derek Santos, Executive Director, New Bedford Economic Development Council, to Council President Morad and Members of the City Council, submitting a TIF application and Resolution approved by the Tax Increment Financing Board for a fifteen (15) year STA Agreement for Plumbers' Supply Company, Inc., Approving Certified Project Application and Special Tax Assessment Agreement with Plumbers' Supply Company, Inc., NB Business Park, Flaherty Drive, Lot 10, New Bedford, MA 02745. (Copies provided and distributed to all Councillors on 03/05/2018.) (Refd 3/8/18)

On motion by Councillor Abreu and seconded by Councillor Giesta, the Committee VOTED: To recommend to the City Council ADOPTION of the RESOLUTION, Approving Certified Project Application and Special Tax Assessment Agreement with Plumbers' Supply Company, Inc. This motion passed on a voice vote.

IN COMMITTEE ON FINANCE

A handwritten signature in black ink that reads "Joseph P. Lopes".

Councillor Joseph P. Lopes, Chairman

JPL: dmb

**Resolution Approving Certified Project Application and Special Tax Assessment
Agreement with Plumbers' Supply Company Inc.**

Whereas, Plumbers' Supply Company Inc. applied for designation as a Certified Project under the Massachusetts Economic Development Incentive Program created by Chapter 23A of Massachusetts General Laws; within an Economic Opportunity Area ("EOA") within the New Bedford Economic Target Area ("ETA") for a period of **Fifteen (15)** years ending **June 30, 2035** pursuant to the authority granted by and meeting the requirements of 402 C.M.R. 2.10(3).

Whereas, Plumbers' Supply Company Inc. meets the minimum standards and is consistent with the Economic Development Incentive Program and the local economic development goals and criteria established as part of the documents creating the Greater New Bedford Economic Target Areas shall be expected to benefit significantly from inclusion in said ETA:

Whereas, the proposed Certified Project is located at **John Vertente Blvd.**, New Bedford, MA and shown on the City of New Bedford's real property assessment database as Parcel ID **133 61** on **February 16, 2018**;

Whereas, the project, together with all other projects previously certified and located in the same expansion project EOA will not overburden the City's infrastructure and utilities servicing he EOA;

Whereas, the City of New Bedford has agreed to offer **Plumbers' Supply Company Inc.** a Tax Increment Financing Agreement for the project described in the application proposal that will have a reasonable chance of increasing employment opportunities for residents of the expansion project area, ETA. Said Agreement is hereby approved by the City Council and the STA Plan is incorporated by reference herein;

Whereas, Plumbers' Supply Company Inc. is going to invest at least **\$18 Million** in the **acquisition, construction, and other expenses associated with the project**, and will **create 7 and retain 43** permanent full time jobs over a period of **five (5)** years;

Now Therefore be it Resolved that the City Council of the City of New Bedford approves the Certified Project application of **Plumbers' Supply Company Inc.** and forward said application for certification to the Massachusetts Economic Assistance Coordinating Council for its approval and endorsement.

Further, the City Council of the City of New Bedford authorizes the Mayor to enter into a Tax Increment Financing agreement between the City of New Bedford and **Plumbers' Supply Company Inc.** Said Agreement will provide for an exemption on property taxes on the assessed valuation of improvements to the property at **95%** for year one, **95%** for year two, **95%** for year three, **90%** for year four, **80%** for year five, **70%** for year six, **60%** for year seven, **50%** for year eight, **40%** for year nine, **30%** for year ten, **20%** for year eleven, **15%** for year twelve, **5%** for year thirteen, **5%** for year fourteen, and **5%** for year fifteen, of a fifteen-year Agreement according to the requirements and regulations established which govern the implementation of such Special Tax Assessment Agreements. The Agreement will be in effect as of FY2020 through FY2035.