

**OHIO TAX CREDIT AUTHORITY MEETING  
MEETING MINUTES  
MEETING DATE: MARCH 28, 2016**

The regular meeting of the Ohio Job Creation Tax Credit Authority was called to order at 10:01 a.m. on March 28, 2016 in Columbus, Ohio by David Goodman.

Roll Call:	David Goodman, Chair	Present
	David Smith	Present
	Emmett Kelly	Absent
	Rod Crider	Present
	Brian Cooper	Present

**Staff Members Present:** John Werkman, Daniel Strasser, Eric Lindner, and Stephanie Gostomski

**Others present:** Matt Deptola, Jason Dunkle, Andrea Enders, and Kyle Dodd

**Minutes Approval:** Goodman made a motion to approve the minutes of the February 29, 2016 meeting. Cooper seconded. The vote was 4-0 yes. Voting Goodman, Cooper, Smith, and Crider.

**PROJECTS**

**StandardAero Component Services, Inc.** appeared before the Tax Credit Authority requesting a tax credit for a project in the City of Sharonville, Hamilton County. Goodman made a motion to approve a tax credit of 1.260% for 6 years for StandardAero Component Services, Inc. in exchange for a commitment to create 120 new full-time equivalent employees generating \$5,241,600 in new annual payroll and retaining \$26,137,421 in existing payroll at the project location in the City of Sharonville, Hamilton County. In addition, the company will claim the tax credit on Ohio employee payroll generated at the project location in excess of the company's baseline payroll at the project location. The tax credit would begin on 1/1/2016 and end on 12/31/2021. Cooper seconded. The vote was 4-0. All present voted yes.

**CC Kitchens LLC** appeared before the Tax Credit Authority requesting a tax credit for a project in the City of Sharonville, Hamilton County. Goodman made a motion to approve a tax credit of 1.214% for 8 years for CC Kitchens LLC in exchange for a commitment to create 355 new full-time equivalent employees generating \$9,064,213 in new annual payroll and retaining \$126,555 in existing payroll at the project location in the City of Sharonville, Hamilton County. In addition, the company will claim the tax credit on Ohio employee payroll generated at the project location in excess of the company's baseline payroll at the project location. The tax credit would begin on 1/1/2016 and end on 12/31/2023. Smith seconded. The vote was 4-0. All present voted yes.

**Pacific Manufacturing Ohio, Inc.** appeared before the Tax Credit Authority requesting a tax credit for a project in the City of Fairfield, Butler County. Goodman made a motion to approve a tax credit of 0.576% for 7 years for Pacific Manufacturing Ohio, Inc. in exchange for a commitment to create 62 new full-time equivalent employees generating \$1,984,000 in new annual payroll and retaining \$26,574,298 in existing payroll at the project location in the City of Fairfield, Butler County. In addition, the company will claim the tax credit on Ohio employee payroll generated at the project location in excess of the company's baseline payroll at the project location. The tax credit would begin on 1/1/2017 and end on 12/31/2023. Cooper seconded. The vote was 4-0. All present voted yes.

**ConAgra Foods Packaged Foods, LLC** appeared before the Tax Credit Authority requesting a tax credit for a project in the Village of Archbold, Fulton County. Goodman made a motion to approve a tax credit of 1.121% for 6 years for ConAgra Foods Packaged Foods, LLC in exchange for a commitment to create 107 new full-time equivalent employees generating \$5,421,600 in new annual payroll and retaining \$13,034,350 in existing payroll at the project location in the Village of Archbold, Fulton County. In addition, the company will claim the tax credit on Ohio employee payroll generated at the project location in excess of the company's baseline payroll at the project location. The tax credit would begin on 1/1/2018 and end on 12/31/2023. Smith seconded. The vote was 4-0. All present voted yes.

**The Worthington Steel Company** appeared before the Tax Credit Authority requesting a tax credit for a project in York Township, Fulton County. Goodman made a motion to approve a tax credit of 1.086% for 6 years for The Worthington Steel Company in exchange for a commitment to create 26 new full-time equivalent employees generating \$1,480,836 in new annual payroll and retaining \$12,956,630 in existing payroll at the project location in York Township, Fulton County. In addition, the company will claim the tax credit on Ohio employee payroll generated at the project location in excess of the company's baseline payroll at the project location. The tax credit would begin on 1/1/2017 and end on 12/31/2022. Cooper seconded. The vote was 4-0. All present voted yes.

## **OTHER BUSINESS**

### **Mane, Inc. (City of Lebanon/Warren County)**

The staff recommends that the Authority approve the following changes to the tax credit agreement:

- (1) Extend the term of the 50%/7 year JCTC by 2 years, for a total of 9 years ending 12/31/2020;
- (2) Increase the new job commitment from 30 to 448 FTEs;
- (3) Increase the new payroll commitment from \$1,600,000 to \$26,199,999;
- (4) Increase the fixed asset investment commitment from \$17,475,000 to \$51,475,000.

Mane will have a total employment level at the project location of 535 FTEs with an associated payroll of \$31,999,999. If these commitments are not met by 12/31/19, the JCTC - Extension will be cancelled. The JCTC baseline set in 2015 at 87 retained jobs will remain.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

### **Avon Bearings Corporation (City of Avon/Lorain County)**

The staff recommends that the Authority reassign the tax credit agreement from Avon Bearings Corporation (and associated FEIN) to Kaydon Corporation (and associated FEIN). The change represents only a legal structure change at the Avon plant. The Avon plant will continue to operate in the same manner with the same employees as prior to the merger.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

### **DB Servicing Corporation (City of New Albany/Franklin County)**

The staff recommends that the Authority reassign the tax credit agreement from DB Servicing Corporation (and associated FEIN) to Discover Products Inc. (and associated FEIN).

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

### **Magna Modular Systems, Inc. (City of Toledo/Lucas County)**

The staff recommends that the Authority reassign the tax credit agreement from Magna Modular Systems, Inc. (and associated FEIN) to Norplas Industries Inc. (and associated FEIN).

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

### **TSS Aviation, Inc. (City of Sharonville/Hamilton County)**

The staff recommends that the Authority change the name of the grantee from TSS Aviation, Inc. to StandardAero Component Services, Inc. due to a change in ownership. The FEIN remains unchanged.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

### **Dana Automotive Systems Group LLC (City of Maumee/Lucas County)**

The staff recommends that the Authority add the grantee, Dana Employment, Inc. (and associated FEIN) to the tax credit agreement.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

**H.C. Starck Inc. (City of Euclid/Cuyahoga County)**

The staff recommends that the Authority change the project location from 1250 E. 222 St., Euclid, OH 44117 to 21801 Tungsten Rd., Euclid, OH 44117. The company consolidated its Euclid operations into its recently expanded Tungsten Rd. facility.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Nestle R&D Center, Inc. (City of Solon/Cuyahoga County)**

The staff recommends that the Authority change the project location from 5750 Harper Rd., Solon, OH 44139 to 29300 Cannon Rd., Solon, OH 44139.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

**The Procter & Gamble Company -TI 2010 0299 & TI 2010 0300 (City of Cincinnati/Hamilton County)**

The staff recommends that the Authority change the project location from 6083 Center Hill, Cincinnati, OH 45224 to One Procter & Gamble Plaza, Cincinnati, OH 45202.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

**The James Group, LLC (City of Worthington/Franklin County)**

The staff recommends that the Authority change the project location from 110 East Wilson Bridge Road, Worthington, OH 43085-2317 to 81 Mil St., Ste. 300, Gahanna, OH 43230.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Oatey Co. (City of Cleveland/Cuyahoga County)**

The staff recommends that the Authority approve the following changes to the tax credit agreement:

- (1) Update the address on the agreement from 20636 Emerald Pkwy., Cleveland, OH 44135 to 20600 Emerald Pkwy., Cleveland, OH 44135. The physical project location remains unchanged;
- (2) Add the project location at 4565 Industrial Pkwy., Cleveland, OH to the tax credit agreement.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

**Laird Controls North America, Inc. (City of Warren/Trumbull County)**

The staff recommends that the Authority update the retained Ohio employee payroll to \$9,500,000. The associated baseline Ohio employee payroll will be \$9,709,000 for year 1 and \$9,922,598.00 for year 2.

Goodman made a motion to accept staff recommendation and Crider seconded. The vote was 4-0. All present voted yes.

**Eco-Groupe, Inc., The (City of Vandalia/Montgomery County)**

Per the company's request, the staff recommends that the Authority terminate the tax credit agreement. The company was issued 2013 and 2014 tax credit certificates totaling \$70,008.29. Staff was able to verify that the certificates were not claimed by the company.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Delphi Corporation (City of Vandalia/Montgomery County)**

Per the company's request, the staff recommends that the Authority terminate the tax credit agreement. The company was issued 2008 and 2009 tax credit certificates in the amount of \$29,010.51. In exchange for this request, the grantee has paid back the certificates claimed.

Goodman made a motion to accept staff recommendation and Cooper seconded. The vote was 4-0. All present voted yes.

**Bang Printing of Ohio, Inc. (Brimfield Township/Portage County)**

Per the company's request, the staff recommends that the Authority terminate the tax credit agreement. The company has not claimed any tax credit certificates and has agreed to waive any pending or unissued tax credit certificates.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**iHealth Solutions LLC (Village of South Point/Lawrence County)**

The staff recommends that the Authority cancel the tax credit. The company never executed the tax credit agreement and has not received any tax credit certificates.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Fuyao Glass America Inc. (City of Moraine/Montgomery County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following change to the tax credit agreement:

- 1) Change the tax credit rate from 75% to 2.168%;

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Basecraft, Inc. (City of Columbus/Franklin County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following changes to the tax credit agreement:

- 1) Change the tax credit rate from 40% to 1.066%;
- 2) Update the baseline payroll to \$206,811.92 for year 1 and \$211,361.78 for year 2.

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Key Resin Company (Union Township/Clermont County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following changes to the tax credit agreement:

- 1) Change the tax credit rate from 35% to 0.811%;
- 2) Update the baseline payroll to \$2,160,953.84 for year 1 and \$2,208,494.82 for year 2.

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Middle West Spirits, LLC (City of Columbus/Franklin County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following changes to the tax credit agreement:

- 1) Change the tax credit rate from 35% to 0.895%;
- 2) Update the baseline payroll to \$254,000.00 for year 1 and \$258,064.00 for year 2.

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**nddPrint, Inc. (City of Columbus/Franklin County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following change to the tax credit agreement:

- 1) Change the tax credit rate from 50% to 1.486%;

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Nelson Packaging Company, Inc. (Bath Township/Allen County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following changes to the tax credit agreement:

- 1) Change the tax credit rate from 45% to 0.955%;
- 2) Update the baseline payroll to \$73,660,000.00 for year 1 and \$74,838,560.00 for year 2.

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**Lubrizol Advanced Materials, Inc. (City of Brecksville/Cuyahoga County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following changes to the tax credit agreement:

- 1) Change the tax credit rate from 55% to 1.800%;
- 2) Update the baseline payroll to \$56,882,659.96 for year 1 and \$58,134,078.48 for year 2.

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**The Lubrizol Corporation (City of Painesville/Lake County)**

With the company's written consent, the staff recommends that the Authority approve the conversion of the grantee's Ohio Job Creation Tax Credit program from a withholdings-based incentive to a payroll-based incentive. Staff recommends the following changes to the tax credit agreement:

- 1) Change the tax credit rate from 45% to 0.978%;
- 2) Update the baseline payroll to \$23,980,627.68 for year 1 and \$24,364,317.72 for year 2.

These changes are authorized by ORC 122.17(R), effective 9/29/2015.

Goodman made a motion to accept staff recommendation and Smith seconded. The vote was 4-0. All present voted yes.

**MOTION TO AJOURN**

The meeting was adjourned at 10:32 a.m. by David Goodman.

The next meeting is scheduled April 25, 2016 at 10:00 a.m. on the 31<sup>st</sup> Floor.

Chair of Ohio Tax Credit Authority's Signature

A handwritten signature in blue ink is written over a horizontal line. The signature is cursive and appears to read "David Goodman".