

STATE OF TEXAS

**A RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO A MUNICIPAL PROPERTY TAX ABATEMENT AGREEMENT WITH MARUICHI STAINLESS STEEL TUBE TEXAS CORPORATION FOR THE CONSTRUCTION OF A MANUFACTURING FACILITY IN SEGUIN, TEXAS AND THE CREATION OF A GIVEN LEVEL OF EMPLOYMENT**

**WHEREAS**, the Seguin City Council desires to foster, promote, and encourage the economic development of the community; and

**WHEREAS**, Maruichi Stainless Steel Tube Texas Corporation (“Maruichi”) a subsidiary of Maruichi Stainless Steel Tube, Ltd, is a leading producer of custom seamless stainless-steel pipes and tubes for use in high-tech and automotive manufacturing; and

**WHEREAS**, Maruichi is proposing to construct a 125,000 square foot manufacturing facility with a total capital investment of approximately \$55,000,000 along with the creation of a 106 full time jobs; and

**WHEREAS**, all of the publication and hearing requirements for permitting the grant of a tax abatement have been met; and

**WHEREAS**, working in conjunction with Maruichi city staff recommends a five-year tax abatement based on 25% of the taxable value of the real and eligible personal property.

**NOW THEREFORE, BE IT RESOLVED** by the City Council of the City of Seguin, Texas:

**Part 1.** The attached Tax Abatement Agreement with Maruichi Stainless Steel Tube Texas Corporation for a period of for five years is hereby approved.

**Part 2.** The general terms and conditions provide for an abatement of 25% of the value of the real and eligible personal property for the term of the Agreement.

**Part 3.** The Seguin City Manager is hereby authorized to enter into the attached tax-abatement agreement with Maruichi for the purpose of expanding their facility in Seguin, Texas.

**PASSED AND APPROVED** on the 18<sup>th</sup> day of October 2022.

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DONNA DODGEN, MAYOR

ATTEST:

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Naomi Manski, City Secretary