

CITY OF HIGH POINT

AGENDA ITEM



Title: Public Hearing – Precision Design Machinery

From: Loren Hill, President, HPEDC
Sandy Dunbeck, Executive VP HPEDC

Meeting Date: May 15, 2017

Advertising Date: May 5, 2017

Advertised By: HPE

Public Hearing: Yes

Attachments: Legal Advertisement

PURPOSE:

City Council will consider a request from Precision Design Machinery to authorize up to \$32,000 in performance based incentives for the company's expansion.

BACKGROUND:

Precision Design Machinery

- South High Point company that designs and builds machinery for the packaging, flexible packaging and the corrugated container industry.
- Provides automated control systems for new and existing machinery
- The company has customers all over the world
- 10 employees currently

BUDGET IMPACT:

- If the company meets all the benchmarks outlined in its performance agreement, it could receive up to \$32,000 in installment payments. The source of that funding would be the City's Economic Development Incentive Fund, which is funded by general and electric revenues.

RECOMMENDATION / ACTION REQUESTED:

The High Point EDC staff recommends that the City Council:

- Authorize up to \$32,000 in performance based incentives for the Precision Design Machinery project and
- Authorize the City Manager to execute a performance agreement with the company containing benchmarks for the company to achieve and a schedule for the payment of such financial incentives.

Pursuant to N.C. General Statute 158-7.1, notice is hereby given that a public hearing will be held by the High Point City Council on Monday, May 15, 2017, at 5:30 p.m. in the Council Chambers, High Point Municipal Building, 211 S. Hamilton Street, High Point, NC, for the purpose of receiving public input on a funding request for a company which expects to expand at 1509 Bethel Drive and another south High Point location. The company proposes to create 40 full-time jobs. The High Point City Council will consider authorizing up to \$32,000. The source of funding would be the Economic Development Incentive Fund, which is funded by general and electric revenues. The City would be authorized to provide this financial assistance upon the company's job creation – pursuant to an incentive performance agreement containing benchmarks and schedule for the payment of such financial assistance. For further information, please call 336-883-3116.