

## **Exhibit A: Proposed Amendments to Existing Policy**



## Application/Evaluation-Process:¶

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- Applicants·for·each·project·provides·'But·For'·statement·with·credible·evidence·that·the·incentive·either-fills·a·gap·that·creates·desirable·outcomes,·or·that·the·project·addresses·a·competitive·position·around·a-relocation·or·expansion·project·that·is·considering·viable·alternative·sites·outside·of·Austin;¶
- > Applicants·to·all·Chapter·380·grant·and·loan·programs·shall·be·required·to·sign·and·comply·with·a·City-provided·form·specifying·the·entity·is·in·compliance·with·all·federal,·state·and·local·laws·and·authorities. Evidence·of·noncompliance·may·be·grounds·for·terminating·the·agreement.·At·its·discretion,·the·City·may·work·with·the·recipient·to·develop·a·plan·and·timeline·for·becoming·compliant;¶
- ◆ Applicants·to·all·Chapter·380·grant·and·loan·programs·shall·provide·written·policies·to·support·anti-harassment·and·anti-discrimination·practices·for·business·operations·and·work·environment·in·the·City. Applicants·to·all·Chapter·380·grant·and·loan·programs·shall·be·required·to·sign·and·comply·with·a·City-provided·form·specifying·non-discrimination·and·anti-harassment·policies·and·practices.·Evidence·of·noncompliance·may·be·grounds·for·terminating·the·agreement.·At·its·discretion,·the·City·may·work·with-the·recipient·to·develop·a·plan·and·timeline·for·becoming·compliant;··¶
- → Incentive· agreements· will· be· created· in· accordance· with· the· Incentive· Program's· Evaluation· Tool/· Matrix/Score· Card· to· meet· approved· criteria· as· required· by· that· program· Program· Evaluation· Tool/Matrix/Score·Card·will·assess·direct·and·indirect·costs·and·integrate·a·formal·cost-benefit·analysis·into- the·City's·evaluation;¶
- → Programs·allow·for·project-based·incentives·for·mixed-use·projects·and·incentive·proposals·that·includethe·use·and·development·of·publicly·owned·property·will·promote·community·values;¶
- $\bullet \to \mathsf{For} \cdot \mathsf{the} \cdot \mathsf{redevelopment} \cdot \mathsf{of} \cdot \mathsf{public}, \cdot \mathsf{or} \cdot \mathsf{formerly} \cdot \mathsf{public} \cdot \mathsf{land}, \cdot \mathsf{contractors} \cdot \mathsf{and} \cdot \mathsf{subcontractors} \cdot \mathsf{are} \cdot \mathsf{required} \cdot \mathsf{to} \cdot \mathsf{pay} \cdot \mathsf{wages} \cdot \mathsf{as} \cdot \mathsf{required} \cdot \mathsf{by} \cdot \mathsf{Council}; \P$
- $\bullet \rightarrow Incentive \cdot proposals \cdot are \cdot encouraged \cdot to \cdot locate \cdot near \cdot transit \cdot developments \cdot and \cdot transportation \cdot hubs. \P$
- > All-construction-work-on-the-project, even-if-not-on-public-land-or-formerly-public-land, must-comply-with-the-City's-established-prevailing-wage-program-that-is-used-on-City-public-works-projects; ¶
- $\bullet \to \text{All-construction-workers-hired-for-construction-for-the-project-will-be-provided-Workers-Compensation-Insurance-and-OSHA-10-Training;} \P$
- ◆ Allow·a·Council-approved·deviation·for·il-ncentive·agreements·will-from·the·Minority·and·Women-Owned-Business·Enterprise·Program·&·Prevailing·Wage·policy·on·a·program·by·program·basis·and·make·Minority·and·Women-Owned·Business·Enterprise·Program·requirements·&·Prevailing·Wage·an·encouraged·standard-in·industries·that·do·not·currently·meet·this·threshold·through·tiered·incentives.·adhere-to-Minority-and-Women-Owned·Business·Enterprise-Program·requirements;¶
- → The·project·will·make·best-faith·efforts·to·ensure·all·employees·are·paid·no·less·than·the·City's·living·wage-and·as-it·may·be·adjusted·annually, including·full-time·employees·and·contract·employees, and if-applicable-to-a·project·with·capital·expenditures·in· the·form·of·construction, construction·workers·hired·for-construction·work·will-be·paid·at-least·the·City's·living·wage; Council·may·make·living·wage·an·encouraged-standard·in·industries·that·do·not·currently·meet·this·threshold·through·tiered-incentives; ¶
- → Company·shall-make·best-faith·efforts·to·provide·health·insurance·benefits·for·all·new·full-time·employees·and· extends· benefits· to· domestic· partners· of· employees· and· their· dependents.· The· company's· policy· should·reflect·the·definition·of·a·domestic· partner· as· an·individual· who·lives· in·the· same· household· and· shares·the·common·resources·of·life·in·a·close, · personal, · intimate· relationship· with·an· employee· if· under· Texas· law· the· individual· would· not· be· prevented· from· marrying· the· employee· on· account· of· age,· consanguinity,· or· prior· undissolved· marriage· to· another.· A· domestic· partner· may· be· of· the· same,· or· opposite,·gender·as·the·employee. <u>\*Council·may·make·health·insurance·benefits·an·encouraged·standard·in·industries·that·do·not·currently·meet·this·threshold·through·tiered-incentives;··¶</u>

## Compliance:¶

- → Incentive-agreement-grants-are-performance-based-investments;¶
- → Compliance·review·for·all·economic·development·agreements·will·be·verified·by·an·independent·party·and-results·made·publicly·available·and·posted·on·the·City's·website;¶
- → Incentive·recipients·will·comply·with·all·City·Code·requirements,·including·environmental·requirements,·in·effect·at·the·time·the·Chapter·380·agreement·is·executed.··Absent·a·negotiated·agreement·with·the·City,·an·incentive·recipient·shall·not·petition·for·potential·vested·rights·under·any·provision·of·Chapter·25·of·the·City·Code,·or·Chapter·245·of·the·Texas·Local·Government·Code,·for·the·Chapter·380·project·that·is·the·subject·of·the·agreement.·Incentive·recipients·agree-to·comply·with·City·environmental·requirements·on·all·future-development·that·is·the·subject·of·the·agreement.·If-the·recipient·is·cited·with·a·City·Code·environmental·violation·for·the·subject·of·the·agreed·incentivized·project·during·the·term·of·the·agreement,·the·City·of·Austin·reserves·the·right·to·negotiate·a·cure·period·in·which·payment·of·the·incentive·agreement·in·accordance·with·the·standard·termination·provisions·in·the·Chapter·380·agreements.¶
- → Company·may·protest·property·tax·valuation.··In·the·event·tax·valuation·of·the·property·has·been·lowered·as·a·result·of·a·successful·protest, ·the·City·will·evaluate·the·impact·of·the·new·valuation·on·the·net·fiscal·position·of·the·City·and·the·City·may·unilaterally·reduce·the·incentive·amount·to·reflect·the·lowered·property·value;-however, ·the·City·should·take·note·that·during·economic·downturns·resulting·from·circumstances·such-as·COVID-19, ·current·assessments·may·not·accurately·represent·a·reduction·in·value·from·loss·of·sales·and·property·tax·appeals·may·be·a·warranted·action.·¶