

ORDINANCE NO. 20230921-080

**AN ORDINANCE AUTHORIZING THE NEGOTIATION AND EXECUTION OF
AN ECONOMIC DEVELOPMENT AGREEMENT WITH NXP USA, INC.**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

PART 1. Council finds that:

- (A) Chapter 380 of the Texas Local Government Code authorizes the City to establish local economic development programs;
- (B) NXP USA, Inc. submitted an application in compliance with the City of Austin Chapter 380 Economic Development Policy established by Resolution No. 20180830-056 and Ordinance No. 20180830-057; and
- (C) The City has reviewed and evaluated NXP USA, Inc.'s application and finds the company qualifies for the City's Business Expansion Program Portfolio.

PART 2. NXP USA, Inc.'s application is eligible for consideration under the City's Chapter 380 guidelines and received the necessary score for a base reimbursement of 40 percent (Base Award) of property taxes paid to the City. It also qualifies for a 10 percent additional award (Additional Award) for the sole purpose of creating an Advanced Manufacturing Workforce training. The combined Base and Additional Award equal the full 50 percent reimbursement allowed under the City's Chapter 380 guidelines. In recognition of NXP USA, Inc.'s substantial capital investment and contribution to Austin's advanced technology cluster, it will have an opportunity to achieve additional performance-based metrics under the policy's High-Impact Project provision. NXP USA, Inc. may qualify for an additional 10 percent bonus award for hiring economically disadvantaged workers and an additional five percent for meeting certain sustainable business practices.

PART 3. The city manager is authorized to negotiate and execute an economic development agreement with NXP USA, Inc. consistent with the terms and conditions of the City's established economic development program.

PART 4. This ordinance takes effect on October 2, 2023.

PASSED AND APPROVED

September 21, 2023

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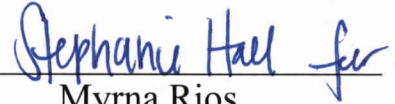
Kirk Watson
Mayor

APPROVED:



Anne L. Morgan
City Attorney

ATTEST:



Myrna Rios
City Clerk