Charlotte-Mecklenburg
Government Center
600 East 4th Street
Charlotte, NC 28202

Legislation Details (With Text)

File #:	15-19103	**Version:**	1	**Name:**	
Type:	Public Hearing Item			**Status:**	Agenda Ready
File created:	11/2/2022			**In control:**	City Council Business Meeting
On agenda:	11/28/2022			**Final action:**	
Title:	Public Hearing for Bosch Rexroth Corporation Business Investment Grant				
Attachments:					

Date	Ver.	Action By	Action	Result
11/28/2022	1	City Council Business Meeting	Close the Public Hearing	Pass
11/28/2022	1	City Council Business Meeting	Approve	Pass

Public Hearing for Bosch Rexroth Corporation Business Investment Grant

Action:

A. Conduct a public hearing regarding approval of a City of Charlotte Business Investment Grant to Bosch Rexroth Corporation, and

B. Approve the city's share of a Business Investment Grant to Bosch Rexroth Corporation for a not to exceed amount of $959,426 over seven years.

Staff Resource(s):
Tracy Dodson, City Manager's Office
Alyssa Brown, Economic Development

Explanation

- On October 6, 2022, Bosch Rexroth announced it would locate a customer experience and account operations center in Charlotte.
- This action is requesting a public hearing be conducted regarding City Council approval of a Business Investment Grant (BIG) of $959,426 over seven years.
  - During the week of May 9, 2022, City Council indicated intent to approve this Business Investment Grant.
- Bosch Rexroth has committed to a capital investment of $48,205,000, the creation of 24 jobs to be hired over five years with an average wage of $67,016, and to retain 260 current positions for the term of the grant.
- In addition to the City of Charlotte Business Investment Grant:
  - Mecklenburg County Board of County Commissioners approved a Business Investment Grant in the amount of $1,700,288.
  - State of North Carolina approved an On the Job Grant in the amount of $100,000 and $193,300 in community college training funds.

Background

- Bosch Rexroth is a manufacturer of linear motion and assembly technologies.
- The company's U.S. headquarters is in Charlotte and has operated a facility here for over 30 years.
- The company is building a new facility on a brownfield site off Tyvola Road.
- Their new building will feature high-tech capabilities for production and logistics with a customer showroom and headquarters and corporate functions.

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Business Investment Grant

- The general terms and conditions of this grant include:
  - Actual grant payments are based on the value of the investment as appraised by the Mecklenburg County Tax Office.
  - Property taxes due from Bosch-Rexroth must be paid before a grant payment is made.
  - If Bosch Rexroth removes the investment from Charlotte during the grant term, it shall pay back 100 percent of the investment grant paid to date.
  - If Bosch Rexroth moves the investment from Charlotte within seven years of the end of the Business Investment Program (BIP) grant term, a portion of the grant must be repaid as follows:
    - Within one year of the end of the BIP Term - 90 percent of grant payments
    - Within two years of the end of the BIP Term - 75 percent of grant payments
    - Within three years of the end of the BIP Term - 60 percent of grant payments
    - Within four years of the end of the BIP Term - 45 percent of grant payments
    - Within five years of the end of the BIP Term - 30 percent of grant payments
    - Within six years of the end of the BIP Term - 20 percent of grant payments
    - Within seven years of the end of the BIP Term - 10 percent of grant payments

Fiscal Note

Funding: Business Investment Grant

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