



## AGENDA ACTION FORM

### **Authorizing the Industrial Development Board of the City of Kingsport, Tennessee to Execute a Payment in Lieu of Tax (PILOT) Provision**

To: Board of Mayor and Aldermen  
From: Chris McCartt, City Manager *CM*

Action Form No.: AF- 42-2023  
Work Session: February 20, 2023  
First Reading: NA

Final Adoption: February 21, 2023  
Staff Work By: Chris McCartt  
Presentation By: Chris McCartt

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#### **Recommendation:**

Approve the Resolution

#### **Executive Summary:**

Approval of this resolution authorizes the Industrial Development Board of the City of Kingsport (aka. KEDB) to negotiate and execute a Payment in Lieu of Taxes (PILOT) agreement for project Cookie.

Representatives from the State of Tennessee and NetWorks have been working with a local company that intends to expand its existing operations by investing \$3.4M and adding an additional 48 jobs. To further facilitate this expansion a 7 year, 65% holdback, for personal property, PILOT has been negotiated which result in a savings of approximately \$104,835 for the company. TNECD plans to provide training incentives totaling \$120,000

This company has a 10+ year history in Kingsport and has invested well over \$20M into their local operations.

#### **Attachments:**

1. Resolution
2. Supplemental Information

	Y	N	O
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Montgomery	—	—	—
Olterman	—	—	—
Phillips	—	—	—
Shull	—	—	—