



**Board Action Required** ☒

**No Action Required** ☐

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Date: October 14, 2014

To: CISD Board of Trustees

From: Kelly Penny

CC: Dr. Mike Waldrip, Sid Grant

**RE: Foreign Trade Zone**

The District has been approached by DMG Mori Seiki seeking a letter of support for a request to designate their location in Irving (within CISD boundaries) as a DFW International Airport U.S. Foreign Trade Zone 39. A Payment in Lieu of Taxes (PILOT) Agreement was developed by Robert Luna's Law Office and funding calculations were reviewed by Moak Casey and Associates. DMG Mori Seiki has approved the terms of the agreement that is being presented to the Board for approval. The PILOT agreement will ensure the District will be made whole regarding tax revenue, and recapture under current and future funding laws. Additionally, DMG Mori Seiki has agreed to reimburse the District the attorney fees for the agreement and the annual calculation of the amount CISD will receive under this agreement. Moak Casey & Associates has agreed to perform the annual calculation for the District. In return the Board of Trustees will grant DMG Mori Seiki a letter supporting the Foreign Trade Zone designation.

**Recommendation:** The Board of Trustees approve the Payment in Lieu of Taxes agreement as presented and grant a letter of support for the Foreign Trade Zone designation for DMG Mori Seiki.