



**CITY OF PLANO  
COUNCIL AGENDA ITEM**

<b>CITY SECRETARY'S USE ONLY</b>				
<input type="checkbox"/> Consent <input type="checkbox"/> Regular <input type="checkbox"/> Statutory				
Council Meeting Date:		8/23/10		
Department:		Finance		
Department Head		Denise Tacke		
Agenda Coordinator (include phone #): <b>Katherine Crumbley - 7479</b>				
<b>CAPTION</b>				
A Resolution of the City Council of the City of Plano, Texas, nominating Tektronix Texas, LLC ("Tektronix" or the "Company"), to the Office of the Governor, Economic Development and Tourism through the Texas Economic Development Bank for designation as an Enterprise Project under the Texas Enterprise Zone Program pursuant to the Texas Enterprise Zone Act, Texas Government Code, Chapter 2303; and providing an effective date.				
<b>FINANCIAL SUMMARY</b>				
<input checked="" type="checkbox"/> NOT APPLICABLE <input type="checkbox"/> OPERATING EXPENSE <input type="checkbox"/> REVENUE <input type="checkbox"/> CIP				
FISCAL YEAR:	<b>Prior Year (CIP Only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Budget	0	0	0	<b>0</b>
Encumbered/Expended Amount	0	0	0	<b>0</b>
This Item	0	0	0	<b>0</b>
BALANCE	0	0	0	<b>0</b>
FUND(S):				
COMMENTS: This item has no fiscal impact.				
<b>SUMMARY OF ITEM</b>				
Request for Enterprise Project Nomination for a single project designation based on job retention.				
List of Supporting Documents:			Other Departments, Boards, Commissions or Agencies	
Resolution				
Letter of request				

Tektronix  
1500 N. Greenville Ave.  
Richardson, TX 75081  
469.330.4000



July 27, 2010

Mr. Thomas Muehlenbeck  
City Manager  
City of Plano  
1520 Avenue K  
Plano, TX 75074

and

Office of the Governor  
Economic Development & Tourism  
Texas Economic Development Bank  
Texas Enterprise Zone Program  
1100 San Jacinto  
Austin, Texas 78701

Re: Project Description

Dear Mr. Muehlenbeck:

As you know, Tektronix Texas, LLC ("Tektronix Texas") has been working with City of Plano officials regarding current and new investments over the next five years. The investments consist of approximately \$7.5 million in high-tech lab and information technology equipment which is critical to the sustainability of the operation and the retention of jobs.

Tektronix Texas respectfully requests that the City of Plano, under the Texas Enterprise Zone Program, nominate its project as an Enterprise Project qualifying for a single project designation based on job retention to the Texas Economic Development Bank. This designation will allow Tektronix Texas to take advantage of exemptions on state sales and use taxes paid on certain items during the five year designation period. This letter is intended to describe the proposed Plano project per the instructions set forth in the Texas Enterprise Project Application.

Tektronix Texas is a wholly-owned subsidiary of Tektronix, Inc. ("Tektronix"), which is a majority wholly-owned subsidiary of Danaher Corporation ("DHR"). DHR, a publically traded diversified technology leader, designs, manufactures, and markets innovative products and services with strong brand names and significant market positions, with more than 47,000 employees and operations in 125 countries. This \$11.2 billion company is headquartered in Washington, DC. DHR's business activities encompass four reporting segments and are comprised of seven strategic platforms: Medical Technologies (Life Sciences & Diagnostics and Dental), Professional Instrumentation (Environmental, Test & Measurement), Industrial Technologies (Motion, Product ID, Focused Niche Businesses) and Tools & Components (Mechanic's Hand Tools).

Tektronix is a leading supplier of test, measurement, and monitoring technology for the communications, computer, semiconductor, military/aerospace, consumer electronics, education, broadcast and other fields worldwide. With 60 years of experience, Tektronix enables its customers to design, build, deploy, and

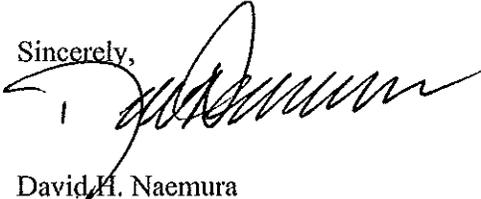
manage next-generation global communications networks, computing and advanced technologies. Headquartered in Beaverton, Oregon, Tektronix has operations in 19 countries around the world.

Tektronix Texas is located in Plano, Texas where it operates a research and development facility at 3033 W. President George Bush Hwy. The facility employs 436 people on a full-time basis and it is Tektronix's only facility located within the State. High-tech research and development, final product assembly, and software integration and testing activities are conducted at the facility. Incentives will allow the company to lower its cost of investing at this facility and improve various financial metrics which are an important part of the capital investment decision making process. Tektronix Texas will maintain separate payroll and tax records of the business activity conducted at the qualified business site.

Please accept this project description as a request for your approval and assistance in applying for this designation. Enterprise Project designation requires City Council approval and a state review of an Enterprise Project application.

Thank you for your consideration and assistance. Please do not hesitate to contact me at 469-330-3705 or our consultant Meegan Spicer, Duff & Phelps at 216-328-2161 with any questions you may have.

Sincerely,

A handwritten signature in black ink, appearing to read 'David H. Naemura', written over a white background.

David H. Naemura  
Vice President & CFO, Communications & Enterprise Group

c: Sally Bane, City of Plano

**A Resolution of the City Council of the City of Plano, Texas, nominating Tektronix Texas, LLC ("Tektronix" or the "Company"), to the Office of the Governor, Economic Development and Tourism through the Texas Economic Development Bank for designation as an Enterprise Project under the Texas Enterprise Zone Program pursuant to the Texas Enterprise Zone Act, Texas Government Code, Chapter 2303; and providing an effective date.**

**WHEREAS**, on October 27, 2008, the City of Plano ("City") previously passed Ordinance No. 2008-10-22 electing to participate in the Texas Enterprise Zone Program, and the local incentives offered under this Resolution are the same on this date as were outlined in Ordinance No. 2008-10-22; and

**WHEREAS**, the Office of the Governor, Economic Development and Tourism ("OOGEDT") through the Texas Economic Development Bank ("Bank") will consider Tektronix as an Enterprise Project pursuant to a nomination and an application made by the City; and

**WHEREAS**, the City desires to pursue the creation of the proper economic and social environment in order to induce the investment of private resources in productive business enterprises located in the City and to provide employment to residents of enterprise zones and to other economically disadvantaged individuals; and

**WHEREAS**, pursuant to Chapter 2303, Subchapter F of the Texas Enterprise Zone Act, Texas Government Code (the "Act"), Tektronix has applied to the City for designation as an Enterprise Project; and

**WHEREAS**, the City finds that, based upon representations of Tektronix, the Company is a "qualified business" under Section 2303.402 of the Act since it will be engaged in the active conduct of a trade or business at a qualified business site within the governing body's jurisdiction located outside of an enterprise zone and at least thirty-five percent (35%) of the business' new employees will be residents of an enterprise zone or economically disadvantaged individuals; and

**WHEREAS**, the City finds that Tektronix further meets the criteria for designation as an Enterprise Project under Chapter 2303, Subchapter F of the Act on the following grounds:

- (1) There has been and will continue to be a high level of cooperation between public, private, and neighborhood entities within the area; and
- (2) The designation of Tektronix as an Enterprise Project will contribute significantly to the achievement of the plans of the City for development and revitalization of the area.

**WHEREAS**, the City finds that Tektronix meets the criteria for tax relief and other incentives adopted by the City and nominates the Company for Enterprise Project status on the grounds that it will be located at the qualified business site, will retain a high level of employment, economic activity and stability; and

**WHEREAS**, the City finds that it is in the best interest of the City to nominate Tektronix as an Enterprise Project pursuant to the Act.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF PLANO, TEXAS, THAT:**

**Section I.** The findings of the City and its actions approving this Resolution taken at the Council meeting are hereby approved and adopted.

**Section II.** The City finds that Tektronix is a “qualified business,” as defined in Section 2303.402 of the Act, and meets the criteria for designation as an Enterprise Project, as set forth in Section 2303, Subchapter F of the Act.

**Section III.** The City nominates Tektronix as an Enterprise Project.

**Section IV.** The Enterprise Project shall take effect on September 1, 2010 and terminate on September 1, 2015.

**DULY PASSED AND APPROVED** this the 23<sup>rd</sup> day of August, 2010.

---

Phil Dyer, MAYOR

ATTEST:

---

Diane Zucco, CITY SECRETARY

APPROVED AS TO FORM:

---

Diane C. Wetherbee, CITY ATTORNEY