



GEORGETOWN INCENTIVE GRANT GUIDELINES

The Village of Georgetown Incentive Grant (GIG) is a performance-based incentive program that encourages business attraction, as well as expansion and retention of existing businesses, which results in increased income tax receipts for the Village of Georgetown and additional revenue within the community. The Georgetown Incentive Grant can be used in combination with other County, State and Jobs Ohio loans and incentives.

A company must make an investment in real property (leases, building purchase, expansion, or new construction) and/or in machinery and equipment, and create or maintain payroll at an agreed upon level to receive the grant. The grant agreement will specify the starting payroll, estimated annual payroll increases, percentages used to calculate the grant, and the terms of the grant. The greater a company exceeds the initial payroll threshold, the more it benefits from the incentive grant. The grant can be for multiple years, and the term will be determined by the amount of investment being made by the applicant. The program redirects a portion of local income tax back to companies that create jobs in the Village of Georgetown. The incentive program is administered by the Village of Georgetown Economic Development.

Grant recipients are required to maintain membership in the Georgetown Area Chamber of Commerce for the duration of the grant. To the extent of being practical, businesses are encouraged to purchase goods and services from businesses in the Village of Georgetown with grant proceeds.

TERM OF GRANT

In order to qualify, an existing Village of Georgetown company must propose a level of investment (see Table 1) consisting of an extended or new property lease, real property investment, and personal property investment linked to new job creation. A company relocating to the Village of Georgetown must demonstrate a similar level of investment and job creation. The term of the grant is based upon the level of investment and job creation. Terms can range from three to ten years.

<u>Investment</u>	<u>Factors</u>
Real Property	Value of building purchase, expansion, or new construction (value of land is excluded).
Property Lease	Value of lease and leasehold improvements. Grant term will not exceed the term of the lease agreement.
Personal Property	Value of new or relocated machinery and equipment, additional immediate investment, and value of new inventory.

<u>Value of Investment</u>	<u>Term of Grant</u>
\$500,000 - \$999,999	3 Years
\$1,000,000 - \$1,999,999	5 Years
\$2,000,000 +	7 Years

AMOUNT OF GRANT

The amount of the grant for a new company to the Village of Georgetown is determined by the company's initial payroll. In the case of an existing Village of Georgetown company, the grant amount is determined by the additional payroll created.

VILLAGE PAYROLL

\$250,000 - \$499,999
 \$500,000 - \$999,999
 \$1,000,000 +

GRANT AMOUNT

Grant amount equivalent to 40% of Village payroll taxes paid
 Grant amount equivalent to 60% of Village payroll taxes paid
 Grant amount equivalent to 80% of Village payroll taxes paid

EXAMPLE BASED ON GUIDELINES

Investment = \$5,000,000
 New Payroll = \$1,000,000 (new annual payroll to Village of Georgetown)
 Potential GIG = 80% (grant equivalent to 80% of Village payroll taxes paid)
 Term = 7 Years
 Calculation = \$1,000,000 payroll X .01 Village Payroll Tax = \$10,000 in new payroll taxes paid
 \$10,000 X 80% GIG = **\$8,000 Annual Grant Amount to business for 7 years**

FOR ADDITIONAL INFORMATION CONTACT:

The Village of Georgetown Economic Development Office
 Jason Hamman, Economic Development Consultant
 Phone: 440.292.5326 Email: jason.hamman@georgetownohio.gov

VILLAGE OF GEORGETOWN INCENTIVE GRANT APPLICATION

APPLICANT INFORMATION

Business Name: _____

Current Address: _____ City: _____

State/Zip: _____ Phone: _____

NAICS Code: _____ Web: _____

Project Address: _____

Contact Name: _____ Phone: _____

Email: _____

Briefly describe business: _____

Project start date: _____

Estimated completion date: _____

PROJECT

Briefly describe proposed project, including costs (i.e. equipment purchases, building renovations, building purchase, cost of lease, length of lease, and all costs associated with the project). Additional documentation may be attached.

Total Project Costs: \$ _____

Land, Building, Renovation, New Construction \$ _____

Machinery & Equipment \$ _____

Research & Development, Other Costs \$ _____

CURRENT PAYROLL & PAYROLL PROJECTIONS

Payroll for the current year \$ _____ As of _____

Previous Two Years of Payroll \$ _____ Year _____

\$ _____ Year _____

Number of employees (current) # _____ Year _____

Number of employees previous two years # _____ Year _____

_____ Year _____

Projected payroll when project completed \$ _____ Year _____

Projected payroll for subsequent year(s):

20 __, \$ _____ 20 __, \$ _____ 20 __, \$ _____

20 __, \$ _____ 20 __, \$ _____ 20 __, \$ _____

20 __, \$ _____ 20 __, \$ _____ 20 __, \$ _____

Projected number of jobs for subsequent year(s):

20 __, # _____ 20 __, # _____ 20 __, # _____

20 __, # _____ 20 __, # _____ 20 __, # _____

20 __, # _____ 20 __, # _____ 20 __, # _____

“But for” the Village’s assistance the project may not proceed.

(Print Name & Title)

(Signature)

(Date)

Please submit to:

Email: jason.hamman@georgetownohio.gov OR

By mail: attn: Economic Development, 301 S. Main Street, Georgetown, OH 45121