

Foreign Trade Zone: U.S., State and Local Import, Export, Ownership and Labor Tax Incentives

Location: Reidsville, Rockingham County, North Carolina, USA

Below is a listing of a number of incentive programs that are available and may be applicable to the owner/operator of the facility.

United States of America

Foreign Trade Zone – the Reidsville facility is within a Foreign Trade Zone (FTZ) which is a federally designated area within the United States that is legally considered outside the U.S. in order to accommodate foreign trade (import/export). Significant tax incentives and duty free operation are an FTZ benefit, including exemption from Rate Quota Tariffs on exported goods.
<http://www.piedmonttriadnc.com/foreign-trade-zone-230/>

State of North Carolina

Job Development Investment Grant – discretionary payroll tax deduction for high-impact projects that exceed 100 jobs
<https://edpnc.com/incentives/job-development-investment-grant/>

One North Carolina Fund – discretionary cash grant from the Governor's office; not sure of the current per-job allowance but for a Tier 1 it is well in excess of \$1,000 per job
<https://edpnc.com/incentives/one-north-carolina-fund/>

Rural Infrastructure Fund - \$12,500 per new job with a maximum of \$500,000 to support public utility infrastructure development
<https://edpnc.com/incentives/economic-infrastructure-program/>

Utility Account – also used for public infrastructure; \$10,000 per job up to \$500,000
<https://edpnc.com/incentives/utility-account/>

CDBG Infrastructure – also used for public infrastructure; maximum grant is typically \$1 million however we have captured more than the maximum on other recent projects
<https://edpnc.com/incentives/community-development-block-grant-program-economic-development/>

DOT – can be used for road extensions and development either through the State DOT and/or our local regional DOT
<https://edpnc.com/incentives/joint-economic-development-program-with-north-carolina-department-of-transportation/>

Data Center Sales and Use Tax Exemption – tax exemptions include the purchase of electricity and support equipment, certain business property, and computer software
<https://edpnc.com/incentives/datacenter-sales-and-use-tax-exemption/>

Workforce Training – administered by Rockingham Community College awarded by the NC Community College system, companies are eligible for free and reduced customized workforce training needs

<https://edpnc.com/incentives/workforce-training-and-development/>

Golden LEAF – infrastructure, training and other discretionary items; grants are awarded to the local government and are not awarded directly to a private business

<https://www.goldenleaf.org/grant-seekers/>

City of Reidsville

Tax Incentives – Reidsville has an aggressive local property tax incentive; recent deals have been at the 80% level for multiple years (5 years on a recent deal and 8 on another); can be performed in phases along with the project's long-term growth

Example: first tax year 2021 would qualify for 80%/5 year incentive...the next investment year for expansion in 2024 would qualify for 80%/5 years...next investment in 2027 another 80%/5 years, etc.

Our tax incentive policies are designed to be negotiable

Infrastructure – utility extensions, water/wastewater treatment plant upgrades; the city is willing to invest in utility work along with the State programs and your development team

Rockingham County

Tax Incentives – Reidsville and Rockingham County have historically “matched” one another's tax incentive offers, thus the information provided above would follow the same protocol

We hope this gives you some idea of the types of programs that one can pursue. We will endeavor to work with you to maximize your return on investment. If you have questions, let us know.

ODT.