

ORDINANCE NO. 49-13

BY: **MARY GALINAS**

(By Request – Community Services & Economic Development Director)

AN ORDINANCE AUTHORIZING THE MAYOR AND THE DIRECTOR OF PUBLIC SERVICE TO ENTER INTO AN ECONOMIC DEVELOPMENT GRANT AGREEMENT WITH CLEVELAND FREIGHTLINER, INC. FOR JOB AND PAYROLL TAX CREATION INCENTIVES, AND DECLARING AN EMERGENCY

WHEREAS, the City of Parma is desirous of expanding available job opportunities within the City for its residents by encouraging new business to locate within the City and those businesses presently located here to expand within the City; and,

WHEREAS, both of the above actions not only increase the job opportunities available but have an additional benefit of increasing the payroll tax proceeds received by the City, thereby lessening the tax burden on Parma homeowners for operating funds required by the City; and,

WHEREAS, the Council of the City of Parma, by adoption of Ordinance No. 56-01 and Ordinance No. 95-07, authorized the Economic Development Grant Program as a means of providing incentives to enterprises meeting the program criteria to locate or expand within the City; and,

WHEREAS, Cleveland Freightliner, Inc. located at 10901 Brookpark Road, Parma, has relocated their truck sales and service operations to said location from Brook Park, Ohio. This relocation of operations has resulted in 49 full-time and 1 part-time jobs with \$2,909,351.25 in new payroll; and,

WHEREAS, the Economic Development Review Board has reviewed the Grant Application and determined the eligibility of the Project and the amount and conditions for an award with said award allowing an initial 46% rebate on payroll tax receipts for twelve (12) years based on current payroll at the Project Site beginning with the Real Property Tax period of January 1, 2012; and,

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF PARMA, STATE OF OHIO:

Section 1. That the Mayor and the Director of Public Service are hereby authorized to enter into an Economic Development Grant Agreement with Cleveland Freightliner, Inc. for job and payroll tax creation incentives, with a copy of said agreement in substantially similar form attached as Exhibit "A".

Section 2. That the Mayor and the Director of Public Service are hereby authorized to execute said Agreement and to take such action and to execute such other documents and amendments thereto as may be necessary as are approved by the Law Director.

Section 3. That it is found and determined that all formal actions of this Council concerning and relating to the adoption of this Ordinance were adopted in an open meeting of this Council; and that all deliberations of the Council and any of its committees that resulted in such formal action were in meetings open to the public in compliance with all legal requirements.

