

RESOLUTION NO. 17-1790

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GOODYEAR, MARICOPA COUNTY, ARIZONA, APPROVING, AUTHORIZING AND DIRECTING THE CITY MANAGER TO EXECUTE A JOB CREATION AGREEMENT FOR HUHTAMAKI NORTH AMERICA, INC., AUTHORIZING CITY STAFF TO TAKE ACTIONS CONSISTENT WITH TERMS OF RESOLUTION AND AGREEMENT; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, Huhtamaki is an international food packaging manufacturing company, with its United States corporate headquarters located in Desoto, Kansas; and

WHEREAS, Huhtamaki has identified the need for a new manufacturing and distribution center to serve west coast food service packaging and retail tableware markets; and

WHEREAS, Huhtamaki identified the City as its preferred location for its new manufacturing and distribution facility that will accommodate its immediate and long-term expansion plans and otherwise meet its business needs, and has purchased an existing 752,825 square foot manufacturing building generally located at 4320 South Cotton Lane, Goodyear, Arizona within the City of Goodyear (the "Goodyear Facility") as more particularly described in Exhibit "1" attached hereto; and

WHEREAS, the location of the Huhtamaki manufacturing and distribution center at the Goodyear Facility should involve the investment of up to \$100 million in capital investment in the purchase, tenant improvements and equipping of the Goodyear Facility; and

WHEREAS, the City recognizes that the location of Huhtamaki within the City with its resulting capital investment and job creation will provide a significant public benefit to the City and its citizens and that the City's citizens will receive direct consideration from the Parties' obligations under this Agreement; and

WHEREAS, the City recognizes that Huhtamaki's operations at the Goodyear Facility will have significant economic impact on the City, including but not limited to: the quantity and quality of the jobs that will result from Huhtamaki's operations; tax revenues generated by Huhtamaki's operations, its employees, vendors, service providers; increased economic activity, or multiplier effect, associated with its operations being located within the City; the qualitative value of the City having a high-profile, well respected company locate a critical piece of its business within the City; the catalytic effect it will have on further development within the City, which will generate additional jobs and revenue within the City; and

WHEREAS, Huhtamaki anticipates that over the course of five (5) years, its operations should cumulatively provide 250-300 new jobs to the City, with an average annual wage, including all bonuses of \$42,000; and

WHEREAS, the City commissioned ESI Corporation to conduct an economic and fiscal impact analysis of the Huhtamaki operations at the Goodyear Facility; and

WHEREAS, ESI Corporation estimates the direct tax benefit to the City of Goodyear from the construction sales tax, personal property tax, real property tax generated by Huhtamaki during the first six (6) years of operation will be approximately \$914,357; and

WHEREAS, ESI Corporation estimates the direct, indirect and induced economic impact of the new jobs created by Huhtamaki operations in Goodyear will total approximately \$71,890,055 in payroll and more than \$678,000,000 in total economic output over the next six(6) years; and

WHEREAS, the Parties understand that the decision of Huhtamaki to locate in the City and acquire the property upon which the Goodyear Facility will be located is based on the City's willingness to provide assistance to Huhtamaki regarding job creation; design review and permit fees, and expedited development process;

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GOODYEAR, MARICOPA COUNTY, ARIZONA, AS FOLLOWS:

SECTION 1. The City Manager or designee is authorized to execute the Job Creation Agreement with Huhtamaki North America, Inc. (Huhtamaki)

SECTION 2. The City Manager or designee is further authorized to take all actions and execute any and all documents necessary to carry out the intent of the Job Creation Agreement with Huhtamaki North America, Inc. (Huhtamaki).

PASSED AND ADOPTED by the Mayor and Council of the city of Goodyear, Maricopa County, Arizona, this _____ day of _____, 20_____.

Georgia Lord, Mayor

Date: _____

ATTEST:

APPROVED AS TO FORM:

Maureen Scott, City Clerk

Roric Massey, City Attorney

CERTIFICATION OF RECORDING OFFICER

STATE OF ARIZONA)
) ss.
County of Maricopa)

I, the undersigned Maureen Scott, being the duly appointed, qualified City Clerk of the city of Goodyear, Maricopa County, Arizona, certify that the foregoing Resolution No. 17-1784 is a true, correct and accurate copy of Resolution No. 17-1790, passed and adopted at a regular meeting of the Council of the city of Goodyear, Maricopa County, Arizona, held on the _____ day of _____ 20____, at which a quorum was present and, by a _____ vote, _____ voted in favor of said resolution.

Given under my hand and sealed this _____ day of _____, 20____.

seal

City Clerk