

## **RESOLUTION NO. 17-1784**

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 KPS GLOBAL, INC. (KPS), AUTHORIZING CITY STAFF TO TAKE ACTIONS CONSISTENT WITH TERMS OF RESOLUTION AND AGREEMENT; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, KPS is a leading national manufacturer of walk-in freezers and refrigerators; and

WHEREAS, KPS has identified the need for a new manufacturing facility to support its business and has identified the city of Goodyear as the location of their new facility after an extensive site selection process; and

WHEREAS, KPS identified the city as its preferred location for its manufacturing facility that will accommodate its immediate and long-term expansion plans and otherwise meet its business needs, and occupy an underutilized facility located in the Goodyear Crossings Industrial Park located at 3801 S. Cotton Lane, Suite #180, Goodyear, Arizona 85338 (the “Goodyear Facility”) as more particularly described in Exhibit “1” attached hereto; and

WHEREAS, the location of KPS’s manufacturing center at the Goodyear Facility should involve the investment of over \$2.3 million in capital investment in machinery and equipment and tenant improvements to the Goodyear facility; and

WHEREAS, the city recognizes that the location of KPS 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 KPS’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 KPS’s operations; tax revenues generated by KPS’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, KPS anticipates that over the course of five (5) years, its operations should cumulatively provide up to 85 new jobs to the city, with an average annual wage, including all bonuses of \$31,000; and

WHEREAS, the city commissioned ESI Corporation to conduct an economic and fiscal impact analysis of the KPS 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, and occupancy tax generated by KPS during the first ten (10) years of operation will be approximately \$180,239; and

WHEREAS, ESI Corporation estimates the direct, indirect and induced economic impact of the new jobs created by KPS operations in Goodyear will total approximately \$37,315,922 in payroll and more than \$557,776,092 in total economic output over the next ten (10) years; and

WHEREAS, the Parties understand that the decision of KPS 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 KPS 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 KPS Global, Inc. (KPS)

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 KPS Global, Inc. (KPS).

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

STATE OF ARIZONA )  
 ) ss.  
County of Maricopa )

Given under my hand and sealed this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

City Clerk