

## RESOLUTION NO. 2019-1979

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 NIKE IHM, INC. AUTHORIZING CITY STAFF TO TAKE ACTIONS CONSISTENT WITH TERMS OF RESOLUTION AND AGREEMENT; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, Nike IHM, Inc., doing business as Air Manufacturing Innovation (“Air MI”) is an international manufacturer of footwear components, with its United States corporate headquarters located in Saint Charles, Missouri; and

WHEREAS, Air MI has identified the need for a new manufacturing facility to serve its various product lines, both within the United States and internationally, and

WHEREAS, Air MI identified the City as its preferred location for its new manufacturing facility that will accommodate its immediate and long-term expansion plans and otherwise meet its business needs, and will purchase a building in Goodyear, Arizona within the City of Goodyear (the “Goodyear Facility”); and

WHEREAS, Air MI will invest at least \$184,500,000 in capital investments in Phase I of its new manufacturing facility; and

WHEREAS, it is anticipated that Air MI will create in excess of 500 new jobs at its manufacturing facility in Phase I; and

WHEREAS, the City recognizes that the location of Air MI within the city with its resulting capital investment and job creation will provide a significant public benefit to the city and its citizens and the city’s citizens will received direct considerations from the Parties’ obligations under this agreement; and

WHEREAS, the City recognizes that Air MI’s operations at the Goodyear Facility will have significant beneficial economic impacts on the City, including but not limited to: the quantity and quality of the jobs that will result from Air MI’s operations; tax revenues generated by the operations of Air MI, its employees, vendors, and 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; and the catalytic effect it will have on further development within the City, which will generate additional jobs and revenue within the City; and

WHEREAS, Air MI anticipates starting operations in 2020, and over the course of three (3) years thereafter, Air MI will add lines and operations to fully put the Phase I portion of the Goodyear Facility into service, and at the end of such period Air MI should cumulatively provide at least 505 full-time jobs to the City, paying each Qualified Employment Position (QEP) (as defined herein) 125% of the applicable state of Arizona Median Wage (currently \$42,614 annually), including overtime and bonuses ; and

WHEREAS, the City commissioned Applied Economics to conduct an economic and fiscal impact analysis of Air MI's operations at the Goodyear Facility; and

WHEREAS, Applied Economics estimates the direct tax benefit to the City of Goodyear from the sales taxes, personal and real property tax, permit fees, and utility franchise fees, generated by Air MI during the first five (5) years of operation will be approximately \$7,652,637; and

WHEREAS, Applied Economics estimates the total economic impacts of Air MI's operations in Goodyear will total approximately \$483,444,695 over the first five (5) years of operation; and

WHEREAS, the Parties understand that the decision of Air MI to locate in the City and purchase the property upon which the Goodyear Facility will be located is based on the City's willingness to provide assistance to Air MI regarding job creation, design review and permit fees, and an 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 Nike IHM, Inc. ("Air MI")

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 Nike IHM, Inc. ("Air MI")

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:

\_\_\_\_\_  
Darcie McCracken, City Clerk

\_\_\_\_\_  
Roric Massey, City Attorney

**CERTIFICATION OF RECORDING OFFICER**

STATE OF ARIZONA )  
 ) ss.  
County of Maricopa )

I, the undersigned Darcie McCracken, being the duly appointed, qualified City Clerk of the city of Goodyear, Maricopa County, Arizona, certify that the foregoing Resolution No. 2019-1979 is a true, correct and accurate copy of Resolution No. 2019-1979, 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