BILLS 2017-29 AND 2017-30

****** Full Reading ******

Agenda Item

TO: Mayor and City Council

FROM: Mark S. Gaugh, City Manager

DATE: August 21, 2017

RE: Ordinance for eTruck Agreements

Issues

We have two ordinances, regarding a lease agreement and a sales tax reimbursement agreement for eTruck Transportation, LLC. The agreements are attached for your reference and are the result of negotiations with eTruck Transportation, LLC.

Recommendation

Staff recommends that the Council approve the ordinances on full reading.

Bill 2017-30

AN ORDINANCE AUTHORIZING THE EXECUTION OF A SALES TAX REIMBURSEMENT AGREEMENT BETWEEN THE CITY OF CAMERON, CLINTON, DeKALB AND CALDWELL COUNTIES, MISSOURI AND eTRUCK TRANSPORTATION, LLC.

WHEREAS, eTruck Transportation, LLC ("eTruck"), intends a phased development that includes (1) the rehabilitation of and the initial operations located in the existing 5,500 square foot building in the Project Area; (2) the design, engineering, and construction of a 10,000-square foot building in the Project Area; and (3) the acquisition of the land comprising the Project Area from the City (collectively, the "Project"); and

WHEREAS, the construction of the Project will necessitate the design, engineering, and construction and reconstruction of streets and extension of utilities benefiting the Project Area (the "Public Improvements"); and

WHEREAS, eTruck anticipates that when operational, the Project will provide significant economic benefits to the City by (1) adding approximately five (5) new full-time employees in the first year of operation and ten (10) employees every year thereafter; (2) increasing the amount of real and personal property tax revenue from the Project Area for all taxing jurisdictions; (3) expanding the City's tax base and increasing private capital investment;(4) generating additional retail sales within the City; and (5) providing employment opportunities for members of the community; and

WHEREAS, the cost of the Project, including the remediation of blighted conditions in the Project Area and the cost of Public Improvements, make the Project economically undesirable without the economic development incentives provided herein; and

WHEREAS, to improve, maintain and revitalize the commercial activity of the City, by assuring opportunities for development and attracting sound and stable economic growth, to promote the public interest by remediating blighted conditions, constructing Public Improvements, increasing the economic development of the City, enhancing the City's tax base, and providing employment opportunities to members of the community and to induce eTruck to undertake the Project in consideration of the premises and mutual covenants and agreement therein set forth; and

WHEREAS, the City is authorized to enter into the Sales Tax Reimbursement Agreement with eTruck pursuant to Section 70.210 *et seq.*, RSMo.

NOW, THEREFORE, **BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CAMERON, CLINTON, DeKALB AND CALDWELL COUNTIES, MISSOURI, AS FOLLOWS:**

Full Reading

Section 1. That the Sales Tax Reimbursement Agreement by and between the City of Cameron, Missouri and eTruck Transportation, LLC be, and hereby is, approved and adopted and that a true and accurate copy of said Agreement is attached hereto as Exhibit A, and incorporated herein by reference as though fully set out herein.

Section 2. The City Manager is authorized to sign documents ancillary to the agreement.

Section 3. The Mayor is authorized to sign this ordinance approving it on behalf of the City.

Section 4. The City Clerk is hereby directed to attest to the Mayor's signature.

Read two times**,** passed and adopted this 21st day of August 2017.

_____
Mayor Darlene Breckenridge

_____
City Clerk/Finance Clerk

Full Reading