



REQUEST FOR COUNCIL ACTION

AGENDA DATE: March 14, 2022

AGENDA ITEM: Consider adopting a resolution regarding the support of a Minnesota Department of Employment and Economic Development (DEED) Job Creation Fund application for the ASV/Yanmar Expansion Project

PREPARED BY: Rob Mattei, Director of Community Development

BACKGROUND:

As you know, we have been engaged in discussions with ASV about their proposed plan for expansion over the past year. Over that time, multiple sources of business assistance from DEED, IRRR and the City have been discussed with ASV.

One of those sources is the DEED Job Creation Fund (JCF), a program that offers rebates directly to the business over a period of up to seven years, based upon the number and wages of new jobs created by the project. The JCF also provides sales tax rebates for materials used in real property improvement, such as the proposed development of the \$60,000 sf high bay warehouse proposed with this project.

DEED has estimated that, exclusive of the sales tax rebate, the JCF program has the potential to provide up to \$850,000 to support this project. The City Council is required to provide a resolution of support for the JCF application for this project with findings of fact that support the resolution, which is attached for the Council's consideration.

Additional project information can be found in the attached presentation made to GREDA on March 10 pertaining to GREDA's application to the DEED Minnesota Investment Fund (MIF) program.

REQUESTED COUNCIL ACTION:

Make a motion to adopt a resolution regarding the support of a Minnesota Department of Employment and Economic Development (DEED) Job Creation Fund application for the ASV/Yanmar Expansion Project