RESOLUTION NO. 7-15

A RESOLUTION ESTABLISHING A PAINESVILLE JOB CREATION TAX CREDIT (JCTC) AS PERMITTED IN SECTION 718.15 OF THE OHIO REVISED CODE AND DECLARING AN EMERGENCY.

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF PAINESVILLE, OHIO, LAKE COUNTY, STATE OF OHIO:

WHEREAS, Council desires to establish the City of Painesville Job Creation Tax Credit (JCTC) Program, the same or similar to that on file with the Clerk of Council which can be established under the authority of Section 718.15 of the Ohio Revised Code is authorized to grant municipal income tax credits to qualified applicants. These tax credits can be applied against the municipal tax on income levied against business under section 718.15 and 122.17 of the Ohio Revised Code.

WHEREAS, Companies who are creating new jobs may receive a refundable tax credit up to a maximum of 50% of municipal income tax withheld for qualifying new jobs against their City of Painesville income tax, or an individual's income tax assessment.

WHEREAS, At least 25 new, full-time jobs must be created and maintained by the company (taxpayer) within three years of initial operations. For the purposes of this program, "new jobs" do not include transfers from affiliated companies within the City of Painesville, nor for wage and salary increases of existing jobs.

WHEREAS, The average hourly base wage rate (excluding benefits) of the project's new, full-time, or full-time equivalent jobs must be at, or above 150% of federal minimum wage (average income jobs). If the average hourly base wage rate (excluding benefits) of at least 10 new, full-time, or full-time equivalent jobs are at, or above 400% of the federal minimum wage (high income jobs), then the minimum number of new jobs to be created to qualify for this program is reduced to 10.

WHEREAS, The company must agree to maintain operations at the project site for at least twice the term of the maximum 10 year tax credit, up to 20 years.

Section 1. That this resolution establishing the same or similar Painesville Job Creation Tax Credit Program (JCTC) within the City of Painesville and Lake County, Ohio, as is on file with the Clerk of Council is hereby accepted.

Section 2. That this Resolution is hereby passed as an emergency measure for the immediate preservation of the public peace, health and/or safety and for the welfare of the citizens of the City of Painesville; the emergency being that the immediate passage is necessary to comply with Ohio Revised Code Section 715.75 and to enhance the economic vitality and growth of the City of Painesville, Concord Township and the County of Lake, and therefore, this resolution shall be effective immediately upon its passage by the City Council.

PASSED: March 16, 2015

PAUL W. HACH II
PRESIDENT OF COUNCIL

ATTEST:

TARA DIEHL
CLERK OF COUNCIL