

**RESOLUTION R-04-08**

**A RESOLUTION DEDICATING MONIES IN THE 2005 AND 2006 COMMUNITY DEVELOPMENT BLOCK GRANT ACTION PLANS FOR FUNDING AN ECONOMIC DEVELOPMENT PROJECT WHICH COULD NOT BE INCENTED BY THE STATE OF ARKANSAS**

**WHEREAS**, the City of Conway has expanded the scope of the usage of Community Development Block Grant (CDBG) funds to include economic development, and

**WHEREAS**, the City of Conway has experienced an exceptional loss of jobs, and

**WHEREAS**, *UNNAMED COMPANY* a professional services corporation is seeking to relocate certain operations including approximately fifty jobs from its current location to some city and is considering various local incentive packages from the cities under consideration, and

**WHEREAS**, due to the non-profit incorporated status of *UNNAMED COMPANY* it is not eligible for State of Arkansas incentives under the Arkansas Department of Economic Development's policies, and

**WHEREAS**, in lieu of state support for *UNNAMED COMPANY* a coalition of partners including the Conway Development Corporation, the Conway Committee of One Hundred, and the University of Central Arkansas have joined together to craft as competitive of an incentive package as is possible for Conway and are asking support for the city government in this effort as well,

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CONWAY, ARKANSAS THAT**

**SECTION 1.** The 2005 and the 2006 CDBG Action Plans shall include twenty-five thousand dollars (\$25,000.00) in each year's plan for the purposes of economic incentive to *UNNAMED COMPANY* (to be named later); and

**SECTION 2.** The above incentive shall be granted only on the condition that *UNNAMED COMPANY* choose to relocate their operation to the City of Conway and on the condition that *UNNAMED COMPANY* agree to a 'Claw Back' provision that would recover to the City of Conway a pro-rata portion of such incentives if *UNNAMED COMPANY* is not employing fifty persons in their operations at the end of five years from the date of the commencement of operations in the City of Conway

PASSED this 17<sup>th</sup> day of February 2004

**APPROVED:**



Mayor Tab Townsell

**ATTEST:**



Michael O. Garrett, City Clerk