

**Date:** November 28, 2022  
**Amount:** \$15,000,000.00  
**Account Number:** N/A

**EXPLANATION TO COUNCIL BILL**

**ORIGINATING DEPARTMENT:** Planning & Community Development

**PURPOSE:** To support a plan for industrial development and to authorize issuance of Chapter 100 revenue bonds for Schutz Container Systems, Inc., (Company) a Delaware corporation, in an amount not to exceed \$15,000,000.

**REMARKS:** The City is hereby authorizing and approving a sale of Taxable Industrial Development Revenue Bonds, in an aggregate principal amount not to exceed \$15,000,000, for the purpose of new capital investment in conjunction with creating a new production facility in the St Joseph Eastowne Business Park.

The Company will invest over \$15 million in the new capital investment consisting of machinery and equipment to maintain its presence in St Joseph and create up to 44 full-time jobs. The Company will continue to be obligated to maintain jobs during the incentive time period.

Through the issuance of Chapter 100 Bonds, the Company would receive a 75% property tax abatement in years 1-2 and a 50% tax abatement in years 3-10 on all personal property taxes over a ten-year period.

Approval of this ordinance allows the Company to move forward with plans to purchase new capital in conjunction with the creation of new jobs and continued expansion in Eastowne Business Park. The City of St Joseph is not responsible or liable for the debt associated with this Bond issuance.