

13-17

THE CITY of DADEVILLE

216 South Broadnax Street
Dadeville, Alabama 36853
256-825-9242

Joe L. Smith, Mayor

Robert M. Gardner, City Clerk

Robin Reynolds, Attorney

Councilpersons

Patricia Potts

Council ProTempore

Cemetery, Police, Garbage

James M. Tarpley

Fire, Finance, Bldg

Jimmy Goodman

Water, Sewer, Fire, Garbage

Councilpersons

Billy Monroe

Street, Cemetery, Garbage

Randy Foster

Park & Rec, Finance, Bldg

Joe L. Smith

Finance, Police

September 24, 2013

Mr. Jim Byard, Jr.

Director

Alabama Department of Economic and Community Affairs

P.O. Box 5690

Montgomery, Alabama 36103-5690

Dear Mr. Byard:

KwangSung America Corporation is planning to develop a new expansion to their facility at William Thweat Industrial Park. The construction of the new facility will provide for the creation of approximately 100 new jobs within 12 months of construction completion. The company is a Hyundai and Kia supplier mold injection company with flexible hoses and sun visors for automobiles and has created 430 jobs since their location in Dadeville in 2006. With this expansion, they will make an additional capital investment in Dadeville of approximately \$9 million. The City is pleased to submit this application in support of this project and job creation.

Utility infrastructure and some site improvements are needed to provide KwangSung with the site they need to begin operations in Alabama. We are requesting CDBG Economic Development funding in the amount of \$350,000 to provide sewer infrastructure for the new building.

Your cooperation and assistance with this request and project will be greatly appreciated. If you have any questions or need further information, please contact Ms. Susan Monroe, Monroe & Associates at 334-351-1963 or myself. We look forward to hearing your favorable response to our request.

Sincerely,

Joe L. Smith

Mayor



Mike Gardner <mikegardnercityclerk@gmail.com>

Resolution to Apply for KwangSung Project

1 message

Susan Monroe <Susan@monroeconsultants.com>
To: Mike Gardner <mikegardnercityclerk@gmail.com>

Tue, Sep 17, 2013 at 12:31 PM

Mike:

Attached is the resolution needed for us to submit an application. It outlines the "deal" as I know it and locks everything in. I've also copied you with the resolution that the Board will be asked to pass. This way, it should all be spelled out. Look these over and let me know if it will work or if something new has happened and I'll do the same if I hear anything. Thanks!

*Susan Monroe***Monroe & Associates, L.L.C.***Mailing Address:* P.O. Box 680369 Prattville, Alabama 36068-0369*Physical Address:* 504 Bedford Terrace

Prattville, Alabama 36066

Phone: 334-351-1963 or Mobile: 334-467-7020

FAX: 334-351-1966

2 attachments **City Resolution to Apply and Commit Match.doc**
28K **Board Resolution to Provide Water Improvements.doc**
27K

RESOLUTION NO. 13-17

WHEREAS, KwangSung America, LLC has committed to expanding their current operations at the William Thweatt Industrial Park and commits to creating 100 jobs at within one year after completion of their expanded facility within the City of Dadeville; and

WHEREAS, in order to create the jobs, SJA, Inc. requires water and sewer extension to fulfill the requirements of the new facility; and

WHEREAS, the City of Dadeville desires to assist this much needed creation of jobs and to apply for assistance to the Alabama Department of Community Affairs (ADECA) for a Community Development Block Grant (CDBG) Economic Development grant in the amount of \$350,000.00 to finance the infrastructure construction of the above described improvements; and

WHEREAS, a preliminary cost estimate attached hereto estimates total project costs to be \$497,700 for both water and sewer improvements which would require matching funds in the amount of \$147,700; and

WHEREAS, this amount is too high for the City to afford without help and so negotiations with the Waterworks and Sewage Board of the City of Dadeville have resulted in their agreement to provide water improvements outside the grant project budget lowering overall grant project costs to \$383,000 and

WHEREAS, the Waterworks and Sewage Board of the City of Dadeville will commit to completing all water improvements with \$22,000 from the City to assist with the purchase of materials and to be wholly responsible for paying expenses for any cost overruns on the water portion of the economic development KwangSung expansion project which will lower overall costs for the grant project to the construction of sewer only; and

WHEREAS, this change is acceptable to ADECA,

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Dadeville, Alabama as follows:

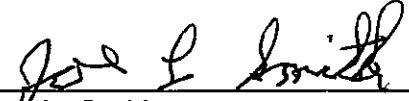
SECTION 1. That the City of Dadeville, Alabama makes application to the Alabama Department of Economic and Community Affairs for an Economic Development Fund Infrastructure CDBG grant for \$350,000.00 to assist with the financing of sewer improvements only.

SECTION 2. That the City of Dadeville will provide matching funds in the amount of \$33,000 as is required per the attached cost estimate and to provide funds to pay for any overages above that amount required to implement the sewer project as proposed.

SECTION 3. That Joe L. Smith, in his capacity as Mayor, is hereby authorized and directed to execute all required documents to apply and implement the proposed project.

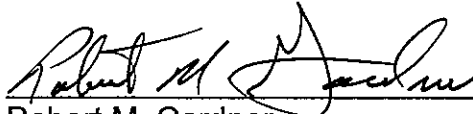
SECTION 4. That the City of Dadeville provide \$22,000 for the purchase of some materials to construct the new water improvements required for the expansion with the understanding that should water improvements require additional funds over estimated costs, these funds will be forthcoming from the Waterworks and Sewage Board of the City of Dadeville and they will be wholly responsible for providing water to the expanded industry.

PASSED, ADOPTED AND APPROVED this 24 day of Sept, 2013.

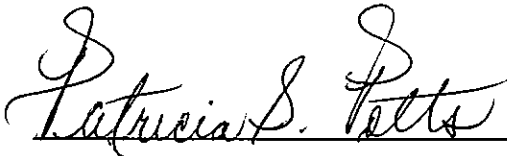


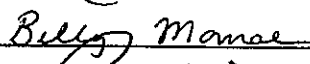
Joe L. Smith
Mayor

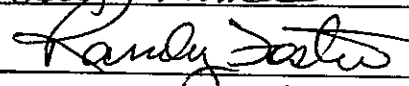
ATTEST:




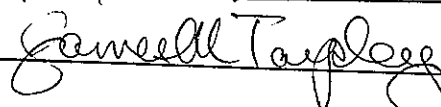
Robert M. Gardner
City Clerk











RESOLUTION NO. _____

WHEREAS, KwangSung America, LLC has committed to expanding their current operations at the William Thweatt Industrial Park and commits to creating 100 jobs at within one year after completion of their expanded facility within the City of Dadeville; and

WHEREAS, in order to create the jobs, SJA, Inc. requires water and sewer extensions to fulfill the requirements of the new facility; and

WHEREAS, the City of Dadeville will make application for grant funds to assist this much needed creation of jobs and to apply for assistance to the Alabama Department of Community Affairs (ADECA) for a Community Development Block Grant (CDBG) Economic Development grant in the amount of \$350,000.00 to finance the infrastructure construction; and

WHEREAS, the initial preliminary cost estimate estimated total project costs to be \$497,700 for both water and sewer improvements which is beyond the financial resources of the City at this time; and

WHEREAS, the Waterworks and Sewage Board of the City of Dadeville has been requested to assist with water improvements with an initial estimated cost of \$92,600 using local resources and in-kind labor plus costs for engineering, inspection and stormwater permitting, and

WHEREAS, the City has agreed to provide \$22,000 to assist with the purchase of materials for the water portion of the improvements needed and to move forward with the grant request for \$350,000 and to provide matching funds in the amount of \$33,000 or an amount that will cover any overages from estimated costs to complete the construction of sewer only,

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Waterworks and Sewage Board of the City of Dadeville

SECTION 1. That the Board hereby commits to constructing all water improvements to serve the KwangSung expansion and will be wholly responsible for all costs associated with the water portion of the expansion project with the exception of Section 2 below.

SECTION 2. That the City of Dadeville will provide \$22,000 for the purchase of materials to construct the new water improvements required for the expansion and will be wholly responsible for constructing the sewer improvements needed for the expansion.

SECTION 3. That should water improvements require additional funds over estimated costs, these funds will be forthcoming from the Waterworks and Sewage Board of the City of Dadeville.

SECTION 3. That _____, in his capacity as _____, is hereby authorized and directed to execute all required documents and to take all actions necessary implement the proposed project.

PASSED, ADOPTED AND APPROVED this _____ day of _____, 2013.

ATTEST:

Chairman
