

Ordinance No. 544-2022

By Council Members McCormack,
Hairston and Griffin (by departmental
request)

AN EMERGENCY ORDINANCE

Authorizing the Director of Economic Development to enter into one or more loan agreements with 2915 Detroit Ave LLC, or its designee, to provide economic development assistance to partially finance the acquisition, construction, and renovation of a building located at 2915 Detroit Avenue for future redevelopment and other associated costs necessary to redevelop the property.

WHEREAS, this ordinance constitutes an emergency measure providing for the usual daily operation of a municipal department; now, therefore,

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF CLEVELAND:

Section 1. That the Director of Economic Development is authorized to enter into one or more loan agreements with 2915 Detroit Ave LLC, or its designee, to provide economic development assistance, in the form of an Economic Development Program Loan, to partially finance the acquisition, construction, renovation, equipment, furniture, soft costs (architectural, engineering, legal and consulting fees), signage, closing costs and working capital of a building located at 2915 Detroit Avenue for future redevelopment and other associated costs necessary to redevelop the property.

Section 2. That the summary, placed in **File No. 544-2022-A**, made a part of this ordinance as if fully rewritten, is approved in all respects and shall not be materially changed without additional legislative authority.

Section 3. That the Director of Economic Development is authorized to accept such collateral to be determined by the Director of Economic Development in order to secure repayment of the loan. Any loan agreement, security instrument, or other document shall be prepared and approved by the Director of Law.

Section 4. That the Director of Economic Development is authorized to accept monies in repayment of the loan and to deposit the monies in Fund No. 17 SF 006.

Section 5. That the Director of Economic Development is authorized to charge and accept fees in an amount not to exceed the maximum allowable fees under federal regulations and the fees are appropriated to cover costs incurred in the preparation of the loan application, closing and servicing of the loan. The fees shall be deposited to and expended from Fund No. 17 SF 305, Loan Fees Fund.

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Section 6. That the contract and other appropriate documents needed to complete the transaction authorized by this legislation shall be prepared by the Director of Law.

Section 7. The contract authorized in this legislation will require the recipient of financial assistance to work with, and/or cause their Tenants to work with, The Workforce Investment Board for Workforce Area No. 3 to identify and solicit qualified candidates for job opportunities related to the City's contracts, and place special emphasis on the hard to employ, including but not limited to the disabled and persons who have been convicted of or have pled guilty to a criminal offense, unless the criminal conviction or related circumstances relate to the duties for the particular job sought.

Section 8. That the costs of the Economic Development Program Loan shall not exceed \$646,700, and is payable from Fund No. 17 SF 008. (RQS 9501, RL 2022-67)

Section 9. That this ordinance is declared to be an emergency measure and, provided it receives the affirmative vote of two-thirds of all the members elected to Council, it shall take effect and be in force immediately upon its passage and approval by the Mayor; otherwise it shall take effect and be in force from and after the earliest period allowed by law.

SMa:nl
5-23-2022
FOR: Interim Director Thornton

