

## Cleveland Kitchen Expansion Project City of Cleveland

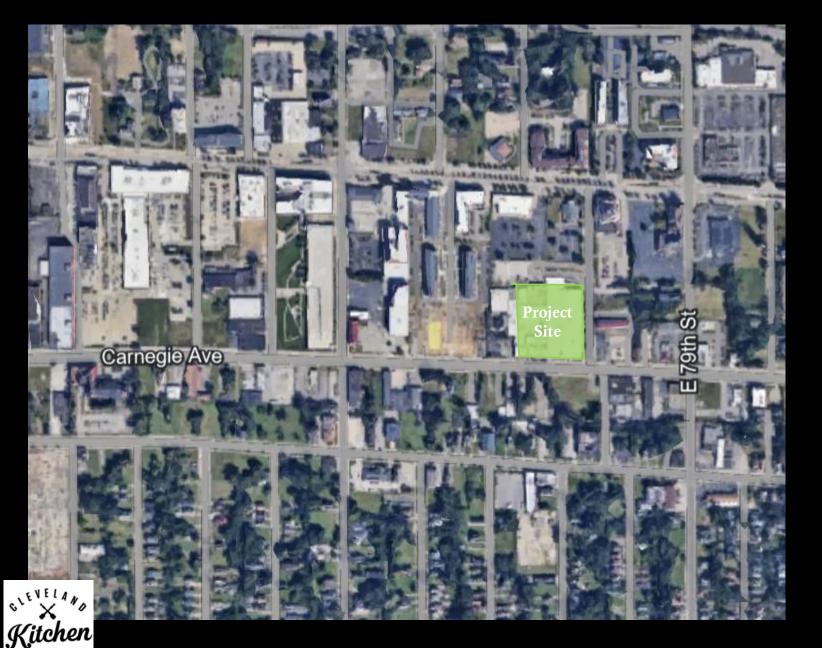
Development, Planning and Sustainability Committee Presentation

January 9, 2024

## Cleveland Kitchen Co. - Company Background

- ♦ Founded in 2013
- ♦ Fermented and Pickles products company (ex. kimchi, sauerkraut, pickles and dressings)
- ♦ Previously Cleveland Kraut Co., re-branded in 2018 to Cleveland Kitchen Co. as we began to add and diversify their fermented products
- ♦ Fastest Growing and Largest Kraut and Kimchi Brand in the USA, #4 and Fastest Growing Pickle Brand in the USA. Products sold in all 50 states and internationally available through the Department of Defense at base commissaries, and natural stores in Mexico.
- ♦ Sold in Walmart, Publix, Target, Whole Foods, Sprouts, Albertsons, Kroger, etc.
- ♦ In 2022, we continued our growth in acquiring a pickle and sauerkraut manufacturer in California
- ♦ As we continue to grow, we have determined the need for more space





## **Project Information**

Address: 7501 Carnegie Avenue Cleveland, OH 44103

Currently lease 20,199 SF, expanding into an additional 37,768 SF. Total SF after expansion = 57,967 SF

Closing California facility and moving production to Cleveland

Current jobs = 58 Cleveland jobs New jobs = 80 jobs by 2026 Total jobs = 138 jobs by 2026

Total project costs for this phase = \$1.6MM

## Job Creation Income Tax Incentive

- ♦ Currently have 100 total employees with 58 (\$3.3MM in payroll) based in Cleveland and 42 (\$2.2MM in payroll) based in California
- ♦ Plan to create 80 new jobs through 2026 with \$3.6MM in new payroll
- ♦ Offer health and vision insurance, 401k and paid time off and holiday pay
- ♦ City of Cleveland offered a 5-year, 50% payroll tax credit on the 2.5% income tax withheld by employer



Thank you!

