

**DEPARTMENT OF ECONOMIC DEVELOPMENT
SUMMARY FOR THE LEGISLATIVE FILE
ORDINANCE NO: 885-2021**

Project Name: MAGNET .
Project Address: 1800 East 63rd Street, Cleveland, OH 44103
Developer: Manufacturing Advocacy & Growth Network Inc. and/or
Designee
Project Manager: Dan Kennedy
Ward/Councilperson: 7 – Basheer Jones
City Assistance: \$500,000 Machinery & Equipment Loan & \$500,000
Construction Grant

Project Summary and Discussion

MAGNET has recently acquired the former Margaret Ireland school at East 63rd and Chester with the intent of repurposing it as their headquarters. As part of the project they will create a Manufacturing Innovation, Technology, and Job Center. The building will be redeveloped to include opportunities and features designed to help manufacturing companies adopt to cutting-edge technologies and business processes, develop our manufacturing workforce, especially in underserved communities, and create a community asset with public space for the Hough community.

Manufacturing Advocacy & Growth Network Inc., and/or designee (“Borrower”) requests a loan in the amount of \$500,000 to offset costs associated with purchasing machinery and equipment at 1800 East 63rd Street, Cleveland, Ohio 44103 (“Project Site”). They also request a grant in the amount of \$500,000 to assist with construction costs at the Project Site. Borrower will retain 25 W-2 jobs and create 2 new W-2 jobs at the Project Site.

Proposed City Assistance

The request to Cleveland City Council is to authorize the Director of Economic Development to enter into a non-forgivable loan in the amount of \$500,000 through the EDA Cares Act Program to offset costs associated with purchasing machinery and equipment and a grant in the amount of \$500,000 to assist with construction costs at the Project Site.

Economic Impact

- Retention of 25 jobs in the City of Cleveland
- Creation of 2 jobs in the City of Cleveland

City Requirements

- Subject to Chapter 187 & 188
- Subject to a Workforce Development Agreement for all new jobs
- Subject to a Community Benefits Agreement