



HAYWOOD COUNTY BOARD OF COMMISSIONERS

AGENDA REQUEST

***Must be presented to the County Manager's Office
NO LATER THAN 5 P.M. FRIDAY THE WEEK BEFORE THE MEETING***

DATE OF REQUEST: September 25, 2015

FROM: Ira Dove

MEETING DATE REQUESTED: October 5, 2015

*Regular meetings: First (1st) Monday of the month at 9:00 am
Third (3rd) Monday of the month at 5:30 pm*

SUBJECT: Regional Recycling Solutions, LLC

REQUEST: Overview of Regional Recycling Solutions, LLC Economic Incentives and Job Creation

BACKGROUND: Regional Recycling Solutions desire to move to the Beaverdam Industrial Park in Haywood County

IMPLEMENTATION PLAN: County and EDC will work with Regional Recycling on property transactions and incentives

FINANCIAL IMPACT STATEMENT: Various economic incentives with payroll creation and infrastructure created by Agreement between Regional Recycling and Haywood County

SUPPORTING ATTACHMENTS: YES

LIST:

PowerPoint Presentation: Yes

PERSON MAKING PRESENTATION AT MEETING: Ira Dove & Mark Clasby

TITLE County Manager,

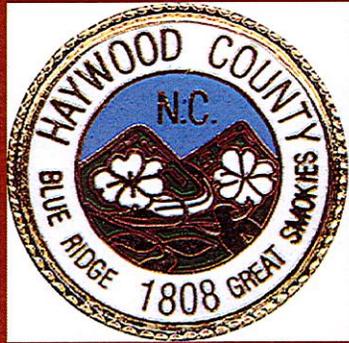
PHONE NUMBER: 452.6625

E-MAIL: ido@haywoodnc.net

THIS SECTION FOR OFFICE USE ONLY

Received (Date/Time): _____

County Manager / Clerk to the Board Comments: _____



Haywood County



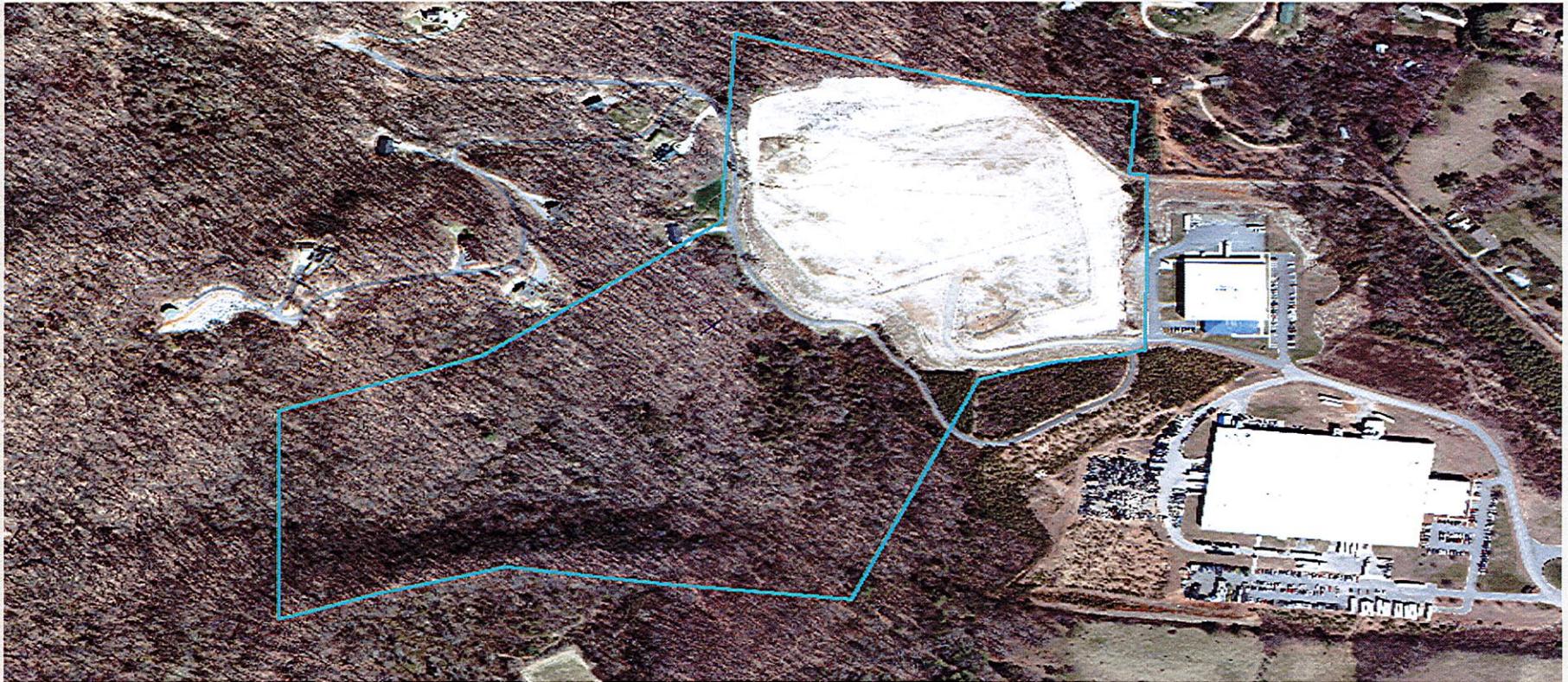
Regional Recycling
Solutions, LLC



Terms of Agreement



Regional Recycling has agreed to purchase three tracts of land totaling 55.8 acres in the Beaverdam Industrial Park



Terms of Agreement



- Fair Market Value of property is \$780,000
- Regional Recycling will pay \$450,000 at closing
- County will offer \$330,000 incentive for completion of project with 'Claw Back' requirements

Terms of Agreement



- Regional Recycling Solutions (RRS) will begin construction 12 months from date of closing
- RRS investment for Phase I is \$12 million dollars for building and equipment
- RRS will employ a minimum of 30 employees with salaries ranging \$28,900 to \$38,000 on average per type of work with benefits

Terms of Agreement



- ❧ RRS will invest 8 Million Dollars for an additional facility adding 21 employees as part of Phase II within 60 months of closing
- ❧ If RRS completes Phase II, County will grant a release of \$165,000 of the \$330,000 incentive
- ❧ If RRS fails to complete Phase II, RRS will owe the \$330,000 incentive to the County

Terms of Agreement



- ❧ RRS will invest 4.8 Million Dollars for an additional facility adding 20 employees as part of Phase III within 84 months of closing
- ❧ If RRS completes Phase III, County will grant release of the remaining \$165,000 of the original \$330,000 incentive
- ❧ If RRS moves their Corporate Headquarters to the Beaverdam Industrial Park, expands investment under Phase II and employee salaries are equivalent as to those in Phase III then the remaining incentive is waived by the County. RRS will be eligible for County Incentives if applicable

Economic Impact



- ❧ Phase I annual payroll of approximately \$1.5 million with 30 employees at average salary of \$28,900 - \$38,000
- ❧ Phase II annual payroll of approximately \$720,000 with 21 additional employees at average salary of \$28,900 - \$32,000
- ❧ Phase III annual payroll of approximately \$735,000 with 20 additional employees at average salary of \$28,900 - \$32,000
- ❧ Total potential annual payroll in seven years over \$2.9 Million

Economic Impact



- ❧ Regional Recycling Solutions could bring over 75 jobs to Haywood County with an average salary of \$28,900 - \$38,000
- ❧ Regional Recycling Solutions total payroll impact for Phase I will be over \$1.5 million with a total of all Phases over \$2.9 million dollars
- ❧ Regional Recycling Solutions total infrastructure investment of over \$24.8 million dollars if all three phases built

Economic Impact



- ❧ If all three Phases built, can expect 48 additional jobs in other areas with over approximately \$1.3 million dollars in payroll
- ❧ Can expect approximately \$2.8 million dollars in additional development with an overall impact of approximately \$16.19 million dollars

Thank you to Western Carolina University for assistance in developing the Economic Impact