

**RESOLUTION NUMBER 57**

**AUTHORIZING THE PROVISION OF A PROJECT EXEMPTION CERTIFICATE IN CONNECTION WITH A PLAN FOR AN INDUSTRIAL DEVELOPMENT PROJECT FOR DELI STAR CORPORATION**

**WHEREAS**, the City is authorized and empowered pursuant to the provisions of Article VI, Section 27(b) of the Missouri Constitution, Sections 100.010 through 100.200, inclusive, of the Revised Statutes of Missouri, as amended (collectively, the “Act”), and the City Charter, to purchase, construct, extend and improve certain projects (as defined in the Act) and to issue industrial development revenue bonds for the purpose of providing funds to pay the costs of such projects and to lease or otherwise dispose of such projects to private persons or corporations for manufacturing, commercial, warehousing, office industry and industrial development purposes upon such terms and conditions as the City shall deem advisable; and

**WHEREAS**, pursuant to the Act and subsequent to the passage of this Resolution, the Board of Aldermen will consider a Board Bill authorizing the City to issue its taxable industrial revenue bonds (the “Chapter 100 Bond Transaction”) in connection with an industrial development project (the “Project”) for Deli Star Corporation (the “Company”) located at 3049 Chouteau Avenue in the City (the “Project Site”); and

**WHEREAS**, the Project includes certain leasehold improvements (the “Project Improvements”) to the existing building located on the Project Site and certain personal property (the “Project Equipment” and together with the Project Improvements, the “Project”) to be installed within the Project Improvements; and

**WHEREAS**, the City desires to cause a Plan for an Industrial Development Project satisfying the requirements of the Act (the “Chapter 100 Plan”) to be prepared for the Project, which Plan shall provide for (1) purchases of construction materials used to complete the Project Improvements to be exempted from the payment of sales and use taxes, (2) ad valorem real property taxes to be partially abated for a period of 10 years (through the imposition of payments in lieu of taxes equal to \$36,000 plus 50% of the ad valorem real property taxes that would be generated by any increase in assessed value over the current assessed value of the Project Improvements), and (3) the ad valorem personal property taxes to be partially abated for a period of 10 years (through the imposition of to-be-determined amounts of payments in lieu of taxes); and

**WHEREAS**, completion of the Project will improve the general welfare of the City by (1) creating or relocating approximately 325 full-time jobs at an average wage of \$65,582 to the City, thereby increasing earnings and payroll tax revenues to the City and (2) the Company will develop a mutually-beneficial relationship with St. Louis Public Schools to provide training and employment opportunities and for students and recent graduates; and

**WHEREAS**, the Company has indicated that it needs to begin purchasing construction materials for the Project Improvements as soon as possible to stay within the desired construction schedule.

**NOW, THEREFORE BE IT RESOLVED** by the Board of Aldermen of the City of St. Louis that:

1. The Board of Aldermen hereby directs the Chapter 100 Plan to be prepared and states its intent to participate in the Chapter 100 Bond Transaction to facilitate the tax exemptions described above, all subject to further legislative approval of a Board Bill authorizing the same (the “Final Legislative Approval”).
2. The Comptroller is hereby authorized and directed to provide the Company with a project

exemption certificate in advance of the Final Legislative Approval upon the Comptroller's receipt of a letter signed by the Company agreeing to indemnify the City in connection with the provision of the project exemption certificate and promising that, if the Chapter 100 Bond Transaction is not completed by December 31, 2021 (subject to any extension approved by the Board of Estimate and Apportionment), the Company will immediately pay all sales and use taxes that otherwise would have been due with respect to the Project.

**Introduced this 9<sup>th</sup> day of July, 2021 by:**  
**The Honorable Christine Ingrassia, Alderwoman 6<sup>th</sup> Ward**

**Adopted this 17<sup>th</sup> day of July, 2021, as attested by:**

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**Terry Kennedy**  
**Clerk, Board of Aldermen**

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**Lewis E. Reed**  
**President, Board of Aldermen**

