

AGENDA

Independence City Commission

Special Session with the
Economic Development Advisory Board
July 7, 2020

Civic Center Memorial Hall 3:30 PM

I. SPECIAL SESSION

Documents:

[SPECIAL MEETING NOTICE - 07072020.PDF](#)

A. Call To Order

II. ITEMS FOR COMMISSION ACTION

A. Consider Authorizing The School District To Shoot Fireworks As Part Of The Graduation Ceremony On July 10, 2020 On City Property Utilized For The Annual 4th Of July Fireworks Show.

Documents:

[RCA - GRADUATION FIREWORKS REQUEST.PDF](#)

III. WORKSESSION

A. Economic Development Advisory Board Call To Order.

IV. DISCUSSION

A. Review And Discuss A Proposed Incentive Policy.

Documents:

[INDEPENDENCE BUSINESS INCENTIVE POLICY DRAFT 03-03-2020.PDF](#)

V. ADJOURNMENT

**NOTICE OF SPECIAL MEETING TO THE BOARD OF COMMISSIONERS OF THE
CITY OF INDEPENDENCE, KANSAS**

Notice is hereby given that a special meeting of the board of commissioners of the City of Independence, Kansas, will be held in the Civic Center of the Memorial Hall, Penn and Chestnut, Independence, Kansas, at 3:30 p.m., on July 7, 2020, for the following purpose (s):

Items for City Commission Action

- A. Consider authorizing the school district to shoot fireworks as part of the graduation ceremony on July 10, 2020 on City property utilized for the annual 4th of July Fireworks Show.

Discussion

- A. Review and discuss a proposed incentive policy.

PLEASE NOTE:

To participate by conference call:

+1 785-289-4727 United States, Topeka (Toll)
Conference ID: 266 896 90#

Date: July 7, 2020



David Schwenker, City Clerk

CERTIFICATE OF SERVICE OF NOTICE

I, David Schwenker, the duly appointed, qualified and acting City Clerk of the City of Independence, do hereby certify that on this 7th day of July 2020, I served a true copy of the Notice of Special Meeting on each and every member of the Board of Commissioners of the City of Independence in the manner provided by law.

Date: July 7, 2020



David Schwenker, City Clerk

WAIVER OF REGULAR NOTICE OF AND CONSENT TO SPECIAL MEETING

We, the undersigned members of the Board of Commissioners of the City of Independence do hereby accept service of the notice of special meeting waiving any and all irregularities in such service and in such notice and consent and agree that the said members of said Board of Commissioners shall meet at the time and place named in such notice and for the purpose stated therein.

Mayor

Commissioner

Commissioner



REQUEST FOR COMMISSION ACTION
CITY OF INDEPENDENCE
July 7, 2020

Department Park

Director Approval Barbara Beurskens

AGENDA ITEM Consider authorizing the school district to shoot fireworks as part of the graduation ceremony on July 10, 2020 on City property utilized for the annual 4th of July Fireworks Show.

SUMMARY RECOMMENDATION Approve authorizing the school district to shoot fireworks on City property as part of the High School Graduation Ceremony scheduled at the stadium on July 10th.

BACKGROUND The Independence School District would like to honor graduating seniors with a 5-10-minute fireworks show at the end of their graduation ceremony on Friday, July 10, 2020. They would like to shoot the fireworks on City property utilized for the annual 4th of July Fireworks. They plan on contracting with professionals for the show. The district will provide special event insurance coverage for the event.

BUDGET IMPACT None

SUGGESTED MOTION I move to authorize the Independence School District to use the field north of the zoo to shoot fireworks as part of the graduation ceremony on July 10, 2020 contingent on providing special event insurance coverage.

SUPPORTING DOCUMENTS Email request from Fred Meier, Director of Business & Operations, USD #446

From: [Fred Meier](#)
To: [Kelly Passauer](#)
Cc: rarnold@indyschools.com
Subject: Fireworks for Graduation
Date: Monday, July 06, 2020 4:32:16 PM

Kelly:

Independence High School would like to honor seniors with a 5-10 minute fireworks show for the end of their graduation ceremony Friday, July 10th. We would like to shoot the fireworks from the same location the city uses for the July 4th show. We plan to contract for the show. The district will contact Newkirk, Dennis and Buckles to be sure we have special event coverage for Friday.

Please contact me if you have questions or need further information.

Fred Meier
Director of Business & Operations
517 N. 10th
Independence, KS 67301
620-332-1800
620-332-4906 (cell)

**BUSINESS INCENTIVE POLICY
THE CITY OF INDEPENDENCE, KANSAS**

Section 1. Purpose.

1.1. Growth. The City of Independence recognizes that the growth and development of new businesses is essential to Independence’s economic and social well-being. The City is committed to working collaboratively with its economic development partners to expand Independence’s economic base through incentive programs and development through the recruitment, retention, and expansion of a diverse mix of businesses in the local economy.

1.2. Overview. To stimulate economic growth, the City adopts the Business Incentive Policy to offer businesses assistance provided by the City and its economic development partners. Various incentive programs to new and expanding businesses and entrepreneurs are available which may include:

- a. Offering an employee-based Incentive Program to new and expanding businesses;
- b. Assisting businesses in finding available buildings, sites and lease space in partnership with Montgomery County Action Council “MCAC”, the Independence Chamber of Commerce, and Independence Main Street;
- c. Establishing relationships with national and local manufacturers, brokers and developers, market analytics, and provide data and resources as needed;
- d. Recruiting targeted industries and service providers;
- e. Recruiting new retail opportunities;
- f. Supporting new business inquiries for escalating entrepreneurial endeavors expanding into viable businesses.

1.3. Incentive Program Benefits/Eligible Uses. This program is established to aid new and existing businesses in setting up or expanding their company in Independence. The incentive funding provided can be utilized for a variety of purposes including moving expenses, property acquisition, capital expenditures, utilities/services, personnel expansion, or materials and supplies.

1.4. Authorization. The Incentive Program will be funded by the “Economic Development/ Transportation Fund.” Authorization for disbursement of incentives from this fund for the purposes of the Incentive Program must be approved by the City Commission or its designee.

Section 2. Eligibility.

2.1. Eligible Areas. Businesses located, or which will be located, within the city limits of the City of Independence are eligible. If a business locates outside the city limits, the property must be annexed by the City, or sign a pre-annexation agreement if the property is not currently

eligible for annexation.

2.2. Eligible Applicants. Applicants should meet established qualification criteria such as:

a. Hiring or retaining five (5) or more full-time equivalent (FTE) employees, as defined by the Kansas Department of Labor, for a minimum of a five (5) year period; and

b. Pay a median wage in an amount equal to at least 100% of the county median wage or industry NAICS as published by the Kansas Department of Labor for the Southeast Kansas region at time of application. (*Note:* If the median wage does not qualify for the incentive, then the annual average wage for the newly created jobs can be used.)

Note: The NAICS Code lookup for median wages in Southeast Kansas is: <https://public.tableau.com/profile/kdol#!/vizhome/shared/HY6CPS9RZ>

c. Achieve an acceptable cost benefit analysis result for the specific business category as determined by the City Commission. While the results of the cost benefit analysis weigh heavily in the decisioning process, other criteria may be considered when it is in the best interest or promotes the well-being of the public.

Section 3. Categories.

3.1. In General. The Incentive Program shall include five (5) categories of businesses to which incentives may be given depending on but not limited to economic impact, creditworthiness, job impact, and immediate need. See Appendix “A” for potential incentive terms and rates.

3.2. Large Industrial. A large industrial business is a business that employs over one hundred (100) FTE employees and has pay rates that exceed the median wage for their industry NAICS code. This business is eligible for incentives that can be used toward any expense related to opening the location in Independence.

3.3. Small Industrial. A small industry prospect would employ five (5) or more FTE employees that exceed the county median wage or average NAICS code wage standards.

3.4. Large Retail. Includes large retail businesses that have been specifically identified as priorities through market research such as a retail gap study, etc. Such businesses are typically identified in strategic planning documents by the City and/or one of its economic development partners. Annual sales are typically larger than \$1,000,000. Funds are encouraged to be used for facility or infrastructure improvements but may be used for capital, personnel, safety, or any other use that the company outlines in their project.

3.5. Small Retail. Includes small retail businesses that have been specifically identified as priorities through market research such as a retail gap study, etc. Annual sales are typically less than \$1,000,000. Funds are encouraged to be used for facility or infrastructure

improvements but may be used for capital, personnel, safety, or any other use that the company outlines in their project.

3.6 Service. Service type businesses that have been identified to fill gaps or expand services desired by the public. Funds are encouraged to be used for facility or infrastructure improvements but may be used for capital, personnel, safety, or any other use that the company outlines in their project.

Section 4. Application and Approval Process.

4.1. Application. To be eligible for an incentive offer, a business must fill out the Project Initiation Form, found in Appendix “B” of this document or on the City of Independence or MCAC websites at:

City of Independence: www.independences.gov

MCAC: www.actioncouncil.com

Independence Chamber of Commerce: www.indkschamber.org

Independence Mainstreet: www.independencemainstreet.com

To speed up the process of the incentive package, an applicant may complete the first page of the application and send it to the City contact listed in Appendix “A”. If state incentives are sought, it is recommended to contact the MCAC listed in Appendix “A” to assist in form completion. This form should be completed and submitted at the same time as the Project Initiation Form.

4.2. Review. Upon receipt of the completed application and supporting documents, if any, staff will review the application and meet with the applicant to discuss incentives for which the applicant may be eligible as well as other recommendations that might benefit the business. This meeting should occur within one week of receipt of the completed application. Depending on various attributes of the request, the incentive could be structured as an up-front cash payment, an annual disbursement, or forgivable loan based on annual sales tax revenues or new jobs created. On a case by case basis, the City may also consider in-kind incentives such as waiver of certain customary fees.

4.3. Governing Body Approval. Incentives are approved by the City Commission or its designee as described in Appendix “A”. This policy allows City Staff to discuss potential incentives in excess of their authority during the rapid recruitment process. However, said discussions must include a disclaimer that ultimate approval rests with the City Commission or its designee. The City Manager will inform the City Commission such discussions are taking place as appropriate. Any incentive required to be brought before the Governing Body for approval, will include a recommendation by the Economic Development Advisory Board who is charged with vetting such requests. All recommendations will include documentation and/or information supporting the economic or other value to the City of Independence.

4.4. Follow-up. If an annual cash incentive is approved, the recipient shall provide the City as requested, sales reports, employee reports, or such other documentation required in order to determine the amount of the annual incentive payment. If a forgivable loan is approved, the recipient shall provide annual job reports, employee residency reports, or such other documentation that is required prior to any payments being forgiven. Annual reports are due by March 1 of each year to the Finance Director and the City Manager. Frequency of periodic reports will be specified on a case by case basis.

City staff will provide copies of all reports submitted to the Economic Development Advisory Board for review and performance analysis.

APPENDIX “A”

The City Commission delegates approval authority for business incentives equal to but not exceeding \$25,000.00 to the City Manager. Business incentives above that amount require City Commission approval.

Category	# of FTE's Required	Maximum Term of Incentive	Incentive Benchmark per Job	*FTE Residency Bonus 67301	*FTE Residency Bonus USD 446	**Eligible Up-Front Payment	**Eligible Forgivable Loan	**Eligible In- Kind Fee Waiver
Large Industrial	100 +	10 years	\$1,000	\$500	\$250	X	X	X
Small Industrial	5-100	10 years	\$1,000	\$500	\$250	NA	X	X
Large Retail	5	5 years	\$1,000	\$500	\$250	X	X	X
Small Retail	5	5 years	\$1,000	\$500	\$250	NA	X	X
Service	5	5 years	\$1,000	\$500	\$250	NA	X	X

* May only qualify for one category of residency bonus

** Structure at sole discretion of the City

CONTACTS:

City of Independence
 City Manager
 811 W. Laurel St., 2nd Fl.
 Independence, KS 67301
 Phone: (620) 332-2506
 Fax: (620) 332-2535
 Email: kellyp@independencesks.gov
 Website: www.independencesks.gov

Montgomery County Action Council
 Executive Director
 115 S. 6th
 Independence, KS 67301
 Phone: (620) 331-3830
 Cell: (620) 779-1922
 Email: tpurdon@actioncouncil.com
 Website: www.actioncouncil.com

APPENDIX "B"

Form A – Project Initiation Form