

ARTICLE II – ECONOMIC INCENTIVES

**11-2-1 INCENTIVE ESTABLISHED.** The Mayor or other authorized office of the City is hereby authorized to negotiate with and offer to any individual, association, corporation or other legal entity proposing to come to the City and create **ten (10)** or more new jobs a **five (5) year** contract which contains the following terms:

(A) An employer creating **ten (10)** or more full-time jobs within the **first (1<sup>st</sup>) year** of their doing business in the City and retaining those jobs for a minimum of **five (5) years** will be eligible for electric rate discounts as follows:

(1) Years 1-5 – Industrial Rate which shall be a rate equal to the City’s cost from the City’s supplier of electricity.

(2) Year 6 – Graduated Industrial Rate as defined in the following billing rate table:

For the first 100 KWH used per month at	.125362
For the next 150 KWH used per month at	.101315
For the next 250 KWH used per month at	.089705
For the next 500 KWH used per month at	.083071
For all over 1000 KWH used per month at	.070135

The minimum charge for electricity used for commercial purposes shall be **Twelve Dollars Fifty-Four Cents (\$12.54)** per month for the first **one hundred (100) KWH. Rates and Charges for Electric System, Utility Taxes and Power Cost Adjustment Charges** apply as defined in the Newton City Code.

**(Ord. No. 11-3; 04-19-11)**

(3) Year 7 – Commercial Rate as defined in the City Code.

(B) The foregoing rates would not change during the term of the contract unless the City’s cost from its supplier, currently Ameren CIPS, changes then any increases would be passed on to the customer.

(C) The foregoing discounted rates shall terminate automatically if the new employer (1) fails to create **ten (10)** or more full-time jobs in the City within the **first (1<sup>st</sup>) year**; (2) fails to retain those **ten (10)** or more jobs for a minimum of **five (5) years** or (3) fails to meet any other of its obligations to the City. In the event of said termination, the new employer must agree to reimburse the City the difference between the discounted electric rate and the normal electric rate that would have been charged to the new employer, said difference to be paid to the City within **sixty (60) days** from the date of said termination.

**(Ord. No. 05-28; 10-04-05)**