

ORDINANCE

THE TOWN OF SMITHFIELD HEREBY ORDAINS AS FOLLOWS:

THE ESTABLISHMENT OF A TAX AGREEMENT WITH DEJANA REALTY OF SMITHFIELD, RI, LLC

WHEREAS, the TOWN OF SMITHFIELD (Town) and DEJANA REALTY OF SMITHFIELD, RI, LLC (Dejana), wish to enter into a tax agreement with respect to the payment of Town real estate taxes for a five-year period commencing with Town fiscal year 2012-13 which relate to the property designated as Smithfield Assessor's Plat 48, Lots 76 and 77 and Dejana's planned construction thereon (the Tax Agreement); and

WHEREAS, the Town has made and hereby reaffirms the following findings with respect to the Tax Agreement:

- (a) The Tax Agreement is in the public interest as it induces Dejana to relocate and expand its facility in the Town which will increase the tax base of the Town, provide new tax revenues to the Town, create new employment opportunity for residents of the Town and enhance property values in the Town as well as the overall economic climate of the Town; and
- (b) Chapter 7 of Rhode Island Public Laws, 1960, provides that the Town and Dejana may make an agreement with respect to real estate taxes on the proposed project; and
- (c) The payments made pursuant to the Tax Agreement are fair and equitable and acceptable to the Town and Dejana.

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF SMITHFIELD AS FOLLOWS:

Section 1. That the findings set forth in the proceeding **WHEREAS** Clauses are hereby made and confirmed.

Section 2. That the execution, delivery and performance by the Town of a Tax Agreement with Dejana in the form set forth in Exhibit A hereto, are hereby authorized and approved.

Section 3. This Ordinance shall take effect thirty days after passage hereof.