

LEGISLATIVE FACT SHEET

DATE: 1/20/16

BT or RC No: _____
(Administration Bills)

SPONSOR: Office of Economic Development
(Department/Division/Agency/Council Member)

PURPOSE/SUMMARY:

Maxwell House, a subsidiary of the Kraft Heinz Company is proposing to invest in their coffee roasting plant to improve existing operations, purchase additional machinery and equipment to expand its coffee roasting capacity. Kraft Heinz Company is the third largest consumer packaged food and beverage companies in North America, fifth largest in the world. Kraft Heinz Company is proposing to add a minimum of 40 full-time jobs, over 2 years by 2018; at an average wage of \$54,828. The company's proposed investment of \$36 million will generate over \$2.6 million in ad valorem taxes over initial 10 years of operation. The project has a positive ROI for the City of Jacksonville.

APPROPRIATION: Total Amount Appropriated: _____ as follows:

(Name of Fund as it will appear in title of legislation) _____

Name of Federal Funding Source: _____ Amount: _____

Name of State Funding Source: _____ Amount: _____

Name of City of Jax Funding Source: _____ Amount: _____

Name of In-Kind Contribution: _____ Amount: _____

Name of Bond Acct: _____ Amount: _____

Bond Account Number: _____

IMPACT - FINANCIAL / OTHER:

The Company is seeking public investment through the State of Florida Qualified Targeted Industry (QTI) Tax Refund and Quick Response Training (QRT) programs and a City REV Grant. The QTI proposed is \$5,000 per new job created, the City portion of the QTI is 20 percent of the award, or \$1,000 per new job, not to exceed \$40,000, the State portion is \$4,000 per job not to exceed \$160,000 for a total QTI of \$200,000, payable after the average wage and job creation is verified by the Florida Department of Economic Opportunity over the proposed five (5) year payout period beginning in 2018, through 2022. The proposed QRT grant is \$1,500 per job fully funded by the State up to \$60,000. The City of Jacksonville REV grant proposed of 50%, for 7 years not to exceed \$1,000,000, after the completion of their capital investment. The total amount of City incentives would be up to \$1,040,000. The total State incentives would be up to \$220,000.

ACTION ITEMS:

	Yes	No
Emergency?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Federal or State Mandates?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Fiscal Year Carryover?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
CIP Amendment?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Contract / Agreement (C/A) Approval?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
C/A Negotiations On-going?	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Justification of Emergency:

(Attach CIP Form(s))

(Attach a copy)

Oversight Department Required?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Name of Dept.: <u>Office of Economic Development/DIA</u>
Related RC/BT?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	(Attach a copy)
Waiver of Code?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Identify Code: _____
Code Exception?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Identify Code: _____
Continuation of Grant?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Surplus Property Certification?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	(Attach a copy)
Related Enacted Ordinances?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Ordinance #: _____
Report Required to City Council or Council Auditors?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Date: _____ Frequency: _____

ADMINISTRATIVE TRANSMITTAL

To: MBRC, c/o Roselyn Chall, Budget Office, St. James Suite 325

Cc: Sam Mousa, Chief Administrative Officer
Mayor's Office, Fourth Floor, City Hall at St James

From: Kirk Wendland, Executive Director, Office of Economic Development (OED)
(Name, Job Title, Department)

Phone: 630-2455 E-mail: kwendland@coj.net

Contact Ed Randolph, Business Development Project Manager, OED
Person: (Name, Job Title, Department)

Phone: 630-1185 E-mail: edr@coj.net

COUNCIL MEMBER / INDEPENDENT AGENCY / CONSTITUTIONAL OFFICER TRANSMITTAL

To: Peggy Sidman, Office of General Counsel, St. James Suite 480
Phone: 630-4647 E-mail: psidman@coj.net

From: _____
(Name, Job Title, Department)

Phone: _____ E-mail: _____

Contact _____
Person: (Name, Job Title, Department)

Phone: _____ E-mail: _____

Legislation from Independent Agencies require a resolution from the Independent Agency Board approving the legislation.

FACT SHEET IS REQUIRED BEFORE LEGISLATION IS INTRODUCED