



Fin
2017-474

OFFICE OF ECONOMIC DEVELOPMENT
CITY OF JACKSONVILLE, FL

**PROJECT MILAN
SUMMARY
July 14, 2017**

Company:
Project Milan

Background: Project Milan is a leader in the health care industry. They currently have a large number of employees in the Jacksonville market. Project Milan is proposing to create up to 50 new jobs, at an average wage of \$77,000, no later than December 31, 2022. The project would include a capital investment of \$28.5 million to construct a new office building on the Southside of Jacksonville. The new office building will be approximately 95,000 square feet and would accommodate their new and existing employees.

Project Milan has stated that the City of Jacksonville incentive is a material factor in its decision to expand its operation in Jacksonville, Fla., as opposed to a city located in the northeastern U.S. Further, a decision not to expand in Jacksonville could have a negative impact on existing employment.

# of Jobs To Be Created	Capital Investment	Intangibles
50 jobs @ \$77,000 average wage no later than December 31, 2022. (Minimum requirement is 10 new jobs, no later than December 31, 2021, at an average wage of \$45,562)	Estimated minimum of \$28.5 million in IT equipment, furniture, real estate improvements, etc.	Expansion of a large office operation from a growing international company.

Project Rationale & Benefits:

- 1. Supporting Project Milan will help retain its existing, high paying, jobs and create up to 50 new full time jobs.**
- 2. Supporting Project Milan will add to the growing list of healthcare industry companies moving and expanding in Jacksonville.**
- 3. Supporting Project Milan will expand Jacksonville's job opportunities and tax base.** The 50 new jobs to be created will be for various positions, including IT and Finance. The new jobs will generate an additional \$3.85 million annually in new payroll (excluding benefits). Construction of a new office building will add to the commercial tax base.

Project Incentives:

The City of Jacksonville proposes to provide:

- A REV grant of 50%, for 10 years, not to exceed \$700,000. The grant will be paid out utilizing a "base year" assessed taxable property value (from the Property Appraiser's database) for this project.
- The project has a positive ROI of 3.79, for the City of Jacksonville.

The total amount of City incentives would be up to: \$700,000

For the reasons cited above, legislation for this project will be filed on July 19, 2017 and introduced to the City Council on July 25, 2017.

Please contact Ed Randolph at 630-1185, if you have any questions on this project.