

## LEGISLATIVE FACT SHEET

DATE: 06/18/18

BT or RC No: \_\_\_\_\_  
(Administration & City Council Bills)

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

Contact for all inquiries and presentation Office of Economic Development

Provide Name: Ed Randolph, Director of Business Development Operations

Contact Number: 630-1185

Email Address: edr@coj.net

PURPOSE: White Paper (Explain Why this legislation is necessary? Provide; Who, What, When, Where, How and the Impact.) Council Research will complete this form for Council introduced legislation and the Administration is responsible for all other legislation. (Minimum of 350 words - Maximum of 1 page.)

Project Buckeye is a New Jersey based manufacturer and distributor of children's toys, art and stationary products. The company currently employs in excess of 150 people in the US. Buckeye is evaluating consolidating their manufacturing and warehouse/distribution facilities in Jacksonville. Project Buckeye is proposing to create a minimum of 21 new full time management and administrative jobs no later than December 31, 2021. The average annual wage of those jobs is 115% of the State of Florida average wage of \$53,298 plus benefits. An additional 50 jobs will be created annually based upon the seasonal needs of the business.

The project would include the company leasing approximately 293,000 square feet of manufacturing and distribution space to accomodate their consolidated operation. The company would invest an estimated \$965,000 in building renovations and the purchase of manufacturing equipment and lease a building to be constructed valued at \$12,000,000 net for tax purposes. Project Buckeye has stated that the City of Jacksonville and State of Florida incentives are a material factor in its decision to consolidate it's manufacturing and distribution facilites in Jacksonville, Florida.

APPROPRIATION: Total Amount Appropriated \$0 as follows:

List the source name and provide Object and Subobject Numbers for each category listed below:

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

Name of Federal Funding Source(s)	From: _____	Amount: _____
	To: _____	Amount: _____
Name of State Funding Source(s):	From: _____	Amount: _____
	To: _____	Amount: _____
Name of City of Jacksonville Funding Source(s):	From: _____	Amount: _____
	To: _____	Amount: _____

Name of In-Kind Contribution(s):	From: _____	Amount: _____
	To: _____	Amount: _____

Name & Number of Bond Account(s):	From: _____	Amount: _____
	To: _____	Amount: _____

**PLAIN LANGUAGE OF APPROPRIATION / FINANCIAL IMPACT / OTHER:**

Explain: Where are the funds coming from, going to, how will the funds be used? Does the funding require a match? Is the funding for a specific time frame? Will there be an ongoing maintenance? ... and staffing obligation? Per Chapters 122 & 106 regarding funding of anticipated post-construction operation costs.

(Minimum of 350 words - Maximum of 1 page.)

The company is seeking public investment through the City of Jacksonville Recaptured Enhanced Value (REV) Grant at the level of 50% of the net increase in county ad valorem portion of the real and tangible property taxes based upon the net private capital investment of \$12.6 million for the first ten years after completion of the 293,000 square foot manufacturing facility. The REV Grant requires a minimum \$10 million capital investment in the project site no later than December 31, 2021. Project location is within Northwest Jacksonville. The estimated value of the REV Grant is \$626,000 over the ten year REV Grant period. And a Qualified Targeted Industry (QTI) Tax Refund program, the QTI incentive proposed is \$3,000 per job (up to \$63,000). The City portion of the QTI program is 20 percent of the award, or \$600 per job up to \$12,600 in total. The QTI award will be payable after the average wage and jobs created are verified by the Florida Department of Economic Opportunity over the proposed five-year payout, beginning in 2020. City incentives total \$638,600.

**ACTION ITEMS: Purpose / Check List.** If "Yes" please provide detail by attaching justification, and code provisions for each.

**ACTION ITEMS:**

Yes      No  
 Emergency?

Justification of Emergency: If yes, explanation must include detailed nature of emergency.

Yes      No  
 Federal or State Mandate?

Explanation: If yes, explanation must include detailed nature of mandate including Statute or Provision.

Yes      No  
 Fiscal Year Carryover?

Note: If yes, note must include explanation of all-year subfund carryover language.

Yes      No  
 CIP Amendment?

Attachment: If yes, attach appropriate CIP form(s). Include justification for mid-year amendment.

Contract / Agreement Approval?

Attachment & Explanation: If yes, attach the Contract / Agreement and name of Department (and contact name) that will provide oversight. Indicate if negotiations are on-going and with whom. Has OGC reviewed / drafted?

Office of Economic Development to provide oversight and administration.

Related RC/BT?

Attachment: If yes, attach appropriate RC/BT form(s).

Waiver of Code?

Code Reference: If yes, identify code section(s) in box below and provide detailed explanation (including impacts) within white paper.

Code Exception?

Code Reference: If yes, identify code in box below and provide detailed explanation (including impacts) within white paper.

Related Enacted Ordinances?

Code Reference: If yes, identify related code section(s) and ordinance reference number in the box below and provide detailed explanation and any changes necessary within white paper.

**ACTION ITEMS CONTINUED: Purpose / Check List. If "Yes" please provide detail by attaching justification, and code provisions for each.**

**ACTION ITEMS:** Yes No

Continuation of Grant?

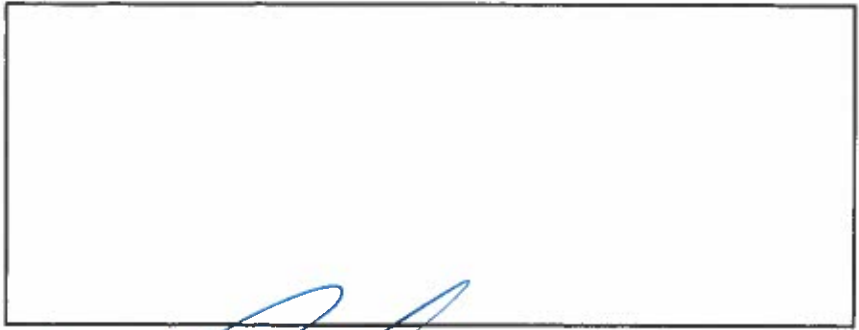
Explanation: How will the funds be used? Does the funding require a match? Is the funding for a specific time frame and/or multi-year? If multi-year, note year of grant? Are there long-term implications for the General Fund?

Surplus Property Certification?

Attachment: If yes, attach appropriate form(s).

Reporting Requirements?

Explanation: List agencies (including City Council / Auditor) to receive reports and frequency of reports, including when reports are due. Provide Department (include contact name and telephone number) responsible for



Division Chief: /s/ Ed Randolph

(signature)

Date: 6/18/2018

Prepared By: /s/ Ed Randolph

(signature)

Date: 6/18/2018

**ADMINISTRATIVE TRANSMITTAL**

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

Thru: Sam Mousa, Chief Administrative Officer, Mayors Office, Fourth Floor, City Hall at St. James  
(Name, Job Title, Department)  
Phone: \_\_\_\_\_ E-mail: \_\_\_\_\_

From: Kirk Wendland, Executive Director, Office of Economic Development (OED)  
Initiating Department Representative (Name, Job Title, Department)  
Phone: 630-2455 E-mail: [kwendland@coj.net](mailto:kwendland@coj.net)

Primary Contact: Ed Randolph, Director of Business Development Operations, Office of Economic Development  
(Name, Job Title, Department)  
Phone: 630-1185 E-mail: [edr@coj.net](mailto:edr@coj.net)

CC: Jordan Elsbury, Director of Intergovernmental Affairs, Office of the Mayor  
E-mail: [jelsbury@coj.net](mailto:jelsbury@coj.net)

**COUNCIL MEMBER / INDEPENDENT AGENCY / CONSTITUTIONAL OFFICER TRANSMITTAL**

To: Peggy Sidman, Office of General Counsel, E-mail: [psidman@coj.net](mailto:psidman@coj.net)  
St. James Suite 480  
Phone: 904-630-4647

From: \_\_\_\_\_  
Initiating Council Member / Independent Agency / Constitutional Officer  
Phone: \_\_\_\_\_ E-mail: \_\_\_\_\_

Primary Contact: \_\_\_\_\_  
(Name, Job Title, Department) E-mail: \_\_\_\_\_  
Phone: \_\_\_\_\_

CC: Jordan Elsbury, Director [jelsbury@coj.net](mailto:jelsbury@coj.net)  
904-630-1825 E-mail: \_\_\_\_\_

Legislation from Independent Agencies requires a resolution from the Independent Agency Board approving the Resolution.

Independent Agency Action Item: 

Yes	No
<input type="checkbox"/>	<input checked="" type="checkbox"/>

 Attachment:  
Boards Action / Resolution? If yes, attach appropriate documentation.

**FACT SHEET IS REQUIRED BEFORE LEGISLATION IS INTRODUCED**