



CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING

#13-1221

TO: Honorable Mayor & Members of the
Fort Lauderdale City Commission

FROM: Lee Feldman, ICMA-CM, City Manager

DATE: September 17, 2013

TITLE: Amendment to Resolution No. 13-126 – Project Repel Payout Schedule –
Qualified Target Industry (QTI) Tax Refund Incentive

Recommendation

It is recommended that the City Commission amend resolution no. 13-126 approving Project Repel payout schedule be extended from six years to seven years, with no increase in the total QTI award.

Background

Project Repel is a corporate relocation project that is being organized as a joint effort between the Greater Fort Lauderdale Alliance and the City of Fort Lauderdale, and was approved for an incentive award at the July 2, 2013 City Commission meeting. The client has asked, and both Enterprise Florida and the state of Florida's Department of Economic Opportunity have approved that the QTI payments be spread out to maximize their refunds.

QTI Funding Award

The total QTI incentive award is \$826,000 of which the State of Florida would provide 80% (\$660,800) and the remaining 20% (\$165,200) would be provided by the City, paid out over a seven (7) year period beginning in Fiscal Year 2014. The total amount of the award has not been changed.

City staff recommends amending Resolution 13-126 indicating the City's support for a Qualified Targeted Industry (QTI) incentive, in support of the creation of new jobs in a targeted industry for Project Repel. The QTI award would be for \$165,200 to be paid annually over a seven-year period. The payment for the QTI award in the first year is estimated to be \$10,640.

The change from a six-year to seven-year (highlighted in yellow) payout provided by Enterprise Florida is shown below.

Fiscal Year	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
	\$ 10,640	\$ 10,640	\$ 10,640	\$ 10,640	\$ 10,640		
		\$ 11,220	\$ 11,220	\$ 11,220	\$ 11,220	\$ 11,220	
			\$ 11,220	\$ 11,220	\$ 11,220	\$ 11,220	\$ 11,220
Totals	\$ 10,640	\$ 21,840	\$ 33,040	\$ 33,040	\$ 33,040	\$ 22,400	\$ 11,200
Previous schedule:	\$ 13,300	\$ 27,300	\$ 41,300	\$ 41,300	\$ 28,000	\$ 14,000	

Resource Impact

No current year budgetary impact. Funding for fiscal year 2014 through fiscal year 2020 is subject to approval and appropriation of the annual operating budget.

FUNDS AVAILABILITY LOCATION:

FISCAL YEAR	FUND	SUB FUND	FUND NAME	INDEX #	INDEX NAME	SUB OBJECT #	SUBOBJECT NAME	AMOUNT
2014	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	10,640.00
2015	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	21,840.00
2016	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	33,040.00
2017	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	33,040.00
2018	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	33,040.00
2019	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	22,400.00
2020	001	01	General Fund	DSD050101	Economic Development	4299	Other Contributions	11,200.00
TOTAL								165,200.00

Attachment:

Exhibit 1 – Resolution 13-126

Prepared by: Karen Reese, Economic Development Representative

Department Director: Greg Brewton, Sustainable Development