

LEGISLATIVE FACT SHEET

DATE: 10/06/2020

BT or RC No: N/A

(Administration & City Council Bills)

SPONSOR: Office of Economic Development

(Department/Division/Agency/Council Member)

Contact for all inquiries and presentations: Office of Economic Development

Provide Name: Paul Crawford, Director of Operations Contact No: 255-5446

Email paulc@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)

The proposed legislation is a recommendation of the Industrial Development Revenue Bond (IRB) Review Committee, that the Mayor submit legislation to approve, for purposes of Section 147(f) of the Internal Revenue Code, the issuance of City of Jacksonville, Florida Educational Facilities Revenue Bonds for the Jacksonville Alliance for KIPP Schools, Inc. Project in one or more installments or series, in an aggregate principal amount not to exceed \$23,000,000. The bond issuance will be for the purpose of financing, reimbursing or refinancing all or a part of the cost of said projects.

KIPP plans to open a high school for the 2021-22 school year at their current facilities site off McDuff Avenue North. That high school will occupy an existing facility, and its enrollment growth will necessitate that both Voice and Impact move into their own respective permanent facilities. In order to provide a permanent facility for Voice's (the elementary school) full-scale enrollment of 900 students, KIPP is in the process of finalizing a long-term ground lease with the Jacksonville Transportation Authority ("JTA") for an 8-acre site located at 813 Golfair Blvd in Jacksonville. The ground lease is expected to have an initial term of 42 years with an option to renew for another 40 years. Upon commencement of such ground lease, KIPP plans to begin construction of an approximately 73,500 square foot building on the site. KIPP has hired Summit Construction Management Group ("Summit"), and design and engineering for the Project are well underway. KIPP is targeting breaking ground on the Project in November 2020 with a completion date of July 2021.

The estimated cost of developing, equipping and furnishing the Project is \$15 million. The Project scope includes the construction of 63,000 square foot classroom building and a 10,500 square foot gymnasium as well as site work for playing fields, parking lots, and lanes for school buses and parent drop-off / pick-up. Additionally, the Project will include the relocation and construction of a new JTA bus stop per the terms of KIPP's agreement with JTA. Currently the bus stop is located on Golfair Blvd. and is included in the acreage to be leased by JTA to KIPP Jacksonville.

Additionally, the Bond funds will include the refinancing of certain outstanding indebtedness used to finance various capital improvements at KIPP's two existing facilities located in Jacksonville at 1440 McDuff Avenue North and 2525 West 1st Street, and funding of transaction costs and capitalized interest.

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 the title of the legislation)

Name of Federal Funding Source(s)

From: _____ Amount: _____

To: _____ Amount: _____

Name of State Funding Source(s)

From: _____ Amount: _____

To: _____ Amount: _____

Name of COJ Funding Source(s)

From: Amount:

To: Amount:

Name of In-Kind Contributions:

From: _____ Amount: _____

To: _____ Amount: _____

Name & No. 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 ongoing maintenance and staffing obligation? Per Chapter 122 & 106 regarding funding of anticipated post-construction operation costs. (Minimum of 350 words – maximum of 1 page.

There is no fiscal impact or obligation to the City of Jacksonville as a result of the issuance of these bonds.

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

ACTION ITEMS:

Emergency? Yes _____ No **X** _____

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

Federal or State Mandate? Yes _____ No X _____

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

Fiscal Year Carryover? ___ No X _____

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

CIP Amendment? Yes ___ No X _____

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

Contract/Agreement Approval? Yes X _____ No _____

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

The IRB Resolution dated 09/21/2020 approved and authorized the execution of a Memorandum of Agreement. The Office of Economic Development (OED) and the Office of General Counsel (OGC) have reviewed the application of the bond issuance. OED and OGC will provide oversight and administration.

Related RC/BT? Yes _____ No X _____ If yes, attach appropriate RC/BT form(s)

Waiver of Code? Yes _____ No X _____

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

Code Exception: Yes _____ No X _____

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

Related Enacted Ordinances? _____ No X _____

Code Reference: If yes, identify related code section(s) and ORD reference number in the space below & provide detailed explanation and any changes necessary within whitepaper.

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

ACTION ITEMS:

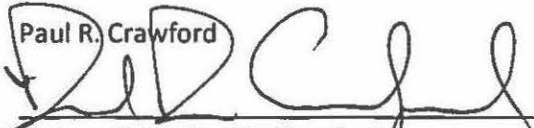
Continuation of Grant? _____ No X _____

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? Yes _____ No X _____ Attachment: If yes, attach appropriate form(s)

Reporting Requirements? Yes _____ No X _____

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

Paul R. Crawford

Prepared By: Paul R. Crawford

Date: 10/06/2020

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ADMINISTRATIVE TRANSMITTAL

To: City Council Legislative Service Division

Thru: N/A
(Name, Job Title, Department)

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

Phone: 255-5455 E-Mail: kwendland@coj.net

Primary Contact: Paul Crawford, Director Operations, Office of Economic Development
(Name, Job Title, Department)

Phone: 255-5446 E-Mail: paulc@coj.net

CC: Leeann Krieg, Director of Governmental Affairs, Office of the Mayor

Phone: 255-5015 E-Mail: LeeannK@coj.net

COUNCIL MEMBER/INDEPENDENT AGENCY/CONSTITUTIONAL OFFICER TRANSMITTAL

To: Peggy Sidman, Office of General Counsel, St. James Bldg., Suite 480

Phone: 255-5055 E-Mail: psidman@coj.net

From: N/A
Initiating Council Member/Independent Agency/Constitutional Officer

Phone: _____ E-Mail: _____

Primary Contact: N/A
(Name, Job Title, Department)

Phone: _____ E-Mail: _____

CC: Leeann Krieg, Director of Governmental Affairs, Office of the Mayor

Phone: 255-5015 E-Mail: leeannk@coj.net

Legislation from Independent Agencies requires a resolution from the Independent Agency Board approving the legislation

Independent Agency Action Item:

Board(s) Action/Resolution? Yes X No ___

Attachment: If yes, attach appropriate documentation. If no, when is board action scheduled?

Executed IRB Review Committee Resolution dated 09/21/2020.

FACT SHEET IS REQUIRED BEFORE LEGISLATION IS INTRODUCED