

**CITY COUNCIL RESEARCH DIVISION
LEGISLATIVE SUMMARY**



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Bill Type and Number: Ordinance 2023-147

Introducer/Sponsor(s): Council President Freeman

Date of Introduction: February 28, 2023

Committee(s) of Reference: NCSPHS, F, R

Date of Analysis: March 2, 2023

Type of Action: Authorizing funding contribution; authorizing execution of amended capital maintenance and capital improvements agreement; Ordinance Code waiver; designation of oversight agency

Bill Summary: The bill authorizes a future funding contribution of \$10 million to Shands Jacksonville Medical Center to support the construction of UF Health Jacksonville's Leon L. Haley, Jr., MD Emergency Department and Trauma Center. It authorizes execution of a fifth amendment to the Capital Maintenance and Capital Improvements Costs Disbursement Agreement between the City and Shands Jacksonville to reflect an expanded project scope and to increase the City's maximum indebtedness to reflect the new construction. The bill waives provisions of Ordinance Code Section 118.107 – Nonprofits to receive funding through a competitive evaluated award process – for the purpose of making a direct contribution to UF Health/Shands without a competitive award process. The Public Works Department is designated as the oversight agency for the agreement and the project.

Background Information: In 2019 the City and Shands Jacksonville entered into an agreement by which the City would contribute \$95 million over a period of 6 years and authorize the medical center to make various capital improvements to the City-owned hospital complex. Shands has requested that the scope of work be expanded to include the construction of a new emergency room and trauma center to be named for the late Dr. Leon Haley, the CEO of UF Health Jacksonville and Dean of the UF College of Medicine – Jacksonville. The fifth amendment to the capital improvements agreement between the parties will increase the City's total maximum indebtedness to \$105,000,000 and update the project listing exhibit to incorporate the new project. The amendment provides that the City's \$10 million contribution may only be used by Shands after the expenditure of the \$80 million appropriation provided by the Florida Legislature to the project.

Policy Impact Area: Shands Jacksonville Medical Center capital improvements

Fiscal Impact: The bill authorizes an additional \$10 million contribution to Shands via future appropriation, increasing the maximum indebtedness under the agreement to \$105 million.

Analyst: Clements