

1 Introduced by the Council President at the request of the Mayor and  
2 amended by the Finance Committee:  
3  
4

5 **RESOLUTION 2021-63-A**

6 A RESOLUTION MAKING CERTAIN FINDINGS, AND  
7 APPROVING AND AUTHORIZING THE EXECUTION OF AN  
8 ECONOMIC DEVELOPMENT AGREEMENT ("AGREEMENT")  
9 BETWEEN THE CITY OF JACKSONVILLE ("CITY") AND  
10 PROJECT ROBALO ("COMPANY"), TO SUPPORT THE  
11 CREATION OF COMPANY'S OPERATIONS AT A NEW  
12 LEASEHOLD FACILITY LOCATED AT A TO-BE-DETERMINED  
13 LOCATION WITHIN THE CITY ("PROJECT");  
14 AUTHORIZING A TEN-YEAR RECAPTURE ENHANCED VALUE  
15 (REV) GRANT OF \$260,000; APPROVING AND  
16 AUTHORIZING THE EXECUTION OF DOCUMENTS BY THE  
17 MAYOR, OR HIS DESIGNEE, AND CORPORATION  
18 SECRETARY; AUTHORIZING APPROVAL OF TECHNICAL  
19 AMENDMENTS BY THE EXECUTIVE DIRECTOR OF THE  
20 OFFICE OF ECONOMIC DEVELOPMENT ("OED");  
21 PROVIDING FOR OVERSIGHT BY THE OED; PROVIDING A  
22 DEADLINE FOR THE COMPANY TO EXECUTE THE  
23 AGREEMENT; AFFIRMING THE PROJECT'S COMPLIANCE  
24 WITH THE PUBLIC INVESTMENT POLICY ADOPTED BY  
25 ORDINANCE 2016-382-E, AS AMENDED; REQUESTING  
26 TWO-READING PASSAGE PURSUANT TO COUNCIL RULE  
27 3.305; PROVIDING AN EFFECTIVE DATE.  
28

29 **WHEREAS**, Section 288.075, Florida Statutes, allows certain  
30 confidentiality regarding economic development projects and Company  
31 has requested confidentiality in accordance with such law and the OED

1 has approved the Robalo Project and advised that the Economic  
2 Development Agreement is necessary to effectuate the Project; and

3 **WHEREAS**, Project Robalo (the "Company") has committed to create  
4 25 permanent full-time equivalent new jobs in Jacksonville with an  
5 average salary, exclusive of benefits, of approximately \$49,472 per  
6 annum by December 31, 2023, all as further described in the Project  
7 Summary attached hereto as **Revised Exhibit 1**, labeled as "Revised  
8 Exhibit 1, Rev Proj Summary, February 2, 2021 - Finance" and  
9 incorporated herein by this reference; and

10 **WHEREAS**, such average salary is equal to 100% of the average  
11 private-sector wage in the State effective as of January 1, 2020; and

12 **WHEREAS**, for the reasons more fully described in the Project  
13 Summary, the payment of the REV Grant in such amounts serves a  
14 paramount public purpose; and

15 **WHEREAS**, the OED has reviewed the application submitted by the  
16 Company for community development; and, together with representatives  
17 of the City, negotiated the Agreement. Accordingly, based upon the  
18 contents of the Agreement, it has been determined that the Agreement  
19 and the uses contemplated therein to be in the public interest, and  
20 that the public actions and financial assistance contemplated in the  
21 Agreement take into account and give consideration to the long-term  
22 public interests and public interest benefits to be achieved by the  
23 City; and

24 **WHEREAS**, the Company has requested the City to enter into an  
25 agreement in substantially the form placed **Revised On File** with the  
26 Office of Legislative Services; now therefore,

27 **BE IT RESOLVED** by the Council of the City of Jacksonville:

28 **Section 1. Findings.** It is hereby ascertained, determined,  
29 found and declared as follows:

30 (a) The recitals set forth herein are true and correct.

31 (b) The location of the Company's Project in Jacksonville,

1 Florida, is more particularly described in the Agreement. The Project  
2 will promote and further the public and municipal purposes of the  
3 City.

4 (c) Enhancement of the City's tax base and revenues, are matters  
5 of State and City policy and State and City concern in order that the  
6 State and its counties and municipalities, including the City, shall  
7 not continue to be endangered by unemployment, underemployment,  
8 economic recession, poverty, crime and disease, and consume an  
9 excessive proportion of the State and City revenues because of the  
10 extra services required for police, fire, accident, health care,  
11 elderly care, charity care, hospitalization, public housing and  
12 housing assistance, and other forms of public protection, services  
13 and facilities.

14 (d) The provision of the City's assistance as identified in the  
15 Agreement is necessary and appropriate to make the Project feasible;  
16 and the City's assistance is reasonable and not excessive, taking  
17 into account the needs of the Company to make the Project economically  
18 and financially feasible, and the extent of the public benefits  
19 expected to be derived from the Project, and taking into account all  
20 other forms of assistance available.

21 (e) The Company is qualified to carry out and complete the  
22 construction and equipping of the Project, in accordance with the  
23 Agreement.

24 (f) The authorizations provided by this Resolution are for  
25 public uses and purposes for which the City may use its powers as a  
26 county, municipality and as a political subdivision of the State of  
27 Florida and may expend public funds, and the necessity in the public  
28 interest for the provisions herein enacted is hereby declared as a  
29 matter of legislative determination.

30 (g) This Resolution is adopted pursuant to the provisions of  
31 Chapters 163, 166 and 125, Florida Statutes, as amended, the City's

1 Charter, and other applicable provisions of law.

2           **Section 2. Economic Development Agreement Approved.** There  
3 is hereby approved, and the Mayor and Corporation Secretary are  
4 authorized to execute and deliver, for and on behalf of the City, an  
5 agreement between the City and the Company, substantially in the form  
6 placed **Revised On File** with the Office of Legislative Services (with  
7 such "technical" changes as herein authorized), for the purpose of  
8 implementing the recommendations of the OED, as are further described  
9 in the Project Summary attached hereto as **Revised Exhibit 1**, labeled  
10 as "Revised Exhibit 1, Rev Proj Summary, February 2, 2021 - Finance".

11           The Agreement may include such additions, deletions and changes  
12 as may be reasonable, necessary and incidental for carrying out the  
13 purposes thereof, as may be acceptable to the Mayor, or his designee,  
14 with such inclusion and acceptance being evidenced by execution of  
15 the Agreement by the Mayor or his designee. No modification to the  
16 Agreement may increase the financial obligations or the liability of  
17 the City and any such modification shall be technical only and shall  
18 be subject to appropriate legal review and approval of the General  
19 Counsel, or his or her designee, and all other appropriate action  
20 required by law. "Technical" is herein defined as including, but not  
21 limited to, changes in legal descriptions and surveys, descriptions  
22 of infrastructure improvements and/or any road project, ingress and  
23 egress, easements and rights of way, performance schedules (provided  
24 that no performance schedule may be extended for more than one year  
25 without City Council approval) design standards, access and site  
26 plan, which have no financial impact.

27           **Section 3. Payment of REV Grant.**

28           (a) The REV Grant shall not be deemed to constitute a debt,  
29 liability, or obligation of the City or of the State of Florida or  
30 any political subdivision thereof within the meaning of any  
31 constitutional or statutory limitation, or a pledge of the faith and

1 credit or taxing power of the City or of the State of Florida or any  
2 political subdivision thereof, but shall be payable solely from the  
3 funds provided therefor as provided in this Section. The Agreement  
4 shall contain a statement to the effect that the City shall not be  
5 obligated to pay any installment of its financial assistance to the  
6 Company except from the non-ad valorem revenues or other legally  
7 available funds provided for that purpose, that neither the faith and  
8 credit nor the taxing power of the City or of the State of Florida  
9 or any political subdivision thereof is pledged to the payment of any  
10 portion of such financial assistance, and that the Company, or any  
11 person, firm or entity claiming by, through or under the Company, or  
12 any other person whomsoever, shall never have any right, directly or  
13 indirectly, to compel the exercise of the ad valorem taxing power of  
14 the City or of the State of Florida or any political subdivision  
15 thereof for the payment of any portion of such financial assistance.

16 (b) The Mayor, or his designee, is hereby authorized to and  
17 shall disburse the annual installments of the REV Grant as provided  
18 in this Section in accordance with this Resolution and the Agreement.

19 **Section 4. Designation of Authorized Official/OED Contract**  
20 **Monitor.** The Mayor is designated as the authorized official of the  
21 City for the purpose of executing and delivering any contracts and  
22 documents and furnishing such information, data and documents for the  
23 Agreement and related documents as may be required and otherwise to  
24 act as the authorized official of the City in connection with the  
25 Agreement, and is further authorized to designate one or more other  
26 officials of the City to exercise any of the foregoing authorizations  
27 and to furnish or cause to be furnished such information and take or  
28 cause to be taken such action as may be necessary to enable the City  
29 to implement the Agreement according to its terms. The OED is hereby  
30 required to administer and monitor the Agreement and to handle the  
31 City's responsibilities thereunder, including the City's

1 responsibilities under such Agreement working with and supported by  
2 all relevant City departments.

3       **Section 5. Further Authorizations.** The Mayor, or his  
4 designee, and the Corporation Secretary, are hereby authorized to  
5 execute and deliver the Agreement and all other contracts and  
6 documents and otherwise take all necessary action in connection  
7 therewith and herewith. The Executive Director of the OED, as contract  
8 administrator, is authorized to negotiate and execute all necessary  
9 changes and amendments to the Agreement and other contracts and  
10 documents, to effectuate the purposes of this Resolution, without  
11 further Council action, provided such changes and amendments are  
12 limited to amendments that are technical in nature (as described in  
13 Section 2 hereof), and further provided that all such amendments  
14 shall be subject to appropriate legal review and approval by the  
15 General Counsel, or his or her designee, and all other appropriate  
16 official action required by law.

17       **Section 6. Oversight Department.** The OED shall oversee the  
18 Project described herein.

19       **Section 7. Execution of Agreement.** If the Agreement  
20 approved by this Resolution has not been signed by the Company within  
21 ninety (90) days after the OED delivers or mails the unexecuted  
22 Agreement to the Company for execution, then the City Council  
23 approvals in this Resolution and authorization for the Mayor to  
24 execute the Agreement are automatically revoked; provided, however,  
25 that the Executive Director of the OED shall have the authority to  
26 extend such ninety (90) day period in writing at his discretion for  
27 up to an additional ninety (90) days.

28       **Section 8. Public Investment Policy.** This Resolution  
29 conforms to the guidelines provided in the Public Investment Policy  
30 adopted by City Council Ordinance 2016-382-E, as amended.

31       **Section 9. Requesting Two Reading Passage Pursuant to**

1 **Council Rule 3.305.** Two reading passage of this legislation is  
2 requested pursuant to Council Rule 3.305.

3 **Section 10. Effective Date.** This Resolution shall become  
4 effective upon signature by the Mayor or upon becoming effective  
5 without the Mayor's signature.

6  
7 Form Approved:

8  
9   
10 Office of General Counsel

11 Legislation Prepared By: John Sawyer

12 GC-#1415349-v1-2021-63-A.docx



ONE CITY. ONE JACKSONVILLE.

# City of Jacksonville, Florida

*Lenny Curry, Mayor*

City Hall at St. James  
117 W. Duval St.  
Jacksonville, FL 32202  
(904) 630-CITY  
www.coj.net

## Confidential Project Robalo Revised Summary January 25, 2021

### Background:

Robalo is a national distributor of medical devices, equipment, and pharmaceuticals. They are evaluating establishing a new distribution and fulfillment center in the Southeastern United States. Their location choices are either Jacksonville, Florida or Savannah, Georgia. If Jacksonville is selected, they proposed to lease 131,000 square feet of newly developed warehouse space within Northwest Jacksonville. Robalo proposes to create at least 25 new full-time jobs at an average annual wage of \$49,472 (\$23.78 per hour), plus benefits. The average annual wage is equal 2020 Florida average wage of \$49,472.

The private capital investment associated with the project is \$6,720,000.

Robalo has indicated that the City of Jacksonville's financial incentive proposed is a material factor in their decision to locate their distribution and fulfillment center in Jacksonville versus Savannah, Georgia.

No. of Jobs To Be Created	Capital Investment	Intangibles
25 new jobs @ an average wage of \$49,472 plus benefits no later than Dec. 31, 2023.	Estimated to be up to \$6,720,000 (\$2.4 million for leasehold improvements and \$4.3 million for equipment, furniture and fixtures, etc.).	Supports the location of a new targeted industry business in Northwest Jacksonville.

### Project Rationale & Benefits:

1. Supporting Robalo will expand Jacksonville's distribution and fulfillment industry sector and provide 25 new full-time jobs for logistics, distribution, and warehousing professionals within Northwest Jacksonville.
2. The annual payroll resulting from the 25 new full-time jobs is \$1,237,000 (excluding benefits).
3. The project will result in a private capital investment of \$6.7 million within Northwest Jacksonville.

### Project Incentives:

#### The City of Jacksonville proposes to provide:

- The company is seeking public investment through the City of Jacksonville Recaptured Enhanced Value (REV) Grant at the level of 50 percent of the net increase in real and tangible property taxes based upon



the net private capital investment of \$6.7 million for the first ten years after completion of the leasehold improvements and installation of the distribution machinery and equipment, furniture and fixtures necessary to operate the fulfillment center. The REV Grant requires a minimum \$3 million capital investment in the project site no later than December 31, 2022 and at least new 25 jobs paying an average annual wage of \$49,472 no later than December 31, 2023. The estimated value of the REV Grant is \$260,000 over the ten-year REV Grant period.

- The project will have a positive ROI for the City of Jacksonville.
- The proposed REV Grant incentive requested meets the criteria of the Public Investment Policy:
- Company is a Target Industry – Global Logistics and Distribution.
- Company will create a minimum of 25 new full-time logistics jobs.
- Company will invest at least \$6.7 million in private capital investment.
- The project complies with the City of Jacksonville Public Investment Policy.


**The total amount of City incentives would be up to \$260,000.**

RESOLUTION 2021-63-A

CERTIFICATE OF AUTHENTICATION

ADOPTED BY THE COUNCIL

February 9, 2021

  
TOMMY HAZOURI  
COUNCIL PRESIDENT

FEB 11 2021

ATTEST:

APPROVED: \_\_\_\_\_

  
DR. CHERYL L. BROWN  
COUNCIL SECRETARY

  
LENNY CURRY, MAYOR



**Economic Development Agreement**

**between**

**The City of Jacksonville**

**and**

**Project Robalo**

## Economic Development Agreement

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Exhibits:

- Exhibit A - Description of the Project Parcel
- Exhibit B – JSEB Reporting Form
- Exhibit C - Annual Survey
- Exhibit D - Job Report
- Exhibit E - Improvements

## ECONOMIC DEVELOPMENT AGREEMENT

This **ECONOMIC DEVELOPMENT AGREEMENT** (this "Agreement") is made this \_\_\_ day of \_\_\_\_\_, 2021 (the "Effective Date"), between the **CITY OF JACKSONVILLE**, a municipal corporation and a political subdivision of the State of Florida (the "City") and **PROJECT ROBALO**, a \_\_\_\_\_ corporation (the "Company").

### Article 1.

#### PRELIMINARY STATEMENTS

##### 1.1 The Project.

The Company proposes to lease a 131,000 square foot facility to establish a new distribution and fulfillment center at a to be determined location within the City as more particularly described on Exhibit A attached hereto (the "Project Parcel"). The creation of jobs pursuant to Article 5 hereof, the leasehold improvements, and the purchase and installation of the tangible personal property set forth on Exhibit E attached hereto and the obligations of the Company under this Agreement are collectively referred to herein as the "Project." The Project is expected to represent an estimated total Capital Investment of \$6,720,000 by the Company.

##### 1.2 Authority.

The City Council has authorized execution of this Agreement pursuant to City Resolution 2021-\_\_\_-A (the "Resolution").

##### 1.3 City Determination.

The City has determined that the Project is consistent with the goals of the City in that the Project will, among other things:

- (a) create 25 New Jobs (defined below) with an average annual salary of \$49,472;
- (b) generate significant new ad valorem taxes, including significant new tax revenues for the public school system;
- (c) create induced and indirect job effects which will have a positive impact on local small businesses; and
- (d) promote and encourage private Capital Investment of \$6,720,000.

##### 1.4 Jacksonville Small and Emerging Business Program.

As more fully described in City Ordinance 2004-602-E, the City has determined that it is important to the economic health of the community that whenever a company receives incentives from the City, that company provides contracting opportunities to the maximum extent possible to small and emerging businesses in Duval County as described in Section 7.1.

1.5 **Coordination by City.**

The City hereby designates the Economic Development Officer of the OED or his or her designee to be the Project Coordinator who will, on behalf of the City, coordinate with the Company and administer this Agreement according to the terms and conditions contained herein and in the Exhibit(s) attached hereto and made a part hereof. It shall be the responsibility of the Company to coordinate all project related activities and all matters under this Agreement with the designated Project Coordinator, unless otherwise stated herein. Notwithstanding the foregoing or any other statements herein to the contrary, the OED is an office of the City and has no separate liability under this Agreement.

1.6 **Maximum Indebtedness.**

The maximum indebtedness of the City for all fees, reimbursable items or other cost pursuant to this Agreement shall not exceed the sum of TWO HUNDRED SIXTY THOUSAND AND NO/100 (\$260,000.00).

1.7 **Availability of Funds.**

The City's obligations under this Agreement are contingent upon availability of lawfully appropriated funds for the Project and this Agreement.

**Article 2.  
DEFINITIONS**

As used in this Agreement, the following terms shall have the meaning set opposite each:

2.1 **Base Year.**

The base year for purposes of this Agreement shall be the 2021 tax year.

2.2 **Capital Investment.**

Money invested by a company to purchase items that may normally be capitalized by a company in the normal conduct of its business.

2.3 **City Council.**

The body politic, as the same shall be from time to time constituted, charged with the duty of governing the City.

2.4 **Full-Time Equivalent Job.**

A job, or combination of jobs, in which the employee, or combination of employees, works for the Company at least 35 hours per week.

2.5 **Improvements.**

All of the improvements that are incorporated into the Project on the Project Parcel, as defined in Section 1.1 hereof. The Improvements include leasehold improvements and the purchase and installation of tangible personal property by or on behalf of the Company.

2.6 **Metropolitan Statistical Area.**

Duval, Clay, St. Johns, Nassau and Baker Counties.

2.7 **New Jobs.**

Permanent Jobs new to the City and the State with an average annual salary of \$49,472.

2.8 **OED.**

The Office of Economic Development and any successor to its duties and authority.

2.9 **Permanent Jobs.**

Full-time equivalent jobs created by the Company or by the Related Companies at the Project Parcel to be maintained for the term of the REV Grant.

2.10 **State.**

The State of Florida.

Other capitalized terms not defined in this Article shall have the meanings assigned to them elsewhere in this Agreement.

**Article 3.  
APPROVALS; PERFORMANCE SCHEDULES**

3.1 **Performance Schedule.**

The Company and the City have jointly established the following dates for the performance of each party's respective obligations under this Agreement (herein called the "Performance Schedule"):

<b>Job Creation Schedule</b>		
<b>Year</b>	<b>Jobs Created</b>	<b>Date Created By</b>
1	<u>25</u>	12/31/23
<b>Total</b>	<b>25</b>	

Commencement of leasehold improvements and purchase of tangible personal property (machinery and equipment) shall be no later than February 1, 2021.



Completion of leasehold improvements and purchase and installation of tangible personal property (machinery and equipment) shall be no later than December 31, 2022.

The City and the Company have approved this Performance Schedule. By the execution hereof, and subject to the terms of this Agreement, the Company hereby agrees to undertake and complete the construction and development of the Project in accordance with this Agreement and the Performance Schedule, and to comply with all of the Company's obligations set forth herein.

**3.2 Approval of Agreement.**

By the execution hereof, the parties certify as follows:

- (a) Company certifies that
  - (i) the execution and delivery hereof has been approved by all parties whose approval is required under the terms of the governing documents creating the particular Company entity;
  - (ii) this Agreement does not violate any of the terms or conditions of such governing documents and the Agreement is binding upon the Company and enforceable against it in accordance with its terms;
  - (iii) the person or persons executing this Agreement on behalf of the Company are duly authorized and fully empowered to execute the same for and on behalf of the Company;
  - (iv) the Company and each entity composing the Company is duly authorized to transact business in the State of Florida and has received all necessary permits and authorizations required by appropriate governmental agencies as a condition to doing business in the State of Florida; and
  - (v) the Company, its business operations, and each person or entity composing the Company are in compliance with all federal, state and local laws.
- (b) The City certifies that the execution and delivery hereof is binding upon the City to the extent provided herein and enforceable against it in accordance with its terms.

**Article 4.  
REV GRANT**

**4.1 Recapture Enhanced Value Program; Amount.**

The City shall make a Recapture Enhanced Value grant ("REV Grant") to the Company, in a total amount not to exceed \$260,000, partially payable beginning in the first year following the construction of the leasehold improvements and the purchase and installation of the tangible personal property (machinery and equipment) at the Project Parcel and its inclusion on the City tax rolls at full assessed value (the "Initial Year") and ending 10 years thereafter, but not later than 2032 (the "Final Year"), payable in fiscal year 2033, all as more fully described below in this Article 4. For purposes of clarity, any subsequent construction or purchases of tangible personal property on the Project Parcel by

Company after completion of the initial Improvements shall not be included by the City in determining the annual installment of the REV Grant as set forth in Section 4.3 below.

#### 4.2 Payments of REV Grant.

The REV Grant shall be paid by the City to the Company by check, in annual installments determined in accordance with Section 4.3, due and payable on or before May 15 of each calendar year, commencing May 15 of the Initial Year and ending May 15 of the Final Year, or when the maximum amount of the REV Grant shall have been paid to the Company, whichever occurs first. The City shall have no liability for any REV Grant in excess of the amount stated in Section 4.1 or after payment of the final installment due May 15 of the Final Year, and, except as expressly provided in this Agreement, the REV Grant payments as determined pursuant to Section 4.3 shall not be subject to reduction or repayment.

#### 4.3 Determination of Annual Installments of REV Grant.

The amount of each annual installment of the REV Grant shall be the sum which is equal to 50% of the "Annual Project Revenues" (as defined and determined in this Section 4.3) received by the City during the twelve (12) month period ended April 1 preceding the due date of such annual installment. For the purposes of this Agreement, "Annual Project Revenues" means the amount of all municipal and county ad valorem taxes, exclusive of any amount from any debt service millage or Business Improvement District ("BID") millage, actually paid by any taxpayer for that tax year (net of any discount pursuant to Section 197.162, Florida Statutes, or any successor provision, actually taken by the taxpayer) during such period with respect to all real property and tangible personal property comprising the Project, less the amount of all municipal and county ad valorem taxes that would have been levied or imposed on the Project using the assessed value for the Base Year, which for the purpose of this Agreement shall be \$ \_\_\_\_\_ (to be inserted upon identification of project parcel) (subject to adjustment based on final certified value) exclusive of any debt service millage. The foregoing references to ad valorem taxes shall be deemed to include any other municipal or county taxes, or other municipal or county fees or charges in the nature of or in lieu of taxes, that may hereafter be levied or imposed on the Company with respect to real property or tangible personal property comprising the Project, in lieu of or in substitution for the aforesaid taxes and which are levied or imposed for general municipal or county purposes or shall be available for the City's general fund, but not including stormwater or garbage fees or assessments.

By April 1 of each calendar year, commencing April 1, Initial Year and ending April 1, Final Year, Company shall give written notice to the City of the amount of county ad valorem taxes paid during the preceding twelve (12) month period ending April 1, quantified by real property and tangible personal property amounts. If, by April 1 of any year, the Company has failed to give notice of taxes paid during the preceding twelve (12) month period, the Company shall not be eligible for a REV Grant payment for that year. Provided, however, that if the Company provides timely notice in future years, the Company shall be eligible for a REV Grant payment based on the Annual Projected Revenues in such future year's notice.

Except as provided below, within thirty (30) days of receipt of said notice, City shall provide Company with a calculation as to the annual REV Grant. If the Company does not give written notice to the City of its objection to the City's calculation within thirty (30) days after its receipt thereof, the City's calculation shall be considered acceptable. Except as provided below, the City shall make

payment of the REV Grant by the later of May 15th of each calendar year or thirty (30) days after City's receipt of notification by the Company that it is in agreement with the City's annual calculation. In the event of a disagreement as to the calculation, the City shall make payment of the amount not in dispute and the parties shall negotiate in good faith any disputed amount.

The foregoing dates for the City to provide the REV Grant calculation and make the REV Grant payment shall be extended if on either of such dates the Company has a pending proceeding before the City Value Adjustment Board, Circuit Court, or otherwise that could change the amount of the Annual Project Revenues that Company was obligated to pay for that tax year and upon which the REV Grant payment would be based. In that event, the date that the City is required to provide the REV Grant calculation to Company shall be extended until 30 days after the date that Company notifies the City that any such proceeding has been finally resolved (including any appeals) and any adjustment to the Annual Project Revenues for that tax year has been made and paid. Such notice shall include (i) a copy of any final order or final judgment or other evidence of the resolution of such proceeding that sets forth any change to the assessed value of the Property upon which the Annual Project Revenues are based for that tax year, and (ii) the amount of the adjusted Annual Project Revenues paid by the Company.

#### 4.4 **Further disclaimer.**

The REV Grant shall not be deemed to constitute a debt, liability, or obligation of the City or of the State of Florida or any political subdivision thereof within the meaning of any constitutional or statutory limitation, or a pledge of the faith and credit or taxing power of the City or of the State of Florida or any political subdivision thereof, but shall be payable solely from the funds provided therefor in this Article 4. The City shall not be obligated to pay the REV Grant or any installment thereof except from the non-ad valorem revenues or other legally available funds provided for that purpose, and neither the faith and credit nor the taxing power of the City or of the State of Florida or any political subdivision thereof is pledged to the payment of the REV Grant or any installment thereof. The Company, or any person, firm or entity claiming by, through or under the Company, or any other person whomsoever, shall never have any right, directly or indirectly, to compel the exercise of the ad valorem taxing power of the City or of the State of Florida or any political subdivision thereof for the payment of the REV Grant or any installment of either.

### **Article 5.**

#### **JOB RETENTION/CREATION**

##### 5.1 **Job Creation or Retention Activities.**

The Project will result in the creation of at least 25 New Jobs with an average annual salary of \$49,472 (for a total of at least 25 jobs) on the Project Parcel in accordance with the Performance Schedule. Creation of the New Jobs will be calculated by the City pursuant to this Agreement.

An "employee" of Company means any person employed by Company, by any tenant of Company who is leasing property at the Project Parcel (the "Tenants"), or by any employee leasing company (or other similar third-party employer) to fill a Permanent Job position made available by Company at the Project Parcel. It is acknowledged and agreed that any of the New Jobs may be filled, in Company's discretion, by persons employed by Company or its Related Companies, the Tenants, or by persons employed by any employee leasing company selected by Company or its Related Companies or the Tenants. The parties acknowledge and agree that it may be necessary for Company or its Related

Companies, or the Tenants, or any such third-party employer to commence the recruitment, interviewing, consideration, selection and training of prospective employees to fill such New Jobs, or to hire employees, in sufficient time to commence its operations as soon as possible after completion of the Project. In the event that notwithstanding the City's best efforts, the Company or its Related Companies, the Tenants, or any such third-party employer found or finds it necessary to recruit, interview, consider, select or train any persons, or fill any New Jobs to be created at the Project Parcel as a result of this Agreement, before execution of this Agreement or the State Agreement, such New Jobs shall not be considered or deemed to lose their status as New Jobs created in the City as a result of the Project and such persons shall not be considered or deemed to lose their status as persons, or, in applicable cases, low and moderate income persons, to which such New Jobs have been made available or who hold such New Jobs.

Notwithstanding any provision in this Agreement to the contrary, the re-hiring of any person by the Company who was previously employed by the Company in Duval County, Florida, during any part of the twelve (12) month period immediately preceding the execution of this Agreement, shall not fulfill the conditions of or qualify as a Full-Time Equivalent Job, New Job, or Permanent Job and shall therefore not be counted in any formula or computation towards job creation requirements under this Agreement. For the purposes of this section, the term "Company" shall include any parent, holding or subsidiary company of the Company, or any other business related by virtue of a merger, purchase, or acquisition by the Company.

The Company shall provide to the OED prior to March 1 of each year this Agreement is in effect the annual reporting forms in the format of, and containing at a minimum the information on, **Exhibit D**. The jobs requirement will be assessed a minimum of three times by the OED for potential reimbursement purposes and to determine compliance with the 25 Permanent Job maintenance requirement:

- (a) beginning on the earlier to occur of (i) the date on which Company provides written notice to the OED that the required number of full-time equivalent permanent jobs have been created or (ii) 12/31/2023, and
- (b) on the date that is one year after the assessment in subsection 5.1(a) above, and
- (c) on the date that is two years after the assessment in subsection 5.1(a) above.

## **Article 6.** **THE DEVELOPMENT**

### **6.1 Scope of Development.**

- (a) The Company shall purchase and install additional tangible personal property (machinery and equipment) or cause to be purchased and installed, in substantial compliance with the times set forth in the Performance Schedule, all Improvements which the Company is obligated to purchase and install under the Performance Schedule and this Agreement.
- (b) The Company shall install all tangible personal property in accordance with all applicable building and permitting codes.

6.2 **Cost of Development.**

Except as otherwise set forth in this Agreement, the Company shall pay the cost of purchasing and installing the tangible personal property (machinery and equipment) at no cost to the City.

6.3 **Approval by Other Governmental Agencies.**

All of the parties' respective rights and obligations under this Agreement are subject to and conditioned upon approval of the Project and all Project Documents by such other governmental agencies, whether state, local or federal, as have jurisdiction and may be required or entitled to approve them. Notwithstanding any provision of this Agreement to the contrary, the City does not guarantee approval of this Agreement or any aspect of the Project by any government authorities and agencies that are independent of the City.

6.4 **Authority of OED to Monitor Compliance.**

During all periods of purchase and installation of the tangible personal property, the Economic Development Officer of the OED and the City's Director of Planning and Development shall have the authority to monitor compliance by the Company with the provisions of this Agreement and the Project Documents. Insofar as practicable, the OED shall coordinate such monitoring and supervising activity with those undertaken by the City so as to minimize duplicate activity. To that end, during the period of installation and with prior notice to the Company, representatives of the City shall have the right of access to the Project Parcel and to every structure on the Project Parcel during normal business hours.

6.5 **Timing of Completion.**

The purchase and installation of the tangible personal property (machinery and equipment) shall be completed substantially in accordance with the terms of this Agreement and the Performance Schedule.

6.6 **Construction and Operation Management.**

Except as otherwise expressly provided herein, the Company shall have discretion and control, free from interference, interruption or disturbance, in all matters relating to the management, development, redevelopment, construction and operation of the Project, provided that the same shall, in any event, conform to and comply with the terms and conditions of this Agreement, and all applicable state and local laws, ordinances and regulations (including without limitation, applicable zoning, subdivision, building and fire codes). The Company's discretion, control and authority with respect thereto shall include, without limitation, the following matters:

- (a) the construction and design of the Project, subject to the express terms and conditions of this Agreement;
- (b) the selection, approval, hiring and discharge of engineers, architects, contractors, subcontractors, professionals and other third parties (collectively the "Vendors") on such terms and conditions as the Company deems appropriate; provided however, that to the extent that the City furnishes to the Company the names and identities of Jacksonville-based Vendors, including without limitation Jacksonville-based minority Vendors, and to the extent that Company has the need to enter into contracts with Vendors outside of

persons employed by Company or companies affiliated with or controlled by Company or its principals, then Company agrees to include all such Jacksonville-based Vendors in the process established by Company for obtaining bids for any of the Improvements;

- (c) the negotiation and execution of contracts, agreements, easements and other documents with third parties, in form and substance satisfactory to Company; and
- (d) the preparation of such budgets, cost estimates, financial projections, statements, information, and reports as the Company deems appropriate.

## **Article 7. JSEB PROGRAM**

### **7.1 Jacksonville Small and Emerging Businesses (JSEB) Program.**

The Company, in further recognition of and consideration for the public funds provided to assist the Company pursuant to this Agreement, hereby acknowledges the importance of affording to small and emerging vendors and contractors the full and reasonable opportunity to provide materials and services ("Opportunity"). Therefore, the Company hereby agrees as follows:

- (a) The Company shall obtain from the City's Procurement Division the list of certified Jacksonville Small and Emerging Businesses ("JSEB"), and shall exercise good faith, in accordance with Municipal Ordinance Code Sections 126.608 et seq., to enter into contracts with City certified JSEBs to provide materials or services in an aggregate amount of not less than \$52,000 which amount represents 20% of the City's maximum contribution to the Project with respect to the development activities or operations of the Project over the term of this Agreement.
- (b) The Company shall submit JSEB report(s) regarding the Company's actual use of City certified JSEBs on the Project, (i) on the date of any request for City funds which are payable prior to the Completion of Construction, and (ii) upon Completion of Construction. The form of the report to be used for the purposes of this section is attached hereto as **Exhibit B** (the "JSEB REPORTING FORM").

## **Article 8. REPORTING; SITE VISITS**

### **8.1 Reporting.**

On an annual basis, and prior to March 1 each year this Agreement is in effect, the Company shall submit reports to the OED regarding the number of New Jobs that have been created by Company or its Related Companies at the Project Parcel, and all other activities affecting the implementation of this Agreement, including a narrative summary of progress on the Project. Samples of the general forms of these reports are attached hereto as **Exhibit C** (the "Annual Survey") and **Exhibit D** (the "Job Report"); however the City reserves the right to request specific data that may vary from the forms attached. Company shall also submit to the City its notice of ad valorem taxes paid as set forth in Section 4.3 hereof.

The Company's obligation to submit such reports shall continue until the Company has complied with all of the terms of this Agreement concerning the Project, the associated employment, and REV Grant.

Within thirty (30) days following the request of the City, the Company shall provide the City with additional information requested by the City.

## 8.2 Site Visits.

For so long as City has any payment obligations to Company pursuant to this Agreement, Company shall permit representatives from the City's OED and other designated City personnel, to monitor compliance by Company with the provisions of this Agreement. With prior notice to Company, representatives of City shall have the right to tour the Project and access Company's records and employees related to the Project and this Agreement, during normal business hours, provided, however, that Company shall have the right to have a representative of Company present during any such inspection.

## **Article 9. DEFAULTS AND REMEDIES**

### 9.1 General.

A default shall consist of the breach of any covenant, agreement, representation, provision, or warranty contained in (i) this Agreement (including, but not limited to, any failure to meet the reporting requirements described herein), (ii) the documents executed in connection with the Agreement and any other agreement between the City and the Company related to the Project, or (iii) any document provided to the City relating to the Project (collectively, the "Documents"). A default shall also exist if any event occurs or information becomes known which, in the reasonable judgment of the City, makes untrue, incorrect or misleading in any material respect any statement or information contained in any of the documents described in clauses (i) – (iii) above or causes such document to contain an untrue, incorrect or misleading statement of material fact or to omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

If any such default or breach occurs under this Agreement, the City may refuse to pay any portion of the REV Grant and additionally, may at any time or from time to time proceed to protect and enforce all rights available to the City under this Agreement by suit in equity, action at law or by any other appropriate proceeding whether for specific performance of any covenant or agreement contained in this Agreement, or damages, or other relief, or proceed to take any action authorized or permitted under applicable laws or regulations, including, but not limited to, terminating this Agreement. The City shall not act upon a default until it has given the Company written notice of the default and fifteen (15) business days within which to cure the default; provided, however, that the City may withhold any portion of the REV Grant immediately upon the occurrence of a default and throughout any notice or cure period. However, if any default cannot reasonably be cured within the initial fifteen (15) business days, Company shall have a total of forty-five (45) days in which to cure such default, so long as Company has commenced and is diligently proceeding to cure such default within the initial fifteen (15) day period. Notwithstanding the foregoing, Company shall immediately and automatically be in default, and the City shall not be required to give Company any notice or opportunity to cure such default (and

thus the City shall immediately be entitled to act upon such default), upon the occurrence of any of the following:

- (a) The entry of a decree or order by a court having jurisdiction in the premises adjudging the Company or any guarantor (“Guarantor”) of Company’s obligations hereunder or under the Documents, a bankrupt or insolvent, or approving as properly filed a petition seeking reorganization, arrangement, adjustment or composition of or in respect of the Company or Guarantor under the United States Bankruptcy Code or any other applicable federal or state law, or appointing a receiver, liquidator, custodian, assignee, or sequestrator (or other similar official) of the Company or Guarantor or of any substantial part of its property, or ordering the winding up or liquidation of its affairs, and the continuance of any such decree or order unstayed and in effect for a period of 90 consecutive days; and
- (b) The institution by Company or Guarantor of proceedings to be adjudicated a bankrupt or insolvent, or the consent by it to the institution of bankruptcy or insolvency proceedings against it, or the filing by it of a petition or answer or consent seeking reorganization or relief under the United States Bankruptcy Code or any other similar applicable federal or state law, or the consent by it to the filing of any such petition or to the appointment of a receiver, liquidator, custodian, assignee, trustee or sequestrator (or other similar official) of the Company or Guarantor or of any substantial part of its property, or the making by it of an assignment for the benefit of creditors, or the admission by it in writing of its inability to pay its debts generally as they become due.

## 9.2 Specific Defaults.

Additionally, for any of the specific events of default described in this Section 9.2 below, the parties agree that the City’s damages recoverable from the Company shall include, but not be limited to, the following:

- (a) in the event reporting requirements are not met in the time period specified in Article 8 of this Agreement, the City will be entitled to withhold the annual installment of the REV Grant for any year during which any reporting requirements are not met.
- (b) if, by December 31, 2022, the Company fails to invest at least \$6,720,000 of private funding in the Project, the REV Grant will be proportionately reduced. If, by December 31, 2022, the Company fails to invest at least \$3,000,000 of private funding in the Project, the REV Grant will be terminated and the Company will repay the City the entire amount of the REV Grant that has been previously paid to the Company, if any.
- (c) in the event the Company fails to create and maintain a minimum of 25 New Jobs at an average wage of no less than \$49,472 by December 31, 2023, and to maintain the 25 Permanent Jobs with an average annual salary of \$49,472 for the length of the REV Grant, the annual payment of the REV Grant will reduce pro-rata for each year the Company is under the 25 job retention requirement.
- (d) in the event the Company fails to create 10 New Jobs at an average wage of \$49,472 by December 31, 2023, the REV Grant shall terminate and the Company will repay the City



the entire amount of the REV Grant that has been previously paid to the Company, if any, within thirty (30) days of written request by the City.

The maximum combined repayment due under this Section 9.2 shall not exceed the total amount of the REV Grant actually paid to the Company under this Agreement.

**Article 10.**  
**GENERAL PROVISIONS**

**10.1 Non-liability of City Officials.**

No member, official or employee of the City shall be personally liable to the Company or to any Person with whom the Company shall have entered into any contract, or to any other Person, in the event of any default or breach by the City, or for any amount which may become due to the Company or any other Person under the terms of this Agreement.

**10.2 Force Majeure.**

No party to this Agreement shall be deemed in default hereunder where such a default is based on a delay in performance as a result of war, insurrection, strikes, lockouts, riots, floods, earthquakes, fires, casualty, acts of God, acts of public enemy, epidemic, pandemic, quarantine restrictions, freight embargo, shortage of labor or materials, interruption of utilities service, lack of transportation, severe weather and other acts or failures beyond the control or without the control of any party; provided, however, that the extension of time granted for any delay caused by any of the foregoing shall not exceed the actual period of such delay, and in no event shall any of the foregoing excuse any financial liability of a party.

**10.3 Offset.**

City shall have the right to offset any amount owed by Company under or in connection with this Agreement against any payments owed by City under this Agreement. Such offsets shall be in addition to any other rights or remedies available under this Agreement and applicable law.

**10.4 Notices.**

All notices to be given hereunder shall be in writing and personally delivered or sent by registered or certified mail, return receipt requested, or delivered by an air courier service utilizing return receipts to the parties at the following addresses (or to such other or further addresses as the parties may designate by like notice similarly sent) and such notices shall be deemed given and received for all purposes under this Agreement three (3) business days after the date same are deposited in the United States mail if sent by registered or certified mail, or the date actually received if sent by personal delivery or air courier service, except that notice of a change in address shall be effective only upon receipt.

(a) the City:

Economic Development Officer  
Office of Economic Development  
117 West Duval Street, Suite 275  
Jacksonville, Florida 32202

With a copy to:

City of Jacksonville  
Office of the General Counsel  
City Hall-St. James Building  
117 West Duval Street, Suite 480  
Jacksonville, Florida 32202

(b) The Company:

Project Robalo

\_\_\_\_\_

Attn: \_\_\_\_\_

10.5 **Time.**

Time is of the essence in the performance by any party of its obligations hereunder.

10.6 **Entire Agreement.**

This Agreement constitutes the entire understanding and agreement between the parties and supersedes all prior negotiations and agreements between them with respect to all or any of the matters contained herein.

10.7 **Amendment.**

This Agreement may be amended by the parties hereto only upon the execution of a written amendment or modification signed by the parties. Notwithstanding the foregoing, the Economic Development Officer of the OED is authorized on behalf of the City to approve, in his or her sole discretion, any "technical" changes to this Agreement. Such "technical" changes include without limitation non-material modifications to legal descriptions and surveys, ingress and egress, easements and rights of way, performance schedules (provided that no performance schedule may be extended for more than one year without City Council approval), and design standards, as long as such modifications do not involve any increased financial obligation or liability to the City.

10.8 **Waivers.**

Except as otherwise provided herein, all waivers, amendments or modifications of this Agreement must be in writing and signed by all parties. Any failures or delays by any party in insisting upon strict performance of the provisions hereof or asserting any of its rights and remedies as to any

default shall not constitute a waiver of any other default or of any such rights or remedies. Except with respect to rights and remedies expressly declared to be exclusive in this Agreement, the rights and remedies of the parties hereto are cumulative, and the exercise by any party of one or more of such rights or remedies shall not preclude the exercise by it, at the same or different times, of any other rights or remedies for the same default or any other default by any other party.

#### 10.9 **Indemnification.**

Company shall indemnify, hold harmless and defend the City from and against, without limitation, any loss, claim, suit, action, damage, injury, liability, fine, penalty, cost, and expense of whatsoever kind or nature (including without limitation court, investigation and defense costs and reasonable expert and attorneys' fees and costs) related to any suits and actions of any kind brought against the City or other damages or losses incurred or sustained, or claimed to have been incurred or sustained, by any person or persons arising out of or in connection with: (i) any breach of any representation or warranty of Company contained or provided in connection with this Agreement; (ii) any breach or violation of any covenant or other obligation or duty of Company under this Agreement or under applicable law; (iii) any negligent act, error or omission, recklessness or intentionally wrongful conduct on the part of Company or those under its control that causes injury (whether mental or corporeal) to persons (including death) or damage to property, whether arising out of or incidental to Company's performance under this Agreement or relating to the Project, except to the extent cause by the sole negligence of the City. Nothing contained in this paragraph shall be construed as a waiver, expansion or alteration of the City's sovereign immunity beyond the limitations stated in Section 768.28, Florida Statutes.

This indemnification shall survive the expiration or termination (for any reason) of this Agreement and remain in full force and effect. The scope and terms of the indemnity obligations herein described are separate and apart from, and shall not be limited by any insurance provided pursuant to this Agreement or otherwise. The term "City" as used in this Section 10.9 shall include all City's members, officers, officials, employees and agents.

#### 10.10 **Severability.**

The invalidity, illegality or unenforceability of any one or more of the provisions of this Agreement shall not affect any other provisions of this Agreement, but this Agreement will be construed as if such invalid, illegal or unenforceable provision had never been contained herein.

#### 10.11 **Compliance with State and Other Laws.**

In the performance of this Agreement, the Company must comply with any and all applicable federal, state and local laws, rules and regulations, as the same exist and may be amended from time to time. Such laws, rules and regulations include, but are not limited to, Chapter 119, Florida Statutes (the Public Records Act) and Section 286.011, Florida Statutes, (the Florida Sunshine Law). If any of the obligations of this Agreement are to be performed by a subcontractor, the provisions of this Section shall be incorporated into and become a part of the subcontract.

10.12 **Non-Discrimination Provisions.**

In conformity with the requirements of Section 126.404, *Ordinance Code*, the Company represents that it has adopted and will maintain a policy of non-discrimination against employees or applicants for employment on account of race, religion, sex, color, national origin, age or handicap, in all areas of employment relations, throughout the term of this Agreement. The Company agrees that, on written request, it will permit reasonable access to its records of employment, employment advertisement, application forms and other pertinent data and records, by the Executive Director of the Human Rights Commission, or successor agency or commission, for the purpose of investigation to ascertain compliance with the nondiscrimination provisions of this Chapter 126, Part 4 of the *Ordinance Code*, *provided however*, that the Company shall not be required to produce for inspection records covering periods of time more than one (1) year prior to the day and year first above written. The Company agrees that, if any of its obligations to be provided pursuant to this Agreement are to be performed by a subcontractor, the provisions of this Section 10.12 shall be incorporated into and become a part of the subcontract.

10.13 **Contingent Fees Prohibited.**

In conformity with Section 126.306, *Ordinance Code*, the Company warrants that it has not employed or retained any company or person, other than a bona fide employee working solely for the Company, to solicit or secure this Agreement, and that it has not paid or agreed to pay any person, company, corporation, individual or firm, other than a bona fide employee working solely for the Company, any fee, commission, percentage, gift, or any other consideration, contingent upon or resulting from the award or making of this Agreement. For the breach or violation of these provisions, the City shall have the right to terminate this Agreement without liability and, at its discretion, to deduct from the contract price, or otherwise recover, the full amount of such fee, commission, percentage, gift or consideration.

10.14 **Ethics.**

The Company represents that it has reviewed the provisions of the Jacksonville Ethics Code, as codified in Chapter 602, *Ordinance Code*, and the provisions of the Jacksonville Purchasing Code, as codified in Chapter 126, *Ordinance Code*.

10.15 **Conflict of Interest.**

The parties will follow the provisions of Section 126.110, *Ordinance Code* with respect to required disclosures by public officials who have or acquire a financial interest in a bid or contract with the City, to the extent the parties are aware of the same.

10.16 **Public Entity Crimes Notice.**

In conformity with the requirements of Section 126.104, *Ordinance Code* and Section 287.133, Florida Statutes, the Parties agree as follows:

The parties are aware and understand that a person or affiliate who has been placed on the State of Florida Convicted Vendor List, following a conviction for a public entity crime, may not submit a bid on a contract to provide any goods or services to a public entity; may not submit a bid on a contract with a public entity for the construction or repair of a public building or public work; may not submit bids on

leases of real property to a public entity; may not be awarded or perform work as a contractor, supplier, subcontractor, or consultant under a contract with any public entity; and may not transact business with any public entity, in excess of \$35,000.00, for a period of thirty-six (36) months from the date of being placed on the Convicted Vendor List.

10.17 **Survival.**

Any obligations and duties that by their nature extend beyond the expiration or termination of this Agreement shall survive the expiration or termination of this Agreement and remain in effect. Without limiting the foregoing, all obligations for the payment of fees or other sums accruing up to the expiration or termination of this Agreement and all provisions relating to the City's right to conduct an audit shall survive the expiration or termination of this Agreement.

10.18 **Incorporation by Reference.**

All exhibits and other attachments to this Agreement that are referenced in this Agreement are by this reference made a part hereof and are incorporated herein.

10.19 **Order of Precedence.**

In the event of any conflict between or among the provisions of this Agreement and those of any exhibit attached hereto or of any amendment, the priority, in decreasing order of precedence shall be: 1) any fully executed amendment; 2) provisions in this Agreement; and 3) exhibits to this Agreement.

10.20 **Counterparts.**

This Agreement may be executed in several counterparts, each of which shall be deemed an original, and all of such counterparts together shall constitute one and the same instrument.

10.21 **Independent Contractor.**

In the performance of this Agreement, the Company will be acting in the capacity of an independent contractor and not as an agent, employee, partner, joint venturer or association of the City. The Company and its employees or agents shall be solely responsible for the means, method, technique, sequences and procedures utilized by the Company in the performance of this Agreement.

10.22 **Retention of Records/Audit**

The Company agrees:

- (a) To establish and maintain books, records and documents (including electronic storage media) sufficient to reflect all income and expenditures of funds provided by the City under this Agreement.
- (b) To retain all client records, financial records, supporting documents, statistical records, and any other documents (including electronic storage media) pertinent to this Agreement for a period of six (6) years after completion of the date of final payment by the City under this Agreement, including auditable records pertaining to jobs filled by third-party employers. If an audit has been initiated and audit findings have not been resolved at the end of six (6) years, the records shall be retained until resolution of the audit findings or

any litigation which may be based on the terms of this Agreement, at no additional cost to the City.

- (c) Upon demand, at no additional cost to the City, to facilitate the duplication and transfer of any records or documents during the required retention period.
- (d) To assure that these records shall be subject at all reasonable times to inspection, review, copying, or audit by personnel duly authorized by the City, including but not limited to the City Council auditors.
- (e) At all reasonable times for as long as records are maintained, to allow persons duly authorized by the City, including but not limited to the City Council auditors, full access to and the right to examine any of the Company's contracts and related records and documents, regardless of the form in which kept.
- (f) To ensure that all related party transactions are disclosed to the City.
- (g) To include the aforementioned audit, inspections, investigations and record keeping requirements in all subcontracts and assignments of this Agreement.
- (h) To permit persons duly authorized by the City, including but not limited to the City Council auditors, to inspect and copy any records, papers, documents, facilities, goods and services of the Company which are relevant to this Agreement, and to interview any employees and subcontractor employees of the Company to assure the City of the satisfactory performance of the terms and conditions of this Agreement. Following such review, the City will deliver to the Company a written report of its findings and request for development by the Company of a corrective action plan where appropriate. The Company hereby agrees to timely correct all deficiencies identified in the corrective action plan.
- (i) If the result of any audit by the City establishes that the number of Retained Jobs, New Jobs, number of Permanent Jobs, or amount of private capital investment has been overstated by five percent (5%) or more, the entire expense of the audit shall be borne by the Company.
- (j) Additional monies due as a result of any audit or annual reconciliation shall be paid within thirty (30) days of date of the City's invoice.
- (k) Should the annual reconciliation or any audit reveal that the Company has overstated the number of Retained Jobs, New Jobs, number of Permanent Jobs, or amount of private capital investment, and the Company does not make restitution within thirty (30) days from the date of receipt of written notice from the City, then, in addition to any other remedies available to the City, the City may terminate this Agreement, solely at its option, by written notice to the Company.

#### 10.23 **Non-merger.**

None of the terms, covenants, agreements or conditions set forth in this Agreement shall be deemed to be merged with any deed conveying title to the Project Parcel.

10.24 **Exemption of City.**

Neither this Agreement nor the obligations imposed upon the City hereunder shall be or constitute an indebtedness of the City within the meaning of any constitutional, statutory or charter provisions requiring the City to levy ad valorem taxes nor a lien upon any properties of the City. Payment or disbursement by the City of any loan or grant amount hereunder is subject to the availability of lawfully appropriated funds. If funds are not available pursuant to a lawful appropriation thereof by the City Council, this Agreement shall be void and the City shall have no further obligations hereunder.

10.25 **Parties to Agreement; Successors and Assigns.**

This is an agreement solely between the City and Company. The execution and delivery hereof shall not be deemed to confer any rights or privileges on any person not a party hereto. This Agreement shall be binding upon Company and Company's successors and assigns, and shall inure to the benefit of the City and its successors and assigns. However, Company shall not assign, transfer or encumber its rights or obligations hereunder or under any document executed in connection herewith, without the prior written consent of the City, which consent may be withheld in the sole discretion of the City.

10.26 **Venue; Applicable Law.**

The rights, obligations and remedies of the parties specified under this Agreement shall be interpreted and governed in all respects by the laws of the State of Florida. All legal actions arising out of or connected with this Agreement must be instituted in the Circuit Court of Duval County, Florida, or in the Federal District Court for the Middle District of Florida, Jacksonville Division. The laws of the State of Florida shall govern the interpretation and enforcement of this Agreement. Each party shall be responsible for the payment of its own attorneys' fees and costs incurred in connection with the enforcement of the terms of this Agreement.

10.27 **Civil Rights.**

The Company agrees to comply with all of the terms and requirements of the Civil Rights Act of 1964, as amended, and the Civil Rights Act of 1968, as amended, and the antidiscrimination provisions of Chapter 126, Part 4, of the City Ordinance Code, and further agrees that in its operation under this Agreement it will not discriminate against anyone on the basis of race, color, age, disability, sex or national origin.

10.28 **Further Assurances.**

Company will, on request of the City,

- (a) promptly correct any defect, error or omission herein or in any document executed in connection herewith (collectively the "Project Documents");
- (b) execute, acknowledge, deliver, procure, record or file such further instruments and do such further acts deemed necessary, desirable or proper by the City to carry out the purposes of the Project Documents and to identify and subject to the liens of the Project Documents any property intended to be covered thereby, including any renewals, additions, substitutions replacements, or appurtenances to the subject property;

- (c) execute, acknowledge, deliver, procure, file or record any documents or instruments deemed necessary, desirable or proper by the City to protect the liens or the security interest under the Project Documents against the rights or interests of third persons; and
- (d) provide such certificates, documents, reports, information, affidavits and other instruments and do such further acts deemed necessary, desirable or proper by the City to carry out the purposes of the Project Documents and this Agreement.

10.29 **Exhibits.**

In the event of a conflict between any provisions of this Agreement and any exhibit attached to or referenced in this Agreement, the provisions of this Agreement shall govern.

10.30 **Construction.**

All parties acknowledge that they have had meaningful input into the terms and conditions contained in this Agreement. Company further acknowledges that it has had ample time to review this Agreement and related documents with counsel of its choice. Any doubtful or ambiguous provisions contained herein shall not be construed against the party who drafted the Agreement. Captions and headings in this Agreement are for convenience of reference only and shall not affect the construction of this Agreement.

10.31 **Further Authorizations.**

The parties acknowledge and agree that the Mayor of the City, or his designee, and the City's Corporation Secretary, or their respective designees, are hereby authorized to execute any and all other contracts and documents and otherwise take all necessary action in connection with this Agreement and the Resolution.

10.32 **Attorney's Fees.**

Each party shall be responsible for its own attorneys' fees and costs in connection with any legal action related to this Agreement.

**IN WITNESS WHEREOF**, this Agreement is executed the day and year above written.

ATTEST:

CITY OF JACKSONVILLE

By: \_\_\_\_\_  
James R. McCain, Jr.  
Corporation Secretary

By: \_\_\_\_\_  
Lenny Curry, Mayor



WITNESS:

PROJECT ROBALO, a \_\_\_\_\_  
corporation

\_\_\_\_\_  
Print Name: \_\_\_\_\_

By: \_\_\_\_\_

Name: \_\_\_\_\_

Its: \_\_\_\_\_

\_\_\_\_\_  
Print Name: \_\_\_\_\_

Form Approved:

\_\_\_\_\_  
Office of the General Counsel

GC-#1405761-v2A-Project\_Robalo\_EDA.DOC

**Encumbrance and funding information for internal City use:**

**Account.....** \_\_\_\_\_

**Amount.....\$** \_\_\_\_\_

In accordance with Section 24.103(e), of the *Ordinance Code* of the City of Jacksonville, I do hereby certify that there is an unexpended, unencumbered and unimpounded balance in the appropriation sufficient to cover the foregoing agreement; *provided however*, this certification is not nor shall it be interpreted as an encumbrance of funding under this Contract. Actual encumbrance[s] shall be made by subsequent check request[s], as specified in said Contract.

\_\_\_\_\_  
Director of Finance  
City Contract # \_\_\_\_\_

Contract Encumbrance Data Sheet follows immediately.

## **LIST OF EXHIBITS**

Exhibit A Description of the Project Parcel

Exhibit B JSEB Reporting Form

Exhibit C Annual Survey

Exhibit D Job Report

Exhibit E Improvements

**Exhibit A**  
**Description of Project Parcel**

That certain real property located generally at \_\_\_\_\_ Jacksonville, Florida 322 \_\_, having an R.E. number of \_\_\_\_\_.

**Exhibit B  
JSEB Reporting Form**

Business:

Goal: \$

Contact: \_\_\_\_\_

Date: \_\_\_\_\_

Date Contract Awarded	Contractor Name	Ethnicity (1)	Scope of Work (2)	Contract Amount	Amount Paid to Date	% of Work Completed to Date
		(1) AA – African American	(2) Examples: Masonry			
		HANA – Hispanic, Asian, Native American	Painting			
		WBE – Women	Site Clearing			
		C - Caucasian	Electrical			

**Exhibit C**

**Annual Survey 2021**

Please complete the form below as it relates to the project for which you received City or State assistance. Should you have any questions, please call (904) 255-5447 or email OEDFinance@coj.net. Send completed form to: City of Jacksonville, Office of Economic Development, Finance and Compliance, 117 West Duval Street, Suite 275, Jacksonville, FL 32202, Fax: (904) 630-1019, Email: OEDFinance@COJ.NET

Company name: \_\_\_\_\_

Mailing Address: \_\_\_\_\_

\_\_\_\_\_

Primary Contact Name: \_\_\_\_\_

Primary Contact Title: \_\_\_\_\_

Phone: \_\_\_\_\_ Email: \_\_\_\_\_

Signature: \_\_\_\_\_ Reporting Date: \_\_\_\_\_

**As of 12/31/2021:**

**I. EMPLOYMENT INFORMATION**

Number of Jobs at Project Site	[1]
Number of Jobs at Project Site before Project	[2]
Net New Jobs (subtract line [2] from line [1])	
Average Wage of New Employees (excluding benefits)	\$
Estimated cost of benefits as a percentage of Average Wage	%

**II. CAPITAL INVESTMENT INFORMATION**

Project Land Costs	[3] \$
Project Structure Costs	[4] \$
Project Equipment Costs	[5] \$
Other Costs	[6] \$
Total Project Costs (sum [3] through [6])	\$

**III. ASSESSED PROPERTY VALUE**

Assessed Value of Property on 2021 Duval County Property Tax Bill:	
Real Property	[7] \$
Personal Property	[8] \$
Total of [7] & [8]	\$
Amount of Taxes Paid: \$	Date Taxes Paid:

**IV. PLEASE PROVIDE A BRIEF DESCRIPTION OF THE STATUS OF THE PROJECT INCLUDING, WHERE APPLICABLE, AN OVERVIEW OF THE TYPE OF JOBS CREATED.**

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**V. PLEASE PROVIDE INFORMATION REGARDING AND COMMUNITY SERVICE ACTIVITIES IN WHICH YOU OR YOUR EMPLOYEES HAVE PARTICIPATED THIS PAST YEAR.**

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**Exhibit D**

**Job Report 2021**

Please complete the form below as it relates to the project for which you received City or State assistance. Should you have any questions, please call (904) 255-5447 or email [OEDFinance@coj.net](mailto:OEDFinance@coj.net). Send completed form to: City of Jacksonville, Office of Economic Development, Finance and Compliance, 117 West Duval Street, Suite 275, Jacksonville, FL 32202, Fax: (904) 630-1019, Email: [OEDFinance@COJ.NET](mailto:OEDFinance@COJ.NET).

Company name: \_\_\_\_\_

Mailing Address: \_\_\_\_\_

\_\_\_\_\_

Primary Contact Name: \_\_\_\_\_

Primary Contact Title: \_\_\_\_\_

Phone: \_\_\_\_\_ Email: \_\_\_\_\_

Signature\*: \_\_\_\_\_ Reporting Date: \_\_\_\_\_

Print Name: \_\_\_\_\_

This form should be completed to document all jobs located at the project location as required in the Agreement. The first page of this form must be completed. The second page can either be completed with all required information or a report can be run from the company's HR system. Employees listed on this form must be on the Company's payroll as of December 31, 2021. The OED reserves the right to audit the Company's records to verify the information included on this form.

**\*By signing this form, I hereby certify that the information in this Job Report and any accompanying documents is true and correct to the best of my knowledge, information and belief. (Please include a signature from a Vice President or higher ranking officer or in the case of an LLC, a manager or managing member.)**





**Exhibit E**

**Improvements**

Approximately \$2,420,000 of leasehold improvements and an additional \$4,300,000 for the lease and/or purchase of machinery, equipment, fixtures and furniture at the Project Parcel.

RESOLUTION

FILE #

21 0063

FIRST READING

DATE JAN 26 2021

ITEM #

SPECIAL REPORT OF COMMITTEE ON:

RECOMMENDATION

VOTE

\_\_\_\_\_  
\_\_\_\_\_

REFERRED TO: (1) Finance (3) \_\_\_\_\_

(2) Rules (4) \_\_\_\_\_

DECLARE EMERGENCY \_\_\_\_\_ MOTION BY C/M \_\_\_\_\_ CARRIED \_\_\_\_\_ FAILED \_\_\_\_\_

SECOND READING

DATE FEB 09 2021

ITEM #

REPORT OF COMMITTEE ON:

RECOMMENDATION

VOTE

PUBLIC HEARING

Finance Amend/Adopt 7-0 Opened \_\_\_\_\_

Rules Amend(F)/Adopt 6-0 Closed \_\_\_\_\_

\_\_\_\_\_ Cont'd \_\_\_\_\_

\_\_\_\_\_ Addnl \_\_\_\_\_

CM Morgan: Amend/Adopt

REREFERRED TO THE COMMITTEE(S) OF RECORD \_\_\_\_\_

DECLARE EMERGENCY \_\_\_\_\_ MOTION BY C/M \_\_\_\_\_ CARRIED \_\_\_\_\_ FAILED \_\_\_\_\_

THIRD READING

DATE \_\_\_\_\_

ITEM # \_\_\_\_\_

REPORT OF COMMITTEE ON:

RECOMMENDATION

VOTE

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

ADOPTED As: Amended  Substituted \_\_\_\_\_ RESOLUTION # 2021-63-A

COUNCIL PUBLIC HEARINGS Pursuant to Chapt. 166, F. S. &/or CR 3.601:

COMMITTEE PUBLIC HEARINGS:

DIST # \_\_\_\_\_ C/M \_\_\_\_\_ BT# \_\_\_\_\_ RC # \_\_\_\_\_

Planning Comm \_\_\_\_\_ Planning Dept \_\_\_\_\_ MAP# \_\_\_\_\_ BCAB \_\_\_\_\_