Introduced by the Council President at the request of the Mayor:

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## ORDINANCE 2022-560-E

AN ORDINANCE APPROVING, AND AUTHORIZING THE MAYOR AND CORPORATION SECRETARY TO EXECUTE AND DELIVER, AN AMENDMENT THREE ТО ECONOMIC DEVELOPMENT AGREEMENT BETWEEN THE CITY OF JACKSONVILLE AND AA AUTO PARTS, INC. ("COMPANY") TO EXTEND THE COMPLETION OF CONSTRUCTION DATE FROM JUNE 30, 2022 TO DECEMBER 31, 2022; PROVIDING AN EFFECTIVE DATE.

14 WHEREAS, the City and AA Auto Parts, Inc. have previously entered 15 into that certain Economic Development Agreement dated November 22, 16 2019 (the "Agreement"), as authorized by Ordinance 2019-652-E, 17 pursuant to which the City agreed to provide a \$150,000 Northwest 18 Jacksonville Economic Development Fund ("NWJEDF") Loan and a \$100,000 19 NWJEDF Business Infrastructure Grant ("BIG") in support of the 20 additional infrastructure and site improvements needed to support the 21 installation of a metal shredder system at the Company's existing 22 facility (the "Project"); and

WHEREAS, as authorized by Section 12.6 of the Agreement, the Agreement has been amended twice to extend the Project completion date from July 1, 2021 to December 31, 2021, and then from December 31, 2021 to June 30, 2022, with no further administrative authority to extend the performance schedule of the Agreement; and

28 WHEREAS, the Project has experienced further unanticipated
29 delays due to supply chain interruptions and labor shortages resulting

1 from the COVID-19 pandemic, and the Company has requested, and the 2 City has agreed, subject to City Council approval, to amend the 3 Agreement to extend the completion of construction date from June 30, 4 2022 to December 31, 2022, so that the Company may remain eligible 5 for the NWJEDF Loan and NWJEDF BIG; now therefore

**BE IT ORDAINED** by the Council of the City of Jacksonville:

7 Section 1. Amendment Three to Economic Development 8 Agreement approved and execution authorized. There is hereby 9 and the Mayor and Corporation Secretary are hereby approved, authorized to execute and deliver, Amendment Three to Economic 10 11 Development Agreement between the City of Jacksonville and AA Auto Parts, Inc., in substantially the form attached hereto as Exhibit 1 12 13 and incorporated herein by this reference ("Amendment Three"). 14 Amendment Three amends the Economic Development Agreement by 15 extending the completion of construction date by an additional six 16 months.

Section 2. Effective Date. This ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

21 Form Approved:

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23 /S/ John Sawyer

24 Office of General Counsel

25 Legislation prepared by John Sawyer

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