Introduced by Council President at the request of the Mayor and amended by the Finance Committee:

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ORDINANCE 2021-495-E

ORDINANCE MAKING CERTAIN FINDINGS AUTHORIZING THE MAYOR, OR HIS DESIGNEE, AND CORPORATION SECRETARY TO EXECUTE AND DELIVER: (1) AMENDMENT NUMBER 15 TO THE LEASE AMONG THE CITY OF JACKSONVILLE AND THE JACKSONVILLE JAGUARS, LLC ("JJL") ("AMENDMENT 15") WHICH AMENDMENT 15 PROVIDES FOR: (1) THE DESIGN, MANAGEMENT, CONSTRUCTION, OWNERSHIP, USE, OPERATIONS, COSTS, AND FINANCING OF A SPORTS PERFORMANCE CENTER (THE "FACILITY"); AND (2) AMENDS AND RESTATES THE LEASE AGREEMENT BETWEEN THE CITY JJLFOR THE AND OPERATION AND MAINTENANCE OF THE COVERED FLEX FIELD; AUTHORIZING APPROVAL OF TECHNICAL AMENDMENTS BY THE MAYOR OR HIS DESIGNEE; WAIVING PROVISIONS OF CHAPTER 126, (PROCUREMENT CODE), ORDINANCE CODE, WITH RESPECT TO THE PROJECT, AND TO ALLOW THE CITY TO DIRECTLY PURCHASE CERTAIN ITEMS SPECIFIED IN AMENDMENT 15; ESTABLISHING REQUIREMENTS FOR TO BE PURCHASED; ITEMS WAIVING SECTION 123.102, (PUBLIC FEES), ORDINANCE CODE, WAIVE FIRE AND RESCUE DEPARTMENT, PLANNING AND DEVELOPMENT DEPARTMENT AND DEPARTMENT PUBLIC WORKS FEES IN CONNECTION WITH THE

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PROJECT; WAIVING CERTAIN PROVISIONS OF SECTION 320.409, (CONSTRUCTION REGULATIONS AND BUILDING CODES, GENERAL PROVISIONS, SCHEDULE OF PERMIT FEES) ORDINANCE CODE, FOR CITY RELATED PERMITTING FEES; WAIVING SECTION 656.147, (ZONING CODE, SUBPART D, ZONING EXCEPTIONS, VARIANCES AND WAIVERS, AMENDMENTS FINAL ORDER, APPEALS OF INTERPRETATIONS OF THE DIRECTOR AND APPEALS OF FINAL ORDERS OF THE COMMISSION, SCHEDULE OF FEES) ORDINANCE CODE, TO WAIVE CITY RELATED ZONING FEES; WAIVING SECTION 122.811(A) (SALES OF TANGIBLE PERSONAL PROPERTY; PROHIBITION OF SALES TO CERTAIN PERSONS), ORDINANCE CODE, TO ALLOW SALE OF ANY SURPLUS CITY PROPERTY; PROVIDING A STATEMENT OF INTENT TO COMPLY WITH TREASURY REGULATIONS; PROVIDING FOR OVERSIGHT OF THE CONSTRUCTION PROJECT BY THE DEPARTMENT OF PUBLIC WORKS AND THE CHIEF ADMINISTRATIVE OFFICER OF THE CITY; PROVIDING OVERSIGHT OF THE AGREEMENTS BY THE SPORTS AND ENTERTAINMENT OFFICE; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Jacksonville (the "City") is the owner of that certain facility currently known as "TIAA Bank Field," and the City leases TIAA Bank Field to the Jacksonville Jaguars, LLC ("JJL"), for its operation of the Jacksonville Jaguars NFL football team and other businesses using the facility, pursuant to the terms and conditions set forth in that certain lease between the parties, as amended (the "Lease"); and

WHEREAS, JJL desires and the City has agreed for JJL to

construct on behalf of the City the Sports Performance Center (the 1 "Facility"), to be owned by the City and leased to JJL, or its 3 subsidiary, comprised of an approximately 127,087 square foot facility to be used in part for executive offices, coaches offices, 4 5 football support offices, scouts offices, equipment room, meeting rooms, weight training and medical facilities, an indoor practice 6 7 field, and two outdoor natural-grass fields, with approximately 2,300 seat bleachers, a team store, concession facilities and other 8 9 ancillary improvements as further described in Amendment 10 (collectively, the "Project"); and

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WHEREAS, JJL and the City desire to construct the Project, as contemplated by Amendment 15; and

WHEREAS, upon substantial completion of the Project, the lease terms set forth in Amendment 15 for the use, maintenance and operation of the Facility shall become operative, which terms authorize an initial 30-year term, with two (2) ten (10) year extension options, with all maintenance and repair obligations the responsibility of the tenant; and

WHEREAS, the estimated cost of the Project is One Hundred Twenty Million Dollars (\$120,000,000), of which the Contribution will be the lesser of one half of the costs of the Project or the not-to-exceed amount of Sixty Million Dollars (\$60,000,000) (the "City Contribution") with JJL's contribution anticipated to be \$60,000,000 (the "JJL Contribution"), with JJL being responsible for all cost overruns, and any project savings being shared equally between JJL and the City, and the City agrees to provide the initial funding for the City Contribution from the issuance of fixed-rate debt and/or from its Commercial Paper Facility (the "Notes"), pursuant to the terms and conditions set forth in Amendment 15; and

WHEREAS, City intends to refinance the Notes with fixed rate

debt; now therefore

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

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

- (a) The recitals set forth herein are true and correct.
- (b) The Project will greatly enhance the City and otherwise promote and further the municipal purposes of the City.
- (c) The authorizations provided by this Ordinance are for public uses and purposes for which the City may use its powers as a consolidated municipal and county political subdivision of the State of Florida and may expend public funds, and the necessity in the public interest for the provisions herein enacted is hereby declared as a matter of legislative determination.
- Section 2. Execution of Agreements. The Mayor, or his authorized designee, and Corporation Secretary are hereby authorized to execute and deliver (a) an Amendment 15 to Lease by and among the City of Jacksonville and JJL, substantially in the form Revised On File with the Legislative Services Division, and (b) an Amended and Restated Covered Flex Field Lease agreement between the City and JJL substantially in the form Revised On File with the Legislative Services Division, with such "technical" changes as herein authorized. Amendment 15 and the Amended and Restated Covered Flex Field Lease are collectively referred to as the "Agreements".

The Agreements may include such additions, deletions and changes as may be reasonable, necessary and incidental for carrying out the purposes thereof, as may be acceptable to the Mayor, or his designee, with such inclusion and acceptance being evidenced by execution of the Agreement by the Mayor or his designee. No modification to the Agreement may increase the financial obligations or the liability to the City and any such modification shall be

technical only and shall be subject to appropriate legal review and approval of the Office of General Counsel and all other appropriate action required by law. "Technical" is herein defined as including, but not limited to, changes in legal descriptions and surveys, descriptions of infrastructure improvements and/or any road project, ingress and egress, easements and rights of way, performance schedules (provided that no performance schedule may be extended for greater than one year without Council approval), design standards, access and site plan, which have no financial impact.

Waived. The provisions of Chapter 126, Ordinance Code, are hereby waived for the Project, except that this section shall not waive any portion of Chapter 126, Ordinance Code, pertaining to the Jacksonville Small Emerging Business Program. Further, the City is authorized to purchase directly certain items specified in the pricing proposals for the construction materials and improvements for the Project. Said items to be purchased shall be determined by the Chief of Procurement with the advice of the Director of Public Works in accordance with Section 5 of this Ordinance.

Section 4. Requirements for Items to be Purchased. Whenever items to be used in such construction projects are to be purchased directly by the City pursuant to this Ordinance, the following requirements shall be met:

- (a) The purchase shall be in the City's name with ownership of such items upon receipt vested in the City; and
- (b) The purchase shall be by a City Purchase Order or other City document and shall be directly funded by the City; and
- (c) The vendor/supplier shall invoice the City directly for payment which shall be made directly by the City to the vendor/supplier; and
 - (d) The City's Purchase Order or other document shall clearly

state the purchase is exempt from Sales Tax pursuant to the City's Sale and Use Tax Exemption Certificate; and

- (e) The City may provide Builders Risk Insurance to protect against the loss of such items and to evidence the City's liability therefore, or alternatively may require JJL's contractor to provide insurance naming the City as the additional insured and direct loss payee; and
- (f) Acknowledgement of receipt of the item and approval of payment shall be documented by an official of the City or an authorized agent of the City.
- Section 5. Section 123.102 (Public Fees), Ordinance Code Waived. The City hereby waives the provisions of Section 123.102, Ordinance Code, for any Fire and Rescue, Planning and Development, and Public Works fees related to the Project.
- Section 6. Section 320.409 (Constructions Regulations and Building Codes, General Provisions, Schedule of Permit Fees), Ordinance Code Waived. The City hereby waives the provisions of Section 320.409, Ordinance Code, for any City imposed permit fees related to the Project that may be lawfully waived.
- Section 7. Section 656.147 (Zoning Code, Subpart D, Zoning Exceptions, Variances and Waivers, Amendments to Final Order, Appeals of Written Interpretations of the Director and Appeals of Final orders of the Commission, Schedule of Fees), Ordinance Code Waived. The City hereby waives the provisions of Section 656.147, Ordinance Code, for any City imposed zoning fees related to the Project.
- Section 8. Section 122.811(a) (Sales of tangible personal property; prohibition of sales to certain persons.), Ordinance Code Waived. The City hereby waives the provisions of Section 122.811(a), Ordinance Code, to allow JJL to coordinate the sale of

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any surplus City property in coordination with the construction of the improvements.

Amendment 15 relating to the Project, JJL is making the JJL Contribution towards the cost of construction of the Project. The JJL Contribution is currently expected to be approximately \$60 million, as the same may be modified by Amendment 15. The City hereby expresses its official intent pursuant to Treasury Regulation section 1.141-4(c)(3)(v) that such JJL Contribution will be allocated to costs of the Project funded by equity.

Section 10. Oversight Department. The Department of Public Works and the Chief Administrative Officer shall oversee the construction project described herein.

Section 11. Contract Manager. The Division of Sports and Entertainment will oversee the Agreements referenced herein.

Section 12. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

/s/ Margaret M. Sidman

Form Approved:

Office of General Counsel

Legislation Prepared By: John Sawyer

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